

Partnership Returns, 1983

By Patrick Piet*

Partnerships showed large overall losses for 1981 and 1982 which were probably attributable to tax shelter activity [1]. Preliminary statistics now available on partnerships for 1983 indicate that, while there is still an overall net loss, the size of the loss has decreased markedly. Major losses continued to occur in real estate and in oil and gas extraction, although the losses reported in oil and gas dropped significantly from 1982.

DATA HIGHLIGHTS

The number of returns filed by active partnerships [2] rose from 1,514,212 for Tax Year 1982 to 1,541,539 for 1983, an increase of 1.8 percent, less than half of the percentage increase from 1981 to 1982. As shown in Figure A, the greatest percentage increases occurred in the following industrial divisions: manufacturing, transportation and public utilities, and services. By contrast, construction and wholesale and retail trade had the only decreases.

Figure A also shows the increase or decrease in net income (or loss) from 1982 to 1983 for each of eight industrial divisions. Overall, net income (less loss) "increased" from an overall net loss for 1982 of \$7.3 billion to a net loss of \$2.6 billion for 1983. Only two divisions showed a decrease: wholesale and retail trade, where the decline was \$61 million; and finance, insurance, and real estate, where the decline was almost \$2 billion.

In mining, profits rose by \$4.7 billion, due mainly to a drop in losses in oil and gas extraction from \$7.7 billion to \$3.5 billion. This decline in losses is due to the item "other deductions," which fell from \$13.4 billion for 1982 to \$9.7 billion for 1983. This drop was almost equal to the reduction in the overall loss for the year.

Although statistics on the components of "other deductions" are not available, a major component of this item for oil and gas partnerships is "intangible drilling costs." These are costs incurred in drilling wells and preparing them for the production of oil and

gas, including the cost of fuel, labor, repairs to equipment, tool rental, and transportation. The law permits these costs to be "expensed" or written off all at once, instead of requiring them to be "capitalized" or spread over a period of years. Because these costs are incurred and deducted before a well reaches the production stage, oil and gas partnerships usually report losses in the first few years of existence, since there is no income from the sale of oil and gas to offset the deductions for intangible drilling costs.

The drop in the item "other deductions" coincides with a drop in well drilling activity, both in terms of the number of wells drilled and in the cost of drilling them. In 1982, 71,652 wells were drilled in the United States, while only 67,536 were drilled in 1983. The total cost of drilling fell from \$39.4 billion in 1982 to \$25.1 billion in 1983, a decrease of \$14.3 billion [3].

Overall, the partnership statistics for 1983 were again dominated by the size of one industrial division: finance, insurance, and real estate. This division accounted for 730,067 partnerships, nearly one-half of the total. Within this division, one industry, operators and lessors of buildings, accounted for 585,481 returns, or 38 percent of all partnerships. In addition, operators and lessors of buildings accounted for over 50 percent of the total assets reported by all partnerships.

Impact of Tax Shelters on Partnership Data

Tax shelter activity has a major impact on the profits reported by partnerships. Tax shelters provide investors with a means of realizing a profit, while minimizing the taxable income they must report on their tax returns. Partnerships are an effective vehicle for accomplishing these goals, through their ability to pool the investment resources of partners for a particular activity, and through their ability to pass through to partners the income (or losses) of the business (partnership income is not taxed directly).

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Figure A.--Number of Partnerships and Net Income Less Loss, by Industrial Division, 1982 and 1983

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

Industrial division	Number of partnerships				Net income less loss		
	1982	1983	Increase or decrease (-)		1982	1983	Increase or decrease (-)
			Number	Percent			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Total	1,514,212	1,541,539	27,327	1.8%	-7,314,587	-2,610,041	4,704,546
Agriculture, forestry, and fishing	132,997	136,603	3,606	2.7	-701,031	-144,846	556,185
Mining	55,766	59,596	3,830	6.9	-8,829,824	-4,109,760	4,720,064
Construction	65,762	63,592	-2,170	-3.3	1,419,497	2,167,975	748,478
Manufacturing	23,190	26,451	3,261	14.1	-815,638	-744,064	71,574
Transportation and public utilities	18,448	20,132	1,684	9.1	-760,761	-703,495	57,266
Wholesale and retail trade	205,142	194,360	-10,782	-5.3	1,600,910	1,539,779	-61,131
Finance, insurance, and real estate	725,622	730,067	4,445	0.6	-11,155,896	-13,105,211	-1,949,315
Services	279,171	306,294	27,123	9.7	11,902,165	12,456,811	534,646

NOTE: Partnerships with nature of business not allocable are not shown separately. However, data on them are included in the appropriate totals.

A tax shelter creates a mismatching of income and deductions in order to create losses, and converts ordinary income (which is fully taxed) into tax-favored income, which is effectively taxed at lower rates [4]. For example, oil and gas partnerships initially produce deductions (and resulting losses) mainly through the use of intangible drilling costs, and only later (if at all) does the production of oil or gas produce income. In addition, once wells become productive, they are often sold by the partnership and the resulting profit receives favorable capital gains treatment.

Two of the most common means by which a tax shelter partnership generates deductions (and thereby losses) are through the use of borrowing, which creates a deduction for interest paid, and through acquisition of property, for which a deduction for accelerated depreciation may be taken. Because real estate is usually acquired by means of a mortgage and buildings are entitled to accelerated depreciation deductions, this industry is particularly suited to generating these deductions. When property is held for more than one year, there is a further tax advantage: any gain on the sale of that property is considered a long-term capital gain and, if the partners are individuals, 60 percent of the gain is excluded from their taxable income.

However, there are several other reasons why real estate tax shelters are attractive to investors. One reason is that real estate

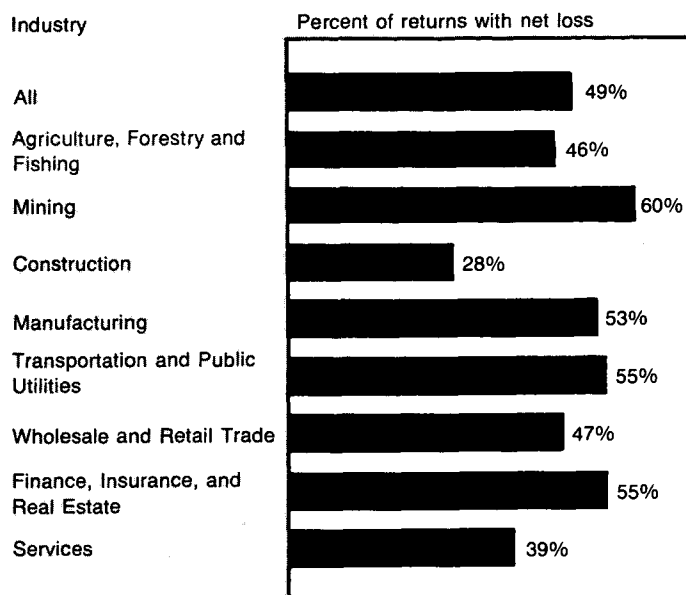
activities are exempt from the "at risk" rules. These rules limit the amount of losses most investors may deduct to the amount the investors have "at risk" in the activity [5]. For partnerships in general, the "at risk" amount is equal to the amount of cash or value of property contributed to the partnership by the partner, plus any amounts borrowed by the partnership for which the partner is personally liable. Exemption of real estate from the "at risk" rules makes it particularly attractive. By agreeing to be held liable for the debts of the partnership beyond the amount at risk, the partner may be entitled to deduct losses far in excess of his or her actual investment in the activity. In fact, losses deducted for the first year of operation can be ten (or more) times the size of investment required to become a partner. However, it should be noted that a high ratio of losses deducted to investment may subject the activity to scrutiny by the Internal Revenue Service (IRS) to determine if it is "economically viable." If it is not, the losses will be disallowed.

The impact of real estate tax shelters in producing losses is clearly shown by the statistics. For 1983, real estate activities produced an overall net loss of \$14.9 billion. Of this, \$13.7 billion was reported by partnerships that were operators or lessors of buildings. Nearly 60 percent of the partnerships in this industry reported a loss, while only 50 percent of the total number of all partnerships realized losses. At the industrial division level, as indicated in

Figure B, the mining division had the largest percentage of returns with a net loss, 60 percent.

Figure B

Percent of returns with net loss, by industrial division, 1983



SUMMARY

As was the case for 1981 and 1982, partnerships reported an overall net loss for 1983. However, in contrast to the two previous years, overall losses declined from \$7.3 billion for 1982 to \$2.6 billion for 1983. The dominant industry in the statistics is operators and lessors of buildings, which accounted for almost 40 percent of the total number of partnerships and more than 50 percent of the assets reported by all partnerships.

DATA SOURCES AND LIMITATIONS

Sample Selection

The statistics for Tax Year 1983 were estimated from a probability sample stratified by combinations of receipts, total assets, net income (or loss) and industry. Approximately 29,000 returns were selected from a total population of about 1.6 million returns filed during Calendar Year 1984. All partnerships engaging in business or having income from sources within the United States were required to file Form 1065, Partnership Return of Income, to report the income or loss,

deductions, credits, and other tax-related items generated by the partnership. Duplicate returns were excluded from the sampling procedure. Strata sample rates ranged from 0.1 percent to 100 percent.

Changes in Processing

A major change in processing occurred in the manner in which duplicate returns were handled for 1983. Duplicates are identified primarily by using the Employer Identification Number (EIN) assigned to each partnership. Returns with duplicate EIN's which report identical data for the same partnership are not included in the sample to avoid overstating the partnership statistics. However, some partnerships file more than one return, using the same EIN for each of their activities. For example, multiple returns are sometimes filed to report the sale of each of several issues of securities. In past years, this type of duplicate return was included in the sample. Due to an oversight in the sampling procedure, such returns were excluded for 1983. This omission resulted in some understatement of the overall partnership financial data, which, on the whole, appears to be small; however, the understatement could be significant in the security and commodity brokers, dealers, and services industry and, therefore, these data should be used with special caution.

Limitations of the Data

Because the data presented in this article are based on a sample of returns, they are subject to sampling error. To insure proper use of the estimates, the magnitude of the sampling error should be known.

The following table presents approximate coefficients of variation (CV's) for frequency estimates. The approximate CV's shown here are intended only as a general indication of the reliability of the data and are not applicable to money amounts. For numbers of partnerships other than those shown, the corresponding CV's can be estimated by interpolation.

Estimated Number of Returns	Approximated Coefficient of Variation
4,000	0.50
8,000	0.35
25,000	0.20
98,000	0.10
390,000	0.05
1,100,000	0.03

The reliability of estimates based on samples and the use of CV's for evaluating the precision of sample estimates are discussed in the Appendix.

NOTES AND REFERENCES

- [1] Piet, Patrick, "Partnership Returns for 1981 Reflect Tax Shelter Activity," Statistics of Income Bulletin, Winter 1983-84, p. 29, and Piet, Patrick, "Partnership Returns, 1982," Statistics of Income Bulletin, Summer 1984, p. 85.
- [2] The statistics include data only for active partnerships, which are defined as those which reported any items of income or deductions. Thus, a partnership reporting assets but no income and deductions is not included.
- [3] American Petroleum Institute, Joint Association Survey on Drilling Costs, 1983.
- [4] For more detailed information on tax shelters, see, for example, Skiba, Jonathan W. and Sullivan, Joseph P., The Tax Shelter Answer Book, Panel Publishers, Inc., Greenvale, NY, 1984.
- [5] The "at risk" rules are detailed, for example, in the following works: Skiba and Sullivan, op. cit., pp. 71-77, and Willis, Arthur B., Rennell, John S., and Postlewaite, Philip F., Partnership Taxation, McGraw-Hill Book Company, New York, 1983.

Table 1.—Total Assets and Income Statement for Selected Industries

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

Item	All industries	Agriculture, forestry, and fishing								
		Total	Farms						Hogs, sheep, and goats	Dairy farms
			Total	Field crop	Vegetable and melon	Fruit and tree nut	Beef cattle feedlots	Beef cattle except feedlots		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	
Partnerships With and Without Net Income										
Number of partnerships	1,541,539	136,603	110,965	48,097	2,214	12,091	2,414	18,852	3,593	15,863
Number of partners	10,589,338	466,132	365,895	170,174	7,005	56,978	8,103	50,267	12,304	39,309
Total assets	886,992,767	24,716,741	20,656,370	7,434,139	393,629	4,229,641	575,308	3,446,581	409,210	2,258,234
Total receipts	291,318,703	8,627,059	5,267,701	2,202,973	315,215	448,664	335,212	627,640	63,659	509,683
Business receipts	243,248,370	5,948,575	2,729,130	821,676	224,638	223,664	244,129	400,244	37,295	188,590
Income from other partnerships and fiduciaries	3,551,280	37,823	37,763	2,391	435	25,505	5,468	2,003	—	539
Nonqualifying interest and dividends	15,006,055	288,592	259,113	90,516	2,523	66,580	4,464	64,297	935	12,911
Rents received	16,435,507	283,428	269,546	203,358	2,333	16,115	3,595	18,406	12,168	6,585
Royalties	974,573	88,021	85,958	42,221	1,329	352	120	26,600	2,689	10,618
Farm net profit	1,696,998	1,618,989	1,605,056	936,960	80,913	98,315	73,912	49,742	6,753	256,492
Net gain, noncapital assets	1,704,228	220,696	195,225	59,755	956	13,500	1,777	56,853	1,023	30,495
Other receipts	8,701,692	140,936	85,911	46,095	2,088	14,634	1,748	9,495	1,796	3,453
Total deductions	293,928,744	8,771,905	5,370,918	1,532,518	304,885	711,998	382,509	971,945	96,302	534,251
Cost of sales and operations	125,330,745	3,433,892	1,805,843	490,101	189,663	121,055	172,163	319,087	23,354	112,030
Salaries and wages	24,733,780	3,169,919	1,346,652	59,638	4,277	10,368	9,326	7,497	786	15,864
Less: jobs credit	13,480	795	16	6	9	—	—	—	—	—
Guaranteed payments to partners	5,838,956	307,763	237,397	100,863	6,506	17,555	5,383	29,759	197	59,574
Rent paid	6,224,359	78,850	66,486	16,645	3,851	4,858	516	1,855	19	4,739
Interest paid	22,364,264	356,011	193,419	65,267	15,214	23,504	5,038	42,554	3,399	9,497
Taxes paid	5,909,545	89,055	51,031	22,349	1,276	5,883	855	12,236	545	1,881
Bad debts	635,769	7,840	5,236	2,034	99	—	—	2,477	—	400
Repairs	1,993,665	145,576	45,477	24,404	678	4,016	1,049	4,665	254	4,873
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	375,404	5,428	409	6	340	—	—	10	—	52
Pension, profit sharing, annuity and bond purchase plans	452,471	5,077	3,371	2,475	—	147	—	335	—	159
Employee benefit programs	600,203	4,612	3,132	2,525	—	88	29	130	—	—
Net loss from other partnerships and fiduciaries	9,224,949	131,763	98,737	9,925	2,171	19,487	55	62,765	83	73
Rent net loss	19,553,817	51,022	47,125	4,507	—	842	—	40,001	603	732
Royalty net loss	117,687	49,758	31,130	22,478	—	1,940	6,699	—	—	—
Farm net loss	2,211,782	2,052,365	1,896,440	496,358	47,415	400,015	133,262	355,009	51,390	259,395
Net loss, noncapital assets	217,888	25,392	20,819	2,706	—	547	—	3,008	—	14,449
Other deductions	52,355,781	1,309,080	594,928	153,754	32,003	78,332	34,473	70,777	14,629	38,408
Net income (less deficit)	-2,610,041	-144,846	-103,217	670,455	10,329	-263,334	-47,296	-344,305	-32,643	-24,569
Net income	60,308,114	2,626,310	2,197,391	1,263,696	90,068	200,125	89,994	121,943	21,723	254,093
Deficit	62,918,155	2,771,156	2,300,607	593,241	79,739	463,459	137,290	466,247	54,366	278,661
Partnerships With Net Income										
Number of partnerships	783,968	73,448	61,686	34,933	1,181	5,697	875	6,262	679	8,293
Number of partners	5,397,282	239,751	199,393	116,267	4,406	23,323	2,974	19,045	4,513	18,866
Total assets	332,925,502	9,490,140	8,321,284	3,797,385	180,066	1,625,448	210,130	1,033,231	94,851	910,463
Total receipts	213,141,178	6,056,935	3,782,519	1,823,006	138,175	332,452	296,048	378,055	37,805	379,565
Business receipts	175,736,516	3,698,753	1,485,987	494,635	50,200	125,283	161,765	135,862	14,711	100,261
Income from other partnerships and fiduciaries	3,413,707	34,742	34,742	1,921	109	25,253	5,430	1,908	—	116
Nonqualifying interest and dividends	10,224,845	212,063	198,902	78,149	1,848	57,429	3,625	41,465	476	7,749
Rents received	13,318,631	243,297	236,827	191,615	1,178	12,181	118	11,596	13,168	4,614
Royalties	908,458	78,161	78,045	42,033	1,329	352	120	22,040	2,689	9,483
Farm net profit	1,664,617	1,595,077	1,581,472	933,758	80,835	87,803	73,912	46,612	6,753	243,171
Net gain, noncapital assets	1,262,007	115,128	110,216	52,480	955	11,234	310	30,906	—	13,049
Other receipts	6,612,397	79,714	56,228	28,415	1,927	12,917	1,654	5,659	8	1,122
Total deductions	152,833,064	3,430,625	1,585,128	559,310	48,107	132,327	156,939	174,105	16,082	125,473
Cost of sales and operations	81,896,369	1,963,318	922,759	273,385	38,895	53,526	94,571	109,198	13,972	67,413
Salaries and wages	18,623,089	171,265	60,455	25,327	883	2,626	9,032	1,439	64	6,870
Less: jobs credit	9,454	9	9	9	—	—	—	—	—	—
Guaranteed payments to partners	3,358,861	136,791	111,811	71,757	432	4,778	3,820	10,958	—	14,796
Rent paid	4,244,104	34,375	13,427	7,680	48	2,899	257	315	—	169
Interest paid	7,073,828	99,529	49,286	19,019	404	6,016	3,779	11,191	520	2,995
Taxes paid	3,704,106	55,411	34,125	16,650	460	2,300	814	10,487	184	255
Bad debts	281,371	1,558	954	2	21	—	—	801	—	31
Repairs	1,161,342	98,711	20,699	12,546	115	1,610	948	680	41	3,032
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	254,894	52	52	—	—	—	—	—	—	52
Pension, profit sharing, annuity and bond purchase plans	390,860	2,206	533	449	—	—	—	—	—	—
Employee benefit programs	399,578	1,410	259	61	—	15	11	—	—	—
Net loss from other partnerships and fiduciaries	324,388	6,535	6,453	526	—	5,729	55	60	83	—
Rent net loss	563,138	6,330	3,688	2,112	—	228	—	382	—	527
Royalty net loss	1,942	—	—	—	—	—	—	—	—	—
Farm net loss	93,181	72,219	66,823	28,701	1,146	7,798	7,917	10,564	179	10,107
Net loss, noncapital assets	51,708	6,571	6,508	762	—	53	—	66	—	5,627
Other deductions	24,532,584	645,969	237,004	72,042	5,426	39,174	30,354	16,630	666	9,139
Net income	60,308,114	2,626,310	2,197,391	1,263,696	90,068	200,125	89,994	121,943	21,723	254,093

Footnotes at end of table.

Partnership Returns/1983

Table 1.—Total Assets and Income Statement for Selected Industries—Continued

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

Item	Agriculture, forestry, and fishing—Continued			Mining			Construction			Manufacturing
	Farms—Continued		Agricultural services, forestry and fishing	Total	Oil and gas extraction	Other mining	Total	General contractors	Special trade contractors	
	Poultry and eggs	General livestock including animal specialty								
(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	
Partnerships With and Without Net Income										
Number of partnerships	695	5,301	25,638	59,596	56,172	3,423	63,592	26,724	35,883	26,451
Number of partners	2,067	14,916	100,237	2,083,107	1,987,935	95,172	148,768	65,915	79,899	90,752
Total assets	476,235	1,000,368	4,060,371	49,774,638	41,066,991	8,707,647	14,964,933	13,072,366	1,888,200	13,966,358
Total receipts	330,378	264,124	3,359,358	19,476,693	15,502,533	3,974,160	22,926,133	16,857,913	6,062,758	14,546,760
Business receipts	306,055	173,239	3,219,445	17,077,101	13,225,667	3,851,434	21,623,001	15,612,999	6,004,577	14,178,622
Income from other partnerships and fiduciaries	—	1,421	60	498,145	491,539	6,606	141,264	138,668	2,596	3,301
Nonqualifying interest and dividends	145	15,143	29,479	369,066	343,613	25,453	362,197	344,294	17,903	98,449
Rents received	2,694	2,260	13,883	37,732	35,387	2,344	77,834	58,972	18,863	27,232
Royalties	—	1,910	2,063	305,015	291,768	13,247	5,410	5,402	8	47,089
Farm net profit	20,665	33,722	13,933	188	76	112	6,440	383	6,057	239
Net gain, noncapital assets	195	30,656	25,471	109,659	107,812	1,847	23,313	22,082	1,231	26,168
Other receipts	624	5,771	55,025	1,079,788	1,006,670	73,117	686,674	675,113	11,524	165,650
Total deductions	326,584	348,203	3,400,987	23,586,453	19,048,392	4,538,061	20,758,159	15,137,049	5,367,212	15,290,814
Cost of sales and operations	194,107	142,215	1,628,049	5,790,544	3,438,516	2,352,028	16,454,123	12,836,351	3,613,053	11,168,429
Salaries and wages	7,696	2,938	182,266	446,215	338,728	107,487	835,676	398,157	437,279	610,800
Less: jobs credit	—	2	779	3	3	—	312	212	99	752
Guaranteed payments to partners	1,435	9,115	70,365	272,678	260,968	11,711	286,144	137,467	148,677	107,781
Rent paid	1,175	1,542	42,364	323,154	278,612	44,542	172,311	103,816	68,417	158,940
Interest paid	9,828	12,761	162,593	1,347,854	1,079,898	267,956	434,914	357,884	77,022	400,236
Taxes paid	1,197	1,332	38,025	737,806	595,306	142,500	158,995	89,788	69,207	152,667
Bad debts	113	11	2,604	32,201	31,282	919	8,689	4,380	4,275	18,106
Repairs	3,425	614	100,099	118,450	57,544	60,907	94,876	50,734	44,142	96,088
Depreciation	—	—	5,019	316,176	94,764	221,412	630	561	70	37,507
Depletion	—	—	—	—	—	—	—	—	—	—
Pension, profit sharing, annuity and bond purchase plans	58	—	1,706	28,345	7,713	20,633	3,814	2,655	1,159	39,412
Employee benefit programs	240	118	1,480	28,951	4,745	24,205	19,810	17,423	2,388	37,756
Net loss from other partnerships and fiduciaries	—	4,179	33,026	1,027,884	1,000,616	27,268	35,310	34,712	598	30,005
Rent net loss	4	—	3,897	24,427	23,190	1,237	81,105	80,117	988	5,454
Royalty net loss	—	14	18,627	13,241	13,120	120	—	—	—	22
Farm net loss	19,182	130,731	155,925	6,167	5,849	317	—	—	105	3,211
Net loss, noncapital assets	29	79	4,573	66,375	52,027	14,347	1,409	1,304	—	2,100
Other deductions	76,532	32,834	714,152	10,477,390	9,662,389	815,001	1,759,828	844,257	666,788	1,698,446
Net income (less deficit)	3,794	-84,079	-41,630	-4,109,760	-3,545,859	-563,901	2,167,975	1,720,864	695,546	-744,064
Net income	38,824	47,332	428,919	6,369,288	5,916,683	452,606	3,087,370	2,225,075	862,094	889,880
Deficit	35,030	131,410	470,549	10,479,049	9,462,542	1,016,507	919,395	504,211	166,549	1,633,943
Partnerships With Net Income										
Number of partnerships	332	2,143	11,782	24,061	23,127	934	45,716	16,487	29,247	12,475
Number of partners	1,004	5,265	41,357	1,242,223	1,219,602	22,621	102,416	37,852	64,559	36,150
Total assets	182,558	205,751	1,168,857	20,976,265	17,946,031	3,030,234	9,563,604	8,244,602	1,316,753	4,161,579
Total receipts	215,164	171,625	2,274,416	15,499,109	12,411,135	3,087,973	18,807,818	13,758,294	5,044,062	8,327,351
Business receipts	192,512	126,047	2,212,766	13,507,630	10,504,245	3,003,385	17,609,994	12,604,218	5,000,352	8,168,097
Income from other partnerships and fiduciaries	—	7	—	479,397	475,529	3,868	140,714	138,118	2,596	2,592
Nonqualifying interest and dividends	114	7,285	13,162	189,066	175,493	13,574	315,769	304,071	11,698	53,867
Rents received	1,725	607	6,370	17,767	17,125	643	50,206	31,987	18,219	13,942
Royalties	—	—	116	297,370	289,532	7,838	5,389	5,380	8	15,268
Farm net profit	20,665	32,144	13,605	67	67	—	368	—	—	103
Net gain, noncapital assets	114	1,169	4,911	94,384	93,427	957	16,618	15,510	1,108	20,117
Other receipts	34	4,368	23,486	913,427	855,717	57,710	668,760	658,643	10,080	53,373
Total deductions	176,340	124,293	1,845,497	9,129,821	6,494,453	2,635,368	15,720,448	11,533,219	4,181,968	7,437,471
Cost of sales and operations	124,775	115,816	1,040,559	4,088,154	2,424,840	1,663,314	13,106,409	10,004,617	3,097,074	5,605,217
Salaries and wages	2,491	540	110,810	172,485	110,671	61,815	611,766	338,090	273,437	456,430
Less: jobs credit	—	—	—	—	—	—	303	204	99	542
Guaranteed payments to partners	1,249	21	24,979	85,016	79,013	6,003	139,441	87,820	51,621	63,490
Rent paid	880	45	20,948	112,275	92,287	19,988	134,562	84,500	49,983	77,852
Interest paid	1,598	2,982	50,233	463,770	388,970	74,800	197,448	163,125	34,314	107,220
Taxes paid	485	137	21,285	496,650	398,047	98,603	105,871	55,991	49,881	95,754
Bad debts	—	—	604	18,108	17,482	627	5,820	2,898	2,897	11,224
Repairs	1,041	216	78,012	60,966	20,161	40,805	57,949	27,836	30,112	67,735
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	—	—	—	237,428	33,207	204,221	575	505	70	3,332
Pension, profit sharing, annuity and bond purchase plans	58	—	1,673	19,184	4,031	15,153	2,803	1,829	974	32,186
Employee benefit programs	172	—	1,151	15,190	1,696	13,494	6,863	5,141	1,722	19,833
Net loss from other partnerships and fiduciaries	—	—	82	56,903	56,902	1	4,574	4,569	6	383
Rent net loss	4	—	2,643	5,304	4,560	744	41,556	40,569	987	1,200
Royalty net loss	—	—	—	1,905	1,905	—	—	—	—	—
Farm net loss	—	410	5,397	3,254	2,937	317	—	—	—	2,769
Net loss, noncapital assets	—	—	63	10,572	7,248	3,324	285	282	3	560
Other deductions	41,174	3,639	408,965	2,301,163	2,031,595	269,568	1,085,010	611,045	473,817	686,953
Net income	38,824	47,332	428,919	6,369,288	5,916,683	452,606	3,087,370	2,225,075	862,094	889,880

Footnotes at end of table.

Table 1.—Total Assets and Income Statement for Selected Industries—Continued

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

Item	Transportation, communication, electric, gas and sanitary services			Wholesale and retail trade						
	Total	Transportation	Communi- cation, electric, gas and sanitary services	Total	Wholesale trade	Retail trade				
						Total	Building materials, hardware, garden supply and mobile home dealers	General merchan- dise stores	Food stores	Automotive dealers and service stations
(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	Total (30)	
Partnerships With and Without Net Income										
Number of partnerships	20,132	13,097	7,036	194,360	24,115	170,241	10,737	4,823	20,213	18,866
Number of partners	103,035	41,875	61,360	478,893	67,192	411,693	28,359	10,760	44,041	43,389
Total assets	19,809,053	6,131,293	13,677,780	19,803,842	6,643,600	13,154,968	1,205,079	598,826	1,172,117	2,306,106
Total receipts	7,490,312	5,044,273	2,446,040	60,679,282	17,450,196	43,212,858	2,501,854	1,194,291	7,220,957	12,089,090
Business receipts	7,154,727	4,895,213	2,259,514	59,879,912	17,224,243	42,639,667	2,453,203	1,154,339	7,167,664	11,984,812
Income from other partnerships and fiduciaries	9,492	8,927	565	29,163	9,071	20,092	632	472	36	17,002
Nonqualifying interest and dividends	105,139	34,473	70,666	170,367	70,537	99,693	16,941	9,013	7,145	15,901
Rents received	50,163	44,398	5,765	75,056	17,958	57,014	2,949	1,035	9,467	11,394
Royalties	391	305	86	2,148	2,132	16	—	—	8	5
Farm net profit	—	—	—	21,272	18,795	2,477	2,464	—	—	3
Net gain, noncapital assets	14,112	10,473	3,640	81,988	4,932	77,054	3,385	675	1,021	7,791
Other receipts	156,288	50,484	105,804	419,374	102,528	316,846	22,279	28,757	35,615	52,183
Total deductions	8,193,807	4,727,644	3,466,163	59,139,503	17,141,270	41,982,349	2,468,549	1,299,960	6,920,819	11,823,194
Cost of sales and operations	3,144,352	2,407,308	737,043	44,674,623	14,404,961	30,254,800	1,775,621	924,511	5,596,528	10,345,158
Salaries and wages	467,018	237,861	229,157	4,031,416	602,713	3,428,487	188,648	84,697	432,580	406,539
Less: jobs credit	28	1	27	3,679	138	3,541	19	2	757	253
Guaranteed payments to partners	113,738	40,068	73,670	739,060	169,854	569,206	49,302	23,059	42,696	129,422
Rent paid	89,309	42,508	46,801	1,371,337	121,000	1,250,315	42,474	31,180	135,579	134,998
Interest paid	769,199	352,989	416,211	806,805	316,883	489,922	58,673	21,096	49,419	81,984
Taxes paid	145,928	69,247	76,680	918,071	110,800	807,227	40,433	19,046	88,241	102,680
Bad debts	40,276	3,043	37,233	107,085	39,528	67,556	5,736	2,540	5,421	10,336
Repairs	122,032	84,860	37,171	268,097	55,224	212,859	11,854	3,402	31,782	29,004
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	3,819	3,415	404	4,135	3,722	413	—	—	30	—
Pension, profit sharing, annuity and bond purchase plans	10,201	7,514	2,687	25,657	14,158	11,500	940	757	1,877	2,069
Employee benefit programs	19,301	10,284	9,017	64,915	17,067	47,848	2,831	1,095	7,117	11,051
Net loss from other partnerships and fiduciaries	75,207	25,167	50,040	3,509	1,775	1,734	13	—	195	906
Rent net loss	89,237	87,752	1,486	37,561	2,555	35,006	8,196	2,413	1,648	1,640
Royalty net loss	—	—	—	451	451	—	—	—	—	—
Farm net loss	7,445	7,445	—	38,744	18,896	19,848	15,615	716	1,313	1,631
Net loss, noncapital assets	3,483	2,400	1,084	10,645	208	10,437	41	—	127	167
Other deductions	1,942,169	789,845	1,152,324	5,115,907	1,047,933	4,067,339	222,400	159,554	430,331	480,639
Net Income (less deficit)	-703,495	316,629	-1,020,124	1,539,779	308,927	1,230,509	33,305	-105,669	300,137	265,897
Net income	1,127,983	823,429	304,554	3,012,099	696,846	2,314,909	140,091	47,039	360,560	356,921
Deficit	1,831,478	506,800	1,324,678	1,472,320	387,919	1,084,400	106,786	152,708	60,422	91,024
Partnerships With Net Income										
Number of partnerships	9,011	6,411	2,601	102,299	15,541	86,754	3,392	761	13,811	13,766
Number of partners	24,088	16,191	7,898	246,156	39,332	206,816	8,073	2,311	29,164	32,062
Total assets	3,822,297	1,856,649	1,965,647	11,864,977	3,845,270	8,014,432	694,139	237,375	866,715	1,582,470
Total receipts	5,104,422	3,929,556	1,174,866	44,100,779	12,793,938	31,290,614	1,830,611	699,536	5,928,297	8,202,949
Business receipts	4,911,106	3,839,454	1,071,652	43,477,859	12,616,652	30,845,205	1,799,556	686,947	5,889,774	8,126,607
Income from other partnerships and fiduciaries	2,859	2,294	565	26,003	6,222	19,781	632	472	35	16,956
Nonqualifying interest and dividends	51,721	15,048	36,673	134,519	56,709	77,673	9,464	6,214	5,228	12,124
Rents received	38,523	34,968	3,555	58,695	12,974	45,634	2,121	630	8,445	10,143
Royalties	306	305	1	2,135	2,120	16	—	—	8	5
Farm net profit	—	—	—	21,269	18,795	2,474	2,464	—	—	3
Net gain, noncapital assets	5,514	2,708	2,806	69,978	3,493	66,483	319	365	311	6,240
Other receipts	94,393	34,780	59,613	310,320	76,972	233,348	16,053	4,909	24,494	30,870
Total deductions	3,976,439	3,106,127	870,311	41,088,681	12,097,092	28,975,704	1,690,520	652,497	5,567,737	7,846,028
Cost of sales and operations	2,351,735	2,071,487	280,248	31,820,727	10,290,343	21,515,522	1,295,957	508,336	4,586,350	6,764,938
Salaries and wages	209,590	139,640	69,950	2,864,162	457,547	2,406,400	118,969	54,146	324,871	317,877
Less: jobs credit	—	—	—	2,533	111	2,422	19	2	740	253
Guaranteed payments to partners	26,070	18,247	7,823	414,826	86,527	328,299	41,374	10,655	32,343	87,583
Rent paid	37,166	24,111	13,055	871,244	80,328	790,894	14,693	14,512	110,824	95,801
Interest paid	137,836	79,195	58,641	388,708	149,314	239,394	24,355	4,539	25,498	51,615
Taxes paid	57,198	38,055	19,143	656,964	85,294	571,625	28,146	7,757	65,858	81,572
Bad debts	5,571	2,133	3,439	73,336	17,502	55,834	4,961	916	4,954	8,118
Repairs	79,224	57,156	22,068	188,029	42,216	145,800	8,081	2,065	23,092	19,812
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	3,415	3,415	—	4,135	3,722	413	—	—	30	—
Pension, profit sharing, annuity and bond purchase plans	7,390	6,899	491	21,708	11,707	10,001	888	757	1,706	1,040
Employee benefit programs	6,136	2,263	3,873	51,812	11,403	40,409	2,509	938	5,601	9,500
Net loss from other partnerships and fiduciaries	600	12	588	2,695	1,540	1,155	13	—	127	897
Rent net loss	1,258	1,258	—	2,406	300	2,106	10	—	150	136
Royalty net loss	—	—	—	—	—	—	—	—	—	—
Farm net loss	7,445	7,445	—	3,748	999	2,749	—	456	581	1,138
Net loss, noncapital assets	467	38	430	631	140	491	24	—	127	153
Other deductions	737,823	475,984	261,839	3,242,391	753,242	2,488,515	130,973	41,502	323,565	343,476
Net Income	1,127,983	823,429	304,554	3,012,099	696,846	2,314,909	140,091	47,039	360,560	356,921

Footnotes at end of table.

Partnership Returns/1983

Table 1.—Total Assets and Income Statement for Selected Industries—Continued

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

Item	Wholesale and retail trade—Continued							Finance, insurance, and real estate		
	Retail trade—Continued							Total	Finance	
	Automotive dealers and service stations—Continued		Apparel and accessory stores	Furniture and home furnishings stores	Eating places	Drinking places	Liquor stores		Total	Banking and credit agencies other than banks
	Motor vehicle dealers	Gasoline service stations								
(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	
Partnerships With and Without Net Income										
Number of partnerships	3,120	9,281	16,225	7,807	33,080	5,615	3,807	730,067	135,815	2,160
Number of partners	7,176	20,980	39,170	18,588	94,556	13,085	8,766	5,926,901	1,572,901	27,124
Total assets	577,971	1,002,798	1,658,331	753,229	2,847,584	130,247	403,538	670,225,185	200,848,462	3,388,963
Total receipts	2,827,209	7,603,899	3,276,658	1,462,273	7,481,646	329,418	1,248,521	76,764,190	32,405,016	683,459
Business receipts	2,581,889	7,560,812	3,186,589	1,420,333	7,390,186	323,686	1,242,983	41,685,545	19,181,944	391,198
Income from other partnerships and fiduciaries	14,205	724	31	177	671	—	—	2,646,319	1,804,692	9,677
Nonqualifying interest and dividends	4,589	8,147	7,195	12,364	16,514	15	405	12,850,368	8,413,570	204,517
Rents received	2,513	4,008	2,519	4,119	17,462	285	1,771	13,967,883	205,142	3,528
Royalties	—	—	—	—	—	—	—	412,147	251,693	—
Farm net profit	—	3	—	—	3	—	—	45,521	2,064	—
Net gain, noncapital assets	426	6,857	239	139	27,762	—	67	1,006,500	82,670	120
Other receipts	23,587	23,347	80,085	25,142	29,047	5,432	3,295	4,169,907	2,463,241	74,418
Total deductions	2,555,051	7,495,982	3,176,103	1,337,754	7,198,376	334,731	1,203,283	89,889,401	30,646,153	523,397
Cost of sales and operations	2,268,679	6,834,912	2,060,560	899,673	3,388,367	129,849	964,844	26,352,756	13,707,899	232,029
Salaries and wages	87,362	159,959	372,446	116,337	1,254,867	43,470	53,950	2,869,340	1,615,061	59,835
Less: jobs credit	154	2	—	55	2,039	—	—	498	230	—
Guaranteed payments to partners	13,877	56,115	61,908	25,624	73,358	14,451	14,949	1,324,310	549,002	7,442
Rent paid	15,469	69,270	162,832	34,564	445,447	21,591	23,551	571,690	172,767	9,840
Interest paid	22,137	39,648	18,799	18,171	127,501	6,852	18,744	14,611,942	6,668,871	113,849
Taxes paid	16,442	64,769	130,970	24,829	246,588	25,651	20,201	1,654,042	314,334	2,910
Bad debts	2,469	4,143	10,904	10,926	7,056	345	658	162,288	73,035	7,309
Repairs	6,887	14,232	12,907	4,934	83,435	3,141	6,121	427,144	45,536	1,008
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	—	—	—	—	344	—	—	4,095	363	25
Pension, profit sharing, annuity and bond purchase plans	605	1,002	435	1,334	952	—	41	74,517	59,672	1,590
Employee benefit programs	4,356	1,530	7,821	794	8,638	—	1,051	75,445	42,873	2,509
Net loss from other partnerships and fiduciaries	827	20	10	2	99	—	—	7,360,470	2,454,720	4,282
Rent net loss	80	1,512	13,366	511	2,424	899	709	18,123,744	416,114	187
Royalty net loss	—	—	—	—	—	—	—	9,034	2	—
Farm net loss	—	1,481	—	44	502	—	—	91,892	38,814	437
Net loss, noncapital assets	10	47	24	58	9,797	—	—	73,025	8,220	—
Other deductions	105,188	199,154	272,672	183,038	1,312,243	73,836	74,265	11,713,822	3,743,870	72,938
Net income (less deficit)	72,158	107,936	100,556	124,519	283,270	-5,313	45,238	-13,105,211	1,758,864	160,062
Net income	89,294	163,707	231,344	140,453	552,982	16,482	65,440	22,541,564	7,524,364	172,125
Deficit	17,137	55,771	130,788	15,934	269,712	21,795	20,201	35,646,775	5,765,500	12,063
Partnerships With Net Income										
Number of partnerships	1,788	6,987	7,583	3,860	17,672	1,298	2,332	327,174	75,248	985
Number of partners	4,308	16,138	18,667	8,518	50,441	3,202	5,325	2,814,486	1,076,869	23,455
Total assets	497,709	553,160	1,048,449	549,277	1,505,682	32,764	247,886	242,484,276	84,262,432	2,466,580
Total receipts	2,175,912	4,496,500	2,406,473	1,186,621	5,372,059	100,485	985,855	50,688,159	20,304,941	627,957
Business receipts	2,135,881	4,474,952	2,318,104	1,150,597	5,292,960	95,358	980,960	23,727,754	10,441,053	373,544
Income from other partnerships and fiduciaries	14,205	678	31	177	671	—	—	2,568,358	1,752,203	7,842
Nonqualifying interest and dividends	3,915	5,369	6,223	11,151	14,487	10	301	8,740,130	5,699,169	170,798
Rents received	1,821	3,550	2,346	1,110	14,330	—	1,526	11,441,463	129,501	2,093
Royalties	—	—	—	—	—	—	—	395,930	241,060	—
Farm net profit	—	3	—	—	—	—	—	43,452	787	—
Net gain, noncapital assets	394	5,857	172	132	27,688	—	43	751,609	47,524	120
Other receipts	19,696	6,291	79,596	23,454	21,923	5,117	3,024	3,019,463	1,993,645	73,560
Total deductions	2,086,618	4,332,793	2,175,128	1,046,168	4,819,076	84,003	920,415	28,146,595	12,780,578	455,832
Cost of sales and operations	1,862,932	3,873,380	1,445,766	708,349	2,404,968	18,621	761,962	14,007,362	6,857,884	221,595
Salaries and wages	74,912	115,500	284,033	95,315	830,933	6,149	40,178	1,543,351	912,474	57,107
Less: jobs credit	154	2	—	55	939	—	—	151	2	—
Guaranteed payments to partners	11,156	46,092	23,242	20,264	48,808	—	10,670	601,131	351,548	6,719
Rent paid	12,737	47,326	92,246	25,578	283,421	10,971	15,779	260,926	81,430	9,254
Interest paid	16,982	18,747	11,307	11,512	60,691	2,428	8,515	4,579,838	2,717,283	77,785
Taxes paid	13,154	50,867	100,517	20,671	173,395	10,720	16,194	712,417	148,915	2,408
Bad debts	1,880	3,172	9,216	8,695	8,345	—	518	52,585	13,735	6,606
Repairs	4,548	9,948	9,802	4,230	53,729	957	4,491	148,204	21,876	834
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	—	—	—	—	344	—	—	2,382	296	25
Pension, profit sharing, annuity and bond purchase plans	418	159	435	1,334	752	—	41	57,503	48,868	1,575
Employee benefit programs	3,837	1,232	7,698	742	5,438	—	1,040	33,459	18,283	2,295
Net loss from other partnerships and fiduciaries	827	11	10	2	99	—	—	203,540	65,961	2,641
Rent net loss	80	56	347	43	535	—	709	464,300	21,561	137
Royalty net loss	—	—	—	—	—	—	—	34	—	—
Farm net loss	—	1,138	—	44	502	—	—	2,922	1,038	437
Net loss, noncapital assets	10	45	24	57	1	—	—	26,694	7,379	—
Other deductions	74,668	127,935	173,462	137,604	838,496	32,034	46,265	4,108,481	1,132,434	60,498
Net income	89,294	163,707	231,344	140,453	552,982	16,482	65,440	22,541,564	7,524,364	172,125

Footnotes at end of table.

Table 1.—Total Assets and Income Statement for Selected Industries—Continued

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

Item	Finance, insurance, and real estate—Continued							Services		
	Finance—Continued		Insurance agents, brokers, and services	Real estate			Total	Hotels and other lodging places	Personal services	
	Security and commodity brokers and services	Holding and investment companies		Total	Operators and lessors of buildings	Lessors, other than buildings				Real estate agents, brokers, and managers
(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)	(50)	
Partnerships With and Without Net Income										
Number of partnerships	7,108	126,547	8,770	585,481	491,701	32,218	17,027	306,294	18,196	31,165
Number of partners	64,736	1,481,041	26,229	4,327,771	3,642,974	245,388	116,889	1,274,934	123,373	79,574
Total assets	97,198,347	100,261,252	3,486,147	465,890,575	392,667,620	10,992,477	6,787,786	73,186,378	26,161,266	1,116,379
Total receipts	20,473,574	11,247,984	3,023,935	41,355,239	25,016,782	1,002,954	1,857,089	80,095,561	11,843,866	2,037,946
Business receipts	14,621,566	4,169,180	2,744,085	19,759,516	6,304,358	250,493	1,458,339	75,069,096	10,892,920	2,010,864
Income from other partnerships and fiduciaries	484,049	1,310,966	437	841,191	615,380	53,177	79,288	185,558	16,027	—
Nonqualifying interest and dividends	3,484,363	4,724,689	101,242	4,335,556	3,377,209	107,748	129,723	755,839	154,148	6,435
Rents received	1,837	199,777	6,252	13,756,490	12,957,975	447,056	69,016	1,908,707	455,806	2,240
Royalties	52,404	199,289	73	160,381	108,649	49,870	53	67,189	78	142
Farm net profit	543	1,522	27	43,430	4,533	35,352	—	4,339	—	—
Net gain, noncapital assets	11,535	71,014	1,020	922,810	727,857	37,229	12,212	221,765	35,857	188
Other receipts	1,817,277	571,547	170,800	1,535,866	920,822	22,029	108,458	1,883,069	289,030	18,077
Total deductions	20,032,142	10,090,614	3,008,938	56,234,310	38,758,784	928,555	1,821,645	67,838,750	13,105,235	1,792,087
Cost of sales and operations	12,022,518	1,453,352	875,648	11,769,208	2,437,334	87,941	450,384	13,830,919	3,750,659	273,026
Salaries and wages	1,017,021	538,205	292,640	961,639	572,144	22,911	123,378	15,129,262	1,549,102	384,790
Less: jobs credit	—	230	5	263	189	53	8	7,413	2,054	427
Guaranteed payments to partners	346,547	195,013	42,511	732,797	551,958	12,681	51,288	2,683,618	103,922	151,255
Rent paid	83,071	79,856	57,855	341,069	231,492	2,520	37,049	3,437,698	203,326	135,141
Interest paid	4,311,840	2,243,181	70,897	7,872,174	5,228,168	146,156	248,978	3,625,926	1,741,888	40,787
Taxes paid	67,936	243,489	38,221	1,301,486	994,567	20,776	59,516	2,043,104	514,996	57,625
Bad debts	15,064	50,662	13,960	75,273	58,637	291	2,348	258,635	25,536	2,683
Repairs	4,672	39,857	12,944	368,665	297,846	6,266	24,529	720,304	283,164	29,465
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	208	130	—	3,732	1,896	775	—	3,614	1,175	5
Pension, profit sharing, annuity and bond purchase plans	24,973	33,108	7,795	7,050	2,729	2,224	774	265,433	5,537	1,583
Employee benefit programs	25,738	14,626	13,825	18,747	11,545	1,220	1,269	349,290	61,183	3,731
Net loss from other partnerships and fiduciaries	371,937	2,078,501	23,251	4,882,498	4,396,064	37,564	101,353	557,204	146,221	576
Rent net loss	49	415,878	10,080	17,697,550	16,617,672	355,694	84,324	1,136,175	210,833	7,567
Royalty net loss	—	2	—	9,032	8,998	—	—	45,182	—	—
Farm net loss	—	38,377	1,459	51,618	23,860	26,388	146	11,957	153	—
Net loss, noncapital assets	650	7,571	347	64,458	55,763	1,072	190	35,459	4,969	152
Other deductions	1,711,951	1,958,981	1,522,025	6,447,927	4,131,463	92,840	506,469	18,261,266	3,138,656	556,164
Net income (less deficit)	441,431	1,157,370	14,996	-14,878,070	-13,742,002	74,399	35,444	12,456,811	-1,261,389	245,859
Net income	2,029,272	5,322,967	415,987	14,601,214	11,646,512	640,121	390,350	20,570,017	830,386	378,270
Deficit	1,587,840	4,165,597	400,991	29,480,284	25,388,514	565,723	354,906	8,113,206	2,091,755	132,411
Partnerships With Net Income										
Number of partnerships	1,958	72,304	7,228	244,899	203,329	16,594	7,843	187,834	8,998	20,594
Number of partners	37,089	1,016,325	19,915	1,717,702	1,403,343	130,684	48,407	680,883	51,561	48,737
Total assets	21,324,524	60,471,228	2,077,447	156,144,397	132,719,178	4,597,007	3,002,558	30,376,020	6,740,948	490,313
Total receipts	10,654,030	9,022,954	2,169,391	28,194,827	17,635,644	811,897	1,205,726	64,179,089	5,803,928	1,593,316
Business receipts	7,297,712	2,769,797	1,978,394	11,308,307	2,764,734	147,330	922,575	60,308,843	5,176,887	1,582,069
Income from other partnerships and fiduciaries	467,614	1,276,747	436	815,719	595,408	53,160	77,546	159,033	14,206	—
Nonqualifying interest and dividends	1,277,340	4,251,031	46,838	2,994,123	2,347,632	77,990	86,984	524,017	93,036	3,884
Rents received	33	127,375	5,862	11,306,100	10,723,658	407,107	43,018	1,454,612	310,623	2,110
Royalties	52,010	189,500	—	154,870	106,398	47,148	13	66,736	4	142
Farm net profit	543	244	27	42,639	4,514	35,352	—	4,270	—	—
Net gain, noncapital assets	3,426	43,978	1,007	703,078	550,772	28,795	1,422	188,634	28,474	181
Other receipts	1,555,353	364,733	155,827	869,991	542,528	15,016	74,169	1,472,945	180,899	4,929
Total deductions	8,624,759	3,699,987	1,772,404	13,593,613	5,989,132	171,775	815,376	43,609,072	4,973,542	1,215,046
Cost of sales and operations	5,845,358	790,931	570,837	6,578,642	1,187,076	40,423	229,785	8,721,061	1,996,675	212,666
Salaries and wages	538,086	317,281	204,121	426,756	227,801	14,115	81,992	12,574,461	637,593	280,044
Less: jobs credit	—	2	5	144	124	—	8	5,916	810	427
Guaranteed payments to partners	250,891	93,938	29,719	219,864	149,767	4,370	27,949	1,892,067	54,751	104,725
Rent paid	46,737	25,439	30,995	148,500	104,164	1,401	25,347	2,712,771	83,772	73,006
Interest paid	1,287,771	1,351,726	18,809	1,843,746	1,208,746	39,401	70,153	1,097,614	341,048	19,361
Taxes paid	44,721	101,786	24,535	538,967	415,986	9,704	36,621	1,518,098	221,554	37,547
Bad debts	4,302	2,827	13,374	25,477	20,118	—	1,917	112,519	11,935	1,950
Repairs	2,482	18,460	4,169	122,159	99,224	2,044	7,890	459,860	119,391	17,883
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	158	113	—	2,086	1,175	775	—	3,574	1,140	—
Pension, profit sharing, annuity and bond purchase plans	17,059	30,233	2,778	5,858	2,190	2,224	755	247,865	2,787	1,464
Employee benefit programs	14,527	1,461	4,651	10,526	5,623	1,178	960	264,861	19,763	3,509
Net loss from other partnerships and fiduciaries	23,230	40,090	530	137,050	114,309	5,508	11,882	49,156	881	556
Rent net loss	—	21,425	412	442,327	368,957	6,957	6,300	40,783	4,379	1,432
Royalty net loss	—	—	—	34	—	—	—	3	—	—
Farm net loss	—	601	938	945	806	4	136	823	—	—
Net loss, noncapital assets	48	7,331	347	18,968	16,934	2	143	5,928	126	140
Other deductions	533,225	538,711	845,116	2,130,932	1,233,453	19,092	272,672	11,700,058	1,159,708	387,314
Net income	2,029,272	5,322,967	415,987	14,601,214	11,646,512	640,121	390,350	20,570,017	830,386	378,270

Footnotes at end of table.

Partnership Returns/1983

Table 1.—Total Assets and Income Statement for Selected Industries—Continued

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

Item	Services—Continued									
	Business services	Automobile repair and services	Miscellaneous repair services	Amusement and recreation services, including motion pictures	Medical and health services		Legal services	Engineering and architectural services	Accounting, auditing, and bookkeeping services	
					Total	Offices of physicians			Total	Certified public accountants
(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)	
Partnerships With and Without Net Income										
Number of partnerships	78,869	28,287	13,497	20,876	28,655	10,395	24,821	10,352	15,708	8,026
Number of partners	413,537	87,505	30,559	134,056	107,093	36,258	111,703	25,385	56,279	36,819
Total assets	18,966,396	1,585,738	292,485	7,896,502	5,001,947	983,872	4,225,897	795,392	1,998,801	1,801,282
Total receipts	8,484,792	3,184,124	1,383,181	6,090,489	12,245,138	5,399,337	19,157,977	3,817,877	8,789,754	8,204,282
Business receipts	6,438,694	3,092,570	1,360,630	5,488,840	11,961,741	5,353,575	18,608,172	3,749,198	8,671,311	8,126,392
Income from other partnerships and fiduciaries	34,027	95	—	67,567	4,205	1,663	3,700	7,105	42,757	14,110
Nonqualifying interest and dividends	268,084	5,594	376	57,454	49,848	15,862	59,177	29,732	43,130	33,881
Rents received	1,082,252	40,410	16,821	84,925	67,904	4,128	56,680	3,488	1,840	1,840
Royalties	13,874	8	—	25,391	—	—	332	4,783	1,604	1,604
Farm net profit	6	308	—	—	—	—	—	—	—	—
Net gain, noncapital assets	133,398	12,537	728	6,328	5,839	1,214	1,500	6,457	2,312	2,194
Other receipts	494,457	12,602	4,626	359,984	155,600	22,895	428,415	16,914	25,801	24,760
Total deductions	9,023,865	2,938,482	1,089,067	6,816,149	8,772,385	3,213,172	10,914,500	3,407,462	6,848,488	6,285,197
Cost of sales and operations	1,900,073	1,606,729	639,826	1,933,850	1,052,184	290,180	134,267	1,246,409	88,872	79,220
Salaries and wages	666,197	246,916	35,365	856,920	2,293,557	823,433	4,858,031	770,645	3,157,830	2,981,080
Less: jobs credit	1,593	1,592	—	511	920	3	220	6	68	68
Guaranteed payments to partners	143,971	99,873	40,719	64,149	662,745	298,298	393,483	207,550	723,797	666,788
Rent paid	384,408	107,276	34,257	182,423	532,799	262,004	1,187,915	120,926	471,591	434,645
Interest paid	711,756	113,077	12,745	331,660	257,907	28,487	134,069	39,523	93,275	83,446
Taxes paid	107,366	61,940	15,179	130,779	268,187	81,174	478,360	80,277	281,453	262,744
Bad debts	152,539	4,425	2,956	17,450	19,346	3,986	15,375	1,146	14,314	14,314
Repairs	86,211	35,976	7,274	68,902	64,177	22,849	75,194	14,996	33,672	29,898
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	2	—	—	93	1,895	—	443	—	—	—
Pension, profit sharing, annuity and bond purchase plans	12,210	110	417	12,191	55,055	35,671	107,166	20,810	46,300	44,939
Employee benefit programs	10,690	3,673	178	20,711	60,782	19,008	111,526	19,234	49,758	47,342
Net loss from other partnerships and fiduciaries	119,742	8	—	105,566	7,283	430	33,135	2,974	96,540	3,088
Rent net loss	844,584	32,116	—	6,088	13,596	2,148	4,629	2,392	1,283	1,244
Royalty net loss	4,254	—	—	—	—	—	—	—	—	—
Farm net loss	6,833	485	—	4,012	—	—	—	—	—	—
Net loss, noncapital assets	21,113	2,016	—	5,558	82	81	848	149	50	43
Other deductions	2,479,890	391,216	249,078	2,145,893	3,195,964	1,285,418	2,942,567	811,343	1,599,188	1,465,949
Net income (less deficit)	-559,072	225,642	294,114	-725,660	3,472,752	2,186,165	8,243,477	410,215	1,940,266	1,919,085
Net income	2,114,598	400,785	307,704	660,627	4,308,289	2,590,297	8,314,015	511,898	2,070,546	1,937,383
Deficit	2,673,670	175,143	13,590	1,386,286	835,537	404,132	70,538	101,683	130,279	18,298
Partnerships With Net Income										
Number of partnerships	43,725	17,799	10,885	5,438	23,356	8,658	22,741	7,327	11,212	6,817
Number of partners	194,507	42,764	22,945	29,574	77,633	28,739	105,516	16,893	46,361	33,086
Total assets	7,740,195	810,804	240,232	2,582,497	2,799,844	744,629	4,118,009	516,784	1,859,656	1,684,775
Total receipts	6,050,102	2,381,320	1,167,363	3,557,646	10,898,333	5,101,910	18,849,989	3,230,533	8,383,636	7,801,933
Business receipts	4,416,062	2,354,113	1,144,951	3,235,544	10,639,871	5,058,005	18,302,802	3,203,188	8,268,546	7,726,354
Income from other partnerships and fiduciaries	33,165	27	—	44,314	4,066	1,663	3,700	6,734	42,746	14,104
Nonqualifying interest and dividends	172,680	4,221	293	37,776	41,008	15,017	57,502	7,546	41,172	31,440
Rents received	841,181	10,505	16,821	62,398	62,999	4,128	56,487	396	1,557	1,557
Royalties	13,871	—	—	25,088	—	—	271	4,783	1,604	1,604
Farm net profit	—	308	—	—	—	—	—	—	—	—
Net gain, noncapital assets	121,127	7,337	728	4,472	5,701	1,147	1,498	244	2,298	2,181
Other receipts	452,017	4,809	4,570	148,054	144,688	21,951	427,729	7,641	25,713	24,693
Total deductions	3,935,503	1,980,535	859,659	2,897,019	6,590,044	2,511,613	10,535,974	2,718,635	6,313,091	5,864,550
Cost of sales and operations	1,049,405	1,211,840	504,352	1,121,167	605,637	66,434	131,000	1,046,682	79,773	70,122
Salaries and wages	500,328	184,606	35,358	372,578	1,892,905	766,828	4,750,035	674,706	3,033,113	2,859,848
Less: jobs credit	1,589	1,592	—	466	717	3	220	6	68	68
Guaranteed payments to partners	84,077	43,947	4,620	37,030	492,113	147,915	300,718	100,613	597,114	540,105
Rent paid	192,189	75,655	32,171	86,463	435,944	240,686	1,159,461	104,681	437,854	408,206
Interest paid	190,873	54,161	10,123	71,523	137,921	20,178	129,054	12,122	76,742	67,509
Taxes paid	80,573	42,157	14,101	61,725	219,890	75,325	468,337	71,583	269,877	251,552
Bad debts	43,309	2,436	1,667	9,124	10,761	3,788	14,968	1,145	14,288	14,288
Repairs	63,070	27,746	6,267	36,727	55,725	20,716	74,605	14,000	30,795	27,085
Depreciation	—	—	—	—	—	—	—	—	—	—
Depletion	2	—	—	93	1,895	—	443	—	—	—
Pension, profit sharing, annuity and bond purchase plans	11,747	43	417	7,763	49,031	35,054	107,022	18,883	45,119	43,757
Employee benefit programs	9,010	3,312	178	11,809	42,843	15,784	109,269	12,588	46,107	43,691
Net loss from other partnerships and fiduciaries	6,504	8	—	11,787	6,902	430	16,234	726	3,226	3,088
Rent net loss	29,595	—	—	16	232	43	2,589	214	1,244	1,244
Royalty net loss	3	—	—	—	—	—	—	—	—	—
Farm net loss	823	—	—	—	—	—	—	—	—	—
Net loss, noncapital assets	1,669	1,939	—	632	82	81	831	149	49	42
Other deductions	1,137,683	240,015	211,508	815,690	2,446,303	1,075,981	2,844,092	616,411	1,502,091	1,377,732
Net income	2,114,598	400,785	307,704	660,627	4,308,289	2,590,297	8,314,015	511,898	2,070,546	1,937,383

*The deduction for depreciation is not shown separately because the amounts reported on the partnership return, Form 1065, are understated. The understatement results from the reporting characteristics of partnerships in farming and real estate. A more accurate estimate of the depreciation deduction, obtained from the Form 4562, the form on which depreciation is computed, is \$37.3 billion for all industries. Of this total, \$2.0 billion is reported for farms and \$19.4 billion for real estate.

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