

S Corporation Returns, 1996

by Susan Wittman and Robert Grant

Statistics on S Corporations for Tax Year 1996 reflect the favorable economic conditions for that year, as well as the continued tax advantages relative to taxable corporations, as the number of returns filed rose along with higher net income and lower deficits. The increases followed enactment of the Tax Reform Act of 1986 (TRA 86) and continued after the Revenue Reconciliation Act of 1993. Provisions of TRA 86 had significant impact on S Corporations as they encouraged many corporations to elect to have their profits taxed through shareholders at the newly lowered individual tax rates, rather than at the higher corporate tax rates. The Revenue Reconciliation Act of 1993 raised the top individual tax rate back above the top corporate tax rate, in effect reversing one of the provisions of TRA 86.

S Corporations accounted for nearly half of the 4.6 million corporate returns filed for Tax Year 1996. While S Corporation returns grew by 7.0 percent to 2.3 million, returns of taxable corporations grew by only 0.3 percent [1]. The term “taxable corporations,” used herein, refers to all corporations other than S Corporations. S Corporations experienced average annual growth of 11.1 percent in returns filed after provisions of TRA 86 improved the tax benefits associated with S Corporation election. Taxable corporations experienced an average annual decline of 1.0 percent in returns filed over the same period [2,3]. While S Corporations comprised 24.1 percent of all corporation returns for 1986 (the year before TRA 86 was effective), by 1996, they comprised 49.8 percent of the total.

S Corporations reported total net income (less deficit) of \$125.2 billion for Tax Year 1996, an increase of 26.3 percent, three times the 8.1-percent increase for Tax Year 1995 (Figure A). Total net income (less deficit) is a comprehensive measure of S Corporation profits in that it encompasses net income (less deficit) “from a trade or business,” real estate rental net income (less deficit), net income (less deficit) from other rental activity, and portfolio income (less deficit) distributed to shareholders, each of which is reported separately on the Form 1120S filed by S Corporations.

While the number of returns and amount of total net income (less deficit) for S Corporations continued to rise, their total net income (less deficit) still comprised a small though growing percentage of overall corporate net income (less deficit). Adjusted net income (less deficit) for taxable corporations was \$713.3 billion for Tax Year 1996 [4]. The share of overall corporate net income (less deficit) attributable to S Corporations was 17.6 percent, up from 15.6 percent the year before.

Over 268,000 corporations filed for the first time as S Corporations for Tax Year 1996, accounting for 11.7 percent of total S Corporation returns filed. Newly incorporated businesses represented 71.6 percent of the new filers; the remaining 28.4 percent were previously taxable corporations. New S Corporations’ share of the total net income (less deficit) was only 2.6 percent. Thus, much of the growth in total net income (less deficit) reported is attributable to growth experienced by existing S Corporations.

Advantages to Subchapter S Election

Eligible corporations may benefit greatly from electing Internal Revenue Code Subchapter S Corporation status. The tax advantage attracting the most attention is the avoidance of double taxation of income. Unlike taxable corporations, whose income is subject to tax at both the corporate level and at the shareholder level as dividends or capital gains, the income of S Corporations is generally subject to tax only at the shareholder level. Shareholders of S Corporations report their *pro rata* shares of income or loss on their own income tax returns and are assessed tax at their individual income tax rates. The ability to “pass through” income can result in significant tax savings. The tax savings depend on the relation between the relevant corporate and individual tax rates, and on the shareholder’s plans for saving or consuming the income. If the individual rate exceeds the corporate rate, and if the individual plans to save rather than consume the income, and there is a preferential rate on capital gains, then in some cases, the present value of taxes could be lower on taxable corporation income than on S Corporation income. S Corporations share with taxable corporations the advantages of limited liability, unlimited life span, and freely transferable corporate ownership.

TRA 86 greatly improved the advantages of Subchapter S status by, for the first time, setting the

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S Corporation Returns, 1996

Figure A

All Returns: Income Items for Selected Industrial Divisions, Tax Years 1995 and 1996

[Money amounts are in thousands of dollars]

Industrial division, item	1995	1996	Percentage change
	(1)	(2)	(3)
All industries ¹			
Number of returns.....	2,153,119	2,304,416	+7.0
Net income (less deficit) from a trade or business.....	76,899,029	93,138,842	+21.1
Net income.....	115,087,307	132,544,004	+15.2
Deficit.....	38,188,278	39,405,161	+3.2
Total net income (less deficit).....	99,128,672	125,245,496	+26.3
Net income.....	134,958,619	161,896,380	+20.0
Deficit.....	35,829,947	36,650,884	+2.3
Manufacturing			
Number of returns.....	138,856	141,171	+1.7
Net income (less deficit) from a trade or business.....	21,083,883	23,778,603	+12.8
Net income.....	26,207,148	28,863,877	+10.1
Deficit.....	5,123,265	5,085,274	-0.7
Total net income (less deficit).....	24,934,073	28,733,161	+15.2
Net income.....	29,682,061	33,400,086	+12.5
Deficit.....	4,747,988	4,666,926	-1.7
Wholesale and retail trade			
Number of returns.....	537,539	556,908	+3.6
Net income (less deficit) from a trade or business.....	19,831,198	23,439,466	+18.2
Net income.....	29,933,470	33,187,443	+10.9
Deficit.....	10,102,272	9,747,977	-3.5
Total net income (less deficit).....	24,075,672	29,972,943	+24.5
Net income.....	33,428,372	39,008,036	+16.7
Deficit.....	9,352,701	9,035,094	-3.4
Finance, insurance, and real estate			
Number of returns.....	326,149	356,778	+9.4
Net income (less deficit) from a trade or business.....	4,533,532	6,567,588	+44.9
Net income.....	10,055,178	12,580,546	+25.1
Deficit.....	5,521,646	6,012,958	+8.9
Total net income (less deficit).....	10,671,258	15,088,860	+41.4
Net income.....	16,330,818	20,974,039	+28.4
Deficit.....	5,659,560	5,885,179	+4.0
Services			
Number of returns.....	753,890	815,494	+8.2
Net income (less deficit) from a trade or business.....	20,149,971	23,919,085	+18.7
Net income.....	29,309,851	33,973,434	+15.9
Deficit.....	9,159,880	10,054,350	+9.8
Total net income (less deficit).....	24,785,445	31,113,590	+25.5
Net income.....	33,255,123	40,313,108	+21.2
Deficit.....	8,469,678	9,199,517	+8.6

¹ Includes agriculture, forestry, and fishing; mining; construction; transportation and public utilities; and nature of business not allocable.

top individual tax rate below the top corporate tax rate. Therefore, not only did income earned by the eligible corporation avoid double taxation, it was taxed to shareholders at the newly lower individual rate. The Revenue Reconciliation Act of 1993 raised

the top individual rate back above the top corporate rate, thus reducing but not eliminating the tax benefit of S Corporation status. The growth of S Corporations has continued despite the increased individual income tax rate.

S Corporation Returns, 1996

SCorporationCriteria

S Corporations file Form 1120S, *U.S. Income Tax Return for an S Corporation*, and generally use a calendar tax year to conform to the tax year of the majority of their shareholders. (Provisions of TRA 86 generally required the use of the calendar year.) The criteria for S Corporation election did not change significantly for Tax Year 1996 [5]. A business entity must have met all of the criteria in Subchapter S to qualify as an S Corporation. The criteria for Tax Year 1996 were:

- no more than 35 shareholders;
- shareholders could only be individuals, estates, or certain defined trusts;
- no nonresident alien shareholders; and
- only one class of stock.

Corporations ineligible to elect Subchapter S status included:

- insurance companies;
- corporations eligible to elect a possessions tax credit;
- banks or building and loan associations to which Internal Revenue Code section 585 regarding deductions for bad debt allowance applied;
- Interest-Charge Domestic International Sales Corporations or former Domestic International Sales Corporations; and
- Affiliated group members eligible for inclusion on a consolidated return.

Corporations that converted from taxable corporations to Subchapter S status were subject to an additional restriction. If a corporation reported three consecutive years of “accumulated earnings and profits” as a taxable corporation and also reported “passive investment income” exceeding 25.0 percent of gross receipts, then the corporation’s status as an S Corporation was revoked, starting with the next tax year.

SCorporationSize

Data for Tax Year 1996 continue to show that, on average, S Corporations are much smaller than taxable corporations, when measured in terms of total assets and net income. Average total assets for taxable corporations were \$11.8 million for Tax Year 1996, while average total assets for S Corporations were \$0.5 million (Table 3) [6]. Average net income for a taxable corporation was \$306,600, while average total net income for an S Corporation was just \$54,400 (Table 1). S Corporations continued typically to have a small number of shareholders, generally far fewer than the statutory limit of 35 (Figure B).

DistributionofReturnsbyIndustrial Division

Data for Tax Year 1996 show, as with prior years, a concentration of S Corporations classified in just three industrial divisions. Seventy-five percent of all S Corporation returns were classified in services, wholesale and retail trade, and finance, insurance, and real estate (Figure A). The services division accounted for 35.4 percent of all S Corporation returns and showed an 8.2-percent increase in the number of returns filed over the 753,890 returns filed for 1995. The wholesale and retail trade division accounted for 24.2 percent of S Corporations, a 3.6-percent increase over the 537,539 returns filed for the previous year, while the finance, insurance, and real estate division accounted for 15.5 percent, the third largest number (356,778), and 9.4 percent more than for Tax Year 1995.

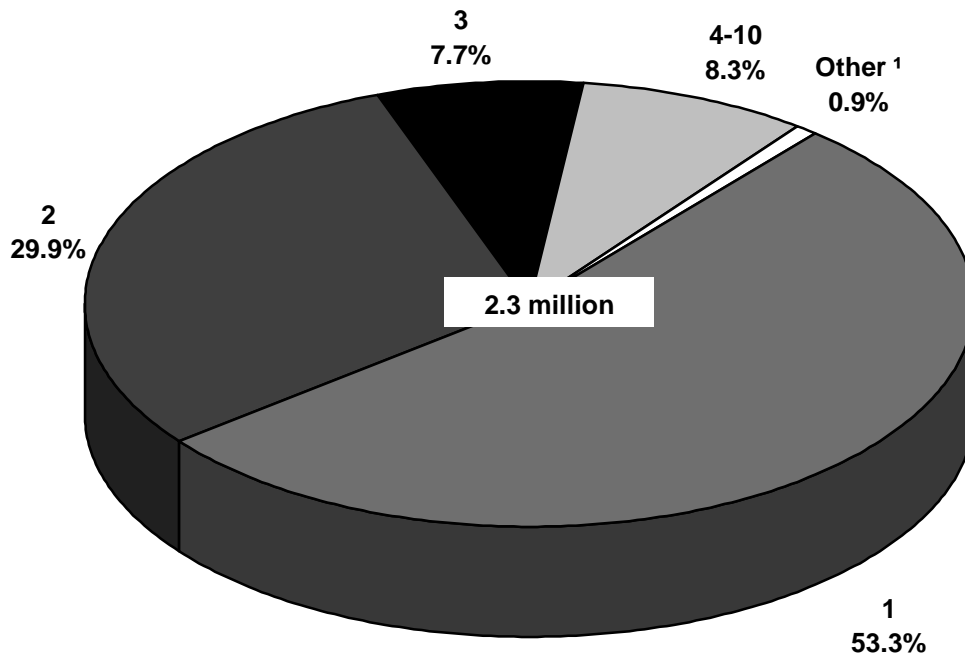
SCorporation Income from a Trade or Business

Net income (less deficit) that is derived from a trade or business increased by 21.1 percent for Tax Year 1996 to \$93.1 billion and accounted for nearly three-quarters of total net income (less deficit) (Figure A). Positive net income from a trade or business increased by 15.2 percent to \$132.5 billion, while net deficits from a trade or business increased by only 3.2 percent to \$39.4 billion. The percentage of returns reporting positive net income from a trade or business increased slightly to 61.9 percent for Tax Year 1996, or 1.4 million out of a total of 2.3 million returns (Table 2). A decrease in the percentage of returns reporting net deficits from a trade or business

S Corporation Returns, 1996

Figure B

S Corporations by Number of Shareholders, Tax Year 1996



¹ Other category includes returns with more than 10 shareholders and returns for which a number of shareholders were not reported.

NOTE: Detail may not add to 100 percent due to rounding.

contributed to the overall improved economic performance of S Corporations taken as a whole, as the percentage of deficit returns declined slightly from 39.6 percent to 38.1 percent. All nine industrial divisions reported an increase in net income from a trade or business. Five of the nine industrial divisions reported decreases in deficits.

The services division reported an overall increase in net income (less deficit) from a trade or business of 18.7 percent to \$23.9 billion and accounted for nearly 26 percent of the total net income (less deficit) from a trade or business (Table 1). The increase was largely attributable to two industry groups, business services with a \$1.3-billion increase to \$8.2 billion and "other" services with a \$1.8-billion increase to \$12.1 billion. "Other" services include offices of physicians; dentists; or other health practitioners; nursing and personal care facilities; hospitals; medical laboratories; and other medical services; and legal, educational, social, architectural,

engineering, accounting, auditing, and bookkeeping services. These two groups accounted for 85.2 percent of the total net income (less deficit) from a trade or business for this division, and also accounted for the largest increases for the two preceding years.

The wholesale and retail trade division accounted for another 25 percent of net income from a trade or business (less deficit) with \$23.4 billion (Figure A). This division showed an 18.2-percent increase, compared to a 3.3-percent drop for Tax Year 1995. While positive net income from a trade or business increased by 10.9 percent to \$33.2 billion, deficits from trade or business declined by 3.5 percent to \$9.7 billion. This compared with an increase of 19.7 percent in deficits for Tax Year 1995. An increase in business receipts from \$1.1 billion to \$1.2 billion accounted for much of the overall increase for this division, the second largest industrial division when ranked by number of returns filed. The miscellaneous wholesaler group contributed the largest

S Corporation Returns, 1996

amount to net income (less deficit) from a trade or business. This group includes motor vehicles and automotive equipment, furniture and home furnishings, lumber and construction materials, and electrical goods. Among retailers, auto dealers and service stations, along with certain other retail stores, accounted for \$6.5 billion of the \$10.4 billion reported for net income (less deficit) from a trade or business.

The manufacturing division, the third principal division, accounted for only 6 percent of the total returns filed for S Corporations and yet accounted for 26 percent of the net income (less deficit) from a trade or business. The fabricated metal products group contributed \$4.3 billion to the \$23.8-billion total for this division. The food and kindred products group contributed \$2.4 billion.

Finance, insurance, and real estate reported the largest percentage increase (44.9 percent) in net income (less deficit) from a trade or business for Tax Year 1996. However, this division accounted for only for 7.1 percent of all S Corporation net income from a trade or business, with \$6.6 billion. The real estate group accounted for \$3.1 billion of the \$6.6 billion net income (less deficit) from a trade or business, the largest single contributor. The real estate group also contributed the largest amount of net income from a trade or business for Tax Year 1995.

Income from Rental Real Estate

For Tax Year 1996, nearly 193,000 S Corporations reported rental real estate income and expenses on Form 8825, *Rental Real Estate Income and Expenses of a Partnership or an S Corporation* (Table 4). This represented an increase of 7.9 percent over the number reported for 1995. Net rental real estate income (less deficit) increased from \$2.3 billion for Tax Year 1995 to \$2.9 billion for 1996, or by 26 percent. As would be expected, the finance, insurance, and real estate division reported the vast majority of this type of income (65.9 percent). Nearly 82.0 percent of the increase in net rental real estate income (less deficit) was also reported by this one division for 1996. The data show that, as with prior years, real estate rental net income (less deficit) within the finance, insurance, and real estate division remained concentrated in one industrial group, real estate. This group reported \$1.9 billion in net rental real estate income, 64.5 percent of the net rental income reported by all S Corporations. Net rental

real estate income (less deficit) for this group also increased 34.0 percent over the \$1.4 billion reported for Tax Year 1995. The increase in net rental real estate income (less deficit) for the real estate industrial group can be pinpointed to an 11.3-percent gain in positive net rental income to \$3.4 billion and a 7.1-percent decrease in net rental deficit to \$1.6 billion.

S Corporation Total Net Income

Total net income (less deficit) for an S Corporation includes net income (less deficit) from a trade or business, real estate rental income (less deficit), net income (less deficit) from other rental activity, and portfolio income (less loss) distributed to shareholders (Figure C). The total of these components is a comprehensive measure of S Corporation profits.

Total net income (less deficit) increased to \$125.2 billion, up for 1996 by 26.3 percent over the \$99.1 billion reported for Tax Year 1995. Net income (less deficit) from a trade or business accounted for 74.4 percent of the total net income (less deficit) reported by all S Corporations for Tax Year 1996. The percentage of the total that represented net income (less deficit) from a trade or business was down slightly from 77.6 percent for Tax Year 1995; this was due to the near 50-percent increase of portfolio income for Tax Year 1996 to \$28.6 billion. Portfolio income (or loss) includes interest, dividends, royalties, net long-term and short-term capital gains and losses, and other income.

Increases in portfolio income (or loss) can be attributed to increased net long-term capital gains (less loss), the largest component of portfolio income, for Tax Year 1996. Net long-term capital gains (less loss) accounted for \$7.4 billion of the \$9.5-billion increase in portfolio income (less loss). Data for 1996 on net capital gain (less loss) reported by individuals, including shareholders of S Corporations, on individual income tax returns also showed substantial increases, 43.5 percent for Tax Year 1996, from \$111.8 billion to \$160.5 billion [7]. The second largest component of portfolio income was taxable interest, which amounted to \$9.0 billion for Tax Year 1996, a 17.5-percent increase over Tax Year 1995.

The services, wholesale and retail trade, and manufacturing divisions continued to account for the vast majority (71.7 percent) of total net income (less deficit). This reflected the predominance of net

S Corporation Returns, 1996

Figure C

All Returns: Total Net Income (Less Deficit), Selected by Industrial Division, Tax Year 1996

[Money amounts are in thousands of dollars]

Item	All Industries ¹	Agriculture, forestry, and fishing	Mining	Construction	Manufacturing
	(1)	(2)	(3)	(4)	(5)
Total net income (less deficit).....	125,245,496	1,388,924	2,290,463	11,441,644	28,733,161
Net income (less deficit) from a trade or business.....	93,138,842	834,788	1,694,207	10,399,598	23,778,603
Portfolio income (less deficit) distributed to shareholders.....	28,610,573	453,743	561,600	943,688	4,813,724
Dividend income.....	1,167,715	25,043	39,607	66,295	167,535
Interest income.....	9,015,900	245,363	152,108	687,672	1,250,601
Royalty income (less loss).....	719,000	31,552	102,661	*4,173	154,017
Net short-term capital gain (less loss).....	1,202,698	-4,031	21,810	15,523	25,382
Net long-term capital gain (less loss).....	16,383,117	154,603	245,018	164,438	3,205,306
Other portfolio income (net).....	122,143	*1,213	*395	5,586	10,884
Real estate rental net income (less deficit).....	2,870,283	74,399	12,226	86,963	101,473
Net income (less deficit) from other rental activity.....	625,798	25,994	22,429	11,396	39,360

Item	Transportation and public utilities	Wholesale and retail trade	Finance, insurance and real estate	Services
	(6)	(7)	(8)	(9)
Total net income (less deficit).....	5,214,707	29,972,943	15,088,860	31,113,590
Net income (less deficit) from a trade or business.....	2,505,871	23,439,466	6,567,588	23,919,085
Portfolio income (less deficit) distributed to shareholders.....	2,581,942	6,044,947	6,547,374	6,662,405
Dividend income.....	36,592	173,963	489,522	169,157
Interest income.....	897,805	1,774,321	2,424,462	1,582,420
Royalty income (less loss).....	*3,038	113,919	138,126	171,513
Net short-term capital gain (less loss).....	-36,814	20,427	938,120	222,282
Net long-term capital gain (less loss).....	1,672,952	3,956,172	2,479,307	4,505,321
Other portfolio income net.....	8,369	6,146	77,836	11,713
Real estate rental net income (less deficit).....	69,200	318,741	1,891,402	315,460
Net income (less deficit) from other rental activity.....	57,694	169,789	82,496	216,640

*Estimate should be used with caution because of the small number of sample returns on which it is based.

¹ Includes nature of business not allocable, not shown separately.

NOTE: Detail may not add to totals because of rounding.

income (less deficit) from a trade or business. The services division reported a 26.0-percent increase in total net income (less deficit) to \$31.1 billion and accounted for 25.0-percent of the total net income (less deficit) reported for all S Corporations, the largest percentage of all divisions. Net income from

a trade or business accounted for 76.9 percent of total net income (less deficit) for this industrial division. Portfolio income (less loss) increased \$2.6 billion with net long-term capital gains (less loss) accounting for \$2.2 billion of the total increase for this division. The two major contributors to the increase

S Corporation Returns, 1996

for the division were business services and other services; these two groups were also the dominant groups for Tax Year 1995 and contributed greatly to the increase in net income (less deficit) from a trade or business. Business services contributed to the increase in total net income (less loss) with \$2.7 billion, and other services added \$2.0 billion to the \$6.3-billion increase for the division for Tax Year 1996.

Manufacturers contributed \$3.8 billion, or 14.5 percent, to the overall increase in total net income (less deficit) for Tax Year 1996. Total net income (less deficit) grew to \$28.7 billion for Tax Year 1996, with most of the increase resulting from the \$2.7-billion increase in net income (less deficit) from a trade or business and the \$1.1-billion increase in portfolio income (less loss). Net long-term capital gain (less loss) contributed the greatest amount to the increase in portfolio income (\$0.9 billion) for Tax Year 1996. Deficit income from a trade or business declined by 0.7 percent, and total deficit income declined by 1.7 percent for Tax Year 1996. This division accounted for 22.9 percent of total net income (less loss) reported by all S Corporations, the third largest amount.

Wholesalers and retailers reported \$30.0 billion in total net income (less deficit), which represented a 24.5-percent increase over the \$24.0 billion reported for 1995. This division accounted for 23.9 percent of the \$125.2 billion total net income (less deficit) for all S Corporations (78.2 percent of it was from a trade or business). A large increase in net income (less deficit) from a trade or business (\$3.6 billion), accompanied by a large increase in portfolio income (less loss) (\$2.3 billion), accounted for much of the growth within this division. The increase in portfolio income (less loss) was largely due to a \$2.2-billion increase in net long term capital gain (less loss) to \$4.0 billion from \$1.8 billion for 1995. This division, like manufacturing, experienced a decline in deficits from a trade or business and total net deficits of 3.5 percent and 3.4 percent, respectively. These declines demonstrated improved economic activity as the number of profitable returns increased and the number of non-profitable returns declined.

Finance, insurance, and real estate contributed much less to total net income (less deficit) for Tax Year 1996 (12.0 percent) than the other three princi-

pal divisions, but did report significant increases. Increases in the capital gains (less loss) and interest income included in portfolio income (less loss) accounted for most of the growth. Total net income (less deficit) for this division increased by 41.4 percent to \$15.1 billion, but unlike the other divisions, this division derived 43.4 percent of total net income (less deficit) from portfolio income (less loss), thus accounting for 22.9 percent of total portfolio income (less loss). Net long-term capital gain (less loss) bolstered portfolio income (less loss) by \$1.1 billion. The real estate group was the largest contributor to total net income (less deficit) with an improved \$7.2 billion.

Taxation of S Corporations

S Corporations pay relatively few taxes, inasmuch as they are “flow-through” entities or conduits. As a flow-through entity, the S Corporation reports the *pro rata* shares of income, losses, credits, deductions, and other miscellaneous items that it allocates to shareholders for tax reporting purposes, without paying taxes directly at the business entity level, barring a few exceptions. Less than 1 percent of all S Corporations report any tax directly. The most common tax is the “built-in gains” tax. This tax is levied on corporations that elected S Corporation status after 1986 and realized gains on the sale of an asset representing the gain accumulated from that asset in years prior to the election and realized less than 10 years after the S election. The tax was designed to prevent taxable corporations from avoiding double taxation on a gain by electing Subchapter S status [8]. Other taxes levied on S Corporations include the “excess net passive income” tax and the “last-in, first-out” (LIFO) inventory recapture tax. The excess net passive income tax is levied on the “excess passive income” of an S Corporation that has accumulated earnings and profits from years prior to the S election, in excess of 25 percent of business receipts, and net income for the year [9]. The LIFO inventory recapture tax is applied to the excess value of inventories resulting from varying methods of inventory valuation for certain S Corporations [10].

The total taxes reported by S Corporations increased by 11.0 percent for Tax Year 1996 to \$192.3 million (Figure D). The built-in gains tax represented 83.6 percent of the total. While the amount of

S Corporation Returns, 1996

Figure D

S Corporation Taxes, Tax Years 1995 and 1996

[Money amounts are in thousands of dollars]

Item	1995	1996
Total tax.....	173,240	192,303
Built-in gains tax.....	141,218	160,682
Excess net passive income tax.....	8,924	10,703
Adjustments to tax.....	20,781	19,869
Investment credit recapture tax.....	*1,381	*894
Income tax adjustment.....	*936	*155

*Estimate should be used with caution because of the small number of sample returns on which it is based.

built-in gains tax was up 13.8 percent for Tax Year 1996, the increase was down from a 46.6-percent increase for Tax Year 1995. The excess net passive income tax for Tax Year 1996 was reported at \$10.7 million, up 19.9 percent over the \$8.9 million reported in the prior year. Adjustments to tax include LIFO recapture taxes, which amounted to \$19.9 million for 1996.

Balance Sheet Data

Assets reported by all S Corporations for Tax Year 1996 totaled more than \$1.1 trillion (Table 3). This was 8.1 percent more than the \$1.0 trillion reported for Tax Year 1995. Despite increases in S Corporation total assets, S Corporations continued to hold a disproportionately small percentage of all corporate assets, only 3.8 percent. For Tax Year 1996, the largest percentage increase in total assets was for mortgage and real estate loans, up 15.2 percent to \$13.1 billion. Net depreciable assets represented the single largest asset category, comprising 26.0 percent of the assets reported by all S Corporations.

The wholesale and retail trade industrial division reported \$335.5 billion in total assets, accounting for 30.5 percent of the total assets of all S Corporations (Figure E). As anticipated, the largest asset account was for inventories, nearly 61 percent of all inventories reported by S Corporations. This division also reported the largest net worth, \$95.9 billion, nearly 30 percent of the net worth of all S Corporations.

The manufacturing division reported the second largest amount of total assets, \$201.6 billion. The largest asset account was for net depreciable assets,

26.9 percent of the total assets for the division. This division also accounted for \$87.7 billion in net worth for Tax Year 1996, or 27.0 percent of the net worth of all S Corporations.

The finance, insurance, and real estate division reported the third largest amount for total assets for Tax Year 1996 with \$198.7 billion. The real estate group was the dominant group in terms of number of returns and total assets for this division. The largest asset account was net depreciable assets, \$55.7 billion, accounting for 28.1 percent of the total.

The service division reported the fourth largest amount for total assets, \$165.4 billion. Net depreciable assets were the largest single asset account, \$62.6 billion, nearly 37.9 percent of the total assets of the division. Business services and "other" services, once again, contributed the largest amount to the division totals.

Data by Number of Shareholders

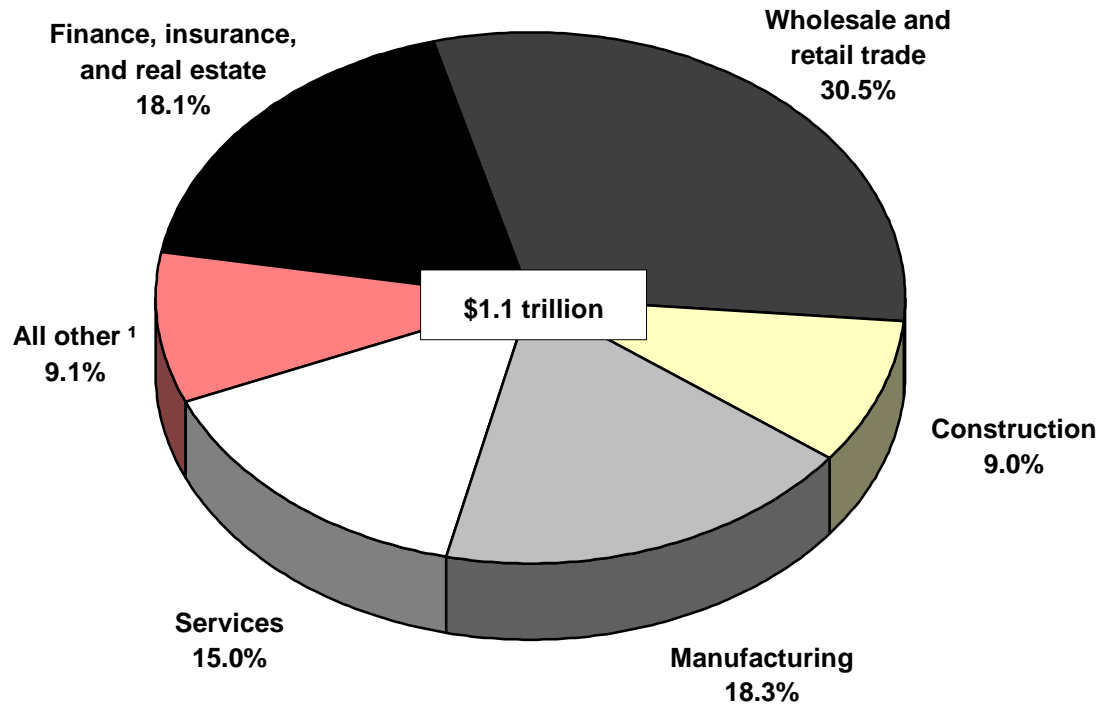
Despite gradual increases in the maximum number of allowable shareholders, 99.0 percent of all S Corporations were owned by ten or fewer shareholders for Tax Year 1996 (Figure B). Over 90 percent of total net income (less deficit) was derived from S Corporations with ten or fewer shareholders (Table 5). Average total net income for S Corporations with ten or fewer shareholders was \$49,500, compared to the average total net income of S Corporations with more than ten shareholders, \$575,000. S Corporations with ten or fewer shareholders had average total assets of \$440,900, while those with more than ten shareholders had average total assets of \$4.4 million. These statistics are consistent with prior years and confirm that S Corporations continued to be generally small with a small number of shareholders and that the larger the number of shareholders, the larger the company.

Summary

S Corporations continued to grow at a steady pace, as their number increased by 7.0 percent to over 2.3 million for Tax Year 1996. Increases in net income (less deficit) from a trade or business and in portfolio income (less loss) bolstered total net income (less deficit). Net income (less deficit) from a trade or business, alone, increased by 21.1 percent to \$93.1 billion. Portfolio income (less loss) showed an increase of 49.4 percent, mainly due to net long-term

Figure E

Total Assets, by Selected Industrial Division, Tax Year 1996



¹ Includes agriculture, forestry, and fishing; mining; transportation and public utilities; and nature of business not allocable.

capital gains (less loss). The growth in these two components of total net income (less deficit) contributed to the 26.3-percent increase in overall net income (less deficit) to \$125.2 billion. S Corporations continued to be held by a small number of shareholders, with 99 percent of all S Corporations being held by ten or fewer shareholders and 90 percent of total net income (less deficit) attributed to S Corporations with ten or fewer shareholders. Nearly three-fourths of all S Corporations were classified in the services, wholesale and retail trade, and finance, insurance, and real estate industrial divisions.

Data Sources and Limitations

The statistics for Tax Year 1996 are based on a sample of S Corporation income tax returns with

accounting periods ending July 1996 through June 1997 that posted to the Internal Revenue Service Business Master File between July 1996 and the end of June 1998.

The estimates in this article were based on a stratified probability sample of 24,864 S Corporation returns drawn from a total population of 2,420,886 returns. The stratification was based on combinations of total assets and net income (less deficit) from a trade or business. Sample rates ranged from 0.25 percent to 100 percent. The sample was selected after administrative processing but before audit examination. The selected sample included 24,315 active S Corporation returns; the remainder represented inactive corporations, i.e., those with neither receipts nor deductions. Based on this count, the number of active S Corporations for Tax Year 1996

S Corporation Returns, 1996

was estimated to be 2,304,416.

Because the estimates are based on a sample, they are subject to sampling error. Coefficients of variation (CV's) are used to measure the magnitude of this sampling error. The CV is defined in the section on sampling variability in the "SOI Sampling Methodology and Data Limitations" appendix of this publication. Figure F presents the coefficients of variation for S Corporations for selected variables by industrial division. The smaller the coefficient of variation, the more reliable the estimate is judged to be .

Notes and References

- [1] For purposes of this article, taxable corporation return types include Form 1120, Form 1120-A, Form 1120F, Form 1120L, and Form 1120-PC. Form 1120-REIT and Form 1120-RIC while not taxable corporations are included in the statistics along with all other corporations.
- [2] For more information on the growth of S Corporations in the wake of TRA 86, see Gill, Amy, "S Corporation Returns, 1992," Statistics of Income Bulletin, Spring 1995, Volume 14,

Number 4; Gill, Amy and Wittman, Susan, "S Corporation Election After the Tax Reform Act of 1986," Statistics of Income Bulletin, Spring 1998, Volume 17, Number 4.

- [3] For more information on the growth of S Corporations and the Revenue Reconciliation Act of 1993, see Wittman, Susan, "S Corporation Returns, 1995," Statistics of Income Bulletin, Spring 1998, Volume 17, Number 4.
- [4] Total net income for S Corporations is the result of combining net income (less deficit) from a trade or business, rental real estate net income (less deficit), net income (less deficit) from rentals other than real estate, and portfolio income. This constructed measure of S Corporation total net income (less deficit) allows for comparisons between S Corporation total net income (less deficit) and net income (less deficit) of a taxable corporation. It also allows comparisons to be made with data for S Corporations prior to 1987. Starting with Tax Year 1987, *Statistics of Income—Corporation Income Tax Returns* has presented annual data on S Corporations for only the receipts, deductions,

Figure F

Coefficients of Variation for Number of Returns, Number of Shareholders, Total Receipts, and Dividends, by Industrial Division, Tax Year 1996

Industrial division	Number of returns	Number of shareholders	Total receipts	Dividend income
	(1)	(2)	(3)	(4)
All industries ¹	0.27	0.85	0.72	4.31
Agriculture, forestry, and fishing.....	4.05	5.36	5.37	22.93
Mining.....	12.17	17.04	7.48	10.78
Construction.....	1.75	2.30	1.92	12.22
Manufacturing.....	3.18	4.21	1.84	8.05
Transportation and public utilities.....	4.03	4.70	7.45	11.81
Wholesale and retail trade.....	1.02	1.65	0.96	9.17
Finance, insurance, and real estate.....	1.35	2.75	3.49	8.24
Services.....	0.93	1.61	2.15	10.85

¹ Includes nature of business not allocable, not shown separately.

S Corporation Returns, 1996

and net income (or deficit) from a trade or business. Statistics were not published for portfolio income and rental income. Consequently, totals for these receipts and for the net income of all corporations are understated.

- [5] For further detail, see Internal Revenue Service, *Internal Revenue Code, Subchapter S, Section 1361(a)*. The Small Business Jobs Protection Act of 1996 modified some of the criteria in Section 1361. Provisions of this Act were effective for tax years beginning after December 31, 1996. One of the modifications was an increase in the number of shareholders allowed, from 35 to 75.
- [6] For income statement and balance sheet data for corporations in general, see *Statistics of Income—1996, Corporation Income Tax Returns*. See also *Source Book of Statistics of Income, Corporation Income Tax Returns*. *Source Book* data are classified by size of total assets for major and minor industrial groups for taxable corporations. For S Corporations, data are presented by size of total assets for each industrial division.
- [7] See Cruciano, Therese, “Individual Income Tax Returns, 1996,” *Statistics of Income Bulletin*, Fall 1998, Volume 18, Number 2.

- [8] For further detail, see Internal Revenue Service, *Internal Revenue Code, Subchapter S, Section 1374*. Also see Gill, Amy, “S Corporation Returns, 1992,” *Statistics of Income Bulletin*, Spring 1995, Volume 14, Number 4.
- [9] “Passive investment income” means gross receipts derived from royalties, rents, dividends, interest (excluding interest on installment sales of inventory to customers and income of certain lending and financing businesses), annuities, and sales or exchanges of stock or securities to the extent of any gains. “Excess net passive income” is the amount that bears the same ratio to net passive income as the amount of passive investment income that exceeds 25 percent of gross receipts bears to passive investment income.
- [10] The recapture of LIFO benefits applies to corporations that select S Corporation status after December 17, 1987. A regular, taxable corporation that maintains its inventory, using the last-in, first-out (LIFO) method for its last tax year before an S Corporation election, must include in gross income a LIFO recapture amount when it converts to S Corporation status. The LIFO recapture amount is the amount, if any, by which the inventory under the first-in, first-out (FIFO) method exceeds the inventory amount of such assets under the LIFO method.

SOURCE: IRS, *Statistics of Income Bulletin*, Spring 1999

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	All industries	Agriculture, forestry, and fishing	Mining					Nonmetallic minerals, except fuels
			Total	Metal mining	Coal mining	Oil and gas extraction		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	
Number of returns	2,304,416	82,712	15,950	*1,275	776	11,729	2,170	
Number of shareholders	4,440,778	209,992	39,318	*7,377	2,867	24,432	4,642	
Income from a trade or business:								
Total receipts ¹	2,618,094,172	48,474,500	14,563,056	*231,355	4,450,347	6,484,577	3,396,777	
Business receipts.....	2,571,988,996	46,028,622	13,366,578	*158,175	4,369,616	5,491,178	3,347,608	
Interest on Government obligations:								
State and local.....	719,651	16,934	11,168	*46	*2,616	5,805	*2,700	
Net gain, noncapital assets.....	5,687,811	223,612	211,793	*32,606	14,121	156,768	8,299	
Other receipts.....	39,697,715	2,205,331	973,518	*40,528	63,993	830,827	38,170	
Total deductions	2,524,235,678	47,622,777	12,857,681	*196,857	4,366,366	5,122,405	3,172,053	
Cost of goods sold.....	1,686,903,273	25,024,823	6,571,646	*69,782	2,701,546	1,872,514	1,927,805	
Compensation of officers.....	98,748,923	1,205,415	347,522	*1,499	32,254	203,016	110,753	
Salaries and wages.....	229,323,211	3,722,077	989,511	*8,416	225,988	571,230	183,878	
Repairs.....	16,881,022	1,077,014	278,337	*20,970	85,607	97,915	73,845	
Bad debts.....	5,445,328	32,950	28,144	*146	*4,422	15,436	8,141	
Rent paid on business property.....	53,480,778	1,601,706	154,340	*6,646	65,630	63,619	18,445	
Taxes paid.....	53,897,108	994,058	553,541	*11,139	162,607	261,277	118,518	
Interest paid.....	28,529,779	1,093,126	342,520	*2,628	98,056	175,274	66,563	
Amortization.....	3,232,667	34,890	35,745	*1,960	15,650	13,843	4,291	
Depreciation.....	44,778,017	2,125,391	722,192	*9,474	189,788	298,801	224,128	
Depletion.....	216,613	*11,552	132,432	*3,103	46,642	*16,371	66,316	
Advertising.....	25,016,854	141,915	17,524	*1	1,500	8,277	7,747	
Pension, profit-sharing, stock bonus, and annuity plans.....	8,525,203	58,069	55,612	*1,807	*9,359	16,542	27,904	
Employee benefit programs.....	17,847,342	213,242	282,542	*2,328	196,183	44,703	39,328	
Net loss, noncapital assets.....	550,963	23,491	12,704	--	*1,858	*10,275	*571	
Other deductions.....	250,858,598	10,263,061	2,333,370	*56,959	529,278	1,453,313	293,820	
Total receipts less total deductions ¹	93,858,493	851,722	1,705,375	*34,498	83,981	1,362,172	224,724	
Net income (less deficit)								
from a trade or business	93,138,842	834,788	1,694,207	*34,451	81,364	1,356,367	222,024	
Net income.....	132,544,004	2,848,672	2,112,621	*67,687	161,868	1,593,570	289,497	
Deficit.....	39,405,161	2,013,883	418,415	*33,235	80,504	237,203	67,473	
Portfolio income (less deficit)								
distributed to shareholders	28,610,573	453,743	561,600	*4,019	39,885	485,958	31,738	
Dividend income.....	1,167,715	25,043	39,607	--	*3,348	32,370	3,889	
Interest income.....	9,015,900	245,363	152,108	*3,983	21,617	104,444	22,064	
Royalty income (less loss).....	719,000	31,552	102,661	36	*3,622	99,004	--	
Net short-term capital gain (less loss).....	1,202,698	-4,031	21,810	--	*3,387	18,136	*287	
Net long-term capital gain (less loss).....	16,383,117	154,603	245,018	--	7,911	231,666	5,440	
Other portfolio income (net).....	122,143	*1,213	*395	--	--	*339	*57	
Real estate rental net income								
(less deficit)	2,870,283	74,399	12,226	*28	*2,271	10,432	-505	
Net income.....	4,738,874	103,337	14,306	*28	*2,386	10,629	1,263	
Deficit.....	1,868,592	28,938	*2,079	--	*115	*197	*1,768	
Net income (less deficit)								
from other rental activity	625,798	25,994	22,429	60	*9,675	*2,348	*10,346	
Net income.....	945,454	27,787	23,241	60	*9,675	*3,160	*10,346	
Deficit.....	319,656	*1,793	*811	--	--	*811	--	
Total net income (less deficit)	125,245,496	1,388,924	2,290,463	*38,559	133,195	1,855,105	263,603	
Net income.....	161,896,380	3,230,657	2,634,466	*69,989	194,205	2,044,209	326,063	
Deficit.....	36,650,884	1,841,732	344,003	*31,430	61,010	189,104	*62,459	

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Construction				Manufacturing			
	Total	General building contractors and operative builders	Heavy construction contractors	Special trade contractors	Total	Food and kindred products	Tobacco manufactures	Textile mill products
	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Number of returns.....	234,047	90,545	7,233	136,268	141,171	8,081	3	3,083
Number of shareholders.....	378,105	142,614	14,333	221,158	338,520	33,490	14	7,327
Income from a trade or business:								
Total receipts ¹.....	276,283,862	123,058,361	29,457,044	123,768,457	450,440,118	59,950,654	235,219	20,188,074
Business receipts.....	274,124,185	122,220,915	28,964,767	122,938,503	445,461,247	59,284,364	234,831	20,077,566
Interest on Government obligations:								
State and local.....	76,173	38,836	18,209	19,127	156,361	9,018	--	3,258
Net gain, noncapital assets.....	319,638	83,019	132,607	104,012	1,176,596	224,107	10	6,918
Other receipts.....	1,763,867	715,591	341,461	706,816	3,645,914	433,165	378	100,332
Total deductions.....	265,808,092	119,927,468	28,414,597	117,466,026	426,505,154	57,499,501	202,784	19,774,498
Cost of goods sold.....	207,100,144	103,371,899	22,285,625	81,442,620	311,295,340	45,151,628	163,519	15,517,415
Compensation of officers.....	9,474,124	2,857,435	875,513	5,741,175	14,186,869	958,637	3,580	479,175
Salaries and wages.....	12,995,285	3,483,591	1,200,410	8,311,284	26,510,695	2,687,960	6,977	888,820
Repairs.....	1,327,718	250,170	225,739	851,809	2,048,565	310,766	352	78,130
Bad debts.....	471,005	195,416	33,118	242,470	1,004,036	63,970	333	71,563
Rent paid on business property.....	2,334,064	564,070	183,480	1,586,515	4,458,977	402,308	1,568	184,252
Taxes paid.....	5,284,128	1,300,710	591,241	3,392,177	9,061,530	949,318	5,058	375,659
Interest paid.....	1,769,995	751,410	261,456	757,130	5,081,142	569,685	2,150	274,109
Amortization.....	52,493	16,814	2,577	33,103	430,500	52,815	85	8,967
Depreciation.....	4,062,183	758,398	1,110,746	2,193,038	10,510,009	1,202,532	2,428	489,122
Depletion.....	11,738	*259	11,357	*122	50,678	--	--	--
Advertising.....	775,712	307,829	32,207	435,677	3,734,258	873,331	2,615	42,632
Pension, profit-sharing, stock bonus, and annuity plans.....	875,492	216,017	133,906	525,569	1,915,389	173,286	604	48,099
Employee benefit programs.....	2,065,716	404,481	166,020	1,495,216	4,664,895	454,598	1,249	213,763
Net loss, noncapital assets.....	23,230	5,452	*582	17,195	50,027	2,942	--	*319
Other deductions.....	17,185,064	5,443,517	1,300,621	10,440,927	31,502,243	3,645,726	12,267	1,102,473
Total receipts less total deductions ¹.....	10,475,770	3,130,892	1,042,447	6,302,431	23,934,964	2,451,153	32,435	413,575
Net income (less deficit) from a trade or business.....	10,399,598	3,092,056	1,024,238	6,283,304	23,778,603	2,442,135	32,435	410,317
Net income.....	13,439,342	4,696,991	1,363,244	7,379,107	28,863,877	2,787,388	32,435	733,956
Deficit.....	3,039,744	1,604,935	339,006	1,095,803	5,085,274	345,252	--	323,639
Portfolio income (less deficit) distributed to shareholders.....	943,688	423,359	193,762	326,567	4,813,724	594,457	775	65,818
Dividend income.....	66,295	20,560	12,884	32,851	167,535	12,709	25	5,749
Interest income.....	687,672	324,051	139,693	223,928	1,250,601	137,484	659	51,217
Royalty income (less loss).....	*4,173	--	*4,172	*1	154,017	*45,419	6	--
Net short-term capital gain (less loss).....	15,523	7,908	2,650	4,965	25,382	1,710	39	315
Net long-term capital gain (less loss).....	164,438	65,585	33,786	65,068	3,205,306	396,396	46	8,538
Other portfolio income (net).....	5,586	*5,255	*577	*-245	10,884	*740	--	--
Real estate rental net income (less deficit).....	86,963	73,336	14,336	-709	101,473	4,309	36	7,989
Net income.....	121,211	96,597	14,393	10,221	121,320	7,177	41	8,570
Deficit.....	34,248	23,261	*56	10,931	19,847	2,868	5	*581
Net income (less deficit) from other rental activity.....	11,396	7,426	6,344	-2,374	39,360	*-114	--	*1,393
Net income.....	16,634	7,613	6,344	*2,676	47,990	*202	--	*1,401
Deficit.....	*5,238	187	--	*5,051	8,629	*316	--	8
Total net income (less deficit).....	11,441,644	3,596,176	1,238,681	6,606,787	28,733,161	3,040,787	33,246	485,518
Net income.....	14,275,423	5,087,448	1,527,377	7,660,599	33,400,086	3,341,519	33,246	791,337
Deficit.....	2,833,779	1,491,271	288,696	1,053,812	4,666,926	300,731	--	305,820

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Apparel and other textile products	Lumber and wood products	Furniture and fixtures	Paper and allied products	Printing and publishing	Chemical and allied products	Petroleum (including integrated) and coal products	Rubber and miscellaneous plastics products
	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)
Number of returns.....	6,648	8,526	4,811	2,156	28,248	6,124	382	5,697
Number of shareholders.....	12,976	19,972	9,610	5,163	54,770	13,627	736	14,180
Income from a trade or business:								
Total receipts ¹.....	27,561,745	24,173,223	10,269,378	17,778,142	39,416,750	19,513,687	2,392,577	25,462,548
Business receipts.....	27,164,032	23,851,429	10,172,129	17,647,450	38,373,810	19,341,909	2,353,604	25,298,684
Interest on Government obligations:								
State and local.....	3,748	2,401	*3,311	15,463	14,938	4,517	*59	12,202
Net gain, noncapital assets.....	22,276	93,847	13,113	26,742	268,470	10,989	*1,323	48,821
Other receipts.....	371,688	225,547	80,825	88,487	759,531	156,272	37,591	102,842
Total deductions.....	26,971,249	23,179,900	9,854,975	16,660,882	37,003,123	18,418,590	2,270,020	23,864,612
Cost of goods sold.....	19,867,293	17,923,401	7,182,195	12,690,182	20,690,179	12,711,222	1,808,193	17,512,695
Compensation of officers.....	945,901	556,170	302,773	468,212	2,082,416	546,568	35,673	834,662
Salaries and wages.....	1,852,267	1,034,946	500,239	948,679	4,486,880	1,255,288	93,685	1,215,318
Repairs.....	53,759	202,716	37,118	77,529	230,399	121,171	11,538	106,405
Bad debts.....	101,609	29,494	30,632	22,404	150,357	82,166	3,633	34,311
Rent paid on business property.....	400,975	133,317	125,976	151,671	686,032	221,673	12,364	190,688
Taxes paid.....	579,977	474,655	220,891	322,209	996,024	318,641	37,535	553,408
Interest paid.....	374,451	344,409	104,215	189,761	515,187	234,329	19,636	327,071
Amortization.....	13,021	16,625	5,589	12,682	81,502	34,389	*606	21,400
Depreciation.....	315,674	703,927	170,630	491,539	1,177,621	460,456	48,298	872,521
Depletion.....	--	*31,564	--	--	--	3,620	*1,246	--
Advertising.....	208,189	95,837	132,281	50,935	475,957	268,389	5,013	152,820
Pension, profit-sharing, stock bonus, and annuity plans.....	70,206	78,269	43,621	80,795	254,012	79,275	*6,568	110,873
Employee benefit programs.....	186,782	194,670	122,015	172,216	446,481	192,743	*12,336	319,252
Net loss, noncapital assets.....	*11,071	*469	*547	*800	6,874	2,900	--	2,670
Other deductions.....	1,990,072	1,359,434	876,253	981,269	4,723,202	1,885,760	173,695	1,610,516
Total receipts less total deductions ¹.....	590,496	993,323	414,402	1,117,260	2,413,627	1,095,097	122,558	1,597,937
Net income (less deficit) from a trade or business.....	586,748	990,923	411,092	1,101,797	2,398,689	1,090,580	122,499	1,585,735
Net income.....	1,201,115	1,245,122	575,261	1,249,091	2,844,445	1,353,601	132,451	1,821,347
Deficit.....	614,367	254,199	164,169	147,294	445,757	263,021	*9,952	235,612
Portfolio income (less deficit) distributed to shareholders.....	99,810	80,829	48,415	139,922	592,993	307,265	7,606	132,920
Dividend income.....	13,135	3,026	*1,032	7,503	25,674	6,006	(²)	7,137
Interest income.....	55,007	59,595	21,856	58,263	156,638	49,812	7,401	68,223
Royalty income (less loss).....	*2,137	*196	*8	*-22	*18,016	*3,249	*44	*6,240
Net short-term capital gain (less loss).....	*9,645	2,343	*99	-233	2,783	-1,507	*28	1,751
Net long-term capital gain (less loss).....	19,482	13,763	*24,152	74,310	385,582	249,385	*89	49,568
Other portfolio income (net).....	*403	*1,905	*1,269	102	*4,300	*321	*44	--
Real estate rental net income (less deficit).....	7,881	2,800	*725	-368	10,553	847	*-75	3,937
Net income.....	10,961	4,247	*725	*1,754	14,147	*1,000	--	6,007
Deficit.....	*3,080	*1,447	--	*2,122	3,594	*153	*75	*2,070
Net income (less deficit) from other rental activity.....	*483	4,224	*185	--	7,223	*1,144	*28	*2,504
Net income.....	*483	4,224	*185	--	7,231	*1,145	*28	*3,017
Deficit.....	--	--	--	--	*7	1	--	*513
Total net income (less deficit).....	694,922	1,078,776	460,417	1,241,351	3,009,458	1,399,837	130,058	1,725,095
Net income.....	1,285,561	1,314,512	615,200	1,378,958	3,378,523	1,652,353	139,946	1,932,676
Deficit.....	590,639	235,736	154,783	137,606	369,065	252,517	*9,888	207,581

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued						
	Leather and leather products	Stone, clay, and glass products	Primary metal industries	Fabricated metal products	Machinery, except electrical	Electrical and electronic equipment	Motor vehicles and equipment
	(24)	(25)	(26)	(27)	(28)	(29)	(30)
Number of returns.....	1,041	3,407	1,282	20,371	9,064	8,690	1,122
Number of shareholders.....	1,897	7,945	3,904	46,211	22,607	23,517	2,478
Income from a trade or business:							
Total receipts ¹.....	2,573,661	11,972,009	22,200,333	64,813,926	25,745,396	27,593,697	8,846,851
Business receipts.....	2,567,140	11,866,596	22,091,370	64,137,470	25,528,452	27,332,642	8,792,085
Interest on Government obligations:							
State and local.....	*930	4,945	3,293	25,356	7,153	30,995	*5,374
Net gain, noncapital assets.....	*965	19,660	46,361	199,623	48,731	38,314	11,985
Other receipts.....	4,626	80,809	59,310	451,477	161,059	191,747	37,407
Total deductions.....	2,507,843	11,096,278	21,414,948	60,533,180	23,910,029	25,661,127	8,332,867
Cost of goods sold.....	1,934,696	7,739,141	18,817,993	44,653,219	16,633,024	18,345,282	6,930,659
Compensation of officers.....	98,833	298,217	304,917	2,579,034	1,028,081	841,658	159,201
Salaries and wages.....	86,380	750,378	545,920	3,343,219	1,719,848	2,052,249	316,104
Repairs.....	6,318	102,475	80,008	280,308	88,470	85,617	26,846
Bad debts.....	6,930	25,809	39,324	112,959	51,162	65,102	6,800
Rent paid on business property.....	19,679	147,410	62,165	636,752	263,803	247,719	31,308
Taxes paid.....	46,854	272,557	247,399	1,444,171	628,211	557,182	159,693
Interest paid.....	31,076	142,168	173,788	705,811	323,094	254,676	73,076
Amortization.....	*10,928	13,968	8,788	41,178	23,589	16,688	4,284
Depreciation.....	28,872	476,629	376,530	1,646,852	661,448	527,347	150,005
Depletion.....	--	14,163	--	--	--	56	--
Advertising.....	31,920	53,971	26,873	297,942	217,898	253,291	34,112
Pension, profit-sharing, stock bonus, and annuity plans.....	*6,127	56,783	65,531	296,083	186,205	120,712	23,173
Employee benefit programs.....	30,982	134,891	143,757	826,314	421,688	275,289	105,058
Net loss, noncapital assets.....	--	*478	*823	12,792	*899	2,202	*1,243
Other deductions.....	168,247	867,241	521,131	3,656,546	1,662,608	2,016,057	311,305
Total receipts less total deductions ¹.....	65,817	875,731	785,385	4,280,746	1,835,366	1,932,571	513,984
Net income (less deficit) from a trade or business.....	64,887	870,786	782,092	4,255,390	1,828,213	1,901,575	508,610
Net income.....	131,032	1,027,110	952,173	4,894,290	2,105,670	2,250,729	537,348
Deficit.....	*66,145	156,324	170,081	638,900	277,457	349,153	*28,737
Portfolio income (less deficit) distributed to shareholders.....	12,688	56,542	145,842	384,530	165,663	1,287,092	268,076
Dividend income.....	*6,234	6,730	1,337	22,958	18,604	15,013	*5,533
Interest income.....	5,701	43,720	41,281	189,409	93,126	77,502	12,204
Royalty income (less loss).....	*38	*1,140	995	2,222	7,095	6,080	2,169
Net short-term capital gain (less loss).....	--	*-84	321	5,107	134	1,639	282
Net long-term capital gain (less loss).....	*715	4,973	*101,907	164,624	45,402	1,186,665	*247,888
Other portfolio income (net).....	--	*64	--	*210	*1,302	193	--
Real estate rental net income (less deficit).....	*-123	12,366	4,076	28,597	4,094	4,010	*229
Net income.....	*71	12,373	4,256	29,402	4,177	4,304	*267
Deficit.....	*194	*6	*181	805	*83	*293	38
Net income (less deficit) from other rental activity.....	*856	*285	*2,570	8,321	1,825	*4,531	*1,330
Net income.....	*856	*702	*2,583	9,301	*2,223	*4,531	*1,330
Deficit.....	--	*417	14	*980	*398	--	--
Total net income (less deficit).....	78,309	939,980	934,579	4,676,838	1,999,796	3,197,209	778,245
Net income.....	143,677	1,076,883	1,091,225	5,267,595	2,260,705	3,525,491	803,287
Deficit.....	*65,369	136,903	156,646	590,757	260,910	328,282	*25,042

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued			Transportation and public utilities			
	Transportation equipment, except motor vehicles	Instruments and related products	Miscellaneous manufacturing and manufacturing not allocable	Total	Transportation	Communication	Electric, gas, and sanitary services
	(31)	(32)	(33)	(34)	(35)	(36)	(37)
Number of returns.....	2,109	5,484	14,842	98,311	80,342	12,330	5,638
Number of shareholders.....	5,013	16,074	37,011	193,169	146,456	31,921	14,792
Income from a trade or business:							
Total receipts ¹.....	7,311,895	8,975,635	23,464,718	109,038,953	86,690,964	14,165,881	8,182,107
Business receipts.....	7,157,715	8,888,437	23,299,534	106,514,262	85,391,002	13,207,130	7,916,131
Interest on Government obligations:							
State and local.....	*2,697	*3,844	2,858	43,918	20,785	19,688	*3,445
Net gain, noncapital assets.....	47,662	34,456	12,222	1,085,323	523,180	531,817	30,326
Other receipts.....	103,820	48,898	150,104	1,395,449	755,998	407,247	232,205
Total deductions.....	6,885,441	8,188,697	22,274,611	106,489,164	85,215,524	13,427,420	7,846,221
Cost of goods sold.....	5,265,324	4,684,835	15,073,245	50,011,767	40,502,607	5,416,311	4,092,849
Compensation of officers.....	189,860	456,735	1,016,566	3,059,748	2,319,074	504,243	236,430
Salaries and wages.....	353,497	964,565	1,407,476	13,172,326	10,606,742	1,895,159	670,425
Repairs.....	28,838	33,876	85,925	1,922,860	1,696,826	115,479	110,556
Bad debts.....	23,470	28,820	53,188	401,045	182,143	183,595	35,307
Rent paid on business property.....	77,966	148,774	312,576	4,537,938	4,084,325	272,141	181,473
Taxes paid.....	184,215	225,163	462,709	3,234,365	2,576,731	385,194	272,440
Interest paid.....	75,473	84,667	262,312	1,899,146	1,253,516	449,044	196,585
Amortization.....	4,494	32,925	25,978	346,984	98,714	213,802	34,468
Depreciation.....	132,310	160,832	414,437	4,869,339	3,989,673	527,444	352,222
Depletion.....	--	--	*28	*1,592	--	--	*1,592
Advertising.....	38,000	119,867	352,384	746,502	383,485	333,304	29,714
Pension, profit-sharing, stock bonus, and annuity plans.....	42,198	73,280	99,691	281,864	217,728	44,501	19,636
Employee benefit programs.....	78,202	111,557	221,053	1,044,386	879,191	80,505	84,689
Net loss, noncapital assets.....	*17	*96	2,885	75,438	12,115	63,130	*192
Other deductions.....	391,577	1,062,705	2,484,157	20,883,863	16,412,653	2,943,568	1,527,642
Total receipts less total deductions ¹.....	426,454	786,938	1,190,108	2,549,788	1,475,440	738,462	335,886
Net income (less deficit) from a trade or business.....	423,757	783,094	1,187,249	2,505,871	1,454,655	718,774	332,441
Net income.....	516,244	898,077	1,574,992	5,519,628	3,376,681	1,547,694	595,253
Deficit.....	92,487	114,982	387,743	3,013,757	1,922,025	828,920	262,812
Portfolio income (less deficit) distributed to shareholders.....	31,692	97,401	293,386	2,581,942	930,285	1,509,477	142,181
Dividend income.....	3,127	1,467	4,536	36,592	18,260	16,155	2,178
Interest income.....	25,876	28,642	66,985	897,805	243,428	561,870	92,507
Royalty income (less loss).....	238	*22,172	36,573	*3,038	*2,879	--	*160
Net short-term capital gain (less loss).....	*449	*64	499	-36,814	2,055	-44,541	*5,673
Net long-term capital gain (less loss).....	2,002	*45,056	184,762	1,672,952	662,497	972,745	37,709
Other portfolio income (net).....	--	--	32	8,369	1,166	*3,248	*3,955
Real estate rental net income (less deficit).....	*2,449	*359	6,782	69,200	60,067	4,566	*4,567
Net income.....	*2,449	*1,157	8,236	82,823	71,145	4,855	*6,823
Deficit.....	--	*798	*1,454	13,622	11,078	*289	*2,255
Net income (less deficit) from other rental activity.....	*-1,716	*373	*3,914	57,694	37,004	17,517	*3,173
Net income.....	*4,260	*373	*3,914	119,572	96,901	19,498	*3,173
Deficit.....	*5,976	--	--	61,878	59,897	*1,981	--
Total net income (less deficit).....	456,182	881,227	1,491,332	5,214,707	2,482,012	2,250,334	482,361
Net income.....	546,466	982,757	1,838,169	8,040,558	4,317,767	3,019,113	703,678
Deficit.....	90,283	101,530	346,838	2,825,851	1,835,755	768,779	221,317

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade							
	Total	Wholesale trade				Retail trade		
		Total	Groceries and related products	Machinery, equipment, and supplies	Miscellaneous wholesale trade	Total	Building materials, garden supplies, and mobile home dealers	General merchandise stores
(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	
Number of returns.....	556,908	148,370	10,327	23,271	114,772	407,287	19,877	5,202
Number of shareholders.....	1,059,268	290,578	22,374	44,050	224,154	766,386	36,514	11,025
Income from a trade or business:								
Total receipts ¹.....	1,225,474,736	508,123,870	61,046,215	48,221,060	398,856,595	715,291,395	32,178,924	9,744,224
Business receipts.....	1,211,072,741	503,414,100	60,659,161	47,447,819	395,307,120	705,678,963	31,894,069	9,637,099
Interest on Government obligations:								
State and local.....	150,731	74,002	2,959	8,424	62,619	76,146	1,405	*1,003
Net gain, noncapital assets.....	809,704	381,721	78,119	84,408	219,194	427,855	14,355	*389
Other receipts.....	13,441,561	4,254,046	305,975	680,409	3,267,662	9,108,431	269,094	105,733
Total deductions.....	1,201,884,539	495,013,130	60,172,358	46,345,521	388,495,251	704,848,603	31,400,407	9,670,625
Cost of goods sold.....	938,458,997	403,220,667	52,197,162	35,106,734	315,916,771	533,768,019	22,974,346	6,405,270
Compensation of officers.....	23,800,574	11,076,209	1,030,858	1,408,959	8,636,391	12,689,550	859,655	242,471
Salaries and wages.....	83,378,301	27,494,504	2,575,808	3,350,572	21,568,124	55,719,970	2,911,768	1,140,457
Repairs.....	5,741,245	1,773,369	183,430	200,771	1,389,168	3,960,894	205,083	64,333
Bad debts.....	1,857,027	954,724	90,623	109,761	754,340	899,253	86,884	11,890
Rent paid on business property.....	21,978,596	4,991,868	452,824	516,218	4,022,826	16,944,014	581,648	461,401
Taxes paid.....	17,628,300	6,356,003	426,002	579,909	5,350,092	11,248,358	599,832	202,452
Interest paid.....	9,476,709	3,616,907	247,224	465,800	2,903,883	5,821,161	384,352	79,199
Amortization.....	933,025	306,899	49,053	16,061	241,785	621,327	11,119	8,854
Depreciation.....	10,797,837	3,928,366	307,109	629,025	2,992,232	6,834,639	322,688	87,310
Depletion.....	*4,630	*3,269	--	157	*3,112	*1,361	1,297	--
Advertising.....	12,975,664	2,578,975	228,183	222,984	2,127,808	10,377,818	328,119	198,605
Pension, profit-sharing, stock bonus, and annuity plans.....	1,916,818	1,151,040	85,966	182,564	882,509	764,212	80,726	14,437
Employee benefit programs.....	4,759,665	1,861,094	170,516	267,166	1,423,412	2,890,724	173,078	44,062
Net loss, noncapital assets.....	153,668	71,699	*135	3,119	68,445	81,934	*170	325
Other deductions.....	68,023,485	25,627,538	2,127,465	3,285,719	20,214,354	42,225,371	1,879,644	709,560
Total receipts less total deductions ¹.....	23,590,197	13,110,740	873,857	1,875,539	10,361,344	10,442,793	778,517	73,599
Net income (less deficit) from a trade or business.....	23,439,466	13,036,738	870,898	1,867,116	10,298,725	10,366,647	777,112	72,595
Net income.....	33,187,443	16,171,489	1,058,503	2,183,599	12,929,387	16,935,894	1,076,024	277,224
Deficit.....	9,747,977	3,134,751	187,606	316,484	2,630,662	6,569,247	298,912	204,629
Portfolio income (less deficit) distributed to shareholders.....	6,044,947	3,568,101	168,409	358,593	3,041,098	2,461,589	118,998	15,395
Dividend income.....	173,963	102,744	6,819	9,091	86,834	68,753	9,242	*1,656
Interest income.....	1,774,321	822,129	63,464	94,301	664,365	945,913	79,640	13,282
Royalty income (less loss).....	113,919	100,573	*13,755	508	86,311	13,346	*242	--
Net short-term capital gain (less loss).....	20,427	-1,690	185	*1,552	-3,427	22,027	559	23
Net long-term capital gain (less loss).....	3,956,172	2,540,139	83,803	253,058	2,203,278	1,409,609	29,073	*435
Other portfolio income (net).....	6,146	4,205	*383	*84	3,738	1,942	*243	--
Real estate rental net income (less deficit).....	318,741	128,220	6,456	11,163	110,601	189,509	21,349	3,639
Net income.....	369,447	141,521	10,393	11,653	119,475	226,914	24,461	*6,715
Deficit.....	50,706	13,301	*3,937	*490	8,875	37,405	*3,113	*3,076
Net income (less deficit) from other rental activity.....	169,789	93,468	*352	59,630	33,486	75,870	*965	--
Net income.....	195,641	103,056	*599	68,863	33,594	92,135	*966	--
Deficit.....	25,853	*9,588	*247	*9,233	*107	16,265	*1	--
Total net income (less deficit).....	29,972,943	16,826,527	1,046,115	2,296,502	13,483,910	13,093,615	918,424	91,630
Net income.....	39,008,036	19,600,493	1,204,348	2,581,558	15,814,587	19,320,215	1,182,351	284,916
Deficit.....	9,035,094	2,773,967	158,233	285,056	2,330,677	6,226,600	263,928	193,287

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued						
	Retail trade--continued						Wholesale and retail trade not allocable
	Food stores	Automotive dealers and service stations	Apparel and accessory stores	Furniture and home furnishing stores	Eating and drinking places	Miscellaneous retail stores	
(46)	(47)	(48)	(49)	(50)	(51)	(52)	
Number of returns.....	42,068	53,787	20,242	20,637	124,659	120,815	1,251
Number of shareholders.....	77,028	96,107	36,745	35,933	250,615	222,420	2,304
Income from a trade or business:							
Total receipts ¹.....	76,023,377	370,947,830	13,704,405	24,700,840	79,191,956	108,799,839	2,059,471
Business receipts.....	75,004,205	365,585,568	13,548,193	24,280,655	78,248,033	107,481,141	1,979,677
Interest on Government obligations:							
State and local.....	11,904	24,851	4,583	*5,595	3,162	23,642	*583
Net gain, noncapital assets.....	46,526	221,884	1,122	3,870	96,783	42,926	*127
Other receipts.....	960,742	5,115,526	150,507	410,720	843,978	1,252,131	79,084
Total deductions.....	74,933,529	367,393,577	13,579,897	23,871,177	78,225,498	105,773,893	2,022,807
Cost of goods sold.....	56,339,138	319,892,546	8,472,324	15,169,053	32,480,190	72,035,152	1,470,310
Compensation of officers.....	967,227	3,430,592	455,272	679,766	2,435,984	3,618,582	34,816
Salaries and wages.....	6,732,023	17,034,380	1,431,062	2,646,398	14,188,136	9,635,747	163,827
Repairs.....	575,689	962,449	65,789	144,450	1,398,850	544,251	6,982
Bad debts.....	56,858	285,120	32,999	99,215	70,226	256,061	3,051
Rent paid on business property.....	1,689,568	3,380,759	820,258	1,004,466	5,495,286	3,510,627	42,713
Taxes paid.....	1,291,241	3,126,323	286,179	513,518	3,392,676	1,836,138	23,939
Interest paid.....	445,581	2,665,746	130,514	174,237	1,024,022	917,511	38,641
Amortization.....	64,548	84,045	15,318	23,545	286,288	127,610	*4,799
Depreciation.....	944,571	1,752,915	143,936	264,239	1,983,529	1,335,451	34,833
Depletion.....	--	--	--	--	--	*64	--
Advertising.....	771,114	3,441,595	335,679	937,715	2,266,481	2,098,510	18,871
Pension, profit-sharing, stock bonus, and annuity plans.....	124,379	175,397	34,962	49,282	44,025	241,005	*1,567
Employee benefit programs.....	445,195	1,198,162	51,155	120,365	384,106	474,601	7,847
Net loss, noncapital assets.....	11,983	9,331	*3,468	*1,014	44,442	11,202	*35
Other deductions.....	4,474,414	9,954,217	1,300,982	2,043,913	12,731,258	9,131,382	170,576
Total receipts less total deductions ¹.....	1,089,848	3,554,253	124,508	829,663	966,459	3,025,946	36,664
Net income (less deficit) from a trade or business.....	1,077,944	3,529,401	119,925	824,069	963,296	3,002,304	36,081
Net income.....	1,565,783	4,869,691	487,303	984,182	3,094,113	4,581,574	80,060
Deficit.....	487,839	1,340,290	367,378	160,114	2,130,816	1,579,270	*43,979
Portfolio income (less deficit) distributed to shareholders.....	525,804	607,035	65,288	66,678	654,474	407,917	15,258
Dividend income.....	13,909	11,665	1,316	8,512	10,162	12,292	*2,466
Interest income.....	102,409	352,193	17,729	52,893	157,949	169,817	6,279
Royalty income (less loss).....	30	*669	*5	1,009	*1,160	*10,231	--
Net short-term capital gain (less loss).....	81	20,177	*628	*255	-6,027	6,332	*89
Net long-term capital gain (less loss).....	409,363	221,337	45,610	3,653	490,887	209,252	*6,424
Other portfolio income (net).....	*12	*994	--	*357	*343	*-7	--
Real estate rental net income (less deficit).....	28,127	45,771	*2,933	8,098	45,917	33,675	*1,012
Net income.....	32,035	55,987	*3,489	8,611	49,243	46,373	*1,012
Deficit.....	3,908	10,217	*556	*512	*3,326	12,698	--
Net income (less deficit) from other rental activity.....	*5,532	31,507	*581	*10,132	*-72	27,225	*451
Net income.....	*5,532	45,327	*581	*10,132	*2,318	27,278	*451
Deficit.....	--	13,821	--	--	*2,390	*53	--
Total net income (less deficit).....	1,637,407	4,213,714	188,727	908,977	1,663,616	3,471,120	52,801
Net income.....	2,083,285	5,472,309	545,499	1,049,228	3,735,172	4,967,455	87,328
Deficit.....	445,878	1,258,595	356,771	140,251	2,071,556	1,496,335	*34,527

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Finance, insurance, and real estate							
	Total	Banking	Credit agencies other than banks	Security, commodity brokers, and services	Insurance	Insurance agents, brokers, and services	Real estate	Holding and other investment companies, except bank holding companies
	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)
Number of returns	356,778	*109	11,642	12,540	--	45,358	264,591	22,538
Number of shareholders	818,106	*191	21,821	21,017	--	71,468	646,801	56,809
Income from a trade or business:								
Total receipts ¹	87,396,401	*151,493	5,717,632	10,284,850	--	16,803,846	51,464,028	2,974,552
Business receipts.....	80,733,584	*151,398	4,572,225	9,070,451	--	16,254,395	48,746,129	1,938,986
Interest on Government obligations:								
State and local.....	167,411	--	*2,396	47,564	--	9,855	50,120	57,476
Net gain, noncapital assets.....	308,594	--	56,448	38,929	--	6,077	205,046	2,094
Other receipts.....	6,186,812	*95	1,086,563	1,127,906	--	533,519	2,462,733	975,997
Total deductions	80,661,402	*104,535	5,220,061	9,263,327	--	14,962,328	48,300,699	2,810,452
Cost of goods sold.....	24,209,800	--	--	--	--	2,450,210	21,449,813	309,776
Compensation of officers.....	8,326,340	*9,720	497,085	2,218,649	--	2,380,136	2,881,553	339,197
Salaries and wages.....	12,740,324	*23,823	1,215,854	2,209,760	--	3,419,465	5,352,289	519,132
Repairs.....	614,311	*1,273	30,088	36,171	--	107,109	429,927	9,744
Bad debts.....	658,377	*756	270,945	28,335	--	61,645	285,759	10,937
Rent paid on business property.....	2,263,056	*8,843	178,458	269,913	--	640,645	1,118,652	46,545
Taxes paid.....	2,366,360	*3,777	190,434	332,183	--	531,503	1,240,969	67,495
Interest paid.....	3,305,782	*5,849	931,005	441,669	--	170,326	1,595,221	161,713
Amortization.....	225,749	*29	34,234	7,768	--	70,025	105,090	8,603
Depreciation.....	1,107,540	*1,302	73,783	97,280	--	196,979	690,325	47,871
Depletion.....	*2,177	--	*9	--	--	*25	*2,117	*26
Advertising.....	1,385,617	*4,925	118,063	90,800	--	305,184	856,932	9,713
Pension, profit-sharing, stock bonus, and annuity plans.....	491,089	*187	24,783	91,131	--	164,808	187,584	22,597
Employee benefit programs.....	661,122	--	46,070	75,933	--	199,608	312,874	26,636
Net loss, noncapital assets.....	81,956	*237	21,256	*6,581	--	*278	52,854	*750
Other deductions.....	22,221,801	*43,814	1,587,993	3,357,155	--	4,264,382	11,738,739	1,229,719
Total receipts less total deductions ¹	6,734,999	*46,958	497,571	1,021,523	--	1,841,518	3,163,329	164,100
Net income (less deficit)								
from a trade or business	6,567,588	*46,958	495,175	973,959	--	1,831,663	3,113,209	106,624
Net income.....	12,580,546	*48,221	1,046,874	2,030,581	--	2,113,573	6,087,891	1,253,406
Deficit.....	6,012,958	*1,263	551,699	1,056,622	--	281,910	2,974,682	1,146,782
Portfolio income (less deficit)								
distributed to shareholders	6,547,374	*288	401,669	1,903,050	--	283,376	2,130,144	1,828,847
Dividend income.....	489,522	--	6,267	55,371	--	25,244	78,027	324,613
Interest income.....	2,424,462	*288	223,384	363,415	--	163,796	1,173,445	500,134
Royalty income (less loss).....	138,126	--	*97	*219	--	*3	6,793	131,015
Net short-term capital gain (less loss).....	938,120	--	31,087	589,734	--	2,464	96,170	218,664
Net long-term capital gain (less loss).....	2,479,307	--	133,849	880,621	--	88,603	740,175	636,059
Other portfolio income (net).....	77,836	--	*6,984	13,690	--	*3,265	35,535	18,362
Real estate rental net income (less deficit)	1,891,402	*524	1,769	666	--	3,175	1,852,127	33,141
Net income.....	3,518,704	*524	7,952	*2,432	--	*7,827	3,436,361	63,607
Deficit.....	1,627,301	--	6,183	*1,766	--	*4,653	1,584,235	30,465
Net income (less deficit)								
from other rental activity	82,496	--	4,103	*651	--	*2,836	86,010	-11,104
Net income.....	117,251	--	*7,189	*651	--	*2,836	102,362	4,213
Deficit.....	34,755	--	*3,086	--	--	--	16,352	*15,317
Total net income (less deficit)	15,088,860	*47,770	902,716	2,878,326	--	2,121,049	7,181,490	1,957,509
Net income.....	20,974,039	*48,346	1,336,250	3,387,687	--	2,344,264	10,944,434	2,913,058
Deficit.....	5,885,179	*576	433,534	509,360	--	223,215	3,762,944	955,550

Footnotes at end of table.

S Corporation Returns, 1996

Table 1.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Services							Nature of business not allocable
	Total	Hotels and other lodging places	Personal services	Business services	Auto repair; miscellaneous repair services	Amusement and recreation services	Other services	
	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)
Number of returns.....	815,494	19,028	56,819	246,698	76,990	64,908	351,051	3,046
Number of shareholders.....	1,396,554	53,471	92,025	414,113	125,753	122,714	588,479	7,745
Income from a trade or business:								
Total receipts ¹.....	406,198,180	14,542,838	20,008,363	140,563,918	34,696,195	32,003,727	164,383,140	*224,366
Business receipts.....	394,464,342	14,193,664	19,702,077	136,284,538	33,996,010	30,593,097	159,694,956	*223,435
Interest on Government obligations:								
State and local.....	96,956	5,524	4,525	37,306	*274	12,672	36,655	--
Net gain, noncapital assets.....	1,552,551	35,115	52,157	569,094	439,374	258,257	198,554	--
Other receipts.....	10,084,330	308,534	249,604	3,672,979	260,537	1,139,701	4,452,975	*932
Total deductions.....	382,182,139	14,332,178	19,088,003	132,281,750	33,484,557	30,787,874	152,207,777	224,729
Cost of goods sold.....	124,077,272	2,196,358	6,572,814	54,006,762	16,581,571	7,848,643	36,871,124	*153,484
Compensation of officers.....	38,334,545	312,147	1,301,038	10,499,160	1,882,955	2,629,699	21,709,546	*13,786
Salaries and wages.....	75,804,660	2,863,875	3,593,779	25,528,429	4,126,546	5,053,922	34,638,109	*10,033
Repairs.....	3,870,644	521,935	278,426	907,650	347,365	692,325	1,122,942	*327
Bad debts.....	990,137	14,596	65,601	326,240	62,669	65,904	455,126	*2,607
Rent paid on business property.....	16,144,570	1,027,825	1,629,301	3,613,374	1,578,779	1,761,570	6,533,722	*7,530
Taxes paid.....	14,773,146	897,623	857,121	4,631,172	1,206,027	1,309,331	5,871,872	*1,680
Interest paid.....	5,561,358	1,035,371	232,233	1,269,480	644,902	777,352	1,602,021	*1
Amortization.....	1,173,282	48,257	60,450	218,960	43,278	575,161	227,175	--
Depreciation.....	10,582,342	959,097	523,376	3,147,570	1,907,952	1,575,500	2,468,847	*1,185
Depletion.....	*1,816	--	*725	*41	--	*133	*917	--
Advertising.....	5,237,956	407,607	498,566	1,641,343	482,461	720,141	1,487,837	*1,706
Pension, profit-sharing, stock bonus, and annuity plans.....	2,929,765	10,141	58,149	730,899	53,964	97,499	1,979,113	*1,103
Employee benefit programs.....	4,155,637	126,288	173,412	1,372,441	271,918	205,116	2,006,461	*137
Net loss, noncapital assets.....	128,316	20,100	*20,225	18,026	23,854	12,919	33,190	*2,134
Other deductions.....	78,416,693	3,890,958	3,222,784	24,370,202	4,270,315	7,462,659	35,199,775	*29,017
Total receipts less total deductions ¹.....	24,016,041	210,660	920,360	8,282,168	1,211,638	1,215,852	12,175,363	-363
Net income (less deficit) from a trade or business.....	23,919,085	205,135	915,835	8,244,861	1,211,364	1,203,181	12,138,708	-363
Net income.....	33,973,434	969,436	1,348,643	11,263,582	1,779,379	3,088,966	15,523,427	*18,440
Deficit.....	10,054,350	764,301	432,808	3,018,721	568,015	1,885,785	3,384,719	*18,803
Portfolio income (less deficit) distributed to shareholders.....	6,662,405	180,720	332,434	2,783,792	68,931	1,622,686	1,673,843	*1,150
Dividend income.....	169,157	8,416	6,426	68,834	3,493	19,307	62,682	--
Interest income.....	1,582,420	144,447	48,802	601,373	54,066	233,526	500,206	*1,150
Royalty income (less loss).....	171,513	*4,858	2,687	44,653	382	76,610	42,323	--
Net short-term capital gain (less loss).....	222,282	-2,670	869	63,417	*330	17,791	142,544	--
Net long-term capital gain (less loss).....	4,505,321	24,301	272,357	1,997,035	10,660	1,275,247	925,719	--
Other portfolio income (net).....	11,713	*1,368	*1,293	8,480	--	*204	*368	--
Real estate rental net income (less deficit).....	315,460	72,021	22,483	61,289	28,161	35,690	95,816	*418
Net income.....	407,311	82,883	22,915	103,273	34,577	41,785	121,878	*418
Deficit.....	91,850	10,861	*432	41,984	*6,416	*6,095	26,062	--
Net income (less deficit) from other rental activity.....	216,640	*350	*351	165,830	16,577	-5,608	39,139	--
Net income.....	397,339	*402	*372	289,039	60,126	5,771	41,628	--
Deficit.....	180,699	*52	*21	123,209	*43,549	*11,378	*2,489	--
Total net income (less deficit).....	31,113,590	458,227	1,271,104	11,255,773	1,325,033	2,855,949	13,947,505	1,204
Net income.....	40,313,108	1,156,392	1,682,126	13,972,146	1,909,341	4,585,897	17,007,204	*20,007
Deficit.....	9,199,517	698,165	411,022	2,716,373	584,309	1,729,949	3,059,699	*18,803

* Estimate should be used with caution because of the small number of sample returns on which it is based.

** Data deleted to avoid disclosure of information for specific corporations. Deleted data are included in the appropriate totals.

¹ Includes interest on Government obligations: State and local, which is not reflected in net income (less deficit) from a trade or business.

² Less than \$500.

NOTE: Detail may not add to total due to rounding.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	All industries	Agriculture, forestry, and fishing	Mining				
			Total	Metal mining	Coal mining	Oil and gas extraction	Nonmetallic minerals, except fuels
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Number of returns.....	1,426,650	47,591	9,336	*514	334	6,961	1,527
Number of shareholders.....	2,731,324	119,118	20,574	*928	1,531	14,975	3,140
Income from a trade or business:							
Total receipts ¹.....	2,142,887,981	36,113,312	12,354,480	*228,650	3,367,796	5,896,236	2,861,798
Business receipts.....	2,104,394,833	34,529,081	11,352,040	*155,594	3,314,209	5,055,560	2,826,676
Interest on Government obligations:							
State and local.....	625,048	13,079	9,225	*46	*705	5,773	*2,700
Net gain, noncapital assets.....	4,725,665	155,904	197,339	*32,481	13,977	145,377	5,503
Other receipts.....	33,142,436	1,415,247	795,876	*40,528	38,904	689,525	26,919
Total deductions.....	2,012,406,301	33,292,278	10,258,744	*160,917	3,210,463	4,313,604	2,573,760
Cost of goods sold.....	1,378,184,052	19,266,133	5,092,753	*69,780	1,706,187	1,694,354	1,622,432
Compensation of officers.....	81,813,344	996,952	294,582	*1,428	31,277	167,299	94,578
Salaries and wages.....	177,414,977	2,539,592	863,117	*1,372	222,627	497,460	141,658
Repairs.....	12,378,172	736,076	229,873	*19,976	67,444	88,207	54,246
Bad debts.....	3,448,176	18,514	19,246	*146	*4,248	10,406	4,447
Rent paid on business property.....	38,953,242	1,113,274	131,066	*3,719	61,289	49,246	16,813
Taxes paid.....	41,793,990	671,110	454,421	*9,622	137,064	222,431	85,304
Interest paid.....	18,455,255	563,269	273,876	*2,587	81,949	137,074	52,265
Amortization.....	2,131,359	11,733	25,801	--	*11,272	10,646	3,883
Depreciation.....	31,502,214	1,262,169	601,815	*7,682	150,909	251,329	191,895
Depletion.....	162,883	*3,367	115,644	*3,103	*37,143	*16,371	59,027
Advertising.....	18,963,349	103,992	14,541	*1	1,195	6,887	6,459
Pension, profit-sharing, stock bonus, and annuity plans.....	7,234,493	52,152	46,723	*1,653	*8,767	15,397	20,907
Employee benefit programs.....	14,077,379	146,964	244,530	*2,328	186,266	38,009	17,926
Net loss, noncapital assets.....	189,541	*7,216	*1,501	--	*6	*924	*571
Other deductions.....	185,703,875	5,799,764	1,849,255	*37,522	502,820	1,107,565	201,349
Total receipts less total deductions ¹.....	130,481,680	2,821,034	2,095,736	*67,733	157,333	1,582,632	288,038
Net income (less deficit)							
from a trade or business.....	129,856,632	2,807,954	2,086,511	*67,687	156,628	1,576,859	285,338
Net income.....	132,473,979	2,848,573	2,111,574	*67,687	161,868	1,593,570	288,450
Deficit.....	2,617,347	40,619	25,063	--	*5,240	16,711	*3,112
Portfolio income (less deficit)							
distributed to shareholders.....	27,128,263	327,128	517,495	*2,274	30,852	455,130	29,239
Dividend income.....	1,056,191	13,938	37,254	--	*2,511	30,950	3,793
Interest income.....	7,720,540	184,905	126,684	*2,274	15,361	88,108	20,941
Royalty income (less loss).....	643,344	9,837	89,798	--	*2,775	87,023	--
Net short-term capital gain (less loss).....	1,254,731	-1,535	21,033	--	*3,460	17,286	*287
Net long-term capital gain (less loss).....	16,341,413	118,952	242,452	--	*6,746	231,546	4,160
Other portfolio income (net).....	112,044	*1,029	*273	--	--	*217	*57
Real estate rental net income (less deficit).....	4,156,690	73,937	12,654	*28	*1,600	9,872	1,153
Net income.....	4,412,759	77,180	13,075	*28	*1,715	10,069	1,263
Deficit.....	256,069	3,243	*421	--	*115	*197	*110
Net income (less deficit)							
from other rental activity.....	754,794	21,638	17,806	--	*5,125	*2,348	*10,333
Net income.....	801,903	21,910	18,617	--	*5,125	*3,160	*10,333
Deficit.....	47,109	*272	*811	--	--	*811	--
Total net income.....	161,896,380	3,230,657	2,634,466	*69,989	194,205	2,044,209	326,063

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Construction				Manufacturing			
	Total	General building contractors and operative builders	Heavy construction contractors	Special trade contractors	Total	Food and kindred products	Tobacco manufactures	Textile mill products
	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Number of returns.....	164,878	59,309	5,050	100,519	89,675	5,371	3	2,198
Number of shareholders.....	269,192	94,740	10,047	164,405	217,506	23,912	14	5,172
Income from a trade or business:								
Total receipts ¹.....	231,398,271	103,106,675	24,080,004	104,211,592	375,883,088	50,421,083	235,219	14,354,474
Business receipts.....	229,520,492	102,271,942	23,750,876	103,497,674	371,838,473	49,785,242	234,831	14,310,319
Interest on Government obligations:								
State and local.....	64,229	35,218	13,461	15,550	151,962	8,006	--	3,258
Net gain, noncapital assets.....	227,366	64,937	89,886	72,543	1,081,466	213,063	10	4,091
Other receipts.....	1,586,183	734,578	225,781	625,824	2,811,186	414,772	378	36,805
Total deductions.....	217,961,145	98,400,284	22,726,128	96,834,734	347,083,232	47,656,825	202,784	13,632,689
Cost of goods sold.....	171,857,069	85,794,520	17,968,563	68,093,986	253,686,543	37,384,924	163,519	10,858,903
Compensation of officers.....	7,785,467	2,284,041	720,586	4,780,840	12,070,926	841,477	3,580	386,189
Salaries and wages.....	10,405,002	2,814,783	940,138	6,650,082	21,463,884	2,194,394	6,977	488,907
Repairs.....	1,018,849	193,380	131,409	694,060	1,654,466	240,686	352	47,134
Bad debts.....	241,271	45,829	23,075	172,367	684,873	51,902	333	33,607
Rent paid on business property.....	1,804,361	428,422	137,709	1,238,230	3,509,451	305,909	1,568	124,695
Taxes paid.....	4,264,832	1,065,959	467,819	2,731,054	7,468,528	815,011	5,058	258,224
Interest paid.....	1,215,640	493,283	182,716	539,642	3,610,994	402,878	2,150	148,554
Amortization.....	39,196	12,319	1,514	25,363	307,157	37,747	85	5,385
Depreciation.....	3,127,558	597,542	892,065	1,637,952	8,319,345	970,788	2,428	338,346
Depletion.....	10,838	*259	10,457	*122	25,237	--	--	--
Advertising.....	567,804	215,612	19,369	332,822	3,102,850	786,575	2,615	25,665
Pension, profit-sharing, stock bonus, and annuity plans.....	706,661	196,404	117,818	392,440	1,747,004	159,783	604	38,752
Employee benefit programs.....	1,571,416	327,959	121,481	1,121,977	3,853,591	378,732	1,249	142,440
Net loss, noncapital assets.....	17,313	3,940	*582	12,791	27,927	2,072	--	*319
Other deductions.....	13,327,867	3,926,033	990,827	8,411,008	25,550,455	3,083,948	12,267	735,568
Total receipts less total deductions ¹.....	13,437,126	4,706,391	1,353,876	7,376,858	28,799,855	2,764,257	32,435	721,785
Net income (less deficit) from a trade or business.....	13,372,896	4,671,174	1,340,415	7,361,308	28,647,893	2,756,251	32,435	718,527
Net income.....	13,438,168	4,695,995	1,363,244	7,378,929	28,862,107	2,787,388	32,435	733,956
Deficit.....	65,271	24,822	22,829	17,621	214,214	31,137	--	*15,429
Portfolio income (less deficit) distributed to shareholders.....	835,362	357,643	173,515	304,204	4,630,195	582,681	775	65,012
Dividend income.....	54,754	14,817	11,324	28,612	152,119	12,322	25	5,749
Interest income.....	594,037	265,288	125,307	203,442	1,111,725	126,772	659	42,661
Royalty income (less loss).....	*4,095	--	*4,094	*1	134,003	*45,405	6	--
Net short-term capital gain (less loss).....	17,633	10,010	1,786	5,837	31,948	1,789	39	3,542
Net long-term capital gain (less loss).....	162,200	64,686	30,958	66,557	3,190,655	395,654	46	13,061
Other portfolio income (net).....	*2,643	*2,841	*47	*-245	9,746	*740	--	--
Real estate rental net income (less deficit).....	58,984	52,256	9,005	-2,277	91,007	2,733	36	6,463
Net income.....	83,513	66,512	9,030	7,972	104,022	5,075	41	*7,043
Deficit.....	24,529	14,256	*25	10,249	13,015	2,342	5	*581
Net income (less deficit) from other rental activity.....	8,181	6,374	4,442	*-2,636	30,991	*-147	--	*1,336
Net income.....	13,179	6,561	4,442	*2,176	33,095	*169	--	*1,344
Deficit.....	*4,998	187	--	*4,811	2,104	*316	--	8
Total net income.....	14,275,423	5,087,448	1,527,377	7,660,599	33,400,086	3,341,519	33,246	791,337

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Apparel and other textile products	Lumber and wood products	Furniture and fixtures	Paper and allied products	Printing and publishing	Chemical and allied products	Petroleum (including integrated) and coal products	Rubber and miscellaneous plastics products
	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)
Number of returns.....	3,544	5,589	2,512	1,147	18,230	3,911	266	3,957
Number of shareholders.....	7,095	14,266	4,865	3,370	35,478	9,999	602	10,834
Income from a trade or business:								
Total receipts ¹.....	20,461,251	19,554,048	7,974,735	15,895,035	33,967,583	17,365,186	2,059,599	22,518,079
Business receipts.....	20,140,605	19,270,515	7,892,400	15,768,459	33,396,401	17,204,344	2,022,805	22,359,901
Interest on Government obligations:								
State and local.....	3,646	2,353	*3,305	14,426	14,561	4,517	*59	12,088
Net gain, noncapital assets.....	12,636	86,302	12,712	25,503	265,713	10,693	*109	44,663
Other receipts.....	304,365	194,878	66,319	86,647	290,907	145,633	*36,626	101,427
Total deductions.....	19,262,082	18,309,825	7,402,546	14,635,870	31,149,749	16,018,289	1,927,089	20,691,767
Cost of goods sold.....	14,366,775	14,198,568	5,495,974	11,202,587	17,745,052	11,140,500	1,620,114	15,256,321
Compensation of officers.....	760,991	486,787	246,828	393,765	1,667,105	510,133	*26,102	738,670
Salaries and wages.....	1,251,381	808,318	317,092	867,365	3,721,278	1,054,291	59,446	1,022,926
Repairs.....	36,250	140,361	24,784	70,355	195,232	111,764	*4,397	95,498
Bad debts.....	41,642	25,014	17,648	19,695	116,652	49,130	*2,573	29,129
Rent paid on business property.....	269,652	104,152	68,998	135,358	582,990	182,360	*7,203	157,627
Taxes paid.....	396,554	386,085	166,875	279,068	836,383	269,799	25,580	466,153
Interest paid.....	237,580	235,288	60,469	148,986	381,661	180,309	12,928	251,756
Amortization.....	9,452	9,630	4,463	10,912	66,594	31,397	*255	12,007
Depreciation.....	203,603	512,745	115,643	424,864	939,617	389,605	38,635	729,211
Depletion.....	--	*8,938	--	--	--	3,620	*646	--
Advertising.....	165,499	89,565	68,179	47,368	381,972	225,249	4,696	128,777
Pension, profit-sharing, stock bonus, and annuity plans.....	57,423	69,922	41,984	78,197	212,613	78,429	*4,655	106,898
Employee benefit programs.....	114,029	166,216	94,883	148,548	371,732	170,616	*7,883	281,215
Net loss, noncapital assets.....	*1,595	*127	*422	*800	*5,494	*974	--	1,795
Other deductions.....	1,349,656	1,068,109	678,303	808,002	3,925,373	1,620,113	111,975	1,413,785
Total receipts less total deductions ¹.....	1,199,169	1,244,223	572,189	1,259,165	2,817,833	1,346,897	132,510	1,826,312
Net income (less deficit) from a trade or business.....	1,195,523	1,241,870	568,884	1,244,739	2,803,272	1,342,380	132,451	1,814,224
Net income.....	1,201,115	1,245,122	575,261	1,249,091	2,844,445	1,353,601	132,451	1,819,577
Deficit.....	*5,592	*3,252	*6,377	*4,352	41,173	*11,221	--	*5,353
Portfolio income (less deficit) distributed to shareholders.....	80,449	67,907	45,414	133,827	562,525	307,993	7,562	112,799
Dividend income.....	12,506	2,601	*1,027	6,907	22,854	6,005	(²)	6,746
Interest income.....	40,364	53,351	19,182	55,747	142,814	48,254	7,401	56,776
Royalty income (less loss).....	*955	*20	*8	*-22	*5,417	*3,249	--	*3,105
Net short-term capital gain (less loss).....	*9,579	*2,331	*91	*-457	2,677	779	*28	1,682
Net long-term capital gain (less loss).....	*16,642	7,699	*23,838	71,645	384,484	249,385	*89	44,489
Other portfolio income (net).....	*403	*1,905	*1,269	7	*4,279	*321	*44	--
Real estate rental net income (less deficit).....	9,106	2,885	*716	392	9,719	836	*-75	3,691
Net income.....	9,106	3,913	*716	*1,754	12,817	*989	--	5,195
Deficit.....	--	*1,029	--	*1,362	3,098	*153	*75	*1,504
Net income (less deficit) from other rental activity.....	*483	*1,851	*185	--	3,007	*1,144	8	*1,963
Net income.....	*483	*1,851	*185	--	3,014	*1,145	8	*1,963
Deficit.....	--	--	--	--	*7	1	--	--
Total net income.....	1,285,561	1,314,512	615,200	1,378,958	3,378,523	1,652,353	139,946	1,932,676

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued						
	Leather and leather products	Stone, clay, and glass products	Primary metal industries	Fabricated metal products	Machinery, except electrical	Electrical and electronic equipment	Motor vehicles and equipment
	(24)	(25)	(26)	(27)	(28)	(29)	(30)
Number of returns	536	2,557	981	14,277	5,151	4,973	717
Number of shareholders	1,295	6,475	2,925	33,371	13,282	11,443	1,702
Income from a trade or business:							
Total receipts ¹	2,296,224	10,469,487	14,526,681	56,112,052	22,252,867	23,059,944	7,831,037
Business receipts.....	2,292,158	10,385,761	14,425,703	55,512,447	22,056,675	22,826,443	7,775,954
Interest on Government obligations:							
State and local.....	*930	4,945	3,293	24,719	6,916	30,727	*5,374
Net gain, noncapital assets.....	*906	11,100	46,177	179,186	42,014	35,044	11,802
Other receipts.....	2,229	67,681	51,508	395,700	147,262	167,731	37,907
Total deductions	2,164,854	9,443,194	13,573,098	51,218,087	20,146,845	20,781,498	7,288,394
Cost of goods sold.....	1,688,902	6,638,841	11,487,776	38,036,532	14,086,000	14,961,309	6,019,087
Compensation of officers.....	96,108	280,689	277,280	2,128,136	872,142	706,508	156,519
Salaries and wages.....	72,788	623,385	451,917	2,815,007	1,450,238	1,685,729	290,556
Repairs.....	5,460	91,712	69,235	227,837	74,180	74,272	25,397
Bad debts.....	1,952	22,644	19,893	99,886	44,226	36,878	6,210
Rent paid on business property.....	18,131	123,964	49,302	509,286	204,553	194,156	24,334
Taxes paid.....	42,028	239,591	200,614	1,229,315	543,642	427,093	143,587
Interest paid.....	25,337	98,270	123,486	513,720	249,154	166,913	59,593
Amortization.....	*1,881	12,133	7,447	27,816	19,903	10,666	3,623
Depreciation.....	23,455	398,109	277,983	1,323,558	542,469	409,868	131,001
Depletion.....	--	11,976	--	--	--	56	--
Advertising.....	28,170	47,849	25,079	271,124	168,459	208,978	27,332
Pension, profit-sharing, stock bonus, and annuity plans.....	*4,673	53,971	60,791	272,213	176,577	110,361	22,358
Employee benefit programs.....	27,606	107,599	125,276	706,962	364,797	202,301	92,047
Net loss, noncapital assets.....	--	*478	*807	6,236	*899	1,818	*1,243
Other deductions.....	128,361	691,983	396,213	3,050,459	1,349,608	1,584,591	285,508
Total receipts less total deductions ¹	131,370	1,026,293	953,583	4,893,965	2,106,022	2,278,446	542,644
Net income (less deficit)							
from a trade or business	130,439	1,021,347	950,290	4,869,246	2,099,106	2,247,719	537,270
Net income.....	131,032	1,027,110	952,173	4,894,290	2,105,670	2,250,729	537,348
Deficit.....	*593	*5,762	*1,883	25,044	*6,564	*3,010	*78
Portfolio income (less deficit)							
distributed to shareholders	12,630	47,762	134,290	364,465	156,333	1,273,751	264,420
Dividend income.....	*6,234	3,380	1,256	22,207	18,387	10,330	*5,533
Interest income.....	5,642	37,432	29,863	169,471	84,714	70,910	11,500
Royalty income (less loss).....	*38	*1,092	995	2,222	6,963	*5,834	188
Net short-term capital gain (less loss).....	--	*821	267	5,038	134	*1,680	282
Net long-term capital gain (less loss).....	*715	4,973	*101,907	165,317	45,854	1,184,803	*246,918
Other portfolio income (net).....	--	*64	--	*210	*281	193	--
Real estate rental net income (less deficit)	*-123	8,133	4,076	26,530	3,405	3,420	*267
Net income.....	*71	8,140	4,256	27,335	3,487	3,471	*267
Deficit.....	*194	*6	*181	805	*83	*51	--
Net income (less deficit)							
from other rental activity	*731	*-360	*2,570	7,354	1,862	*600	*1,330
Net income.....	*731	*57	*2,583	*8,333	*2,223	*600	*1,330
Deficit.....	--	*417	14	*980	*361	--	--
Total net income	143,677	1,076,883	1,091,225	5,267,595	2,260,705	3,525,491	803,287

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued			Transportation and public utilities			
	Transportation equipment, except motor vehicles	Instruments and related products	Miscellaneous manufacturing and manufacturing not allocable	Total	Transportation	Communication	Electric, gas, and sanitary services
	(31)	(32)	(33)	(34)	(35)	(36)	(37)
Number of returns.....	1,566	3,882	8,307	55,797	43,457	8,052	4,288
Number of shareholders.....	3,563	8,677	19,166	114,921	83,899	21,082	9,940
Income from a trade or business:							
Total receipts ¹.....	6,139,207	8,430,460	19,958,838	79,878,889	63,115,773	10,486,588	6,276,529
Business receipts.....	6,006,407	8,351,565	19,819,540	77,896,954	62,086,731	9,788,707	6,021,516
Interest on Government obligations:							
State and local.....	*2,225	*3,844	2,770	42,998	19,871	19,688	*3,439
Net gain, noncapital assets.....	34,831	34,430	10,481	846,215	408,074	410,234	27,907
Other receipts.....	95,744	40,620	126,048	1,092,721	601,096	267,959	223,666
Total deductions.....	5,622,230	7,541,027	18,414,490	74,531,021	59,778,589	9,051,200	5,701,231
Cost of goods sold.....	4,380,659	4,338,491	12,615,709	37,447,150	30,724,868	3,784,277	2,938,005
Compensation of officers.....	158,442	435,318	898,159	2,132,305	1,578,491	396,900	156,914
Salaries and wages.....	280,866	900,646	1,100,377	8,726,586	6,899,168	1,329,134	498,285
Repairs.....	15,464	30,786	73,308	1,129,528	944,007	95,137	90,384
Bad debts.....	15,347	19,159	31,353	186,611	89,344	90,238	7,029
Rent paid on business property.....	72,505	132,231	240,475	3,202,740	2,867,153	187,224	148,362
Taxes paid.....	145,166	213,168	379,536	2,188,567	1,684,182	276,794	227,592
Interest paid.....	49,804	62,654	199,504	1,005,890	629,765	234,922	141,203
Amortization.....	1,057	16,591	18,116	174,083	36,366	108,510	29,207
Depreciation.....	79,424	130,269	337,725	2,762,596	2,213,527	293,579	255,489
Depletion.....	--	--	--	--	--	--	--
Advertising.....	31,114	116,615	251,971	452,340	237,205	197,480	17,655
Pension, profit-sharing, stock bonus, and annuity plans.....	28,937	69,509	98,355	215,718	156,229	43,095	16,394
Employee benefit programs.....	64,007	102,470	182,982	723,530	608,827	49,609	65,094
Net loss, noncapital assets.....	*17	*96	*2,734	34,955	6,409	28,365	*182
Other deductions.....	299,423	973,023	1,984,188	14,148,424	11,103,047	1,935,939	1,109,438
Total receipts less total deductions ¹.....	516,977	889,433	1,544,348	5,347,868	3,337,183	1,435,388	575,297
Net income (less deficit)							
from a trade or business.....	514,752	885,589	1,541,578	5,304,870	3,317,312	1,415,700	571,858
Net income.....	516,244	898,077	1,574,992	5,517,111	3,374,164	1,547,694	595,253
Deficit.....	1,492	*12,488	*33,414	212,240	56,851	131,994	23,395
Portfolio income (less deficit)							
distributed to shareholders.....	26,399	96,810	286,391	2,601,247	891,056	1,584,633	125,558
Dividend income.....	*2,080	1,467	4,502	34,533	16,264	16,099	2,170
Interest income.....	22,169	28,051	57,991	817,662	191,526	549,185	76,951
Royalty income (less loss).....	83	*22,172	*36,272	*3,029	*2,870	--	*160
Net short-term capital gain (less loss).....	*562	*64	1,021	-35,776	2,052	-43,518	*5,691
Net long-term capital gain (less loss).....	*1,505	*45,056	186,574	1,776,769	677,273	1,062,862	36,633
Other portfolio income (net).....	--	--	32	5,031	*1,071	*5	*3,955
Real estate rental net income (less deficit).....	*1,068	*359	7,372	70,495	63,539	2,388	*4,567
Net income.....	*1,068	*1,157	8,119	73,581	64,082	*2,677	*6,823
Deficit.....	--	*798	*748	3,087	*543	*289	*2,255
Net income (less deficit) from other rental activity.....	*4,247	--	*2,828	63,946	45,860	16,392	*1,694
Net income.....	*4,247	--	*2,828	74,440	54,374	*18,372	*1,694
Deficit.....	--	--	--	*10,494	*8,514	*1,981	--
Total net income.....	546,466	982,757	1,838,169	8,040,558	4,317,767	3,019,113	703,678

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade							
	Total	Wholesale trade				Retail trade		
		Total	Groceries and related products	Machinery, equipment, and supplies	Miscellaneous wholesale trade	Total	Building materials, garden supplies, and mobile home dealers	General merchandise stores
(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	
Number of returns.....	323,337	98,264	7,664	15,781	74,819	224,397	12,384	1,997
Number of shareholders.....	625,694	194,698	14,003	31,392	149,303	429,586	23,215	4,336
Income from a trade or business:								
Total receipts ¹.....	1,010,693,147	440,771,367	52,654,844	42,036,121	346,080,402	568,055,900	25,566,419	6,347,893
Business receipts.....	998,467,857	436,486,026	52,285,280	41,336,539	342,864,207	560,196,803	25,335,264	6,275,480
Interest on Government obligations:								
State and local.....	125,399	65,972	2,879	6,910	56,183	58,845	1,405	*536
Net gain, noncapital assets.....	692,605	326,076	77,167	62,999	185,910	366,401	7,321	*333
Other receipts.....	11,407,287	3,893,293	289,517	629,673	2,974,103	7,433,851	222,429	71,544
Total deductions.....	977,858,279	424,819,323	51,613,365	39,855,390	333,350,568	551,251,283	24,501,598	6,070,133
Cost of goods sold.....	775,910,777	347,722,136	44,644,112	30,355,772	272,722,252	426,869,118	18,236,628	4,111,093
Compensation of officers.....	19,641,429	9,691,712	945,402	1,236,168	7,510,143	9,917,912	628,011	187,504
Salaries and wages.....	65,780,322	23,482,302	2,278,347	2,850,542	18,353,413	42,159,588	2,219,660	690,653
Repairs.....	4,364,880	1,482,287	166,856	153,697	1,161,734	2,875,691	157,919	36,899
Bad debts.....	1,364,719	756,627	69,282	96,712	590,634	605,285	67,279	10,211
Rent paid on business property.....	15,724,389	4,123,449	407,597	443,470	3,272,381	11,567,919	407,001	239,635
Taxes paid.....	13,771,116	5,473,073	382,412	499,256	4,591,404	8,277,608	421,934	122,472
Interest paid.....	6,736,116	2,825,073	189,823	374,459	2,260,792	3,875,409	259,977	41,059
Amortization.....	585,346	229,816	38,759	15,241	175,816	351,341	5,076	4,238
Depreciation.....	7,808,517	3,174,712	271,263	504,259	2,399,189	4,600,554	254,924	47,957
Depletion.....	*4,566	*3,269	--	157	*3,112	1,297	1,297	--
Advertising.....	10,041,027	2,134,046	189,511	171,198	1,773,337	7,888,688	229,642	115,049
Pension, profit-sharing, stock bonus, and annuity plans.....	1,757,351	1,064,257	78,457	165,623	820,176	691,527	64,431	14,243
Employee benefit programs.....	3,890,962	1,603,820	152,050	231,164	1,220,607	2,280,103	130,188	30,276
Net loss, noncapital assets.....	41,692	14,757	*135	*3,114	11,507	26,901	*170	325
Other deductions.....	50,435,072	21,037,988	1,799,359	2,754,557	16,484,071	29,262,345	1,417,462	418,519
Total receipts less total deductions ¹.....	32,834,868	15,952,044	1,041,479	2,180,731	12,729,834	16,804,617	1,064,821	277,760
Net income (less deficit)								
from a trade or business.....	32,709,469	15,886,072	1,038,600	2,173,821	12,673,651	16,745,772	1,063,416	277,224
Net income.....	33,178,047	16,170,360	1,058,503	2,183,599	12,928,258	16,927,627	1,076,024	277,224
Deficit.....	468,578	284,287	*19,903	9,778	254,606	181,855	*12,608	--
Portfolio income (less deficit)								
distributed to shareholders.....	5,876,880	3,522,447	165,356	349,169	3,007,921	2,346,191	100,643	9,026
Dividend income.....	162,118	99,684	6,724	8,768	84,192	60,962	7,775	*751
Interest income.....	1,590,559	751,270	60,931	86,576	603,763	833,717	69,130	8,312
Royalty income (less loss).....	107,089	95,446	*13,755	508	81,183	11,643	*242	--
Net short-term capital gain (less loss).....	73,863	38,708	27	*-81	38,763	35,066	*373	--
Net long-term capital gain (less loss).....	3,937,831	2,533,821	83,538	253,314	2,196,969	1,402,902	22,881	*-37
Other portfolio income (net).....	5,420	3,518	*383	*84	3,051	1,901	*243	--
Real estate rental net income								
(less deficit).....	271,610	104,974	587	549	103,838	165,624	17,327	*-1,334
Net income.....	300,818	114,782	4,177	1,039	109,565	185,025	18,166	*1,212
Deficit.....	29,208	9,807	*3,590	*490	5,727	19,401	*838	*2,546
Net income (less deficit)								
from other rental activity.....	150,078	86,999	*-195	58,018	29,177	62,627	*965	--
Net income.....	157,317	87,283	*52	58,018	29,213	69,583	*966	--
Deficit.....	7,239	*284	*247	--	*37	6,955	*1	--
Total net income.....	39,008,036	19,600,493	1,204,348	2,581,558	15,814,587	19,320,215	1,182,351	284,916

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued						
	Retail trade--continued						Wholesale and retail trade not allocable
	Food stores	Automotive dealers and service stations	Apparel and accessory stores	Furniture and home furnishing stores	Eating and drinking places	Miscellaneous retail stores	
(46)	(47)	(48)	(49)	(50)	(51)	(52)	
Number of returns.....	24,958	33,837	9,623	12,339	64,565	64,692	677
Number of shareholders.....	47,895	61,540	16,814	22,879	129,759	123,147	1,410
Income from a trade or business:							
Total receipts ¹.....	59,112,808	305,191,888	10,436,526	21,470,352	54,373,917	85,556,097	1,865,880
Business receipts.....	58,364,647	300,681,814	10,325,367	21,085,304	53,591,940	84,536,987	1,785,028
Interest on Government obligations:							
State and local.....	11,755	23,776	*4,464	*3,578	3,162	10,169	*583
Net gain, noncapital assets.....	36,787	197,826	*1,086	2,780	90,242	30,025	*127
Other receipts.....	699,619	4,288,472	105,608	378,690	688,573	978,916	80,142
Total deductions.....	57,566,396	300,356,940	9,952,209	20,489,291	51,299,136	81,015,580	1,787,673
Cost of goods sold.....	43,741,291	262,842,678	6,299,570	13,164,753	21,876,543	56,596,561	1,319,523
Compensation of officers.....	721,216	2,816,900	354,248	570,965	1,731,705	2,907,364	31,805
Salaries and wages.....	5,247,237	13,761,475	1,073,321	2,309,133	9,761,260	7,096,850	138,431
Repairs.....	423,419	757,831	48,037	118,727	921,588	411,269	6,903
Bad debts.....	40,814	157,399	21,203	92,369	34,150	181,859	*2,807
Rent paid on business property.....	1,145,612	2,557,388	563,148	815,420	3,548,936	2,290,780	33,022
Taxes paid.....	1,001,027	2,491,653	202,912	433,336	2,234,392	1,369,882	20,435
Interest paid.....	297,953	1,955,527	75,251	130,698	526,859	588,085	35,634
Amortization.....	40,664	56,077	7,359	10,039	147,446	80,442	*4,189
Depreciation.....	652,744	1,304,392	104,750	219,039	1,136,968	879,779	33,252
Depletion.....	--	--	--	--	--	--	--
Advertising.....	570,195	2,772,420	259,017	805,835	1,584,620	1,551,910	18,293
Pension, profit-sharing, stock bonus, and annuity plans.....	115,691	155,935	30,944	48,940	42,995	218,347	*1,567
Employee benefit programs.....	343,801	978,225	34,909	107,863	284,729	370,112	7,038
Net loss, noncapital assets.....	*2,468	5,774	*1,749	*1,014	*6,618	8,783	*35
Other deductions.....	3,222,264	7,743,265	875,790	1,661,160	7,460,328	6,463,557	134,739
Total receipts less total deductions ¹.....	1,546,412	4,834,948	484,317	981,061	3,074,781	4,540,517	78,207
Net income (less deficit)							
from a trade or business.....	1,534,657	4,811,173	479,853	977,483	3,071,618	4,530,348	77,624
Net income.....	1,565,783	4,863,425	487,303	984,182	3,094,113	4,579,573	80,060
Deficit.....	31,126	52,252	*7,450	*6,700	22,494	49,225	*2,436
Portfolio income (less deficit)							
distributed to shareholders.....	516,109	580,548	62,169	63,541	628,358	385,798	8,241
Dividend income.....	13,785	10,269	1,265	8,346	7,032	11,739	*1,472
Interest income.....	92,513	319,502	14,662	50,029	128,069	151,500	5,572
Royalty income (less loss).....	3	*153	*5	1,009	*1	*10,231	--
Net short-term capital gain (less loss).....	81	24,635	*628	*255	2,862	6,231	*89
Net long-term capital gain (less loss).....	409,715	225,033	45,610	3,546	490,051	206,104	*1,108
Other portfolio income (net).....	*12	*954	--	*357	*343	*-7	--
Real estate rental net income (less deficit).....	28,276	46,624	*3,148	8,205	33,900	29,478	*1,012
Net income.....	30,067	50,508	*3,185	8,221	35,829	37,836	*1,012
Deficit.....	*1,791	3,884	*37	*17	*1,929	8,358	--
Net income (less deficit)							
from other rental activity.....	*4,243	33,965	*328	--	*1,296	21,831	*451
Net income.....	*4,243	39,848	*328	--	*2,318	21,880	*451
Deficit.....	--	5,883	--	--	*1,022	*49	--
Total net income.....	2,083,285	5,472,309	545,499	1,049,228	3,735,172	4,967,455	87,328

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Finance, insurance, and real estate							
	Total	Banking	Credit agencies other than banks	Security, commodity brokers, and services	Insurance	Insurance agents, brokers, and services	Real estate	Holding and other investment companies, except bank holding companies
	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)
Number of returns.....	220,257	*105	8,019	8,936	--	31,407	158,808	12,981
Number of shareholders.....	511,356	*182	15,291	15,838	--	51,381	396,145	32,519
Income from a trade or business:								
Total receipts ¹.....	72,301,973	*143,047	4,734,268	9,552,438	--	13,937,369	41,339,972	2,594,880
Business receipts.....	66,611,569	*142,982	3,995,624	8,460,691	--	13,414,171	39,105,487	1,492,614
Interest on Government obligations:								
State and local.....	130,361	--	*2,396	34,703	--	9,855	37,838	45,570
Net gain, noncapital assets.....	223,412	--	40,837	38,929	--	4,011	137,541	2,093
Other receipts.....	5,336,631	*64	695,410	1,018,114	--	509,332	2,059,107	1,054,603
Total deductions.....	60,639,457	*94,826	3,794,856	7,804,632	--	11,854,317	35,527,792	1,563,034
Cost of goods sold.....	17,258,757	--	--	--	--	1,787,575	15,366,966	104,216
Compensation of officers.....	7,100,143	*8,580	409,377	2,062,468	--	1,904,416	2,422,804	292,498
Salaries and wages.....	10,438,998	*22,886	942,892	1,954,830	--	2,946,386	4,179,682	392,321
Repairs.....	456,846	*1,273	25,394	32,214	--	86,156	305,182	6,627
Bad debts.....	284,827	*756	154,485	16,973	--	42,307	62,174	8,132
Rent paid on business property.....	1,818,911	*8,743	146,198	233,544	--	496,603	894,869	38,954
Taxes paid.....	1,787,554	*3,676	154,496	304,253	--	423,726	848,260	53,143
Interest paid.....	1,665,469	*297	517,303	181,758	--	119,509	784,496	62,107
Amortization.....	159,352	*29	21,487	6,474	--	56,447	71,737	3,177
Depreciation.....	762,882	*1,259	56,116	82,177	--	159,827	444,474	19,028
Depletion.....	*2,141	--	*9	--	--	*25	*2,081	*26
Advertising.....	965,883	*4,925	93,938	77,165	--	137,206	649,648	3,001
Pension, profit-sharing, stock bonus, and annuity plans.....	400,969	--	22,543	77,570	--	142,219	137,955	20,682
Employee benefit programs.....	535,693	--	36,725	70,340	--	170,822	239,646	18,161
Net loss, noncapital assets.....	20,970	--	*163	*5,390	--	*278	14,986	*152
Other deductions.....	16,980,063	*42,402	1,213,729	2,699,476	--	3,380,814	9,102,833	540,810
Total receipts less total deductions ¹.....	11,662,516	*48,221	939,412	1,747,805	--	2,083,053	5,812,180	1,031,845
Net income (less deficit)								
from a trade or business.....	11,532,155	*48,221	937,016	1,713,102	--	2,073,198	5,774,343	986,276
Net income.....	12,539,145	*48,221	1,044,040	2,030,578	--	2,113,573	6,049,452	1,253,282
Deficit.....	1,006,990	--	107,024	317,476	--	40,376	275,109	267,006
Portfolio income (less deficit)								
distributed to shareholders.....	6,064,727	*125	389,785	1,673,561	--	262,821	1,858,169	1,880,267
Dividend income.....	451,880	--	5,550	46,656	--	22,954	62,453	314,268
Interest income.....	2,029,042	*125	207,556	334,381	--	145,531	932,474	408,976
Royalty income (less loss).....	137,610	--	*97	*219	--	*3	*6,349	130,941
Net short-term capital gain (less loss).....	932,180	--	33,306	500,809	--	2,464	128,797	266,805
Net long-term capital gain (less loss).....	2,437,375	--	136,292	778,012	--	88,603	693,424	741,044
Other portfolio income (net).....	76,639	--	*6,984	13,485	--	*3,265	34,672	18,233
Real estate rental net income (less deficit).....	3,277,167	--	5,396	439	--	5,410	3,220,023	45,899
Net income.....	3,425,996	--	7,151	*2,066	--	*7,827	3,347,523	61,429
Deficit.....	148,829	--	*1,755	*1,627	--	*2,417	127,500	15,530
Net income (less deficit)								
from other rental activity.....	99,991	--	*4,054	*585	--	*2,836	91,900	617
Net income.....	109,032	--	*7,140	*585	--	*2,836	97,288	1,183
Deficit.....	9,041	--	*3,086	--	--	--	*5,388	*566
Total net income.....	20,974,039	*48,346	1,336,250	3,387,687	--	2,344,264	10,944,434	2,913,058

Footnotes at end of table.

S Corporation Returns, 1996

Table 2.--Returns With Net Income: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Services							Nature of business not allocable
	Total	Hotels and other lodging places	Personal services	Business services	Auto repair; miscellaneous repair services	Amusement and recreation services	Other services	
	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)
Number of returns.....	514,838	10,184	36,101	153,339	49,915	34,188	231,111	*941
Number of shareholders.....	849,453	29,404	58,195	251,487	79,976	62,856	367,535	*3,509
Income from a trade or business:								
Total receipts ¹.....	324,056,293	9,575,077	15,753,965	115,808,938	26,866,040	23,867,961	132,184,312	*208,528
Business receipts.....	313,970,595	9,297,993	15,496,076	111,960,328	26,300,346	22,698,452	128,217,400	*207,771
Interest on Government obligations:								
State and local.....	87,794	3,478	4,438	36,342	*274	10,984	32,279	--
Net gain, noncapital assets.....	1,301,358	18,551	40,507	483,477	381,210	225,923	151,690	--
Other receipts.....	8,696,547	255,055	212,944	3,328,792	184,209	932,603	3,782,944	*758
Total deductions.....	290,592,056	8,617,407	14,408,489	104,785,716	25,092,683	20,849,626	116,838,135	*190,088
Cost of goods sold.....	97,521,360	1,405,337	4,886,183	43,782,506	12,673,023	5,704,210	29,070,102	*143,511
Compensation of officers.....	31,777,753	242,826	1,051,638	8,821,672	1,510,592	2,314,168	17,836,857	*13,786
Salaries and wages.....	57,187,444	1,649,307	2,827,472	19,872,877	3,143,915	3,121,241	26,572,632	*10,033
Repairs.....	2,787,327	341,605	217,134	715,019	232,027	453,630	827,912	*327
Bad debts.....	645,509	9,026	42,630	221,705	35,921	44,031	292,197	*2,607
Rent paid on business property.....	11,644,893	634,423	1,284,679	2,707,210	1,055,750	1,076,776	4,886,054	*4,156
Taxes paid.....	11,187,063	534,403	649,058	3,684,961	914,658	910,378	4,493,606	*798
Interest paid.....	3,384,001	590,125	149,693	783,883	425,446	405,845	1,029,009	--
Amortization.....	828,692	21,783	28,888	139,720	25,927	473,652	138,722	--
Depreciation.....	6,856,271	535,350	342,359	2,150,657	1,358,234	800,195	1,669,477	*1,061
Depletion.....	*1,091	--	--	*41	--	*133	*917	--
Advertising.....	3,714,773	196,120	344,773	1,170,207	345,376	463,144	1,195,152	*139
Pension, profit-sharing, stock bonus, and annuity plans.....	2,306,813	8,317	52,417	641,687	49,914	78,704	1,475,773	*1,103
Employee benefit programs.....	3,110,556	59,198	142,914	1,139,724	198,759	120,024	1,449,937	*137
Net loss, noncapital assets.....	37,967	*555	*1,020	8,327	*4,122	*1,792	22,151	--
Other deductions.....	57,600,545	2,389,034	2,387,631	18,945,520	3,119,019	4,881,702	25,877,638	*12,430
Total receipts less total deductions ¹.....	33,464,237	957,670	1,345,476	11,023,222	1,773,357	3,018,335	15,346,178	*18,440
Net income (less deficit) from a trade or business.....	33,376,443	954,192	1,341,038	10,986,880	1,773,083	3,007,352	15,313,899	*18,440
Net income.....	33,960,815	969,436	1,348,643	11,261,346	1,777,493	3,087,678	15,516,218	*18,440
Deficit.....	584,372	15,245	7,605	274,466	*4,410	80,326	202,319	--
Portfolio income (less deficit) distributed to shareholders.....	6,274,080	136,759	319,762	2,657,104	55,194	1,550,109	1,555,152	*1,150
Dividend income.....	149,595	8,275	5,240	64,116	2,569	18,531	50,864	--
Interest income.....	1,264,775	100,957	39,762	493,833	44,287	184,997	400,939	*1,150
Royalty income (less loss).....	157,883	*4,858	2,687	44,653	382	*63,754	*41,549	--
Net short-term capital gain (less loss).....	215,385	-2,363	870	56,351	*422	16,505	143,599	--
Net long-term capital gain (less loss).....	4,475,179	23,663	269,910	1,990,092	*7,534	1,266,118	917,861	--
Other portfolio income (net).....	11,264	*1,368	*1,293	8,059	--	*204	*340	--
Real estate rental net income (less deficit).....	300,420	65,232	20,975	66,632	23,702	24,221	99,658	*418
Net income.....	334,157	67,977	20,975	86,647	23,974	25,012	109,571	*418
Deficit.....	33,737	*2,745	(²)	20,015	*272	*791	9,912	--
Net income (less deficit) from other rental activity.....	362,165	*210	*351	261,530	57,363	*4,215	38,495	--
Net income.....	374,315	*262	*372	272,188	57,660	*4,215	39,617	--
Deficit.....	12,149	*52	*21	10,657	*296	--	*1,123	--
Total net income.....	40,313,108	1,156,392	1,682,126	13,972,146	1,909,341	4,585,897	17,007,204	*20,007

* Estimate should be used with caution because of the small number of sample returns on which it is based.

** Data deleted to avoid disclosure of information for specific corporations. Deleted data are included in the appropriate totals.

¹ Includes interest on Government obligations: State and local, which is not reflected in net income (less deficit) from a trade or business.

² Less than \$500.

NOTE: Detail may not add to total due to rounding.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	All industries	Agriculture, forestry, and fishing	Mining				
			Total	Metal mining	Coal mining	Oil and gas extraction	Nonmetallic minerals, except fuels
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Number of returns.....	2,304,416	82,712	15,950	*1,275	776	11,729	2,170
Number of shareholders.....	4,440,778	209,992	39,318	*7,377	2,867	24,432	4,642
Total assets.....	1,100,360,936	32,429,606	15,782,858	*238,103	2,911,580	9,604,335	3,028,840
Cash.....	110,477,442	2,580,415	1,928,561	*53,583	291,532	1,209,591	373,855
Notes and accounts receivable.....	209,440,115	3,054,623	2,116,205	*23,067	406,385	1,306,398	380,354
Less: Allowance for bad debts.....	3,187,686	7,421	11,306	--	*3,727	*2,663	4,916
Inventories.....	203,470,594	2,435,037	492,073	*14,705	128,383	111,087	237,898
Investments in							
Government obligations.....	6,698,650	*30,780	310,868	--	*112,735	*145,693	*52,439
Tax-exempt securities.....	3,544,316	186,890	101,960	--	*11,277	*49,580	*41,103
Other current assets.....	61,737,398	1,002,845	518,494	*14,689	63,967	299,879	139,959
Loans to shareholders.....	21,793,262	866,371	329,133	--	*14,418	292,922	*21,793
Mortgage and real estate loans.....	13,090,954	390,647	*3,677	--	--	--	*3,677
Other investments.....	86,645,889	2,829,857	3,632,902	*24,641	552,767	2,808,337	247,157
Depreciable assets.....	609,792,456	27,942,499	9,741,656	*204,588	2,620,456	3,764,256	3,152,356
Less: Accumulated depreciation.....	324,297,994	17,013,282	6,382,557	*152,828	1,775,688	2,340,771	2,113,270
Depletable assets.....	5,073,122	220,447	3,156,780	*5,633	277,346	2,682,378	191,424
Less: Accumulated depletion.....	2,175,755	*46,017	1,418,342	*5,633	*76,664	1,259,078	76,968
Land.....	54,558,253	6,682,688	534,306	*48,301	66,187	160,602	259,217
Intangible assets (amortizable).....	31,783,930	335,642	285,895	*10,718	*49,557	178,624	46,996
Less: Accumulated amortization.....	13,012,435	89,342	123,876	*9,306	*20,843	75,589	18,138
Other assets.....	24,928,425	1,026,926	566,429	*5,944	193,491	273,089	93,905
Total liabilities.....	1,100,360,936	32,429,606	15,782,858	*238,103	2,911,580	9,604,335	3,028,840
Accounts payable.....	142,999,414	1,661,002	1,368,290	*19,244	266,595	842,220	240,230
Mortgages, notes, and bonds payable in less than 1 year.....	154,042,469	4,546,269	1,285,398	*8,700	395,664	737,278	143,757
Other current liabilities.....	91,117,562	1,245,539	938,518	*3,420	195,134	646,353	93,611
Loans from stockholders.....	121,299,644	7,985,486	1,537,173	*81,395	671,928	622,495	161,355
Mortgages, notes, and bonds payable in 1 year or more.....	237,076,624	8,478,543	2,625,488	*17,344	518,503	1,482,802	606,838
Other liabilities.....	28,760,159	1,144,225	617,705	*11,415	252,508	255,251	98,531
Net worth, total.....	325,065,062	7,368,541	7,410,287	*96,584	611,249	5,017,936	1,684,517
Capital stock.....	51,418,421	4,441,826	561,525	*82,131	17,022	405,964	56,408
Paid-in or capital surplus.....	107,988,909	6,951,954	3,111,116	*313,904	415,905	2,255,916	125,392
Retained earnings, unappropriated.....	183,150,065	-3,293,750	4,015,666	*-292,152	274,836	2,457,540	1,575,442
Less: Cost of treasury stock.....	17,492,332	731,488	278,021	*7,299	*96,514	101,483	*72,726

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Construction				Manufacturing			
	Total	General building contractors and operative builders	Heavy construction contractors	Special trade contractors	Total	Food and kindred products	Tobacco manufactures	Textile mill products
	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Number of returns.....	234,047	90,545	7,233	136,268	141,171	8,081	3	3,083
Number of shareholders.....	378,105	142,614	14,333	221,158	338,520	33,490	14	7,327
Total assets.....	99,279,070	48,210,327	14,267,247	36,801,495	201,602,874	21,559,668	128,035	8,454,883
Cash.....	13,587,900	5,806,597	2,205,794	5,575,509	18,473,124	1,800,138	9,791	576,616
Notes and accounts receivable.....	29,258,747	11,039,362	4,256,522	13,962,863	50,916,779	4,588,839	18,063	2,160,427
Less: Allowance for bad debts.....	154,943	31,680	24,162	99,101	865,509	76,941	318	48,944
Inventories.....	15,078,159	12,214,435	450,866	2,412,858	44,485,816	4,386,112	47,949	2,105,268
Investments in								
Government obligations.....	418,627	118,754	208,790	91,083	1,600,085	214,798	--	*94,098
Tax-exempt securities.....	364,889	102,630	106,909	155,350	935,293	38,903	--	*32,039
Other current assets.....	11,676,256	7,609,704	1,255,856	2,810,697	7,819,015	587,920	2,295	350,438
Loans to shareholders.....	2,147,666	885,808	216,589	1,045,270	2,368,421	190,210	408	57,297
Mortgage and real estate loans.....	694,882	440,323	*31,949	222,609	422,548	*30,487	--	*752
Other investments.....	4,842,937	2,731,398	895,968	1,215,571	11,419,288	1,425,241	3,116	438,684
Depreciable assets.....	44,339,340	10,129,894	12,237,429	21,972,017	132,690,451	16,035,579	56,499	6,163,856
Less: Accumulated depreciation.....	27,664,792	5,675,071	8,143,943	13,845,779	78,412,097	9,029,610	24,624	3,841,323
Depletable assets.....	124,322	*5,981	101,165	*17,176	814,146	--	--	4,842
Less: Accumulated depletion.....	33,332	2,090	29,648	*1,594	351,719	--	--	4,618
Land.....	2,678,724	1,688,933	348,679	641,113	3,237,034	513,484	2,803	97,573
Intangible assets (amortizable).....	438,935	97,751	20,270	320,913	4,333,019	596,329	7	39,929
Less: Accumulated amortization.....	170,229	48,095	13,174	108,960	1,693,307	171,987	--	17,395
Other assets.....	1,650,983	1,095,693	141,389	413,900	3,410,489	430,167	12,045	245,343
Total liabilities.....	99,279,070	48,210,327	14,267,247	36,801,495	201,602,874	21,559,668	128,035	8,454,883
Accounts payable.....	20,252,271	11,019,849	2,398,452	6,833,970	28,392,070	3,038,775	16,872	1,482,410
Mortgages, notes, and bonds payable in less than 1 year.....	13,392,138	8,829,133	996,759	3,566,246	20,265,339	2,225,019	32,727	668,329
Other current liabilities.....	14,101,119	7,268,849	1,552,066	5,280,205	16,659,056	1,387,233	3,657	496,582
Loans from stockholders.....	6,837,488	3,979,527	560,021	2,297,941	11,697,621	949,195	5,150	401,828
Mortgages, notes, and bonds payable in 1 year or more.....	11,757,521	5,343,146	1,782,008	4,632,366	32,306,877	4,266,614	2,629	1,625,262
Other liabilities.....	2,154,650	1,232,416	132,823	789,411	4,580,871	405,587	187	100,074
Net worth, total.....	30,783,883	10,537,407	6,845,119	13,401,357	87,701,041	9,287,245	66,813	3,680,396
Capital stock.....	2,454,969	987,717	347,357	1,119,895	6,689,670	654,647	369	217,366
Paid-in or capital surplus.....	4,252,131	2,020,582	503,175	1,728,373	10,667,085	2,050,205	4,442	392,844
Retained earnings, unappropriated.....	25,235,260	7,732,915	6,245,527	11,256,818	74,425,805	6,986,544	62,002	3,280,177
Less: Cost of treasury stock.....	1,158,476	203,807	250,940	703,729	4,081,519	404,152	--	209,990

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued							
	Apparel and other textile products	Lumber and wood products	Furniture and fixtures	Paper and allied products	Printing and publishing	Chemical and allied products	Petroleum (including integrated) and coal products	Rubber and miscellaneous plastics products
	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)
Number of returns	6,648	8,526	4,811	2,156	28,248	6,124	382	5,697
Number of shareholders	12,976	19,972	9,610	5,163	54,770	13,627	736	14,180
Total assets	10,497,677	10,864,121	4,520,125	8,564,963	19,358,258	8,979,750	1,187,291	13,383,219
Cash.....	723,833	933,362	394,427	746,068	2,218,967	670,441	189,792	990,241
Notes and accounts receivable.....	2,837,428	1,892,712	1,427,637	1,884,217	5,133,737	2,694,466	291,316	3,381,677
Less: Allowance for bad debts.....	53,021	30,231	19,787	43,092	167,342	38,973	*2,432	39,255
Inventories.....	3,542,314	2,780,748	1,159,363	1,462,698	1,745,603	2,075,892	178,031	2,473,237
Investments in								
Government obligations.....	*102,297	*34,459	*6,195	*61,757	*125,073	*18,822	--	*57,904
Tax-exempt securities.....	*4,931	--	*71,540	*109,496	*129,990	*7,839	--	*103,493
Other current assets.....	620,073	360,733	73,868	432,474	961,524	252,440	113,459	409,794
Loans to shareholders.....	164,371	116,293	28,461	68,001	501,036	47,279	*6,149	135,103
Mortgage and real estate loans.....	*15,201	*27,515	*11,648	*16,416	39,269	*13,639	*7,249	*3,775
Other investments.....	564,913	487,970	135,317	471,055	1,318,991	446,291	*62,931	954,293
Depreciable assets.....	4,093,788	7,776,233	2,398,772	6,434,599	14,389,963	5,584,136	824,738	11,028,227
Less: Accumulated depreciation.....	2,465,828	4,555,465	1,374,043	3,352,560	8,497,429	3,145,742	543,940	6,619,771
Depletable assets.....	--	475,231	--	*35,359	*44,233	*4,680	*26,234	--
Less: Accumulated depletion.....	--	*101,478	--	*21	*34,279	*1,046	*20,350	--
Land.....	78,498	362,020	67,538	76,778	286,511	120,624	*41,050	166,622
Intangible assets (amortizable).....	110,488	90,873	67,995	89,773	1,211,255	292,792	*6,950	238,976
Less: Accumulated amortization.....	55,199	28,008	28,244	29,742	448,868	149,298	*2,953	138,488
Other assets.....	213,587	241,153	99,439	101,689	400,026	85,467	*9,066	237,389
Total liabilities	10,497,677	10,864,121	4,520,125	8,564,963	19,358,258	8,979,750	1,187,291	13,383,219
Accounts payable.....	2,022,101	1,037,672	549,185	1,149,926	2,417,530	1,445,879	166,151	1,842,501
Mortgages, notes, and bonds payable in less than 1 year.....	1,448,699	1,451,678	646,176	779,970	1,589,795	1,070,891	*97,166	1,177,159
Other current liabilities.....	917,432	807,170	396,247	606,022	2,425,839	625,838	144,814	948,742
Loans from stockholders.....	852,075	845,605	208,215	191,241	1,036,777	845,252	*26,568	623,443
Mortgages, notes, and bonds payable in 1 year or more.....	1,238,228	1,930,064	543,303	1,522,220	4,411,446	1,271,229	*146,064	2,349,033
Other liabilities.....	264,308	163,035	75,138	145,197	931,537	169,599	*13,702	429,336
Net worth, total.....	3,754,834	4,628,897	2,101,863	4,170,387	6,545,334	3,551,061	592,825	6,013,005
Capital stock.....	264,979	293,546	217,641	114,124	963,061	288,358	11,108	273,788
Paid-in or capital surplus.....	637,658	412,588	137,201	285,742	1,020,964	387,698	128,081	658,677
Retained earnings, unappropriated.....	3,226,054	3,984,820	1,771,284	3,895,752	5,121,269	3,165,048	453,636	5,245,423
Less: Cost of treasury stock.....	373,857	62,057	24,263	125,231	559,960	290,043	--	164,883

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued						
	Leather and leather products	Stone, clay, and glass products	Primary metal industries	Fabricated metal products	Machinery, except electrical	Electrical and electronic equipment	Motor vehicles and equipment
	(24)	(25)	(26)	(27)	(28)	(29)	(30)
Number of returns.....	1,041	3,407	1,282	20,371	9,064	8,690	1,122
Number of shareholders.....	1,897	7,945	3,904	46,211	22,607	23,517	2,478
Total assets.....	1,104,184	6,342,022	7,029,320	30,602,822	14,661,027	12,897,939	3,427,945
Cash.....	133,067	656,578	452,996	3,041,664	1,589,316	1,251,706	257,320
Notes and accounts receivable.....	295,416	1,313,193	1,992,141	8,227,911	3,680,231	3,597,792	905,608
Less: Allowance for bad debts.....	5,646	22,543	39,502	86,754	42,387	51,328	11,047
Inventories.....	406,272	894,845	1,376,877	6,581,152	3,902,495	3,312,720	1,016,607
Investments in							
Government obligations.....	--	*123,304	*57,255	268,996	207,225	*43,165	54,797
Tax-exempt securities.....	--	*5,265	*1,938	259,062	*53,828	*23,659	*79,786
Other current assets.....	37,661	209,939	217,034	816,708	549,974	1,015,932	74,381
Loans to shareholders.....	--	75,319	62,446	310,617	145,474	160,632	*7,151
Mortgage and real estate loans.....	--	*7,173	*126	69,936	*2,134	*5,256	--
Other investments.....	76,499	497,980	404,015	1,588,566	897,010	670,432	157,140
Depreciable assets.....	378,221	5,670,185	5,265,448	21,757,419	8,306,029	5,801,009	1,644,328
Less: Accumulated depreciation.....	244,419	3,572,134	3,076,754	13,236,773	5,121,623	3,332,152	884,435
Depletable assets.....	--	57,563	*162,525	*40	474	2,029	--
Less: Accumulated depletion.....	--	32,673	*155,435	*37	--	1,762	--
Land.....	*7,714	203,076	143,843	444,205	176,869	154,208	41,222
Intangible assets (amortizable).....	*20,928	160,365	90,665	348,911	304,875	172,693	37,504
Less: Accumulated amortization.....	*18,888	44,082	30,902	133,093	127,414	61,707	7,825
Other assets.....	17,358	138,669	104,605	344,292	136,517	133,654	55,407
Total liabilities.....	1,104,184	6,342,022	7,029,320	30,602,822	14,661,027	12,897,939	3,427,945
Accounts payable.....	121,534	752,505	1,221,566	4,349,614	1,908,504	1,738,840	590,689
Mortgages, notes, and bonds							
payable in less than 1 year.....	152,208	490,898	617,527	2,846,376	1,541,040	1,159,330	447,559
Other current liabilities.....	68,831	305,381	474,368	2,205,633	1,705,740	1,245,663	289,978
Loans from stockholders.....	*218,139	389,582	299,447	1,613,267	857,697	693,705	82,794
Mortgages, notes, and bonds							
payable in 1 year or more.....	65,628	1,039,238	1,285,660	4,597,932	1,731,797	1,559,720	408,534
Other liabilities.....	*5,942	40,911	261,598	462,543	315,471	348,531	65,333
Net worth, total.....	471,904	3,323,507	2,869,154	14,527,459	6,600,778	6,152,150	1,543,058
Capital stock.....	35,438	192,882	150,915	717,622	544,502	350,001	54,868
Paid-in or capital surplus.....	28,690	327,448	252,572	992,404	857,664	506,703	147,992
Retained earnings, unappropriated....	428,599	2,910,559	2,587,216	13,412,621	5,502,106	5,509,220	1,380,732
Less: Cost of treasury stock.....	*20,824	107,383	121,550	595,188	303,494	213,773	*40,533

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Manufacturing--continued			Transportation and public utilities			
	Transportation equipment, except motor vehicles	Instruments and related products	Miscellaneous manufacturing and manufacturing not allocable	Total	Transportation	Communication	Electric, gas, and sanitary services
	(31)	(32)	(33)	(34)	(35)	(36)	(37)
Number of returns	2,109	5,484	14,842	98,311	80,342	12,330	5,638
Number of shareholders	5,013	16,074	37,011	193,169	146,456	31,921	14,792
Total assets	3,511,826	4,265,833	10,261,964	51,350,614	35,425,169	9,991,331	5,934,114
Cash.....	305,848	498,220	1,032,734	4,579,451	3,255,237	729,838	594,376
Notes and accounts receivable.....	651,611	1,117,244	2,825,112	8,657,007	5,962,144	1,688,922	1,005,942
Less: Allowance for bad debts.....	11,621	29,921	44,425	126,860	71,188	49,373	6,299
Inventories.....	1,024,904	1,105,009	2,907,722	926,987	565,888	150,294	210,805
Investments in							
Government obligations.....	--	*90,559	*39,382	190,176	*39,596	*121,062	*29,517
Tax-exempt securities.....	*7,273	*157	*6,091	131,163	124,088	*7,075	--
Other current assets.....	235,461	148,285	348,621	2,966,468	2,088,958	621,538	255,972
Loans to shareholders.....	18,374	90,341	183,456	1,263,004	907,591	144,303	211,110
Mortgage and real estate loans.....	*14,514	*51,821	*105,637	132,128	60,165	113	*71,850
Other investments.....	244,731	203,790	370,323	3,974,599	2,111,948	1,306,097	556,553
Depreciable assets.....	1,990,585	1,947,502	5,143,334	46,015,290	35,969,186	5,392,925	4,653,179
Less: Accumulated depreciation.....	1,230,087	1,212,792	3,050,593	23,734,531	18,240,095	3,030,170	2,464,266
Depletable assets.....	--	*936	--	*130,592	*23,374	*508	*106,710
Less: Accumulated depletion.....	--	*20	--	*74,941	*18,205	*508	*56,229
Land.....	27,541	62,549	162,304	1,367,526	974,247	144,002	249,277
Intangible assets (amortizable).....	60,731	162,406	228,572	4,148,797	1,026,640	2,677,575	444,582
Less: Accumulated amortization.....	11,873	74,735	112,605	1,232,754	391,773	616,532	224,449
Other assets.....	183,835	104,483	116,299	2,036,512	1,037,367	703,661	295,483
Total liabilities	3,511,826	4,265,833	10,261,964	51,350,614	35,425,169	9,991,331	5,934,114
Accounts payable.....	429,173	418,763	1,691,883	4,801,402	3,452,362	780,305	568,736
Mortgages, notes, and bonds payable in less than 1 year.....	258,066	264,003	1,300,721	5,929,119	4,070,971	1,079,769	778,378
Other current liabilities.....	353,680	400,316	849,889	4,049,507	2,702,338	911,451	435,718
Loans from stockholders.....	351,940	350,559	855,142	5,854,586	3,726,669	1,633,907	494,010
Mortgages, notes, and bonds payable in 1 year or more.....	610,243	547,007	1,155,027	16,897,665	11,566,789	3,648,032	1,682,844
Other liabilities.....	26,178	40,428	316,233	2,305,314	1,046,315	600,329	658,669
Net worth, total.....	1,482,545	2,244,757	4,093,069	11,513,021	8,859,725	1,337,537	1,315,759
Capital stock.....	156,620	355,477	832,360	2,285,618	1,632,510	529,461	123,647
Paid-in or capital surplus.....	308,593	386,028	742,890	6,300,324	4,450,744	1,346,916	502,664
Retained earnings, unappropriated.....	1,074,395	1,654,249	2,774,099	3,972,717	3,443,756	-220,574	749,534
Less: Cost of treasury stock.....	*57,062	150,997	256,280	1,045,638	667,285	318,266	60,086

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade							
	Total	Wholesale trade				Retail trade		
		Total	Groceries and related products	Machinery, equipment, and supplies	Miscellaneous wholesale trade	Total	Building materials, garden supplies, and mobile home dealers	General merchandise stores
(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	
Number of returns.....	556,908	148,370	10,327	23,271	114,772	407,287	19,877	5,202
Number of shareholders.....	1,059,268	290,578	22,374	44,050	224,154	766,386	36,514	11,025
Total assets.....	335,529,756	147,109,531	11,015,858	19,366,491	116,727,183	187,329,489	11,993,778	3,524,197
Cash.....	30,659,288	12,517,967	985,461	1,648,475	9,884,031	18,020,513	842,654	323,523
Notes and accounts receivable.....	69,011,505	46,279,215	3,750,649	5,354,803	37,173,763	22,515,682	2,526,324	331,036
Less: Allowance for bad debts.....	995,085	654,155	40,892	92,071	521,192	337,701	26,203	*4,027
Inventories.....	123,842,633	46,526,241	2,781,427	7,534,999	36,209,816	76,925,337	4,916,786	1,805,527
Investments in								
Government obligations.....	923,940	617,033	*39,506	*81,078	496,449	296,902	*20,131	--
Tax-exempt securities.....	628,911	394,455	*15,844	*15,328	363,283	234,456	6,301	*16,906
Other current assets.....	11,482,272	5,446,489	561,334	543,699	4,341,457	5,884,918	225,603	91,733
Loans to shareholders.....	4,789,292	1,943,016	237,364	188,990	1,516,662	2,824,828	185,530	45,962
Mortgage and real estate loans.....	940,303	293,224	*10,790	50,678	231,756	644,471	95,012	*1,654
Other investments.....	14,325,279	7,730,631	536,912	641,623	6,552,095	6,592,520	707,844	109,461
Depreciable assets.....	135,455,336	47,790,801	4,142,098	6,599,462	37,049,241	87,419,303	4,552,929	1,389,170
Less: Accumulated depreciation.....	75,934,554	28,039,478	2,616,812	3,774,293	21,648,373	47,793,715	2,719,517	787,834
Depletable assets.....	150,250	132,436	*10,964	*195	121,277	17,814	860	--
Less: Accumulated depletion.....	63,544	*57,105	*10,964	--	*46,141	*6,439	525	--
Land.....	8,187,216	2,360,646	171,167	167,749	2,021,730	5,822,511	497,621	79,914
Intangible assets (amortizable).....	10,689,243	2,909,687	313,018	234,682	2,361,987	7,741,287	173,447	316,398
Less: Accumulated amortization.....	4,246,789	1,187,119	94,435	117,889	974,796	3,035,523	78,388	263,509
Other assets.....	5,684,259	2,105,547	222,427	288,982	1,594,138	3,562,326	67,369	68,284
Total liabilities.....	335,529,756	147,109,531	11,015,858	19,366,491	116,727,183	187,329,489	11,993,778	3,524,197
Accounts payable.....	60,794,571	35,802,791	3,227,411	4,452,734	28,122,647	24,634,969	1,761,751	882,337
Mortgages, notes, and bonds payable in less than 1 year.....	69,488,949	21,431,655	1,587,039	3,162,385	16,682,231	47,844,375	1,747,489	196,435
Other current liabilities.....	22,848,047	9,694,423	558,618	1,449,739	7,686,065	13,089,717	692,362	228,718
Loans from stockholders.....	32,533,880	9,414,706	618,297	1,127,004	7,669,405	23,043,130	1,319,694	432,136
Mortgages, notes, and bonds payable in 1 year or more.....	49,600,396	16,953,270	1,233,649	2,448,412	13,271,208	32,548,715	2,051,823	466,410
Other liabilities.....	4,329,575	1,765,993	103,405	205,729	1,456,859	2,441,762	186,010	76,642
Net worth, total.....	95,934,338	52,046,693	3,687,438	6,520,487	41,838,767	43,726,821	4,234,649	1,241,518
Capital stock.....	13,394,168	3,809,389	266,485	433,810	3,109,094	9,562,367	467,065	191,807
Paid-in or capital surplus.....	20,003,212	6,744,825	405,072	747,203	5,592,551	13,205,612	575,971	469,217
Retained earnings, unappropriated.....	68,070,259	44,196,632	3,148,457	5,794,738	35,253,437	23,787,989	3,522,875	625,361
Less: Cost of treasury stock.....	5,533,301	2,704,154	132,576	455,263	2,116,315	2,829,147	331,262	*44,867

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Wholesale and retail trade--continued						
	Retail trade--continued						Wholesale and retail trade not allocable
	Food stores	Automotive dealers and service stations	Apparel and accessory stores	Furniture and home furnishing stores	Eating and drinking places	Miscellaneous retail stores	
(46)	(47)	(48)	(49)	(50)	(51)	(52)	
Number of returns.....	42,068	53,787	20,242	20,637	124,659	120,815	1,251
Number of shareholders.....	77,028	96,107	36,745	35,933	250,615	222,420	2,304
Total assets.....	15,452,063	78,331,940	5,218,994	9,659,388	26,130,518	37,018,612	1,090,736
Cash.....	1,675,864	6,234,681	569,630	958,381	3,210,830	4,204,950	120,808
Notes and accounts receivable.....	802,189	9,228,605	354,364	1,941,326	1,119,058	6,212,779	216,608
Less: Allowance for bad debts.....	8,498	122,992	6,684	49,876	10,608	108,812	*3,229
Inventories.....	3,562,879	44,668,373	2,644,943	3,946,250	1,316,312	14,064,268	391,055
Investments in							
Government obligations.....	*9,540	52,465	*3,860	*73,974	*44,638	*92,294	*10,005
Tax-exempt securities.....	*33,444	38,621	5,135	*52,024	*4,085	77,938	--
Other current assets.....	781,311	2,028,063	147,203	431,226	844,430	1,335,350	150,865
Loans to shareholders.....	295,042	834,509	38,068	88,669	823,487	513,562	*21,448
Mortgage and real estate loans.....	124,349	119,965	*20,384	*21,697	198,510	62,901	*2,608
Other investments.....	1,015,824	1,473,107	287,485	315,414	1,045,528	1,637,858	*2,128
Depreciable assets.....	11,957,290	21,021,617	1,979,331	3,194,497	27,359,386	15,965,084	245,232
Less: Accumulated depreciation.....	6,540,981	10,879,211	1,101,935	1,726,168	14,694,642	9,343,427	101,360
Depletable assets.....	*942	*3,529	--	*10,710	--	*1,772	--
Less: Accumulated depletion.....	*942	*431	--	*4,288	--	*252	--
Land.....	669,959	2,166,299	45,577	175,970	1,467,602	719,569	*4,058
Intangible assets (amortizable).....	783,284	1,189,877	154,247	182,158	3,562,533	1,379,345	*38,269
Less: Accumulated amortization.....	262,575	515,857	48,056	68,196	1,262,678	536,263	*24,147
Other assets.....	553,144	790,720	125,444	115,621	1,102,048	739,697	*16,386
Total liabilities.....	15,452,063	78,331,940	5,218,994	9,659,388	26,130,518	37,018,612	1,090,736
Accounts payable.....	2,762,531	6,102,632	1,133,622	1,760,100	2,480,822	7,751,175	356,811
Mortgages, notes, and bonds payable in less than 1 year.....	1,029,959	38,074,644	430,917	696,063	1,582,855	4,086,013	212,919
Other current liabilities.....	1,000,925	4,814,185	313,080	1,069,483	2,089,925	2,881,039	63,907
Loans from stockholders.....	1,575,651	5,928,957	756,356	546,628	6,624,385	5,859,322	76,044
Mortgages, notes, and bonds payable in 1 year or more.....	3,740,495	8,984,347	1,005,661	1,274,335	9,463,282	5,562,362	98,411
Other liabilities.....	230,173	638,634	89,233	199,068	432,056	589,948	*121,819
Net worth, total.....	5,112,328	13,788,542	1,490,126	4,113,712	3,457,194	10,288,752	160,825
Capital stock.....	789,324	3,223,964	314,495	439,520	2,103,247	2,032,946	22,412
Paid-in or capital surplus.....	1,082,498	3,833,918	919,211	586,281	2,550,307	3,188,208	52,775
Retained earnings, unappropriated....	3,578,629	7,376,283	299,111	3,271,737	-786,135	5,900,128	85,638
Less: Cost of treasury stock.....	338,123	645,623	*42,691	183,826	410,225	832,530	--

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Finance, insurance, and real estate							
	Total	Banking	Credit agencies other than banks	Security, commodity brokers, and services	Insurance	Insurance agents, brokers, and services	Real estate	Holding and other investment companies, except bank holding companies
	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)
Number of returns.....	356,778	*109	11,642	12,540	--	45,358	264,591	22,538
Number of shareholders.....	1,402,132	*191	21,821	21,017	--	71,468	646,801	56,809
Total assets.....	198,654,779	*185,823	17,697,447	14,645,248	--	8,938,388	136,426,647	20,761,226
Cash.....	15,059,090	*58,342	1,160,024	1,534,137	--	2,981,400	8,338,643	986,544
Notes and accounts receivable.....	20,221,628	*3,553	7,446,575	2,705,642	--	1,916,999	6,486,714	1,662,144
Less: Allowance for bad debts.....	460,075	48	245,199	*1,281	--	8,683	204,802	62
Inventories.....	10,334,373	--	--	--	--	--	10,291,242	*43,131
Investments in								
Government obligations.....	2,712,565	--	*40,575	2,058,680	--	*19,757	451,751	141,803
Tax-exempt securities.....	950,299	--	*7,725	*113,062	--	*64,372	272,987	492,153
Other current assets.....	16,425,784	*91,133	1,268,651	3,578,543	--	661,814	8,894,077	1,931,567
Loans to shareholders.....	4,868,169	*304	234,085	321,251	--	468,996	3,446,070	397,463
Mortgage and real estate loans.....	9,117,398	*2,271	3,803,264	*45,869	--	*70,540	4,737,298	458,156
Other investments.....	32,366,471	108	2,436,652	3,417,506	--	931,276	12,054,530	13,526,398
Depreciable assets.....	82,850,449	*20,496	899,562	1,112,053	--	2,586,043	77,143,005	1,089,290
Less: Accumulated depreciation.....	27,101,972	*6,526	406,032	606,048	--	1,627,308	24,125,876	330,183
Depletable assets.....	378,403	--	--	64,767	--	*23,127	183,643	*106,867
Less: Accumulated depletion.....	158,564	--	--	50,152	--	*11,017	56,779	*40,616
Land.....	24,222,308	*669	84,745	*23,927	--	78,458	23,573,994	460,514
Intangible assets (amortizable).....	2,911,502	*147	285,811	30,167	--	956,475	1,592,325	46,577
Less: Accumulated amortization.....	1,371,308	*115	153,162	22,346	--	534,362	631,735	29,587
Other assets.....	5,328,258	*15,488	834,170	319,471	--	360,502	3,979,560	-180,933
Total liabilities.....	198,654,779	*185,823	17,697,447	14,645,248	--	8,938,388	136,426,647	20,761,226
Accounts payable.....	11,117,527	*40,340	679,396	3,295,936	--	3,075,914	3,348,613	677,329
Mortgages, notes, and bonds payable in less than 1 year.....	20,771,402	*73,224	5,256,739	702,317	--	618,962	12,757,260	1,362,899
Other current liabilities.....	13,837,017	*3,612	1,780,018	4,446,412	--	1,473,037	5,633,491	500,448
Loans from stockholders.....	27,269,976	*3,303	1,351,926	401,866	--	624,212	22,609,779	2,278,891
Mortgages, notes, and bonds payable in 1 year or more.....	67,627,377	--	3,949,639	569,827	--	1,158,914	59,409,684	2,539,313
Other liabilities.....	7,153,113	--	924,358	401,292	--	299,939	4,886,179	641,346
Net worth, total.....	50,878,365	*65,344	3,755,371	4,827,598	--	1,687,410	27,781,643	12,760,999
Capital stock.....	11,983,500	*2,381	411,413	477,818	--	278,543	9,375,933	1,437,412
Paid-in or capital surplus.....	32,890,508	*5,856	1,928,130	2,005,661	--	491,832	21,497,892	6,961,138
Retained earnings, unappropriated.....	8,190,161	*57,107	1,444,204	2,480,419	--	1,228,421	-1,625,879	4,605,889
Less: Cost of treasury stock.....	2,185,804	--	28,376	136,300	--	311,385	1,466,303	243,440

Footnotes at end of table.

S Corporation Returns, 1996

Table 3.--All Returns: Balance Sheets, by Major Industrial Group--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Services							Nature of business not allocable
	Total	Hotels and other lodging places	Personal services	Business services	Auto repair; miscellaneous repair services	Amusement and recreation services	Other services	
	(61)	(62)	(63)	(64)	(65)	(66)	(67)	(68)
Number of returns.....	815,494	19,028	56,819	246,698	76,990	64,908	351,051	3,046
Number of shareholders.....	1,396,554	53,471	92,025	414,113	125,753	122,714	588,479	7,745
Total assets.....	165,366,124	19,939,001	7,786,568	49,435,904	15,745,970	22,652,415	49,806,266	365,255
Cash.....	23,560,012	1,208,297	1,100,742	8,033,469	1,494,002	2,672,269	9,051,234	49,601
Notes and accounts receivable.....	26,187,619	646,685	1,030,189	12,229,989	1,948,691	1,446,970	8,885,096	*16,004
Less: Allowance for bad debts.....	566,408	6,239	9,347	173,571	21,098	59,485	296,668	*79
Inventories.....	5,847,433	112,515	356,238	1,718,882	1,652,618	850,362	1,156,818	*28,082
Investments in								
Government obligations.....	511,609	*12,461	*14,100	205,783	*10,459	*83,119	185,687	--
Tax-exempt securities.....	244,508	*30	*30,637	*50,480	*131	*63,283	99,947	*403
Other current assets.....	9,843,009	525,824	273,977	3,405,187	502,072	1,351,095	3,784,853	*3,255
Loans to shareholders.....	5,160,370	380,947	159,693	1,559,991	343,863	479,083	2,236,793	*835
Mortgage and real estate loans.....	1,388,503	318,979	*59,268	196,911	*48,680	444,985	319,680	*868
Other investments.....	13,191,465	1,290,708	321,955	4,719,736	289,365	1,958,252	4,611,450	*63,090
Depreciable assets.....	130,644,675	20,918,545	7,456,472	32,545,167	14,985,530	19,895,763	34,843,198	*112,760
Less: Accumulated depreciation.....	68,021,047	8,511,199	4,223,499	18,600,174	6,896,521	10,269,566	19,520,089	*33,162
Depletable assets.....	98,182	*5,192	--	*1,915	*8,568	*4,676	*77,831	--
Less: Accumulated depletion.....	29,295	*1,471	--	*689	*4,544	*111	*22,481	--
Land.....	7,586,015	2,422,850	298,073	917,188	765,115	1,963,138	1,219,650	*62,436
Intangible assets (amortizable).....	8,617,840	453,434	792,287	2,224,382	511,341	2,222,560	2,413,836	*23,057
Less: Accumulated amortization.....	4,084,421	154,118	276,946	956,225	181,536	1,556,977	958,619	*410
Other assets.....	5,186,054	315,560	402,730	1,357,484	289,233	1,102,997	1,718,050	*38,516
Total liabilities.....	165,366,124	19,939,001	7,786,568	49,435,904	15,745,970	22,652,415	49,806,266	365,255
Accounts payable.....	14,510,558	602,024	564,536	6,487,507	1,413,198	1,600,566	3,842,727	*101,723
Mortgages, notes, and bonds payable in less than 1 year.....	18,292,782	960,637	579,152	5,765,863	3,795,965	1,833,384	5,357,780	*71,074
Other current liabilities.....	17,360,321	790,639	585,576	5,898,746	1,012,760	2,405,134	6,667,466	*78,438
Loans from stockholders.....	27,523,600	3,579,770	1,809,512	6,297,811	2,412,508	6,330,937	7,093,062	*59,833
Mortgages, notes, and bonds payable in 1 year or more.....	47,782,739	11,191,314	1,920,160	10,593,920	4,274,236	7,130,490	12,672,620	*19
Other liabilities.....	6,455,098	387,084	431,992	1,831,982	152,287	1,214,023	2,437,730	*19,609
Net worth, total.....	33,441,026	2,427,533	1,895,639	12,560,075	2,685,016	2,137,882	11,734,881	34,560
Capital stock.....	9,484,600	1,717,444	591,608	2,260,951	595,140	1,599,941	2,719,516	122,544
Paid-in or capital surplus.....	23,527,999	3,560,420	625,789	8,090,586	1,099,255	4,913,514	5,238,435	*284,580
Retained earnings, unappropriated.....	2,905,802	-2,632,982	815,603	3,098,852	1,205,697	-4,170,107	4,588,739	-371,853
Less: Cost of treasury stock.....	2,477,375	217,349	137,360	890,314	215,076	205,466	811,809	*711

*Estimate should be used with caution because of the small number of sample returns on which it is based.

**Data deleted to avoid disclosure of information for specific corporations. Deleted data are included in the appropriate totals.

NOTE: Detail may not add to total due to rounding.

S Corporation Returns, 1996

Table 4.--Real Estate Rental Income, by Selected Industrial Divisions and Selected Industry

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	All industries ¹	Agriculture, forestry, and fishing	Mining	Construction	Manufacturing
	(1)	(2)	(3)	(4)	(5)
Number of returns.....	192,949	7,317	537	7,776	3,914
Gross income.....	18,753,305	213,843	15,656	355,133	239,612
Real estate rental expenses, total.....	16,074,638	145,362	10,102	284,739	139,608
Advertising.....	64,229	*44	*51	1,504	113
Auto and travel.....	61,260	*905	*148	*781	178
Cleaning and maintenance.....	575,101	701	*282	7,823	6,096
Commissions.....	131,040	*7,437	*15	1,803	1,218
Insurance.....	474,016	5,624	*345	6,773	2,795
Legal and other professional fees.....	720,350	4,938	*167	4,550	4,761
Interest.....	4,407,618	30,404	*1,179	81,013	14,007
Repairs.....	866,477	8,852	*1,073	18,101	8,234
Taxes.....	2,037,534	21,516	1,653	39,399	25,163
Utilities.....	1,139,609	4,179	*528	17,933	10,367
Wages and salaries.....	804,898	1,174	*258	*14,062	3,868
Depreciation.....	2,659,451	21,871	2,751	58,643	44,178
Other expenses.....	2,133,055	37,718	*1,654	32,353	18,631
Net gain (less loss) from sales of business property.....	24,381	*88	--	*794	*711
Gain.....	73,638	*88	--	*794	*712
Loss.....	49,258	--	--	--	*1
Net income (less deficit) from partnerships and fiduciaries.....	167,235	5,829	6,673	15,775	759
Income.....	646,964	7,444	7,296	23,183	9,147
Deficit.....	479,730	*1,615	*623	7,407	8,388
Real estate rental net income (less deficit).....	2,870,283	74,399	12,226	86,963	101,473
Income.....	4,738,874	103,337	14,306	121,211	121,320
Deficit.....	1,868,592	28,938	*2,079	34,248	19,847

Item	Transportation and public utilities	Wholesale and retail trade	Finance, insurance, and real estate		Services
			Total	Real estate	
	(6)	(7)	(8)	(9)	(10)
Number of returns.....	1,664	14,110	138,402	132,894	19,207
Gross income.....	237,899	782,080	15,934,519	15,785,967	966,758
Real estate rental expenses, total.....	172,136	485,089	14,076,663	13,965,093	753,537
Advertising.....	1,649	614	55,635	54,960	3,388
Auto and travel.....	*745	1,569	50,226	49,123	6,708
Cleaning and maintenance.....	3,535	15,839	527,357	524,600	12,453
Commissions.....	*2,091	5,763	109,797	109,721	2,916
Insurance.....	3,241	12,449	418,478	415,841	24,179
Legal and other professional fees.....	10,952	11,155	661,672	654,936	21,690
Interest expense.....	54,449	104,390	3,945,307	3,911,513	175,270
Repairs.....	5,771	30,670	756,697	750,840	35,731
Taxes.....	20,800	60,356	1,810,674	1,797,591	57,085
Utilities.....	7,810	17,939	1,029,265	1,024,182	51,552
Wages and salaries.....	*8,593	6,882	700,106	698,890	69,954
Depreciation.....	41,186	117,865	2,233,774	2,206,043	137,649
Other expenses.....	11,315	99,598	1,777,674	1,766,854	154,960
Net gain (less loss) from sales of business property.....	--	*5,573	17,150	17,150	*65
Gain.....	--	*5,590	66,363	66,363	*91
Loss.....	--	17	49,213	49,213	27
Net income (less deficit) from partnerships and fiduciaries.....	3,438	16,177	16,396	14,102	102,174
Income.....	5,856	32,238	442,076	410,941	119,711
Deficit.....	*2,418	16,062	425,680	396,839	17,537
Real estate rental net income (less deficit).....	69,200	318,741	1,891,402	1,852,127	315,460
Income.....	82,823	369,447	3,518,704	3,436,361	407,311
Deficit.....	13,622	50,706	1,627,301	1,584,235	91,850

*Estimate should be used with caution because of the small number of sample returns on which it is based.

¹ Includes nature of business not allocable, which is not shown separately.

NOTE: Detail may not add to total due to rounding.

S Corporation Returns, 1996

Table 5.--All Returns: Total Receipts and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Number of Shareholders

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Item	Total ¹	Number of shareholders						
		1	2	3	4 - 10	11 - 20	21 - 30	31 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Number of returns	2,304,416	1,227,225	689,119	176,655	190,163	18,443	2,325	486
Number of shareholders	4,440,778	1,227,225	1,378,239	529,966	973,044	257,941	57,772	16,590
Total assets	1,100,360,936	353,199,116	268,814,465	123,968,986	260,613,172	59,109,511	24,706,644	9,949,041
Total receipts ²	2,618,094,172	858,893,104	707,136,695	304,337,768	582,665,668	109,136,661	40,047,961	15,876,316
Business receipts.....	2,571,988,996	841,486,395	697,173,224	299,439,227	572,321,132	107,014,732	39,016,549	15,537,736
Interest on Government obligations:								
State and local.....	719,651	222,341	160,737	79,851	157,916	48,558	40,797	9,450
Net gain, noncapital assets.....	5,687,811	2,249,153	1,020,738	737,425	1,269,855	251,322	126,381	32,936
Other receipts.....	39,697,715	14,935,215	8,781,995	4,081,264	8,916,765	1,822,048	864,234	296,193
Total deductions	2,524,235,678	827,785,186	684,565,319	294,366,101	561,023,769	103,868,418	37,810,250	14,816,636
Cost of goods sold.....	1,686,903,273	525,938,441	459,297,109	204,118,718	392,731,607	70,300,315	24,712,648	9,804,435
Compensation of officers.....	98,748,923	38,682,019	27,843,469	12,093,081	16,294,032	2,417,249	1,100,776	318,297
Salaries and wages.....	229,323,211	79,804,382	59,765,345	23,879,209	49,058,526	10,673,374	4,566,799	1,575,577
Repairs.....	16,881,022	6,078,027	4,549,618	1,818,795	3,446,937	626,130	240,501	121,013
Bad debts.....	5,445,328	1,866,549	1,386,541	602,305	1,244,804	246,901	66,126	32,102
Rent paid on business property.....	53,480,778	20,623,127	16,226,754	5,130,152	9,283,756	1,476,039	478,907	262,042
Taxes paid.....	53,897,108	18,394,940	14,261,683	6,067,571	11,600,186	2,433,919	796,606	342,202
Interest paid.....	28,529,779	9,243,967	7,276,582	3,458,005	6,371,651	1,470,978	497,155	211,440
Amortization.....	3,232,667	1,082,149	908,916	355,661	620,430	184,162	60,539	20,810
Depreciation.....	44,778,017	14,079,533	11,423,269	4,900,932	10,603,096	2,379,234	1,015,284	376,668
Depletion.....	216,613	51,744	19,141	22,034	100,715	20,848	1,416	714
Advertising.....	25,016,854	8,628,367	6,832,649	2,531,440	5,281,320	1,057,612	544,733	140,733
Pension, profit-sharing, stock bonus, and annuity plans.....	8,525,203	2,629,139	1,901,249	905,150	2,024,445	770,863	213,092	81,265
Employee benefit programs.....	17,847,342	5,334,839	4,441,451	1,821,388	4,535,922	1,135,600	412,797	165,344
Net loss, noncapital assets.....	550,963	193,834	209,135	45,212	84,018	11,850	6,402	512
Other deductions.....	250,858,598	95,154,128	68,222,407	26,616,447	47,742,324	8,663,341	3,096,468	1,363,482
Total receipts less total deductions ²	93,858,493	31,107,918	22,571,375	9,971,667	21,641,899	5,268,243	2,237,711	1,059,680
Net income (less deficit) from a trade or business	93,138,842	30,885,577	22,410,638	9,891,816	21,483,982	5,219,685	2,196,914	1,050,230
Net income.....	132,544,004	47,967,360	32,255,470	13,860,386	28,089,606	6,530,894	2,610,664	1,229,625
Deficit.....	39,405,161	17,081,783	9,844,831	3,968,569	6,605,623	1,311,209	413,750	179,394
Portfolio income (less deficit) distributed to shareholders	28,610,573	9,341,055	5,519,536	2,927,289	7,550,975	1,613,574	1,389,696	268,449
Dividend income.....	1,167,715	517,634	161,814	83,123	271,719	101,115	17,083	15,228
Interest income.....	9,015,900	2,849,486	1,877,054	1,006,308	2,472,294	495,253	212,768	102,737
Royalty income (less loss).....	719,000	365,796	93,439	38,108	123,536	61,608	34,522	1,992
Net short-term capital gain (less loss).....	1,202,698	654,446	212,918	21,084	216,892	63,666	13,926	19,767
Net long-term capital gain (less loss).....	16,383,117	4,914,687	3,137,793	1,773,589	4,428,934	889,194	1,110,722	128,198
Other portfolio income (net).....	122,143	39,007	36,519	5,077	37,600	2,737	675	528
Real estate rental net income (less deficit)	2,870,283	448,814	572,854	464,524	960,861	293,053	83,020	47,156
Net income.....	4,738,874	1,356,378	1,016,817	605,055	1,279,884	325,663	95,791	59,287
Deficit.....	1,868,592	907,564	443,962	140,531	319,023	32,610	12,771	12,131
Net income (less deficit) from other rental activity	625,798	115,905	120,914	99,172	229,582	43,249	18,045	1,069
Net income.....	945,454	295,122	200,439	112,561	259,924	56,989	18,318	2,101
Deficit.....	319,656	179,218	79,525	13,389	30,342	13,740	272	3,170
Total net income (less deficit)	125,245,496	40,791,350	28,623,942	13,382,802	30,225,401	7,169,561	3,687,675	1,364,766
Net income.....	161,896,380	57,044,850	37,963,792	17,047,597	35,964,593	8,345,630	4,015,652	1,514,265
Deficit.....	36,650,884	16,253,500	9,339,850	3,664,795	5,739,193	1,176,069	327,977	149,499

¹ Total includes S Corporations for which neither a number of shareholders was reported nor a Schedule K-1, Shareholder's Share of Income, Credits, Deductions, etc., was filed.

² Includes interest on Government obligations: State and local, which is not reflected in net income (less deficit) from a trade or business.

NOTE: Detail may not add to total due to rounding.