

Sole Proprietorship Returns, 2004

by Kevin Pierce and Michael Parisi

For Tax Year 2004, there were approximately 20.6 million individual income tax returns that reported nonfarm sole proprietorship activity. Nearly every sole proprietor industrial sector reported an increase in profits. Total profits for all nonfarm sole proprietorships were \$247.6 billion, a 7.5-percent increase from Tax Year 2003. When adjusted for inflation, profits increased by 4.4 percent, the highest percentage increase in profits since 1998. The largest percentage increase in profits for a major industrial sector was 18.3 percent for the wholesale trade sector, followed by a 9.2-percent increase by both the real estate and rental and leasing sector and the professional, scientific, and technical services sector. Although overall profits for nonfarm sole proprietorship returns increased, deficits also increased by an amount of 7.5 percent in real terms from Tax Year 2003.

In addition to an increase in profits for sole proprietorships in Tax Year 2004, there was an increase of both receipts and deductions reported on these returns: total business receipts increased 8.5 percent to \$1,139.5 billion, and total business deductions grew 8.8 percent to \$892.4 billion. The finance and insurance sector reported the largest percentage increase in both receipts and deductions with a 13.6-percent increase in business receipts and a 15.5-percent increase in deductions. The construction sector reported the second largest growth in receipts at 12.8 percent. For 2004, when inflation is taken into account, sole proprietors reported the largest increase in both receipts and deductions since before 1988.

The North American Industry Classification System (NAICS) for industrial coding was introduced for the first time in Tax Year 1998. Because of the coding changes, comparisons between data from 1998-2004 with 1997 and prior years may show inconsistencies. A reason for this was that many sole proprietorships under the NAICS system were classified in completely different industrial groups, which

makes prior-year comparisons inappropriate. For example, in 1997, finance, insurance, and real estate were grouped by Standard Industrial Classification (SIC) codes as one industry, while, under the NAICS system, the group has been split into two industrial sectors. The industrial sectors based on the NAICS codes are reported in Tables 1 and 2.

Returns and Receipts

The number of individual income tax returns reporting nonfarm sole proprietorship activity for 2004 increased 4.5 percent to almost 20.6 million (Figure A)[1]. The two largest industrial sectors (in numbers of returns) showed an increase in the number of returns for Tax Year 2004; the professional, scientific, and technical services sector, with approximately 3.0 million returns, increased 7.2 percent, and the construction sector, with approximately 2.6 million returns, increased 3.8 percent. The largest reported increase for any industrial sector was in the wholesale trade sector, with a 21.6-percent increase to almost 351 thousand returns.

Total business receipts (the sum of “income from sales and operations” and “other business income”) for all nonfarm sole proprietorship industries increased 8.5 percent, from \$1,050.2 billion to \$1,139.5 billion [2]. The finance and insurance sector showed the largest percentage increase in receipts, reporting an increase of \$8.7 billion or 13.6 percent. The second largest percentage increase in receipts for 2004 was in the construction sector, with an increase of 12.8 percent. This was followed closely by the 12.5-percent growth in receipts in the real estate and rental and leasing sector, as well as the 12.3-percent growth in the transportation and warehousing sector. Overall, in constant dollar terms, total business receipts had the largest annual increase over Tax Years 1988-2004 of 5.4 percent (Figure B) [3].

Deductions

Total business deductions (“cost of sales and operations” plus business expenses, including expenses for home office) in current dollars increased 8.8 percent from \$820.2 billion for 2003 to \$892.4 billion for 2004 (Figure A) [4,5]. The finance and insurance sector showed the largest percentage increase in deductions, with 15.5 percent. As shown in Figure B, when accounting for inflation, business deductions

Kevin Pierce and Michael Parisi are economists with the Individual Research Section and the Individual Returns Analysis Section, respectively. This article was prepared under the direction of Carl Greene, Chief of the Individual Research Section, and Jeff Hartzok, Chief of the Individual Returns Analysis Section.

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Figure A

Nonfarm Sole Proprietorship Returns, Receipts, and Deductions, by Selected Industrial Sectors, Tax Years 2003 and 2004

[Number of returns is in thousands--money amounts are in billions of dollars]

Industrial sector	Number of returns			Total business receipts			Total business deductions ¹		
	2003	2004	Percentage increase	2003	2004	Percentage increase	2003	2004	Percentage increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All nonfarm industries.....	19,710.1	20,590.7	4.5	1,050.2	1,139.5	8.5	820.2	892.4	8.8
Construction.....	2,491.2	2,586.8	3.8	175.8	198.4	12.8	146.9	167.3	13.9
Specialty trade contractors.....	1,998.4	2,084.0	4.3	120.0	134.7	12.2	97.2	110.2	13.4
Wholesale trade (merchant wholesalers).....	288.5	350.8	21.6	38.3	40.8	6.6	34.0	35.7	5.2
Retail trade.....	2,416.1	2,399.4	-0.7	177.0	187.1	5.7	169.1	179.0	5.9
Transportation and warehousing.....	944.6	982.8	4.0	58.1	65.3	12.3	49.9	56.6	13.3
Finance and insurance.....	659.0	672.7	2.1	64.4	73.1	13.6	48.1	55.6	15.5
Real estate and rental and leasing.....	1,074.1	1,179.4	9.8	62.7	70.5	12.5	37.2	42.6	14.6
Real estate.....	1,019.6	1,113.9	9.2	58.8	66.6	13.2	33.2	38.6	16.3
Professional, scientific, and technical services.....	2,752.8	2,951.0	7.2	128.5	137.7	7.1	76.5	80.9	5.8
Administrative and support and waste management and remediation services.....	1,881.2	1,994.8	6.0	46.7	50.0	7.1	33.7	35.9	6.7
Health care and social assistance.....	1,762.8	1,778.0	0.9	99.4	104.2	4.8	59.6	62.2	4.3
Child day care services.....	721.4	694.1	-3.8	9.8	10.0	2.1	6.3	6.4	1.3
Arts, entertainment, and recreation.....	1,098.5	1,132.2	3.1	24.1	26.4	9.4	18.7	20.6	10.1
Performing arts, spectator sports, and related industries.....	937.7	963.5	2.8	17.9	19.3	7.8	12.7	13.8	8.8
Other services.....	1,995.0	2,089.3	4.7	70.2	73.0	4.0	54.2	56.6	4.3
Personal and laundry services.....	1,239.5	1,338.7	8.0	31.9	33.6	5.2	22.2	23.0	3.9
All other industries.....	2,346.2	2,473.4	5.4	105.0	113.1	7.7	92.3	99.4	7.7

¹ Total business deductions are calculated before subtraction of nonallowable "passive" activity losses and any "passive loss" carryover from prior years.

NOTE: Detail may not add to totals because of rounding. Percentage increases were calculated before rounding.

increased 5.7 percent, the largest increase in deductions from Tax Years 1988-2004.

Representing 41.6 percent of total 2004 business deductions, the cost of sales and operations was approximately \$371.0 billion (Figure C), a 9.6-percent increase from the 2003 level. Total business "expenses" (total business deductions minus the cost of sales and operations) were \$521.5 billion for 2004, an 8.2-percent increase from the 2003 amount. Figure D graphically presents the main components of total business expenses. The largest component, salaries and wages, accounted for 13.6 percent of the total. For 2004, salaries and wages totaled \$71.1 billion, a 5.1-percent increase from 2003. The next largest components of business expenses were cars and trucks (11.3 percent), depreciation (8.2 percent), and rent on business property, machinery, and equipment (5.4 percent). For 2004, these items were \$59.0

billion, \$42.9 billion, and \$36.9 billion, respectively. Car and truck expenses showed a 10.3-percent increase from 2003; depreciation a 2.7-percent increase, and rent on business property, machinery, and equipment a 3.4-percent increase. While contract labor, represented only 3.5 percent of all business expenses for 2003, it had the largest percentage increase for 2004 of 45.4 percent and went up to 4.7 percent of all business expenses.

Beginning with 1993, constant dollar depreciation increased every year through 2003, except for 1995, when it decreased 1.9 percent to \$28.5 billion [6]. However, for 2004, constant dollar depreciation showed a decrease for the first time in 9 years. This was possibly due to the rather large increase in allowable expensing of depreciation for 2003, leaving less to expense for 2004. Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, a

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Figure B

Nonfarm Sole Proprietorship Receipts, Deductions, and Profits, Tax Years 1988-2004

[Money amounts are in billions of dollars]

Tax year	Total business receipts			Total business deductions ¹			Net income less deficit (profits)		
	Current dollars	Constant dollars ²		Current dollars	Constant dollars ²		Current dollars	Constant dollars ²	
		Amount	Percentage increase		Amount	Percentage increase		Amount	Percentage increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1988.....	672.0	887.8	--	545.7	720.9	--	126.3	166.9	--
1989.....	692.8	881.9	-0.7	560.2	713.1	-1.1	132.7	168.9	1.2
1990.....	730.6	895.5	1.5	589.2	722.1	1.3	141.4	173.3	2.6
1991.....	712.6	843.9	-5.8	571.2	676.4	-6.3	141.5	167.6	-3.3
1992.....	737.1	853.3	1.1	583.1	675.0	-0.2	154.0	178.3	6.4
1993.....	757.2	856.8	0.4	600.8	679.7	0.7	156.5	177.0	-0.7
1994.....	790.6	876.0	2.2	623.8	691.2	1.7	166.8	184.8	4.4
1995.....	807.4	876.6	0.1	638.1	692.8	0.2	169.3	183.8	-0.6
1996.....	843.2	898.5	2.5	666.5	710.1	2.5	176.8	188.3	2.5
1997.....	870.4	912.2	1.5	683.9	716.7	0.9	186.6	195.6	3.9
1998.....	918.3	951.8	4.3	716.2	742.3	3.6	202.3	209.7	7.2
1999.....	969.3	990.5	4.1	761.4	778.0	4.8	207.9	212.5	1.3
2000.....	1,021.0	1,021.0	3.1	806.4	806.4	3.6	214.7	214.7	1.1
2001.....	1,016.8	993.3	-2.7	799.6	781.1	-3.1	217.4	212.3	-1.1
2002.....	1,029.7	990.6	-0.3	808.9	778.2	-0.4	221.1	212.7	0.2
2003.....	1,050.2	990.8	(³)	820.2	773.8	-0.6	230.3	217.3	2.1
2004.....	1,139.5	1,044.5	5.4	892.4	818.0	5.7	247.6	226.9	4.4

¹ Total business deductions are calculated before subtraction of nonallowable "passive" activity losses and any "passive loss" carryover from prior years. However, these losses (after subtraction) and any carryover are reflected in net income or deficit. Therefore, total business receipts minus total business deductions may not always equal net income or deficit.

² Constant dollars are based on the overall implicit price deflator for gross domestic product computed and reported by the U.S. Department of Commerce, Bureau of Economic Analysis, in the *Survey of Current Business*. The deflator represents the annual average of current-weighted prices, based on 2000 = 100.

³ Less than 0.05 percent.

NOTE: Percentage increases were calculated before rounding.

substantial increase in the maximum allowable Section 179 deduction from \$24,000 for 2002 to \$100,000 for 2003 led to depreciation increasing significantly by 11.7 percent in real terms. For 2004, with the 179 deduction increasing to \$102,000, depreciation deductions had only a slight change, a decrease (in real terms) of 0.2 percent (Figure E). Although not all of the growth in depreciation in 2003 can be attributed to the change in the Section 179 deduction, the significant increase in the deduction amount greatly impacted the depreciation deductions for sole proprietorships. With the extra depreciation expensed for 2003 and only a \$2,000 increase in the 179 deduction amount between 2003 and 2004, there was relatively no change in depreciation deductions for 2004 [7, 8].

Beginning with Tax Year 1992, certain smaller businesses could elect not to itemize depreciation and other business deductions by filing Schedule C-EZ, *Net Profit From Business*, a simplified version of

Schedule C, *Profit or Loss From Business*. (Schedule C and Schedule C-EZ are the source of sole proprietorship statistics.) For Tax Year 2004, taxpayers could use Schedule C-EZ if they: had business expenses of \$5,000 or less (this was \$2,500 for 2003); used the cash accounting method; had no inventories; did not report a deficit from the business; had only one business as a sole proprietor; had no employees; were not required to file Form 4562, *Depreciation and Amortization*, for the business; claimed no deduction for home business expenses; and had no prior-year disallowed passive activity losses from the business. Since taxpayers using Schedule C-EZ did not itemize business deductions, the detailed deductions in Table 2 are slightly understated and do not add to the totals.

Figure F presents the numbers and percentages of nonfarm sole proprietorship returns filed on Schedule C-EZ by industrial sector. Approximately 3.7 million taxpayers filed Schedule C-EZ for Tax Year

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Figure C

Components of Nonfarm Sole Proprietorship Business Deductions, Tax Years 2003 and 2004

[Money amounts are in millions of dollars]

Business deductions	2003	2004	Percentage increase
	(1)	(2)	(3)
Business deductions, total ¹	820,206,714	892,402,428	8.8
Cost of sales and operations, total	338,376,959	370,951,227	9.6
Inventory, beginning of year.....	34,924,642	35,761,115	2.4
Cost of labor.....	28,032,070	31,768,695	13.3
Purchases.....	218,445,328	238,922,503	9.4
Materials and supplies.....	46,554,634	53,267,879	14.4
Other costs.....	47,331,624	50,186,705	6.0
Inventory, end of year.....	36,911,339	38,955,669	5.5
Business expenses, total ¹	481,829,755	521,451,201	8.2
Advertising expenses.....	12,340,084	12,888,316	4.4
Car and truck expenses.....	53,466,645	58,980,274	10.3
Commissions.....	13,502,446	13,267,025	-1.7
Contract labor.....	16,977,798	24,686,741	45.4
Depletion.....	639,008	775,567	21.4
Depreciation ²	41,754,963	42,900,776	2.7
Employee benefit programs.....	2,421,673	2,617,800	8.1
Home office business deductions ²	7,047,483	7,807,037	10.8
Depreciation, Form 8829.....	858,891	1,093,415	27.3
Insurance.....	17,489,210	18,864,229	7.9
Legal and professional services.....	8,284,557	8,959,140	8.1
Meals and entertainment deducted.....	5,524,213	5,997,824	8.6
Mortgage interest.....	4,762,929	5,167,373	8.5
Other interest paid on business indebtedness.....	5,818,316	5,856,393	0.7
Office expenses.....	11,849,079	12,362,672	4.3
Pension and profit-sharing plans.....	1,182,019	1,202,228	1.7
Rent on machinery and equipment.....	8,470,304	8,728,363	3.0
Rent on other business property.....	27,201,706	28,139,206	3.4
Repairs.....	13,221,220	14,762,464	11.7
Supplies.....	25,507,159	27,302,886	7.0
Salaries and wages.....	67,640,849	71,068,517	5.1
Taxes paid.....	15,179,639	16,036,234	5.6
Travel.....	9,313,708	10,317,557	10.8
Utilities.....	21,661,093	21,477,462	-0.8
Other business deductions.....	89,092,512	98,293,189	10.3

¹ Includes returns with Schedule C-EZ attached. Because only a total is reported for business deductions on Schedule C-EZ, the totals shown in the statistics exceed the sum of the detailed deductions; the detailed deductions are, therefore, slightly understated.

² Depreciation claimed on Form 8829 is included in "home office business deductions" and excluded from "depreciation" shown above.

NOTE: Detail may not add to totals because of rounding. Percentage increases were calculated before rounding.

2004, representing a 25.2-percent increase from the number filed for 2003. This large increase was probably due to the raising of allowable expenses on a Schedule C-EZ from \$2,500 to \$5,000. Of the

returns filed for 2004 in the administrative and support services sector (the largest filers of this schedule), taxpayers filed approximately 565 thousand Schedule C-EZ returns, or 28.3 percent of the total for that sector [9]. For 2004, business receipts from Schedule C-EZ filers totaled \$24.6 billion, or 2.2 percent of total business receipts reported. Business deductions reported on Schedule C-EZ returns accounted for only 0.3 percent of total business deductions for all industries, or \$3.0 billion of the total \$892.4 billion. Even in the administrative and support services sector with its higher concentration of Schedule C-EZ filers, deductions reported on the Schedule C-EZ accounted for just 1.0 percent of that sector's total business deductions.

Profits and Losses

For 2004, nearly all of the principal industrial sectors reported increased sole proprietorship profits (net income less deficit). Figure B presents total profits for all industries (in both current and constant dollars) since 1988, while Figure G presents profits by industrial sector for 2003 and 2004 [10]. Total profits increased 7.5 percent from \$230.3 billion for 2003 to \$247.6 billion for 2004. The wholesale trade sector reported the largest percentage change in profits for 2004, increasing 18.3 percent to \$5.1 billion. The real estate and rental and leasing as well as the professional, scientific, and technical sector reported the second largest percentage increase in profits with 9.2 percent.

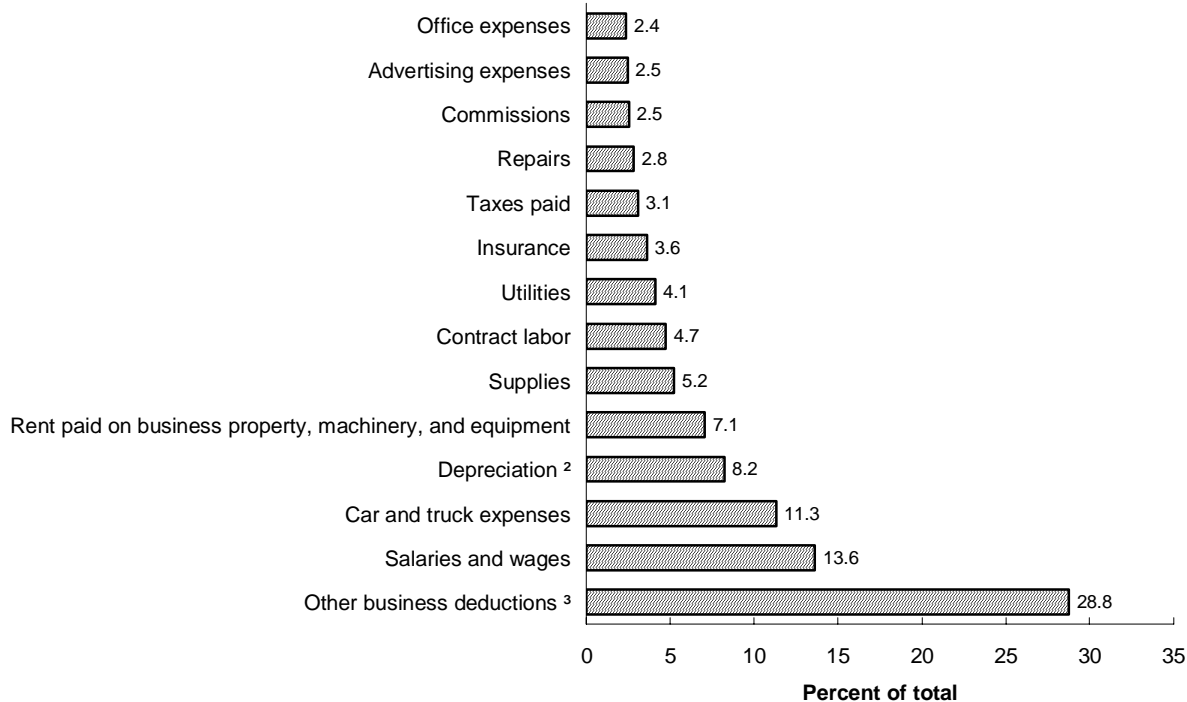
In constant dollars, total profits increased 4.4 percent for 2004 (Figure B), the largest increase in profits since 1998. Despite the significant increase in total profits (in real terms), profits as a percentage of business receipts went down for 2004. Figure H displays net income less deficits as a percentage of business receipts. For Tax Year 2004, profits as a percentage of business receipts was 21.7 percent, slightly below the 21.9 percent for 2003. Since 1987, the highest percentage was for 1998 at 22.0 percent, while the lowest was for 1988 at 18.8 percent. Figure E presents net income and deficit separately for 1988 through 2004, in current and constant dollars. For 2004, net income (in constant dollars) increased 4.9 percent, and deficit (in constant dollars) increased 7.5 percent.

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Figure D

Nonfarm Sole Proprietorship Total Business Expenses, Tax Year 2004 ¹

Type of expenses



¹ Total business expenses equals all business deductions minus cost of sales and operations.

² Depreciation claimed on Form 8829 is included in "home office business deductions" and excluded from "depreciation" shown above.

³ Other business deductions includes: depletion; employee benefit programs; interest; legal and professional services; pension and profit-sharing plans; travel, meals, and entertainment; and home office business deductions. Other business deductions also includes all Schedule C-EZ deductions (\$3.0 billion).

NOTES: Percents are based on an estimated total business expense of \$521.5 billion. Detail may not add to 100 percent because of rounding.

Industries

Using receipts as a measure of business size, Figures A and I show that construction was the largest sole proprietorship industrial sector for 2004, with 17.4 percent of all business receipts (surpassing the retail trade sector which was largest for 2003). Total receipts for the construction sector, at \$198.4 billion, were 12.8-percent higher than the \$175.8 billion reported for 2003, while deductions also increased by 13.9 percent, leading to a 7.4-percent increase in profits. The second largest industrial sector was retail trade, with receipts totaling \$187.1 billion. This amount was 16.4 percent of all sole proprietorship

receipts for 2004, and it represented a 5.7-percent increase from the 2003 amount. Deductions also increased in this sector by 5.9 percent. Retail trade profits increased 2.0 percent for 2004, totaling \$8.1 billion.

The third largest sector was professional, scientific, and technical services, which accounted for 12.1 percent of sole proprietorship receipts for 2004. Receipts increased 7.1 percent to \$137.7 billion, and deductions increased 5.8 percent to \$80.9 billion. Although this sector was the third largest sector in terms of business receipts, the professional, scientific, and technical services sector had the largest percent-

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Figure E

Nonfarm Sole Proprietorship Net Income, Deficit, and Depreciation, Tax Years 1988-2004

[Money amounts are in billions of dollars]

Tax year	Current dollars			Constant dollars ¹			Percentage increase in constant dollars ¹		
	Net income	Deficit	Depreciation ²	Net income	Deficit	Depreciation ²	Net income	Deficit	Depreciation ²
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1988.....	145.5	19.2	26.1	192.2	25.4	34.5	--	--	--
1989.....	152.4	19.7	24.5	194.0	25.1	31.2	0.9	-1.1	-9.6
1990.....	161.7	20.2	23.7	198.2	24.8	29.0	2.2	-1.3	-6.9
1991.....	162.4	20.9	23.1	192.3	24.8	27.4	-3.0	(³)	-5.8
1992.....	173.5	19.5	23.3	200.8	22.6	27.0	4.4	-8.8	-1.4
1993.....	177.0	20.5	25.0	200.3	23.2	28.3	-0.3	2.8	4.9
1994.....	187.8	21.0	26.2	208.1	23.3	29.0	3.9	0.3	2.6
1995.....	191.7	22.5	26.2	208.2	24.4	28.5	(³)	4.8	-1.9
1996.....	200.1	23.4	27.4	213.2	24.9	29.2	2.4	2.1	2.4
1997.....	210.5	23.8	28.6	220.6	25.0	30.0	3.4	0.3	2.9
1998.....	226.2	23.9	29.1	234.5	24.8	30.2	6.3	-0.7	0.7
1999.....	233.4	25.5	30.6	238.5	26.0	31.3	1.7	4.9	3.7
2000.....	245.2	30.5	32.2	245.2	30.5	32.2	2.8	17.3	2.8
2001.....	250.2	32.8	33.4	244.4	32.0	32.7	-0.3	5.0	1.4
2002.....	257.3	36.2	36.6	247.5	34.8	35.3	1.3	8.7	8.0
2003.....	269.1	38.8	41.8	253.9	36.6	39.4	2.6	5.1	11.7
2004.....	290.5	42.9	42.9	266.3	39.3	39.3	4.9	7.5	-0.2

¹ Constant dollars are based on the overall implicit price deflator for gross domestic product computed and reported by the U.S. Department of Commerce, Bureau of Economic Analysis, in the *Survey of Current Business*. The deflator represents the annual average of current-weighted prices, based on 2000 = 100.

² Excludes depreciation claimed on Form 8829, Expenses for Business Use of Your Home.

³ Less than 0.05 percent.

Figure F

Nonfarm Sole Proprietorship Returns with Schedule C-EZ, by Selected Industrial Sectors, Tax Year 2004

[Money amounts are in millions of dollars]

Industrial sector	Number of returns			Total business receipts			Total business deductions ¹		
	Total	With Schedule C-EZ	Percentage of total	Total	On Schedule C-EZ	Percentage of total	Total	On Schedule C-EZ	Percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All nonfarm industries.....	20,590,691	3,703,927	18.0	1,139,523.8	24,574.8	2.2	892,402.4	2,991.9	0.3
Construction.....	2,586,774	417,400	16.1	198,364.4	3,135.2	1.6	167,342.7	403.8	0.2
Wholesale trade (merchant wholesalers).....	350,824	51,572	14.7	40,849.6	442.4	1.1	35,735.4	35.4	0.1
Retail trade.....	2,399,442	238,773	10.0	187,076.7	1,018.0	0.5	179,018.0	160.2	0.1
Transportation and warehousing.....	982,832	129,112	13.1	65,303.9	947.9	1.5	56,584.5	152.3	0.3
Finance and insurance.....	672,687	65,770	9.8	73,125.9	642.1	0.9	55,556.1	59.0	0.1
Real estate and rental and leasing.....	1,179,391	90,140	7.6	70,504.2	859.4	1.2	42,591.5	110.0	0.3
Professional, scientific, and technical services.....	2,950,964	492,948	16.7	137,681.8	4,922.4	3.6	80,934.2	486.3	0.6
Administrative and support and waste management and remediation services.....	1,994,817	564,644	28.3	49,986.8	3,342.1	6.7	35,935.7	365.9	1.0
Health care and social assistance.....	1,778,007	457,059	25.7	104,158.8	3,083.7	3.0	62,205.0	327.4	0.5
Arts, entertainment, and recreation.....	1,132,171	195,987	17.3	26,359.3	737.5	2.8	20,571.7	165.4	0.8
Other services.....	2,089,346	396,413	19.0	73,006.2	2,523.0	3.5	56,559.5	389.8	0.7
All other industries.....	2,473,436	604,109	24.4	113,106.0	2,921.3	2.6	99,368.1	336.3	0.3

¹ Total business deductions are calculated before subtraction of nonallowable "passive" activity losses and any "passive loss" carryover from prior years.

² Less than 0.05 percent.

NOTE: Certain smaller sole proprietorships could elect not to itemize business deductions by filing Schedule C-EZ, Net Profit from Business. See the text of this article for a full list of the requirements to be eligible to file Schedule C-EZ.

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Figure G

Nonfarm Sole Proprietorship Profits, by Selected Industrial Sectors, Tax Years 2003 and 2004

[Money amounts are in billions of dollars]

Industrial sector	Net income less deficit (profits)		
	2003	2004	Percentage increase
	(1)	(2)	(3)
All nonfarm industries.....	230.3	247.6	7.5
Construction.....	28.9	31.0	7.4
Specialty trade contractors.....	22.9	24.5	7.3
Wholesale trade (merchant wholesalers).....	4.3	5.1	18.3
Retail trade.....	7.9	8.1	2.0
Transportation and warehousing.....	8.2	8.8	6.6
Finance and insurance.....	16.3	17.6	8.2
Real estate and rental and leasing.....	25.5	27.9	9.2
Real estate.....	25.6	27.9	9.3
Professional, scientific, and technical services.....	52.1	56.9	9.2
Administrative and support and waste management and remediation services.....	13.0	14.1	8.2
Health care and social assistance.....	39.8	42.0	5.4
Child day care services.....	3.5	3.6	3.0
Arts, entertainment, and recreation.....	5.5	5.8	6.2
Performing arts, spectator sports, and related industries.....	5.2	5.5	4.8
Other services.....	16.0	16.5	3.2
Personal and laundry services.....	9.8	10.6	8.1
All other industries.....	12.8	13.9	8.7

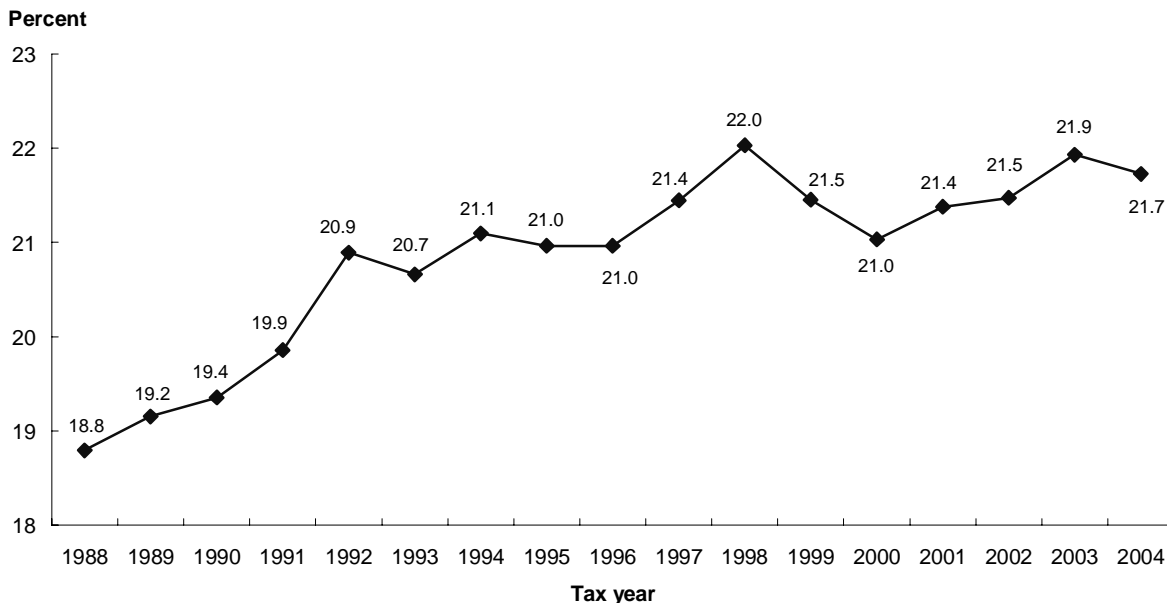
NOTE: Detail may not add to totals because of rounding. Percentage increases were calculated before rounding.

age of sole proprietorship profits with 23.0 percent (see Figure J). For 2004, the professional, scientific, and technical services sector's profits went from \$52.1 billion to \$56.9 billion, a 9.2-percent increase from 2003 profits. The sector with the second largest profits was health care and social assistance. These profits rose to \$42.0 billion for 2004, a 5.4-percent increase from 2003 levels.

Tax Year 2001 is the first year in which data became available on the number of Limited Liability Companies (LLCs) among sole proprietorship returns. LLC entities have the limited liability of corporations, but are taxed as sole proprietorships--income and expenses flow through to the owner to be taxed. In 2001, there were approximately 126 thousand sole proprietorship returns that indicated status as an LLC (Figure K). This increased by 15.3 percent for 2002 and 51.2 percent for 2003. For Tax Year 2004, the number of these sole proprietorships rose to approximately 310 thousand, a 40.4-percent increase from 2003 [11]. Though the 2004 level of LLCs among sole proprietorship returns only counts for 1.5 percent of the total nonfarm sole proprietorships, these numbers are growing fast.

Figure H

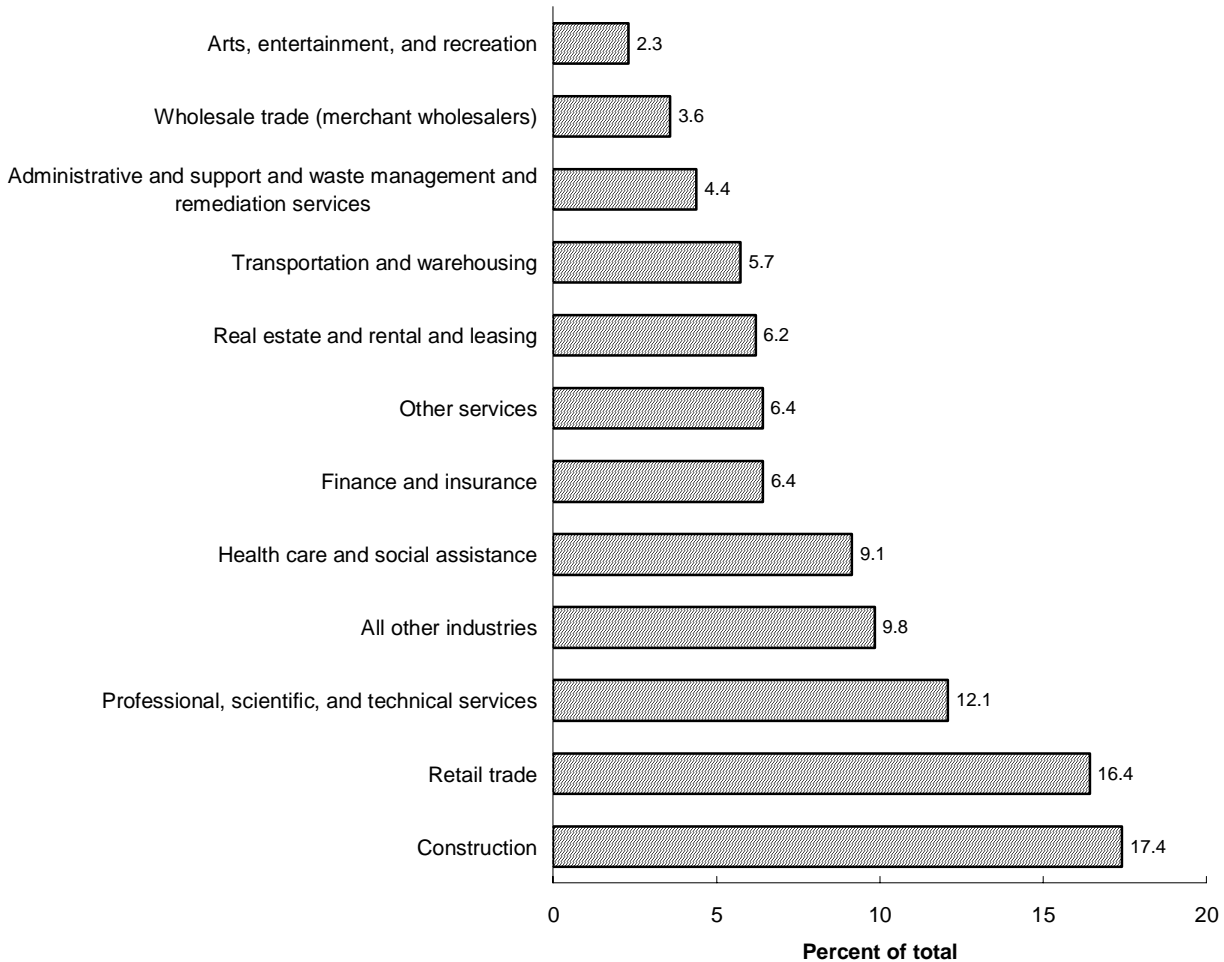
Net Income Less Deficit (Profits) as a Percentage of Business Receipts, Tax Years 1988-2004



Sole Proprietorship Returns, 2004

Figure I

Nonfarm Sole Proprietorship Total Business Receipts by Selected Industrial Sectors, Tax Year 2004



NOTES: Percents are based on an estimated total business receipts of \$1,139.5 billion. Detail may not add to 100 percent because of rounding.

Summary

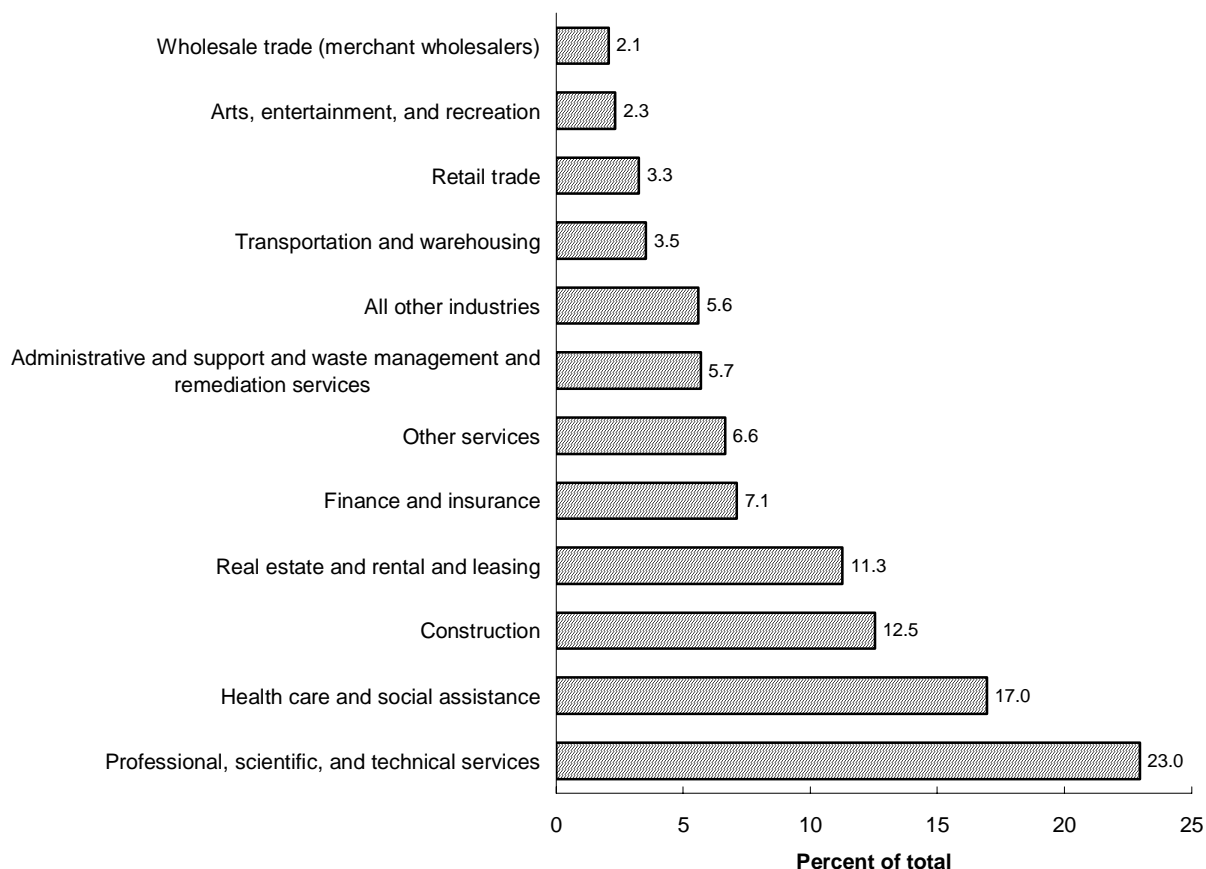
Profits for the 20.6 million returns with sole proprietorship activity for Tax Year 2004 grew 7.5 percent to a level of \$247.6 billion. In constant dollars, total nonfarm sole proprietorship profits increased 4.4 percent, the largest increase since 1998. The wholesale trade sector reported the largest percentage growth in profits at 18.3 percent. The professional, scientific, and technical services sector had the

largest profits of any sector at \$56.9 billion, representing 23.0 percent of total sole proprietorship profits, followed by the health care and social assistance sector at \$42.0 billion, or 17.0 percent of total profits. For all sole proprietorships, receipts and deductions increased 8.5 percent and 8.8 percent, respectively. The largest sole proprietorship industrial sector, based on business receipts was the construction sector, accounting for 17.4 percent of

Sole Proprietorship Returns, 2004

Figure J

Nonfarm Sole Proprietorship Total Business Profits by Selected Industrial Sectors, Tax Year 2004



NOTES: Percents are based on an estimated total business profits of \$247.6 billion. Detail may not add to 100 percent because of rounding. Profits is a designation for "net income less deficit," shown elsewhere in this article.

receipts. This sector reported a 7.4-percent increase in profits. The finance and insurance sector showed the largest percentage increase in both receipts and deductions, reporting a 13.6-percent increase in receipts and a 15.5-percent increase in deductions. Filings of Schedules C-EZ increased rapidly (25.1 percent) with the doubling of allowable expenses on this form for 2004.

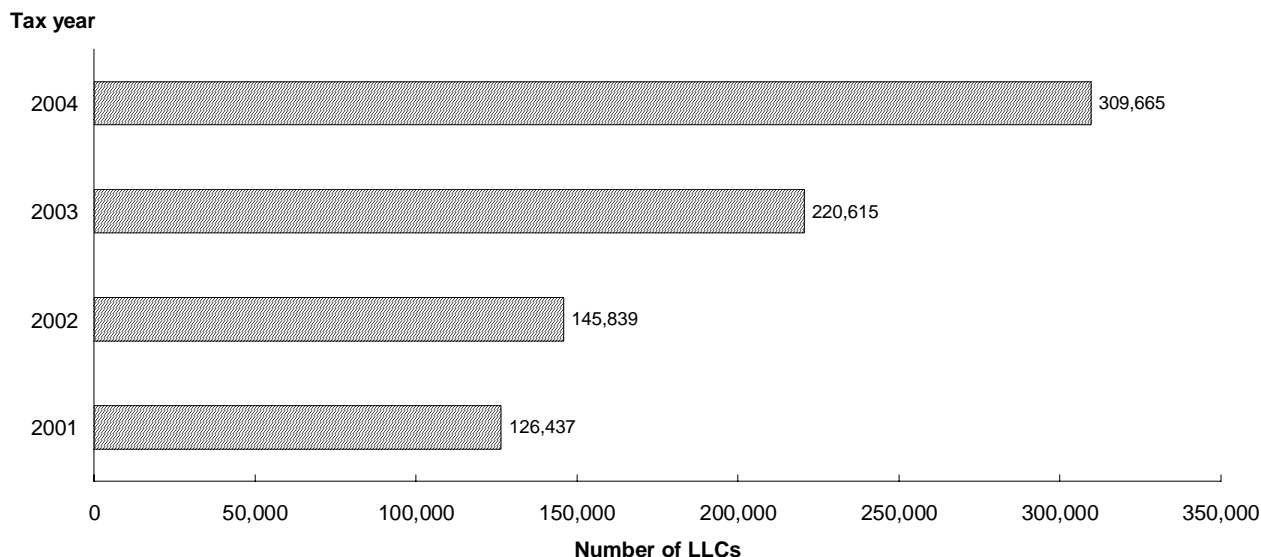
Data Sources and Limitations

The 2004 sole proprietorship estimates are based on a stratified probability sample of unaudited Individual Income Tax Returns, Form 1040 (including electronically-filed returns), processed by the Internal Revenue

Service during Calendar Year 2004. Returns in the sample were stratified based on: (1) the presence or absence of Schedule C, *Profit or Loss From Business (Sole Proprietorship)*, or Schedule C-EZ, *Net Profit From Business*, and Schedule F, *Farm Income and Expenses*; (2) the larger of positive income or negative income (i.e., "adjusted gross income" before statutory adjustments); and (3) tax year. The returns were selected at rates that ranged from 0.05 percent to 100 percent. The 2004 nonfarm sole proprietorship data are based on a sample of 62,926 returns and a population of 20,848,447 returns [11]. The corresponding sample and population for the 2003 data were 55,935 and 19,987,964 returns, respectively.

Figure K

Number of Nonfarm Sole Proprietorships Registered as Limited Liability Companies (LLCs), Tax Years 2001-2004



Since the data presented in this article are estimates based on a sample of returns filed, they are subject to sampling error. To properly use the statistical data estimates provided, the magnitude of the potential sampling error must be known; coefficients of variation (CVs) are used to measure that magnitude. Figure L presents estimated coefficients of variation for the number of returns and money amounts for selected items and industrial sectors. Generally, the smaller the coefficient of variation, the more reliable the estimate is judged to be. The Appendix to this issue of the *Bulletin* discusses the reliability of estimates based on samples, and the use of coefficients of variation for evaluating the precision of estimates based on samples.

Notes and References

[1] For 2004, the 20,590,691 nonfarm sole proprietorship returns accounted for an estimated 22,886,863 nonfarm businesses. For purposes of the statistics, if a proprietor owned more than one business, the statistics for each business were combined with those of the proprietor’s dominant business and included in the industrial

group for that business activity. When this occurred, the sum of net incomes (for businesses reporting a positive net income) reduced by the sum of net deficits (for businesses reporting a deficit) yielded the profits for a specific industrial group.

The *North American Industry Classification System (NAICS)* was used to classify data by industries for 2004. These classifications were applied on a “per business” (rather than on a “per establishment”) basis for *Statistics of Income* by combining various industry groups, although businesses were further combined as described above. While the wording of the industry titles used for the sole proprietorship statistics diverge somewhat from those appearing in *NAICS*, the definitions are consistent.

[2] Statistics for “business receipts, total” in Table 2 represent the total receipts of the business, mainly gross receipts from sales and operations. Business receipts also include miscellaneous business receipts, such as incidental sales of scrap, shown separately in the statistics as “other business income.” However, business

Figure L

Nonfarm Sole Proprietorships: Coefficients of Variation for Selected Items, by Selected Industrial Sectors, Tax Year 2004

[Coefficients of variation are in percentages]

Industrial sector	Coefficients of variation				
	Total business receipts ¹	Total business deductions	Depreciation ²	Net income	Deficit
	(1)	(2)	(3)	(4)	(5)
All nonfarm industries.....	0.64	0.71	1.35	0.91	1.72
Construction.....	2.29	2.36	3.88	2.97	6.01
Specialty trade contractors.....	2.80	2.89	4.60	3.51	7.46
Wholesale trade (merchant wholesalers).....	5.31	5.48	10.56	8.02	12.35
Retail trade.....	2.30	2.27	4.19	3.86	4.49
Transportation and warehousing.....	3.28	3.35	4.56	4.45	7.47
Finance and insurance.....	2.69	2.66	8.20	4.57	8.13
Real estate and rental and leasing.....	2.85	3.00	4.94	3.62	6.32
Real estate.....	2.96	3.16	5.42	3.68	7.10
Professional, scientific, and technical services.....	2.09	2.37	4.12	2.51	5.28
Administrative and support and waste management and remediation services.....	3.68	4.21	6.52	3.85	7.75
Health care and social assistance.....	2.12	2.21	3.95	2.57	8.88
Child day care services.....	5.86	7.10	11.97	6.11	18.11
Arts, entertainment, and recreation.....	4.27	4.26	6.42	5.92	6.05
Performing arts, spectator sports, and related industries.....	4.82	4.67	7.68	6.44	6.81
Other services.....	3.22	3.48	5.55	3.92	7.47
Personal and laundry services.....	3.97	4.29	8.43	5.00	9.90
All other industries.....	2.46	2.52	3.79	3.32	4.36

¹ Positive only.

² Excludes depreciation claimed on Form 8829.

receipts exclude incidental investment income received through the business. Examples of such incidental investment income are interest, dividends, income or loss from rents or royalties, and capital or ordinary gain or loss from the sale of investment and business property. Sole proprietors report incidental investment income, in combination with nonbusiness related investment income, as part of their total incomes on their individual income tax returns.

- [3] Based on the overall implicit price deflator for Gross Domestic Product (GDP). See U.S. Department of Commerce, Bureau of Economic Analysis, *Survey of Current Business*. Indices used for this article were:

Year	Indices	Year	Indices	Year	Indices
1988	75.7	1994	90.3	2000	100.0
1989	78.6	1995	92.1	2001	102.4
1990	81.6	1996	93.9	2002	103.9

1991	84.4	1997	95.4	2003	106.0
1992	86.4	1998	96.5	2004	109.1
1993	88.4	1999	97.9		

- [4] Sole proprietors report personal, i.e., nonbusiness, income and expense items apart from business income or loss, which is reported on the attached Schedule C, *Profit or Loss From Business* (or, to a lesser extent, on Schedule C-EZ, *Net Profit From Business*). Salaries paid to owners qualify as personal income, not as a business expense, and are, therefore, part of the owner's taxable income. Similarly, sole proprietors deduct charitable contributions made through the business as personal expenses on Schedule A, *Itemized Deductions*. However, the owner of a sole proprietorship may choose to deduct any foreign taxes paid as a business expense, unless the owner elects to claim these taxes as a credit against U.S. income tax.

Sole Proprietorship Returns, 2004

- [5] Business deductions include home office business deductions. After 1990, home office expenses were calculated separately on Form 8829, *Expenses for Business Use of Your Home*, and the deductible portion brought forward to the Schedule C. In some cases, these expenses were limited. Prior to 1990, these expenses were not limited and were included with other expenses, such as depreciation deductions, utilities, and “other” expenses on Schedule C.
- [6] The increase in the depreciation deduction for 1993 may be attributed, in part, to a provision of the Omnibus Budget Reconciliation Act of 1993 (OBRA93). The cost of certain tangible property (as described in Internal Revenue Code section 179) may be treated as a current expense rather than a capital expenditure subject to depreciation deductions. The provision of OBRA93 (related to these expenses) increased the maximum amount of investment certain small businesses could immediately deduct on property placed in service after 1992, from \$10,000 to \$17,500. Following the enactment of this provision, the deduction increased 32.4 percent to \$13.5 billion for 1993.
- [7] Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, the maximum amount of Section 179 deduction (the amount of depreciable property that can be expensed for the cost of certain qualifying property) increased from \$24,000 for 2002 to \$100,000 for 2003 and \$102,000 for 2004. For all tax returns that filed Form 4562, *Depreciation and Amortization*, the Section 179 property deducted as an expense increased by 8.7 percent to \$39.7 billion for 2004. The Jobs Creation and Worker Assistance Act of 2002 introduced 30-percent bonus depreciation, and the Jobs and Growth Tax Relief Reconciliation Act of 2003 increased the bonus percentage to 50 percent, for property placed in service by January 1, 2005. While bonus depreciation was available to sole proprietors, it was generally not as advantageous as immediate expensing and therefore likely had less effect on their depreciation deductions.
- [8] For 2004, there were \$19.9 billion deducted as Section 179 property on returns that had a Schedule C. This number does not reflect depreciation solely deducted on Schedule C as this could also include depreciation taken on Schedule E, *Supplemental Income and Loss*, and Schedule F, *Profit or Loss from Farming*.
- [9] Based on the NAICS system, the full name of the administrative and support services sector is the administrative and support and waste management and remediation services sector. The waste management and remediation services portions make up a small percentage of the overall numbers reported under this classification, which are detailed in Table 1.
- [10] Net income minus deficit (loss) before Federal income tax yields profits. Proprietors compute their tax on total “taxable income,” which includes their business profits, plus any other income.
- [11] The difference between the number of returns in the population and the total number of returns in Tables 1 and 2 is mainly due to returns in which Schedule C income was moved to other income or wages to avoid double counting of taxpayers for Gross Domestic Product calculations. In addition, data from amended returns and tentative returns are not reflected in these statistics.

Sole Proprietorship Returns, 2004

Table 1.--Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors Classified with the North American Industry Classification System

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction ^{1,2}	Rent paid on machinery and equipment ¹	Rent paid on other business property ¹	Interest paid deduction ^{1,3}	Payroll ^{1,4}	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
All nonfarm industries.....	20,590,691	1,139,523,760	43,994,191	8,728,363	28,139,206	11,023,767	102,837,211	247,567,189
Agriculture, forestry, hunting, and fishing.....	281,915	15,878,032	1,669,142	161,583	191,813	244,989	1,480,454	660,369
Animal production (including breeding of cats and dogs).....	35,273	1,462,902	196,715	30,717	35,243	37,846	87,449	-282,054
Forestry and logging (including forest nurseries, timber tracts).....	48,400	5,947,055	557,233	63,917	35,460	74,980	506,887	360,087
Fishing.....	70,441	2,166,336	350,443	* 4,589	33,681	42,690	69,143	291,632
Hunting and trapping.....	8,665	211,979	79,022	* 252	* 795	14,248	4,165	-67,714
Support activities for agriculture and forestry.....	119,137	6,089,760	485,729	62,107	86,633	75,225	812,810	358,419
Mining.....	125,923	9,202,124	723,616	24,968	52,068	88,646	377,073	1,372,340
Oil and gas extraction.....	103,469	6,650,892	517,910	11,332	41,400	61,205	107,482	992,096
Coal mining.....	1,135	507,160	33,171	* 1,274	* 711	* 6,708	* 66,319	-20,424
Metal ore mining.....	* 1,335	* 110,121	* 21,411	* 2,369	* 39	* 370	* 12,443	* 15,679
Nonmetallic mineral mining and quarrying.....	4,527	467,784	45,803	3,147	3,297	9,476	61,869	71,173
Support activities for mining.....	15,458	1,466,167	105,322	6,847	6,622	10,886	128,960	313,817
Utilities.....	11,795	308,232	23,832	* 10,090	* 5,311	* 9,673	* 8,443	41,922
Construction.....	2,586,774	198,364,423	8,032,625	1,378,644	1,044,355	1,364,121	26,964,195	31,038,488
Residential building construction.....	374,490	46,626,584	1,306,249	213,176	134,396	329,870	5,495,273	4,913,506
Nonresidential building construction.....	80,950	9,541,450	276,377	62,918	27,218	71,521	1,145,922	932,519
Heavy and civil engineering construction.....	47,320	7,508,085	598,615	176,561	27,441	148,328	586,424	654,918
Specialty trade contractors.....	2,084,014	134,688,305	5,851,383	925,989	855,300	814,402	19,736,577	24,537,546
Manufacturing.....	351,204	25,824,798	1,145,102	185,809	800,530	282,152	3,410,268	3,018,241
Food manufacturing.....	29,074	3,449,144	79,700	4,452	150,973	23,977	339,003	180,805
Textile and textile product mills.....	4,551	316,682	* 12,537	* 2,016	* 1,119	* 3,602	* 37,890	44,382
Apparel.....	29,678	1,585,687	39,339	8,584	63,671	11,182	167,305	313,302
Leather and allied products.....	* 3,838	* 99,464	* 2,941	--	* 120	* 213	* 1,276	* 1,629
Wood products.....	51,401	3,232,481	156,759	27,163	67,416	33,793	523,968	348,726
Paper products.....	* 18	* 27,629	* 2,783	* 693	* 258	* 420	* 4,268	* -709
Printing and related support activities.....	38,532	2,563,190	81,536	35,670	144,532	23,357	341,146	199,361
Petroleum and coal products.....	* 407	* 130,793	* 727	* 17	* 20	* 26	* 1,411	* 6,093
Chemical manufacturing.....	11,169	497,290	21,701	* 2,452	* 4,926	* 2,462	* 33,454	58,692
Plastics, rubber, clay, refractory, and glass products.....	18,696	746,391	53,363	* 1,416	32,315	20,213	104,815	68,035
Nonmetallic mineral products.....	8,578	992,138	47,024	* 6,714	* 5,300	9,477	172,281	92,249
Primary metal industries.....	* 5,133	* 162,506	* 20,298	* 23	* 162	* 234	* 579	* 40,598
Fabricated metal products.....	35,016	3,574,350	244,734	51,698	78,453	43,538	585,232	312,585
Machinery.....	24,222	2,661,245	184,319	2,927	63,550	25,711	413,157	415,265
Computer and electronic products.....	8,370	230,494	9,506	* 4	* 6,443	* 611	* 8,253	71,908
Electrical equipment, appliances, and components.....	5,665	551,221	11,183	* 662	12,966	* 5,459	63,786	69,363
Transportation equipment.....	10,288	955,764	16,624	* 18,970	21,605	36,145	104,964	36,531
Furniture and related products.....	28,287	1,917,331	75,849	10,448	85,564	13,813	163,699	432,369
Medical equipment and supplies.....	3,864	448,767	* 4,275	* 3,816	* 20,354	* 1,139	* 29,779	158,137
Other miscellaneous manufacturing.....	34,417	1,682,231	79,903	8,084	40,782	24,672	314,004	168,919
Wholesale trade (merchant wholesalers).....	350,824	40,849,558	598,001	139,742	434,172	204,294	1,273,027	5,128,810
Durable goods, including machinery, wood, metals, etc.....	149,399	18,307,028	306,032	78,142	223,059	89,997	547,124	2,008,014
Non-durable goods, including food, fiber, chemicals, etc.....	118,760	16,338,556	191,979	52,577	164,408	99,082	638,846	1,428,062
Wholesale electronic markets and agents and brokers.....	82,665	6,203,974	99,990	9,024	46,704	15,215	87,057	1,692,734
Retail trade.....	2,399,442	187,076,742	3,137,131	784,146	5,707,590	1,512,244	11,274,485	8,101,744
Motor vehicle and parts dealers.....	158,658	37,368,327	383,744	76,427	395,909	290,415	1,708,524	1,307,471
Furniture and home furnishing stores.....	55,791	6,345,917	103,138	19,779	326,574	59,254	531,515	477,484
Electronic and appliance stores.....	44,865	4,883,913	126,071	15,405	240,386	35,160	569,537	320,731
Building material and garden equipment and supplies dealers.....	50,761	9,107,146	185,646	28,541	137,764	95,268	956,486	615,612
Food and beverage stores.....	85,108	26,133,236	276,708	66,211	735,749	112,431	1,725,492	1,012,664
Health and personal care stores.....	156,954	9,763,099	190,165	71,324	268,526	42,267	768,658	512,215
Gasoline stations.....	20,851	22,544,731	267,504	48,229	290,877	167,009	779,287	274,447
Clothing and accessories stores.....	120,231	11,868,512	162,874	95,367	919,601	80,068	884,291	934,908
Sporting goods, hobby, book, and music stores.....	133,070	7,479,548	171,461	24,257	386,629	84,617	451,685	217,403
General merchandise stores.....	34,661	5,388,473	72,038	6,342	201,128	45,421	349,470	183,609
Miscellaneous store retailers.....	551,143	28,161,353	725,716	253,735	1,391,168	302,167	1,770,561	1,624,375
Nonstore retailers.....	987,350	18,032,484	472,065	78,529	413,280	198,167	778,977	620,825

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 1.--Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors Classified with the North American Industry Classification System
--Continued

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction ^{1,2}	Rent paid on machinery and equipment ¹	Rent paid on other business property ¹	Interest paid deduction ^{1,3}	Payroll ^{1,4}	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Transportation and warehousing.....	982,832	65,303,903	5,539,440	1,828,319	640,671	906,945	4,292,880	8,756,499
Air and rail transportation.....	15,824	970,991	328,036	10,163	22,748	54,203	41,612	-271,833
Water transportation.....	5,606	377,275	27,838	* 63	11,298	2,605	4,517	152,804
General freight trucking, local.....	216,673	18,221,665	1,490,437	294,684	103,423	209,736	2,043,744	2,319,481
General freight trucking, long-distance and specialized freight trucking.....	305,173	31,598,902	2,972,169	907,980	184,357	506,068	1,385,060	3,370,129
Urban transit.....	* 8	* 7,076	--	--	--	--	* 4,873	* -1,027
Interurban and rural bus transportation.....	* 1,946	* 79,362	* 9,294	* 6,637	--	--	* 10,800	* 7,908
Taxi and limousine service.....	132,510	3,906,844	114,431	459,295	113,051	38,978	79,752	1,081,961
School, employee, and charter bus industry.....	23,218	824,329	87,751	* 26,294	* 3,264	27,196	61,948	235,821
Other transit and ground passenger transportation.....	24,556	1,105,269	49,442	* 13,949	* 20,211	* 11,333	* 211,961	163,559
Pipeline transportation.....	--	--	--	--	--	--	--	--
Scenic and sightseeing transportation.....	2,875	102,087	33,458	* 4,334	* 4,418	11,635	* 1,749	-47,131
Support activities for transportation (including motor vehicle towing).....	37,500	2,164,631	185,587	19,193	112,470	21,825	216,094	292,535
Couriers and messengers.....	208,050	5,428,770	168,564	82,581	32,616	13,503	187,018	1,408,386
Warehousing and storage facilities.....	8,893	516,701	72,434	3,147	32,814	9,864	43,749	43,907
Information.....	295,031	8,044,330	441,967	80,003	242,063	68,264	719,281	1,901,666
Publishing industries (except internet).....	91,795	2,405,480	65,626	13,960	24,575	17,303	177,608	673,220
Motion picture and sound recording.....	64,025	1,954,105	257,644	55,666	147,937	15,826	113,930	127,482
Broadcasting (except internet) and telecommunications.....	44,285	1,692,541	87,126	3,422	54,037	25,491	222,155	280,667
Internet publishing and broadcasting.....	24,636	345,060	4,211	* 5,292	* 851	* 5,527	* 12,846	141,102
Internet service providers, web search portals, and data processing.....	70,289	1,647,144	27,360	1,663	14,663	4,117	192,743	679,195
Finance and insurance.....	672,687	73,125,906	1,332,606	290,373	1,399,366	621,998	3,915,629	17,598,689
Credit intermediation and related activities.....	100,590	5,354,120	225,624	20,313	144,833	120,779	267,382	1,441,206
Securities, commodity contracts, and other financial investments.....	154,797	38,721,972	304,813	103,921	387,119	298,767	1,108,358	4,196,085
Investment bankers and securities dealers.....	7,654	2,218,751	8,509	6,763	12,296	9,172	36,840	511,954
Securities brokers.....	18,323	4,952,584	34,720	43,887	41,396	28,951	176,483	1,022,002
Commodity contracts brokers and dealers.....	10,396	727,299	12,554	* 2,713	39,004	5,525	30,115	-45,928
Securities and commodity exchanges.....	605	1,240,237	1,225	--	* 621	1,279	* 1,840	-43,974
Other financial investment activities (investment advice).....	117,818	29,583,101	247,806	50,558	293,802	253,840	863,081	2,752,031
Insurance agents, brokers, and related activities.....	417,301	29,049,814	802,169	166,140	867,414	202,452	2,539,889	11,961,398
Insurance agencies and brokerages.....	321,451	24,897,407	675,048	149,058	800,557	169,697	2,463,075	10,129,012
Other insurance related activities.....	95,850	4,152,407	127,121	17,081	66,857	32,755	76,814	1,832,386
Real estate and rental and leasing.....	1,179,391	70,504,236	3,874,335	494,374	1,176,160	1,237,175	1,941,274	27,906,990
Real estate.....	1,113,911	66,553,847	2,629,771	421,889	1,014,109	1,069,617	1,639,014	27,943,474
Lessors of real estate (including miniwarehouses and self storage).....	38,277	2,191,958	229,066	23,744	85,181	301,750	128,525	218,955
Offices of real estate agents, brokers, property managers, and appraisers.....	880,577	51,239,559	1,959,354	353,151	799,480	360,447	1,162,232	24,150,911
Other activities related to real estate.....	195,057	13,122,330	441,352	44,994	129,448	407,419	348,257	3,573,608
Rental and leasing services.....	65,479	3,950,389	1,244,564	72,485	162,051	167,558	302,260	-36,484
Automotive equipment rental and leasing.....	12,623	526,696	202,142	* 13,678	8,365	21,360	19,910	9,427
Consumer electronics and appliances rental.....	* 352	* 83,869	* 5,456	* 243	* 13,681	* 702	* 35,940	* -7,931
Formal wear and costume rental.....	* 2,408	* 42,479	* 2,150	* 46	* 2,694	* 5	* 6,121	* 11,251
Video tape and disc rental.....	7,939	569,876	55,534	* 3,402	89,854	17,520	63,937	20,175
General rental centers and other consumer goods rental.....	16,679	759,490	105,886	18,114	18,874	18,511	66,330	-13,915
Commercial and industrial machinery and equipment rental and leasing.....	25,479	1,967,980	873,396	37,001	28,583	109,460	110,022	-55,492
Professional, scientific, and technical services.....	2,950,964	137,681,834	4,637,792	850,710	3,394,650	927,546	11,229,728	56,861,810
Legal services.....	352,504	35,245,418	720,607	205,575	1,473,641	209,113	3,978,112	16,048,668
Office of certified public accountants.....	55,696	3,471,238	113,011	17,139	188,581	28,809	563,847	1,304,100
Other accounting services.....	351,845	7,780,208	314,423	51,656	195,644	112,302	795,138	3,028,344
Architectural, engineering, and related services.....	290,762	14,172,954	559,134	79,056	217,484	87,285	1,706,862	4,156,847
Architectural services.....	99,930	6,249,719	254,389	38,436	107,912	43,259	868,098	1,521,083
Engineering services.....	99,262	5,740,327	191,339	29,239	68,829	34,842	609,348	1,858,477
Drafting, building inspections, and geophysical surveying.....	66,619	1,251,984	43,677	* 3,280	24,969	* 4,070	106,907	475,766
Surveying and mapping (except geophysical) services.....	22,656	799,849	57,886	* 6,279	9,723	* 3,235	94,904	270,575
Testing laboratories.....	2,295	131,075	* 11,843	* 1,821	* 6,051	* 1,879	* 27,605	30,946

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 1.--Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors Classified with the North American Industry Classification System
--Continued

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction ^{1,2}	Rent paid on machinery and equipment ¹	Rent paid on other business property ¹	Interest paid deduction ^{1,3}	Payroll ^{1,4}	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Professional, scientific, and technical service								
--Continued								
Specialized design services.....	217,654	7,361,378	290,744	31,981	111,720	38,495	312,399	1,976,455
Computer systems design services.....	255,947	8,816,742	376,350	61,631	98,659	53,142	316,254	4,727,399
Other professional, scientific, and technical services.....	1,426,556	60,833,895	2,263,524	403,672	1,108,921	398,400	3,557,117	25,619,996
Management, scientific, and technical consulting services.....	735,232	31,394,764	1,061,518	170,119	383,391	192,816	1,340,983	16,062,373
Scientific research and development services.....	28,188	1,013,759	45,779	2,084	11,596	4,057	69,454	497,151
Advertising and related services.....	137,802	6,212,967	155,824	27,156	132,142	30,395	239,379	2,032,110
Market research and public opinion polling.....	40,527	1,180,626	39,633	10,557	25,672	3,255	84,422	400,948
Other miscellaneous services.....	484,808	21,031,781	960,770	193,756	556,121	167,878	1,822,878	6,627,415
Administrative and support and waste management and remediation services.....	1,994,817	49,986,835	2,521,071	451,614	608,086	394,303	5,217,819	14,074,703
Administrative and support services.....	1,962,607	47,848,873	2,317,657	403,325	588,761	358,125	5,062,278	13,869,633
Waste management and remediation services.....	32,210	2,137,961	203,414	48,289	19,325	36,179	155,541	205,070
Educational services.....	473,778	6,926,461	332,491	35,240	414,450	64,154	436,208	2,455,538
Health care and social assistance.....	1,778,007	104,158,816	3,144,642	574,507	4,259,913	1,029,938	14,701,921	41,963,329
Ambulatory health care services.....	867,154	87,670,394	2,542,630	482,104	3,795,910	651,108	13,004,899	36,691,252
Offices of physicians (except mental health specialists).....	183,041	30,856,608	625,287	180,715	1,194,327	132,195	3,982,558	14,505,727
Offices of physicians, mental health specialists.....	35,087	2,859,686	63,792	15,535	184,245	7,279	210,069	1,524,436
Offices of dentists.....	92,024	29,269,421	1,090,504	123,800	1,078,893	317,670	6,409,817	10,082,600
Offices of chiropractors.....	37,158	4,426,015	168,444	59,545	314,931	58,924	500,638	1,742,985
Offices of optometrists.....	12,662	2,892,474	139,182	10,252	169,376	24,481	526,004	737,340
Offices of mental health practitioners and social therapists.....	175,642	7,493,224	191,774	61,289	448,312	46,667	419,570	3,950,018
Offices of podiatrists.....	9,127	1,186,771	20,203	10,502	113,951	4,249	121,647	466,846
Outpatient care centers and other miscellaneous health practitioners.....	105,666	3,596,663	103,197	11,035	193,160	7,984	215,136	1,669,438
Medical and diagnostic laboratories.....	22,127	1,616,631	63,821	3,829	41,519	22,406	241,829	578,110
Home health care services.....	166,920	2,766,603	64,346	3,724	26,579	25,479	307,625	1,142,637
Other ambulatory health care services (including ambulance services, blood and organ banks).....	27,701	706,298	12,080	* 1,878	30,616	* 3,774	70,008	291,113
Hospitals.....	11,556	449,632	12,077	* 1,263	* 7,309	* 2,567	* 52,661	225,583
Nursing and residential care facilities.....	55,771	3,558,970	145,589	12,940	145,733	199,160	901,463	396,212
Social assistance.....	149,411	2,490,455	77,332	8,607	131,139	49,665	203,914	1,089,198
Child day care services.....	694,116	9,989,364	367,015	69,592	179,823	127,438	538,984	3,561,084
Arts, entertainment, and recreation.....	1,132,171	26,359,320	1,775,313	174,572	828,264	253,500	1,321,054	5,792,899
Performing arts, spectator sports, and related industries.....	963,514	19,310,715	1,268,420	101,094	441,944	150,539	726,269	5,466,714
Museums, historical sites, and similar institutions.....	* 3,035	* 74,365	* 1,731	--	--	* 158	--	* 43,101
Amusement, gambling, and recreation industries.....	165,621	6,974,240	505,162	73,478	386,320	102,804	594,785	283,084
Accommodation, food services, and drinking places.....	383,770	39,720,751	1,715,793	278,651	2,406,618	889,159	7,054,580	1,391,146
Accommodation.....	48,805	4,807,254	557,429	30,715	104,703	476,092	651,219	8,822
Travel accommodation (including hotels, motels, and bed and breakfast inns).....	30,236	3,797,085	419,083	24,240	79,885	363,772	568,756	92,686
RV (recreational vehicle) parks and recreational camps.....	10,256	605,999	90,421	4,495	21,959	76,530	24,278	-29,282
Rooming and boarding houses.....	8,314	404,170	47,926	1,980	* 2,859	35,790	58,184	-54,583
Food services and drinking places.....	334,965	34,913,497	1,158,364	247,936	2,301,915	413,067	6,403,361	1,382,324
Other services.....	2,089,346	73,006,151	3,113,737	947,472	4,458,533	872,891	7,070,915	16,457,988
Auto repair and maintenance.....	344,689	24,419,559	1,145,520	227,408	837,953	358,419	3,045,612	2,930,959
Automotive mechanical and electrical repair and maintenance..	179,170	11,649,920	472,405	108,645	400,088	143,635	1,578,647	1,356,007
Automotive body shops.....	95,334	8,395,054	413,331	75,757	260,015	125,531	905,495	1,205,974
Other auto repair and maintenance (including oil change, lubrication, and car washes).....	70,186	4,374,585	259,784	43,005	177,850	89,254	561,469	368,978
Miscellaneous repairs.....	405,970	14,994,662	612,207	152,436	381,421	196,913	1,252,775	2,948,041
Personal and laundry services.....	1,338,687	33,591,931	1,356,010	567,628	3,239,159	317,559	2,772,528	10,578,988
Religious, grantmaking, civic, professional and similar organizations.....	265,620	3,635,138	56,853	11,860	40,206	* 12,318	* 49,885	1,681,245
Unclassified establishments.....	284,398	3,566,169	178,702	25,686	34,386	39,458	98,091	1,362,773

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 1.--Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors Classified with the North American Industry Classification System --Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction ^{1,2}	Rent paid on machinery and equipment ¹	Rent paid on other business property ¹	Interest paid deduction ^{1,3}	Payroll ^{1,4}	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
All nonfarm industries.....	15,053,252	971,377,184	29,362,885	6,839,094	21,976,979	6,648,429	83,455,835	290,486,159
Agriculture, forestry, hunting, and fishing.....	169,072	12,203,678	875,157	91,956	109,266	138,511	1,130,204	2,308,533
Animal production (including breeding of cats and dogs).....	11,802	1,185,643	59,300	* 2,857	26,529	21,097	* 76,560	207,116
Forestry and logging (including forest nurseries, timber tracts).....	28,058	4,475,983	372,547	45,785	13,261	43,654	361,769	578,150
Fishing.....	47,819	1,662,031	182,488	* 1,509	20,711	21,591	* 43,941	574,269
Hunting and trapping.....	5,795	131,585	* 11,195	--	--	* 5,197	* 36	28,970
Support activities for agriculture and forestry.....	75,599	4,748,437	249,626	41,805	48,765	46,972	647,898	920,030
Mining.....	98,943	7,275,659	437,892	17,372	42,615	52,338	247,399	2,080,574
Oil and gas extraction.....	82,834	5,353,963	300,864	7,237	34,614	34,249	62,960	1,624,615
Coal mining.....	* 1,051	* 77,068	* 2,441	* 42	* 330	* 178	* 9,826	* 17,971
Metal ore mining.....	* 354	* 109,798	* 21,319	* 1,605	* 16	* 370	* 12,227	* 18,057
Nonmetallic mineral mining and quarrying.....	2,508	389,079	32,962	* 2,399	* 1,389	7,228	50,516	81,668
Support activities for mining.....	12,196	1,345,751	80,306	6,088	6,266	10,313	111,870	338,264
Utilities.....	9,146	251,675	* 12,391	* 1,623	* 2,792	* 451	* 8,228	99,146
Construction.....	2,127,410	174,956,534	6,195,445	1,113,350	860,074	985,755	22,621,722	35,130,228
Residential building construction.....	302,012	40,918,175	1,059,927	168,675	109,488	233,445	4,658,313	5,741,610
Nonresidential building construction.....	63,983	7,774,489	193,599	46,124	25,148	38,270	922,475	1,220,989
Heavy and civil engineering construction	37,124	6,180,477	504,161	162,398	19,755	106,255	471,730	880,302
Specialty trade contractors.....	1,724,291	120,083,392	4,437,758	736,153	705,683	607,785	16,569,204	27,287,328
Manufacturing.....	224,199	21,979,899	824,575	129,652	600,827	184,553	2,770,917	3,980,453
Food manufacturing.....	20,124	2,974,797	48,577	2,617	118,440	10,965	253,155	294,382
Textile and textile product mills.....	* 2,524	* 256,523	* 10,775	* 795	--	* 2,902	* 18,890	* 66,763
Apparel.....	17,677	1,435,185	23,537	* 8,560	32,397	* 5,067	153,886	378,246
Leather and allied products.....	* 1,850	* 97,537	* 7	--	* 120	* 213	* 1,276	* 8,919
Wood products.....	35,298	2,893,226	107,019	25,633	55,715	26,892	500,228	424,441
Paper products.....	* 7	* 23,155	* 1,147	* 693	* 258	* 331	* 3,825	* 272
Printing and related support activities.....	23,862	2,072,384	53,568	22,284	100,850	18,172	251,535	318,381
Petroleum and coal products.....	* 393	* 130,570	* 626	* 17	* 20	* 26	* 1,411	* 6,596
Chemical manufacturing.....	5,160	404,583	18,900	* 2,452	* 4,198	* 1,651	* 30,433	85,743
Plastics, rubber, clay, refractory, and glass products.....	13,482	609,210	21,206	* 496	* 26,167	* 12,114	* 93,477	121,486
Nonmetallic mineral products.....	6,904	717,978	37,579	* 5,410	* 1,915	* 3,610	104,026	101,850
Primary metal industries.....	* 3,851	* 158,756	* 17,103	* 23	* 162	* 481	* 579	* 45,427
Fabricated metal products.....	20,462	2,820,617	199,698	31,023	40,443	27,793	471,180	455,896
Machinery.....	19,131	2,406,330	141,596	2,383	50,198	19,003	376,175	461,357
Computer and electronic products.....	* 2,761	* 207,516	* 2,134	--	* 5,918	* 387	* 4,019	* 122,184
Electrical equipment, appliances, and components.....	4,328	504,764	9,034	* 239	* 10,504	* 4,716	* 48,147	105,486
Transportation equipment.....	4,400	633,854	* 9,854	* 18,935	* 17,793	* 15,490	* 28,950	95,955
Furniture and related products.....	20,314	1,750,824	57,438	* 1,624	83,944	12,551	154,426	467,551
Medical equipment and supplies.....	3,852	443,802	* 3,884	* 3,809	* 20,001	* 1,007	* 27,190	160,417
Other miscellaneous manufacturing.....	17,820	1,438,288	60,894	* 2,657	31,784	21,182	248,110	259,099
Wholesale trade (merchant wholesalers).....	235,915	35,783,987	397,381	115,956	313,215	146,929	1,005,268	6,070,740
Durable goods, including machinery, wood, metals, etc.....	88,536	16,787,457	214,924	62,391	173,343	65,873	464,343	2,402,728
Nondurable goods, including food, fiber, chemicals, etc.....	86,462	13,280,104	107,414	45,856	109,213	69,128	464,183	1,822,211
Wholesale electronic markets and agents and brokers.....	60,917	5,716,426	75,043	7,709	30,659	11,928	76,742	1,845,801
Retail trade.....	1,203,794	149,998,167	1,813,784	514,288	3,982,267	843,138	8,751,547	15,672,409
Motor vehicle and parts dealers.....	112,012	31,096,834	269,181	60,454	276,637	182,611	1,442,753	1,844,493
Furniture and home furnishing stores.....	31,781	5,286,450	80,257	17,886	234,919	50,542	415,662	733,814
Electronic and appliance stores.....	27,747	4,382,867	112,540	13,082	192,254	24,248	505,370	483,389
Building material and garden equipment and supplies dealers.....	36,017	7,224,426	132,537	16,895	109,339	68,648	700,475	876,775
Food and beverage stores.....	61,963	23,750,297	218,513	57,906	618,074	78,626	1,552,139	1,365,979
Health and personal care stores.....	55,600	8,681,185	100,849	64,187	193,041	30,142	719,962	1,038,328
Gasoline stations.....	14,055	16,610,552	161,606	34,425	226,211	107,110	514,973	432,009
Clothing and accessories stores.....	70,967	9,752,412	100,812	72,708	724,730	50,886	714,553	1,394,513
Sporting goods, hobby, book, and music stores.....	64,205	5,027,062	79,352	11,766	234,932	42,821	244,735	697,063
General merchandise stores.....	23,656	4,197,939	32,832	4,222	145,187	22,678	269,146	348,427
Miscellaneous store retailers.....	268,485	20,836,053	316,023	112,000	802,292	117,264	1,177,316	3,525,283
Nonstore retailers.....	437,307	13,152,090	209,283	48,756	224,652	67,563	494,463	2,932,335

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 1.--Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors Classified with the North American Industry Classification System
--Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction ^{1,2}	Rent paid on machinery and equipment ¹	Rent paid on other business property ¹	Interest paid deduction ^{1,3}	Payroll ^{1,4}	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Transportation and warehousing.....	801,855	53,661,944	3,608,928	1,525,014	491,327	600,200	2,757,661	10,981,020
Air and rail transportation.....	10,124	386,707	22,480	* 3,011	* 7,970	7,118	* 11,929	87,896
Water transportation.....	2,279	287,902	* 7,218	* 4	* 11,020	* 553	* 3,719	199,147
General freight trucking, local.....	169,596	14,312,066	979,916	255,931	75,643	142,387	1,224,249	2,930,162
General freight trucking, long-distance and specialized freight trucking.....	240,916	25,999,235	2,113,660	732,234	138,364	356,664	840,319	4,101,740
Urban transit.....	--	--	--	--	--	--	--	--
Interurban and rural bus transportation.....	* 1,946	* 79,362	* 9,294	* 6,637	--	--	* 10,800	* 7,908
Taxi and limousine service.....	116,848	3,378,867	100,666	422,563	90,755	34,026	* 41,272	1,174,729
School, employee, and charter bus industry.....	20,909	670,329	39,047	* 6,941	* 2,753	18,794	* 39,967	279,101
Other transit and ground passenger transportation.....	18,343	1,037,321	* 22,309	* 3,610	* 19,873	* 8,060	* 211,961	209,229
Pipeline transportation.....	--	--	--	--	--	--	--	--
Scenic and sightseeing transportation.....	* 1,231	* 55,457	* 1,968	* 58	* 2	* 1,892	* 4	* 26,868
Support activities for transportation (including motor vehicle towing).....	31,176	1,945,094	141,501	13,730	102,720	17,023	173,586	337,287
Couriers and messengers.....	180,923	5,165,310	148,590	79,283	32,071	11,866	184,124	1,517,639
Warehousing and storage facilities.....	7,565	344,293	22,278	* 1,012	* 10,158	* 1,818	* 15,731	109,313
Information.....	195,125	6,979,492	225,021	54,453	112,463	25,363	512,066	3,024,488
Publishing industries (except internet).....	65,773	2,088,071	44,490	11,079	20,543	10,570	105,442	943,862
Motion picture and sound recording.....	34,637	1,595,438	105,865	40,735	44,955	8,139	87,506	614,601
Broadcasting (except internet) and telecommunications.....	31,592	1,471,265	54,493	* 1,815	42,475	* 2,665	162,142	443,451
Internet publishing and broadcasting.....	15,823	313,502	* 3,121	* 12	* 192	* 151	* 2,948	184,697
Internet service providers, web search portals, and data processing.....	47,299	1,511,217	17,053	811	4,299	3,839	154,027	837,878
Finance and insurance.....	469,714	49,765,512	941,927	259,079	1,216,272	349,366	3,442,906	19,913,216
Credit intermediation and related activities.....	79,258	4,887,670	113,774	17,802	112,775	50,061	237,590	1,741,384
Securities, commodity contracts, and other financial investments.....	88,644	17,842,789	187,073	86,077	295,232	123,837	770,595	5,433,611
Investment bankers and securities dealers.....	3,878	885,263	7,537	6,723	11,229	* 2,691	25,982	570,757
Securities brokers.....	12,309	2,974,186	25,953	43,449	38,536	24,440	134,495	1,107,284
Commodity contracts brokers and dealers.....	2,928	370,441	2,711	* 16	31,692	* 657	* 8,250	168,865
Securities and commodity exchanges.....	* 18	* 224,349	* 384	--	* 290	* 7	* 75	* 1,593
Other financial investment activities (investment advice).....	69,511	13,388,551	150,488	35,889	213,485	96,041	601,793	3,585,112
Insurance agents, brokers, and related activities.....	301,812	27,035,053	641,080	155,200	808,266	175,468	2,434,721	12,738,222
Insurance agencies and brokerages.....	229,432	23,175,424	569,471	138,127	748,672	143,878	2,360,056	10,744,526
Other insurance related activities.....	72,379	3,859,629	71,609	17,072	59,594	31,590	74,665	1,993,696
Real estate and rental and leasing.....	840,003	63,625,097	2,319,943	400,145	930,680	530,983	1,507,800	31,090,576
Real estate.....	802,223	60,885,984	1,858,565	343,965	822,986	468,003	1,316,214	30,504,507
Lessors of real estate (including miniwarehouses and self storage).....	23,102	1,533,765	78,940	22,598	50,889	114,017	57,822	454,579
Offices of real estate agents, brokers, property managers, and appraisers.....	642,935	48,048,447	1,520,908	286,491	666,290	209,999	993,543	25,752,325
Other activities related to real estate.....	136,186	11,303,773	258,717	34,876	105,807	143,986	264,849	4,297,604
Rental and leasing services.....	37,780	2,739,113	461,378	56,180	107,694	62,980	191,586	586,069
Automotive equipment rental and leasing.....	8,801	377,419	61,785	* 11,425	* 5,261	8,648	* 12,764	84,852
Consumer electronics and appliances rental.....	* 3	* 99	* 42	--	--	--	--	* 51
Formal wear and costume rental.....	* 2,408	* 42,479	* 2,150	* 46	* 2,694	* 5	* 6,121	* 11,251
Video tape and disc rental.....	4,159	420,416	48,238	* 742	61,706	5,912	* 36,529	67,595
General rental centers and other consumer goods rental.....	6,747	644,613	67,474	* 13,497	* 15,955	8,012	* 57,333	106,880
Commercial and industrial machinery and equipment rental and leasing.....	15,662	1,254,087	281,689	30,470	22,079	40,403	78,839	315,439
Professional, scientific, and technical services.....	2,183,278	125,295,367	3,340,795	723,672	2,892,611	632,247	9,196,686	61,721,883
Legal services.....	275,016	33,900,532	600,340	188,077	1,398,911	162,631	3,765,676	16,486,633
Office of certified public accountants.....	46,813	3,213,170	90,830	15,184	163,317	23,522	518,553	1,376,228
Other accounting services.....	277,418	7,286,000	224,249	42,400	163,401	87,985	721,087	3,430,675
Architectural, engineering, and related services.....	216,046	12,165,793	380,706	64,061	170,653	53,028	1,320,710	4,585,371
Architectural services.....	76,756	5,417,147	181,960	30,904	90,927	38,578	710,050	1,691,417
Engineering services.....	74,069	4,760,617	117,523	22,546	50,204	6,076	413,301	2,035,129
Drafting, building inspections, and geophysical surveying.....	44,508	1,155,790	22,972	* 2,740	* 21,048	* 4,070	97,232	523,365
Surveying and mapping (except geophysical) services.....	19,429	754,171	52,118	* 6,279	4,730	* 3,235	94,904	296,324
Testing laboratories.....	* 1,285	* 78,067	* 6,132	* 1,592	* 3,744	* 1,070	* 5,223	* 39,135

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 1.--Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors Classified with the North American Industry Classification System
--Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction ^{1,2}	Rent paid on machinery and equipment ¹	Rent paid on other business property ¹	Interest paid deduction ^{1,3}	Payroll ^{1,4}	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Professional, scientific, and technical service								
--Continued								
Specialized design services.....	149,577	6,633,893	213,243	22,549	88,834	29,021	258,617	2,242,233
Computer systems design services.....	191,675	7,874,626	234,715	47,943	72,580	16,322	245,588	5,019,271
Other professional, scientific, and technical services.....	1,026,734	54,221,354	1,596,712	343,457	834,914	259,737	2,366,456	28,581,472
Management, scientific, and technical consulting services.....	529,879	27,659,193	774,107	147,718	232,494	108,275	571,103	17,649,438
Scientific research and development services.....	21,097	872,620	29,076	* 1,771	* 1,644	* 1,815	* 19,267	593,965
Advertising and related services.....	103,250	5,881,554	129,164	25,497	108,308	25,782	223,017	2,274,191
Market research and public opinion polling.....	28,737	1,137,042	13,835	10,557	25,661	* 1,435	84,422	445,111
Other miscellaneous services.....	343,770	18,670,945	650,530	157,915	466,808	122,431	1,468,647	7,618,767
Administrative and support and waste management and remediation services.....	1,643,845	43,701,525	1,760,187	275,823	438,843	247,955	4,088,011	16,277,863
Administrative and support services.....	1,621,349	42,102,400	1,603,797	260,343	429,063	216,416	3,969,889	15,966,737
Waste management and remediation services.....	22,496	1,599,125	156,391	15,480	9,780	31,539	118,122	311,125
Educational services.....	379,545	6,385,017	197,540	19,597	348,010	16,321	378,673	2,977,993
Health care and social assistance.....	1,483,957	98,388,798	2,555,082	498,751	3,829,368	732,088	13,371,335	43,796,313
Ambulatory health care services.....	728,547	84,697,189	2,197,793	437,572	3,491,392	547,671	12,355,918	37,684,712
Offices of physicians (except mental health specialists).....	155,788	29,838,904	543,316	168,741	1,110,924	114,330	3,758,792	14,883,180
Offices of physicians, mental health specialists.....	30,868	2,724,653	60,596	11,753	168,345	2,836	180,112	1,541,268
Offices of dentists.....	79,388	28,639,982	975,276	116,566	1,026,278	280,220	6,217,984	10,234,813
Offices of chiropractors.....	32,360	4,225,063	142,592	47,139	292,743	49,421	466,988	1,803,021
Offices of optometrists.....	12,137	2,803,900	108,791	9,782	160,066	24,325	512,334	742,993
Offices of mental health practitioners and social therapists.....	141,045	7,220,090	177,363	58,941	398,436	45,208	409,206	4,057,996
Offices of podiatrists.....	5,927	1,180,553	20,203	* 8,084	113,928	4,061	121,647	475,430
Outpatient care centers and other miscellaneous health practitioners.....	81,650	3,403,537	72,152	10,788	138,900	4,030	193,999	1,769,781
Medical and diagnostic laboratories.....	21,311	1,512,694	54,276	1,829	37,857	20,973	226,772	592,832
Home health care services.....	146,471	2,524,594	33,840	3,603	17,476	1,718	227,283	1,243,696
Other ambulatory health care services (including ambulance services, blood and organ banks).....	21,600	623,219	9,387	* 345	26,440	* 548	* 40,803	339,702
Hospitals.....	11,399	351,432	* 10,786	* 765	* 4,249	* 860	* 3,157	235,657
Nursing and residential care facilities.....	41,889	2,374,206	73,193	3,360	93,018	89,081	465,153	591,808
Social assistance.....	113,115	2,201,397	44,942	2,775	103,693	15,821	138,145	1,260,970
Child day care services.....	589,008	8,764,574	228,368	54,279	137,015	78,655	408,962	4,023,167
Arts, entertainment, and recreation.....	676,031	21,143,256	752,903	102,721	423,605	96,008	939,009	9,071,473
Performing arts, spectator sports, and related industries.....	563,076	16,167,978	519,300	52,061	198,191	52,288	540,461	8,062,708
Museums, historical sites, and similar institutions.....	* 3,021	* 74,257	* 1,367	--	--	--	--	* 43,742
Amusement, gambling, and recreation industries.....	109,935	4,901,020	232,236	50,660	225,414	43,719	398,548	965,023
Accommodation, food services, and drinking places.....	245,617	29,544,477	885,340	199,504	1,643,369	467,329	4,879,350	3,413,616
Accommodation.....	23,438	3,015,227	241,502	16,312	60,879	219,911	325,747	561,093
Travel accommodation (including hotels, motels, and bed and breakfast inns).....	16,349	2,432,727	193,099	10,848	38,137	203,572	287,218	431,088
RV (recreational vehicle) parks and recreational camps.....	4,032	383,605	38,319	* 4,204	* 19,969	13,068	18,519	72,229
Rooming and boarding houses.....	3,056	198,895	* 10,084	* 1,260	* 2,773	* 3,272	* 20,010	57,775
Food services and drinking places.....	222,179	26,529,250	643,838	183,191	1,582,490	247,418	4,553,604	2,852,524
Other services.....	1,635,119	63,786,547	2,102,675	768,224	3,678,638	586,671	5,715,593	19,228,424
Auto repair and maintenance.....	252,943	21,145,775	790,447	207,972	710,515	246,618	2,580,881	3,730,555
Automotive mechanical and electrical repair and maintenance.....	130,225	10,185,391	337,624	93,910	328,179	111,333	1,422,524	1,652,555
Automotive body shops.....	73,696	7,262,105	303,647	72,330	219,474	74,892	723,514	1,499,617
Other auto repair and maintenance (including oil change, lubrication, and car washes).....	49,023	3,698,278	149,176	41,732	162,862	60,392	434,843	578,383
Miscellaneous repairs.....	308,261	13,005,927	447,385	118,344	261,111	99,458	1,081,594	3,461,532
Personal and laundry services.....	1,073,915	29,634,845	864,843	441,908	2,707,013	240,595	2,053,118	12,036,337
Religious, grantmaking, civic, professional and similar organizations.....	199,047	3,410,095	34,634	* 6,580	* 35,898	* 1,535	* 48,295	1,992,736
Unclassified establishments.....	231,636	3,240,458	81,285	21,335	24,839	10,689	83,164	1,654,474

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

¹ Excludes amounts reported on Schedule C-EZ filed by certain small businesses not required to itemize their business deductions. Therefore, totals shown may be slightly understated.

² Includes depreciation claimed on Form 8829.

³ Interest paid is the sum of mortgage interest and other interest paid on business indebtedness.

⁴ Payroll is the sum of salaries and wages plus the cost of labor reported as part of cost of sales and operations.

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

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System**

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

Net income status, item	All nonfarm industries	Agriculture, forestry, hunting, and fishing						Mining
		Total	Animal production (including breeding of cats and dogs)	Forestry and logging (including forest nurseries, timber tracts)	Fishing	Hunting and trapping	Support activities for agriculture and forestry	Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns ¹	20,590,691	281,915	35,273	48,400	70,441	8,665	119,137	125,923
Business receipts, total ¹.....	1,139,523,760	15,878,032	1,462,902	5,947,055	2,166,336	211,979	6,089,760	9,202,124
Income from sales and operations ¹	1,122,226,857	15,515,105	1,394,826	5,805,868	2,117,396	211,478	5,985,538	8,914,512
Other business income.....	17,296,903	362,927	68,076	141,187	48,941	*501	104,222	287,612
Business deductions, total ^{1,2}.....	892,402,428	15,232,473	1,747,516	5,587,068	1,874,718	279,968	5,743,203	7,836,034
Cost of sales and operations, total.....	370,951,227	4,864,964	538,467	2,198,929	309,508	61,609	1,756,451	1,879,807
Inventory, beginning of year.....	35,761,115	450,637	75,045	122,353	*24,660	*24,351	204,229	154,949
Cost of labor.....	31,768,695	237,260	*33,150	80,763	*60,722	*651	61,974	76,364
Purchases.....	238,922,503	3,110,514	407,609	1,041,536	*164,931	*19,619	1,476,819	519,149
Materials and supplies.....	53,267,879	437,925	28,129	238,773	39,154	*10,836	121,032	325,490
Other costs.....	50,186,705	1,120,825	75,336	869,100	44,502	*36,041	95,847	989,122
Inventory, end of year.....	38,955,669	492,197	80,802	153,595	*24,461	*29,889	203,449	185,267
Advertising expenses.....	12,888,316	100,088	11,058	14,875	10,477	4,423	59,254	15,475
Car and truck expenses.....	58,980,274	716,128	63,034	175,492	128,295	6,972	342,335	187,192
Commissions.....	13,267,025	101,605	5,744	37,693	*706	*1,641	55,821	13,330
Contract labor.....	24,686,741	517,297	54,888	214,093	77,345	6,179	164,792	204,060
Depletion.....	775,567	6,976	*1	*6,971	--	--	*5	652,450
Depreciation.....	42,900,776	1,663,360	193,695	556,430	349,296	79,022	484,917	722,527
Employee benefit programs.....	2,617,800	21,450	4,159	6,969	*82	*33	10,207	21,840
Insurance.....	18,864,229	444,033	32,653	190,531	60,483	5,050	155,316	109,190
Legal and professional services.....	8,959,140	101,240	25,388	24,348	19,445	2,142	29,916	104,725
Meals and entertainment deducted.....	5,997,824	54,166	7,868	7,023	24,081	*688	14,507	20,944
Mortgage interest.....	5,167,373	105,893	24,606	15,998	21,743	*12,367	31,179	22,336
Other interest paid on business indebtedness.....	5,856,393	139,096	13,240	58,982	20,947	*1,882	44,046	66,310
Office expenses.....	12,362,672	62,112	8,707	13,303	9,197	528	30,378	49,620
Pension and profit-sharing plans.....	1,202,228	8,002	--	2,890	--	--	*5,113	3,013
Rent on machinery and equipment.....	8,728,363	161,583	30,717	63,917	*4,589	*252	62,107	24,968
Rent on other business property.....	28,139,206	191,813	35,243	35,460	33,681	*795	86,633	52,068
Repairs.....	14,762,464	659,372	33,511	321,265	106,430	3,831	194,335	192,034
Supplies.....	27,302,886	539,356	98,368	114,460	96,581	11,472	218,474	72,787
Salaries and wages.....	71,068,517	1,243,193	54,300	426,123	*8,421	3,513	750,836	300,709
Taxes paid.....	16,036,234	296,504	12,366	96,811	43,280	5,550	138,497	263,747
Travel.....	10,317,557	100,975	22,890	14,895	27,636	*760	34,794	36,982
Utilities.....	21,477,462	224,233	34,922	54,333	31,211	10,734	93,034	90,475
Other business deductions.....	98,293,189	2,856,618	439,083	931,936	476,194	59,643	949,762	2,699,160
Home office business deductions.....	7,807,037	29,488	*827	3,186	*8,641	*883	15,952	12,803
Depreciation, Form 8829.....	1,093,415	5,782	*3,020	*803	*1,147	--	813	1,090
Casualty loss, Form 8829.....	38,187	*84	*14	--	--	--	*69	--
Excess--casualty depreciations, Form 8829.....	679,264	4,705	*1,353	*602	*971	--	*1,780	*479
Net income less deficit ^{1,2}.....	247,567,189	660,369	-282,054	360,087	291,632	-67,714	358,419	1,372,340
Net income ^{1,2}	290,486,159	2,308,533	207,116	578,150	574,269	28,970	920,030	2,080,574
Deficit ²	42,918,970	1,648,164	489,169	218,063	282,637	96,684	561,610	708,234

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	All nonfarm industries	Agriculture, forestry, hunting, and fishing						Mining
		Total	Animal production (including breeding of cats and dogs)	Forestry and logging (including forest nurseries, timber tracts)	Fishing	Hunting and trapping	Support activities for agriculture and forestry	Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BUSINESSES WITH NET INCOME								
Number of returns ¹	15,053,252	169,072	11,802	28,058	47,819	5,795	75,599	98,943
Business receipts, total ¹.....	971,377,184	12,203,678	1,185,643	4,475,983	1,662,031	131,585	4,748,437	7,275,659
Income from sales and operations ¹	957,180,075	11,939,861	1,128,473	4,378,259	1,622,161	131,427	4,679,541	7,075,818
Other business income.....	14,197,110	263,818	57,170	97,724	39,870	*157	68,896	199,841
Business deductions, total ^{1,2}.....	680,922,716	9,895,158	978,527	3,897,833	1,087,775	*102,615	3,828,408	5,195,499
Cost of sales and operations, total.....	287,540,846	3,673,695	490,658	1,631,510	173,493	*6,101	1,371,932	1,199,404
Inventory, beginning of year.....	22,889,773	185,749	47,576	43,195	*9,691	*1,141	84,146	83,221
Cost of labor.....	25,594,783	194,160	*30,474	61,077	*43,303	*36	59,270	19,541
Purchases.....	182,919,335	2,277,075	379,937	689,433	*85,966	--	1,121,739	309,699
Materials and supplies.....	44,088,243	399,298	*26,082	226,978	*21,927	*6,190	118,120	301,981
Other costs.....	37,131,891	813,928	*46,965	673,981	*22,130	--	70,852	579,637
Inventory, end of year.....	25,083,180	196,514	40,375	63,154	*9,524	*1,267	82,195	94,674
Advertising expenses.....	9,946,038	51,574	3,228	9,175	9,878	*3,416	25,878	9,621
Car and truck expenses.....	45,032,334	464,218	39,947	94,937	76,969	*3,202	249,163	167,848
Commissions.....	10,596,604	71,120	*3,890	*22,113	*678	*1,602	42,837	9,762
Contract labor.....	20,263,337	307,528	43,369	153,471	*18,478	*4,911	87,298	157,954
Depletion.....	630,899	*2,317	*1	*2,312	--	--	*5	541,710
Depreciation.....	28,579,782	873,131	59,300	371,865	181,417	*11,195	249,352	436,814
Employee benefit programs.....	2,185,157	17,669	*3,574	5,315	*32	--	8,748	18,357
Insurance.....	14,879,267	290,637	19,840	128,225	35,053	*2,473	105,047	90,569
Legal and professional services.....	6,654,261	51,956	6,615	15,029	8,613	*1,892	19,808	63,774
Meals and entertainment deducted.....	4,741,255	42,679	3,981	4,411	21,802	*672	11,814	17,802
Mortgage interest.....	2,964,033	52,176	*14,726	5,237	*7,735	*5,146	19,333	19,808
Other interest paid on business indebtedness.....	3,684,395	86,334	6,371	38,417	13,856	*51	27,639	32,530
Office expenses.....	9,597,963	38,310	4,713	9,652	7,251	*334	16,360	39,771
Pension and profit-sharing plans.....	1,142,795	7,690	--	*2,841	--	--	*4,849	2,294
Rent on machinery and equipment.....	6,839,094	91,956	*2,857	45,785	*1,509	--	41,805	17,372
Rent on other business property.....	21,976,979	109,266	26,529	13,261	20,711	--	48,765	42,615
Repairs.....	10,500,594	394,932	9,092	210,519	58,928	*1,616	114,777	141,679
Supplies.....	20,980,798	368,902	30,868	78,348	75,200	*4,825	179,660	52,088
Salaries and wages.....	57,861,052	936,044	*46,087	300,691	*638	--	588,628	227,859
Taxes paid.....	12,398,929	206,739	8,244	59,886	33,113	*3,523	101,973	205,659
Travel.....	7,681,995	58,431	10,681	13,188	13,941	*527	20,094	19,141
Utilities.....	16,006,315	138,268	21,740	37,640	22,549	*3,325	53,014	68,488
Other business deductions.....	69,222,553	1,513,209	120,463	641,040	291,358	*46,922	413,425	1,583,409
Home office business deductions.....	6,090,685	24,010	--	2,809	*8,123	*883	12,195	12,487
Depreciation, Form 8829.....	783,103	2,026	--	*682	*1,071	--	*274	1,079
Casualty loss, Form 8829.....	26,973	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	66,388	*1,322	--	*425	*897	--	--	*244
Net income ^{1,2}.....	290,486,159	2,308,533	207,116	578,150	574,269	28,970	920,030	2,080,574
Returns with Schedule C-EZ:								
Number of returns.....	3,703,927	37,609	*990	*4,306	12,313	*2,151	17,850	26,599
Business receipts.....	24,574,808	206,934	*1,999	*71,050	55,475	*6,146	72,264	116,743
Business deductions.....	2,991,929	22,929	*1,779	*156	6,449	--	14,545	17,484
Net income.....	21,582,879	184,005	*220	*70,894	49,026	*6,146	57,719	99,258

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Mining--continued					Utilities	Construction
	Oil and gas extraction	Coal mining	Metal ore mining	Nonmetallic mineral mining and quarrying	Support activities for mining	Total	Total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	103,469	1,135	*1,335	4,527	15,458	11,795	2,586,774
Business receipts, total ¹	6,650,892	507,160	*110,121	467,784	1,466,167	308,232	198,364,423
Income from sales and operations ¹	6,399,459	503,085	*110,042	464,557	1,437,370	305,414	196,965,287
Other business income.....	251,433	*4,075	*79	3,227	28,798	*2,818	1,399,137
Business deductions, total ^{1,2}	5,666,958	525,673	*94,442	396,612	1,152,350	275,435	167,342,724
Cost of sales and operations, total, total.....	971,870	*350,642	*6,124	117,403	433,768	*33,700	87,352,291
Inventory, beginning of year.....	67,756	*4,571	--	62,462	*20,159	*582	4,461,608
Cost of labor.....	15,761	*45,400	--	*9,431	*5,772	--	16,355,362
Purchases.....	193,251	*95,996	*59	93,348	136,496	*24,114	26,898,873
Materials and supplies.....	24,689	*83	*4,748	*5,538	290,432	*9,500	30,746,065
Other costs.....	747,890	*210,380	*1,318	25,535	*4,000	--	14,201,019
Inventory, end of year.....	77,476	*5,789	--	78,911	*23,091	*496	5,310,636
Advertising expenses.....	4,977	*202	*35	2,332	7,931	*986	982,799
Car and truck expenses.....	126,347	*368	*856	15,770	43,852	*39,365	11,239,455
Commissions.....	8,325	*3,985	*38	*87	*894	*277	747,887
Contract labor.....	112,913	*16,657	*73	5,372	69,045	*26,717	9,603,708
Depletion.....	632,275	*7,567	*1,135	5,164	6,309	*28	5,079
Depreciation.....	516,882	33,171	*21,411	45,801	105,262	23,684	7,927,571
Employee benefit programs.....	8,474	*5,266	*862	*1,027	6,210	*250	378,773
Insurance.....	45,643	*4,144	*1,238	14,696	43,468	8,997	4,245,542
Legal and professional services.....	93,231	2,688	*232	2,685	5,890	3,201	875,964
Meals and entertainment deducted.....	9,047	*50	*7	90	11,750	*1,316	505,516
Mortgage interest.....	14,433	*139	--	*3,918	3,846	--	541,826
Other interest paid on business indebtedness.....	46,773	*6,569	*370	5,557	7,041	*9,673	822,294
Office expenses.....	29,618	*404	*360	1,199	18,039	5,593	943,559
Pension and profit-sharing plans.....	2,015	*141	*156	*214	*488	--	66,090
Rent on machinery and equipment.....	11,332	*1,274	*2,369	3,147	6,847	*10,090	1,378,644
Rent on other business property.....	41,400	*711	*39	3,297	6,622	*5,311	1,044,355
Repairs.....	91,576	*15,156	*14,923	23,224	47,154	12,956	1,837,717
Supplies.....	42,629	*3,913	*2,547	3,812	19,886	15,596	6,928,892
Salaries and wages.....	91,721	*20,918	*12,443	52,439	123,188	*8,443	10,608,833
Taxes paid.....	217,562	5,698	*2,215	13,043	25,229	2,823	2,085,405
Travel.....	27,931	*394	*506	1,631	6,520	*9,954	651,253
Utilities.....	45,714	1,880	*5,874	9,275	27,732	11,906	2,177,276
Other business deductions.....	2,452,516	43,737	*20,629	65,403	116,876	42,674	13,099,646
Home office business deductions.....	7,338	--	--	*29	*5,437	*967	888,515
Depreciation, Form 8829.....	1,028	--	--	*2	*60	*148	105,053
Casualty loss, Form 8829.....	--	--	--	--	--	--	*3,037
Excess--casualty depreciations, Form 8829.....	*479	--	--	--	--	--	48,187
Net income less deficit ^{1,2}.....	992,096	-20,424	*15,679	71,173	313,817	41,922	31,038,488
Net income ^{1,2}	1,624,615	*17,971	*18,057	81,668	338,264	99,146	35,130,228
Deficit ²	632,519	38,395	*2,378	10,495	24,447	*57,224	4,091,740

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Mining--continued					Utilities	Construction
	Oil and gas extraction	Coal mining	Metal ore mining	Nonmetallic mineral mining and quarrying	Support activities for mining	Total	Total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)
BUSINESSES WITH NET INCOME							
Number of returns ¹	82,834	*1,051	*354	2,508	12,196	9,146	2,127,410
Business receipts, total ¹.....	5,353,963	*77,068	*109,798	389,079	1,345,751	251,675	174,956,534
Income from sales and operations ¹	5,183,799	*76,815	*109,718	386,058	1,319,428	248,894	173,761,946
Other business income.....	170,164	*253	*79	*3,021	*26,323	*2,781	1,194,588
Business deductions, total ^{1,2}.....	3,729,761	*59,097	*91,741	307,411	1,007,488	152,547	139,825,752
Cost of sales and operations, total.....	705,509	*1,655	*6,124	91,725	394,390	*33,700	74,558,516
Inventory, beginning of year.....	32,351	--	--	*31,640	*19,230	*582	3,377,295
Cost of labor.....	*9,439	--	--	*6,523	*3,579	--	13,925,151
Purchases.....	137,088	*151	*59	*70,026	*102,375	*24,114	22,838,715
Materials and supplies.....	6,976	*69	*4,748	*2,456	*287,731	*9,500	26,010,144
Other costs.....	556,284	*1,436	*1,318	*19,726	*875	--	12,229,512
Inventory, end of year.....	36,628	--	--	*38,646	*19,400	*496	3,822,301
Advertising expenses.....	2,681	*38	*35	1,261	5,607	*459	789,339
Car and truck expenses.....	112,887	*358	*425	12,783	41,395	*27,214	9,157,444
Commissions.....	5,748	*3,893	*38	*83	--	--	586,404
Contract labor.....	87,813	*11	*73	*1,383	68,674	*26,717	8,292,302
Depletion.....	526,093	*4,264	*1,135	*5,034	5,184	*28	*4,870
Depreciation.....	299,848	*2,441	*21,319	32,959	80,246	*12,243	6,122,083
Employee benefit programs.....	7,274	*3,350	*833	*892	*6,008	*250	288,013
Insurance.....	36,482	*1,739	*1,233	11,744	39,372	*4,008	3,504,287
Legal and professional services.....	56,592	*1,248	*184	1,244	4,506	1,911	679,781
Meals and entertainment deducted.....	6,481	*(Z)	*4	*48	11,270	*657	413,879
Mortgage interest.....	11,965	*101	--	*3,918	*3,824	--	352,428
Other interest paid on business indebtedness....	22,284	*77	*370	3,310	6,489	*451	633,327
Office expenses.....	21,342	*210	*350	1,070	16,799	*2,776	745,561
Pension and profit-sharing plans.....	1,480	*3	*156	*177	*479	--	61,974
Rent on machinery and equipment.....	7,237	*42	*1,605	*2,399	6,088	*1,623	1,113,350
Rent on other business property.....	34,614	*330	*16	*1,389	6,266	*2,792	860,074
Repairs.....	67,152	*3,041	*14,917	19,529	37,040	*4,212	1,398,919
Supplies.....	25,298	*3,385	*2,540	3,019	17,848	*1,921	5,753,666
Salaries and wages.....	53,522	*9,826	*12,227	43,993	108,291	*8,228	8,696,572
Taxes paid.....	167,346	*2,494	*1,998	10,456	23,365	2,392	1,655,368
Travel.....	12,679	*(Z)	*474	860	5,128	*4,898	514,110
Utilities.....	33,708	*1,033	*5,859	8,123	19,765	*4,261	1,740,019
Other business deductions.....	1,403,089	*19,558	*19,825	49,984	90,953	10,042	10,753,550
Home office business deductions.....	7,021	--	--	*29	*5,437	*837	752,258
Depreciation, Form 8829.....	1,017	--	--	*2	*60	*148	73,362
Casualty loss, Form 8829.....	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829....	*244	--	--	--	--	--	9,314
Net income^{1,2}.....	1,624,615	*17,971	*18,057	81,668	338,264	99,146	35,130,228
Returns with Schedule C-EZ:							
Number of returns.....	24,272	*971	--	*347	*1,010	*2,026	417,400
Business receipts.....	63,712	*9,414	--	*38,524	*5,093	*3,026	3,135,165
Business deductions.....	14,417	--	--	--	*3,067	*927	403,833
Net income.....	49,295	*9,414	--	*38,524	*2,026	*2,099	2,731,332

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Construction--continued				Manufacturing		
	Residential building construction	Nonresidential building construction	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Textile and textile product mills
	(16)	(17)	(18)	(19)	(20)	(21)	(22)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	374,490	80,950	47,320	2,084,014	351,204	29,074	4,551
Business receipts, total ¹	46,626,584	9,541,450	7,508,085	134,688,305	25,824,798	3,449,144	316,682
Income from sales and operations ¹	46,252,315	9,492,659	7,431,186	133,789,127	25,721,668	3,431,449	316,570
Other business income.....	374,269	48,792	76,898	899,178	103,130	17,696	*112
Business deductions, total ^{1,2}	41,716,258	8,608,931	6,854,190	110,163,345	22,901,141	3,286,342	272,300
Cost of sales and operations, total.....	27,693,714	5,322,635	3,529,938	50,806,005	11,939,926	2,161,857	*142,106
Inventory, beginning of year.....	2,484,769	224,988	819,182	932,668	1,217,340	194,844	*27,688
Cost of labor.....	3,864,065	727,804	189,998	11,573,495	1,370,135	59,100	*12,814
Purchases.....	9,157,136	1,939,614	1,420,225	14,381,898	7,248,540	1,709,670	*75,552
Materials and supplies.....	8,852,109	1,553,702	998,363	19,341,891	2,324,883	237,120	*27,702
Other costs.....	6,453,889	1,121,708	1,063,403	5,562,019	1,067,429	174,395	*10,858
Inventory, end of year.....	3,118,255	245,181	961,234	985,966	1,288,401	213,272	*12,509
Advertising expenses.....	142,141	26,372	38,329	775,957	269,957	22,835	*2,357
Car and truck expenses.....	1,469,631	437,494	215,430	9,116,899	792,198	65,886	*11,362
Commissions.....	146,749	32,080	64,176	504,882	147,075	9,062	*3,947
Contract labor.....	1,903,854	381,492	207,476	7,110,886	470,190	18,562	*662
Depletion.....	*4,467	*3	*152	*458	1,996	--	--
Depreciation.....	1,284,367	275,065	596,285	5,771,854	1,120,661	79,524	*12,537
Employee benefit programs.....	52,799	11,312	13,972	300,690	80,351	10,760	*1,676
Insurance.....	670,967	182,014	189,924	3,202,637	398,900	33,924	*4,422
Legal and professional services.....	180,120	44,199	50,641	601,003	193,980	25,283	*3,289
Meals and entertainment deducted.....	58,100	17,412	12,061	417,943	54,034	4,279	*725
Mortgage interest.....	158,562	32,366	46,825	304,074	127,406	3,696	*82
Other interest paid on business indebtedness.....	171,308	39,155	101,503	510,327	154,746	20,281	*3,520
Office expenses.....	175,052	37,813	35,671	695,023	228,891	15,874	*4,985
Pension and profit-sharing plans.....	5,802	*390	3,255	56,643	17,227	876	*96
Rent on machinery and equipment.....	213,176	62,918	176,561	925,989	185,809	4,452	*2,016
Rent on other business property.....	134,396	27,218	27,441	855,300	800,530	150,973	*1,119
Repairs.....	215,903	114,500	172,597	1,334,718	304,026	42,840	*844
Supplies.....	1,433,559	257,892	185,862	5,051,578	625,829	29,139	*14,872
Salaries and wages.....	1,631,208	418,118	396,425	8,163,082	2,040,133	279,903	*25,075
Taxes paid.....	348,835	142,299	110,170	1,484,102	470,998	50,037	*3,996
Travel.....	80,057	41,931	20,071	509,194	161,405	14,390	*4,300
Utilities.....	341,072	124,868	79,296	1,632,039	616,414	70,465	*13,395
Other business deductions.....	2,978,463	563,964	565,088	8,992,131	1,513,243	169,035	*12,213
Home office business deductions.....	156,119	15,380	9,888	707,129	168,135	*2,410	--
Depreciation, Form 8829.....	21,881	1,313	*2,330	79,529	24,441	*175	--
Casualty loss, Form 8829.....	*49	--	--	*2,988	--	--	--
Excess--casualty depreciations, Form 8829.....	6,833	*434	*1,558	39,362	16,965	--	--
Net income less deficit ^{1,2}.....	4,913,506	932,519	654,918	24,537,546	3,018,241	180,805	44,382
Net income ^{1,2}	5,741,610	1,220,989	880,302	27,287,328	3,980,453	294,382	*66,763
Deficit ²	828,104	288,470	225,384	2,749,782	962,212	113,577	*22,382

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Construction--continued				Manufacturing		
	Residential building construction	Nonresidential building construction	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Textile and textile product mills
	(16)	(17)	(18)	(19)	(20)	(21)	(22)
BUSINESSES WITH NET INCOME							
Number of returns ¹	302,012	63,983	37,124	1,724,291	224,199	20,124	*2,524
Business receipts, total ¹.....	40,918,175	7,774,489	6,180,477	120,083,392	21,979,899	2,974,797	*256,523
Income from sales and operations ¹	40,628,102	7,743,177	6,120,645	119,270,022	21,937,761	2,964,100	*256,523
Other business income.....	290,073	31,312	59,833	813,370	42,138	10,696	--
Business deductions, total ^{1,2}.....	35,176,689	6,553,500	5,299,499	92,796,064	18,003,130	2,680,414	*189,759
Cost of sales and operations, total.....	23,946,238	4,172,374	2,629,689	43,810,215	9,774,623	1,816,921	*115,433
Inventory, beginning of year.....	1,931,653	162,066	549,222	734,354	801,896	93,986	*18,540
Cost of labor.....	3,278,847	588,855	166,045	9,891,405	1,052,988	*25,869	*5,896
Purchases.....	7,757,364	1,285,841	1,039,597	12,755,913	5,812,273	1,482,891	*66,587
Materials and supplies.....	7,158,431	1,391,211	860,193	16,600,308	2,073,541	224,082	*21,652
Other costs.....	6,054,224	927,288	620,613	4,627,388	884,910	107,958	*8,381
Inventory, end of year.....	2,234,281	182,887	605,981	799,152	850,984	117,866	*5,623
Advertising expenses.....	110,452	16,698	26,760	635,430	197,214	15,088	*2,314
Car and truck expenses.....	1,101,284	321,099	186,316	7,548,745	567,797	55,026	*4,581
Commissions.....	129,682	18,888	40,392	397,442	97,005	4,964	*57
Contract labor.....	1,509,347	255,993	182,852	6,344,111	349,541	*16,263	*226
Depletion.....	*4,338	*3	*148	*381	*1,418	--	--
Depreciation.....	1,044,228	192,719	503,385	4,381,750	810,767	48,571	*10,775
Employee benefit programs.....	47,182	8,242	11,311	221,277	68,004	8,605	--
Insurance.....	562,223	132,157	156,398	2,653,509	330,840	24,920	*1,200
Legal and professional services.....	135,230	35,207	33,725	475,620	123,262	17,873	*794
Meals and entertainment deducted.....	39,261	13,259	8,496	352,863	36,256	2,007	*99
Mortgage interest.....	112,728	13,142	22,521	204,037	99,893	*2,095	*82
Other interest paid on business indebtedness....	120,717	25,128	83,735	403,747	84,660	8,870	*2,820
Office expenses.....	134,543	31,088	27,301	552,629	163,521	12,948	*3,268
Pension and profit-sharing plans.....	5,680	*181	1,965	54,148	15,382	*869	--
Rent on machinery and equipment.....	168,675	46,124	162,398	736,153	129,652	2,617	*795
Rent on other business property.....	109,488	25,148	19,755	705,683	600,827	118,440	--
Repairs.....	162,958	62,446	146,751	1,026,764	227,498	32,949	*467
Supplies.....	1,158,539	180,001	156,081	4,259,046	435,253	17,485	*11,128
Salaries and wages.....	1,379,467	333,621	305,686	6,677,799	1,717,930	227,286	*12,993
Taxes paid.....	296,803	109,306	72,138	1,177,121	379,130	38,499	*3,111
Travel.....	53,278	33,362	12,310	415,161	115,373	9,203	*546
Utilities.....	271,418	90,474	63,164	1,314,962	479,995	56,241	*12,506
Other business deductions.....	2,385,315	422,899	434,686	7,510,650	1,068,034	142,656	*3,862
Home office business deductions.....	121,777	13,901	6,389	610,192	112,173	*21	--
Depreciation, Form 8829.....	15,699	*879	*776	56,008	13,808	*6	--
Casualty loss, Form 8829.....	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829....	*784	--	--	8,530	*22	--	--
Net income^{1,2}.....	5,741,610	1,220,989	880,302	27,287,328	3,980,453	294,382	*66,763
Returns with Schedule C-EZ:							
Number of returns.....	59,516	*6,355	2,940	348,589	47,038	*1,942	*936
Business receipts.....	445,922	*45,394	15,176	2,628,673	303,878	*24,993	*4,532
Business deductions.....	65,838	*40	5,153	332,801	17,082	*(Z)	*2,704
Net income.....	380,084	*45,353	10,023	2,295,872	286,796	*24,993	*1,828

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Manufacturing--continued								
	Apparel	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, refractory, and glass products	Nonmetallic mineral products
	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns ¹	29,678	*3,838	51,401	*18	38,532	*407	11,169	18,696	8,578
Business receipts, total ¹	1,585,687	*99,464	3,232,481	*27,629	2,563,190	*130,793	497,290	746,391	992,138
Income from sales and operations ¹	1,584,637	*97,263	3,230,167	*27,610	2,549,076	*130,644	466,237	743,412	987,514
Other business income.....	1,050	*2,201	2,314	*18	14,113	*150	*31,053	*2,979	*4,624
Business deductions, total ^{1,2}	1,326,063	*97,834	2,884,487	*28,338	2,364,668	*124,700	443,471	682,236	899,889
Cost of sales and operations, total.....	687,324	*23,263	1,728,382	*16,410	1,047,605	*117,022	197,968	185,793	564,691
Inventory, beginning of year.....	107,183	*2,491	109,075	*1,589	71,775	*580	*4,985	29,063	*16,860
Cost of labor.....	30,790	--	353,266	--	144,011	--	*16,937	12,298	*72,067
Purchases.....	345,946	*12,457	743,091	*14,702	513,885	*116,609	95,878	136,909	296,703
Materials and supplies.....	75,040	*9,005	568,442	*821	243,122	--	*61,378	30,707	197,979
Other costs.....	239,165	*2,341	104,188	*1,349	134,055	--	*22,144	27,663	*8,628
Inventory, end of year.....	110,801	*3,031	149,679	*2,050	59,244	*167	*3,355	50,847	*27,546
Advertising expenses.....	17,760	*91	26,242	*7	57,117	*55	5,210	20,830	4,035
Car and truck expenses.....	57,069	*1,017	96,443	*24	91,216	*130	15,208	34,126	*16,119
Commissions.....	3,649	--	6,688	--	27,991	--	*408	*733	*953
Contract labor.....	26,134	*45	15,110	--	43,051	--	*33,624	10,062	*9,873
Depletion.....	--	--	*20	--	*(Z)	*131	*788	--	--
Depreciation.....	37,148	*2,941	148,656	*2,783	80,031	*727	21,693	52,698	46,891
Employee benefit programs.....	*4,270	*20	9,114	--	*3,625	--	*3,677	*552	*2,232
Insurance.....	9,455	*76	69,133	*600	40,027	*231	5,911	20,033	20,627
Legal and professional services.....	6,787	*30	10,802	*153	18,627	*93	13,543	7,574	4,792
Meals and entertainment deducted.....	3,062	--	4,950	*39	3,889	*(Z)	675	4,764	2,802
Mortgage interest.....	*1,024	--	24,342	*331	*5,771	*26	--	*5,707	*7,148
Other interest paid on business indebtedness.....	10,157	*213	9,451	*89	17,586	--	*2,462	14,507	*2,329
Office expenses.....	6,480	*2	16,150	*64	51,527	--	14,705	11,850	2,882
Pension and profit-sharing plans.....	*315	*117	*1,340	--	*1,800	*32	*320	*560	--
Rent on machinery and equipment.....	8,584	--	27,163	*693	35,670	*17	*2,452	*1,416	*6,714
Rent on other business property.....	63,671	*120	67,416	*258	144,532	*20	*4,926	32,315	*5,300
Repairs.....	9,381	*2	67,524	*547	31,570	*42	6,565	7,013	11,415
Supplies.....	24,636	*20,627	63,946	*7	132,031	*49	12,353	39,305	13,729
Salaries and wages.....	136,515	*1,276	170,702	*4,268	197,135	*1,411	*16,517	92,517	100,213
Taxes paid.....	29,911	*250	41,061	*582	51,941	*2,937	10,487	23,690	21,144
Travel.....	6,609	*173	15,927	*597	11,195	*(Z)	3,216	8,194	*2,798
Utilities.....	29,403	*123	63,210	*339	76,398	*125	17,523	30,423	10,766
Other business deductions.....	132,634	*47,448	149,156	*547	171,906	*1,494	48,252	73,085	41,832
Home office business deductions.....	*14,074	--	45,504	--	21,718	--	*3,471	*3,972	*605
Depreciation, Form 8829.....	*2,191	--	*8,104	--	*1,505	--	*8	*665	*134
Casualty loss, Form 8829.....	--	--	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	*263	--	*9,261	--	--	--	*8	*965	--
Net income less deficit ^{1,2}.....	313,302	*1,629	348,726	*-709	199,361	*6,093	58,692	68,035	92,249
Net income ^{1,2}	378,246	*8,919	424,441	*272	318,381	*6,596	85,743	121,486	101,850
Deficit ²	64,945	*7,290	75,715	*981	119,020	*503	27,051	53,451	*9,600

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Manufacturing--continued								
	Apparel	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, and glass products	Nonmetallic mineral products
	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH NET INCOME									
Number of returns ¹	17,677	*1,850	35,298	*7	23,862	*393	5,160	13,482	6,904
Business receipts, total¹.....	1,435,185	*97,537	2,893,226	*23,155	2,072,384	*130,570	404,583	609,210	717,978
Income from sales and operations ¹	1,434,156	*95,337	2,891,214	*23,140	2,067,639	*130,420	402,818	609,104	717,419
Other business income.....	*1,029	*2,201	2,013	*15	*4,745	*150	*1,765	*107	*558
Business deductions, total^{1,2}.....	1,056,939	*88,618	2,468,785	*22,883	1,754,003	*123,973	318,841	487,724	616,128
Cost of sales and operations, total.....	555,808	*23,257	1,513,395	*13,249	851,456	*117,022	*137,011	135,259	394,972
Inventory, beginning of year.....	53,065	*2,489	65,389	*904	61,925	*580	*2,095	24,810	*15,278
Cost of labor.....	*19,345	--	337,880	--	110,096	--	*14,749	*7,648	*24,614
Purchases.....	280,939	*12,453	584,040	*11,231	398,406	*116,609	*45,909	110,133	*168,469
Materials and supplies.....	*35,574	*9,005	521,308	*821	209,791	--	*57,792	*20,331	*197,942
Other costs.....	236,043	*2,341	93,999	*1,349	110,012	--	*18,138	*7,968	*6,549
Inventory, end of year.....	69,159	*3,031	89,221	*1,055	38,775	*167	*1,672	35,633	*17,880
Advertising expenses.....	10,897	*91	20,383	*3	49,303	*55	*1,108	15,413	*2,175
Car and truck expenses.....	28,938	*1,017	78,697	--	64,572	*130	*13,648	22,042	*7,550
Commissions.....	*3,115	--	6,405	--	*13,771	--	*408	*355	*953
Contract labor.....	*15,052	*45	4,086	--	36,408	--	*33,621	*2,195	*908
Depletion.....	--	--	*20	--	*(Z)	*108	*245	--	--
Depreciation.....	21,608	*7	103,752	*1,147	52,063	*626	18,892	20,837	37,445
Employee benefit programs.....	*4,234	*20	8,774	--	*1,139	--	*3,623	*287	*1,749
Insurance.....	9,359	*76	63,972	*600	32,795	*231	5,736	17,388	12,371
Legal and professional services.....	4,604	*30	8,068	*120	14,676	*93	*1,624	4,713	2,847
Meals and entertainment deducted.....	2,424	--	4,140	*39	3,286	*(Z)	*521	*3,114	*744
Mortgage interest.....	*986	--	20,890	*331	*4,086	*26	--	*5,707	*2,941
Other interest paid on business indebtedness....	*4,081	*213	6,002	--	14,086	--	*1,651	*6,408	*668
Office expenses.....	5,341	*2	11,605	*64	26,617	--	*14,425	9,728	*1,162
Pension and profit-sharing plans.....	*315	*117	*972	--	*1,426	*32	*320	*270	--
Rent on machinery and equipment.....	*8,560	--	25,633	*693	22,284	*17	*2,452	*496	*5,410
Rent on other business property.....	32,397	*120	55,715	*258	100,850	*20	*4,198	*26,167	*1,915
Repairs.....	7,714	*2	55,843	*547	29,484	*42	*4,463	6,180	4,885
Supplies.....	14,940	*14,353	55,973	*1	64,608	*49	*11,518	27,581	*10,813
Salaries and wages.....	134,541	*1,276	162,348	*3,825	141,439	*1,411	*15,684	*85,828	*79,413
Taxes paid.....	29,018	*250	37,771	*569	33,907	*2,923	3,900	21,776	12,403
Travel.....	1,113	*173	12,166	*578	9,413	*(Z)	*945	*5,170	*2,139
Utilities.....	27,738	*122	53,102	*318	54,922	*125	10,231	24,446	3,796
Other business deductions.....	121,182	*47,446	124,969	*541	111,913	*906	30,180	42,619	*28,263
Home office business deductions.....	*12,959	--	28,050	--	18,792	--	*917	*3,227	*605
Depreciation, Form 8829.....	*1,928	--	*3,267	--	*1,505	--	*8	*369	*134
Casualty loss, Form 8829.....	--	--	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829....	--	--	--	--	--	--	*8	--	--
Net income^{1,2}.....	378,246	*8,919	424,441	*272	318,381	*6,596	85,743	121,486	101,850
Returns with Schedule C-EZ:									
Number of returns.....	*5,975	--	*11,887	*4	*2,343	*39	*2,958	*4,966	*2,989
Business receipts.....	*55,148	--	*81,273	*97	*5,165	*6,102	*3,386	*19,089	*35,657
Business deductions.....	*13	--	*6,055	--	*709	*159	*1,518	*518	--
Net income.....	*55,135	--	*75,218	*97	*4,456	*5,942	*1,868	*18,571	*35,657

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Manufacturing--continued						
	Primary metal industries	Fabricated metal products	Machinery	Computer and electronic products	Electrical equipment, appliances, and components	Transportation equipment	Furniture and related products
	(32)	(33)	(34)	(35)	(36)	(37)	(38)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	*5,133	35,016	24,222	8,370	5,665	10,288	28,287
Business receipts, total ¹	*162,506	3,574,350	2,661,245	230,494	551,221	955,764	1,917,331
Income from sales and operations ¹	*161,738	3,578,548	2,653,652	230,442	547,606	954,377	1,915,946
Other business income.....	*768	-4,198	7,593	*52	*3,615	*1,387	*1,385
Business deductions, total ^{1,2}	*121,908	3,261,765	2,245,980	158,587	489,757	919,234	1,484,963
Cost of sales and operations, total.....	*35,324	1,430,011	1,189,511	66,668	279,125	535,153	822,236
Inventory, beginning of year.....	*6,601	137,847	153,013	*10,669	*41,051	97,470	58,721
Cost of labor.....	*131	215,991	202,575	*1,433	*20,041	*61,284	78,272
Purchases.....	*23,350	792,742	750,492	55,836	167,562	461,503	593,393
Materials and supplies.....	*13,283	278,856	158,885	*5,851	*49,685	*6,848	123,649
Other costs.....	--	163,434	75,457	*4,376	*12,447	5,878	28,967
Inventory, end of year.....	*8,041	158,859	150,910	*11,497	*11,659	97,831	60,765
Advertising expenses.....	*67	30,488	14,694	*3,591	2,357	12,251	16,340
Car and truck expenses.....	*5,352	123,342	69,234	*7,754	27,609	28,117	44,305
Commissions.....	*25	26,500	*3,989	*2,581	*339	*7,346	19,319
Contract labor.....	*13,183	122,555	79,331	*2,398	*7,745	*29,762	*4,187
Depletion.....	--	--	--	--	*606	--	*11
Depreciation.....	*20,298	242,239	180,680	9,053	11,183	14,922	74,421
Employee benefit programs.....	--	16,516	18,063	*232	*3,352	*530	*486
Insurance.....	*2,114	86,738	40,214	*582	8,054	13,916	19,477
Legal and professional services.....	*1,360	25,004	21,436	*1,022	4,549	12,012	14,936
Meals and entertainment deducted.....	*22	12,699	1,876	2,567	1,301	668	5,908
Mortgage interest.....	*1,859	20,588	*11,444	--	*388	*27,191	*8,701
Other interest paid on business indebtedness.....	*481	22,950	14,266	*611	*5,072	*8,954	5,113
Office expenses.....	*1,353	29,130	15,903	*1,870	4,792	5,626	23,876
Pension and profit-sharing plans.....	*11	6,462	*3,150	--	*77	--	*1,050
Rent on machinery and equipment.....	*23	51,698	2,927	*4	*662	*18,970	10,448
Rent on other business property.....	*162	78,453	63,550	*6,443	12,966	21,605	85,564
Repairs.....	*19	53,676	21,930	*1,321	1,498	13,462	18,893
Supplies.....	*8,535	71,842	55,423	13,005	4,379	17,494	46,531
Salaries and wages.....	*448	369,242	210,582	*6,819	43,745	43,679	85,427
Taxes paid.....	*1,749	90,669	52,683	*2,725	9,047	16,972	18,243
Travel.....	--	31,024	4,843	*7,617	4,517	5,749	12,666
Utilities.....	*7,342	85,336	87,846	*7,345	10,064	26,661	45,648
Other business deductions.....	*22,181	214,435	64,323	13,075	45,570	48,662	84,859
Home office business deductions.....	--	20,055	15,479	*356	*750	*9,532	*15,835
Depreciation, Form 8829.....	--	*2,495	*3,639	*453	--	*1,702	*1,428
Casualty loss, Form 8829.....	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	--	*928	*2,249	*105	*695	*2,185	*305
Net income less deficit ^{1,2}	*40,598	312,585	415,265	71,908	69,363	36,531	432,369
Net income ^{1,2}	*45,427	455,896	461,357	*122,184	105,486	95,955	467,551
Deficit ²	*4,829	143,311	46,092	*50,276	*36,123	59,424	35,183

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Manufacturing--continued						
	Primary metal industries	Fabricated metal products	Machinery	Computer and electronic products	Electrical equipment, appliances, and components	Transportation equipment	Furniture and related products
	(32)	(33)	(34)	(35)	(36)	(37)	(38)
BUSINESSES WITH NET INCOME							
Number of returns ¹	*3,851	20,462	19,131	*2,761	4,328	4,400	20,314
Business receipts, total ¹.....	*158,756	2,820,617	2,406,330	*207,516	504,764	633,854	1,750,824
Income from sales and operations ¹	*157,988	2,825,587	2,400,321	*207,517	501,205	632,466	1,749,487
Other business income.....	*768	-4,971	6,009	--	*3,559	*1,387	*1,337
Business deductions, total ^{1,2}.....	*113,329	2,364,721	1,944,973	*85,332	399,278	537,899	1,283,273
Cost of sales and operations, total.....	*33,929	1,089,606	1,093,927	*42,946	253,874	282,042	721,726
Inventory, beginning of year.....	*6,601	84,676	127,259	*8,319	*34,905	*46,117	*55,367
Cost of labor.....	*131	145,287	190,721	*1,386	*17,694	*4,131	*71,457
Purchases.....	*23,350	580,290	703,462	*38,832	*145,450	282,574	501,144
Materials and supplies.....	*11,888	253,483	120,918	*176	*49,665	*390	120,447
Other costs.....	--	135,033	73,077	*742	*11,980	*4,839	*27,595
Inventory, end of year.....	*8,041	109,164	121,510	*6,509	*5,820	*56,010	*54,284
Advertising expenses.....	*67	15,091	12,921	*2,770	*2,137	*4,808	11,802
Car and truck expenses.....	*5,352	79,681	48,334	*2,812	21,976	*16,550	40,831
Commissions.....	*25	10,408	*1,860	*2,567	*74	*7,336	11,898
Contract labor.....	*13,183	57,119	77,080	*2,237	*6,969	*29,176	*2,517
Depletion.....	--	--	--	--	*606	--	--
Depreciation.....	*17,103	198,130	140,254	*1,786	9,034	*9,845	56,052
Employee benefit programs.....	--	15,946	16,873	--	*1,992	*277	*435
Insurance.....	*1,846	70,363	35,875	*520	7,630	*7,710	18,483
Legal and professional services.....	*1,295	12,618	12,795	*269	2,031	*10,244	12,310
Meals and entertainment deducted.....	*22	7,806	1,662	*1,699	*1,166	*567	4,817
Mortgage interest.....	--	19,657	*11,365	--	*154	*14,470	*8,682
Other interest paid on business indebtedness....	*481	8,136	7,638	*387	*4,562	*1,019	*3,869
Office expenses.....	*1,316	18,244	9,589	*918	4,355	*4,945	21,279
Pension and profit-sharing plans.....	*11	6,453	*3,051	--	*59	--	*1,050
Rent on machinery and equipment.....	*23	31,023	2,383	--	*239	*18,935	*1,624
Rent on other business property.....	*162	40,443	50,198	*5,918	*10,504	*17,793	83,944
Repairs.....	*19	39,400	14,982	*552	*1,202	*1,608	16,414
Supplies.....	*8,034	46,064	45,627	*1,515	*3,697	*12,130	38,728
Salaries and wages.....	*448	325,892	185,455	*2,633	*30,452	*24,818	*82,969
Taxes paid.....	*490	75,112	48,230	*2,385	*6,971	*8,677	17,132
Travel.....	--	25,471	4,379	*5,234	*3,877	*3,533	11,886
Utilities.....	*7,342	58,105	69,478	*5,826	8,505	*19,345	41,151
Other business deductions.....	*22,181	101,042	39,654	*1,059	17,119	*41,448	61,235
Home office business deductions.....	--	*12,798	*8,758	*352	*86	*622	*11,955
Depreciation, Form 8829.....	--	*1,567	*1,342	*348	--	*9	*1,386
Casualty loss, Form 8829.....	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829....	--	--	*13	--	--	--	--
Net income^{1,2}.....	*45,427	455,896	461,357	*122,184	105,486	95,955	467,551
Returns with Schedule C-EZ:							
Number of returns.....	*971	*2,941	*2,166	*936	*50	--	*2,986
Business receipts.....	*4,659	*12,513	*8,632	*6,710	*1,587	--	*6,827
Business deductions.....	--	*112	*2,603	*949	*9	--	*483
Net income.....	*4,659	*12,402	*6,029	*5,761	*1,579	--	*6,344

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Manufacturing--continued		Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, woods, metals, etc.	Nondurable goods, including food, fiber, chemicals, .etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns ¹	3,864	34,417	350,824	149,399	118,760	82,665	2,399,442	158,658
Business receipts, total ¹	448,767	1,682,231	40,849,558	18,307,028	16,338,556	6,203,974	187,076,742	37,368,327
Income from sales and operations ¹	448,686	1,666,095	40,239,466	17,949,267	16,277,629	6,012,569	184,626,296	37,035,261
Other business income.....	*81	16,137	610,092	357,761	60,927	191,405	2,450,446	333,066
Business deductions, total ^{1,2}	290,629	1,517,990	35,735,351	16,305,397	14,918,485	4,511,469	179,018,027	36,061,020
Cost of sales and operations, total.....	*89,181	620,296	26,637,840	12,337,462	11,596,250	2,704,127	126,466,370	29,743,572
Inventory, beginning of year.....	*3,024	142,813	2,343,791	1,509,930	727,921	105,940	20,713,293	4,487,924
Cost of labor.....	*18,479	70,644	363,436	145,332	202,534	*15,570	2,761,219	661,890
Purchases.....	*34,360	307,899	23,026,729	10,755,857	9,896,550	2,374,322	115,554,366	28,106,543
Materials and supplies.....	*35,498	201,013	1,624,386	606,226	826,818	*191,343	5,674,113	691,970
Other costs.....	*872	51,214	1,788,274	893,511	705,542	189,221	3,945,839	774,942
Inventory, end of year.....	*3,052	153,287	2,508,777	1,573,394	763,114	172,269	22,182,460	4,979,698
Advertising expenses.....	*1,719	31,910	247,685	130,560	84,708	32,418	2,269,213	374,795
Car and truck expenses.....	*42,422	55,465	1,297,542	429,743	421,364	446,435	4,811,616	463,630
Commissions.....	*9,410	24,137	488,905	274,167	117,841	96,897	925,292	151,257
Contract labor.....	*40,463	13,445	239,806	143,494	72,321	23,991	682,349	111,434
Depletion.....	*426	*15	1,520	*318	1,202	*(Z)	2,465	*810
Depreciation.....	*3,200	79,038	580,424	297,938	187,228	95,257	3,048,748	380,046
Employee benefit programs.....	*486	4,759	50,695	17,293	30,062	3,340	233,587	35,403
Insurance.....	*5,962	17,406	234,023	130,224	86,943	16,855	1,641,742	303,329
Legal and professional services.....	*5,505	17,182	155,890	74,839	54,130	26,921	732,323	82,836
Meals and entertainment deducted.....	*305	3,506	205,417	73,663	39,104	92,650	397,631	29,168
Mortgage interest.....	*72	9,038	63,958	36,388	23,688	3,882	699,644	102,423
Other interest paid on business indebtedness....	*1,068	15,634	140,336	53,610	75,394	11,332	812,600	187,992
Office expenses.....	2,421	19,400	265,528	122,516	68,910	74,102	1,237,181	129,979
Pension and profit-sharing plans.....	*85	*935	16,858	8,707	5,777	*2,374	44,700	3,742
Rent on machinery and equipment.....	*3,816	8,084	139,742	78,142	52,577	9,024	784,146	76,427
Rent on other business property.....	*20,354	40,782	434,172	223,059	164,408	46,704	5,707,590	395,909
Repairs.....	*883	14,600	191,281	102,206	77,397	11,678	1,192,390	241,120
Supplies.....	*5,286	52,640	380,967	198,331	149,404	33,232	2,374,038	277,786
Salaries and wages.....	*11,300	243,360	909,592	401,793	436,313	71,487	8,513,266	1,046,634
Taxes paid.....	*1,659	41,215	271,320	108,285	143,604	19,430	2,803,359	360,837
Travel.....	7,754	19,836	545,100	210,701	111,710	222,689	1,055,429	84,816
Utilities.....	4,588	29,413	405,072	174,342	148,756	81,975	3,341,574	354,885
Other business deductions.....	28,032	144,503	1,635,344	593,797	716,298	325,249	8,395,752	1,084,978
Home office business deductions.....	*4,236	*10,140	160,959	74,134	40,603	46,222	684,794	25,980
Depreciation, Form 8829.....	*1,076	*865	17,576	8,093	4,751	4,732	88,383	3,698
Casualty loss, Form 8829.....	--	--	--	--	--	--	*2,286	--
Excess--casualty depreciations, Form 8829....	--	*2	10,987	*4,326	*1,376	*5,285	154,363	*1,084
Net income less deficit ^{1,2}	158,137	168,919	5,128,810	2,008,014	1,428,062	1,692,734	8,101,744	1,307,471
Net income ^{1,2}	160,417	259,099	6,070,740	2,402,728	1,822,211	1,845,801	15,672,409	1,844,493
Deficit ²	*2,280	90,180	941,930	394,714	394,149	153,068	7,570,664	537,022

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Manufacturing--continued		Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, woods, metals, etc.	Nondurable goods, including food, fiber, chemicals, .etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH NET INCOME								
Number of returns ¹	3,852	17,820	235,915	88,536	86,462	60,917	1,203,794	112,012
Business receipts, total ¹.....	443,802	1,438,288	35,783,987	16,787,457	13,280,104	5,716,426	149,998,167	31,096,834
Income from sales and operations ¹	443,799	1,427,520	35,331,069	16,542,319	13,226,512	5,562,238	147,949,191	30,836,045
Other business income.....	*4	10,767	452,918	245,139	53,591	154,188	2,048,975	260,789
Business deductions, total ^{1,2}.....	283,385	1,182,873	29,713,247	14,384,730	11,457,893	3,870,624	134,330,780	29,252,340
Cost of sales and operations, total.....	*86,442	496,349	23,060,374	11,357,413	9,304,608	2,398,353	99,593,628	24,591,081
Inventory, beginning of year.....	*2,779	96,813	1,765,719	1,230,317	468,911	66,492	12,849,927	3,166,652
Cost of labor.....	*17,227	58,855	305,063	115,368	175,959	*13,735	2,272,926	620,976
Purchases.....	*34,282	225,221	20,187,664	9,914,431	8,219,363	2,053,870	91,180,153	23,203,256
Materials and supplies.....	*34,633	183,642	1,148,951	551,251	406,498	*191,201	4,531,455	579,392
Other costs.....	*415	38,490	1,438,451	826,579	436,973	174,899	2,929,358	665,671
Inventory, end of year.....	*2,893	106,672	1,785,474	1,280,532	403,096	101,846	14,170,192	3,644,866
Advertising expenses.....	*1,656	29,133	177,988	105,174	45,621	27,194	1,504,544	286,973
Car and truck expenses.....	*42,421	33,639	978,510	305,698	289,583	383,229	2,797,047	355,308
Commissions.....	*9,215	23,594	412,548	213,000	104,167	95,381	618,744	88,115
Contract labor.....	*40,341	*12,116	175,927	120,692	41,431	13,804	510,559	85,444
Depletion.....	*426	*13	1,115	*242	*873	*(Z)	1,147	*131
Depreciation.....	*2,808	60,032	385,426	209,917	103,764	71,745	1,781,447	265,910
Employee benefit programs.....	*325	3,727	39,090	16,646	19,476	*2,968	181,439	23,977
Insurance.....	*5,849	13,917	166,514	92,160	60,550	13,804	1,160,440	225,040
Legal and professional services.....	*5,421	10,838	100,821	47,677	31,734	21,410	477,616	64,406
Meals and entertainment deducted.....	*293	1,849	164,653	56,549	30,001	78,103	238,053	21,850
Mortgage interest.....	*72	*8,349	48,639	28,238	16,868	*3,533	367,834	62,840
Other interest paid on business indebtedness.....	*935	12,833	98,290	37,635	52,260	8,395	475,304	119,771
Office expenses.....	*2,359	15,354	194,326	88,721	47,884	57,720	682,635	97,750
Pension and profit-sharing plans.....	*85	*353	13,727	8,706	2,647	*2,374	41,581	3,502
Rent on machinery and equipment.....	*3,809	*2,657	115,956	62,391	45,856	7,709	514,288	60,454
Rent on other business property.....	*20,001	31,784	313,215	173,343	109,213	30,659	3,982,267	276,637
Repairs.....	*859	9,887	146,513	81,969	54,410	10,133	815,696	182,221
Supplies.....	*5,281	45,729	218,830	125,876	66,333	26,621	1,279,455	163,390
Salaries and wages.....	*9,963	189,255	700,205	348,975	288,223	63,007	6,478,621	821,776
Taxes paid.....	*1,407	34,600	204,467	96,505	90,882	17,080	2,041,523	267,259
Travel.....	*7,680	11,867	433,470	172,571	71,380	189,520	611,439	66,495
Utilities.....	*4,495	22,201	295,552	133,817	91,785	69,950	2,249,060	263,008
Other business deductions.....	*27,006	102,753	1,114,036	439,958	445,340	228,738	5,449,629	824,062
Home office business deductions.....	*4,236	*8,796	118,026	51,326	30,513	36,188	317,487	23,710
Depreciation, Form 8829.....	*1,076	*863	11,956	5,007	3,650	3,298	32,337	3,271
Casualty loss, Form 8829.....	--	--	--	--	--	--	*38	--
Excess--casualty depreciations, Form 8829.....	--	--	--	--	--	--	12,210	*47
Net income².....	160,417	259,099	6,070,740	2,402,728	1,822,211	1,845,801	15,672,409	1,844,493
Returns with Schedule C-EZ:								
Number of returns.....	**	**2,952	51,572	21,097	17,737	12,739	238,773	14,178
Business receipts.....	**	**27,508	442,352	197,302	114,012	131,038	1,018,047	60,945
Business deductions.....	**	**1,251	35,375	9,684	12,492	13,198	160,226	11,230
Net income.....	**	**26,258	406,977	187,618	101,520	117,840	857,821	49,714

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Retail trade--continued							
	Furniture and home furnishing stores	Electronic and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and accessories stores	Sporting goods, hobby, book, and music stores
	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns ¹	55,791	44,865	50,761	85,108	156,954	20,851	120,231	133,070
Business receipts, total ¹	6,345,917	4,883,913	9,107,146	26,133,236	9,763,099	22,544,731	11,868,512	7,479,548
Income from sales and operations ¹	6,303,694	4,800,491	8,993,693	25,711,253	9,642,134	22,407,384	11,738,912	7,401,855
Other business income.....	42,224	83,423	113,453	421,984	120,966	137,347	129,601	77,693
Business deductions, total ^{1,2}	5,868,304	4,563,182	8,491,496	25,120,573	9,249,708	22,270,284	10,934,164	7,278,407
Cost of sales and operations, total.....	3,402,975	2,765,223	5,839,705	19,311,389	6,385,507	19,247,050	6,792,171	4,511,348
Inventory, beginning of year.....	855,486	286,012	980,091	1,685,517	773,936	539,683	2,553,079	1,908,975
Cost of labor.....	114,613	227,382	351,896	289,596	243,253	62,631	111,367	66,371
Purchases.....	2,748,798	2,317,991	4,828,423	17,904,396	5,783,943	18,355,951	6,541,471	4,284,423
Materials and supplies.....	339,820	182,874	396,266	616,537	232,768	722,939	258,751	127,541
Other costs.....	231,890	139,327	262,886	585,212	136,409	86,230	138,395	191,925
Inventory, end of year.....	887,630	388,362	979,857	1,769,869	784,802	520,383	2,810,892	2,067,887
Advertising expenses.....	203,246	109,786	108,215	119,429	157,833	42,720	206,313	125,738
Car and truck expenses.....	202,346	131,099	198,786	176,295	258,812	48,404	202,929	216,395
Commissions.....	65,484	11,000	64,899	13,809	48,772	27,878	49,458	41,464
Contract labor.....	67,471	77,236	32,418	26,955	24,198	37,624	34,378	33,716
Depreciation.....	--	*556	*73	*3	*43	*4	*199	*139
Depreciation.....	100,541	123,956	183,499	276,524	183,543	267,352	161,070	162,161
Employee benefit programs.....	12,421	14,158	20,864	34,194	18,826	14,018	8,259	9,931
Insurance.....	82,645	51,537	138,987	199,770	76,639	124,423	100,999	86,053
Legal and professional services.....	32,175	24,964	29,392	72,706	43,859	44,158	74,133	39,493
Meals and entertainment deducted.....	20,713	12,349	14,044	5,151	22,381	3,252	30,349	16,735
Mortgage interest.....	22,831	18,106	41,016	56,639	23,277	106,536	30,068	37,216
Other interest paid on business indebtedness.....	36,423	17,055	54,252	55,792	18,990	60,473	50,001	47,401
Office expenses.....	41,163	46,548	42,310	37,978	81,628	22,177	122,316	80,045
Pension and profit-sharing plans.....	*1,816	*893	*5,513	2,046	12,692	*2,133	5,391	*806
Rent on machinery and equipment.....	19,779	15,405	28,541	66,211	71,324	48,229	95,367	24,257
Rent on other business property.....	326,574	240,386	137,764	735,749	268,526	290,877	919,601	386,629
Repairs.....	50,514	23,542	52,562	186,847	62,056	125,042	80,199	38,279
Supplies.....	106,677	44,425	80,399	275,232	138,880	56,218	127,651	116,862
Salaries and wages.....	416,902	342,155	604,590	1,435,897	525,405	716,657	772,924	385,313
Taxes paid.....	129,700	125,288	176,449	405,589	101,026	241,868	293,790	141,054
Travel.....	49,571	35,674	28,788	35,302	61,350	5,205	70,562	45,130
Utilities.....	163,742	103,004	184,651	579,949	156,915	286,526	216,081	170,071
Other business deductions.....	285,608	210,509	394,836	1,004,589	447,714	449,439	468,664	480,811
Home office business deductions.....	26,025	17,072	28,615	4,794	49,040	2,020	18,412	58,679
Depreciation, Form 8829.....	2,597	*2,114	2,147	*184	6,622	*152	1,804	9,300
Casualty loss, Form 8829.....	--	--	--	--	--	--	*38	--
Excess--casualty depreciations, Form 8829.....	*2,027	*3,875	*565	*5	10,142	*39	*2,017	30,810
Net income less deficit ^{1,2}.....	477,484	320,731	615,612	1,012,664	512,215	274,447	934,908	217,403
Net income ^{1,2}	733,814	483,389	876,775	1,365,979	1,038,328	432,009	1,394,513	697,063
Deficit ²	256,329	162,658	261,163	353,316	526,113	157,561	459,605	479,660

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Retail trade--continued							
	Furniture and home furnishing stores	Electronic and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and accessories stores	Sporting goods, hobby, book, and music stores
	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)
BUSINESSES WITH NET INCOME								
Number of returns ¹	31,781	27,747	36,017	61,963	55,600	14,055	70,967	64,205
Business receipts, total ¹.....	5,286,450	4,382,867	7,224,426	23,750,297	8,681,185	16,610,552	9,752,412	5,027,062
Income from sales and operations ¹	5,258,763	4,294,555	7,119,996	23,351,334	8,568,536	16,489,724	9,654,888	4,960,711
Other business income.....	27,688	88,312	104,430	398,964	112,649	120,828	97,524	66,351
Business deductions, total ^{1,2}.....	4,552,636	3,899,477	6,347,613	22,384,318	7,642,856	16,178,543	8,357,899	4,329,999
Cost of sales and operations, total.....	2,666,189	2,439,347	4,498,379	17,428,118	5,674,984	14,105,697	5,306,822	2,819,663
Inventory, beginning of year.....	573,421	235,288	678,571	1,327,711	567,663	324,960	1,754,766	926,017
Cost of labor.....	112,178	*199,614	289,394	282,233	240,816	41,383	103,134	*36,032
Purchases.....	2,042,996	2,012,482	3,768,158	16,089,195	5,146,546	13,329,015	5,064,783	2,682,099
Materials and supplies.....	321,913	*179,092	250,923	565,642	207,792	670,836	184,956	62,894
Other costs.....	209,809	116,619	188,394	571,478	118,390	70,022	114,055	167,178
Inventory, end of year.....	594,129	303,749	677,061	1,408,142	606,224	330,519	1,914,871	1,054,556
Advertising expenses.....	172,037	83,891	78,668	93,949	105,636	32,609	126,663	54,050
Car and truck expenses.....	152,664	87,465	120,833	144,647	119,713	30,073	127,225	95,444
Commissions.....	59,030	10,909	52,016	13,124	25,257	25,731	45,566	35,384
Contract labor.....	57,256	76,971	25,420	25,271	23,143	23,347	20,550	15,907
Depletion.....	--	*556	--	*3	*43	--	*178	*119
Depreciation.....	78,352	110,674	130,988	218,331	99,688	161,503	99,816	76,240
Employee benefit programs.....	11,079	13,130	14,371	22,747	18,629	9,446	7,244	5,701
Insurance.....	64,615	41,886	110,208	167,212	54,371	85,284	75,109	52,489
Legal and professional services.....	26,905	17,486	16,742	60,099	34,675	31,131	56,970	19,065
Meals and entertainment deducted.....	15,987	10,801	12,710	4,579	11,017	1,120	20,254	7,898
Mortgage interest.....	17,865	14,468	37,203	38,613	18,320	63,408	21,078	15,834
Other interest paid on business indebtedness....	32,676	9,779	31,445	40,014	11,822	43,702	29,808	26,987
Office expenses.....	36,091	30,266	28,777	26,179	57,360	15,559	83,362	32,220
Pension and profit-sharing plans.....	*987	*879	*5,346	1,956	12,598	*1,987	5,209	*722
Rent on machinery and equipment.....	17,886	13,082	16,895	57,906	64,187	34,425	72,708	11,766
Rent on other business property.....	234,919	192,254	109,339	618,074	193,041	226,211	724,730	234,932
Repairs.....	34,341	16,557	32,523	150,638	41,718	83,097	53,567	18,428
Supplies.....	75,973	27,722	32,336	225,282	70,139	37,664	74,542	53,506
Salaries and wages.....	303,483	305,756	411,081	1,269,907	479,147	473,590	611,420	208,703
Taxes paid.....	98,140	106,951	137,241	350,856	83,368	174,963	232,961	79,805
Travel.....	35,629	29,307	18,768	20,062	28,936	3,230	47,158	25,997
Utilities.....	112,944	79,918	140,828	483,323	106,513	198,275	151,046	98,148
Other business deductions.....	225,987	162,416	260,876	916,911	289,410	314,607	345,679	277,885
Home office business deductions.....	20,638	*15,747	24,292	4,785	8,670	*1,887	15,353	40,429
Depreciation, Form 8829.....	*1,906	*1,866	*1,548	*182	*1,161	*103	*996	*3,111
Casualty loss, Form 8829.....	--	--	--	--	--	--	*38	--
Excess--casualty depreciations, Form 8829....	*148	*3,626	--	--	*442	--	--	*367
Net income².....	733,814	483,389	876,775	1,365,979	1,038,328	432,009	1,394,513	697,063
Returns with Schedule C-EZ:								
Number of returns.....	*2,963	*3,320	*4,011	*11,777	14,573	--	*7,000	13,147
Business receipts.....	*14,801	*6,236	*18,620	*43,353	70,128	--	*29,124	86,005
Business deductions.....	*962	*1,259	*328	*1,733	10,473	--	*2,879	22,678
Net income.....	*13,839	*4,977	*18,292	*41,620	59,655	--	*26,245	63,326

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Retail trade--continued			Transportation and warehousing				
	General merchandise stores	Miscellaneous store retailers	Nonstore retailers	Total	Air and rail transportation	Water transportation	General freight trucking, local	General freight trucking, long-distance and specialized freight trucking
	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns ¹	34,661	551,143	987,350	982,832	15,824	5,606	216,673	305,173
Business receipts, total ¹	5,388,473	28,161,353	18,032,484	65,303,903	970,991	377,275	18,221,665	31,598,902
Income from sales and operations ¹	5,292,626	27,647,338	17,651,656	64,104,432	954,382	376,734	17,764,345	31,072,771
Other business income.....	95,846	514,015	380,829	1,199,471	16,609	*542	457,320	526,131
Business deductions, total ^{1,2}	5,206,746	26,541,237	17,432,906	56,584,482	1,269,397	225,357	15,902,580	28,235,632
Cost of sales and operations, total.....	3,815,022	15,127,751	9,524,656	7,480,706	468,168	*72,603	2,411,804	2,786,785
Inventory, beginning of year.....	612,888	4,531,745	1,497,958	164,567	58,703	*124	22,077	11,399
Cost of labor.....	*4,083	266,441	361,695	1,867,967	*13,859	--	1,191,354	347,730
Purchases.....	3,340,444	13,188,887	8,153,096	2,160,535	194,133	*1,260	473,639	800,663
Materials and supplies.....	288,127	1,402,746	413,775	529,185	*91,873	*1	175,810	179,237
Other costs.....	184,421	513,730	700,474	2,977,791	173,597	*71,338	589,819	1,458,459
Inventory, end of year.....	614,941	4,775,797	1,602,343	219,340	63,998	*120	40,895	10,703
Advertising expenses.....	38,578	504,577	277,982	180,097	4,096	873	54,611	35,656
Car and truck expenses.....	72,292	1,207,797	1,632,832	13,680,328	22,937	*2,084	3,897,827	7,135,457
Commissions.....	9,243	170,592	271,436	850,906	1,916	*10,023	174,697	474,868
Contract labor.....	3,913	162,891	70,115	2,609,691	20,781	1,440	630,733	1,508,143
Depletion.....	*27	*498	*112	7,623	*108	--	*1,993	*761
Depreciation.....	71,912	710,594	427,550	5,499,707	327,858	27,838	1,484,500	2,968,519
Employee benefit programs.....	11,492	37,250	16,771	89,413	2,946	*27	38,516	31,892
Insurance.....	51,457	302,370	123,532	2,766,982	21,105	5,363	817,427	1,421,102
Legal and professional services.....	21,644	144,122	122,842	266,520	10,931	1,633	77,433	90,973
Meals and entertainment deducted.....	7,321	133,708	102,460	1,129,748	2,652	288	179,527	872,203
Mortgage interest.....	17,712	155,082	88,740	253,027	15,951	*947	55,972	136,102
Other interest paid on business indebtedness....	27,709	147,086	109,427	653,918	38,252	*1,658	153,764	369,966
Office expenses.....	17,077	318,659	297,300	293,375	5,244	547	76,300	128,292
Pension and profit-sharing plans.....	*1,989	5,586	2,093	5,370	*106	--	3,182	1,414
Rent on machinery and equipment.....	6,342	253,735	78,529	1,828,319	10,163	*63	294,684	907,980
Rent on other business property.....	201,128	1,391,168	413,280	640,671	22,748	11,298	103,423	184,357
Repairs.....	38,466	200,910	92,853	4,311,625	51,990	25,437	1,313,938	2,527,546
Supplies.....	22,175	602,238	525,494	904,485	4,752	1,829	281,495	405,764
Salaries and wages.....	345,387	1,504,120	417,282	2,424,912	27,753	4,517	852,390	1,037,331
Taxes paid.....	121,360	525,536	180,863	1,152,629	21,205	2,134	357,883	614,814
Travel.....	13,107	335,179	290,744	455,843	15,738	713	78,648	236,941
Utilities.....	100,936	686,145	338,668	839,204	10,802	1,134	221,654	385,327
Other business deductions.....	179,957	1,728,403	1,660,246	7,957,684	156,297	51,192	2,291,906	3,892,166
Home office business deductions.....	*2,672	155,885	295,602	149,398	*1,933	*79	41,586	62,873
Depreciation, Form 8829.....	*126	15,122	44,516	39,733	*178	--	5,937	3,650
Casualty loss, Form 8829.....	--	--	*2,248	*1,848	--	--	*2	*45
Excess--casualty depreciations, Form 8829....	--	38,424	65,373	5,206	*142	--	*252	763
Net income less deficit ^{1,2}.....	183,609	1,624,375	620,825	8,756,499	-271,833	152,804	2,319,481	3,370,129
Net income ^{1,2}	348,427	3,525,283	2,932,335	10,981,020	87,896	199,147	2,930,162	4,101,740
Deficit ²	164,818	1,900,908	2,311,510	2,224,521	359,729	46,343	610,681	731,611

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Retail trade--continued			Transportation and warehousing				
	General merchandise stores	Miscellaneous store retailers	Nonstore retailers	Total	Air and rail transportation	Water transportation	General freight trucking, local	General freight trucking, long-distance and specialized freight trucking
	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)
BUSINESSES WITH NET INCOME								
Number of returns ¹	23,656	268,485	437,307	801,855	10,124	2,279	169,596	240,916
Business receipts, total¹.....	4,197,939	20,836,053	13,152,090	53,661,944	386,707	287,902	14,312,066	25,999,235
Income from sales and operations ¹	4,116,326	20,412,245	12,886,070	52,828,576	379,617	287,902	14,120,086	25,586,156
Other business income.....	81,613	423,808	266,020	833,368	7,090	--	191,981	413,079
Business deductions, total^{1,2}.....	3,849,512	17,311,304	10,224,281	42,677,578	298,811	88,755	11,381,904	21,893,439
Cost of sales and operations, total.....	2,877,279	10,953,121	6,232,949	4,997,424	122,248	*1,099	1,501,749	1,901,667
Inventory, beginning of year.....	420,394	2,202,672	671,811	75,635	*33,773	*24	9,049	4,830
Cost of labor.....	*1,561	180,413	165,192	1,042,915	*3,475	--	567,472	168,178
Purchases.....	2,693,438	9,575,433	5,572,752	1,674,414	*91,035	*1,097	296,901	718,933
Materials and supplies.....	*204,100	1,101,662	202,253	312,726	*1,959	--	114,958	118,937
Other costs.....	23,049	294,443	390,250	1,971,148	*28,714	--	520,889	896,142
Inventory, end of year.....	465,264	2,401,503	769,308	79,413	*36,708	*22	7,520	5,353
Advertising expenses.....	24,392	327,005	118,670	119,047	*620	*772	40,209	24,991
Car and truck expenses.....	50,776	675,731	837,167	11,064,133	12,778	*392	2,826,849	5,973,805
Commissions.....	8,685	93,310	161,617	754,920	*455	*9,892	164,406	403,087
Contract labor.....	2,980	96,207	58,062	2,005,540	*8,821	*735	411,854	1,199,875
Depletion.....	--	*9	*109	*2,231	*5	--	*1,987	*239
Depreciation.....	32,806	308,243	198,895	3,570,261	22,407	*7,218	974,129	2,110,679
Employee benefit programs.....	*8,567	30,906	15,642	61,855	*2,332	--	31,022	18,995
Insurance.....	32,174	174,743	77,310	2,156,610	2,965	*2,602	640,678	1,113,466
Legal and professional services.....	15,573	81,760	52,805	197,451	5,747	*313	54,603	68,260
Meals and entertainment deducted.....	6,531	79,276	46,030	917,551	893	*191	134,666	727,343
Mortgage interest.....	12,497	48,683	17,025	168,830	*1,361	*111	35,668	101,778
Other interest paid on business indebtedness....	10,181	68,581	50,538	431,369	5,757	*442	106,719	254,886
Office expenses.....	10,470	124,559	140,043	228,994	3,895	*317	56,947	99,727
Pension and profit-sharing plans.....	*1,937	4,702	*1,758	4,194	*63	--	*2,184	1,346
Rent on machinery and equipment.....	4,222	112,000	48,756	1,525,014	*3,011	*4	255,931	732,234
Rent on other business property.....	145,187	802,292	224,652	491,327	*7,970	*11,020	75,643	138,364
Repairs.....	15,715	121,356	65,535	3,202,467	5,137	*2,917	918,310	1,969,675
Supplies.....	14,598	248,399	255,905	689,230	943	*877	195,982	323,067
Salaries and wages.....	267,585	996,903	329,271	1,714,747	*8,454	*3,719	656,777	672,141
Taxes paid.....	101,954	319,380	88,646	876,605	12,013	*1,167	272,976	469,524
Travel.....	9,960	201,531	124,365	353,717	5,291	*265	54,177	185,196
Utilities.....	65,413	370,530	179,114	649,300	5,979	*753	157,644	314,437
Other business deductions.....	120,420	973,411	737,964	6,219,692	56,430	*42,314	1,767,336	3,017,485
Home office business deductions.....	*1,781	69,312	90,882	122,768	*271	--	36,776	52,769
Depreciation, Form 8829.....	*25	7,780	10,388	38,667	*73	--	5,787	2,980
Casualty loss, Form 8829.....	--	--	--	*1,847	--	--	--	*45
Excess--casualty depreciations, Form 8829....	--	*2,001	*5,579	*4,082	--	--	*34	--
Net income².....	348,427	3,525,283	2,932,335	10,981,020	87,896	199,147	2,930,162	4,101,740
Returns with Schedule C-EZ:								
Number of returns.....	*4,619	54,973	108,215	129,112	*6,810	*1,673	10,094	17,646
Business receipts.....	*42,666	227,206	418,964	947,875	*47,987	*156,754	60,002	78,760
Business deductions.....	*7,829	29,356	71,498	152,302	*2,965	*1,636	6,685	18,403
Net income.....	*34,836	197,850	347,466	795,573	*45,021	*155,118	53,317	60,357

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Transportation and warehousing--continued						
	Urban transit	Interurban and rural bus transportation	Taxi and limousine service	School, employee, and charter bus industry	Other transit and ground passenger transportation	Pipeline transportation	Scenic and sightseeing transportation
	(63)	(64)	(65)	(66)	(67)	(68)	(69)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	*8	*1,946	132,510	23,218	24,556	--	2,875
Business receipts, total ¹	*7,076	*79,362	3,906,844	824,329	1,105,269	--	102,087
Income from sales and operations ¹	*7,076	*79,355	3,805,298	822,810	1,128,903	--	101,710
Other business income.....	--	*8	101,546	*1,518	*-23,634	--	*377
Business deductions, total ^{1,2}	*8,104	*71,455	2,824,883	588,508	941,862	--	149,340
Cost of sales and operations, total.....	--	*15,923	*157,136	*26,068	*361,169	--	*7,327
Inventory, beginning of year.....	--	--	*515	*8,664	--	--	*179
Cost of labor.....	--	*10,609	*3,883	*3,677	*158,740	--	*4
Purchases.....	--	--	*2,738	*3,387	*23,630	--	*61
Materials and supplies.....	--	*5,314	*4,773	*17,257	--	--	*90
Other costs.....	--	--	*145,743	*2,501	*178,798	--	*7,168
Inventory, end of year.....	--	--	*515	*9,419	--	--	*175
Advertising expenses.....	--	--	48,858	5,944	*2,083	--	1,805
Car and truck expenses.....	--	*11,345	394,675	77,145	77,922	--	2,478
Commissions.....	--	--	126,929	*5,035	*949	--	*993
Contract labor.....	*136	--	*35,381	*15,518	*51,955	--	*17,816
Depletion.....	--	--	*4,761	--	--	--	--
Depreciation.....	--	*9,294	114,054	87,580	49,442	--	33,458
Employee benefit programs.....	*400	--	*4,232	*627	*1,352	--	--
Insurance.....	*251	*6,958	200,684	52,749	26,348	--	8,379
Legal and professional services.....	*154	*602	27,644	2,684	5,981	--	1,769
Meals and entertainment deducted.....	--	*1,918	16,153	4,118	*5,219	--	*150
Mortgage interest.....	--	--	*21,415	*7,366	*779	--	*1,545
Other interest paid on business indebtedness.....	--	--	17,563	19,829	*10,554	--	*10,089
Office expenses.....	*93	*1,212	15,459	8,960	4,798	--	*479
Pension and profit-sharing plans.....	--	--	--	*14	*290	--	--
Rent on machinery and equipment.....	--	*6,637	459,295	*26,294	*13,949	--	*4,334
Rent on other business property.....	--	--	113,051	*3,264	*20,211	--	*4,418
Repairs.....	*1,210	*5,069	138,116	37,700	29,955	--	17,731
Supplies.....	*49	*2,154	30,845	10,654	12,894	--	*1,560
Salaries and wages.....	*4,873	*191	75,869	58,271	*53,221	--	*1,746
Taxes paid.....	*376	*1,067	34,079	11,479	12,325	--	1,014
Travel.....	*9	*844	9,398	16,136	*7,028	--	*126
Utilities.....	*244	--	44,632	12,201	10,692	--	*4,466
Other business deductions.....	*307	*8,241	692,392	96,785	176,344	--	26,286
Home office business deductions.....	--	--	*10,673	*1,253	*785	--	--
Depreciation, Form 8829.....	--	--	*378	*172	--	--	--
Casualty loss, Form 8829.....	--	--	*1,802	--	--	--	--
Excess-casualty depreciations, Form 8829.....	--	--	--	*741	--	--	--
Net income less deficit ^{1,2}.....	*-1,027	*7,908	1,081,961	235,821	163,559	--	-47,131
Net income ^{1,2}	--	*7,908	1,174,729	279,101	209,229	--	*26,868
Deficit ²	1,027	--	92,768	43,281	45,670	--	74,000

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Transportation and warehousing--continued						
	Urban transit	Interurban and rural bus transportation	Taxi and limousine service	School, employee, and charter bus industry	Other transit and ground passenger transportation	Pipeline transportation	Scenic and sightseeing transportation
	(63)	(64)	(65)	(66)	(67)	(68)	(69)
BUSINESSES WITH NET INCOME							
Number of returns ¹	--	*1,946	116,848	20,909	18,343	--	*1,231
Business receipts, total ¹.....	--	*79,362	3,378,867	670,329	1,037,321	--	*55,457
Income from sales and operations ¹	--	*79,355	3,277,337	669,196	1,035,396	--	*55,456
Other business income.....	--	*8	101,530	*1,133	*1,925	--	*1
Business deductions, total ^{1,2}.....	--	*71,455	2,204,137	391,228	828,092	--	*28,589
Cost of sales and operations, total.....	--	*15,923	*6,480	*21,705	*361,169	--	*172
Inventory, beginning of year.....	--	--	--	*7,286	--	--	--
Cost of labor.....	--	*10,609	--	--	*158,740	--	*4
Purchases.....	--	--	*1,802	*3,383	*23,630	--	--
Materials and supplies.....	--	*5,314	*4,632	*17,257	--	--	--
Other costs.....	--	--	*45	*1,836	*178,798	--	*168
Inventory, end of year.....	--	--	--	*8,057	--	--	--
Advertising expenses.....	--	--	27,691	1,578	*2,083	--	*604
Car and truck expenses.....	--	*11,345	306,880	57,082	51,689	--	*480
Commissions.....	--	--	121,696	*28	*949	--	*910
Contract labor.....	--	--	*25,897	*15,396	*35,980	--	*50
Depletion.....	--	--	--	--	--	--	--
Depreciation.....	--	*9,294	100,289	38,875	*22,309	--	*1,968
Employee benefit programs.....	--	--	*1	*403	*1,352	--	--
Insurance.....	--	*6,958	154,281	31,954	*19,057	--	*918
Legal and professional services.....	--	*602	25,747	1,799	4,958	--	*355
Meals and entertainment deducted.....	--	*1,918	7,177	*4,038	*5,029	--	*2
Mortgage interest.....	--	--	*16,785	*7,187	*44	--	*193
Other interest paid on business indebtedness.....	--	--	*17,241	11,607	*8,016	--	*1,699
Office expenses.....	--	*1,212	6,325	7,455	*4,788	--	*200
Pension and profit-sharing plans.....	--	--	--	--	*290	--	--
Rent on machinery and equipment.....	--	*6,637	422,563	*6,941	*3,610	--	*58
Rent on other business property.....	--	--	90,755	*2,753	*19,873	--	*2
Repairs.....	--	*5,069	116,351	32,706	*24,030	--	*2,119
Supplies.....	--	*2,154	22,639	9,948	8,485	--	*120
Salaries and wages.....	--	*191	*41,272	*39,967	*53,221	--	--
Taxes paid.....	--	*1,067	22,094	7,975	*9,635	--	*56
Travel.....	--	*844	*4,610	*14,043	*6,903	--	*(Z)
Utilities.....	--	--	32,794	8,808	*6,497	--	*892
Other business deductions.....	--	*8,241	592,309	67,588	171,728	--	*16,420
Home office business deductions.....	--	--	*10,673	*557	*785	--	--
Depreciation, Form 8829.....	--	--	*378	*172	--	--	--
Casualty loss, Form 8829.....	--	--	*1,802	--	--	--	--
Excess--casualty depreciations, Form 8829.....	--	--	--	*741	--	--	--
Net income².....	--	*7,908	1,174,729	279,101	209,229	--	*26,868
Returns with Schedule C-EZ:							
Number of returns.....	--	--	21,037	*4,002	*5,553	--	*969
Business receipts.....	--	--	171,178	*25,515	*11,721	--	*5,466
Business deductions.....	--	--	31,589	*835	*5,616	--	*1,371
Net income.....	--	--	139,588	*24,680	*6,105	--	*4,095

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Transportation and warehousing--continued			Information					
	Support activities for transportation (including motor vehicle towing)	Couriers and messengers	Warehousing and storage facilities	Total	Publishing industries (except internet)	Motion picture and sound recording	Broadcasting (except internet) and telecommunications	Internet publishing and broadcasting	Internet service providers, Web search portals, and data processing
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns ¹	37,500	208,050	8,893	295,031	91,795	64,025	44,285	24,636	70,289
Business receipts, total ¹	2,164,631	5,428,770	516,701	8,044,330	2,405,480	1,954,105	1,692,541	345,060	1,647,144
Income from sales and operations ¹	2,156,013	5,319,160	515,876	7,889,696	2,354,476	1,912,776	1,647,781	343,575	1,631,089
Other business income.....	8,618	109,611	*825	154,634	51,003	41,329	44,760	*1,485	*16,056
Business deductions, total ^{1,2}	1,873,106	4,020,384	473,875	6,140,653	1,731,690	1,825,315	1,411,799	203,958	967,891
Cost of sales and operations, total.....	434,342	630,643	108,740	1,204,095	265,963	221,870	499,169	*1,825	215,268
Inventory, beginning of year.....	20,993	*7,236	*34,676	156,424	58,994	28,739	*14,598	*11,313	*42,781
Cost of labor.....	*40,116	*91,564	*6,432	218,759	*32,107	*6,545	*73,917	--	*106,190
Purchases.....	262,898	317,495	*80,632	585,940	105,661	64,575	357,367	*1,817	56,519
Materials and supplies.....	*1,114	*7,701	*46,014	122,954	40,437	*35,889	*44,804	--	*1,824
Other costs.....	131,166	*214,515	*4,686	282,197	96,433	115,744	32,860	*695	36,466
Inventory, end of year.....	21,946	*7,869	*63,701	162,179	67,669	29,621	*24,376	*11,999	*28,514
Advertising expenses.....	10,772	8,539	6,860	172,527	64,798	22,204	8,137	*25,810	51,578
Car and truck expenses.....	194,225	1,850,640	13,595	501,063	200,315	97,439	117,680	10,459	75,171
Commissions.....	*8,411	*30,357	*16,728	123,731	52,885	39,620	3,899	*6,991	20,336
Contract labor.....	130,591	140,443	56,754	264,185	108,704	65,963	56,116	*4,688	28,705
Depletion.....	--	--	--	*12,292	*161	*11,810	*315	--	*5
Depreciation.....	185,565	139,197	72,403	430,704	62,085	255,044	86,850	3,014	23,710
Employee benefit programs.....	5,965	*2,789	*666	24,217	7,016	3,469	2,992	*405	10,336
Insurance.....	94,091	102,095	10,430	76,387	15,868	30,060	13,153	*2,810	14,496
Legal and professional services.....	13,976	28,167	4,573	142,623	25,827	60,734	19,998	8,525	27,540
Meals and entertainment deducted.....	8,765	38,622	133	90,193	26,143	31,256	17,241	3,061	12,492
Mortgage interest.....	3,071	*4,048	*5,830	28,894	11,563	2,960	*8,111	*5,526	*734
Other interest paid on business indebtedness.....	18,754	9,455	4,034	39,370	5,740	12,866	17,381	*(Z)	3,383
Office expenses.....	17,331	32,276	2,383	169,114	60,450	49,696	10,738	20,446	27,784
Pension and profit-sharing plans.....	*355	--	*9	5,564	*2,945	*1,243	*805	*208	*363
Rent on machinery and equipment.....	19,193	82,581	3,147	80,003	13,960	55,666	3,422	*5,292	1,663
Rent on other business property.....	112,470	32,616	32,814	242,063	24,575	147,937	54,037	*851	14,663
Repairs.....	54,172	89,097	19,663	52,811	5,514	32,299	7,214	*5,530	2,254
Supplies.....	36,267	111,241	4,981	267,246	55,670	153,375	11,186	19,158	27,856
Salaries and wages.....	175,979	95,454	37,317	500,522	145,501	107,385	148,238	*12,846	86,552
Taxes paid.....	48,621	32,394	15,239	83,715	18,747	27,985	19,105	*3,882	13,995
Travel.....	18,149	70,670	1,444	237,154	86,413	60,090	28,851	4,652	57,148
Utilities.....	63,889	67,519	16,643	189,869	60,784	53,671	24,481	6,748	44,185
Other business deductions.....	207,447	329,025	29,295	1,029,184	357,747	247,520	229,790	37,726	156,401
Home office business deductions.....	*330	29,348	*539	134,235	39,365	25,908	11,816	12,507	44,639
Depreciation, Form 8829.....	*22	29,367	*30	11,262	3,541	2,600	*276	*1,196	3,650
Casualty loss, Form 8829.....	--	--	--	*8	--	*8	--	--	--
Excess--casualty depreciations, Form 8829.....	*2	*3,307	--	7,227	*3,199	*1,601	--	*685	*1,743
Net income less deficit ^{1,2}.....	292,535	1,408,386	43,907	1,901,666	673,220	127,482	280,667	141,102	679,195
Net income ^{1,2}	337,287	1,517,639	109,313	3,024,488	943,862	614,601	443,451	184,697	837,878
Deficit ²	44,752	109,252	65,406	1,122,822	270,642	487,119	162,784	43,595	158,683

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Transportation and warehousing--continued			Information					
	Support activities for transportation (including motor vehicle towing)	Couriers and messengers	Warehousing and storage facilities	Total	Publishing industries (except internet)	Motion picture and sound recording	Broadcasting (except internet) and telecommunications	Internet publishing and broadcasting	Internet service providers, Web search portals, and data processing
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH NET INCOME									
Number of returns ¹	31,176	180,923	7,565	195,125	65,773	34,637	31,592	15,823	47,299
Business receipts, total¹.....	1,945,094	5,165,310	344,293	6,979,492	2,088,071	1,595,438	1,471,265	313,502	1,511,217
Income from sales and operations ¹	1,938,152	5,055,699	344,224	6,874,222	2,038,309	1,571,466	1,455,738	313,502	1,495,208
Other business income.....	*6,942	109,611	*69	105,271	49,762	23,972	15,527	--	*16,009
Business deductions, total^{1,2}.....	1,607,807	3,647,672	235,689	3,954,929	1,144,209	980,837	1,027,739	128,805	673,339
Cost of sales and operations, total.....	389,439	623,436	*52,339	997,686	183,538	184,246	451,690	*23	178,189
Inventory, beginning of year.....	*13,310	*7,236	*128	85,441	53,760	*5,689	*13,125	--	*12,867
Cost of labor.....	*36,441	*91,564	*6,432	202,202	*22,853	*3,541	*69,618	--	*106,190
Purchases.....	*227,320	*310,288	*24	500,517	59,563	*63,625	*329,343	--	*47,986
Materials and supplies.....	*113	*7,701	*41,854	116,393	34,598	*35,718	*44,785	--	*1,292
Other costs.....	*126,018	*214,515	*4,021	174,446	67,170	79,401	*4,172	*23	*23,680
Inventory, end of year.....	*13,763	*7,869	*122	81,312	54,406	*3,727	*9,353	--	*13,826
Advertising expenses.....	9,812	7,031	*3,657	144,661	55,221	14,226	2,282	*24,527	48,404
Car and truck expenses.....	177,931	1,634,094	*10,807	290,460	90,890	62,359	85,509	*6,384	45,317
Commissions.....	*7,683	*29,587	*16,228	88,170	51,005	14,242	*2,575	*524	*19,824
Contract labor.....	122,638	140,443	*43,851	177,631	104,181	19,116	32,561	*10	21,763
Depletion.....	--	--	--	*308	--	--	*302	--	*5
Depreciation.....	141,489	119,355	22,247	216,925	42,654	103,961	54,217	*2,310	13,783
Employee benefit programs.....	*4,649	*2,701	*399	18,578	*4,728	2,811	*1,052	*57	*9,931
Insurance.....	85,166	93,333	5,233	48,311	11,552	17,687	8,436	*1,911	8,724
Legal and professional services.....	12,441	19,953	2,674	75,718	15,687	23,643	11,199	*3,291	21,898
Meals and entertainment deducted.....	6,729	29,507	*59	51,393	9,972	20,941	11,339	*983	8,158
Mortgage interest.....	*2,136	*3,568	--	9,179	*7,543	*751	--	*151	*734
Other interest paid on business indebtedness.....	14,887	8,298	*1,818	16,184	3,026	7,388	*2,665	*(Z)	3,105
Office expenses.....	16,573	30,873	683	101,306	38,213	20,641	7,542	*17,913	16,997
Pension and profit-sharing plans.....	*312	--	--	5,327	*2,927	*1,243	*795	--	*361
Rent on machinery and equipment.....	13,730	79,283	*1,012	54,453	11,079	40,735	*1,815	*12	811
Rent on other business property.....	102,720	32,071	*10,158	112,463	20,543	44,955	42,475	*192	4,299
Repairs.....	40,393	73,166	12,594	28,554	4,064	15,184	6,035	*2,390	880
Supplies.....	16,835	105,352	2,829	152,548	30,916	85,360	8,476	16,934	10,861
Salaries and wages.....	137,145	*92,560	*9,299	309,864	82,589	83,965	92,525	*2,948	47,837
Taxes paid.....	41,033	30,908	8,158	54,882	12,634	21,554	11,349	*750	8,595
Travel.....	12,988	69,266	*135	159,723	59,062	32,588	19,974	*1,511	46,588
Utilities.....	54,498	59,299	7,698	105,653	36,192	25,885	12,248	*3,467	27,860
Other business deductions.....	186,152	280,070	13,619	597,896	227,168	111,773	147,766	31,597	79,592
Home office business deductions.....	*52	20,347	*539	99,040	25,875	18,338	*1,835	*10,804	42,188
Depreciation, Form 8829.....	*11	*29,235	*30	8,096	1,836	*1,904	*276	*811	3,270
Casualty loss, Form 8829.....	--	--	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	--	*3,307	--	*420	--	--	--	--	*420
Net income².....	337,287	1,517,639	109,313	3,024,488	943,862	614,601	443,451	184,697	837,878
Returns with Schedule C-EZ:									
Number of returns.....	12,800	44,571	*3,956	63,422	29,429	7,070	9,026	*2,999	14,898
Business receipts.....	86,017	261,690	*42,786	283,723	135,139	37,041	37,859	*2,495	71,189
Business deductions.....	10,377	63,170	*9,655	38,891	12,950	7,245	11,077	*987	6,632
Net income.....	75,640	198,520	*33,131	244,832	122,189	29,795	26,783	*1,508	64,556

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Finance and insurance						
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments				
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges
	(79)	(80)	(81)	(82)	(83)	(84)	(85)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	672,687	100,590	154,797	7,654	18,323	10,396	605
Business receipts, total ¹	73,125,906	5,354,120	38,721,972	2,218,751	4,952,584	727,299	1,240,237
Income from sales and operations ¹	71,335,420	5,139,721	37,905,734	2,136,348	4,851,856	672,578	1,240,064
Other business income.....	1,790,486	214,400	816,237	82,403	100,728	54,721	*173
Business deductions, total ^{1,2}	55,556,136	3,913,127	34,534,635	1,706,797	3,930,582	773,227	1,284,211
Cost of sales and operations, total.....	24,952,841	706,282	23,253,187	1,360,328	2,543,049	397,761	1,086,711
Inventory, beginning of year.....	233,132	66,867	130,885	*686	*20,944	*11,741	*469
Cost of labor.....	392,708	*20,442	255,872	--	*66,172	--	--
Purchases.....	18,121,833	435,805	17,536,838	*1,209,803	1,328,890	*305,811	*702,337
Materials and supplies.....	272,263	*14,801	171,429	*765	*11,635	--	*154,464
Other costs.....	6,201,599	240,400	5,314,509	*149,432	1,134,359	94,339	*230,497
Inventory, end of year.....	268,693	72,033	156,346	*359	*18,950	*14,130	*1,055
Advertising expenses.....	883,314	129,324	138,719	3,904	18,617	*15,001	*491
Car and truck expenses.....	2,452,241	347,314	350,425	8,559	60,322	18,751	*1,126
Commissions.....	3,104,988	454,677	777,354	*14,965	256,846	12,410	*250
Contract labor.....	698,062	171,053	175,896	12,708	39,075	6,067	*713
Depletion.....	3,020	*2	2,595	*47	*494	*3	*31
Depreciation.....	1,291,906	214,464	294,868	7,537	33,992	12,415	1,133
Employee benefit programs.....	199,791	5,240	31,651	*606	9,383	*133	--
Insurance.....	527,617	32,084	89,212	2,405	16,114	10,461	*94
Legal and professional services.....	582,340	60,202	280,296	12,740	73,556	3,822	467
Meals and entertainment deducted.....	493,394	61,279	141,083	8,179	29,245	15,288	370
Mortgage interest.....	176,596	25,264	57,004	*3,003	3,475	*9	*254
Other interest paid on business indebtedness.....	445,403	95,515	241,764	6,170	25,476	5,516	*1,025
Office expenses.....	1,064,586	108,030	247,555	9,931	62,374	7,058	697
Pension and profit-sharing plans.....	94,553	*3,135	26,390	*1,913	*1,849	*101	--
Rent on machinery and equipment.....	290,373	20,313	103,921	6,763	43,887	*2,713	--
Rent on other business property.....	1,399,366	144,833	387,119	12,296	41,396	39,004	*621
Repairs.....	231,588	23,567	39,328	599	9,076	702	*52
Supplies.....	505,295	64,071	91,864	1,956	14,122	480	*557
Salaries and wages.....	3,522,921	246,939	852,486	36,840	110,311	30,115	*1,840
Taxes paid.....	488,265	41,377	126,020	6,723	19,169	1,723	*311
Travel.....	768,161	61,441	254,372	24,900	39,952	16,442	*3,830
Utilities.....	1,078,901	119,590	193,513	8,606	41,319	4,424	507
Other business deductions.....	9,914,151	685,368	6,285,071	146,080	430,902	171,904	182,858
Home office business deductions.....	327,423	74,458	83,095	7,934	6,302	*912	*268
Depreciation, Form 8829.....	40,700	11,160	9,945	972	*728	*139	*92
Casualty loss, Form 8829.....	*68	--	*21	--	--	--	--
Excess-casualty depreciations, Form 8829.....	10,523	*259	3,396	*30	*250	--	--
Net income less deficit ^{1,2}.....	17,598,689	1,441,206	4,196,085	511,954	1,022,002	-45,928	-43,974
Net income ^{1,2}	19,913,216	1,741,384	5,433,611	570,757	1,107,284	168,865	*1,593
Deficit ²	2,314,528	300,177	1,237,527	58,803	85,282	214,793	45,567

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Finance and insurance						
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments				
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges
(79)	(80)	(81)	(82)	(83)	(84)	(85)	
BUSINESSES WITH NET INCOME							
Number of returns ¹	469,714	79,258	88,644	3,878	12,309	2,928	*18
Business receipts, total ¹	49,765,512	4,887,670	17,842,789	885,263	2,974,186	370,441	*224,349
Income from sales and operations ¹	48,382,974	4,757,296	17,266,656	813,832	2,914,697	330,953	*224,349
Other business income.....	1,382,538	130,374	576,133	71,431	59,489	*39,488	--
Business deductions, total ^{1,2}	29,858,471	3,146,287	12,414,979	314,506	1,866,902	201,576	*222,756
Cost of sales and operations, total.....	9,081,663	688,605	7,642,628	*129,009	968,673	*49,091	*207,207
Inventory, beginning of year.....	104,798	23,916	56,948	--	*20,845	*11,715	*191
Cost of labor.....	213,028	*20,371	*81,187	--	*34,069	--	--
Purchases.....	6,233,904	418,608	5,672,966	*128,699	*200,860	*21,555	*206,233
Materials and supplies.....	103,302	*13,275	15,839	*165	*11,635	--	--
Other costs.....	2,534,253	239,163	1,875,771	*144	719,874	*29,893	*1,045
Inventory, end of year.....	107,621	26,728	60,083	--	*18,609	*14,072	*261
Advertising expenses.....	767,527	96,026	119,618	3,398	18,329	*14,994	*61
Car and truck expenses.....	1,927,656	274,283	257,192	8,499	42,816	12,490	*39
Commissions.....	2,264,906	398,852	374,626	*14,910	71,407	*11,202	*246
Contract labor.....	620,633	164,214	126,852	*12,050	26,881	*2,637	*40
Depletion.....	2,149	*1	1,933	*47	*342	--	*31
Depreciation.....	910,036	103,771	179,700	6,621	25,307	2,576	*384
Employee benefit programs.....	181,078	3,077	24,188	*265	*6,351	--	--
Insurance.....	453,713	24,379	62,552	2,226	15,088	*704	*24
Legal and professional services.....	448,768	44,309	199,920	9,893	69,010	858	*37
Meals and entertainment deducted.....	397,675	44,867	101,896	5,747	25,776	902	*30
Mortgage interest.....	123,583	18,376	18,471	*1,070	*3,042	*4	*5
Other interest paid on business indebtedness.....	225,783	31,685	105,366	*1,621	21,398	*653	*2
Office expenses.....	899,115	72,006	183,859	8,670	52,266	729	*141
Pension and profit-sharing plans.....	89,737	*2,246	23,533	*1,459	*1,810	*9	--
Rent on machinery and equipment.....	259,079	17,802	86,077	6,723	43,449	*16	--
Rent on other business property.....	1,216,272	112,775	295,232	11,229	38,536	31,692	*290
Repairs.....	198,351	13,313	29,283	*548	8,279	*236	*52
Supplies.....	424,576	49,039	69,068	1,404	12,982	273	*282
Salaries and wages.....	3,229,878	217,218	689,407	25,982	100,426	*8,250	*75
Taxes paid.....	421,586	28,605	101,408	4,910	18,144	*326	*124
Travel.....	601,236	50,615	190,584	19,835	36,769	1,090	*65
Utilities.....	921,579	94,599	140,741	8,169	37,501	1,341	*87
Other business deductions.....	3,865,412	511,789	1,323,831	21,366	215,856	60,631	*13,526
Home office business deductions.....	267,748	66,531	57,256	*7,748	6,185	*862	--
Depreciation, Form 8829.....	31,891	10,003	7,373	*916	*646	*135	--
Casualty loss, Form 8829.....	*57	--	*9	--	--	--	--
Excess--casualty depreciations, Form 8829.....	*1,417	*35	*40	--	*40	--	--
Net income ^{1,2}	19,913,216	1,741,384	5,433,611	570,757	1,107,284	168,865	*1,593
Returns with Schedule C-EZ:							
Number of returns.....	65,770	18,164	12,099	*1,554	*734	*50	*6
Business receipts.....	642,112	118,746	214,734	*113,639	*40,174	*770	*275
Business deductions.....	59,038	17,303	9,849	*1,107	*278	*12	*6
Net income.....	583,074	101,443	204,884	*112,533	*39,895	*757	*269

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Finance and insurance--continued				Real estate and rental and leasing		
	Securities--cont.	Insurance agents, brokers, and related activities			Total	Real estate	
	Other financial investment activities (investment advice)	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self-storage)
	(86)	(87)	(88)	(89)	(90)	(91)	(92)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	117,818	417,301	321,451	95,850	1,179,391	1,113,911	38,277
Business receipts, total ¹	29,583,101	29,049,814	24,897,407	4,152,407	70,504,236	66,553,847	2,191,958
Income from sales and operations ¹	29,004,888	28,289,965	24,188,526	4,101,438	69,312,096	65,473,148	2,137,508
Other business income.....	578,213	759,849	708,881	50,968	1,192,140	1,080,699	54,450
Business deductions, total ^{1,2}	26,839,819	17,108,373	14,788,287	2,320,086	42,591,511	38,638,322	1,975,396
Cost of sales and operations, total.....	17,865,337	993,372	901,124	92,249	7,293,218	6,488,592	495,714
Inventory, beginning of year.....	97,046	35,380	19,448	*15,932	1,677,674	1,509,126	46,460
Cost of labor.....	*189,700	116,393	112,401	*3,992	357,525	307,760	*10,120
Purchases.....	13,989,997	149,190	146,661	*2,529	4,107,997	3,685,032	274,612
Materials and supplies.....	4,564	86,033	74,885	*11,148	315,131	206,845	*22,811
Other costs.....	3,705,883	646,690	574,390	72,300	2,825,951	2,578,656	219,270
Inventory, end of year.....	121,852	40,315	26,662	*13,652	1,991,061	1,798,827	77,559
Advertising expenses.....	100,705	615,272	562,112	53,160	2,397,704	2,358,735	24,121
Car and truck expenses.....	261,667	1,754,501	1,294,655	459,847	4,561,730	4,417,973	73,001
Commissions.....	492,884	1,872,956	1,699,371	173,585	3,478,038	3,441,047	22,089
Contract labor.....	117,333	351,112	215,501	135,612	937,454	888,286	12,611
Depletion.....	2,019	424	424	--	1,692	1,505	*498
Depreciation.....	239,791	782,574	660,092	122,483	3,817,860	2,574,053	227,075
Employee benefit programs.....	21,528	162,900	143,164	19,736	95,604	91,009	9,368
Insurance.....	60,138	406,322	363,261	43,061	684,217	577,812	52,299
Legal and professional services.....	189,711	241,842	209,344	32,498	816,129	767,743	35,187
Meals and entertainment deducted.....	88,002	291,032	239,374	51,658	722,954	695,680	9,876
Mortgage interest.....	50,263	94,328	70,484	*23,844	781,850	720,104	255,488
Other interest paid on business indebtedness....	203,577	108,124	99,213	8,911	455,324	349,513	46,263
Office expenses.....	167,495	709,001	620,091	88,910	1,479,900	1,460,690	27,063
Pension and profit-sharing plans.....	22,528	65,028	62,723	*2,305	75,603	73,677	*392
Rent on machinery and equipment.....	50,558	166,140	149,058	17,081	494,374	421,889	23,744
Rent on other business property.....	293,802	867,414	800,557	66,857	1,176,160	1,014,109	85,181
Repairs.....	28,900	168,692	148,676	20,016	691,365	558,125	72,531
Supplies.....	74,749	349,360	277,897	71,463	1,041,517	973,156	31,977
Salaries and wages.....	673,380	2,423,496	2,350,674	72,822	1,583,749	1,331,255	118,406
Taxes paid.....	98,094	320,868	296,898	23,970	692,231	595,221	89,697
Travel.....	169,248	452,348	333,797	118,551	637,004	618,164	15,930
Utilities.....	138,657	765,798	652,678	113,120	1,390,216	1,294,021	73,553
Other business deductions.....	5,353,327	2,943,712	2,496,013	447,699	6,731,758	6,389,372	152,341
Home office business deductions.....	67,679	169,870	129,468	40,402	443,864	429,249	15,667
Depreciation, Form 8829.....	8,015	19,595	14,956	4,639	56,476	55,718	1,991
Casualty loss, Form 8829.....	*21	*47	*47	--	*205	*205	--
Excess--casualty depreciations, Form 8829....	3,117	6,868	5,167	*1,701	30,767	28,791	*2,517
Net income less deficit ^{1,2}	2,752,031	11,961,398	10,129,012	1,832,386	27,906,990	27,943,474	218,955
Net income ^{1,2}	3,585,112	12,738,222	10,744,526	1,993,696	31,090,576	30,504,507	454,579
Deficit ²	833,082	776,824	615,514	161,310	3,183,586	2,561,033	235,623

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Finance and insurance--continued				Real estate and rental and leasing		
	Securities--cont.	Insurance agents, brokers, and related activities			Total	Real estate	
	Other financial investment activities (investment advice)	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self-storage)
	(86)	(87)	(88)	(89)	(90)	(91)	(92)
BUSINESSES WITH NET INCOME							
Number of returns ¹	69,511	301,812	229,432	72,379	840,003	802,223	23,102
Business receipts, total ¹.....	13,388,551	27,035,053	23,175,424	3,859,629	63,625,097	60,885,984	1,533,765
Income from sales and operations ¹	12,982,825	26,359,022	22,539,687	3,819,335	62,645,786	59,949,835	1,482,632
Other business income.....	405,725	676,031	635,737	40,294	979,311	936,149	51,133
Business deductions, total ^{1,2}.....	9,809,240	14,297,205	12,431,272	1,865,933	32,540,495	30,382,561	1,079,186
Cost of sales and operations, total.....	6,288,649	750,430	673,386	77,044	5,336,678	4,747,879	410,979
Inventory, beginning of year.....	24,198	23,934	8,996	*14,939	1,049,573	915,270	*25,967
Cost of labor.....	*47,119	111,469	*108,470	*2,998	316,849	273,368	*2,974
Purchases.....	5,115,619	142,330	141,214	*1,115	2,888,985	2,590,442	*228,906
Materials and supplies.....	4,039	74,189	67,016	*7,173	221,851	141,287	*7,153
Other costs.....	1,124,815	419,319	355,395	63,924	2,043,891	1,893,185	175,750
Inventory, end of year.....	27,140	20,810	7,704	*13,106	1,184,470	1,065,673	*29,772
Advertising expenses.....	82,835	551,883	510,974	40,909	2,115,590	2,084,469	12,432
Car and truck expenses.....	193,347	1,396,181	1,003,852	392,329	3,741,735	3,643,695	55,139
Commissions.....	276,860	1,491,429	1,350,052	141,376	3,153,465	3,132,560	18,734
Contract labor.....	85,246	329,566	198,345	131,221	801,876	765,493	5,773
Depletion.....	1,513	*215	*215	--	1,095	974	*144
Depreciation.....	144,813	626,565	558,557	68,009	2,279,774	1,818,413	78,508
Employee benefit programs.....	17,573	153,812	134,209	19,603	75,496	72,835	8,588
Insurance.....	44,510	366,782	324,283	42,499	487,220	418,819	22,979
Legal and professional services.....	120,122	204,540	180,758	23,782	567,400	538,688	13,711
Meals and entertainment deducted.....	69,441	250,913	206,925	43,987	632,216	614,957	6,547
Mortgage interest.....	14,350	86,736	62,892	*23,844	307,516	280,460	97,118
Other interest paid on business indebtedness....	81,691	88,732	80,986	7,746	223,467	187,543	16,900
Office expenses.....	122,053	643,250	565,152	78,098	1,238,582	1,224,805	8,949
Pension and profit-sharing plans.....	20,255	63,959	61,654	*2,305	70,591	68,696	*266
Rent on machinery and equipment.....	35,889	155,200	138,127	17,072	400,145	343,965	22,598
Rent on other business property.....	213,485	808,266	748,672	59,594	930,680	822,986	50,889
Repairs.....	20,168	155,755	139,863	15,892	423,782	367,379	30,734
Supplies.....	54,127	306,469	244,798	61,671	811,112	767,291	5,912
Salaries and wages.....	554,674	2,323,253	2,251,586	71,667	1,190,952	1,042,846	54,848
Taxes paid.....	77,903	291,574	270,438	21,135	434,398	372,857	44,856
Travel.....	132,825	360,037	277,463	82,574	522,496	507,297	5,066
Utilities.....	93,643	686,239	587,325	98,914	1,041,280	978,896	35,391
Other business deductions.....	1,012,452	2,029,792	1,740,119	289,673	5,271,070	5,106,432	56,945
Home office business deductions.....	42,460	143,961	109,023	34,938	373,178	366,281	9,860
Depreciation, Form 8829.....	5,675	14,515	10,915	3,600	40,169	40,151	*432
Casualty loss, Form 8829.....	*9	*47	*47	--	*5	*5	--
Excess--casualty depreciations, Form 8829....	--	*1,343	*625	*717	3,696	3,696	*(Z)
Net income ^{1,2}.....	3,585,112	12,738,222	10,744,526	1,993,696	31,090,576	30,504,507	454,579
Returns with Schedule C-EZ:							
Number of returns.....	9,755	35,507	20,883	14,624	90,140	81,152	4,174
Business receipts.....	59,876	308,632	154,709	153,923	859,373	831,101	39,035
Business deductions.....	8,446	31,886	11,640	20,246	109,996	107,340	5,328
Net income.....	51,430	276,746	143,069	133,678	749,377	723,761	33,707

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Real estate and rental and leasing--continued								
	Real estate--continued		Rental and leasing services						
	Offices of real estate agents, brokers, property managers and appraisers	Other activities related to real estate	Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Videotape and disc rental	General rental centers and other consumer goods rental	Commercial and industrial machinery and equipment rental and leasing
	(93)	(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns ¹	880,577	195,057	65,479	12,623	*352	*2,408	7,939	16,679	25,479
Business receipts, total ¹	51,239,559	13,122,330	3,950,389	526,696	*83,869	*42,479	569,876	759,490	1,967,980
Income from sales and operations ¹	50,603,914	12,731,726	3,838,948	504,896	*83,866	*42,479	569,352	747,859	1,890,495
Other business income.....	635,645	390,604	111,441	21,800	*2	--	*524	11,631	77,484
Business deductions, total ^{1,2}	27,091,091	9,571,834	3,953,189	522,353	*91,800	*31,228	549,701	773,768	1,984,339
Cost of sales and operations, total.....	2,022,356	3,970,522	804,626	115,523	*25,445	*622	150,495	245,340	267,201
Inventory, beginning of year.....	337,717	1,124,950	168,548	*35,621	--	*381	74,200	43,569	14,777
Cost of labor.....	259,065	38,575	49,765	*1,449	--	--	--	*15,148	*33,168
Purchases.....	673,837	2,736,582	422,965	*100,435	*25,445	*468	76,848	140,144	79,626
Materials and supplies.....	82,530	101,504	108,286	*1,657	--	*120	*44,360	*26,656	*35,493
Other costs.....	1,038,678	1,320,707	247,295	*9,597	--	--	*12,883	*58,025	166,790
Inventory, end of year.....	369,470	1,351,797	192,234	*33,236	--	*347	57,796	38,203	62,653
Advertising expenses.....	2,056,931	277,683	38,968	6,489	*51	*1,018	2,621	19,962	8,827
Car and truck expenses.....	3,682,483	662,489	143,757	16,386	*758	*889	37,624	26,498	61,603
Commissions.....	3,005,757	413,201	36,991	*101	--	*113	*58	12,862	23,858
Contract labor.....	582,558	293,118	49,168	*4,559	*283	--	*58	23,126	21,142
Depletion.....	824	183	187	*25	*4	--	--	--	158
Depreciation.....	1,913,050	433,928	1,243,807	202,139	*5,456	*2,150	55,534	105,389	873,138
Employee benefit programs.....	55,154	26,488	4,594	*1,070	*17	--	*233	*659	2,615
Insurance.....	431,753	93,760	106,405	10,771	*1,268	*601	7,089	26,113	60,563
Legal and professional services.....	565,973	166,583	48,386	5,027	*243	*473	4,672	22,141	15,830
Meals and entertainment deducted.....	578,191	107,613	27,274	690	*21	*12	*309	1,304	24,938
Mortgage interest.....	196,143	268,473	61,746	12,259	--	--	*12,384	6,281	30,823
Other interest paid on business indebtedness..	164,304	138,945	105,812	9,101	*702	*5	*5,136	12,230	78,637
Office expenses.....	1,238,634	194,994	19,210	3,603	--	*58	3,443	5,419	6,687
Pension and profit-sharing plans.....	55,853	17,432	1,926	*43	*2	--	--	*1,260	*621
Rent on machinery and equipment.....	353,151	44,994	72,485	*13,678	*243	*46	*3,402	18,114	37,001
Rent on other business property.....	799,480	129,448	162,051	8,365	*13,681	*2,694	89,854	18,874	28,583
Repairs.....	366,631	118,964	133,239	15,558	*7	*143	7,190	39,381	70,960
Supplies.....	744,198	196,981	68,361	17,893	*1,777	*921	12,566	23,591	11,612
Salaries and wages.....	903,167	309,682	252,495	18,461	*35,940	*6,121	63,937	51,182	76,854
Taxes paid.....	379,220	126,304	97,010	12,974	*3,053	*2,138	25,334	16,784	36,726
Travel.....	462,363	139,871	18,840	1,077	*30	*459	*246	3,144	13,883
Utilities.....	1,027,665	192,802	96,196	11,879	*1,834	*1,524	32,518	27,602	20,838
Other business deductions.....	5,064,933	1,172,098	342,385	33,957	*988	*8,958	33,808	56,488	208,186
Home office business deductions.....	357,008	56,574	14,615	*25	--	*2,281	*1,190	*10,023	*1,096
Depreciation, Form 8829.....	46,304	7,424	*757	*3	--	--	--	*497	*258
Casualty loss, Form 8829.....	*205	--	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829..	20,304	5,969	*1,976	--	--	--	--	*1,490	*485
Net income less deficit ^{1,2}.....	24,150,911	3,573,608	-36,484	9,427	*-7,931	*11,251	20,175	-13,915	-55,492
Net income ^{1,2}	25,752,325	4,297,604	586,069	84,852	*51	*11,251	67,595	106,880	315,439
Deficit ²	1,601,414	723,996	622,553	75,424	7,982	--	47,421	120,795	370,931

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Real estate and rental and leasing--continued								
	Real estate--continued		Rental and leasing services						
	Offices of real estate agents, brokers, property managers and appraisers	Other activities related to real estate	Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Videotape and disc rental	General rental centers and other consumer goods rental	Commercial and industrial machinery and equipment rental and leasing
	(93)	(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)
BUSINESSES WITH NET INCOME									
Number of returns ¹	642,935	136,186	37,780	8,801	*3	*2,408	4,159	6,747	15,662
Business receipts, total ¹	48,048,447	11,303,773	2,739,113	377,419	*99	*42,479	420,416	644,613	1,254,087
Income from sales and operations ¹	47,470,814	10,996,389	2,695,952	372,264	*99	*42,479	419,893	630,426	1,230,791
Other business income.....	577,633	307,383	43,162	5,155	--	--	*524	*14,187	23,296
Business deductions, total ^{1,2}	22,297,218	7,006,157	2,157,933	297,854	*48	*31,228	352,821	537,733	938,250
Cost of sales and operations, total.....	1,368,185	2,968,715	588,799	*106,419	--	*622	96,216	211,544	173,997
Inventory, beginning of year.....	167,196	722,108	134,303	*20,386	--	*381	*64,180	*41,727	*7,628
Cost of labor.....	242,504	27,890	*43,481	*1,449	--	--	--	*15,128	*26,904
Purchases.....	484,276	1,877,260	298,543	*97,460	--	*468	*29,957	128,371	42,287
Materials and supplies.....	73,222	60,911	*80,564	*1,312	--	*120	*44,360	*10,062	*24,710
Other costs.....	591,883	1,125,552	150,706	*6,969	--	--	*3,689	*52,274	*87,773
Inventory, end of year.....	190,895	845,006	118,797	*21,157	--	*347	*45,971	*36,018	*15,305
Advertising expenses.....	1,856,849	215,189	31,121	*6,258	--	*1,018	2,356	14,773	6,715
Car and truck expenses.....	3,077,978	510,578	98,040	10,661	--	*889	21,442	12,091	52,958
Commissions.....	2,748,704	365,122	20,905	*101	--	*113	*58	*9,910	10,723
Contract labor.....	504,342	255,377	36,383	*4,489	--	--	*58	*12,143	19,693
Depletion.....	674	156	*121	*25	*4	--	--	--	*92
Depreciation.....	1,484,912	254,993	461,360	61,782	*42	*2,150	48,238	67,474	281,673
Employee benefit programs.....	42,532	21,716	2,661	*441	--	--	*233	*400	*1,587
Insurance.....	336,507	59,333	68,402	8,573	--	*601	4,440	17,526	37,261
Legal and professional services.....	431,596	93,381	28,713	3,805	*1	*473	2,138	13,965	8,332
Meals and entertainment deducted.....	516,302	92,108	17,259	*455	--	*12	*193	*814	15,785
Mortgage interest.....	95,197	88,145	27,056	*5,612	--	--	*4,240	*1,296	15,908
Other interest paid on business indebtedness.....	114,803	55,841	35,924	3,036	--	*5	*1,672	6,716	24,495
Office expenses.....	1,059,613	156,242	13,778	3,039	--	*58	3,220	2,664	4,797
Pension and profit-sharing plans.....	54,312	14,119	*1,894	*34	--	--	--	*1,260	*600
Rent on machinery and equipment.....	286,491	34,876	56,180	*11,425	--	*46	*742	*13,497	30,470
Rent on other business property.....	666,290	105,807	107,694	*5,261	--	*2,694	61,706	*15,955	22,079
Repairs.....	275,577	61,069	56,402	9,686	--	*143	*2,563	8,492	35,518
Supplies.....	602,142	159,237	43,821	*9,173	--	*921	9,765	13,896	10,067
Salaries and wages.....	751,040	236,959	148,105	*11,315	--	*6,121	*36,529	*42,205	51,936
Taxes paid.....	260,992	67,009	61,541	7,647	*2	*2,138	15,917	13,322	22,516
Travel.....	395,610	106,622	15,199	*1,022	--	*459	*246	*1,146	12,325
Utilities.....	816,511	126,994	62,385	9,475	--	*1,524	15,420	18,837	17,129
Other business deductions.....	4,155,408	894,079	164,638	17,397	*1	*8,958	24,240	34,665	79,377
Home office business deductions.....	312,628	43,793	6,897	*25	--	*2,281	*1,190	*3,142	*259
Depreciation, Form 8829.....	35,996	3,724	*18	*3	--	--	--	--	*15
Casualty loss, Form 8829.....	*5	--	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	*2,149	*1,547	--	--	--	--	--	--	--
Net income ^{1,2}.....	25,752,325	4,297,604	586,069	84,852	*51	*11,251	67,595	106,880	315,439
Returns with Schedule C-EZ:									
Number of returns.....	49,921	27,056	8,988	*3,198	--	*2,015	--	*1,119	2,656
Business receipts.....	630,221	161,845	28,273	*9,077	--	*3,627	--	*4,760	10,809
Business deductions.....	83,308	18,704	2,656	*699	--	--	--	--	1,957
Net income.....	546,913	143,141	25,617	*8,378	--	*3,627	--	*4,760	8,851

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Office of certified public accountants	Other accounting services	Architectural, engineering, and related services		
					Total	Architectural services	Engineering services
	(102)	(103)	(104)	(105)	(106)	(107)	(108)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	2,950,964	352,504	55,696	351,845	290,762	99,930	99,262
Business receipts, total ¹	137,681,834	35,245,418	3,471,238	7,780,208	14,172,954	6,249,719	5,740,327
Income from sales and operations ¹	134,496,135	34,587,538	3,443,494	7,629,331	13,984,256	6,188,766	5,621,718
Other business income.....	3,185,699	657,880	27,745	150,877	188,698	60,953	118,609
Business deductions, total ^{1,2}	80,934,224	19,198,595	2,167,139	4,751,863	10,018,025	4,728,637	3,883,768
Cost of sales and operations, total.....	16,549,610	1,632,347	43,150	274,892	2,896,308	1,567,411	1,225,857
Inventory, beginning of year.....	735,515	29,604	*447	*8,623	79,843	33,147	*38,563
Cost of labor.....	1,504,252	140,225	*4,270	*135,002	444,272	293,673	131,562
Purchases.....	6,303,091	158,510	*4,287	25,344	873,732	398,778	460,364
Materials and supplies.....	2,035,424	28,295	*3,728	28,269	536,418	271,779	205,518
Other costs.....	6,747,525	1,309,101	30,833	82,994	1,042,905	602,212	428,074
Inventory, end of year.....	776,197	33,389	*414	*5,341	80,863	32,178	38,226
Advertising expenses.....	1,665,857	683,005	18,854	97,913	107,451	50,230	34,102
Car and truck expenses.....	5,376,329	912,560	110,760	399,604	754,070	279,290	229,521
Commissions.....	1,239,192	191,436	*8,320	113,256	71,264	9,499	61,205
Contract labor.....	2,553,926	537,057	63,727	201,137	439,513	168,300	217,185
Depletion.....	41,037	4,008	*122	*14	*25,977	*22,182	*3,788
Depreciation.....	4,359,900	703,536	105,209	302,005	528,861	243,483	177,942
Employee benefit programs.....	507,688	186,491	46,061	30,540	62,792	16,544	34,281
Insurance.....	1,582,361	569,876	54,283	96,597	313,845	153,179	106,643
Legal and professional services.....	2,078,568	672,903	46,718	79,867	220,303	99,520	92,088
Meals and entertainment deducted.....	1,043,863	204,035	23,399	62,183	94,449	43,172	34,796
Mortgage interest.....	389,879	112,276	11,920	46,889	26,048	10,245	11,663
Other interest paid on business indebtedness.....	537,667	96,837	16,888	65,413	61,237	33,014	23,178
Office expenses.....	2,734,675	960,047	94,996	197,472	276,721	103,372	122,764
Pension and profit-sharing plans.....	287,261	125,725	12,982	16,763	23,039	8,270	13,442
Rent on machinery and equipment.....	850,710	205,575	17,139	51,656	79,056	38,436	29,239
Rent on other business property.....	3,394,650	1,473,641	188,581	195,644	217,484	107,912	68,829
Repairs.....	832,898	171,114	28,770	76,913	126,787	79,793	28,729
Supplies.....	2,559,923	365,124	82,457	175,271	336,574	127,366	136,402
Salaries and wages.....	9,725,476	3,837,886	559,577	660,136	1,262,589	574,425	477,785
Taxes paid.....	1,481,225	523,354	63,016	113,911	183,764	97,640	52,800
Travel.....	2,827,878	250,472	30,713	81,046	275,087	112,351	127,206
Utilities.....	2,620,560	717,030	96,752	221,523	253,862	122,078	78,625
Other business deductions.....	13,377,242	3,907,319	396,294	1,024,991	1,091,456	523,144	400,486
Home office business deductions.....	1,829,560	109,835	40,593	103,157	237,836	113,743	73,298
Depreciation, Form 8829.....	277,892	17,071	7,802	12,418	30,273	10,907	13,397
Casualty loss, Form 8829.....	2,091	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	107,488	4,041	--	3,041	9,787	*2,427	*6,268
Net income less deficit ^{1,2}	56,861,810	16,048,668	1,304,100	3,028,344	4,156,847	1,521,083	1,858,477
Net income ^{1,2}	61,721,883	16,486,633	1,376,228	3,430,675	4,585,371	1,691,417	2,035,129
Deficit ²	4,860,073	437,964	72,129	402,330	428,523	170,334	176,652

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Office of certified public accountants	Other accounting services	Architectural, engineering, and related services		
					Total	Architectural services	Engineering services
	(102)	(103)	(104)	(105)	(106)	(107)	(108)
BUSINESSES WITH NET INCOME							
Number of returns ¹	2,183,278	275,016	46,813	277,418	216,046	76,756	74,069
Business receipts, total ¹	125,295,367	33,900,532	3,213,170	7,286,000	12,165,793	5,417,147	4,760,617
Income from sales and operations ¹	122,349,508	33,295,075	3,203,774	7,145,019	11,978,676	5,358,086	4,641,359
Other business income.....	2,945,859	605,457	9,396	140,981	187,117	59,062	119,258
Business deductions, total ^{1,2}	63,580,142	17,415,701	1,836,942	3,855,325	7,582,340	3,725,730	2,727,406
Cost of sales and operations, total.....	12,437,231	1,431,415	24,946	266,066	1,996,300	1,176,677	726,299
Inventory, beginning of year.....	294,086	23,997	*447	*8,526	40,913	*19,569	*18,766
Cost of labor.....	1,097,531	129,041	*2,679	*134,980	291,878	234,408	*38,433
Purchases.....	4,641,537	70,416	*2,230	*24,590	526,456	318,810	196,015
Materials and supplies.....	1,660,953	19,575	*3,511	*22,606	447,358	210,794	183,906
Other costs.....	5,124,804	1,216,166	*16,492	80,687	732,678	411,838	308,520
Inventory, end of year.....	381,679	27,782	*414	*5,323	42,983	*18,742	*19,342
Advertising expenses.....	1,368,659	655,796	17,225	71,875	83,565	36,239	28,848
Car and truck expenses.....	3,956,862	743,056	87,358	290,155	621,444	243,070	178,209
Commissions.....	939,655	165,340	*4,300	109,690	65,489	9,182	55,748
Contract labor.....	2,101,511	474,209	62,676	139,702	333,096	107,425	178,074
Depletion.....	39,670	3,930	*122	--	*25,420	*22,182	*3,231
Depreciation.....	3,112,601	585,430	83,028	213,676	355,346	172,283	107,207
Employee benefit programs.....	434,463	171,811	46,010	26,311	49,597	15,254	23,233
Insurance.....	1,259,499	529,924	45,746	84,308	216,310	103,138	69,351
Legal and professional services.....	1,589,461	626,994	12,965	68,840	167,179	89,690	57,955
Meals and entertainment deducted.....	865,186	188,742	17,175	41,194	75,497	34,689	30,926
Mortgage interest.....	264,943	87,989	8,796	32,722	14,040	9,224	1,231
Other interest paid on business indebtedness.....	367,305	74,642	14,727	55,263	38,988	29,353	4,845
Office expenses.....	2,204,735	862,362	80,511	151,875	207,436	79,525	92,443
Pension and profit-sharing plans.....	265,576	124,862	12,500	16,630	21,827	7,206	13,294
Rent on machinery and equipment.....	723,672	188,077	15,184	42,400	64,061	30,904	22,546
Rent on other business property.....	2,892,611	1,398,911	163,317	163,401	170,653	90,927	50,204
Repairs.....	610,492	147,941	23,265	62,104	94,359	62,471	18,566
Supplies.....	2,027,279	316,111	76,526	124,725	272,418	100,881	108,653
Salaries and wages.....	8,099,154	3,636,634	515,874	586,107	1,028,832	475,642	374,867
Taxes paid.....	1,277,174	492,127	51,393	97,596	150,328	83,351	37,788
Travel.....	2,243,345	211,067	22,346	59,984	221,498	88,225	114,343
Utilities.....	2,084,984	645,204	85,331	167,838	193,902	100,200	56,447
Other business deductions.....	10,387,273	3,516,867	320,035	835,367	875,308	455,141	285,548
Home office business deductions.....	1,555,353	92,745	39,733	84,423	196,622	87,638	65,638
Depreciation, Form 8829.....	228,194	14,910	7,802	10,573	25,360	9,677	10,316
Casualty loss, Form 8829.....	*51	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	11,861	*391	--	*3	*2,396	*1,494	*902
Net income ^{1,2}.....	61,721,883	16,486,633	1,376,228	3,430,675	4,585,371	1,691,417	2,035,129
Returns with Schedule C-EZ:							
Number of returns.....	492,948	50,316	5,185	86,906	45,205	18,515	15,003
Business receipts.....	4,922,385	625,788	23,484	470,608	327,769	144,625	123,338
Business deductions.....	486,287	45,107	5,856	63,072	51,651	24,040	21,913
Net income.....	4,436,098	580,681	17,628	407,536	276,118	120,586	101,425

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Professional, scientific, and technical services--continued						
	Architectural, engineering, related services--continued			Specialized design services	Computer systems design services	Other professional, scientific services	
	Drafting, building inspections, and geophysical surveying	Surveying and mapping (except geophysical) services	Testing laboratories			Total	Management, scientific, and technical consulting services
	(109)	(110)	(111)	(112)	(113)	(114)	(115)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	66,619	22,656	2,295	217,654	255,947	1,426,556	735,232
Business receipts, total ¹	1,251,984	799,849	131,075	7,361,378	8,816,742	60,833,895	31,394,764
Income from sales and operations ¹	1,243,109	799,849	130,814	7,240,894	8,775,802	58,834,819	29,829,332
Other business income.....	*8,876	--	*260	120,484	40,940	1,999,076	1,565,431
Business deductions, total ^{1,2}	776,218	529,274	100,128	5,384,994	4,095,863	35,317,746	15,408,743
Cost of sales and operations, total.....	*81,061	*18,981	*2,999	2,835,328	958,464	7,909,121	2,245,027
Inventory, beginning of year.....	*6,000	--	*2,133	92,745	223,091	301,161	77,793
Cost of labor.....	*8,628	*9,688	*720	199,363	*65,531	515,588	71,977
Purchases.....	*12,692	*1,410	*488	1,553,801	439,258	3,248,159	559,688
Materials and supplies.....	*47,616	*7,882	*3,622	589,632	143,339	705,742	176,776
Other costs.....	*12,619	--	--	546,976	163,422	3,571,293	1,488,157
Inventory, end of year.....	*6,495	--	*3,964	147,190	76,177	432,822	129,364
Advertising expenses.....	17,834	4,459	*827	80,715	80,374	597,544	205,751
Car and truck expenses.....	130,402	104,595	*10,263	336,827	335,214	2,527,294	1,298,262
Commissions.....	*44	*516	--	23,677	84,834	746,405	297,423
Contract labor.....	*14,198	*39,207	*624	143,528	178,421	990,543	570,940
Depletion.....	*6	--	--	*2,349	*883	7,684	5,629
Depreciation.....	39,278	56,468	*11,690	272,479	320,359	2,127,452	976,883
Employee benefit programs.....	*7,916	*3,194	*857	667	14,366	166,772	67,491
Insurance.....	21,802	27,043	*5,179	43,714	30,805	473,241	214,023
Legal and professional services.....	13,838	12,304	*2,554	59,184	58,336	941,256	626,386
Meals and entertainment deducted.....	12,545	3,631	*305	49,588	78,087	532,122	315,543
Mortgage interest.....	*2,681	*898	*561	10,546	*26,050	156,149	82,808
Other interest paid on business indebtedness.....	*1,389	*2,337	*1,318	27,949	27,092	242,251	110,008
Office expenses.....	29,574	19,226	*1,786	107,461	122,161	975,817	517,099
Pension and profit-sharing plans.....	*1,219	*109	--	*1,774	29,200	77,780	37,192
Rent on machinery and equipment.....	*3,280	*6,279	*1,821	31,981	61,631	403,672	170,119
Rent on other business property.....	24,969	9,723	*6,051	111,720	98,659	1,108,921	383,391
Repairs.....	4,136	11,429	*2,701	39,696	31,954	357,664	136,884
Supplies.....	43,028	27,669	*2,110	213,634	213,068	1,173,795	444,851
Salaries and wages.....	98,279	85,216	*26,885	113,036	250,723	3,041,529	1,269,006
Taxes paid.....	20,991	9,246	*3,086	57,107	44,694	495,380	161,794
Travel.....	17,867	*10,417	*7,247	97,371	189,038	1,904,151	1,224,460
Utilities.....	24,417	23,654	*5,088	145,272	136,507	1,049,614	524,441
Other business deductions.....	127,739	34,440	*5,648	398,819	460,406	6,097,957	2,877,150
Home office business deductions.....	32,030	*18,235	*528	148,129	224,009	966,000	497,330
Depreciation, Form 8829.....	4,398	*1,418	*153	18,264	55,991	136,072	84,635
Casualty loss, Form 8829.....	--	--	--	--	*13	2,079	1,331
Excess--casualty depreciations, Form 8829.....	*1,087	--	*4	9,520	11,189	69,911	49,996
Net income less deficit ^{1,2}.....	475,766	270,575	30,946	1,976,455	4,727,399	25,619,996	16,062,373
Net income ^{1,2}	523,365	296,324	*39,135	2,242,233	5,019,271	28,581,472	17,649,438
Deficit ²	47,599	25,750	8,188	265,778	291,873	2,961,476	1,587,066

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Professional, scientific, and technical services--continued						
	Architectural, engineering, related services--continued			Specialized design services	Computer systems design services	Other professional, scientific services	
	Drafting, building inspections, and geophysical surveying	Surveying and mapping (except geophysical) services	Testing laboratories			Total	Management, scientific, and technical consulting services
	(109)	(110)	(111)	(112)	(113)	(114)	(115)
BUSINESSES WITH NET INCOME							
Number of returns ¹	44,508	19,429	*1,285	149,577	191,675	1,026,734	529,879
Business receipts, total ¹	1,155,790	754,171	*78,067	6,633,893	7,874,626	54,221,354	27,659,193
Income from sales and operations ¹	1,146,993	754,171	*78,067	6,525,190	7,842,821	52,358,953	26,204,784
Other business income.....	*8,798	--	--	108,703	31,805	1,862,400	1,454,410
Business deductions, total ^{1,2}	632,425	457,846	*38,932	4,391,660	2,855,354	25,642,821	10,011,794
Cost of sales and operations, total.....	*77,807	*12,518	*2,999	2,507,400	514,044	5,697,062	1,095,752
Inventory, beginning of year.....	*638	--	*1,940	49,180	*6,262	164,760	35,483
Cost of labor.....	*8,628	*9,688	*720	165,602	*52,218	321,132	46,761
Purchases.....	*9,733	*1,410	*488	1,315,375	294,270	2,408,198	342,673
Materials and supplies.....	*47,616	*1,420	*3,622	507,391	95,949	564,563	156,492
Other costs.....	*12,320	--	--	534,813	77,688	2,466,281	583,228
Inventory, end of year.....	*1,129	--	*3,771	64,962	12,343	227,872	68,886
Advertising expenses.....	16,025	*1,783	*670	56,252	47,863	436,083	121,721
Car and truck expenses.....	105,914	92,582	*1,668	249,684	236,164	1,729,001	885,932
Commissions.....	*44	*516	--	21,152	45,582	528,103	213,814
Contract labor.....	*8,008	*39,207	*383	104,323	176,854	810,651	436,846
Depletion.....	*6	--	--	*2,339	*795	7,064	5,215
Depreciation.....	19,156	50,700	*5,999	201,256	183,038	1,490,828	708,440
Employee benefit programs.....	*7,916	*3,194	--	*470	10,144	130,121	42,882
Insurance.....	18,139	22,620	*3,062	27,770	23,452	331,989	143,353
Legal and professional services.....	11,635	7,188	*712	39,247	38,413	635,823	393,364
Meals and entertainment deducted.....	8,789	972	*120	38,089	67,478	437,012	250,890
Mortgage interest.....	*2,681	*898	*7	9,516	*6,799	105,080	55,991
Other interest paid on business indebtedness....	*1,389	*2,337	*1,063	19,504	9,523	154,657	52,284
Office expenses.....	21,090	13,324	*1,054	80,173	92,708	729,670	378,360
Pension and profit-sharing plans.....	*1,219	*109	--	*1,774	29,200	58,783	19,238
Rent on machinery and equipment.....	*2,740	*6,279	*1,592	22,549	47,943	343,457	147,718
Rent on other business property.....	*21,048	4,730	*3,744	88,834	72,580	834,914	232,494
Repairs.....	4,043	9,251	*27	28,295	24,292	230,235	73,088
Supplies.....	37,357	24,498	*1,030	160,818	188,211	888,470	307,661
Salaries and wages.....	*88,604	85,216	*4,503	93,014	193,370	2,045,323	524,341
Taxes paid.....	18,774	9,241	*1,175	49,902	31,317	404,511	130,593
Travel.....	4,497	*9,536	*4,897	81,230	139,740	1,507,479	966,732
Utilities.....	15,088	19,372	*2,794	103,363	106,251	783,095	370,953
Other business deductions.....	107,467	25,967	*1,185	253,563	335,443	4,250,690	1,875,209
Home office business deductions.....	27,291	*15,807	*248	118,698	193,625	829,509	431,539
Depreciation, Form 8829.....	*3,816	*1,418	*133	11,988	51,677	105,884	65,668
Casualty loss, Form 8829.....	--	--	--	--	*13	*38	*38
Excess--casualty depreciations, Form 8829....	--	--	--	*10	*2,321	6,741	5,845
Net income ^{1,2}.....	523,365	296,324	*39,135	2,242,233	5,019,271	28,581,472	17,649,438
Returns with Schedule C-EZ:							
Number of returns.....	*7,767	*3,921	--	25,163	50,534	229,638	117,836
Business receipts.....	*40,992	*18,814	--	227,955	893,730	2,353,051	1,461,193
Business deductions.....	*5,699	--	--	32,444	40,525	247,632	148,853
Net income.....	*35,294	*18,814	--	195,512	853,205	2,105,419	1,312,340

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Professional, scientific, and technical services--continued				Administrative and support and waste management and remediation services		
	Other professional, scientific, and technical services--continued				Total	Administrative and support services	Waste management and remediation services
	Scientific research and development services	Advertising and related services	Market research and public opinion polling	Other miscellaneous services			
	(116)	(117)	(118)	(119)	(120)	(121)	(122)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	28,188	137,802	40,527	484,808	1,994,817	1,962,607	32,210
Business receipts, total ¹	1,013,759	6,212,967	1,180,626	21,031,781	49,986,835	47,848,873	2,137,961
Income from sales and operations ¹	1,012,263	6,221,822	1,179,564	20,591,838	49,444,759	47,297,276	2,147,482
Other business income.....	1,496	-8,856	*1,061	439,942	542,076	551,597	-9,521
Business deductions, total ^{1,2}	516,608	4,180,857	779,678	14,431,860	35,935,650	34,002,759	1,932,892
Cost of sales and operations, total.....	103,738	1,504,084	215,066	3,841,206	9,792,641	9,212,094	580,547
Inventory, beginning of year.....	*2,849	21,051	--	199,468	238,329	237,081	*1,248
Cost of labor.....	*19,638	*89,350	*1,374	333,249	1,654,299	1,625,593	*28,706
Purchases.....	*2,364	748,111	*26,062	1,911,933	3,679,408	3,467,885	211,523
Materials and supplies.....	*1,119	52,228	*951	474,668	2,427,292	2,230,759	*196,532
Other costs.....	79,681	621,824	*186,679	1,194,953	2,061,649	1,915,731	145,918
Inventory, end of year.....	*1,913	28,480	--	273,065	268,336	264,956	*3,380
Advertising expenses.....	6,479	171,789	4,810	208,714	591,796	559,681	32,115
Car and truck expenses.....	26,731	257,548	37,462	907,289	4,059,750	3,885,251	174,499
Commissions.....	*7,482	105,908	*34,199	301,394	350,063	333,449	*16,614
Contract labor.....	35,642	195,469	*32,068	156,423	1,632,030	1,572,182	59,847
Depletion.....	*33	*2	*22	1,997	6,613	6,192	*421
Depreciation.....	42,630	146,792	35,560	925,588	2,477,820	2,274,752	203,067
Employee benefit programs.....	*2,668	3,716	*7,601	85,296	98,075	94,152	3,923
Insurance.....	4,975	30,988	6,001	217,255	1,061,179	1,001,932	59,247
Legal and professional services.....	28,244	51,123	8,688	226,815	467,084	454,424	12,660
Meals and entertainment deducted.....	4,308	63,942	9,003	139,326	209,721	202,436	7,285
Mortgage interest.....	*1,641	7,034	*2,672	61,995	156,772	152,840	3,932
Other interest paid on business indebtedness....	2,416	23,361	*583	105,883	237,531	205,284	32,247
Office expenses.....	9,230	92,481	19,260	337,747	524,419	504,432	19,986
Pension and profit-sharing plans.....	*1,252	3,418	*5,948	29,969	48,727	48,300	*427
Rent on machinery and equipment.....	2,084	27,156	10,557	193,756	451,614	403,325	48,289
Rent on other business property.....	11,596	132,142	25,672	556,121	608,086	588,761	19,325
Repairs.....	4,594	34,197	4,959	177,031	950,958	868,496	82,462
Supplies.....	8,009	83,222	18,845	618,867	1,749,999	1,723,931	26,068
Salaries and wages.....	49,816	150,029	83,048	1,489,629	3,563,520	3,436,685	126,835
Taxes paid.....	10,139	37,089	17,010	269,347	587,650	561,170	26,480
Travel.....	31,705	140,146	32,150	475,690	390,324	374,554	15,770
Utilities.....	10,099	116,330	18,977	379,767	889,142	851,408	37,734
Other business deductions.....	68,192	687,835	112,989	2,351,791	4,272,071	3,942,059	330,011
Home office business deductions.....	40,736	100,008	35,883	292,043	392,208	379,328	*12,880
Depreciation, Form 8829.....	3,150	9,032	*4,073	35,182	43,251	42,905	*347
Casualty loss, Form 8829.....	--	--	--	*748	*340	*340	--
Excess--casualty depreciations, Form 8829....	*4,258	*234	*1,524	13,900	13,168	13,168	--
Net income less deficit ^{1,2}	497,151	2,032,110	400,948	6,627,415	14,074,703	13,869,633	205,070
Net income ^{1,2}	593,965	2,274,191	445,111	7,618,767	16,277,863	15,966,737	311,125
Deficit ²	96,814	242,082	44,163	991,352	2,203,160	2,097,104	106,055

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Professional, scientific, and technical services--continued				Administrative and support and waste management and remediation services		
	Other professional, scientific, and technical services--continued				Total	Administrative and support services	Waste management and remediation services
	Scientific research and development services	Advertising and related services	Market research and public opinion polling	Other miscellaneous services			
	(116)	(117)	(118)	(119)	(120)	(121)	(122)
BUSINESSES WITH NET INCOME							
Number of returns ¹	21,097	103,250	28,737	343,770	1,643,845	1,621,349	22,496
Business receipts, total ¹	872,620	5,881,554	1,137,042	18,670,945	43,701,525	42,102,400	1,599,125
Income from sales and operations ¹	872,395	5,870,962	1,136,150	18,274,663	43,294,095	41,683,763	1,610,332
Other business income.....	*225	10,592	*892	396,282	407,431	418,637	*-11,207
Business deductions, total ^{1,2}	278,655	3,607,363	691,931	11,053,078	27,423,694	26,135,694	1,288,000
Cost of sales and operations, total.....	*83,718	1,381,257	*215,006	2,921,329	7,534,319	7,180,138	354,181
Inventory, beginning of year.....	--	11,985	--	117,293	154,830	154,786	*44
Cost of labor.....	*5,541	*89,350	*1,374	178,106	1,314,926	1,286,799	*28,127
Purchases.....	*606	644,438	*26,003	1,394,477	2,843,014	2,632,322	*210,692
Materials and supplies.....	--	48,642	*950	358,478	1,819,797	1,794,190	*25,606
Other costs.....	*77,571	595,624	*186,679	1,023,179	1,602,597	1,511,335	91,262
Inventory, end of year.....	--	8,782	--	150,204	200,844	199,294	*1,549
Advertising expenses.....	2,223	154,750	3,241	154,149	431,362	410,708	20,654
Car and truck expenses.....	13,051	192,249	31,238	606,530	3,179,637	3,067,948	111,689
Commissions.....	*839	84,592	*6,595	222,263	285,067	274,040	*11,027
Contract labor.....	*29,611	171,335	*32,068	140,791	1,413,497	1,357,253	*56,245
Depletion.....	*33	*2	*22	1,791	1,318	897	*421
Depreciation.....	28,189	120,299	11,286	622,614	1,726,517	1,570,473	156,044
Employee benefit programs.....	*398	3,400	*7,601	75,840	83,371	80,091	*3,279
Insurance.....	2,755	26,634	2,933	156,315	824,380	783,180	41,200
Legal and professional services.....	11,270	44,042	8,483	178,664	360,127	352,198	7,928
Meals and entertainment deducted.....	2,368	59,327	8,136	116,291	157,941	152,897	5,044
Mortgage interest.....	*1,641	6,878	*852	39,719	89,444	86,606	*2,838
Other interest paid on business indebtedness.....	*174	18,904	*583	82,713	158,511	129,810	28,701
Office expenses.....	5,093	74,503	16,267	255,447	398,967	386,960	12,008
Pension and profit-sharing plans.....	*1,252	3,418	*5,948	28,927	46,670	46,243	*427
Rent on machinery and equipment.....	*1,771	25,497	10,557	157,915	275,823	260,343	15,480
Rent on other business property.....	*1,644	108,308	25,661	466,808	438,843	429,063	9,780
Repairs.....	1,914	24,565	3,765	126,903	676,915	609,804	67,111
Supplies.....	3,028	65,833	15,830	496,118	1,306,691	1,291,652	15,039
Salaries and wages.....	*13,726	133,667	83,048	1,290,541	2,773,085	2,683,090	89,995
Taxes paid.....	2,990	32,645	16,025	222,257	450,713	430,572	20,141
Travel.....	22,193	119,134	31,663	367,758	275,829	271,300	4,529
Utilities.....	5,128	93,777	17,270	295,967	667,782	639,180	28,602
Other business deductions.....	32,431	551,935	101,876	1,689,238	3,177,307	2,964,769	212,538
Home office business deductions.....	9,047	95,364	35,334	258,226	328,726	315,846	*12,880
Depreciation, Form 8829.....	887	8,865	*2,549	27,916	33,670	33,323	*347
Casualty loss, Form 8829.....	--	--	--	--	*338	*338	--
Excess--casualty depreciations, Form 8829.....	--	--	--	*896	*2,257	*2,257	--
Net income ^{1,2}	593,965	2,274,191	445,111	7,618,767	16,277,863	15,966,737	311,125
Returns with Schedule C-EZ:							
Number of returns.....	4,325	24,662	*5,377	77,438	564,644	561,735	*2,910
Business receipts.....	42,751	163,243	*32,434	653,430	3,342,117	3,340,405	*1,712
Business deductions.....	2,169	15,048	*643	80,919	365,858	365,639	*219
Net income.....	40,583	148,195	*31,791	572,511	2,976,259	2,974,767	*1,492

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Educational services		Health care and social assistance				
	Total	Total	Ambulatory health care services				
			Total	Offices of physicians (except mental health specialists)	Offices of physicians, mental health specialists	Offices of dentists	Offices of chiropractors
	(123)	(124)	(125)	(126)	(127)	(128)	(129)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	473,778	1,778,007	867,154	183,041	35,087	92,024	37,158
Business receipts, total ¹	6,926,461	104,158,816	87,670,394	30,856,608	2,859,686	29,269,421	4,426,015
Income from sales and operations ¹	6,831,756	102,524,266	86,580,914	29,966,911	2,852,418	29,220,287	4,414,098
Other business income.....	94,704	1,634,550	1,089,480	889,697	7,268	49,134	11,917
Business deductions, total ^{1,2}	4,471,039	62,204,992	50,978,141	16,350,947	1,335,250	19,186,805	2,683,030
Cost of sales and operations, total.....	330,585	5,484,000	4,965,639	1,165,406	21,065	2,110,902	94,676
Inventory, beginning of year.....	4,021	283,341	239,852	36,170	*1,959	25,053	*7,899
Cost of labor.....	*5,726	928,107	762,865	109,456	*1,136	333,695	*20,659
Purchases.....	217,836	1,534,522	1,363,420	204,135	*10,196	244,124	36,827
Materials and supplies.....	65,507	1,151,013	1,063,749	272,959	*1,550	510,467	32,362
Other costs.....	45,953	1,913,797	1,806,934	588,437	*11,708	1,013,607	5,178
Inventory, end of year.....	8,457	326,780	271,182	45,752	*5,485	16,044	*8,249
Advertising expenses.....	117,617	991,182	891,251	196,061	15,526	359,415	124,279
Car and truck expenses.....	448,267	2,314,587	1,544,623	362,957	66,876	190,555	84,376
Commissions.....	53,042	289,386	240,159	90,760	*8,977	46,346	*36,984
Contract labor.....	199,350	1,484,025	1,288,419	425,019	28,223	222,349	77,680
Depletion.....	--	14,767	4,084	3,929	--	*126	--
Depreciation.....	247,521	2,983,993	2,506,873	618,707	61,287	1,088,283	165,970
Employee benefit programs.....	17,580	531,614	465,942	183,400	*668	202,147	15,812
Insurance.....	59,572	2,549,057	2,302,092	1,291,849	74,204	513,620	85,750
Legal and professional services.....	89,155	1,130,087	971,242	382,220	35,318	272,561	44,788
Meals and entertainment deducted.....	61,396	396,288	278,000	81,598	13,577	70,421	23,367
Mortgage interest.....	13,748	606,171	290,543	52,206	5,425	112,404	29,917
Other interest paid on business indebtedness....	50,406	423,767	360,565	79,989	1,854	205,267	29,007
Office expenses.....	139,756	1,750,854	1,553,812	490,674	58,761	512,389	101,322
Pension and profit-sharing plans.....	*1,728	477,355	461,784	189,194	18,843	206,225	8,069
Rent on machinery and equipment.....	35,240	574,507	482,104	180,715	15,535	123,800	59,545
Rent on other business property.....	414,450	4,259,913	3,795,910	1,194,327	184,245	1,078,893	314,931
Repairs.....	62,680	989,158	744,630	187,847	12,891	312,109	55,499
Supplies.....	285,390	3,779,645	2,820,135	918,795	52,081	1,320,388	130,350
Salaries and wages.....	430,482	13,773,814	12,242,034	3,873,102	208,933	6,076,122	479,978
Taxes paid.....	59,387	1,921,962	1,677,170	525,896	34,319	753,242	83,601
Travel.....	204,500	757,285	655,854	195,271	24,921	95,530	71,342
Utilities.....	187,338	1,908,324	1,455,004	415,646	45,024	467,111	110,909
Other business deductions.....	748,946	11,041,616	8,506,411	3,181,955	309,048	2,815,934	435,432
Home office business deductions.....	117,248	1,444,188	291,590	42,854	36,165	23,268	14,937
Depreciation, Form 8829.....	84,970	160,649	35,757	6,580	2,504	2,221	*2,474
Casualty loss, Form 8829.....	*24,103	*3,411	*17	--	*17	--	--
Excess--casualty depreciations, Form 8829....	14,910	119,582	21,360	*470	*3,889	*112	*303
Net income less deficit ^{1,2}	2,455,538	41,963,329	36,691,252	14,505,727	1,524,436	10,082,600	1,742,985
Net income ^{1,2}	2,977,993	43,796,313	37,684,712	14,883,180	1,541,268	10,234,813	1,803,021
Deficit ²	522,455	1,832,985	993,460	377,453	16,832	152,213	60,036

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Educational services		Health care and social assistance				
	Total	Total	Ambulatory health care services				
			Total	Offices of	Offices of	Offices of	Offices of
				(except mental health specialists)	physicians, mental health specialists		
(123)	(124)	(125)	(126)	(127)	(128)	(129)	
BUSINESSES WITH NET INCOME							
Number of returns ¹	379,545	1,483,957	728,547	155,788	30,868	79,388	32,360
Business receipts, total ¹.....	6,385,017	98,388,798	84,697,189	29,838,904	2,724,653	28,639,982	4,225,063
Income from sales and operations ¹	6,292,763	96,866,569	83,648,798	28,971,564	2,718,189	28,591,293	4,213,192
Other business income.....	92,254	1,522,229	1,048,391	867,340	6,463	48,690	11,871
Business deductions, total ^{1,2}.....	3,407,024	54,589,872	47,009,086	14,955,724	1,183,385	18,405,169	2,422,042
Cost of sales and operations, total.....	300,398	5,140,799	4,783,983	1,102,287	19,056	2,076,784	93,674
Inventory, beginning of year.....	*1,502	266,230	230,360	36,170	*1,834	24,284	*7,899
Cost of labor.....	*5,726	832,243	739,177	106,548	*1,136	331,940	*20,659
Purchases.....	194,027	1,474,465	1,335,689	202,683	*10,196	240,425	36,183
Materials and supplies.....	59,292	1,059,395	1,016,383	269,109	*37	498,829	32,005
Other costs.....	45,720	1,789,930	1,695,292	533,147	*11,212	996,392	5,177
Inventory, end of year.....	*5,869	281,463	232,919	45,370	*5,359	15,086	*8,249
Advertising expenses.....	88,060	842,012	780,998	172,630	15,380	316,456	118,096
Car and truck expenses.....	292,154	1,896,608	1,352,214	332,246	65,220	150,842	75,413
Commissions.....	46,442	220,933	182,929	83,021	*8,223	46,346	*698
Contract labor.....	179,172	1,238,233	1,127,941	307,075	27,945	211,509	68,820
Depletion.....	--	14,495	3,938	3,782	--	*126	--
Depreciation.....	118,132	2,455,508	2,172,312	536,795	58,098	973,147	140,422
Employee benefit programs.....	16,094	480,044	439,954	174,513	*668	192,356	15,040
Insurance.....	39,376	2,307,807	2,154,531	1,202,125	68,589	501,299	80,479
Legal and professional services.....	73,609	1,013,525	890,830	339,868	33,550	265,786	39,149
Meals and entertainment deducted.....	44,884	342,703	251,773	69,854	13,359	69,024	21,123
Mortgage interest.....	4,954	398,423	246,139	48,461	*1,068	111,946	21,203
Other interest paid on business indebtedness.....	11,367	333,665	301,533	65,869	1,768	168,275	28,218
Office expenses.....	88,031	1,585,195	1,451,764	453,948	56,623	499,510	97,072
Pension and profit-sharing plans.....	*1,717	471,124	459,009	188,266	18,440	206,042	8,069
Rent on machinery and equipment.....	19,597	498,751	437,572	168,741	11,753	116,566	47,139
Rent on other business property.....	348,010	3,829,368	3,491,392	1,110,924	168,345	1,026,278	292,743
Repairs.....	38,810	832,241	680,101	177,980	10,348	302,671	47,422
Supplies.....	209,889	3,389,274	2,676,345	887,887	42,826	1,277,081	112,188
Salaries and wages.....	372,947	12,539,092	11,616,740	3,652,244	178,976	5,886,045	446,328
Taxes paid.....	51,503	1,725,206	1,577,185	501,262	30,154	729,159	75,262
Travel.....	150,740	650,208	587,108	177,541	23,641	90,878	70,270
Utilities.....	133,458	1,634,931	1,334,737	389,321	36,364	450,453	100,441
Other business deductions.....	594,657	9,320,345	7,574,788	2,749,769	260,799	2,708,435	404,283
Home office business deductions.....	94,649	1,107,504	253,864	40,592	30,769	20,806	13,980
Depreciation, Form 8829.....	79,408	99,574	25,481	6,521	2,498	2,129	*2,171
Casualty loss, Form 8829.....	*24,103	*20	*17	--	*17	--	--
Excess--casualty depreciations, Form 8829.....	*1,605	7,399	6,622	*422	*3,883	*17	--
Net income ^{1,2}.....	2,977,993	43,796,313	37,684,712	14,883,180	1,541,268	10,234,813	1,803,021
Returns with Schedule C-EZ:							
Number of returns.....	158,311	457,059	175,199	27,662	3,731	7,835	*2,011
Business receipts.....	638,703	3,083,688	1,416,760	337,234	33,125	71,629	*24,594
Business deductions.....	95,656	327,446	182,272	20,569	1,484	7,398	*4,510
Net income.....	543,047	2,756,242	1,234,488	316,665	31,641	64,232	*20,084

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Health care and social assistance--continued						
	Ambulatory health care services--continued						
	Offices of optometrists	Offices of mental health and social therapists	Offices of podiatrists	Outpatient care centers and other miscellaneous health practitioners	Medical and diagnostic laboratories	Home health care services	Other ambulatory health care services (including ambulance service, blood, organ banks)
	(130)	(131)	(132)	(133)	(134)	(135)	(136)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	12,662	175,642	9,127	105,666	22,127	166,920	27,701
Business receipts, total ¹	2,892,474	7,493,224	1,186,771	3,596,663	1,616,631	2,766,603	706,298
Income from sales and operations ¹	2,861,847	7,473,007	1,175,593	3,558,374	1,612,617	2,761,924	683,839
Other business income.....	30,626	20,217	*11,178	38,290	4,015	4,678	22,459
Business deductions, total ^{1,2}	2,155,133	3,543,206	719,924	1,925,046	1,038,522	1,625,094	415,184
Cost of sales and operations, total.....	585,344	251,412	*21,912	232,507	230,625	169,727	82,063
Inventory, beginning of year.....	74,735	28,025	*11,945	7,642	*3,922	*7,721	*34,782
Cost of labor.....	*28,222	*26,371	--	*84,601	*68,077	*76,117	*14,532
Purchases.....	431,087	165,697	*1,168	82,390	*83,762	*35,749	*68,285
Materials and supplies.....	69,475	51,638	*12,157	32,617	*54,080	*26,343	*100
Other costs.....	56,065	10,040	*8,035	*35,142	23,153	54,413	*1,156
Inventory, end of year.....	74,240	30,359	*11,393	9,885	*2,368	*30,617	*36,792
Advertising expenses.....	33,741	41,643	17,385	55,906	13,393	31,378	2,526
Car and truck expenses.....	28,049	282,307	30,408	152,208	60,069	251,558	35,260
Commissions.....	*1,058	21,750	*530	10,360	*2,605	17,989	*2,800
Contract labor.....	24,260	164,942	10,058	136,157	13,599	147,117	*39,016
Depletion.....	--	--	--	--	*30	--	--
Depreciation.....	139,138	183,191	20,106	100,055	61,808	57,168	11,159
Employee benefit programs.....	28,702	6,650	9,683	3,477	5,389	4,815	*5,199
Insurance.....	37,505	89,299	75,266	60,702	20,046	34,561	19,289
Legal and professional services.....	47,883	88,875	22,599	41,185	12,499	18,279	5,032
Meals and entertainment deducted.....	2,662	40,515	5,000	20,715	5,095	12,406	2,644
Mortgage interest.....	13,444	32,074	*277	*2,143	*16,492	22,630	*3,531
Other interest paid on business indebtedness.....	11,037	14,593	3,971	5,840	5,914	2,849	*243
Office expenses.....	41,422	175,022	41,374	75,706	18,281	24,474	14,386
Pension and profit-sharing plans.....	10,494	5,554	5,097	7,782	7,654	*2,128	*744
Rent on machinery and equipment.....	10,252	61,289	10,502	11,035	3,829	3,724	*1,878
Rent on other business property.....	169,376	448,312	113,951	193,160	41,519	26,579	30,616
Repairs.....	18,713	40,559	9,445	64,486	12,700	24,462	5,918
Supplies.....	49,438	114,016	47,495	74,869	47,756	58,362	6,584
Salaries and wages.....	497,782	393,199	121,647	130,535	173,752	231,508	55,476
Taxes paid.....	72,202	78,059	18,750	40,443	31,434	30,659	8,564
Travel.....	22,533	74,831	9,959	95,155	13,667	43,489	9,156
Utilities.....	52,813	164,212	29,914	75,033	29,264	46,644	18,434
Other business deductions.....	256,625	618,038	94,156	280,638	178,011	290,431	46,142
Home office business deductions.....	*647	90,137	*438	31,966	*24,792	24,463	*1,924
Depreciation, Form 8829.....	*44	8,584	*97	3,142	*2,013	*7,178	*921
Casualty loss, Form 8829.....	--	--	--	--	--	--	--
Excess-casualty depreciations, Form 8829.....	*27	3,830	--	*137	*712	*9,860	*2,020
Net income less deficit ^{1,2}	737,340	3,950,018	466,846	1,669,438	578,110	1,142,637	291,113
Net income ^{1,2}	742,993	4,057,996	475,430	1,769,781	592,832	1,243,696	339,702
Deficit ²	5,653	107,978	8,584	100,343	14,722	101,059	48,589

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Health care and social assistance--continued						
	Ambulatory health care services--continued						
	Offices of optometrists	Offices of mental health practitioners and social therapists	Offices of podiatrists	Outpatient care centers and other miscellaneous health practitioners	Medical and diagnostic laboratories	Home health care services	Other ambulatory health care services (including ambulance service, blood, organ banks)
	(130)	(131)	(132)	(133)	(134)	(135)	(136)
BUSINESSES WITH NET INCOME							
Number of returns ¹	12,137	141,045	5,927	81,650	21,311	146,471	21,600
Business receipts, total ¹.....	2,803,900	7,220,090	1,180,553	3,403,537	1,512,694	2,524,594	623,219
Income from sales and operations ¹	2,777,434	7,202,070	1,169,375	3,365,328	1,508,235	2,517,669	614,447
Other business income.....	26,466	18,020	*11,178	38,209	4,459	*6,924	*8,772
Business deductions, total ^{1,2}.....	2,060,907	3,162,094	705,123	1,631,577	919,862	1,279,686	283,516
Cost of sales and operations, total.....	572,122	244,685	*21,880	216,443	228,403	138,025	*70,623
Inventory, beginning of year.....	74,215	*27,017	*11,913	*3,846	*3,922	*4,647	*34,613
Cost of labor.....	*28,222	*25,871	--	*81,520	*68,067	*60,682	*14,532
Purchases.....	429,662	159,396	*1,168	79,738	*83,743	*35,708	*56,788
Materials and supplies.....	*57,672	51,273	*12,157	19,887	*54,080	*21,232	*100
Other costs.....	56,065	*9,137	*8,035	*35,142	*20,960	*18,979	*1,045
Inventory, end of year.....	73,715	28,010	*11,393	*3,690	*2,368	*3,224	*36,455
Advertising expenses.....	32,677	35,558	17,075	31,461	12,808	27,137	1,719
Car and truck expenses.....	27,586	249,541	30,350	122,638	58,378	224,873	15,125
Commissions.....	*1,058	13,636	*530	*9,929	*1,179	17,781	*529
Contract labor.....	23,827	163,472	10,058	135,164	9,828	132,587	*37,656
Depletion.....	--	--	--	--	*30	--	--
Depreciation.....	108,751	170,673	20,106	69,022	52,781	33,290	9,228
Employee benefit programs.....	28,653	6,399	9,683	3,286	5,025	3,950	*381
Insurance.....	36,815	80,880	70,972	52,423	18,970	27,159	14,820
Legal and professional services.....	46,924	81,885	20,365	37,040	8,790	14,324	3,150
Meals and entertainment deducted.....	2,455	37,370	5,000	19,069	4,919	7,806	1,795
Mortgage interest.....	13,373	31,872	*233	*554	*16,397	*692	*340
Other interest paid on business indebtedness....	10,952	13,336	3,828	3,476	4,576	1,026	*208
Office expenses.....	39,516	158,668	40,780	64,245	17,469	19,448	4,486
Pension and profit-sharing plans.....	9,834	5,554	5,097	7,534	7,392	*2,037	*744
Rent on machinery and equipment.....	9,782	58,941	*8,084	10,788	1,829	3,603	*345
Rent on other business property.....	160,066	398,436	113,928	138,900	37,857	17,476	26,440
Repairs.....	18,388	31,139	9,445	51,303	11,985	17,385	2,037
Supplies.....	46,572	100,384	47,124	65,459	46,199	46,268	4,357
Salaries and wages.....	484,112	383,334	121,647	112,479	158,705	166,600	*26,271
Taxes paid.....	66,532	69,192	17,253	31,972	30,200	21,295	4,902
Travel.....	21,932	65,918	9,959	81,260	12,357	25,222	8,131
Utilities.....	51,094	144,687	29,519	62,011	27,492	35,365	7,989
Other business deductions.....	247,230	476,587	91,769	251,058	113,288	236,541	35,030
Home office business deductions.....	*642	77,567	*438	31,612	*24,709	12,101	*649
Depreciation, Form 8829.....	*40	6,690	*97	3,130	*1,495	*550	*159
Casualty loss, Form 8829.....	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829....	--	*2,154	--	*126	--	*19	--
Net income ^{1,2}.....	742,993	4,057,996	475,430	1,769,781	592,832	1,243,696	339,702
Returns with Schedule C-EZ:							
Number of returns.....	*1,356	31,215	*3	24,185	*2,975	61,873	12,352
Business receipts.....	*3,084	244,730	*3	149,252	*71,529	425,207	56,374
Business deductions.....	*13	62,726	*1	22,982	*8,295	47,695	6,599
Net income.....	*3,071	182,004	*2	126,270	*63,234	377,512	49,774

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Health care and social assistance--continued				Arts, entertainment, and recreation		
	Hospitals	Nursing and residential care facilities	Social assistance	Child day care services	Total	Performing arts, spectator sports and related industries	Museums, historical sites, and similar institutions
	(137)	(138)	(139)	(140)	(141)	(142)	(143)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	11,556	55,771	149,411	694,116	1,132,171	963,514	*3,035
Business receipts, total ¹	449,632	3,558,970	2,490,455	9,989,364	26,359,320	19,310,715	*74,365
Income from sales and operations ¹	332,229	3,559,834	2,477,526	9,573,763	25,572,115	18,728,466	*74,365
Other business income.....	*117,404	-864	12,929	415,602	787,205	582,249	--
Business deductions, total ^{1,2}	224,049	3,171,862	1,402,660	6,428,281	20,571,681	13,840,775	*31,264
Cost of sales and operations, total.....	*28,386	213,688	12,990	263,297	3,575,184	1,823,513	*2
Inventory, beginning of year.....	*11,291	*5,180	*541	*26,477	524,726	359,592	*9
Cost of labor.....	--	*149,906	--	15,337	343,233	249,322	--
Purchases.....	*26,549	8,533	*4,117	131,903	1,246,644	675,612	*6
Materials and supplies.....	--	22,995	*6,425	57,843	384,949	306,639	--
Other costs.....	*468	31,791	*2,689	71,915	1,651,743	648,540	--
Inventory, end of year.....	*9,922	*4,716	*782	*40,178	576,111	416,191	*14
Advertising expenses.....	*1,592	17,847	27,950	52,543	411,269	259,372	*600
Car and truck expenses.....	23,245	98,841	172,935	474,942	1,535,580	1,295,030	*3,247
Commissions.....	--	21,429	*3,323	24,475	708,539	574,593	--
Contract labor.....	*880	91,975	12,127	90,624	741,425	561,689	*170
Depletion.....	--	*878	*116	*9,689	2,478	2,455	--
Depreciation.....	11,720	141,221	72,045	252,135	1,710,047	1,208,290	*363
Employee benefit programs.....	*1,369	50,357	*9,871	*4,076	38,020	16,709	--
Insurance.....	*4,211	103,243	32,126	107,386	248,163	148,070	*1,222
Legal and professional services.....	4,266	72,202	23,571	58,806	370,874	291,425	*1,225
Meals and entertainment deducted.....	687	10,891	11,662	95,046	259,276	231,489	*4,312
Mortgage interest.....	*1,597	177,617	*41,483	94,931	113,189	72,734	*158
Other interest paid on business indebtedness.....	*970	21,543	8,182	32,507	140,311	77,804	--
Office expenses.....	*2,288	24,891	56,304	113,558	380,062	319,549	*1,636
Pension and profit-sharing plans.....	--	4,308	*9,129	*2,134	15,544	10,451	*2,907
Rent on machinery and equipment.....	*1,263	12,940	8,607	69,592	174,572	101,094	--
Rent on other business property.....	*7,309	145,733	131,139	179,823	828,264	441,944	--
Repairs.....	*560	60,218	22,110	161,641	357,823	239,499	*811
Supplies.....	6,633	137,717	51,892	763,267	849,894	686,801	*1,920
Salaries and wages.....	*52,661	751,557	203,914	523,648	977,822	476,947	--
Taxes paid.....	7,392	122,686	28,183	86,531	299,462	124,950	*1,712
Travel.....	4,377	9,489	41,775	45,790	803,453	740,716	*1,141
Utilities.....	2,689	133,849	60,232	256,550	577,066	386,650	*2,236
Other business deductions.....	56,856	692,415	292,038	1,493,896	4,839,767	3,180,115	*1,732
Home office business deductions.....	*2,250	43,016	51,977	1,055,356	448,179	416,738	*5,869
Depreciation, Form 8829.....	*357	*4,368	5,287	114,880	65,266	60,131	*1,367
Casualty loss, Form 8829.....	--	--	*4	*3,391	*43	*43	--
Excess--casualty depreciations, Form 8829.....	--	*9,188	*2,258	86,776	53,364	49,260	--
Net income less deficit ^{1,2}	225,583	396,212	1,089,198	3,561,084	5,792,899	5,466,714	*43,101
Net income ^{1,2}	235,657	591,808	1,260,970	4,023,167	9,071,473	8,062,708	*43,742
Deficit ²	10,073	195,596	171,772	462,083	3,278,574	2,595,994	641

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Health care and social assistance--continued				Arts, entertainment, and recreation		
	Hospitals	Nursing and residential care facilities	Social assistance	Child day care services	Total	Performing arts, spectator sports and related industries	Museums, historical sites, and similar institutions
	(137)	(138)	(139)	(140)	(141)	(142)	(143)
BUSINESSES WITH NET INCOME							
Number of returns ¹	11,399	41,889	113,115	589,008	676,031	563,076	*3,021
Business receipts, total ¹	351,432	2,374,206	2,201,397	8,764,574	21,143,256	16,167,978	*74,257
Income from sales and operations ¹	234,030	2,365,042	2,195,562	8,423,137	20,556,405	15,692,418	*74,257
Other business income.....	*117,401	9,165	*5,835	341,437	586,851	475,560	--
Business deductions, total ^{1,2}	115,775	1,783,177	940,427	4,741,407	12,071,773	8,105,296	*30,515
Cost of sales and operations, total.....	*27,923	109,019	*7,753	212,122	2,348,839	1,213,707	--
Inventory, beginning of year.....	*11,291	*91	*15	*24,472	208,646	97,691	--
Cost of labor.....	--	*82,129	--	*10,937	277,706	196,137	--
Purchases.....	*26,549	*4,860	*802	106,564	791,226	368,658	--
Materials and supplies.....	--	*310	*6,046	36,656	173,638	132,810	--
Other costs.....	*5	21,746	*1,062	*71,825	1,138,656	531,040	--
Inventory, end of year.....	*9,922	*118	*173	*38,332	241,033	112,628	--
Advertising expenses.....	*1,582	9,465	13,728	36,239	209,177	137,331	*586
Car and truck expenses.....	23,232	71,633	107,255	342,273	873,127	740,895	*3,247
Commissions.....	--	12,307	*3,139	22,557	614,635	504,784	--
Contract labor.....	*576	68,123	*8,633	32,961	529,544	384,640	*170
Depletion.....	--	*869	--	*9,689	*2,403	*2,391	--
Depreciation.....	*10,429	72,657	41,978	158,132	712,142	481,696	--
Employee benefit programs.....	*82	28,174	*7,760	*4,075	29,894	13,362	--
Insurance.....	*3,112	57,266	20,395	72,503	132,380	77,978	*1,163
Legal and professional services.....	*987	60,924	17,897	42,886	216,951	177,218	*1,221
Meals and entertainment deducted.....	*683	8,995	8,263	72,989	162,463	141,361	*4,312
Mortgage interest.....	*405	84,718	*7,669	59,493	18,302	5,415	--
Other interest paid on business indebtedness.....	*455	4,363	*8,152	19,162	77,706	46,873	--
Office expenses.....	*2,153	14,362	41,902	75,015	223,146	191,019	*1,636
Pension and profit-sharing plans.....	--	3,898	*6,082	*2,134	14,240	9,270	*2,907
Rent on machinery and equipment.....	*765	3,360	2,775	54,279	102,721	52,061	--
Rent on other business property.....	*4,249	93,018	103,693	137,015	423,605	198,191	--
Repairs.....	*259	38,611	15,229	98,041	125,446	59,013	*775
Supplies.....	4,920	100,421	37,306	570,282	435,759	357,345	*1,907
Salaries and wages.....	*3,157	383,024	138,145	398,026	661,302	344,324	--
Taxes paid.....	*1,984	67,393	19,245	59,400	192,233	82,225	*1,685
Travel.....	4,308	5,846	31,561	21,385	506,947	472,014	*1,129
Utilities.....	*1,525	86,209	43,472	168,988	331,059	242,268	*2,186
Other business deductions.....	19,892	358,457	203,934	1,163,273	2,616,418	1,697,444	*1,723
Home office business deductions.....	*2,250	28,754	27,480	795,156	349,465	323,868	*5,869
Depreciation, Form 8829.....	*357	*536	2,964	70,237	40,761	37,604	*1,367
Casualty loss, Form 8829.....	--	--	*4	--	*42	*42	--
Excess--casualty depreciations, Form 8829.....	--	--	--	*777	6,083	3,946	--
Net income ^{1,2}	235,657	591,808	1,260,970	4,023,167	9,071,473	8,062,708	*43,742
Returns with Schedule C-EZ:							
Number of returns.....	*5,877	11,322	29,224	235,437	195,987	161,464	--
Business receipts.....	*18,039	53,650	199,846	1,395,393	737,464	666,753	--
Business deductions.....	*848	11,311	16,978	116,037	165,418	152,146	--
Net income.....	*17,191	42,339	182,869	1,279,356	572,047	514,608	--

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Arts--continued	Accommodation, food services, and drinking places					Food services and drinking places
	Amusement, gambling, and recreation industries	Total	Accommodation			Rooming and boarding houses	
			Total	Travel accommodation (including hotels, motels, and bed and breakfast inns)	RV (recreational vehicle) parks and recreational camps		
	(144)	(145)	(146)	(147)	(148)	(149)	(150)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns ¹	165,621	383,770	48,805	30,236	10,256	8,314	334,965
Business receipts, total ¹	6,974,240	39,720,751	4,807,254	3,797,085	605,999	404,170	34,913,497
Income from sales and operations ¹	6,769,284	39,170,252	4,739,974	3,759,078	593,163	387,733	34,430,278
Other business income.....	204,956	550,499	67,280	38,007	12,836	*16,437	483,219
Business deductions, total ^{1,2}	6,699,642	38,337,653	4,804,867	3,708,271	635,281	461,314	33,532,786
Cost of sales and operations, total.....	1,751,669	15,497,305	461,594	402,929	43,132	15,532	15,035,711
Inventory, beginning of year.....	165,125	557,551	56,128	53,340	2,269	*518	501,424
Cost of labor.....	93,911	1,115,239	64,022	60,916	*1,058	*2,047	1,051,217
Purchases.....	571,027	13,048,492	306,521	264,942	32,710	*8,869	12,741,972
Materials and supplies.....	78,310	911,317	29,382	21,211	*4,017	*4,154	881,935
Other costs.....	1,003,203	459,266	73,562	63,937	*5,606	*4,020	385,703
Inventory, end of year.....	159,906	594,561	68,021	61,418	2,527	*4,076	526,540
Advertising expenses.....	151,297	671,751	114,130	92,708	11,590	9,833	557,621
Car and truck expenses.....	237,303	639,187	90,721	61,715	17,576	11,429	548,466
Commissions.....	133,947	117,747	61,042	47,689	*8,371	4,982	56,705
Contract labor.....	179,566	300,433	70,793	21,671	44,596	*4,526	229,640
Depletion.....	*23	*116	*10	*10	--	*(Z)	*106
Depreciation.....	501,394	1,704,205	550,669	413,097	90,388	47,183	1,153,535
Employee benefit programs.....	21,311	70,404	15,368	13,723	*571	*1,074	55,036
Insurance.....	98,871	808,094	166,192	117,767	28,893	19,532	641,902
Legal and professional services.....	78,224	307,733	77,931	56,885	12,966	8,080	229,802
Meals and entertainment deducted.....	23,474	39,768	9,416	5,706	1,202	2,508	30,352
Mortgage interest.....	40,297	581,698	363,068	303,828	27,001	32,239	218,630
Other interest paid on business indebtedness.....	62,507	307,461	113,024	59,944	49,529	3,551	194,437
Office expenses.....	58,877	175,341	48,528	34,880	5,739	7,909	126,813
Pension and profit-sharing plans.....	2,186	11,978	3,036	2,680	*233	*123	8,941
Rent on machinery and equipment.....	73,478	278,651	30,715	24,240	4,495	1,980	247,936
Rent on other business property.....	386,320	2,406,618	104,703	79,885	21,959	*2,859	2,301,915
Repairs.....	117,513	846,843	278,402	194,229	48,890	35,283	568,441
Supplies.....	161,173	955,697	224,839	177,152	28,649	19,038	730,858
Salaries and wages.....	500,875	5,939,341	587,197	507,840	23,220	56,137	5,352,144
Taxes paid.....	172,800	1,706,944	359,003	289,368	40,455	29,180	1,347,940
Travel.....	61,596	91,466	21,264	17,307	2,443	1,514	70,202
Utilities.....	188,180	2,124,010	452,189	348,998	56,498	46,692	1,671,821
Other business deductions.....	1,657,920	2,664,249	571,997	415,237	66,502	90,257	2,092,252
Home office business deductions.....	25,572	67,364	28,673	18,782	*18	*9,873	38,691
Depreciation, Form 8829.....	3,768	11,589	6,760	*5,985	*32	*743	4,829
Casualty loss, Form 8829.....	--	*473	*473	*473	--	--	--
Excess-casualty depreciations, Form 8829.....	*4,105	15,181	*11,301	*10,526	*32	*743	*3,881
Net income less deficit ^{1,2}	283,084	1,391,146	8,822	92,686	-29,282	-54,583	1,382,324
Net income ^{1,2}	965,023	3,413,616	561,093	431,088	72,229	57,775	2,852,524
Deficit ²	681,939	2,022,470	552,271	338,402	101,511	112,358	1,470,199

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Arts--continued		Accommodation, food services, and drinking places				
	Amusement, gambling, and recreation industries	Total	Accommodation				Food services and drinking places
			Total	Travel accommodation (including hotels, motels, and bed and breakfast inns)	RV (recreational vehicle) parks and recreational camps	Rooming and boarding houses	
	(144)	(145)	(146)	(147)	(148)	(149)	(150)
BUSINESSES WITH NET INCOME							
Number of returns ¹	109,935	245,617	23,438	16,349	4,032	3,056	222,179
Business receipts, total ¹.....	4,901,020	29,544,477	3,015,227	2,432,727	383,605	198,895	26,529,250
Income from sales and operations ¹	4,789,729	29,181,568	2,989,405	2,419,456	382,083	187,866	26,192,162
Other business income.....	111,291	362,909	25,822	13,271	*1,522	*11,029	337,087
Business deductions, total ^{1,2}.....	3,935,962	26,137,205	2,460,479	2,002,690	311,376	146,413	23,676,726
Cost of sales and operations, total.....	1,135,132	11,177,528	190,474	173,614	*9,695	*7,165	10,987,054
Inventory, beginning of year.....	110,955	328,634	14,630	13,487	*1,143	--	314,004
Cost of labor.....	81,570	705,834	*18,240	*18,240	--	--	687,594
Purchases.....	422,568	9,564,870	131,342	127,662	*3,494	*186	9,433,527
Materials and supplies.....	40,828	707,980	12,343	*4,374	*3,905	*4,065	695,636
Other costs.....	607,616	233,975	30,459	25,382	*2,101	*2,976	203,516
Inventory, end of year.....	128,405	363,765	16,541	15,532	*948	*62	347,223
Advertising expenses.....	71,260	448,544	58,145	45,839	7,510	*4,797	390,398
Car and truck expenses.....	128,985	417,922	50,457	42,863	3,645	*3,949	367,465
Commissions.....	109,851	48,361	20,216	15,407	*206	*4,603	28,145
Contract labor.....	144,735	182,101	58,868	14,590	*44,005	*273	123,233
Depletion.....	*12	*43	--	--	--	--	*43
Depreciation.....	230,446	879,927	237,927	189,523	38,319	*10,084	641,402
Employee benefit programs.....	16,532	50,305	7,339	6,060	*338	*941	42,965
Insurance.....	53,239	546,751	91,902	69,874	17,213	*4,814	454,850
Legal and professional services.....	38,511	180,617	37,308	30,901	4,508	*1,899	143,308
Meals and entertainment deducted.....	16,790	23,760	3,701	3,080	*71	*550	20,059
Mortgage interest.....	12,887	312,021	183,186	172,101	*8,547	*2,538	128,835
Other interest paid on business indebtedness.....	30,832	155,309	36,725	31,471	*4,521	*733	118,583
Office expenses.....	30,491	100,896	27,483	23,171	1,480	*2,832	73,413
Pension and profit-sharing plans.....	*2,064	8,699	*2,667	*2,537	*9	*122	6,032
Rent on machinery and equipment.....	50,660	199,504	16,312	10,848	*4,204	*1,260	183,191
Rent on other business property.....	225,414	1,643,369	60,879	38,137	*19,969	*2,773	1,582,490
Repairs.....	65,658	512,442	152,783	117,944	26,172	*8,667	359,659
Supplies.....	76,507	640,587	153,703	131,227	12,478	*9,998	486,884
Salaries and wages.....	316,978	4,173,516	307,506	268,977	18,519	*20,010	3,866,010
Taxes paid.....	108,323	1,151,096	200,014	167,080	20,460	12,474	951,082
Travel.....	33,805	57,757	11,316	9,706	*745	*865	46,440
Utilities.....	86,605	1,420,027	257,757	213,573	27,436	*16,748	1,162,269
Other business deductions.....	917,251	1,743,882	277,027	207,386	41,325	*28,316	1,466,856
Home office business deductions.....	19,727	39,953	*16,782	*16,782	--	--	23,171
Depreciation, Form 8829.....	1,790	6,012	*3,575	*3,575	--	--	2,436
Casualty loss, Form 8829.....	--	*473	*473	*473	--	--	--
Excess--casualty depreciations, Form 8829.....	*2,137	*508	--	--	--	--	*508
Net income ^{1,2}.....	965,023	3,413,616	561,093	431,088	72,229	57,775	2,852,524
Returns with Schedule C-EZ:							
Number of returns.....	34,523	50,297	*2,639	*347	*2,292	--	47,658
Business receipts.....	70,711	239,477	*5,514	*267	*5,247	--	233,963
Business deductions.....	13,272	23,253	*364	--	*364	--	22,889
Net income.....	57,439	216,225	*5,150	*267	*4,884	--	211,074

Footnotes at end of table.

Sole Proprietorship Returns, 2004

**Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors
Classified with the North American Industry Classification System--Continued**

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

Net income status, item	Other services							Religious, grantmaking, civic, professional, and similar organizations	Unclassified establishments
	Total	Auto repair and maintenance			Miscellaneous repairs	Personal and laundry services			
		Total	Automotive mechanical and electrical repair and maintenance	Automotive body shops					
	(151)	(152)	(153)	(154)	(155)	(156)	(157)	(158)	(159)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns ¹	2,089,346	344,689	179,170	95,334	70,186	405,970	1,338,687	265,620	284,398
Business receipts, total ¹	73,006,151	24,419,559	11,649,920	8,395,054	4,374,585	14,994,662	33,591,931	3,635,138	3,566,169
Income from sales and operations ¹	72,363,916	24,258,708	11,641,032	8,315,213	4,302,462	14,864,530	33,240,678	3,395,051	3,499,214
Other business income.....	642,235	160,851	8,888	79,841	72,122	130,131	351,253	240,088	66,954
Business deductions, total ^{1,2}	56,559,509	21,488,864	10,293,913	7,189,080	4,005,871	12,050,743	23,019,902	1,953,893	2,219,820
Cost of sales and operations, total.....	18,569,215	10,025,803	4,967,822	3,241,999	1,815,982	4,774,564	3,768,848	302,174	744,757
Inventory, beginning of year.....	1,799,056	806,869	470,762	227,469	108,638	581,699	410,489	*2,641	*41,938
Cost of labor.....	2,171,247	1,082,579	607,483	264,574	210,522	485,377	603,290	*11,690	*34,167
Purchases.....	11,261,353	6,556,677	3,382,645	1,753,728	1,420,304	2,817,888	1,886,788	*12,765	259,800
Materials and supplies.....	3,837,384	1,816,928	737,829	966,987	112,112	1,268,290	752,166	*9,991	*63,109
Other costs.....	1,235,320	567,124	232,099	250,178	84,848	202,340	465,855	*268,874	402,531
Inventory, end of year.....	1,735,146	804,375	462,995	220,937	120,442	581,030	349,741	*3,787	*56,788
Advertising expenses.....	861,593	278,197	120,578	100,653	56,967	165,790	417,605	22,607	34,798
Car and truck expenses.....	3,608,041	873,554	359,612	306,170	207,773	1,149,860	1,584,627	510,387	209,287
Commissions.....	504,381	34,729	31,175	*2,873	*682	70,303	399,348	*2,812	19,829
Contract labor.....	1,473,932	453,370	156,805	189,685	106,881	350,933	669,628	*1,296	46,805
Depletion.....	14,869	*289	*251	--	*38	*11,486	*3,093	*547	--
Depreciation.....	3,061,803	1,137,424	467,338	412,350	257,736	590,394	1,333,985	51,640	176,696
Employee benefit programs.....	146,396	77,949	51,635	18,961	7,353	42,039	26,407	*8,836	*3,216
Insurance.....	1,332,351	599,227	298,287	195,835	105,106	272,350	460,773	51,936	33,887
Legal and professional services.....	483,179	174,948	84,883	65,157	24,908	74,050	234,180	22,654	34,870
Meals and entertainment deducted.....	250,761	57,967	15,012	22,357	20,597	51,846	140,948	35,746	25,691
Mortgage interest.....	467,321	193,591	74,720	75,629	43,242	110,079	163,651	*9,859	27,306
Other interest paid on business indebtedness..	405,570	164,828	68,914	49,901	46,012	86,834	153,908	*2,459	12,152
Office expenses.....	701,668	167,511	87,378	65,856	14,277	144,376	389,781	65,011	91,428
Pension and profit-sharing plans.....	21,168	4,029	*1,581	1,917	*531	*6,368	10,771	*1,278	*209
Rent on machinery and equipment.....	947,472	227,408	108,645	75,757	43,005	152,436	567,628	11,860	25,686
Rent on other business property.....	4,458,533	837,953	400,088	260,015	177,850	381,421	3,239,159	40,206	34,386
Repairs.....	993,063	322,633	143,585	78,224	100,825	180,432	489,998	22,664	29,212
Supplies.....	3,333,631	811,759	368,418	276,077	167,265	688,347	1,833,525	70,131	62,570
Salaries and wages.....	4,899,668	1,963,032	971,165	640,921	350,947	767,398	2,169,237	*38,195	63,924
Taxes paid.....	1,327,320	613,779	301,941	207,133	104,704	197,328	516,214	14,573	26,717
Travel.....	387,687	62,177	21,471	30,830	9,876	91,350	234,160	107,538	88,165
Utilities.....	2,656,181	768,188	354,684	261,765	151,739	399,303	1,488,690	89,501	60,199
Other business deductions.....	4,833,103	1,512,517	757,900	579,275	175,342	1,085,746	2,234,839	364,464	276,517
Home office business deductions.....	430,796	68,907	35,931	*19,850	*13,126	168,926	192,963	50,893	26,019
Depreciation, Form 8829.....	51,934	8,096	5,067	*981	*2,048	21,813	22,025	5,214	*2,006
Casualty loss, Form 8829.....	*190	*190	*190	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829...	53,261	*15,470	*12,432	*16	*3,021	26,656	11,135	*9,093	*3,807
Net income less deficit ^{1,2}	16,457,988	2,930,959	1,356,007	1,205,974	368,978	2,948,041	10,578,988	1,681,245	1,362,773
Net income ^{1,2}	19,228,424	3,730,555	1,652,555	1,499,617	578,383	3,461,532	12,036,337	1,992,736	1,654,474
Deficit ²	2,770,436	799,597	296,548	293,643	209,406	513,491	1,457,349	311,491	291,701

Footnotes at end of table.

Sole Proprietorship Returns, 2004

Table 2.--Nonfarm Sole Proprietorships: Income Statements, by Selected Industrial Sectors Classified with the North American Industry Classification System--Continued

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

Net income status, item	Other services							Religious, grantmaking, civic, and similar organizations	Unclassified establishments
	Total	Auto repair and maintenance				Miscellaneous repairs	Personal and laundry services		
		Total	Automotive mechanical and electrical repair and maintenance	Automotive body shops	Other auto repair and maintenance (including oil change, lube, and car washes)				
	(151)	(152)	(153)	(154)	(155)	(156)	(157)	(158)	(159)
BUSINESSES WITH NET INCOME									
Number of returns ¹	1,635,119	252,943	130,225	73,696	49,023	308,261	1,073,915	199,047	231,636
Business receipts, total ¹	63,786,547	21,145,775	10,185,391	7,262,105	3,698,278	13,005,927	29,634,845	3,410,095	3,240,458
Income from sales and operations ¹	63,256,739	21,060,449	10,155,007	7,245,507	3,659,935	12,880,867	29,315,424	3,222,030	3,184,300
Other business income.....	529,808	85,326	30,384	16,598	38,344	125,061	319,422	188,065	56,158
Business deductions, total ^{1,2}	44,562,078	17,415,219	8,532,837	5,762,488	3,119,895	9,544,395	17,602,464	1,417,358	1,585,984
Cost of sales and operations, total.....	15,346,709	8,532,221	4,446,648	2,680,120	1,405,453	3,981,428	2,833,061	*288,425	659,205
Inventory, beginning of year.....	1,242,167	621,762	390,602	146,001	85,159	357,245	263,161	*2,630	*11,214
Cost of labor.....	1,778,955	920,444	592,877	212,183	*115,384	459,987	398,524	*11,690	*25,351
Purchases.....	9,254,868	5,560,279	2,985,707	1,407,938	1,166,634	2,249,767	1,444,821	*4,120	223,696
Materials and supplies.....	3,335,111	1,595,117	665,149	864,828	65,140	1,140,881	599,112	*7,884	*35,052
Other costs.....	939,776	473,042	203,396	204,677	64,968	133,211	333,524	*265,644	*391,255
Inventory, end of year.....	1,204,168	638,424	391,084	155,507	91,833	359,663	206,081	*3,543	*27,364
Advertising expenses.....	628,624	210,684	85,128	75,132	50,425	119,210	298,729	19,351	32,685
Car and truck expenses.....	2,739,501	611,304	217,530	267,422	126,351	953,264	1,174,932	364,827	127,634
Commissions.....	376,407	27,433	26,184	*1,230	*19	31,607	317,367	*632	*7,426
Contract labor.....	1,169,558	357,097	107,367	159,450	90,280	288,848	523,613	*1,124	*22,387
Depreciation.....	14,583	*289	*251	--	*38	*11,287	*3,006	(Z)	--
Depreciation.....	2,065,533	784,750	334,323	302,674	147,753	432,423	848,360	31,429	79,685
Employee benefit programs.....	129,321	72,379	48,453	17,140	6,786	40,290	16,652	*8,836	*3,000
Insurance.....	1,043,597	490,216	249,304	159,168	81,744	214,360	339,021	12,651	19,675
Legal and professional services.....	395,516	144,279	70,349	53,787	20,142	55,979	195,258	16,710	19,288
Meals and entertainment deducted.....	191,354	40,827	12,686	11,429	16,712	43,188	107,340	23,775	16,375
Mortgage interest.....	325,110	141,437	69,977	50,106	21,354	45,683	137,989	--	*951
Other interest paid on business indebtedness.....	261,561	105,180	41,356	24,786	39,038	53,774	102,607	*1,535	9,738
Office expenses.....	544,090	137,409	69,829	56,554	11,026	103,229	303,453	38,284	79,722
Pension and profit-sharing plans.....	20,784	4,029	*1,581	1,917	*531	*6,290	10,466	*1,278	*209
Rent on machinery and equipment.....	768,224	207,972	93,910	72,330	41,732	118,344	441,908	*6,580	21,335
Rent on other business property.....	3,678,638	710,515	328,179	219,474	162,862	261,111	2,707,013	*35,898	24,839
Repairs.....	689,476	220,655	94,041	57,340	69,274	104,036	364,785	11,212	20,958
Supplies.....	2,687,777	654,029	297,208	221,050	135,770	536,520	1,497,229	46,865	49,098
Salaries and wages.....	3,936,638	1,660,436	829,647	511,331	319,458	621,608	1,654,594	*36,605	57,813
Taxes paid.....	1,054,255	493,282	226,843	175,302	91,137	163,033	397,940	5,966	8,034
Travel.....	265,323	30,083	20,033	7,920	2,130	77,757	157,482	69,352	68,460
Utilities.....	1,942,505	587,633	258,452	203,496	125,685	275,381	1,079,491	63,736	34,381
Other business deductions.....	3,547,184	1,074,429	530,462	403,607	140,359	819,748	1,653,007	246,621	142,887
Home office business deductions.....	359,913	60,340	28,998	*19,833	*11,509	149,219	150,354	32,325	22,784
Depreciation, Form 8829.....	37,141	5,697	*3,301	*973	*1,423	14,962	16,482	*3,205	*1,600
Casualty loss, Form 8829.....	--	--	--	--	--	--	--	--	--
Excess--casualty depreciations, Form 8829.....	*3,560	*2,505	*109	--	*2,397	--	*1,054	*389	--
Net income ^{1,2}.....	19,228,424	3,730,555	1,652,555	1,499,617	578,383	3,461,532	12,036,337	1,992,736	1,654,474
Returns with Schedule C-EZ:									
Number of returns.....	396,413	45,244	32,537	*4,747	*7,959	60,016	291,153	76,101	142,704
Business receipts.....	2,522,958	335,977	269,961	*25,121	*40,895	228,581	1,958,400	395,288	733,499
Business deductions.....	389,809	57,093	44,096	*9,889	*3,108	36,780	295,936	54,627	65,493
Net income.....	2,133,149	278,884	225,865	*15,232	*37,787	191,800	1,662,464	340,661	668,006

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

** Data combined to prevent disclosure of taxpayer information.

¹ Includes returns with Schedule C-EZ attached. Schedule C-EZ was filed for certain small businesses, i.e., those with net income business expenses of \$2,500 or less, used the cash accounting method, with no inventories or employees, and with no deduction for a home office business and no allowable "passive" activity losses. Because only a total is reported for business deductions on Schedule C-EZ, the totals shown in the statistics exceed the sum of the detailed deductions; the detailed deductions are, therefore, slightly understated.

² Total business deductions are before subtraction of nonallowable "passive" activity losses and any "passive loss" carryover from the prior years. However, these losses (after subtraction) and any carryover are reflected in net income or deficit. Therefore, total business receipts minus total business deductions may not always equal net income or deficit.

(Z) Less than \$500.

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