

2002 BUSINESS EXPENSES SURVEY QUINQUENNIAL SUPPLEMENT TO THE 2002 SERVICE ANNUAL SURVEY GENERAL INFORMATION AND INSTRUCTIONS FOR COMPLETING FORM SA-4849(B)

GENERAL INFORMATION

This report is a one-time supplement to your 2002 Service Annual Survey report and should cover the same trucking, public warehousing and courier locations.

The Business Expenses Survey (BES), conducted quinquennially in conjunction with the Nation's economic census, collects and publishes information on business operating expenses, and in conjunction with data on sales and inventories, derives measures of value produced. This information is used to measure America's economic performance.

We estimate that it will take an average of 2.2 hours to complete this questionnaire for multi-location companies and 1.2 hours for single-location companies. This includes time to read instructions, assemble and review information, and record answers on the questionnaire. Mail comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to Paperwork Project 0607-0901, U.S. Census Bureau, 4700 Silver Hill Road, Stop 1500, Washington, D.C. 20233-1500. You may e-mail comments to <Paperwork@census.gov>; use "Paperwork Project 0607-0901" as the subject.

Your response to the survey is required by law (Title 13, United States Code). This same law guarantees that the information furnished is kept **confidential**. The data you supply are used solely for developing summary statistics and cannot be used for purposes of taxation, investigation, or regulation.

If you have any questions concerning your report, or wish to obtain an extension of your filing due date, call **1-800-772-7851**. You also can FAX your request to **1-800-447-4613** or write the Bureau of the Census, Attn.: BES, 1201 East 10th Street, Jeffersonville, IN 47132-0001.

PLEASE INCLUDE FORM NUMBER **SA-4849(B)** AND THE ID NUMBER ON THE FRONT OF YOUR REPORT (THE FIRST FOURTEEN DIGITS SHOWN TO THE LEFT IN THE MAILING LABEL) IN ALL CORRESPONDENCE.

Note that respondents are not required to respond to any Federal information collection unless it displays a valid approval number from the U.S. Office of Management and Budget. This 8-digit number appears at the top of the report form.

GENERAL INSTRUCTIONS

Please read all instructions and complete all items in this report to avoid costly and time-consuming correspondence.

This report should include domestic trucking, public warehousing and courier locations operated by your company and its subsidiaries, but exclude operating units for which separate reports for this survey have been received for completion. If the mailing label displays a Federal Employer Identification Number (EIN) of your firm, then this report should cover only operations conducted under this EIN.

Data should be included in this report for support facilities which you own, such as warehouses, garages, central administrative offices, and repair facilities which provide services primarily to the operating locations covered by this report.

Report payroll and fringe benefits data on a calendar year basis. All other data should be reported for the same 2002 reporting period as on your Service Annual Survey report. If book figures are not available or readily accessible, **carefully prepared estimates are acceptable**.

For those locations owned for only part of calendar year 2002, report data for the same part-year period for which revenue data are reported to the Service Annual Survey.

Data for locations operated by other companies, such as by franchise, should be excluded entirely from this report.

Please make a photocopy of your completed form and retain that copy in your files.

OPERATING EXPENSES

Instructions for completing selected operating expense questions

Line 2a – TOTAL ANNUAL PAYROLL IN 2002, BEFORE DEDUCTIONS

Definitions are the same as those on the Employer's Quarterly Federal Tax Return, Form 941, and as described in Circular E, Employer's Tax Guide. Report the amount of payroll actually paid during the four quarters of **calendar** year 2002.

Include – Salaries, wages, commissions (to your own employees), bonuses, and dismissal pay, before deductions for employee contributions such as Social Security (FICA), income tax withholding, group insurance premiums, union dues, and savings bonds; cash equivalent of compensation paid in kind; allowances for vacation, holiday, and sick leave paid to your own employees in 2002; and employee contributions to

qualified pension plans. For corporations, include the amount paid to officers and executives and the spread on stock options that is taxable to employees as income.

Exclude – Employer contributions to employee benefit plans required by law and any fringe benefits your company gives its employees. For unincorporated businesses, exclude profit or other compensation of proprietors or partners. Exclude full- and part-time employees whose payroll was filed under an employee leasing company's employee identification number (EIN), but for whom you maintain day to day control of their activities (such as hiring/firing decisions, determining base pay rates, and selecting benefits options). Also exclude temporary staffing obtained from a temporary help service.

CONTINUE ON REVERSE

OPERATING EXPENSES (Continued)

Line 2c – COST OF CONTRACT LABOR

Include – Contractual payments made to suppliers for leased employees and temporary help such as office or warehouse workers, provided they are NOT on your payroll but ARE under your firm's supervision.

Exclude – Professional and nonprofessional services of persons supervised by the supplying firm, such as contracted legal, accounting, janitorial, and building maintenance services. These costs should be reported on other expense lines as a "purchased service."

Line 2f – INDUSTRY SPECIFIC MATERIALS, PARTS, AND SUPPLIES, FOR OWN USE

Include – Materials, parts, and supplies purchased in 2002 which are used as part of the service you provide. Examples include protective clothing and coverings, and parts installed in the self-repair of motor vehicle equipment.

Exclude – Non-industry specific materials, parts, and supplies such as office supplies (include these on line 2g). Also exclude purchases of items for resale.

Line 2i – PURCHASED FUELS, except motor

Include – Cost of purchased fuels for heating, power, or generation of electricity.

Exclude – Cost of gasoline and fuel purchased for highway vehicles (include these on line 2j), and any costs which were part of normal lease or rental payments.

Line 2m – PURCHASED REPAIR AND MAINTENANCE SERVICES

Include – All noncapitalized repairs to buildings, structures, offices, machinery, and equipment; for example, truck and other vehicle repairs, painting, and roof repairs. Also, include the cost of repairs to equipment and fixtures that are integral or permanent parts of a building or structure, such as elevators, furnaces, and central air conditioners. Purchased janitorial services and building and grounds maintenance should be included on this line.

Exclude – Repair and maintenance costs included in normal lease or rental payments, improvements for which depreciation accounts are maintained, and repairs and maintenance performed by employees of your company and its subsidiaries.

Line 2u – LEASE AND RENTAL PAYMENTS

Include – Payments to others in 2002 for lease or rental of land, buildings, structures, store space, offices, machinery, and equipment.

Exclude – Payments by your firm to your parent company or organization or any of its subsidiaries for use of assets owned by them; and installment payments for assets obtained through capital lease agreements.

Line 2v – COST OF INSURANCE

Include – Payments made on insurance policies. Examples include property insurance, fire insurance, credit insurance, product liability insurance and vehicle insurance.

Exclude – Insurance costs incurred on behalf of employees and reported on line 2b, fringe benefits, such as workman's compensation insurance, disability insurance, life insurance, and insurance on hospital and medical plans.

Line 2w – TAXES AND LICENSE FEES

Include – Business license fees, liquor and tobacco stamps, business real and personal property taxes (such as taxes on real estate, motor vehicles, machinery, equipment, and inventories), and special assessments paid to government agencies.

Exclude – Income, sales, payroll, excise taxes (other than for liquor and tobacco stamps), and other taxes collected from customers and paid to local, state, or federal government agencies. Also exclude the cost of computer software purchased under licensing agreements, and license fees paid to other than government agencies.

Line 2x – DEPRECIATION AND AMORTIZATION CHARGES

Include – Depreciation charges taken in 2002 against tangible assets owned and used by your firm, tangible assets and improvements owned by your firm within leaseholds, and tangible assets obtained through capital lease agreements. Also include amortization charges against intangible assets (i.e., goodwill, patents, copyrights, etc.).

Exclude – Accumulated depreciation. Do not adjust for the value of depreciable assets sold/traded for replacement purposes.

Line 2y – OTHER OPERATING EXPENSES

Include – Items such as damage not covered by insurance, losses by theft, and bad debt. Also on line 2y, describe and report the amount for the largest type of other operating expenses.

Exclude – Cost of goods sold items, interest on loans, income taxes, and local sales and excise taxes collected from customers.

If records are not available for other operating expenses, report the amount of total operating expenses from your financial statement on line 2z, total operating expenses. Subtract from this amount the total of the right-most column of Item 2, lines a through x, and enter the difference on line 2y.

Line 2z – TOTAL OPERATING EXPENSES

Report the sum of expenses in the right-most column of Item 2, lines a through y.