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## Inside this Issue

## Individual Income Tax Returns, 2006

by Justin Bryan
Taxpayers filed 138.4 million individual income tax returns for Tax Year 2006, an increase of 3.0 percent from the 134.4 million returns filed for Tax Year 2005. The adjusted gross income less deficit reported on these returns totaled $\$ 8.0$ trillion, an 8.2 -percent increase from the previous year. Several income items increased appreciably during 2006, including taxable interest, ordinary dividends, and net capital gain (less loss), which increased 37.1 percent, 19.7 percent, and 16.7 percent, respectively. Taxable income also increased 8.6 percent since 2005 , to $\$ 5.6$ trillion. Statutory income tax rates remained constant for 2006, for the third straight year, following 3 consecutive years of decreases. Total income tax rose 9.5 percent to $\$ 1.0$ trillion. This was the third year in a row of revenue increases. For the fourth straight year, the alternative minimum tax showed a substantial increase in amount, increasing $\$ 4.1$ billion, or 23.8 percent, to $\$ 21.6$ billion. However, the number of returns with AMT liability decreased by 1.0 percent. This is the first year since 2001 that the number of returns did not increase.

## Sole Proprietorship Returns, 2006

by Jonathan Dent, Jeff Curry, and Justin Bryan For Tax Year 2006, there were approximately 22.1 million individual income tax returns that reported nonfarm sole proprietorship activity, a 2.8-percent increase from 2005. Profits for these returns grew to $\$ 278.0$ billion in 2006, a 3.0-percent increase from 2005. In constant dollars, total nonfarm sole proprietorship profits decreased for the first time since Tax Year 2001, by 0.4 percent, after increasing 5.5 percent in 2005. The professional, scientific, and technical services sector, representing 24.1 percent of total sole proprietorship profits, at $\$ 67.0$ billion, had the largest profits of any sector, increasing 9.8 percent from 2005. Reporting the second largest profits of any sector was the health care and social assistance sector, with 16.0 percent of total profits, at $\$ 44.5$ billion. Receipts and deductions increased 4.5 percent and 5.0 percent for all sole proprietorships, respectively. The construction sector reported the largest percentage of total business receipts and
deductions among all industrial sectors, with 18.5 percent and 19.9 percent, respectively. This sector reported a 6.5 -percent increase in receipts and a 6.3percent increase in deductions. Although not among the larger of the industrial sectors, the financial and insurance sector reported the largest percentage increase in both receipts and deductions, with a 13.8percent increase in business receipts and an 18.9-percent increase in deductions.

## Partnership Returns, 2006

by Tim Wheeler and Nina Shumofsky
The number of partnerships increased 6.6 percent, from 2,763,625 for Tax Year 2005 to 2,947,116 for Tax Year 2006. The number of partners increased 3.2 percent, from 16,211,908 for 2005 to $16,727,803$ for 2006. Total partnership net income (loss) increased by 22.1 percent, from $\$ 546.2$ billion for 2005 to $\$ 666.7$ billion for 2006. Partnerships classified in the finance and insurance sector accounted for $\$ 83.9$ billion of the $\$ 120.5$-billion increase for all partnerships. Total receipts increased 12.5 percent, down substantially from the 23.1-percent increase reported for 2005. Total receipts increased from $\$ 4.6$ trillion for 2005 to $\$ 5.1$ trillion for 2006 . The finance and insurance sector alone reported 45.1 percent of the increase, followed by the manufacturing sector, which reported 13.0 percent. The largest component increases were the following: $\$ 291.2$ billion for business receipts and $\$ 97.7$ billion for net long-term capital gains. Total assets increased from $\$ 13.7$ trillion for 2005 to $\$ 17.1$ trillion for 2006. Total income (loss) minus total deductions available for allocation increased $\$ 201.8$ billion to $\$ 1,250.6$ billion. The finance and insurance sector accounted for $\$ 177.2$ billion of this increase. For the first time in history, partners classified as corporations surpassed partners classified as individuals as the top income (loss) recipients. Partners classified as corporations received $\$ 362.5$ billion of the total income (loss) allocated, while partners classified as individuals received only $\$ 330.5$ billion. For the fourth consecutive year, individuals who were limited partners were the largest group of income (loss) recipients, receiving $\$ 254.5$ billion of the total allocated income (loss) for all partnerships.

## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign

 Persons, 2004by Mark R. Lowe
The total value of nonloan transactions between large foreign-owned domestic corporations and related foreign parties reached $\$ 1$ trillion for the first time in 2004, an increase of more than 100 percent from 2002. Sales and purchases of stock in trade represented the bulk of the total value of nonloan transactions, 86 percent, which is consistent with prior years. The total amounts received, excluding loan balances, rose 163 percent between 2002 and 2004, from $\$ 167$ million to $\$ 439$ billion, respectively. The large U.S. companies represented in this study continued to send out more in property, services, and money than they received through transactions with related foreign parties. This net outflow came to $\$ 224$ billion in 2004 compared to $\$ 176$ billion in 2002. There was a modest 5 -percent increase in the number of large foreign parent corporations since 2002 , rising from 737 to 774 . The number of related persons increased from 14,515 to 16,565 between 2002 and 2004.

## Tax-Exempt Bonds, 2006

by Cynthia Belmonte and Emily Shammas
The total amount of tax-exempt bonds issued by State and local governments declined 9.8 percent between Calendar Years 2005 and 2006, from $\$ 474.8$ billion in 2005 to $\$ 428.3$ in 2006. For Calendar Year 2006, Governmental bonds accounted for $\$ 319.4$ billion, or 74.6 percent, of the total issuance amount. Long-term Governmental bonds totaled $\$ 272.2$ billion- $\$ 180.2$ billion of proceeds were used to finance new projects, while the remaining $\$ 92.0$ billion of proceeds refunded prior Governmental bond issues. Governmental bond proceeds were used to finance essential Government operations, facilities, and services that are for general public use. Taxexempt private activity bonds accounted for $\$ 108.9$ billion, or 25.4 percent, of the total issuance amount for 2006. Long-term private activity bonds totaled $\$ 108.6$ billion- $\$ 63.3$ billion of proceeds were used to finance new projects, while the remaining $\$ 45.3$ billion of proceeds refunded prior tax-exempt private activity bond issues. These tax-exempt private activ-
ity bond proceeds financed qualified private facilities, such as residential rental facilities, single family housing, and airports, as well as the facilities of Internal Revenue Code section 501(c)(3) organization, such as hospitals and private universities.

## Charities, Labor and Agricultural, and Other Tax-Exempt Organizations, 2005

by Paul Arnsberger
Nonprofit charitable organizations exempt from income tax under Internal Revenue Code (IRC) section 501(c)(3) filed more than 286,000 information returns for Tax Year 2005, an increase of 4 percent from 2004. These organizations held more than $\$ 2.2$ trillion in assets, an increase of 9 percent from the previous year. They reported nearly $\$ 1.3$ trillion in revenue, 68 percent of which came from program services. Labor and agricultural organizations exempt under IRC section 501(c)(5) filed 19,837 Forms 990 and $990-\mathrm{EZ}$ for 2005 . Assets reported by these organizations totaled $\$ 29.7$ billion. Of the $\$ 20.7$ billion in revenue reported by labor and agricultural organizations, the majority, $\$ 13.5$ billion, came from membership dues and assessments. Information returns for Tax Year 2005 were filed with the Internal Revenue Service in Calendar Years 2006 and 2007.

## Personal Wealth, 2004

by Brian G. Raub
In 2004, there were an estimated 2.7 million adults with gross assets of $\$ 1.5$ million or more, the Federal estate filing threshold for decedents from that year. In total, these top wealth holders owned nearly $\$ 11.1$ trillion in assets. After accounting for debts and mortgages of $\$ 850.1$ billion, these individuals had a combined net worth of more than $\$ 10.2$ trillion. Although top wealth holders made up only about 1.2 percent of the total U.S. adult population, they held 20.3 percent of the total U.S. net worth in 2004. Most wealthy individuals of both genders were married, although a significantly higher proportion of wealthy females were widowed compared to widowed wealthy males. While the median net worth of male and female top wealth holders was similar, men had a significantly higher average net worth, reflecting the impact of a relatively small number of extremely wealthy men. In 2004, California had the

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largest number of individuals with net worth of $\$ 1.5$ million or more, while Connecticut had the highest per capita population of these very wealthy residents. States with a high concentration of residents with net worth of $\$ 1.5$ million or more were distributed relatively evenly across the major regions of the United States. The value of stock held by very wealthy individuals increased substantially between 1998 and 2001, before falling between 2001 and 2004. In contrast, the value of real estate held by individuals with net worth of $\$ 1.5$ million or more increased steadily between 1998 and 2004.

## In the Next Issue

The following articles or data releases are tentatively planned for inclusion in the winter 2009 issue of the

Statistics of Income Bulletin, scheduled to be published in February 2009:

- Individual Income Tax Rates and Tax Shares, 2006;
- Split-Interest Trusts, Filing Year 2007;
- Projections of Federal Tax Return Filings, 2008-2014;
- Results from a Retrospective Panel of Private Foundations;
- Qualified Zone Academy Bond Issuance and Investment; and
- Unrelated Business Income Tax Returns, 2005.


## Individual Income Tax Returns, 2006

by Justin Bryan

Taxpayers filed 138.4 million individual income tax returns for Tax Year (TY) 2006, an increase of 3.0 percent from the 134.4 million returns filed for TY 2005. The adjusted gross income (AGI) less deficit reported on these returns totaled $\$ 8.0$ trillion, an 8.2-percent increase from the previous year.

Several income items increased appreciably during 2006, including taxable interest, ordinary dividends, and net capital gain (less loss), which increased 37.1 percent, 19.7 percent, and 16.7 percent, respectively. Taxable income also increased 8.6 percent from 2005, to $\$ 5.6$ trillion. Statutory income tax rates remained constant for 2006 (although the tax brackets were widened due to inflation indexing) for the third straight year, following 3 consecutive years of being lowered.

Total income tax rose 9.5 percent to $\$ 1.0$ trillion. This was the third year in a row that total income tax increased. For the fourth straight year, the alternative minimum tax (AMT) showed a substantial increase in amount, increasing $\$ 4.1$ billion ( 23.8 percent) to $\$ 21.6$ billion. However, the number of returns with AMT liability decreased by 1.0 percent. This is the first year since 2001 that the number of returns did not increase.

For 2006, itemized deductions increased by 9.6 percent to $\$ 1,229.2$ billion. Interest paid, the largest itemized deduction, increased 16.0 percent to $\$ 470.5$ billion. Taxes paid, the second largest itemized deduction, increased 8.1 percent to $\$ 432.8$ billion. Casualty and theft losses fell to $\$ 5.1$ billion from their record high of $\$ 15.0$ billion in 2005. This decrease was largely a return to normal levels from the historic increase the previous year. The increase in casualty and theft losses for 2005 was due in large part to damage from Hurricanes Katrina, Wilma, and Rita that occurred in August, September, and October of 2005 and the more liberal, special tax treatment for that damage.

## Adjusted Gross Income and Selected Sources of Income

As shown in Figure A, adjusted gross income (AGI) increased 8.2 percent to more than $\$ 8.0$ trillion for

[^0]2006. As shown in Figure B, the largest component of AGI, salaries and wages, increased 6.1 percent from $\$ 5.2$ trillion to almost $\$ 5.5$ trillion. With larger increases in other components of AGI, the share of salaries and wages in AGI decreased to 68.1 percent for 2006, down from 69.5 percent for 2005.

The largest nonwage component of AGI was net capital gain (less loss). With $\$ 779.5$ billion of net capital gain (less loss) reported for 2006, 16.7 percent more than for 2005 (Figure B), this marked the fourth year in a row of double-digit percentage growth in capital gains since falling from TY 2000 to TY 2002. One component of net capital gains, capital gain distributions (reported on either Schedule D with other sales of capital assets or alone on Form 1040 or 1040A) rose 67.0 percent to $\$ 59.4$ billion.

Several other components of AGI also increased for 2006, including taxable interest and ordinary dividends, which increased by 37.1 percent, and 19.7 percent, respectively. The next largest increase was for taxable Social Security benefits, which increased by 15.7 percent to $\$ 144.4$ billion. In general, all retirement income increased appreciably for 2006. The taxable portions of both Individual Retirement Account (IRA) distributions, and pensions and annuities rose by 11.1 percent and 7.2 percent, respectively.

Business income had mixed results in 2006, with business or profession net income (less loss) increasing moderately by 4.4 percent, and farm net income falling by 9.4 percent. Total rental and royalty net income (less loss) also fell by more than $\$ 4.8$ billion or 17.0 percent, while partnership and S corporation net income (less loss) rose by 5.8 percent, up to $\$ 425.5$ billion. The latter represented the fourth largest item in AGI after wages, capital gains, and taxable pensions and annuities. Taxable unemployment income decreased by 4.8 percent to $\$ 26.5$ billion. Table 1 shows detailed information for the components of AGI.

## Losses

Total negative income includes net negative income line items from individual income tax returns. ${ }^{1}$ Total negative income, i.e., net loss, included in AGI increased 7.4 percent to $\$ 343.3$ billion for 2006 (Figure C). The increases in business or profession net loss,

[^1]
## Figure A

Adjusted Gross Income, Taxable Income, and Total Income Tax, Tax Years 2005 and 2006
[Number of returns is in thousands-money amounts are in millions of dollars]

| Item | 2005 |  | 2006 |  | Percentage change in amount |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount |  |
|  | (1) | (2) | (3) | (4) | (5) |
| Adjusted gross income (less deficit) | 134,373 | 7,422,496 | 138,395 | 8,030,843 | 8.2 |
| Exemptions [1] | 269,043 | 839,904 | 275,257 | 891,912 | 6.2 |
| Taxable income | 104,331 | 5,137,166 | 106,667 | 5,579,145 | 8.6 |
| Total income tax | 90,593 | 934,836 | 92,741 | 1,023,920 | 9.5 |
| Alternative minimum tax | 4,005 | 17,421 | 3,967 | 21,565 | 23.8 |

[1] The number of returns columns represent the number of exemptions.

## Figure B

Total and Selected Sources of Adjusted Gross Income, Tax Years 2005 and 2006
[Number of returns is in thousands-money amounts are in millions of dollars]

| Item | 2005 |  | 2006 |  | Change in amount | Percentage change in amount |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount |  |  |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Adjusted gross income (less deficit) [1] | 134,373 | 7,422,496 | 138,395 | 8,030,843 | 608,347 | 8.2 |
| Salaries and wages | 114,071 | 5,155,407 | 116,379 | 5,469,370 | 313,963 | 6.1 |
| Taxable interest | 59,249 | 162,433 | 62,401 | 222,707 | 60,275 | 37.1 |
| Ordinary dividends | 31,175 | 166,482 | 31,620 | 199,359 | 32,877 | 19.7 |
| Qualified dividends | 25,854 | 118,980 | 26,584 | 137,196 | 18,215 | 15.3 |
| Business or profession net income (less loss) | 21,057 | 269,701 | 21,656 | 281,527 | 11,826 | 4.4 |
| Net capital gain (less loss) | 26,196 | 668,015 | 26,668 | 779,462 | 111,447 | 16.7 |
| Capital gain distributions [2] | 13,393 | 35,581 | 14,511 | 59,417 | 23,836 | 67.0 |
| Sales of property other than capital assets, net gain (less loss) | 1,777 | 3,663 | 1,779 | 4,202 | 539 | 14.7 |
| Sales of property other than capital assets, net gain | 901 | 12,843 | 895 | 14,021 | 1,177 | 9.2 |
| Taxable Social Security benefits | 12,661 | 124,829 | 13,749 | 144,404 | 19,575 | 15.7 |
| Total rental and royalty net income (less loss) [3] | 9,949 | 28,237 | 9,988 | 23,427 | -4,810 | -17.0 |
| Partnership and S corporation net income (less loss) | 7,531 | 402,327 | 7,619 | 425,477 | 23,151 | 5.8 |
| Estate and trust net income (less loss) | 529 | 16,484 | 596 | 17,183 | 699 | 4.2 |
| Farm net income (less loss) | 1,981 | -12,169 | 1,958 | -15,331 | -3,163 | -26.0 |
| Farm net income | 611 | 8,484 | 552 | 7,684 | -800 | -9.4 |
| Unemployment compensation | 7,888 | 27,857 | 7,378 | 26,524 | -1,334 | -4.8 |
| Taxable pensions and annuities | 23,247 | 420,145 | 24,098 | 450,454 | 30,310 | 7.2 |
| Taxable Individual Retirement Account distributions | 9,387 | 112,277 | 9,965 | 124,706 | 12,428 | 11.1 |
| Other net income (less loss) [4] | n.a. | 26,863 | n.a. | 29,938 | 3,075 | 11.4 |
| Gambling earnings | 1,809 | 24,884 | 1,871 | 27,902 | 3,018 | 12.1 |

na.-Not ava
[1] Sources of adjusted gross income shown are not comprehensive and, therefore, do not add to total adjusted gross income
[2] Includes both Schedule D and non-Schedule D capital gain distributions.
[3] Includes farm rental net income (less loss).
[4] Other net income (less loss) represents data reported on Form 1040, line 21, except net operating losses, foreign-earned income exclusions, and gambling earnings. See footnote 1 of Table 1.
farm net loss, total rental and royalty net loss, partnership and S corporation net loss, and net operating loss, combined, accounted for the majority of the $\$ 23.7$-billion increase in net loss for 2006. ${ }^{2}$ The larg-
est dollar increase in net loss from 2005 to 2006 was $\$ 13.1$ billion for partnership and S corporations.

These losses represented 29.9 percent of all losses in AGI. For 2006, the largest percentage increase

[^2]
## Figure $\mathbf{C}$

Sources of Net Losses Included in Adjusted Gross Income, Tax Years 2005 and 2006
[Number of returns is in thousands-money amounts are in millions of dollars]

| Item | 2005 |  | 2006 |  | Percentage change in amount |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount |  |
|  | (1) | (2) | (3) | (4) | (5) |
| Total net losses | n.a. | 319,587 | n.a. | 343,271 | 7.4 |
| Business or profession net loss | 5,308 | 45,016 | 5,447 | 48,738 | 8.3 |
| Net capital loss [1] | 10,023 | 22,137 | 8,642 | 18,752 | -15.3 |
| Net loss, sales of property other than capital assets | 877 | 9,180 | 884 | 9,819 | 7.0 |
| Total rental and royalty net loss [2] | 4,554 | 43,988 | 4,658 | 49,927 | 13.5 |
| Partnership and S corporation net loss | 2,539 | 89,694 | 2,597 | 102,747 | 14.6 |
| Estate and trust net loss | 36 | 1,654 | 45 | 1,942 | 17.4 |
| Farm net loss | 1,371 | 20,653 | 1,406 | 23,015 | 11.4 |
| Net operating loss [3] | 863 | 79,452 | 917 | 80,796 | 1.7 |
| Other net loss [4] | 346 | 7,811 | 347 | 7,535 | -3.5 |

n.a.-Not available.
[1] Includes only the portion of capital losses allowable in the calculation of adjusted gross income. Only $\$ 3,000$ of net capital loss per return (\$1,500 for married filing separately) are allowed to be included in negative total income. Any excess is carried forward to future years.
[2] Includes farm rental net loss.
[3] See footnote 2 of this article for a definition of net operating loss
[4] Other net loss represents losses reported on Form 1040, line 21, except net operating loss and the foreign-earned income exclusion.
NOTE: Detail may not add to totals because of rounding.
in losses was 17.4 percent for estate and trust net losses. However, estate and trust net losses only accounted for 0.6 percent of total net losses. Net capital loss ( 15.3 percent) and other net loss ( 3.5 percent) were the only two items to decrease. ${ }^{3}$ With respect to net capital losses, decreases in this item for 2003 through 2006 followed a period of increases from 1997 through 2002.

## Statutory Adjustments

Statutory adjustments, which are subtracted from total income in the computation of AGI, increased 4.1 percent to $\$ 113.8$ billion for 2006 (Figure D). All of the statutory adjustments increased for 2006, except the other adjustments category, the tuition and fees deductions, and educator expense deduction, which decreased 17.8 percent, 11.3 percent, and 8.2 percent, respectively. The tuition and fees and the educator expense deductions did not appear on the 1040 and the 1040A forms because of a law change extending these deductions in late 2006 after the tax forms had already been printed. This may have resulted in some taxpayers being unaware of these two deductions. ${ }^{4}$

The largest increase in statutory adjustments was the health savings account deduction, which
increased 70.1 percent to $\$ 0.9$ billion. The largest statutory adjustment was the self-employment tax deduction, representing 21.0 percent of the total. This adjustment increased 5.2 percent to $\$ 23.9$ billion for 2006. Payments to self-employed retirement (Keogh) plans increased 3.5 percent to $\$ 22.0$ billion, while the self-employed health insurance deduction increased 3.3 percent to $\$ 20.3$ billion. These were the second and third largest statutory adjustments for 2006.

## Deductions

The total standard deduction claimed on 2006 individual income tax returns, i.e., the basic standard deduction plus the additional standard deduction for age or blindness, increased 4.6 percent to $\$ 607.5$ billion (Figure E). Total deductions, the sum of the total standard deduction and total itemized deductions (after limitation), increased by 7.9 percent to just over $\$ 1.8$ trillion. The number of returns claiming a standard deduction increased 2.1 percent for 2006, accounting for 62.6 percent of all returns filed. The average standard deduction rose by $\$ 171$ from the 2005 average, to $\$ 7,016$.

Statistics for returns with itemized deductions are presented in Figure E and Table 3. Itemized deduc-

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## Figure D

## Statutory Adjustments, Tax Years 2005 and 2006

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

| Item | 2005 |  | 2006 |  | Percentage change in amount |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount |  |
|  | (1) | (2) | (3) | (4) | (5) |
| Total statutory adjustments | 33,591 | 109,397 | 33,981 | 113,845 | 4.1 |
| Payments to an Individual Retirement Account | 3,256 | 12,003 | 3,231 | 12,534 | 4.4 |
| Educator expenses deduction | 3,504 | 878 | 3,167 | 806 | -8.2 |
| Certain business expenses of reservists, performing artists, etc. | 100 | 285 | 120 | 368 | 29.2 |
| Moving expenses adjustment | 1,134 | 3,077 | 1,083 | 3,159 | 2.7 |
| Student loan interest deduction | 8,073 | 5,053 | 8,541 | 6,157 | 21.9 |
| Tuition and fees deduction | 4,696 | 10,847 | 4,016 | 9,621 | -11.3 |
| Health savings account deduction | 216 | 511 | 359 | 869 | 70.1 |
| Self-employment tax deduction | 16,695 | 22,734 | 17,075 | 23,925 | 5.2 |
| Self-employed health insurance deduction | 3,901 | 19,646 | 3,804 | 20,303 | 3.3 |
| Payments to a self-employed retirement (Keogh) plan | 1,257 | 21,268 | 1,228 | 22,012 | 3.5 |
| Penalty on early withdrawal of savings | 806 | 266 | 1,164 | 430 | 61.7 |
| Alimony paid | 588 | 8,954 | 585 | 9,116 | 1.8 |
| Domestic production activities deduction | 337 | 2,361 | 421 | 3,303 | 39.9 |
| Other adjustments [1] | n.a. | 1,515 | n.a. | 1,245 | -17.8 |

n.a.-Not available.
[1] Includes foreign housing adjustment, Medical Savings Accounts deduction, jury duty pay deduction, and other adjustments for 2005 and 2006.
NOTE: Detail may not add to totals because of rounding.

## Figure $E$

Selected Itemized Deductions and the Standard Deduction, Tax Years 2005 and 2006
[Number of returns is in thousands-money amounts are in millions of dollars]

| Item | 2005 |  | 2006 |  | Percentage change |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns [1] | Amount | Number of returns [1] | Amount | Number of returns [1] | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Total itemized deductions before limitation | 47,755 | 1,167,135 | 49,124 | 1,264,390 | 2.9 | 8.3 |
| Medical and dental expenses after 7.5\% AGI limitation | 9,917 | 67,354 | 10,209 | 70,704 | 2.9 | 5.0 |
| Taxes paid [2] | 47,353 | 400,390 | 48,661 | 432,774 | 2.8 | 8.1 |
| State and local income taxes | 34,570 | 227,581 | 35,666 | 246,382 | 3.2 | 8.3 |
| State and local general sales taxes | 11,423 | 17,271 | 11,249 | 18,924 | -1.5 | 9.6 |
| Interest paid [3] | 39,016 | 405,718 | 40,285 | 470,475 | 3.3 | 16.0 |
| Home mortgage interest | 38,575 | 383,733 | 39,831 | 443,152 | 3.3 | 15.5 |
| Charitable contributions | 41,381 | 183,391 | 41,438 | 186,647 | 0.1 | 1.8 |
| Other than cash contributions | 25,371 | 48,057 | 24,748 | 52,631 | -2.5 | 9.5 |
| Casualty and theft losses | 814 | 14,984 | 206 | 5,136 | -74.7 | -65.7 |
| Miscellaneous deductions after 2\% AGI limitation | 12,407 | 76,183 | 12,314 | 76,666 | -0.8 | 0.6 |
| Gambling losses and other unlimited miscellaneous deductions | 1,522 | 19,114 | 1,606 | 21,988 | 5.5 | 15.0 |
| Itemized deductions in excess of limitation | 6,323 | 45,324 | 6,789 | 35,152 | 7.4 | -22.4 |
| Total itemized deductions after limitation | 47,755 | 1,121,811 | 49,124 | 1,229,237 | 2.9 | 9.6 |
| Total standard deduction | 84,841 | 580,748 | 86,584 | 607,464 | 2.1 | 4.6 |
| Total deductions (after itemized deduction limitation) | 132,597 | 1,702,559 | 135,707 | 1,836,701 | 2.3 | 7.9 |

[1] Returns with no adjusted gross income are excluded from the deduction counts. For this reason, the sum of the number of returns with total itemized deductions and the number of returns with total standard deduction is less than the total number of returns for all filers.
[2] Includes real estate taxes, personal property taxes, and other taxes not shown separately
[3] Includes investment interest and deductible mortgage "points" not shown separately.
tions were claimed on 35.5 percent of all returns filed and represented 66.9 percent of the total deductions amount. ${ }^{5}$ The average for total itemized deductions (after limitation) was $\$ 25,023$, up $\$ 1,533$ from the average for 2005.

Total itemized deductions (before limitation) increased for 2006 by 8.3 percent, and the number of taxpayers itemizing increased by 2.9 percent from 2005 levels. Interest paid, the largest itemized deduction for 2006 ( 37.2 percent of the total), increased 16.0 percent to $\$ 470.5$ billion. The number of returns and the amount reported for the largest component of the interest paid deduction, home mortgage interest, increased by 3.3 percent and 15.5 percent, respectively, for 2006. The total deduction for State and local income and sales taxes, combined, increased by 8.4 percent to $\$ 265.3$ billion for 2006. The general sales tax deduction portion of this was claimed by 11.2 million taxpayers, for a total of $\$ 18.9$ billion. These were included in taxes paid, the second largest itemized deduction, which increased 8.1 percent to $\$ 432.8$ billion for 2006.

The third largest itemized deduction, charitable contributions, increased 1.8 percent for 2006, to $\$ 186.6$ billion. Most of this increase was from other than cash contributions, which went up by 9.5 percent from 2005 to $\$ 52.6$ billion. Itemized deductions for medical and dental expenses in excess of 7.5 percent of AGI rose 5.0 percent to $\$ 70.7$ billion for 2006. Miscellaneous itemized deductions subject to a 2-percent of AGI floor, including unreimbursed employee business expenses and tax preparation fees, increased 0.6 percent to $\$ 76.7$ billion, while unlimited miscellaneous deductions (such as gambling losses) increased 15.0 percent to $\$ 22.0$ billion for 2006.

The casualty and theft losses deduction was the only item to decrease, dropping 65.7 percent to $\$ 5.1$ billion. This decrease comes a year after the historic increase in the number and amount of casualty and theft loss deductions in 2005 of over 300 percent. Those increases were largely attributable to the casualty losses from Hurricanes Katrina, Wilma, and

Rita, as well as the more liberal deduction rules applicable to those losses. ${ }^{6,7}$

The AGI threshold for the limitation of itemized deductions increased to $\$ 150,500$ ( $\$ 75,250$ if married filing separately) for 2006. Also, a tax law change for 2006 reduced the amount of the limitation by one-third. Due to this change, the itemized deduction limitation decreased by $\$ 10.2$ billion or 22.4 percent from 2005. This occurred despite the fact that 7.4 percent more taxpayers had their deductions limited compared to 2005 (see the Changes in Law section of this article).

As shown in Figure A, for 2006, the number of personal exemptions for taxpayers and dependents was 275.3 million, an increase of 2.3 percent over the 269.0-million exemptions in $2005 .{ }^{8}$ The total deduction for exemption went up to $\$ 891.9$ billion from $\$ 839.9$ billion, a 6.2 -percent increase. This was the largest increase since a 6.5 -percent increase in $1992 .{ }^{9}$ A large portion of this increase was due to a tax law change reducing the phaseout of exemption amounts for high-income taxpayers. For 2006, a taxpayer could lose no more than two-thirds of the dollar amount of his or her exemption. For 2005 and previous years, exemption amounts could be limited to zero (see the Changes in Law section of this article). As a result of this change, taxpayers with AGI over $\$ 500,000$ claimed $\$ 2.9$ billion in exemption amounts compared with $\$ 0.8$ million in 2005.

## Taxable Income and Total Income Tax

Taxable income, which is the result of AGI less exemptions and deductions, rose 8.6 percent to $\$ 5.6$ trillion for 2006 (Figure A). With the large increase in taxable income and no reduction in tax rates (other than the indexing of tax brackets for the effects of inflation) for 2006, total income tax rose 9.5 percent to $\$ 1.0$ trillion. This was the third year in a row that total income tax increased. For the 3 years prior to 2004, the Economic Growth and Tax Relief Reconciliation Act of 2001 (EGTRRA) and the Jobs and Growth Tax Relief Reconciliation Act of 2003 (JGTRRA) lowered tax rates each year.

[^4]
## Individual Income Tax Returns, 2006

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For the fifth year in a row the alternative minimum tax increased. For 2006, the AMT liability increased by $\$ 4.1$ billion, or 23.8 percent, to $\$ 21.6$ billion. The number of taxpayers with AMT liability, however, decreased 1.0 percent.

Average AGI reported on all 2006 individual income tax returns was $\$ 58,029$, and average taxable income was $\$ 52,304 .{ }^{10}$ These amounts represent increases of 5.1 percent and 6.2 percent, respectively, from the 2005 amounts of $\$ 55,238$ and $\$ 49,239$.

Figure F shows that the average tax rate for 2006 (i.e., total income tax divided by AGI reported on all returns, taxable and nontaxable) was 12.7 percent, an increase of 0.1 percentage point from 2005. Although the average tax rate went up 0.1 percentage point overall, every income-size class had the same or lower average tax rate for 2006. The declines in the average tax rate ranged from 0.1 percentage point (each class from $\$ 10,000$ under $\$ 100,000$ ) to 0.7 percentage points ( $\$ 10,000,000$ and over). The overall average rate increased despite this decline in each AGI class because individuals tended to move to higher income classes which, in turn, faced higher tax rates. For example, for 2006, the number of returns reporting AGI of $\$ 1$ million or more increased by 16.5 percent from 2005.

For 2006, average tax rates increased for each income category as incomes went up to AGI of $\$ 5$ million or less. The average tax rate peaked at 24.3 percent for returns in the $\$ 2$-million under $\$ 5$-million AGI class. For each class above this level, average tax rates declined, to a low of 20.1 percent for taxpayers with AGI of $\$ 10$ million or more. The main reason for this was that individuals in each class above $\$ 5$ million or more tended to report long-term capital gains (in excess of short-term losses) and qualified dividends as higher percentages of their AGIs than individuals in the lower AGI classes. For these taxpayers, this income was taxed at a 15 -percent rate as opposed to up to a 35 -percent rate for ordinary income. For example, while individuals reporting AGI of $\$ 2.0$ million under $\$ 5.0$ million averaged 33.2 percent of their incomes as capital gains and dividends, this share increased in each suc-
ceeding class, reaching 55.4 percent for individuals reporting AGI of $\$ 10$ million or more.

## Tax Credits

For 2006, total tax credits (excluding the "refundable" portions of the child tax credit and the EIC, and any EIC used to offset any other taxes) increased 6.5 percent to $\$ 58.9$ billion. Statistics for tax credits, including the earned income credit (EIC), are shown in Tables 2 and 4 and summarized in Figures G and H .

New in 2006, taxpayers could claim the residential energy credit for buying energy efficient improvements for their main homes. As a result, over 4.3 million taxpayers claimed the credit for a total of $\$ 1.0$ billion. This accounted for 27.6 percent of the increase in amount of tax credits taken by taxpayers in 2006 (see the Changes in Law section of this article).

Credits that showed an increase for 2006 included the child care credit, the foreign tax credit, the general business credit, the education credits, and earned income credit (EIC) used to offset income tax before credits. The child tax credit decreased 1.0 percent to $\$ 31.7$ billion, but was still, by far, the largest credit, accounting for 53.9 percent of total tax credits reported for 2006. Although the child tax credit decreased, the additional child tax credit (shown in Table 2) increased $\$ 0.8$ billion, or 4.9 percent, to $\$ 16.2$ billion. ${ }^{11}$

Credits that showed the largest increase for 2006 were the general business credits and the foreign tax credit. These credits were claimed by 0.4 million and 6.4 million taxpayers for a total of $\$ 1.3$ billion and $\$ 11.0$ billion, an increase of 48.4 percent and 17.1 percent from 2005 , respectively. The earned income credit (EIC) used to offset income tax before credits rose for 2006 by 7.0 percent, to a total of $\$ 0.8$ billion. The education credits were claimed on nearly 7.7 million tax returns and totaled $\$ 7.0$ billion, an increase of 14.8 percent over 2005. The education credit was comprised of the Hope credit (for the first 2 years of college) and the Lifetime Learning credit (all other years). The shares of the total tentative credits reported on Form 8863 for these two credits

[^5]
## Figure $F$

## Number of Returns, Adjusted Gross Income, Capital Gains and Dividends, and Total Income Tax, by Size of Adjusted Gross Income, Tax Years 2005 and 2006

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

| Tax year, item |  | Size of adjusted gross income |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Under \$1 [1] | $\begin{aligned} & \$ 1 \text { under } \\ & \$ 10,000 \end{aligned}$ | \$10,000 under \$20,000 | \$20,000 under \$30,000 | \$30,000 under \$50,000 | $\begin{gathered} \$ 50,000 \\ \text { under } \\ \$ 100,000 \end{gathered}$ | \$100,000 under \$200,000 |
| Tax Year 2006: | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|  | 138,395 | 2,676 | 23,420 | 22,649 | 18,662 | 24,839 | 29,995 | 12,088 |
| Capital gain plus dividends subject to reduced rate | 860,962 | 0 | 1,862 | 3,853 | 5,634 | 13,917 | 54,119 | 84,772 |
| Adjusted gross income (less deficit) | 8,030,843 | -91,197 | 118,997 | 337,396 | 463,115 | 970,954 | 2,119,228 | 1,606,323 |
| Total income tax | 1,023,920 | 181 | 743 | 7,132 | 17,898 | 59,803 | 184,463 | 209,381 |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit) | 10.7 | [2] | 1.6 | 1.1 | 1.2 | 1.4 | 2.6 | 5.3 |
| Tax as a percentage of adjusted gross income (less deficit) | 12.7 | [2] | 0.6 | 2.1 | 3.9 | 6.2 | 8.7 | 13.0 |
| Tax Year 2005: | 134,373 | 1,761 | 23,591 | 22,762 | 18,522 | 24,559 | 28,801 | 10,810 |
| Capital gain plus dividends subject to reduced rate | 741,630 | 0 | 1,634 | 3,712 | 5,183 | 13,683 | 47,520 | 77,311 |
| Adjusted gross income (less deficit) | 7,422,496 | -85,463 | 120,765 | 339,522 | 459,302 | 959,495 | 2,028,146 | 1,430,581 |
| Total income tax | 934,835 | 133 | 746 | 7,386 | 18,371 | 60,162 | 178,811 | 189,468 |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit) | 10.0 | [2] | 1.4 | 1.1 | 1.1 | 1.4 | 2.3 | 5.4 |
| Tax as a percentage of adjusted gross income (less deficit) | 12.6 | [2] | 0.6 | 2.2 | 4.0 | 6.3 | 8.8 | 13.2 |
| Change in percentage points, tax as a percentage of adjusted gross income (less deficit), 2006 over 2005 | 0.1 | [3] | 0.0 | -0.1 | -0.1 | -0.1 | -0.1 | -0.2 |
| Tax year, item |  | Size of adjusted gross income-continued |  |  |  |  |  |  |
|  |  | \$200,000 under \$500,000 | $\begin{gathered} \$ 500,000 \\ \text { under } \\ \$ 1,000,000 \end{gathered}$ | $\begin{gathered} \$ 1,000,000 \\ \text { under } \\ \$ 1,500,000 \end{gathered}$ | $\begin{aligned} & \$ 1,500,000 \\ & \text { under } \\ & \$ 2,000,000 \end{aligned}$ | $\begin{aligned} & \$ 2,000,000 \\ & \text { under } \\ & \$ 5,000,000 \end{aligned}$ | $\begin{aligned} & \$ 5,000,000 \\ & \text { under } \\ & \$ 10,000,000 \end{aligned}$ | $\begin{aligned} & \$ 10,000,000 \\ & \text { or more } \end{aligned}$ |
|  |  | (9) | (10) | (11) | (12) | (13) | (14) | (15) |
| Tax Year 2006: |  | 3,121 | 589 | 150 | 64 | 99 | 25 | 16 |
| Capital gain plus dividends subject to reduced rate |  | 114,329 | 82,477 | 47,700 | 32,583 | 97,902 | 71,279 | 250,536 |
| Adjusted gross income (less deficit) |  | 895,151 | 399,609 | 182,044 | 110,212 | 295,129 | 171,408 | 452,475 |
| Total income tax |  | 177,041 | 94,214 | 44,125 | 26,721 | 71,647 | 39,557 | 91,014 |
| Capital gain plus dividends subject to reduced rate |  | 12.8 | 20.6 | 26.2 | 29.6 | 33.2 | 41.6 | 55.4 |
| Tax as a percentage of adjusted gross income (less deficit) |  | 19.8 | 23.6 | 24.2 | 24.2 | 24.3 | 23.1 | 20.1 |
| Tax Year 2005: |  | 2,738 | 525 | 128 | 57 | 84 | 21 | 14 |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit) |  | 108,560 | 75,397 | 39,081 | 28,438 | 84,203 | 59,433 | 197,474 |
| Adjusted gross income (less deficit) |  | 788,882 | 355,221 | 154,800 | 97,512 | 250,612 | 146,847 | 376,275 |
| Total income tax |  | 159,395 | 84,700 | 38,053 | 23,942 | 60,872 | 34,529 | 78,269 |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit) |  | 13.8 | 21.2 | 25.2 | 29.2 | 33.6 | 40.5 | 52.5 |
| Tax as a percentage of adjusted gross income (less deficit) |  | 20.2 | 23.8 | 24.6 | 24.6 | 24.3 | 23.5 | 20.8 |
| Change in percentage points, tax as a percentage of adjusted gross income (less deficit), 2006 over 2005 |  | -0.4 | -0.2 | -0.4 | -0.4 | 0.0 | -0.4 | -0.7 |

[1] Includes returns with adjusted gross deficit.
[2] Percentage not computed
[3] Difference not computed.
NOTE: Detail may not add to totals because of rounding
were virtually equal for 2006 ( 50.6 -percent Hope credit and 49.4 -percent Lifetime Learning credit).

Three credits fell for 2006: the child tax credit; the retirement savings contribution credit; and the minimum tax credit. They showed declines of 1.0 percent, 5.4 percent, and 4.5 percent, respectively. However, as discussed above, when the additional
child tax credit was included, child tax credits actually increased slightly ( 0.9 percent) from 2005 levels.

Both the EIC and the additional child tax credit may offset not only income tax before credits but also all other taxes and may even be refundable. The second part of the EIC, the portion used to offset all other taxes besides income tax, was $\$ 4.5$ billion for

Figure $G$
Selected Tax Credits, Tax Years 2005 and 2006
[Number of returns is in thousands-money amounts are in millions of dollars]

| Item | 2005 |  | 2006 |  | Percentage change |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Total tax credits [1] | 42,246 | 55,316 | 46,092 | 58,939 | 9.1 | 6.5 |
| Child care credit | 6,501 | 3,462 | 6,467 | 3,487 | -0.5 | 0.7 |
| Earned income credit [2] | 2,896 | 745 | 2,960 | 797 | 2.2 | 7.0 |
| Foreign tax credit | 5,398 | 9,362 | 6,418 | 10,958 | 18.9 | 17.1 |
| General business credit | 251 | 878 | 387 | 1,302 | 53.8 | 48.4 |
| Minimum tax credit | 290 | 1,081 | 359 | 1,032 | 23.7 | -4.5 |
| Child tax credit [3] | 25,951 | 32,048 | 25,742 | 31,742 | -0.8 | -1.0 |
| Education credits | 7,057 | 6,120 | 7,725 | 7,022 | 9.5 | 14.8 |
| Retirement savings contribution credit | 5,294 | 945 | 5,192 | 894 | -1.9 | -5.4 |
| Residential energy credits | n.a. | n.a. | 4,344 | 1,000 | [4] | [4] |

n.a.-Not available.
[1] Includes credits not shown separately. See Table 2.
[2] Represents portion of earned income credit used to offset income tax before credits.
[3] Excludes refundable portion, which totaled $\$ 15.5$ billion for 2005 and $\$ 16.2$ billion for 2006.
[4] Percentage not computed.

## Figure H

Earned Income Credit, Tax Years 2005 and 2006
[Number of returns is in thousands-money amounts are in millions of dollars]

| Item | 2005 |  | 2006 |  | Percentage change |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Total earned income credit (EIC) | 22,752 | 42,410 | 23,042 | 44,388 | 1.3 | 4.7 |
| EIC for returns with no qualifying children | 4,737 | 1,089 | 4,811 | 1,142 | 1.6 | 4.9 |
| EIC for returns with one qualifying child | 8,627 | 15,352 | 8,747 | 16,078 | 1.4 | 4.7 |
| EIC for returns with two or more qualifying children | 9,388 | 25,970 | 9,485 | 27,168 | 1.0 | 4.6 |
| Refundable earned income credit (EIC) | 20,087 | 37,465 | 20,269 | 39,072 | 0.9 | 4.3 |
| EIC for returns with no qualifying children | 3,220 | 750 | 3,220 | 777 | [1] | 3.6 |
| EIC for returns with one qualifying child | 7,867 | 13,396 | 7,971 | 13,994 | 1.3 | 4.5 |
| EIC for returns with two or more qualifying children | 9,000 | 23,319 | 9,078 | 24,301 | 0.9 | 4.2 |
| EIC used to offset income tax before credits | 2,896 | 745 | 2,960 | 797 | 2.2 | 7.0 |
| EIC for returns with no qualifying children | 1,012 | 77 | 1,030 | 78 | 1.8 | 1.2 |
| EIC for returns with one qualifying child | 1,559 | 547 | 1,595 | 586 | 2.3 | 7.2 |
| EIC for returns with two or more qualifying children | 325 | 121 | 335 | 132 | 3.0 | 9.7 |
| EIC used to offset all other taxes | 4,756 | 4,200 | 4,874 | 4,518 | 2.5 | 7.6 |
| EIC for returns with no qualifying children | 1,106 | 261 | 1,158 | 286 | 4.8 | 9.6 |
| EIC for returns with one qualifying child | 1,529 | 1,408 | 1,528 | 1,497 | -0.1 | 6.3 |
| EIC for returns with two or more qualifying children | 2,122 | 2,530 | 2,188 | 2,735 | 3.2 | 8.1 |

## [1] Less than 0.05 percent.

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

2006 ( 7.6 percent more than for 2005). The refundable portion, the largest component of the EIC, was treated as a refund and paid directly to taxpayers who had no tax against which to apply the credit or whose EIC exceeded income tax (and other income-related taxes). The refundable portion of the EIC totaled $\$ 39.1$ billion for 2006, also an increase of 4.3 percent from 2005 (Figure H).

Over 23.0 million taxpayers claimed the earned income credit for 2006, an increase of 1.3 percent from 2005. The total earned income credit increased 4.7 percent to $\$ 44.4$ billion. The number of returns receiving the credit but having no qualifying children increased 1.6 percent for 2006. The number of returns having one qualifying child and receiving the credit increased 1.4 percent, while the number of returns having two or more qualifying children and receiving the credit increased 1.0 percent. The amount of EIC claimed for returns with no qualifying children increased 4.9 percent. Returns with one qualifying child reported an increase in EIC of 4.7 percent, and returns with two or more qualifying children showed an increase of 4.6 percent.

The number of returns claiming the refundable portion of the EIC increased 0.9 percent for 2006, while the amount of the refundable portion of the EIC increased 4.3 percent. The number of returns with the refundable portion of the EIC and without any qualifying children stayed constant, while the corresponding figure for the number of returns with one qualifying child increased by 1.3 percent, and the number of returns with two or more qualifying children increased by 0.9 percent. The amount of refundable EIC claimed on returns with no qualifying children increased 3.6 percent for 2006. The amount of refundable EIC claimed on returns with one qualifying child increased 4.5 percent, while the amount on returns with two or more qualifying children increased 4.2 percent.

## Historical Trends in Constant Dollars

As shown in Figure I, AGI, salaries and wages, and real gross domestic product (GDP) rose in constant dollars for 2006. ${ }^{12}$ The 4.8-percent growth in real AGI marked the fourth year in a row of growth in real AGI. As shown in Figure J, real total income
tax rose continually from $\$ 329.2$ billion for 1991 to its high of $\$ 569.5$ billion for 2000 , but then declined each year through 2003 when it was $\$ 406.5$ billion. For 2006, for the third straight year, real total income tax increased (rising to $\$ 507.9$ billion in 1982-84 dollars), still considerably lower than the high in 2000. Tax as a percentage of real GDP behaved similarly. During the mid- to late 1990s, tax as a percentage of real GDP increased. Part of this increase was attributable to the substantial increase in realizations of net capital gains and, thus, income taxes on those capital gains. The income taxes on these capital gains are included in the numerator of the income tax-to-GDP ratio, but, by definition of GDP, the capital gains are not included in the denominator. However, from 2000 to 2003, the ratio of income tax to GDP fell from 10.0 percent to 6.7 percent in conjunction with an overall decline in reported net capital gains for all years except 2003 (also income tax rates were decreased over these years). For 2003, although capital gains increased by 20.5 percent in real terms, this was accompanied by a significant decrease in tax rates, especially those on long-term capital gains. For 2006, real net capital gain (less loss) increased 13.0 percent on top of a 36.4-percent increase in 2005 and a 56.7-percent increase in 2004 (see Figure K). Concurrently, the ratio of income tax to GDP increased first to 7.1 percent in 2004, then to 7.5 percent in 2005, and then to 7.7 percent in 2006, still well below the 10.0 percent cited above for Tax Year 2000.

Net capital gain (less loss) is the sum of gains and losses from the sale of capital assets. Figure K shows that, in constant dollars, net capital gain (less loss) increased 13.0 percent for 2006. TY 2003 through TY 2006 reverted to the trend of large annual increases for real net capital gain (less loss) which occurred during most of the 1990s. From 1991 to 2000, real net capital gains increased almost fivefold, from a low of $\$ 75.5$ billion for 1991 to a high of $\$ 366.2$ billion for 2000.

During this period, capital gain (less loss) was affected by both tax law changes and a rising stock market. Due to several significant tax law changes enacted during the 1990s (including the Omnibus Budget Reconciliation Act of 1993-OBRA93-and

[^6]
## Individual Income Tax Returns, 2006

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## Figure I

Real Adjusted Gross Income, Salaries and Wages, and Gross Domestic Product, Tax Years
1979-2006 [1]
Constant dollars (billions) [2, 3]

[1] The definition of adjusted gross income (less deficit) (AGI) changed beginning in Tax Year 1987. Therefore, AGI should be examined separately from 1979 to 1986 and from 1987 to 2006. Real gross domestic product (GDP) does not include capital gains, while AGI does include capital gains.
[2] AGI and salaries and wages are shown in constant dollars, calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982$84=100$ ). See footnote 12 of this article for further details.
[3] GDP is based on chained 2000 dollars (billions) converted to 1982-84 dollars as reported by the U.S. Department of Commerce, Bureau of Economic Analysis in the Survey of Current Business, June 2008.

## Figure J

Real Total Income Tax and Tax as a Percentage of Real Gross Domestic Product, Tax Years 1979-2006 [1]


[^7][2] Total income tax is shown in constant dollars, calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100).
See footnote 9 of this article for further details. GDP is based on chained 2000 dollars (billions) converted to 1982-84 dollars as reported by the U.S. Department of
Commerce, Bureau of Economic Analysis in the Survey of Current Business, June 2007.

## Figure K

Net Capital Gains and Capital Gain Distributions from Mutual Funds, Tax Years 1988-2006
[Number of returns is in thousands-money amounts are in millions of dollars]

| Tax year | Net capital gain (less loss) [1] |  |  |  | Capital gain distributions [2] |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Current dollars | Constant 1982-84 dollars [3] |  | Number of returns | Current dollars | Constant 1982-84 dollars [3] |  |
|  |  |  | Amount | Percentage change |  |  | Amount | Percentage change |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| 1988 | 14,309 | 153,768 | 129,981 | N/A | 4,274 | 3,879 | 3,279 | N/A |
| 1989 | 15,060 | 145,631 | 117,444 | -9.6 | 5,191 | 5,483 | 4,422 | 34.9 |
| 1990 | 14,288 | 114,231 | 87,400 | -25.6 | 5,069 | 3,905 | 2,988 | -32.4 |
| 1991 | 15,009 | 102,776 | 75,460 | -13.7 | 5,796 | 4,665 | 3,425 | 14.6 |
| 1992 | 16,491 | 118,230 | 84,269 | 11.7 | 5,917 | 7,426 | 5,293 | 54.5 |
| 1993 | 18,409 | 144,172 | 99,773 | 18.4 | 9,998 | 11,995 | 8,301 | 56.8 |
| 1994 | 18,823 | 142,288 | 96,011 | -3.8 | 9,803 | 11,322 | 7,640 | -8.0 |
| 1995 | 19,963 | 170,415 | 111,821 | 16.5 | 10,744 | 14,391 | 9,443 | 23.6 |
| 1996 | 22,065 | 251,817 | 160,495 | 43.5 | 12,778 | 24,722 | 15,757 | 66.9 |
| 1997 | 24,240 | 356,083 | 221,859 | 38.2 | 14,969 | 45,132 | 28,120 | 78.5 |
| 1998 | 25,690 | 446,084 | 273,671 | 23.4 | 16,070 | 46,147 | 28,311 | 0.7 |
| 1999 | 27,701 | 542,758 | 325,785 | 19.0 | 17,012 | 59,473 | 35,698 | 26.1 |
| 2000 | 29,521 | 630,542 | 366,169 | 12.4 | 17,546 | 79,079 | 45,923 | 28.6 |
| 2001 | 25,956 | 326,527 | 184,375 | -49.6 | 12,216 | 13,609 | 7,685 | -83.3 |
| 2002 | 24,189 | 238,789 | 132,734 | -28.0 | 7,567 | 5,343 | 2,970 | -61.4 |
| 2003 | 22,985 | 294,354 | 159,975 | 20.5 | 7,265 | 4,695 | 2,552 | -14.1 |
| 2004 | 25,267 | 473,662 | 250,747 | 56.7 | 10,733 | 15,336 | 8,119 | 218.1 |
| 2005 | 26,196 | 668,015 | 342,046 | 36.4 | 13,393 | 35,581 | 18,219 | 124.4 |
| 2006 | 26,668 | 779,462 | 386,638 | 13.0 | 14,511 | 59,417 | 29,473 | 61.8 |

N/A-Not applicable.
[1] Losses were limited to a maximum of $\$ 3,000$ per return ( $\$ 1,500$ for married persons filing seperately)
[2] Capital gain distributions are included in net capital gain (less loss). For 1988-1996, and 1999-2006, capital gain distributions from mutual funds were the sum of the amounts reported on Form 1040 and Schedule D. For 1997 and 1998, capital gain distributions were reported entirely on Schedule D.
[3] Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 9 of this article for further details.
the Taxpayer Relief Act of 1997), the maximum differential between ordinary income and long-term capital gain income increased from 3 percentage points for 1991 and 1992 to 19.6 percentage points for 1997 through 2000. For 2003 through 2006, this differential was 20.0 percentage points. With 2006 being the fourth straight year of double-digit growth, real net capital gain (less loss) was $\$ 386.6$ billion, surpassing the all-time high of $\$ 366.2$ billion reported for 2000.

Along with net capital gain (less loss), the con-stant-dollar amount of capital gain distributions from mutual funds increased tremendously during the 1990s, reaching a high of $\$ 45.9$ billion in TY 2000. Capital gain distributions declined greatly between 2000 and 2003. This decline of reported capital gain distributions over this period brought them to $\$ 2.6$ billion for 2003, below the 1990 inflation-adjusted level of just under $\$ 3.0$ billion. For 2006, real capital
gain distributions increased to $\$ 29.5$ billion, their highest amount since 2000.

Figure L presents constant dollar data for selected income, deduction, and tax items for 1988-2006. Real taxable interest income fluctuated over the period. Having decreased during 1990-1994, it rebounded 19.3 percent to $\$ 101.6$ billion for 1995 . For 2000, it jumped again, this time by 9.8 percent. The 32.8-percent increase for 2006 marked the second year of increases after 4 straight years of declines. In real terms, taxable interest for 2006 was only 62.3 percent of the level reported for 1989.

Dividends had increased for 6 of the previous 7 years before 2001, and then had 2 consecutive years of large decreases for 2001 and 2002. For the past 4 years, however, dividends have increased appreciably. For 2006, dividends increased 16.0 percent (in real terms) to $\$ 98.9$ billion, besting the previous alltime high of $\$ 85.4$ billion in 2000.

## Figure L

Selected Sources of Income, Deductions, and Tax Items, in Constant Dollars, Tax Years 1988-2006
[Money amounts are in millions of dollars]

| Tax year | Taxable interest |  | Ordinary dividends |  | Business or profession net income (less loss) |  | Taxable Individual Retirement Account distributions |  | Taxable Social Security benefits |  | Taxable pensions and annuities |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | $\begin{aligned} & \text { Percentage } \\ & \text { change } \end{aligned}$ | Amount (constant 1982-84 dollars) [1] | $\begin{aligned} & \text { Percentage } \\ & \text { change } \end{aligned}$ | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) |
| 1988 | 158,057 | N/A | 65,367 | N/A | 106,782 | N/A | 9,398 | N/A | 12,140 | N/A | 117,317 | N/A |
| 1989 | 177,432 | 12.3 | 65,572 | 0.3 | 107,047 | 0.2 | 11,190 | 19.1 | 13,990 | 15.2 | 118,837 | 1.3 |
| 1990 | 173,744 | -2.1 | 61,338 | -6.5 | 108,210 | 1.1 | 13,431 | 20.0 | 15,062 | 7.7 | 121,878 | 2.6 |
| 1991 | 153,753 | -11.5 | 56,743 | -7.5 | 104,159 | -3.7 | 15,145 | 12.8 | 15,682 | 4.1 | 129,590 | 6.3 |
| 1992 | 115,712 | -24.7 | 55,542 | -2.1 | 109,766 | 5.4 | 18,726 | 23.6 | 16,493 | 5.2 | 132,924 | 2.6 |
| 1993 | 90,755 | -21.6 | 55,176 | -0.7 | 107,754 | -1.8 | 18,741 | 0.1 | 17,059 | 3.4 | 134,266 | 1.0 |
| 1994 | 85,134 | -6.2 | 55,607 | 0.8 | 112,148 | 4.1 | 22,339 | 19.2 | 26,072 | 52.8 | 138,625 | 3.2 |
| 1995 | 101,562 | 19.3 | 62,068 | 11.6 | 111,118 | -0.9 | 24,486 | 9.6 | 29,997 | 15.1 | 145,048 | 4.6 |
| 1996 | 105,591 | 4.0 | 66,447 | 7.1 | 112,749 | 1.5 | 29,024 | 18.5 | 33,909 | 13.0 | 152,190 | 4.9 |
| 1997 | 106,978 | 1.3 | 75,074 | 13.0 | 116,350 | 3.2 | 34,382 | 18.5 | 38,354 | 13.1 | 161,813 | 6.3 |
| 1998 | 109,407 | 2.3 | 72,687 | -3.2 | 124,172 | 6.7 | 45,457 | 32.2 | 42,149 | 9.9 | 172,178 | 6.4 |
| 1999 | 105,447 | -3.6 | 79,511 | 9.4 | 125,098 | 0.7 | 52,306 | 15.1 | 45,065 | 6.9 | 182,660 | 6.1 |
| 2000 | 115,750 | 9.8 | 85,359 | 7.4 | 124,196 | -0.7 | 57,472 | 9.9 | 52,244 | 15.9 | 189,215 | 3.6 |
| 2001 | 111,902 | -3.3 | 67,495 | -20.9 | 122,401 | -1.4 | 53,262 | -7.3 | 52,829 | 1.1 | 191,274 | 1.1 |
| 2002 | 82,838 | -26.0 | 57,388 | -15.0 | 122,726 | 0.3 | 49,038 | -7.9 | 51,951 | -1.7 | 198,911 | 4.0 |
| 2003 | 68,959 | -16.8 | 62,441 | 8.8 | 124,542 | 1.5 | 47,904 | -2.3 | 53,020 | 2.1 | 202,240 | 1.7 |
| 2004 | 66,424 | -3.7 | 77,734 | 24.5 | 130,872 | 5.1 | 53,823 | 12.4 | 58,477 | 10.3 | 208,727 | 3.2 |
| 2005 | 83,171 | 25.2 | 85,244 | 9.7 | 138,096 | 5.5 | 57,490 | 6.8 | 63,917 | 9.3 | 215,128 | 3.1 |
| $\underline{\underline{2006}}$ | 110,470 | 32.8 | 98,888 | 16.0 | 139,646 | 1.1 | 61,858 | 7.6 | 71,629 | 12.1 | 223,440 | 3.9 |
| Tax year | Total rental and royalty net income (less loss) [2] |  | Partnership and S corporation net income (less loss) |  | Total itemized deductions in taxable income [3] |  | Charitable contributions deduction |  | Alternative minimum tax |  | Total earned income credit |  |
|  | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change |
| 1988 | (13) | (14) | (15) | (16) | (17) | (18) | (19) | (20) | (21) | (22) | (23) | (24) |
|  | -1,081 | N/A | 48,250 | N/A | 334,080 | N/A | 43,068 | N/A | 869 | N/A | 4,984 | N/A |
| 1989 | -1,160 | -7.3 | 50,881 | 5.5 | 347,563 | 4.0 | 44,725 | 3.8 | 670 | -22.9 | 5,319 | 6.7 |
| 1990 | 2,880 | [4] | 51,279 | 0.8 | 350,792 | 0.9 | 43,797 | -2.1 | 635 | -5.2 | 5,771 | 8.5 |
| 1991 | 3,814 | 32.4 | 46,395 | -9.5 | 343,382 | -2.1 | 44,474 | 1.5 | 891 | 40.3 | 7,676 | 33.0 |
| 1992 | 6,878 | 80.3 | 62,474 | 34.7 | 343,511 | [5] | 45,505 | 2.3 | 967 | 8.5 | 8,682 | 13.1 |
| 1993 | 9,280 | 34.9 | 64,269 | 2.9 | 339,380 | -1.2 | 47,304 | 4.0 | 1,421 | 46.9 | 10,752 | 23.8 |
| 1994 | 10,774 | 16.1 | 77,183 | 20.1 | 333,100 | -1.9 | 47,601 | 0.6 | 1,493 | 5.1 | 14,241 | 32.4 |
| 1995 | 11,281 | 4.7 | 82,515 | 6.9 | 346,046 | 3.9 | 49,207 | 3.4 | 1,503 | 0.7 | 17,031 | 19.6 |
| 1996 | 13,107 | 16.2 | 93,550 | 13.4 | 364,908 | 5.5 | 54,914 | 11.6 | 1,793 | 19.3 | 18,372 | 7.9 |
| 1997 | 13,935 | 6.3 | 104,874 | 12.1 | 386,798 | 6.0 | 61,802 | 12.5 | 2,495 | 39.2 | 18,934 | 3.1 |
| 1998 | 13,767 | -1.2 | 114,941 | 9.6 | 415,006 | 7.3 | 67,018 | 8.4 | 3,076 | 23.3 | 19,381 | 2.4 |
| 1999 | 15,388 | 11.8 | 126,694 | 10.2 | 445,004 | 7.2 | 75,510 | 12.7 | 3,888 | 26.4 | 19,148 | -1.2 |
| 2000 | 16,356 | 6.3 | 123,643 | -2.4 | 477,561 | 7.3 | 81,697 | 8.2 | 5,575 | 43.4 | 18,755 | -2.1 |
| 2001 | 18,574 | 13.6 | 127,109 | 2.8 | 499,451 | 4.6 | 78,623 | -3.8 | 3,815 | -31.6 | 18,846 | 0.5 |
| 2002 | 16,112 | -13.3 | 132,277 | 4.1 | 499,193 | -0.1 | 78,139 | -0.6 | 3,810 | -0.1 | 21,233 | 12.7 |
| 2003 | 15,850 | -1.6 | 137,775 | 4.2 | 489,081 | -2.0 | 79,014 | 1.1 | 5,135 | 34.8 | 20,964 | -1.3 |
| 2004 | 14,497 | -8.5 | 167,281 | 21.4 | 528,448 | 8.0 | 87,647 | 10.9 | 6,897 | 34.3 | 21,188 | 1.1 |
| 2005 | 14,458 | -0.3 | 206,004 | 23.1 | 574,404 | 8.7 | 93,902 | 7.1 | 8,920 | 29.3 | 21,715 | 2.5 |
| 2006 | 11,621 | -19.6 | 211,050 | 2.4 | 609,741 | 6.2 | 92,583 | -1.4 | 10,697 | 19.9 | 22,018 | 1.4 |

N/A-Not applicable.
[1] Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 9 of this article for further details.
[2] Includes farm rental net income (less loss).
[3] Itemized deductions for 1991 and later years were limited if adjusted gross income exceeded specified levels.
[4] Percentage not calculated.
[5] Less than 0.05 percent.

Constant-dollar business or professional net income (less loss) increased 1.1 percent to $\$ 139.6$ billion for 2006. This was the highest level of sole proprietorship income, in real terms. As with taxable interest and dividends, many other sources of income showed significant increases for 2006 in real terms. These included taxable Individual Retirement Account distributions, taxable Social Security benefits, taxable pensions and annuities, and partnership and S corporation net income (less loss), which increased 7.6 percent, 12.1 percent, 3.9 percent, and 2.4 percent, respectively. The inflation-adjusted amount of total itemized deductions increased 6.2 percent for 2006, marking the third year in row of increases. Real charitable contributions decreased by 1.4 percent for 2006. This marks the first year of a decline in real charitable contributions after 3 years of increases.

Much of the fluctuation in alternative minimum tax (AMT) liability shown for 1988 through 2006 reflects changes in law. The large increases in real AMT for 1991 and 1993 were the results of increases in the rates at which alternative minimum taxable income was taxed. After a large decline in AMT for 2001, partially resulting from a statutory increase in the AMT exemption, there was virtually no change in constant-dollar AMT for 2002. However, for 2003, while AMT tax rates were stable, other tax rates declined significantly. Thus, despite the fact that there was another increase in AMT exemption amounts, real AMT increased by 34.8 percent. Constant-dollar AMT increased by 34.3 percent and 29.3 percent for 2004 and 2005, respectively, with the AMT exemption amounts and all tax rates remaining the same for both years. For 2006, exemption amounts were updated, but, despite this, AMT increased 19.9 percent. The 2006 level was the highest ever and was over twelve times higher (in real terms) than AMT for 1988.

The real value of total EIC increased each year between 1988 and 1998, exhibiting double-digit growth for several of these years. Beginning with Tax Year 1991, EIC consisted of three components, with the maximum amount of the credit for 1991 being more than twice the maximum for 1990. Later, the Omnibus Budget Reconciliation Act of 1993 modified EIC by expanding the eligibility requirements to allow some taxpayers without children to qualify for the credit and eliminating the health insurance credit and extra credit components. In addi-
tion, the income eligibility levels and the maximum amounts of the credit increased. The EIC increased 1.4 percent in constant dollars for 2006, thus exceeding the previous high set the preceding year.

## Changes in Law

The definitions used in this article are generally the same as those in Statistics of Income-2006, Individual Income Tax Returns (IRS Publication 1304). The following is a partial list of tax law and Internal Revenue Service administrative changes that had a major bearing on the Tax Year 2006 data presented in this article.

Additional child tax credit-Modifications were made to the additional child tax credit for 2006. In Tax Year 2005, the credit limit based on earned income was 15 percent of a taxpayer's earned income that exceeded $\$ 11,000$. For 2006, the limit was 15 percent of a taxpayer's earned income that exceeded \$11,300.

Alternative Minimum Tax (AMT)—For Tax Year 2006, the minimum exemption rose to $\$ 62,550$ for a married couple filing a joint return, up from $\$ 58,000$ in 2005 , and to $\$ 42,500$ for singles and heads of household, up from $\$ 40,250$, and to $\$ 31,275$ for a married person filing separately, up from $\$ 29,000$.

Earned Income Credit (EIC)—The maximum amount of the earned income credit increased, as did the amounts of earned income and investment income an individual could have and still claim the credit. The maximum amount of investment income (interest, dividends, and capital gain income) a taxpayer could have and still claim the credit increased to $\$ 2,800$ from $\$ 2,700$. The maximum credit for taxpayers with no qualifying children increased to $\$ 412$ from $\$ 399$. For these taxpayers, earned income and AGI had to be less than $\$ 12,120(\$ 14,120$ if married filing jointly) to get any EIC. For taxpayers with one qualifying child, the maximum credit increased $\$ 85$ to $\$ 2,747$, and, for taxpayers with two or more qualifying children, the maximum credit increased to $\$ 4,536$ from $\$ 4,400$. To be eligible for the credit, a taxpayer's earned income and AGI had to be less than $\$ 32,001$ ( $\$ 34,001$ for married filing jointly) for one qualifying child, or less than $\$ 36,348$ ( $\$ 38,348$ for married filing jointly) for two or more qualifying children.

Exemption amount-For Tax Year 2006, the exemption amount increased by $\$ 100$ to $\$ 3,300$. Taxpayers could have lost a portion of their exemption

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benefits if their adjusted gross incomes were above certain amounts ( $\$ 112,875$ for married persons filling separately; $\$ 150,500$ for single individuals; $\$ 188,150$ for heads of household; and $\$ 225,750$ for married persons filling jointly or qualifying widow(er)s). For 2006, a taxpayer could lose no more than two-thirds of the dollar amounts of their exemptions, so that amount of each exemption could not be reduced to less than $\$ 1,100$. For 2005 and previous years, exemption amounts could be reduced to zero.

Federal telephone excise tax credit-Taxpayers who were billed after February 28, 2003, and before August 1, 2006, for Federal telephone excise tax on long distance or bundled telephone service may have taken a credit or refund for Tax Year 2006. Individuals were eligible to receive this credit even if they owed no tax or if they had not received a refund of this excise tax from their service providers. Taxpayers could request the standard amount of the credit based on the number of exemptions claimed on their returns (number of exemptions: $0=\$ 0,1=\$ 30,2=$ $\$ 40,3=\$ 50,4$ or more $=\$ 60$ ) or the actual amount shown on their bills. Individuals who did not otherwise have to file an income tax return filed Form 1040EZ-T, Request for Refund of Federal Telephone Excise Tax, in order to obtain the refund. A total of 742,859 Form 1040 EZ-T returns were filed for Tax Year 2006, and a total of 96.9 million taxpayers claimed the tax credit for a total of $\$ 4.2$ billion.

Foreign-earned income-Taxpayers who claimed the foreign-earned income exclusion or the foreign housing deduction on Form 2555, Foreign Earned Income, had to use the foreign-earned income tax worksheet to figure their tax. Taxpayers had to refigure their tax on nonexcluded income using the tax tables that would have applied had they not claimed the exclusion. This change in the law affected 143.1 thousand taxpayers for Tax Year 2006.

General business credits-The Energy Tax Incentives Act of 2005 and the Safe, Accountable, Flexible, Efficient Transportation Act of 2005 provided tax incentives for energy-efficient buildings and appliances, alternative and clean fuel vehicle credits, and other incentives and credits related to energy production and excise taxes.

Health savings account deduction-The deduction was limited to the annual deductible on the qualifying high deductible health plan, but not more than $\$ 2,700$ ( $\$ 5,450$ if family coverage), an increase from $\$ 2,650$ ( $\$ 5,250$ if family coverage) in 2005. These
limits were $\$ 700$ higher if the taxpayer was age 55 or older ( $\$ 1,400$ if both spouses were 55 or older). For 2005, these higher amounts for age 55 or older were $\$ 600$ and $\$ 1,200$, respectively.

Indexing-The following items increased due to indexing for inflation: personal exemption amounts, the basic standard deduction amounts, the tax bracket boundaries, and the beginning income amounts for limiting certain itemized deductions and for the phaseout of personal exemptions. The maximum amount of earnings subject to self-employment tax increased based on the percentage change in average covered earnings.

Individual retirement arrangement deductionFor 2006, a taxpayer or both taxpayers for taxpayers filing jointly, were able to take an IRA deduction up to $\$ 4,000$ ( $\$ 5,000$ if age 50 or older-up from $\$ 4,500$ for 2005) if not covered by a retirement plan, or if covered by a retirement plan but their modified AGIs were less than $\$ 60,000(\$ 85,000$ if married filing jointly or qualifying widow(er)). This was up from $\$ 80,000$ if married filing jointly or qualifying widow(er) for 2005. Military members serving in combat zone localities could count tax-free combat pay in figuring how much to contribute to a Roth or traditional IRA. This allowed members of the military with no taxable earned income to make contributions, unlike in previous years.

Itemized deductions-If a taxpayer's AGI was greater than $\$ 150,500$ ( $\$ 75,250$ if married filing separately), his or her itemized deductions may have been limited; the threshold was increased from $\$ 145,950$ ( $\$ 72,975$ if married filing separately) for 2005 as a result of inflation indexing. The limitation did not apply to deductions for medical and dental expenses, investment interest expenses, casualty or theft losses, and gambling losses; all other deductions were subject to the limitation. To arrive at allowable itemized deductions, total itemized deductions were reduced by the smaller of: (a) 53.33 percent of the nonexempt deductions, or (b) 2 percent of the amount of AGI in excess of the limitation threshold. For Tax Year 2006, this reduction was only twothirds of the amount of the reduction that would have otherwise applied for 2005.

Katrina Emergency Tax Relief Act of 2005-The Katrina Emergency Tax Relief Act of 2005 provided an additional exemption of $\$ 500$ in TYs 2005 or 2006 for each Hurricane Katrina-displaced individual claimed by the taxpayer. The total additional
exemption claimed for all years cannot exceed: $\$ 2,000$ for married taxpayers filing jointly, $\$ 1,000$ for married taxpayers filing separately, and $\$ 2,000$ for all other taxpayers.

A Hurricane Katrina-displaced individual is a person: (1) whose main home on August 28, 2005, was in the Hurricane Katrina disaster area, (2) who is displaced from the home, and (3) who is provided housing free of charge in the taxpayer's main home for a period of 60 consecutive days which ends in the taxable year in which the exemption is claimed. The additional exemption is not subject to the incomebased phaseouts applicable to personal exemptions, and is allowed as a deduction in computing alternative minimum taxable income.

Kiddie tax-For Tax Year 2006, the age limit for children who received taxable income and needed to figure tax using their parents' higher marginal rates increased from 14 to 18 . Also, the amount of taxable investment income a child could have before being taxed at their parents' rate rose to $\$ 1,700$, up from $\$ 1,600$. Due to this change, approximately 353.0 thousand taxpayers generated taxes of $\$ 885.7$ million in 2006, compared to 2005 when 141.6 thousand taxpayers owed $\$ 419.4$ million because of this tax.

Residential energy credit-For 2006, taxpayers could receive a 10 -percent credit for buying qualified energy efficiency improvements for their main homes. The maximum credit was $\$ 500$, and no more than $\$ 200$ of the credit could be attributable to expenses for windows. Over 4.3 million taxpayers claimed this credit for a total of $\$ 1.0$ billion.

## Data Sources and Limitations

These statistics are based on a sample of individual income tax returns (Forms 1040, 1040A, and 1040EZ, including electronically filed returns) filed during Calendar Year 2007. Returns in the sample were stratified based on: (1) the larger of positive income or negative income (absolute value); (2) the size of business and farm receipts; (3) the presence or absence of specific forms or schedules; and (4) the usefulness of returns for tax policy modeling purposes. ${ }^{13}$ Returns were then selected at rates ranging from 0.10 percent to 100 percent. The 2006 data are based on a sample of 321,006 returns and an estimated final population of $138,485,446$ returns. The corresponding sample and population for the 2005 data were 292,966 and 134,494,440 returns, respectively. ${ }^{14}$

Since the data presented here are estimates based on a sample of returns filed, they are subject to sampling error. To properly use the statistical data provided, the magnitude of the potential sampling error must be known; coefficients of variation (CVs) are used to measure that magnitude. Figure M shows estimated CVs for the numbers of returns and money amounts for selected income items. The reliability of estimates based on samples, and the use of coefficients of variation for evaluating the precision of estimates based on samples, are discussed later in this issue in SOI Sampling Methodology and Data Limitations.

[^8]
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## Figure M

Coefficients of Variation for Selected Items, Tax Year 2006
[Money amounts are in thousands of dollars-coefficients of variation are percentages]

| Item | Number of returns | Coefficient of variation | Amount | Coefficient of variation |
| :---: | :---: | :---: | :---: | :---: |
|  | (1) | (2) | (3) | (4) |
| Adjusted gross income (less deficit) | 138,394,754 | 0.01 | 8,030,842,945 | 0.09 |
| Salaries and wages | 116,379,376 | 0.10 | 5,469,370,119 | 0.10 |
| Business or profession: <br> Net income | 16,209,687 | 0.35 | 330,265,386 | 0.16 |
| Net loss | 5,446,722 | 0.96 | 48,738,126 | 0.35 |
| Net capital gain (less loss): <br> Net gain | 13,427,079 | 0.62 | 789,797,297 | 1.18 |
| Net loss | 8,641,990 | 0.82 | 18,751,674 | 0.96 |
| Taxable Individual Retirement Account distributions | 9,965,065 | 0.83 | 124,705,552 | 1.42 |
| Taxable pensions and annuities | 24,098,220 | 0.49 | 450,454,465 | 0.62 |
| Partnership and S corporation: <br> Net income | 5,022,308 | 0.94 | 528,224,522 | 0.36 |
| Net loss | 2,596,993 | 1.46 | 102,747,208 | 0.82 |
| Estate and trust: <br> Net income | 550,919 | 3.16 | 19,125,097 | 0.88 |
| Net loss | 44,685 | 10.57 | 1,941,673 | 0.83 |
| Unemployment compensation | 7,378,438 | 1.05 | 26,523,665 | 1.37 |
| Taxable Social Security benefits | 13,749,185 | 0.65 | 144,403,839 | 0.49 |
| Other income: <br> Net income | 5,830,163 | 1.08 | 37,473,251 | 0.74 |
| Net loss | 346,790 | 4.32 | 7,534,789 | 0.94 |
| Payments to an Individual Retirement Account | 3,230,531 | 1.51 | 12,533,506 | 0.55 |
| Moving expenses adjustment | 1,082,576 | 2.78 | 3,159,251 | 1.46 |
| Self-employment tax deduction | 17,074,708 | 0.39 | 23,925,376 | 1.02 |
| Self-employed health insurance deduction | 3,804,190 | 1.10 | 20,302,533 | 3.16 |
| Total statutory adjustments | 33,980,524 | 0.36 | 113,845,357 | 2.64 |
| Taxable income | 106,667,402 | 0.12 | 5,579,145,443 | 10.57 |

Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006

| Size of adjusted gross income | Number of returns | $\qquad$ | Salaries and wages |  | Taxable interest |  | Tax-exempt interest |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| All returns, total | 138,394,754 | 8,030,842,945 | 116,379,376 | 5,469,370,119 | 62,401,235 | 222,707,445 | 6,038,822 | 72,970,971 |
| No adjusted gross income | 2,675,594 | -91,196,610 | 714,478 | 17,878,229 | 885,404 | 6,150,321 | 88,852 | 1,300,897 |
| \$1 under \$5,000 | 11,633,370 | 31,004,475 | 8,852,728 | 28,383,613 | 2,839,640 | 1,699,168 | 102,075 | 190,872 |
| \$5,000 under \$10,000 | 11,786,747 | 87,992,646 | 9,293,308 | 67,219,963 | 2,766,590 | 3,009,871 | 121,627 | 401,115 |
| \$10,000 under \$15,000 | 11,711,680 | 146,357,710 | 9,080,238 | 106,771,898 | 3,027,048 | 4,474,593 | 163,586 | 662,514 |
| \$15,000 under \$20,000 | 10,937,694 | 191,038,094 | 8,977,609 | 148,316,842 | 3,020,019 | 5,106,052 | 135,964 | 436,457 |
| \$20,000 under \$25,000 | 9,912,261 | 222,862,623 | 8,573,595 | 183,012,022 | 2,786,869 | 4,534,292 | 153,479 | 675,569 |
| \$25,000 under \$30,000 | 8,749,761 | 240,252,128 | 7,634,923 | 198,062,401 | 2,783,594 | 4,546,243 | 143,631 | 769,828 |
| \$30,000 under \$40,000 | 14,151,824 | 492,158,138 | 12,585,820 | 408,124,120 | 5,351,616 | 8,491,134 | 284,278 | 1,568,021 |
| \$40,000 under \$50,000 | 10,687,193 | 478,795,699 | 9,481,258 | 389,320,598 | 5,113,117 | 8,359,747 | 337,171 | 1,791,270 |
| \$50,000 under \$75,000 | 18,854,917 | 1,158,386,347 | 16,801,304 | 919,196,733 | 11,419,597 | 22,185,113 | 884,523 | 5,028,368 |
| \$75,000 under \$100,000 | 11,140,408 | 960,841,319 | 10,021,003 | 751,305,323 | 8,230,374 | 18,145,119 | 764,350 | 4,333,509 |
| \$100,000 under \$200,000 | 12,088,423 | 1,606,322,715 | 10,888,319 | 1,205,050,029 | 10,303,588 | 33,955,561 | 1,472,513 | 11,277,566 |
| \$200,000 under \$500,000 | 3,121,485 | 895,151,023 | 2,701,345 | 544,631,238 | 2,945,517 | 25,358,364 | 882,075 | 12,593,927 |
| \$500,000 under \$1,000,000 | 589,306 | 399,608,986 | 487,691 | 188,813,547 | 577,126 | 14,078,383 | 278,847 | 7,641,895 |
| \$1,000,000 under \$1,500,000 | 150,431 | 182,043,576 | 121,544 | 70,188,881 | 148,607 | 7,401,827 | 85,556 | 3,819,089 |
| \$1,500,000 under \$2,000,000 | 64,007 | 110,211,789 | 51,234 | 37,609,861 | 63,647 | 4,875,598 | 40,440 | 2,536,776 |
| \$2,000,000 under \$5,000,000 | 98,724 | 295,129,497 | 79,672 | 89,552,878 | 98,086 | 13,487,165 | 67,060 | 6,608,002 |
| \$5,000,000 under \$10,000,000 | 24,975 | 171,407,703 | 20,365 | 44,036,537 | 24,891 | 8,969,331 | 19,294 | 3,750,095 |
| \$10,000,000 or more | 15,956 | 452,475,087 | 12,944 | 71,895,407 | 15,906 | 27,879,563 | 13,500 | 7,585,202 |
| Taxable returns, total | 92,740,927 | 7,439,473,161 | 80,491,071 | 4,888,702,061 | 51,142,560 | 203,857,468 | 5,483,153 | 68,841,717 |
| Nontaxable returns, total | 45,653,826 | 591,369,784 | 35,888,305 | 580,668,058 | 11,258,675 | 18,849,977 | 555,669 | 4,129,254 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Ordinary dividends |  | Qualified dividends |  | State income tax refunds |  | Alimony received |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
| All returns, total | 31,619,775 | 199,359,146 | 26,584,184 | 137,195,800 | 22,964,214 | 24,206,006 | 441,514 | 8,120,381 |
| No adjusted gross income | 540,964 | 2,283,212 | 445,855 | 1,230,016 | 84,997 | 253,202 | * 709 | * 17,177 |
| \$1 under \$5,000 | 1,470,125 | 1,102,881 | 1,216,545 | 570,614 | 96,236 | 57,764 | 12,124 | 48,874 |
| \$5,000 under \$ 10,000 | 1,247,269 | 1,567,563 | 1,012,178 | 756,449 | 135,605 | 79,319 | 23,673 | 102,417 |
| \$10,000 under \$ 15,000 | 1,280,234 | 2,238,306 | 1,049,868 | 1,071,720 | 256,138 | 147,636 | 40,832 | 311,444 |
| \$15,000 under \$20,000 | 1,294,938 | 2,343,797 | 1,021,828 | 1,215,611 | 343,539 | 188,855 | 37,850 | 303,100 |
| \$20,000 under \$25,000 | 1,161,357 | 2,154,371 | 934,157 | 1,121,027 | 482,416 | 230,430 | 37,814 | 320,145 |
| \$25,000 under \$30,000 | 1,117,737 | 2,294,745 | 905,574 | 1,243,463 | 621,237 | 302,498 | 36,816 | 388,958 |
| \$30,000 under \$40,000 | 2,133,918 | 4,173,540 | 1,714,990 | 2,314,142 | 1,786,876 | 975,120 | 65,334 | 802,522 |
| \$40,000 under \$50,000 | 2,210,312 | 5,242,042 | 1,836,925 | 2,848,694 | 2,091,754 | 1,264,727 | 49,658 | 767,243 |
| \$50,000 under \$75,000 | 5,300,090 | 14,192,978 | 4,383,316 | 8,689,544 | 5,614,850 | 3,960,527 | 74,100 | 1,654,603 |
| \$75,000 under \$100,000 | 4,219,882 | 13,692,026 | 3,521,698 | 8,472,200 | 4,515,008 | 3,660,605 | 30,556 | 856,613 |
| \$100,000 under \$200,000 | 6,475,265 | 32,849,107 | 5,616,465 | 21,725,457 | 5,546,706 | 5,938,834 | 23,824 | 1,148,793 |
| \$200,000 under \$500,000 | 2,334,295 | 30,828,990 | 2,135,848 | 21,875,425 | 1,035,039 | 2,233,468 | 6,030 | 832,321 |
| \$500,000 under \$1,000,000 | 508,531 | 16,966,756 | 480,372 | 12,504,165 | 200,864 | 1,064,349 | 1,643 | 406,904 |
| \$1,000,000 under \$1,500,000 | 135,761 | 8,818,224 | 128,611 | 6,704,820 | 59,080 | 571,473 | 279 | 28,019 |
| \$1,500,000 under \$2,000,000 | 58,893 | 5,424,332 | 55,774 | 4,102,064 | 27,498 | 393,698 | 84 | 28,350 |
| \$2,000,000 under \$5,000,000 | 90,849 | 15,016,424 | 86,502 | 11,401,157 | 45,133 | 990,355 | 153 | 32,319 |
| \$5,000,000 under \$10,000,000 | 23,849 | 9,454,677 | 22,749 | 7,245,962 | 12,504 | 606,420 | 23 | 21,122 |
| \$10,000,000 or more | 15,505 | 28,715,176 | 14,929 | 22,103,272 | 8,735 | 1,286,725 | 13 | 49,458 |
| Taxable returns, total | 27,065,994 | 189,597,772 | 22,954,944 | 131,785,142 | 20,692,187 | 22,153,705 | 318,690 | 7,085,346 |
| Nontaxable returns, total | 4,553,780 | 9,761,374 | 3,629,240 | 5,410,658 | 2,272,027 | 2,052,301 | 122,824 | 1,035,035 |

Footnotes at end of table.

Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size
of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Business or profession |  |  |  | Capital gain distributions |  | Sales of capital assets reported on Form 1040, Schedule D |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net income |  | Net loss |  |  |  |  |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| All returns, total | (17) | (18) | (19) | (20) | (21) | (22) | (23) | (24) |
|  | 16,209,687 | 330,265,386 | 5,446,722 | 48,738,126 | 4,599,135 | 8,416,731 | 13,427,079 | 789,797,297 |
| No adjusted gross income | 212,239 | 2,688,671 | 429,977 | 10,743,018 | 29,044 | 35,701 | 165,726 | 10,929,006 |
| \$1 under \$5,000 | 1,351,819 | 3,904,914 | 158,823 | 979,663 | 343,221 | 276,371 | 458,409 | 809,762 |
| \$5,000 under \$10,000 | 1,736,070 | 11,626,939 | 184,145 | 1,194,895 | 200,297 | 239,472 | 466,823 | 1,579,013 |
| \$10,000 under \$ 15,000 | 1,695,773 | 16,556,296 | 240,522 | 1,895,075 | 214,205 | 332,462 | 472,963 | 1,749,283 |
| \$15,000 under \$20,000 | 1,144,236 | 12,971,831 | 265,387 | 2,105,613 | 199,657 | 238,883 | 433,733 | 1,984,703 |
| \$20,000 under \$25,000 | 839,119 | 10,666,018 | 267,212 | 1,755,465 | 164,085 | 245,207 | 406,848 | 1,927,522 |
| \$25,000 under \$30,000 | 734,803 | 10,622,790 | 267,015 | 1,781,254 | 173,381 | 255,395 | 422,174 | 2,184,965 |
| \$30,000 under \$40,000 | 1,257,950 | 17,786,932 | 507,989 | 3,076,241 | 345,996 | 426,125 | 796,257 | 4,704,585 |
| \$40,000 under \$50,000 | 1,106,549 | 16,208,014 | 459,326 | 2,639,195 | 390,479 | 615,884 | 854,874 | 5,575,487 |
| \$50,000 under \$75,000 | 2,079,261 | 35,340,025 | 1,039,407 | 6,263,365 | 845,713 | 1,475,849 | 2,077,659 | 17,827,689 |
| \$75,000 under \$100,000 | 1,424,198 | 30,602,858 | 617,322 | 3,472,142 | 653,719 | 1,148,707 | 1,753,040 | 21,345,205 |
| \$100,000 under \$200,000 | 1,809,342 | 66,288,637 | 742,802 | 5,387,127 | 825,108 | 2,037,960 | 3,063,606 | 67,091,897 |
| \$200,000 under \$500,000 | 636,114 | 53,290,017 | 201,387 | 2,938,573 | 189,900 | 896,556 | 1,421,642 | 98,690,086 |
| \$500,000 under \$1,000,000 | 117,221 | 16,997,119 | 39,370 | 1,131,576 | 18,833 | 121,489 | 368,754 | 75,003,350 |
| \$1,000,000 under \$ 1,500,000 | 27,696 | 5,648,649 | 10,268 | 505,529 | 3,279 | 27,177 | 105,275 | 43,801,537 |
| \$1,500,000 under \$2,000,000 | 11,777 | 3,018,574 | 4,382 | 290,752 | 1,056 | 10,821 | 46,943 | 30,434,436 |
| \$2,000,000 under \$5,000,000 | 18,408 | 10,308,226 | 7,595 | 873,883 | 959 | 18,992 | 77,025 | 92,779,494 |
| \$5,000,000 under \$10,000,000 | 4,419 | 2,286,669 | 2,089 | 515,291 | 170 | 12,251 | 21,008 | 68,256,219 |
| \$10,000,000 or more | 2,693 | 3,452,208 | 1,701 | 1,189,468 | 33 | 1,429 | 14,319 | 243,123,059 |
| Taxable returns, total | 9,368,887 | 261,893,236 | 3,788,396 | 28,404,323 | 4,045,697 | 7,921,918 | 11,865,301 | 769,758,786 |
| Nontaxable returns, total | 6,840,801 | 68,372,150 | 1,658,325 | 20,333,802 | 553,439 | 494,814 | 1,561,777 | 20,038,512 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size
of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Sales of capital assets reported on Form 1040, Schedule D-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Taxable net loss |  | Short-term capital gain |  | Short-term capital loss |  | Short-term loss carryover |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
| All returns, total | 8,641,990 | 18,751,674 | 5,337,951 | 52,308,971 | 5,188,636 | 129,803,389 | 1,931,034 | 105,089,820 |
| No adjusted gross income | 521,417 | 1,295,372 | 88,769 | 1,255,098 | 269,147 | 12,924,095 | 201,579 | 11,330,384 |
| \$1 under \$5,000 | 435,750 | 821,625 | 178,138 | 137,813 | 187,544 | 2,690,126 | 105,391 | 2,199,476 |
| \$5,000 under \$10,000 | 334,056 | 688,816 | 151,658 | 291,388 | 150,870 | 2,644,251 | 73,388 | 2,270,163 |
| \$10,000 under \$ 15,000 | 343,659 | 731,634 | 183,746 | 332,176 | 149,647 | 2,647,093 | 59,396 | 2,258,771 |
| \$15,000 under \$20,000 | 350,306 | 766,358 | 153,010 | 328,120 | 148,807 | 2,630,346 | 58,300 | 1,867,613 |
| \$20,000 under \$25,000 | 319,458 | 673,907 | 135,904 | 245,596 | 141,693 | 2,844,925 | 57,863 | 2,426,374 |
| \$25,000 under \$30,000 | 297,091 | 603,028 | 158,133 | 323,079 | 141,502 | 2,244,851 | 52,703 | 1,859,647 |
| \$30,000 under \$40,000 | 530,300 | 1,102,486 | 279,744 | 587,104 | 273,040 | 4,704,127 | 103,372 | 3,506,078 |
| \$40,000 under \$50,000 | 539,024 | 1,076,511 | 317,971 | 771,638 | 269,778 | 4,677,629 | 93,556 | 3,737,651 |
| \$50,000 under \$75,000 | 1,283,264 | 2,684,678 | 789,484 | 2,114,359 | 729,884 | 10,935,898 | 210,425 | 9,273,034 |
| \$75,000 under \$100,000 | 1,067,399 | 2,296,786 | 673,185 | 2,192,476 | 619,191 | 10,784,676 | 195,849 | 8,889,506 |
| \$100,000 under \$200,000 | 1,736,912 | 3,804,717 | 1,267,581 | 5,651,886 | 1,182,710 | 24,852,160 | 372,787 | 20,758,570 |
| \$200,000 under \$500,000 | 687,878 | 1,684,019 | 636,454 | 6,593,565 | 636,463 | 19,995,500 | 233,728 | 16,677,093 |
| \$500,000 under \$1,000,000 | 131,217 | 345,470 | 181,196 | 4,494,160 | 169,099 | 9,269,121 | 67,104 | 7,475,240 |
| \$1,000,000 under \$1,500,000 | 31,369 | 84,666 | 54,344 | 2,499,163 | 50,016 | 3,496,897 | 18,895 | 2,733,394 |
| \$1,500,000 under \$2,000,000 | 12,156 | 33,640 | 24,540 | 1,627,899 | 21,923 | 2,054,017 | 8,711 | 1,579,627 |
| \$2,000,000 under \$5,000,000 | 16,247 | 45,271 | 43,241 | 5,494,806 | 33,172 | 4,379,456 | 12,873 | 3,119,487 |
| \$5,000,000 under \$10,000,000 | 3,139 | 8,879 | 12,065 | 3,775,930 | 8,736 | 1,970,930 | 3,186 | 1,193,644 |
| \$10,000,000 or more | 1,348 | 3,810 | 8,788 | 13,592,717 | 5,415 | 4,057,290 | 1,929 | 1,934,068 |
| Taxable returns, total | 6,661,418 | 14,275,474 | 4,685,177 | 49,294,870 | 4,236,154 | 98,244,380 | 1,372,194 | 78,651,261 |
| Nontaxable returns, total | 1,980,572 | 4,476,201 | 652,774 | 3,014,100 | 952,481 | 31,559,009 | 558,840 | 26,438,559 |

Footnotes at end of table.

## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Sales of capital assets reported on Form 1040, Schedule D-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net short-term gain from sales of capital assets |  | Net short-term loss from sales of capital assets |  | Short-term gain from other forms (2119, 4797, etc.) |  | Short-term loss from other forms (4684, 6781, and 8824) |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
| All returns, total | 5,319,838 | 33,524,258 | 3,623,253 | 27,126,470 | 146,529 | 4,688,907 | 178,867 | 1,365,522 |
| No adjusted gross income | 113,924 | 1,074,156 | 98,753 | 1,734,533 | 4,549 | 78,491 | 5,102 | 58,498 |
| \$1 under \$5,000 | 188,296 | 192,116 | 94,367 | 544,178 | * 3,820 | * 357 | 3,692 | 16,746 |
| \$5,000 under \$10,000 | 153,366 | 320,432 | 96,105 | 379,145 | * 2,946 | * 5,179 | 2,167 | 3,577 |
| \$10,000 under \$15,000 | 180,414 | 347,051 | 101,773 | 359,903 | 4,216 | 3,097 | 2,169 | 9,304 |
| \$15,000 under \$ 20,000 | 155,041 | 387,869 | 102,969 | 822,255 | * 3,184 | * 4,359 | * 107 | * 59 |
| \$20,000 under \$25,000 | 134,487 | 292,691 | 92,366 | 456,922 | * 1,318 | * 597 | 3,259 | 15,266 |
| \$25,000 under \$30,000 | 155,105 | 333,287 | 97,865 | 412,495 | 4,048 | 11,457 | * 2,810 | * 2,010 |
| \$30,000 under \$40,000 | 276,214 | 665,223 | 185,585 | 1,252,855 | 5,584 | 19,911 | 5,460 | 32,517 |
| \$40,000 under \$50,000 | 313,479 | 969,046 | 195,275 | 1,195,034 | 4,697 | 13,869 | 8,634 | 10,316 |
| \$50,000 under \$75,000 | 783,833 | 2,313,705 | 542,292 | 1,928,487 | 10,345 | 28,958 | 15,421 | 22,281 |
| \$75,000 under \$100,000 | 660,397 | 2,272,715 | 453,476 | 2,173,074 | 12,503 | 76,128 | 12,122 | 18,693 |
| \$100,000 under \$200,000 | 1,268,587 | 5,681,192 | 877,991 | 4,781,666 | 24,679 | 145,875 | 33,551 | 115,641 |
| \$200,000 under \$500,000 | 637,102 | 6,142,065 | 467,977 | 4,103,316 | 29,334 | 284,134 | 32,581 | 99,258 |
| \$500,000 under \$1,000,000 | 175,411 | 3,395,648 | 122,013 | 1,996,840 | 13,675 | 269,224 | 17,532 | 97,449 |
| \$1,000,000 under \$1,500,000 | 49,363 | 1,586,018 | 38,002 | 842,630 | 5,995 | 242,469 | 8,432 | 49,873 |
| \$1,500,000 under \$2,000,000 | 21,645 | 911,632 | 16,918 | 562,431 | 3,458 | 170,393 | 5,258 | 42,979 |
| \$2,000,000 under \$5,000,000 | 36,668 | 2,595,986 | 26,928 | 1,247,358 | 7,206 | 581,169 | 11,609 | 117,074 |
| \$5,000,000 under \$10,000,000 | 9,813 | 1,311,580 | 7,500 | 651,225 | 2,696 | 409,657 | 4,586 | 95,876 |
| \$10,000,000 or more | 6,695 | 2,731,844 | 5,098 | 1,682,123 | 2,277 | 2,343,583 | 4,373 | 558,105 |
| Taxable returns, total | 4,620,749 | 30,342,585 | 3,120,703 | 21,561,642 | 128,789 | 4,556,288 | 163,290 | 1,257,776 |
| Nontaxable returns, total | 699,089 | 3,181,673 | 502,550 | 5,564,828 | 17,740 | 132,619 | 15,576 | 107,746 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

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

| Size of adjusted gross income | Sales of capital assets reported on Form 1040, Schedule D-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net short-term partnership/ S corporation gain |  | Net short-term partnership/ S corporation loss |  | Long-term capital gain |  | Long-term capital loss |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (41) | (42) | (43) | (44) | (45) | (46) | (47) | (48) |
| All returns, total | 731,903 | 21,706,855 | 353,257 | 3,833,841 | 12,670,217 | 763,742,508 | 7,257,803 | 208,022,674 |
| No adjusted gross income | 12,681 | 525,084 | 8,539 | 223,314 | 175,494 | 11,514,572 | 446,041 | 22,130,052 |
| \$1 under \$5,000 | 9,854 | 20,393 | 8,254 | 4,779 | 435,610 | 868,156 | 386,930 | 5,085,293 |
| \$5,000 under \$10,000 | 7,490 | 7,361 | 5,370 | 32,951 | 447,610 | 1,560,183 | 293,221 | 4,994,416 |
| \$10,000 under \$ 15,000 | 12,580 | 22,717 | 7,284 | 59,804 | 425,905 | 1,656,597 | 303,335 | 5,662,194 |
| \$15,000 under \$20,000 | 5,817 | 6,442 | 4,527 | 10,969 | 397,587 | 1,863,154 | 306,833 | 7,062,183 |
| \$20,000 under \$25,000 | 14,628 | 23,572 | 10,430 | 17,628 | 378,332 | 1,828,806 | 271,142 | 5,618,520 |
| \$25,000 under \$30,000 | 7,409 | 13,054 | 7,224 | 5,419 | 382,390 | 2,075,376 | 244,605 | 4,805,976 |
| \$30,000 under \$40,000 | 27,237 | 34,736 | 15,445 | 45,442 | 730,789 | 4,513,159 | 431,948 | 11,011,220 |
| \$40,000 under \$50,000 | 30,039 | 92,349 | 13,912 | 38,253 | 790,119 | 5,290,394 | 446,895 | 7,793,404 |
| \$50,000 under \$75,000 | 74,900 | 148,188 | 38,480 | 88,587 | 1,922,654 | 17,195,436 | 1,074,451 | 22,815,209 |
| \$75,000 under \$100,000 | 66,113 | 193,554 | 32,024 | 53,324 | 1,650,976 | 20,439,153 | 861,296 | 19,039,596 |
| \$100,000 under \$200,000 | 157,016 | 860,772 | 78,405 | 232,238 | 2,897,627 | 64,920,007 | 1,448,014 | 38,039,000 |
| \$200,000 under \$500,000 | 143,655 | 1,400,557 | 61,254 | 349,025 | 1,394,687 | 96,830,228 | 578,830 | 29,136,067 |
| \$500,000 under \$1,000,000 | 70,712 | 1,620,155 | 29,985 | 490,458 | 372,902 | 73,492,613 | 110,316 | 10,901,424 |
| \$1,000,000 under \$ 1,500,000 | 28,523 | 1,006,049 | 10,808 | 206,372 | 107,242 | 42,617,357 | 26,351 | 4,001,350 |
| \$1,500,000 under \$2,000,000 | 15,570 | 800,718 | 5,596 | 123,982 | 47,624 | 29,729,291 | 10,155 | 2,082,228 |
| \$2,000,000 under \$5,000,000 | 29,587 | 2,937,020 | 9,940 | 514,908 | 76,906 | 89,439,292 | 13,737 | 4,722,990 |
| \$5,000,000 under \$10,000,000 | 10,067 | 2,400,088 | 3,256 | 375,658 | 21,282 | 65,624,946 | 2,616 | 1,667,692 |
| \$10,000,000 or more | 8,023 | 9,594,047 | 2,524 | 960,729 | 14,483 | 232,283,787 | 1,086 | 1,453,859 |
| Taxable returns, total | 679,830 | 20,994,418 | 314,894 | 3,373,337 | 11,205,958 | 743,115,554 | 5,578,925 | 153,170,524 |
| Nontaxable returns, total | 52,073 | 712,437 | 38,363 | 460,504 | 1,464,260 | 20,626,954 | 1,678,877 | 54,852,151 |

Footnotes at end of table.

## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

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

| Size of adjusted gross income | Sales of capital assets reported on Form 1040, Schedule D-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net long-term gain from sales of capital assets |  | Net long-term loss from sales of capital assets |  | Long-term loss carryover |  | Long-term gain from other forms (2119, 4797, etc.) |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (49) | (50) | (51) | (52) | (53) | (54) | (55) | (56) |
| All returns, total | 9,191,345 | 339,029,650 | 4,660,800 | 50,994,393 | 5,464,418 | 201,030,762 | 2,360,983 | 233,813,815 |
| No adjusted gross income | 155,504 | 4,578,293 | 163,414 | 3,981,817 | 375,672 | 20,955,478 | 76,698 | 6,512,476 |
| \$1 under \$5,000 | 330,419 | 731,415 | 191,987 | 981,172 | 293,406 | 4,683,517 | 34,157 | 262,044 |
| \$5,000 under \$10,000 | 325,136 | 1,093,936 | 156,893 | 788,557 | 214,217 | 4,646,565 | 48,925 | 268,254 |
| \$10,000 under \$15,000 | 307,306 | 1,121,465 | 186,522 | 1,402,570 | 206,741 | 5,058,492 | 65,175 | 656,826 |
| \$15,000 under \$20,000 | 288,264 | 1,243,843 | 180,679 | 2,157,426 | 208,767 | 5,520,984 | 64,733 | 480,288 |
| \$20,000 under \$25,000 | 261,983 | 1,277,127 | 159,921 | 970,295 | 180,266 | 5,257,371 | 63,557 | 496,886 |
| \$25,000 under \$30,000 | 274,699 | 1,193,244 | 142,606 | 923,874 | 174,199 | 4,473,226 | 67,509 | 649,723 |
| \$30,000 under \$40,000 | 516,660 | 3,199,467 | 274,057 | 3,576,292 | 295,554 | 8,484,248 | 117,424 | 925,514 |
| \$40,000 under \$50,000 | 523,650 | 3,076,179 | 310,413 | 1,799,137 | 291,317 | 6,951,666 | 133,835 | 1,273,392 |
| \$50,000 under \$75,000 | 1,371,312 | 10,123,768 | 737,013 | 5,298,571 | 738,469 | 20,181,713 | 298,414 | 4,430,508 |
| \$75,000 under \$100,000 | 1,163,878 | 12,089,270 | 595,578 | 4,203,429 | 620,402 | 17,905,529 | 263,093 | 5,083,001 |
| \$100,000 under \$200,000 | 2,136,841 | 36,677,700 | 1,020,841 | 8,343,074 | 1,105,525 | 36,850,047 | 503,310 | 19,219,590 |
| \$200,000 under \$500,000 | 1,044,957 | 50,751,304 | 409,794 | 6,636,238 | 558,397 | 30,460,256 | 364,846 | 34,319,485 |
| \$500,000 under \$1,000,000 | 284,775 | 35,591,186 | 81,622 | 2,373,413 | 126,488 | 12,484,663 | 134,939 | 26,241,875 |
| \$1,000,000 under \$1,500,000 | 82,192 | 20,246,599 | 21,118 | 1,174,670 | 34,810 | 4,795,592 | 44,447 | 14,701,523 |
| \$1,500,000 under \$2,000,000 | 36,796 | 13,550,845 | 9,029 | 636,088 | 13,947 | 2,494,000 | 21,534 | 9,583,949 |
| \$2,000,000 under \$5,000,000 | 59,503 | 36,329,890 | 13,604 | 1,911,244 | 19,735 | 5,683,480 | 37,476 | 28,870,801 |
| \$5,000,000 under \$10,000,000 | 16,353 | 23,663,920 | 3,487 | 953,514 | 4,245 | 2,174,481 | 12,113 | 21,186,263 |
| \$10,000,000 or more | 11,119 | 82,490,200 | 2,223 | 2,883,014 | 2,260 | 1,969,454 | 8,799 | 58,651,416 |
| Taxable returns, total | 8,070,762 | 328,154,871 | 3,876,197 | 38,842,333 | 4,194,524 | 152,256,284 | 2,001,786 | 223,902,508 |
| Nontaxable returns, total | 1,120,584 | 10,874,780 | 784,604 | 12,152,060 | 1,269,894 | 48,774,478 | 359,197 | 9,911,307 |

[^9]
## Individual Income Tax Returns, 2006

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Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size
of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Sales of capital assets reported on Form 1040, Schedule D-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Long-term loss from other forms (4684, 6781, and 8824) |  | Net long-term partnership/ S corporation gain |  | Net long-term partnership/ S corporation loss |  | Schedule D capital gain distributions |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (57) | (58) | (59) | (60) | (61) | (62) | (63) | (64) |
| All returns, total | 141,298 | 1,527,883 | 1,514,318 | 189,676,169 | 407,026 | 4,260,226 | 9,911,970 | 51,000,528 |
| No adjusted gross income | 3,729 | 71,342 | 30,359 | 3,603,129 | 12,520 | 815,657 | 190,918 | 514,916 |
| \$1 under \$5,000 | 2,685 | 19,685 | 22,472 | 108,765 | 11,892 | 30,760 | 375,020 | 395,772 |
| \$5,000 under \$10,000 | 2,816 | 5,366 | 25,267 | 140,973 | 5,027 | 12,980 | 343,359 | 516,073 |
| \$10,000 under \$15,000 | * 2,036 | * 13,389 | 35,850 | 147,665 | 9,567 | 84,628 | 327,351 | 627,527 |
| \$15,000 under \$20,000 | * 115 | * 89 | 15,424 | 122,063 | 7,165 | 43,675 | 317,224 | 676,952 |
| \$20,000 under \$25,000 | * 3,364 | * 16,198 | 37,179 | 113,452 | 13,150 | 51,341 | 278,662 | 618,025 |
| \$25,000 under \$30,000 | * 2,810 | * 2,485 | 21,628 | 178,241 | 10,151 | 46,759 | 278,317 | 694,536 |
| \$30,000 under \$40,000 | 5,780 | 17,960 | 52,381 | 364,926 | 23,537 | 146,861 | 520,647 | 1,237,392 |
| \$40,000 under \$50,000 | 7,690 | 12,732 | 57,985 | 333,321 | 19,056 | 51,538 | 613,412 | 1,629,172 |
| \$50,000 under \$75,000 | 14,797 | 32,126 | 177,017 | 1,383,483 | 55,693 | 346,447 | 1,437,665 | 4,301,324 |
| \$75,000 under \$100,000 | 12,753 | 36,107 | 149,956 | 1,426,898 | 37,552 | 146,091 | 1,254,713 | 5,091,544 |
| \$100,000 under \$200,000 | 27,088 | 157,677 | 350,542 | 5,225,124 | 93,479 | 670,678 | 2,318,740 | 11,779,641 |
| \$200,000 under \$500,000 | 24,542 | 127,914 | 273,404 | 10,312,447 | 64,351 | 433,453 | 1,139,831 | 9,968,785 |
| \$500,000 under \$1,000,000 | 11,634 | 118,991 | 122,534 | 11,461,172 | 24,044 | 437,294 | 306,075 | 4,711,284 |
| \$1,000,000 under \$1,500,000 | 5,482 | 46,822 | 47,118 | 7,883,067 | 8,065 | 154,485 | 85,136 | 1,956,385 |
| \$1,500,000 under \$2,000,000 | 3,021 | 50,455 | 24,381 | 6,813,054 | 3,815 | 126,440 | 37,905 | 1,000,435 |
| \$2,000,000 under \$5,000,000 | 6,715 | 125,576 | 44,449 | 25,171,170 | 5,658 | 317,289 | 60,255 | 2,381,951 |
| \$5,000,000 under \$10,000,000 | 2,211 | 95,756 | 14,903 | 21,467,736 | 1,502 | 146,090 | 16,028 | 1,009,172 |
| \$10,000,000 or more | 2,030 | 577,215 | 11,469 | 93,419,483 | 799 | 197,759 | 10,712 | 1,889,642 |
| Taxable returns, total | 127,971 | 1,394,284 | 1,374,768 | 185,054,677 | 354,446 | 3,021,216 | 8,723,969 | 48,334,585 |
| Nontaxable returns, total | 13,327 | 133,599 | 139,550 | 4,621,492 | 52,579 | 1,239,010 | 1,188,001 | 2,665,942 |

Footnotes at end of table.

## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

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

| Size of adjusted gross income | Sale of property other than capital assets |  |  |  | Taxable IRA distributions |  | Pensions and annuities |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net gain |  | Net loss |  |  |  | Total |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (65) | (66) | (67) | (68) | (69) | (70) | (71) | (72) |
| All returns, total | 894,821 | 14,020,711 | 883,982 | 9,819,064 | 9,965,065 | 124,705,552 | 26,511,367 | 780,831,489 |
| No adjusted gross income | 47,233 | 983,697 | 71,777 | 3,407,487 | 90,723 | 1,158,023 | 209,440 | 4,373,674 |
| \$1 under \$5,000 | 13,320 | 28,171 | 15,704 | 135,905 | 212,131 | 473,463 | 673,447 | 4,683,077 |
| \$5,000 under \$10,000 | 21,146 | 67,656 | 25,683 | 122,562 | 444,417 | 1,618,447 | 1,289,939 | 11,219,149 |
| \$10,000 under \$15,000 | 18,747 | 73,428 | 21,192 | 140,334 | 678,299 | 3,190,285 | 1,857,848 | 20,595,523 |
| \$15,000 under \$20,000 | 29,969 | 198,809 | 29,580 | 125,236 | 677,439 | 3,996,223 | 1,897,323 | 25,959,587 |
| \$20,000 under \$25,000 | 31,366 | 138,854 | 29,867 | 142,520 | 596,004 | 3,705,488 | 1,599,002 | 25,149,825 |
| \$25,000 under \$30,000 | 34,839 | 228,522 | 28,337 | 154,942 | 546,177 | 3,602,087 | 1,423,193 | 25,544,357 |
| \$30,000 under \$40,000 | 52,937 | 316,668 | 46,848 | 154,483 | 942,459 | 6,926,479 | 2,614,607 | 50,681,403 |
| \$40,000 under \$50,000 | 54,888 | 355,855 | 49,428 | 329,680 | 829,642 | 7,421,193 | 2,284,881 | 52,652,390 |
| \$50,000 under \$75,000 | 130,678 | 1,060,936 | 106,644 | 467,023 | 1,816,177 | 20,621,318 | 4,769,688 | 131,136,642 |
| \$75,000 under \$100,000 | 99,197 | 849,336 | 82,099 | 444,163 | 1,262,637 | 18,585,414 | 3,204,933 | 114,882,290 |
| \$100,000 under \$200,000 | 161,089 | 2,157,295 | 155,178 | 981,596 | 1,409,061 | 32,734,810 | 3,591,859 | 193,499,931 |
| \$200,000 under \$500,000 | 110,958 | 1,922,682 | 122,025 | 968,171 | 362,965 | 14,501,694 | 864,185 | 84,994,254 |
| \$500,000 under \$1,000,000 | 42,126 | 1,062,465 | 52,828 | 552,050 | 62,187 | 3,604,237 | 144,559 | 18,254,697 |
| \$1,000,000 under \$1,500,000 | 15,143 | 395,545 | 17,640 | 315,584 | 15,248 | 890,201 | 36,445 | 5,989,224 |
| \$1,500,000 under \$2,000,000 | 7,657 | 263,909 | 8,113 | 177,442 | 6,593 | 421,163 | 16,066 | 2,731,506 |
| \$2,000,000 under \$5,000,000 | 14,823 | 908,489 | 13,991 | 444,992 | 9,321 | 797,809 | 23,725 | 5,367,045 |
| \$5,000,000 under \$10,000,000 | 4,812 | 558,481 | 4,070 | 227,828 | 2,199 | 243,191 | 6,169 | 1,589,726 |
| \$10,000,000 or more | 3,893 | 2,449,912 | 2,978 | 527,069 | 1,388 | 214,027 | 4,058 | 1,527,187 |
| Taxable returns, total | 707,087 | 12,183,248 | 669,548 | 5,312,443 | 8,233,236 | 114,807,436 | 21,610,788 | 720,856,029 |
| Nontaxable returns, total | 187,734 | 1,837,463 | 214,434 | 4,506,621 | 1,731,829 | 9,898,116 | 4,900,578 | 59,975,460 |

[^10]
## Individual Income Tax Returns, 2006

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Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size
of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Pensions and annuities-continued |  | Rent |  |  |  | Royalty |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Net income |  | Net loss (includes nondeductible loss) |  | Net income |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (73) | (74) | (75) | (76) | (77) | (78) | (79) | (80) |
| All returns, total | 24,098,220 | 450,454,465 | 3,945,510 | 53,607,878 | 5,200,270 | 64,256,741 | 1,463,190 | 17,360,823 |
| No adjusted gross income | 166,778 | 1,855,402 | 88,415 | 1,184,036 | 266,883 | 7,808,243 | 31,481 | 298,952 |
| \$1 under \$5,000 | 610,869 | 1,675,972 | 78,655 | 237,785 | 108,411 | 1,178,879 | 42,173 | 49,348 |
| \$5,000 under \$10,000 | 1,249,644 | 6,451,151 | 140,630 | 602,032 | 151,704 | 1,408,205 | 40,680 | 82,467 |
| \$10,000 under \$15,000 | 1,794,510 | 14,353,972 | 207,224 | 1,100,487 | 171,587 | 1,340,338 | 53,291 | 179,706 |
| \$15,000 under \$20,000 | 1,825,985 | 18,862,468 | 201,711 | 1,082,296 | 189,281 | 1,858,646 | 57,180 | 119,369 |
| \$20,000 under \$25,000 | 1,525,046 | 18,095,986 | 173,954 | 1,024,344 | 195,752 | 1,940,478 | 50,303 | 162,834 |
| \$25,000 under \$30,000 | 1,322,823 | 17,909,569 | 149,867 | 883,912 | 205,819 | 1,909,343 | 64,692 | 229,529 |
| \$30,000 under \$40,000 | 2,445,322 | 36,200,311 | 279,731 | 1,775,171 | 402,712 | 3,733,219 | 98,188 | 376,922 |
| \$40,000 under \$50,000 | 2,108,902 | 36,782,882 | 265,498 | 1,904,182 | 404,943 | 3,887,236 | 85,200 | 361,821 |
| \$50,000 under \$75,000 | 4,354,987 | 89,292,597 | 618,194 | 5,269,195 | 907,052 | 9,122,069 | 203,706 | 1,049,860 |
| \$75,000 under \$100,000 | 2,847,974 | 72,204,466 | 505,388 | 5,242,437 | 699,206 | 6,949,434 | 176,508 | 1,019,623 |
| \$100,000 under \$200,000 | 3,015,567 | 99,546,475 | 739,049 | 10,922,109 | 976,048 | 12,001,867 | 289,436 | 2,621,262 |
| \$200,000 under \$500,000 | 661,259 | 29,220,410 | 349,489 | 10,262,790 | 392,791 | 6,699,837 | 159,545 | 3,099,941 |
| \$500,000 under \$1,000,000 | 105,338 | 4,307,088 | 86,574 | 4,761,978 | 79,279 | 2,152,430 | 52,153 | 2,311,148 |
| \$1,000,000 under \$1,500,000 | 26,519 | 1,256,618 | 24,403 | 1,894,059 | 20,649 | 685,190 | 18,786 | 1,063,112 |
| \$1,500,000 under \$2,000,000 | 11,637 | 616,899 | 11,787 | 1,140,497 | 8,765 | 353,315 | 9,141 | 638,770 |
| \$2,000,000 under \$5,000,000 | 17,415 | 1,021,628 | 17,476 | 2,342,411 | 13,682 | 672,666 | 18,496 | 1,456,712 |
| \$5,000,000 under \$10,000,000 | 4,589 | 369,524 | 4,585 | 940,146 | 3,448 | 242,077 | 6,607 | 745,086 |
| \$10,000,000 or more | 3,056 | 431,046 | 2,880 | 1,038,011 | 2,256 | 313,266 | 5,624 | 1,494,362 |
| Taxable returns, total | 19,547,813 | 416,651,298 | 3,188,889 | 48,570,101 | 3,927,308 | 43,819,597 | 1,251,524 | 16,538,161 |
| Nontaxable returns, total | 4,550,407 | 33,803,166 | 756,621 | 5,037,776 | 1,272,962 | 20,437,144 | 211,667 | 822,662 |

Footnotes at end of table.

## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Royalty-continued |  | Farm rental |  |  |  | Total rental and royalty |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net loss |  | Net income |  | Net loss |  | Net income |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| All returns, total | (81) | (82) | (83) | (84) | (85) | (86) | (87) | (88) |
|  | 40,159 | 320,028 | 462,724 | 3,609,088 | 125,974 | 611,692 | 5,329,744 | 73,354,079 |
| No adjusted gross income | 1,071 | 20,140 | 10,028 | 99,686 | 5,791 | 61,623 | 109,910 | 1,488,603 |
| \$1 under \$5,000 | * 1,222 | * 4,537 | 15,055 | 23,641 | * 4,448 | * 13,650 | 127,760 | 301,997 |
| \$5,000 under \$10,000 | * 650 | * 414 | 23,708 | 122,052 | * 4,955 | * 5,613 | 196,191 | 794,259 |
| \$10,000 under \$ 15,000 | * 1,307 | * 2,764 | 27,138 | 81,393 | 6,506 | 37,938 | 271,122 | 1,309,855 |
| \$15,000 under \$ 20,000 | * 3,750 | * 66,558 | 33,302 | 124,711 | 6,873 | 30,468 | 264,026 | 1,246,896 |
| \$20,000 under \$25,000 | * 345 | * 13 | 22,727 | 170,126 | ** 13,200 | ** 45,001 | 231,187 | 1,336,812 |
| \$25,000 under \$30,000 | * 106 | * 24 | 15,465 | 122,251 | ** | ** | 212,525 | 1,220,991 |
| \$30,000 under \$40,000 | 2,408 | 12,924 | 43,472 | 306,169 | 13,610 | 23,548 | 388,227 | 2,429,952 |
| \$40,000 under \$50,000 | * 2,606 | * 7,366 | 36,008 | 317,435 | 10,228 | 55,002 | 353,860 | 2,498,875 |
| \$50,000 under \$75,000 | ** 8,684 | ** 61,255 | 70,024 | 478,145 | ** 34,115 | ** 127,131 | 826,979 | 6,697,005 |
| \$75,000 under \$100,000 | ** | ** | 63,151 | 467,526 | ** | ** | 674,865 | 6,615,465 |
| \$100,000 under \$200,000 | 9,274 | 31,114 | 76,844 | 827,518 | 16,960 | 132,388 | 988,040 | 14,178,932 |
| \$200,000 under \$500,000 | 5,821 | 66,968 | 18,471 | 300,975 | ** 9,286 | ** 79,329 | 459,930 | 13,429,267 |
| \$500,000 under \$1,000,000 | 1,267 | 11,108 | 4,565 | 86,536 | ** | ** | 122,136 | 7,055,299 |
| \$1,000,000 under \$1,500,000 | 417 | 1,437 | 961 | 16,574 | ** | ** | 37,495 | 2,948,269 |
| \$1,500,000 under \$2,000,000 | 290 | 9,111 | 646 | 22,013 | ** | ** | 18,256 | 1,779,343 |
| \$2,000,000 under \$5,000,000 | 534 | 11,084 | 822 | 27,356 | ** | ** | 30,889 | 3,800,646 |
| \$5,000,000 under \$10,000,000 | 197 | 3,743 | 195 | 5,661 | ** | ** | 9,381 | 1,680,058 |
| \$10,000,000 or more | 211 | 9,470 | 143 | 9,320 | ** | ** | 6,963 | 2,541,554 |
| Taxable returns, total | 33,524 | 231,884 | 370,332 | 3,126,209 | 98,674 | 474,559 | 4,344,038 | 67,291,820 |
| Nontaxable returns, total | 6,635 | 88,144 | 92,392 | 482,879 | 27,300 | 137,133 | 985,706 | 6,062,259 |

[^11]
## Individual Income Tax Returns, 2006

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Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Total rental and royalty-continued |  | Partnership and S corporation |  |  |  | Estate and trust |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Net income |  | Net loss |  | Net income |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (89) | (90) | (91) | (92) | (93) | (94) | (95) | (96) |
| All returns, total | 4,658,255 | 49,926,987 | 5,022,308 | 528,224,522 | 2,596,993 | 102,747,208 | 550,919 | 19,125,097 |
| No adjusted gross income | 267,968 | 6,498,122 | 65,730 | 2,542,730 | 263,510 | 36,222,811 | 10,051 | 209,639 |
| \$1 under \$5,000 | 109,116 | 964,659 | 66,758 | 251,798 | 57,333 | 940,789 | 11,513 | 35,900 |
| \$5,000 under \$10,000 | 143,090 | 1,270,084 | 85,310 | 561,090 | 78,519 | 1,087,075 | 19,485 | 63,246 |
| \$10,000 under \$15,000 | 166,044 | 1,174,483 | 108,746 | 797,676 | 80,024 | 987,010 | 13,197 | 79,009 |
| \$15,000 under \$20,000 | 184,286 | 1,703,794 | 101,787 | 987,462 | 63,538 | 777,918 | 17,987 | 96,916 |
| \$20,000 under \$25,000 | 196,072 | 1,740,845 | 120,909 | 1,361,451 | 80,201 | 986,181 | 12,008 | 88,645 |
| \$25,000 under \$30,000 | 199,691 | 1,695,934 | 121,108 | 1,660,766 | 87,399 | 740,065 | 12,365 | 95,313 |
| \$30,000 under \$40,000 | 402,349 | 3,391,203 | 248,469 | 3,957,627 | 150,285 | 1,723,222 | 32,028 | 200,986 |
| \$40,000 under \$50,000 | 391,640 | 3,458,145 | 271,850 | 4,365,451 | 171,491 | 2,116,726 | 30,016 | 195,642 |
| \$50,000 under \$75,000 | 889,638 | 7,921,751 | 677,422 | 12,693,983 | 349,435 | 4,042,787 | 75,924 | 719,464 |
| \$75,000 under \$100,000 | 690,126 | 6,239,558 | 603,605 | 14,738,460 | 290,343 | 3,554,421 | 67,214 | 865,421 |
| \$100,000 under \$200,000 | 755,422 | 7,070,707 | 1,196,187 | 51,220,393 | 502,071 | 8,291,829 | 132,063 | 2,472,272 |
| \$200,000 under \$500,000 | 184,220 | 3,599,081 | 874,791 | 94,459,177 | 276,897 | 7,905,163 | 74,198 | 2,867,625 |
| \$500,000 under \$1,000,000 | 44,631 | 1,360,487 | 280,490 | 78,690,143 | 76,495 | 5,233,471 | 21,296 | 1,830,603 |
| \$1,000,000 under \$1,500,000 | 13,449 | 494,755 | 82,682 | 42,460,924 | 23,825 | 2,678,612 | 7,489 | 1,178,234 |
| \$1,500,000 under \$2,000,000 | 6,154 | 292,466 | 36,530 | 27,385,477 | 11,873 | 2,049,983 | 3,655 | 760,213 |
| \$2,000,000 under \$5,000,000 | 9,827 | 546,937 | 56,232 | 71,418,932 | 21,513 | 5,987,978 | 6,550 | 2,099,324 |
| \$5,000,000 under \$10,000,000 | 2,665 | 210,577 | 14,425 | 38,143,069 | 7,017 | 4,327,735 | 2,182 | 1,570,130 |
| \$10,000,000 or more | 1,866 | 293,399 | 9,277 | 80,527,915 | 5,226 | 13,093,433 | 1,700 | 3,696,514 |
| Taxable returns, total | 3,409,008 | 32,818,865 | 4,398,750 | 517,342,058 | 1,873,514 | 58,276,229 | 495,030 | 18,661,960 |
| Nontaxable returns, total | 1,249,247 | 17,108,122 | 623,559 | 10,882,464 | 723,478 | 44,470,979 | 55,889 | 463,136 |

[^12]Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Estate and trust-continued |  | Farm |  |  |  | Unemployment compensation |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net loss |  | Net income |  | Net loss |  |  |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (97) | (98) | (99) | (100) | (101) | (102) | (103) | (104) |
| All returns, total | 44,685 | 1,941,673 | 551,965 | 7,683,980 | 1,406,308 | 23,015,298 | 7,378,438 | 26,523,665 |
| No adjusted gross income | 5,635 | 590,575 | 15,536 | 268,150 | 114,266 | 4,545,334 | 20,834 | 99,780 |
| \$1 under \$5,000 | * 633 | * 2,446 | 28,900 | 80,650 | 32,172 | 278,362 | 171,143 | 305,315 |
| \$5,000 under \$10,000 | * 656 | * 64 | 28,663 | 160,073 | 54,813 | 572,166 | 503,188 | 1,263,517 |
| \$10,000 under \$15,000 | * 1,724 | * 1,101 | 37,605 | 264,452 | 68,266 | 741,797 | 721,418 | 2,325,971 |
| \$15,000 under \$20,000 | ** 2,808 | ** 2,365 | 36,297 | 302,192 | 67,344 | 637,043 | 774,688 | 2,670,675 |
| \$20,000 under \$25,000 | ** | ** | 27,637 | 242,615 | 85,322 | 1,003,266 | 698,676 | 2,470,683 |
| \$25,000 under \$30,000 | * 3,183 | * 12,888 | 34,775 | 413,523 | 53,682 | 658,396 | 561,861 | 1,992,170 |
| \$30,000 under \$40,000 | * 1,824 | * 39,331 | 50,219 | 589,943 | 131,786 | 1,515,092 | 892,804 | 3,354,530 |
| \$40,000 under \$50,000 | * 3 | * 239 | 52,015 | 497,089 | 112,751 | 1,327,376 | 660,569 | 2,502,646 |
| \$50,000 under \$75,000 | 2,463 | 7,487 | 94,979 | 1,245,223 | 253,654 | 2,802,509 | 1,216,312 | 4,556,537 |
| \$75,000 under \$100,000 | 3,124 | 49,775 | 51,963 | 949,102 | 169,413 | 2,225,584 | 609,953 | 2,477,116 |
| \$100,000 under \$200,000 | 11,096 | 83,090 | 66,571 | 1,287,533 | 178,854 | 2,917,618 | 473,419 | 2,093,333 |
| \$200,000 under \$500,000 | 4,748 | 114,675 | 18,478 | 767,613 | 58,820 | 1,761,963 | 65,449 | 370,262 |
| \$500,000 under \$1,000,000 | 2,395 | 87,587 | 4,966 | 246,624 | 14,678 | 761,072 | 6,153 | 29,052 |
| \$1,000,000 under \$1,500,000 | 934 | 50,993 | 1,217 | 120,715 | 4,240 | 298,002 | 1,086 | 6,858 |
| \$1,500,000 under \$2,000,000 | 525 | 48,800 | 736 | 50,520 | 1,803 | 171,552 | 393 | 2,269 |
| \$2,000,000 under \$5,000,000 | 1,487 | 156,714 | 1,004 | 113,445 | 2,937 | 349,994 | 410 | 2,486 |
| \$5,000,000 under \$10,000,000 | 655 | 186,145 | 234 | 34,641 | 877 | 191,544 | 68 | 338 |
| \$10,000,000 or more | 791 | 507,399 | 171 | 49,875 | 631 | 256,627 | 15 | 127 |
| Taxable returns, total | 34,488 | 1,372,203 | 365,403 | 5,804,172 | 1,008,038 | 15,000,930 | 4,919,437 | 18,327,781 |
| Nontaxable returns, total | 10,198 | 569,471 | 186,563 | 1,879,808 | 398,270 | 8,014,368 | 2,459,001 | 8,195,884 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Social Security benefits |  |  |  | Foreign-earned income exclusion |  | Other income [1] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total |  | Taxable |  |  |  | Net income |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| All returns, total | (105) | (106) | (107) | (108) | (109) | (110) | (111) | (112) |
|  | 20,609,364 | 339,754,476 | 13,749,185 | 144,403,839 | 329,264 | 18,154,653 | 5,830,163 | 37,473,251 |
| No adjusted gross income | 474,661 | 6,799,770 | 278 | 3,978 | 68,781 | 3,002,210 | 81,685 | 978,888 |
| \$1 under \$5,000 | 1,143,764 | 14,997,556 | 16,799 | 43,894 | 51,927 | 2,367,590 | 269,719 | 456,380 |
| \$5,000 under \$10,000 | 1,494,227 | 21,383,845 | 23,099 | 96,947 | 23,078 | 1,116,499 | 274,682 | 750,807 |
| \$10,000 under \$15,000 | 1,881,111 | 27,839,239 | 35,244 | 150,266 | 15,383 | 837,996 | 271,627 | 939,649 |
| \$15,000 under \$20,000 | 1,730,856 | 26,412,455 | 332,541 | 308,683 | 13,484 | 750,676 | 281,415 | 917,957 |
| \$20,000 under \$25,000 | 1,448,359 | 23,169,036 | 1,002,101 | 1,510,726 | 11,296 | 665,020 | 250,770 | 808,956 |
| \$25,000 under \$30,000 | 1,238,501 | 20,138,240 | 1,145,526 | 3,137,903 | 9,585 | 543,126 | 256,576 | 868,917 |
| \$30,000 under \$40,000 | 1,944,582 | 31,138,749 | 1,942,152 | 9,248,264 | 15,891 | 921,338 | 484,296 | 1,344,689 |
| \$40,000 under \$50,000 | 1,624,679 | 25,537,091 | 1,624,323 | 13,496,335 | 13,383 | 765,169 | 426,030 | 1,352,265 |
| \$50,000 under \$75,000 | 3,195,656 | 53,022,062 | 3,194,456 | 40,602,618 | 24,226 | 1,443,808 | 987,620 | 3,350,611 |
| \$75,000 under \$100,000 | 1,881,522 | 35,164,477 | 1,881,448 | 29,815,691 | 16,089 | 1,034,390 | 706,973 | 2,726,889 |
| \$100,000 under \$200,000 | 1,854,245 | 38,270,289 | 1,854,214 | 32,493,456 | 30,530 | 2,056,528 | 977,488 | 6,378,052 |
| \$200,000 under \$500,000 | 522,568 | 11,614,388 | 522,397 | 9,868,119 | 24,006 | 1,755,019 | 365,970 | 5,817,983 |
| \$500,000 under \$1,000,000 | 104,049 | 2,474,120 | 104,047 | 2,102,941 | 6,975 | 540,579 | 103,155 | 2,827,262 |
| \$1,000,000 under \$1,500,000 | 29,311 | 727,861 | 29,298 | 618,624 | 2,005 | 153,207 | 33,945 | 1,452,682 |
| \$1,500,000 under \$2,000,000 | 13,384 | 336,601 | 13,384 | 286,109 | 824 | 61,706 | 15,890 | 982,496 |
| \$2,000,000 under \$5,000,000 | 19,617 | 504,477 | 19,611 | 428,718 | 1,308 | 101,266 | 27,321 | 2,410,463 |
| \$5,000,000 under \$10,000,000 | 4,946 | 131,813 | 4,942 | 112,035 | 293 | 22,930 | 8,454 | 1,177,593 |
| \$10,000,000 or more | 3,324 | 92,406 | 3,323 | 78,531 | 200 | 15,598 | 6,546 | 1,930,710 |
| Taxable returns, total | 15,182,325 | 256,244,699 | 13,032,699 | 141,210,318 | 141,424 | 8,787,933 | 4,640,142 | 32,382,202 |
| Nontaxable returns, total | 5,427,039 | 83,509,778 | 716,486 | 3,193,521 | 187,840 | 9,366,720 | 1,190,021 | 5,091,049 |

Footnotes at end of table.

Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Other income [1]-continued |  | Net operating loss |  | Gambling earnings |  | Statutory adjustments |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Net loss |  |  |  | Total |
|  | Number of returns | Amount | Number of returns | Amount |  |  | Number of returns | Amount | Number of returns | Amount |
| All returns, total | (113) | (114) | (115) | (116) | (117) | (118) | (119) | (120) |
|  | 346,790 | 7,534,789 | 916,899 | 80,795,920 | 1,871,292 | 27,902,023 | 33,980,524 | 113,845,357 |
| No adjusted gross income | 130,721 | 4,246,279 | 494,432 | 68,835,856 | 21,076 | 193,415 | 455,479 | 1,827,372 |
| \$1 under \$5,000 | 7,249 | 128,175 | 82,867 | 640,445 | 27,915 | 51,780 | 1,586,375 | 1,724,535 |
| \$5,000 under \$10,000 | 8,453 | 150,332 | 65,446 | 662,958 | 55,251 | 191,227 | 2,276,634 | 2,584,878 |
| \$10,000 under \$ 15,000 | 7,972 | 77,531 | 39,452 | 538,458 | 69,601 | 272,748 | 2,299,646 | 2,856,100 |
| \$15,000 under \$20,000 | 10,803 | 83,461 | 33,841 | 388,207 | 97,026 | 396,119 | 1,860,283 | 3,059,741 |
| \$20,000 under \$25,000 | 12,681 | 83,747 | 22,250 | 344,842 | 84,919 | 343,143 | 1,708,504 | 2,934,907 |
| \$25,000 under \$30,000 | 9,772 | 73,226 | 17,137 | 238,942 | 82,543 | 291,346 | 1,714,321 | 3,325,173 |
| \$30,000 under \$40,000 | 14,417 | 101,873 | 24,818 | 421,815 | 167,368 | 658,374 | 3,120,636 | 6,106,681 |
| \$40,000 under \$50,000 | 6,197 | 37,477 | 21,178 | 429,250 | 153,534 | 698,436 | 2,868,416 | 6,544,944 |
| \$50,000 under \$75,000 | 28,426 | 241,643 | 41,905 | 1,005,149 | 394,720 | 2,523,421 | 5,595,967 | 13,930,682 |
| \$75,000 under \$100,000 | 27,610 | 305,850 | 19,630 | 522,150 | 258,732 | 2,027,988 | 3,834,167 | 11,625,670 |
| \$100,000 under \$200,000 | 43,166 | 557,252 | 25,340 | 1,259,079 | 334,983 | 4,895,546 | 4,892,291 | 25,086,656 |
| \$200,000 under \$500,000 | 24,553 | 583,025 | 18,230 | 1,307,690 | 93,218 | 5,500,591 | 1,267,263 | 17,718,061 |
| \$500,000 under \$1,000,000 | 7,590 | 266,355 | 5,683 | 885,784 | 18,595 | 2,443,989 | 298,496 | 6,878,185 |
| \$1,000,000 under \$1,500,000 | 2,744 | 119,412 | 1,609 | 401,070 | 5,298 | 1,561,531 | 81,600 | 2,230,584 |
| \$1,500,000 under \$2,000,000 | 1,242 | 77,603 | 819 | 288,117 | 2,004 | 520,432 | 36,587 | 1,160,647 |
| \$2,000,000 under \$5,000,000 | 2,048 | 202,251 | 1,420 | 809,406 | 3,212 | 1,655,995 | 58,180 | 2,195,601 |
| \$5,000,000 under \$10,000,000 | 636 | 64,088 | 490 | 406,251 | 807 | 846,051 | 15,304 | 809,364 |
| \$10,000,000 or more | 509 | 135,209 | 354 | 1,410,450 | 490 | 2,829,890 | 10,376 | 1,245,577 |
| Taxable returns, total | 176,911 | 2,708,461 | 179,578 | 17,745,547 | 1,530,881 | 25,067,641 | 24,232,679 | 96,524,656 |
| Nontaxable returns, total | 169,879 | 4,826,329 | 737,320 | 63,050,372 | 340,411 | 2,834,382 | 9,747,845 | 17,320,701 |

Footnotes at end of table

## Individual Income Tax Returns, 2006

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## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Statutory adjustments-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | IRA payments |  | Jury duty pay deduction |  | Student loan interest deduction |  | Educator expenses deduction |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (121) | (122) | (123) | (124) | (125) | (126) | (127) | (128) |
| All returns, total | 3,230,531 | 12,533,506 | 57,259 | 51,814 | 8,540,900 | 6,156,865 | 3,166,931 | 805,568 |
| No adjusted gross income | 20,939 | 86,027 | * 95 | * 235 | 77,023 | 72,642 | 5,526 | 1,154 |
| \$1 under \$5,000 | 36,391 | 94,633 | 0 | 0 | 133,700 | 84,755 | 3,992 | 979 |
| \$5,000 under \$10,000 | 41,162 | 120,235 | * 2,007 | * 15,149 | 243,623 | 134,471 | 23,359 | 4,941 |
| \$10,000 under \$15,000 | 87,281 | 209,669 | 0 | 0 | 343,137 | 209,340 | 49,808 | 10,743 |
| \$15,000 under \$ 20,000 | 126,468 | 341,010 | * 1,038 | * 34 | 394,424 | 259,119 | 59,968 | 14,089 |
| \$20,000 under \$25,000 | 182,502 | 456,664 | * 1,990 | * 72 | 559,968 | 377,386 | 55,944 | 12,677 |
| \$25,000 under \$30,000 | 176,738 | 570,077 | * 3,664 | * 3,138 | 598,147 | 409,125 | 95,028 | 22,698 |
| \$30,000 under \$40,000 | 363,347 | 1,141,452 | * 3,784 | * 3,165 | 1,155,277 | 869,677 | 302,129 | 70,596 |
| \$40,000 under \$50,000 | 399,775 | 1,435,270 | 10,239 | 4,179 | 1,028,151 | 773,779 | 274,310 | 66,922 |
| \$50,000 under \$75,000 | 696,104 | 2,646,168 | 16,012 | 15,412 | 1,873,978 | 1,310,876 | 712,060 | 179,617 |
| \$75,000 under \$100,000 | 401,749 | 1,703,855 | 7,731 | 5,687 | 1,247,055 | 1,104,494 | 687,777 | 180,642 |
| \$100,000 under \$200,000 | 548,798 | 2,655,946 | 10,688 | 4,678 | 886,415 | 551,200 | 790,879 | 214,373 |
| \$200,000 under \$500,000 | 115,030 | 817,670 | 0 | 0 | 0 | 0 | ** 106,153 | ** 26,138 |
| \$500,000 under \$1,000,000 | 21,569 | 160,483 | 0 | 0 | 0 | 0 | ** | ** |
| \$1,000,000 under \$1,500,000 | 6,001 | 43,941 | 0 | 0 | 0 | 0 | ** | ** |
| \$1,500,000 under \$2,000,000 | 2,360 | 17,807 | 0 | 0 | 0 | 0 | * | ** |
| \$2,000,000 under \$5,000,000 | 3,325 | 25,341 | * 10 | * 66 | 0 | 0 | ** | ** |
| \$5,000,000 under \$10,000,000 | 687 | 5,033 | 0 | 0 | 0 | 0 | ** | ** |
| \$10,000,000 or more | 306 | 2,226 | 0 | 0 | 0 | 0 | ** | ** |
| Taxable returns, total | 2,741,689 | 11,097,958 | 51,356 | 33,252 | 7,026,373 | 5,159,879 | 2,902,670 | 743,111 |
| Nontaxable returns, total | 488,842 | 1,435,549 | 5,903 | 18,561 | 1,514,527 | 996,986 | 264,261 | 62,457 |

Footnotes at end of table.

## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Statutory adjustments-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Tuition and fees deduction |  | Domestic production activities deduction |  | Health savings account deduction |  | Deduction for selfemployment tax |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (129) | (130) | (131) | (132) | (133) | (134) | (135) | (136) |
| All returns, total | 4,015,828 | 9,620,615 | 421,128 | 3,303,121 | 358,968 | 868,560 | 17,074,708 | 23,925,376 |
| No adjusted gross income | 127,484 | 416,689 | 1,025 | 411 | 3,730 | 10,759 | 227,919 | 213,472 |
| \$1 under \$5,000 | 234,206 | 699,039 | 2,242 | 203 | * 349 | * 1,736 | 1,223,200 | 297,289 |
| \$5,000 under \$10,000 | 282,327 | 786,948 | 3,421 | 540 | * 3,704 | * 6,404 | 1,751,376 | 864,783 |
| \$10,000 under \$15,000 | 138,667 | 318,554 | 2,390 | 676 | * 5,083 | * 8,364 | 1,714,841 | 1,226,984 |
| \$15,000 under \$20,000 | 144,163 | 341,712 | 4,748 | 1,958 | 4,515 | 7,232 | 1,154,425 | 974,931 |
| \$20,000 under \$25,000 | 104,552 | 230,213 | 3,501 | 1,405 | 5,781 | 8,853 | 850,630 | 824,875 |
| \$25,000 under \$30,000 | 107,923 | 258,161 | 6,580 | 3,474 | 15,487 | 22,594 | 776,607 | 866,337 |
| \$30,000 under \$40,000 | 171,589 | 377,163 | 18,288 | 12,362 | 21,722 | 37,152 | 1,300,938 | 1,448,066 |
| \$40,000 under \$50,000 | 257,031 | 613,943 | 18,263 | 13,260 | 29,860 | 54,677 | 1,138,138 | 1,357,125 |
| \$50,000 under \$75,000 | 655,985 | 1,356,459 | 43,374 | 36,257 | 61,214 | 122,495 | 2,175,980 | 2,959,904 |
| \$75,000 under \$100,000 | 466,696 | 1,072,235 | 41,482 | 57,177 | 59,402 | 139,124 | 1,504,737 | 2,536,569 |
| \$100,000 under \$200,000 | 1,325,203 | 3,149,499 | 94,364 | 183,168 | 81,454 | 211,203 | 2,035,499 | 4,667,949 |
| \$200,000 under \$500,000 | 0 | 0 | 91,056 | 383,359 | 48,082 | 168,984 | 866,406 | 3,180,213 |
| \$500,000 under \$1,000,000 | 0 | 0 | 41,789 | 395,980 | 13,018 | 48,066 | 215,205 | 1,141,943 |
| \$1,000,000 under \$1,500,000 | 0 | 0 | 15,423 | 259,110 | 2,658 | 9,789 | 55,824 | 372,818 |
| \$1,500,000 under \$2,000,000 | 0 | 0 | 8,922 | 207,243 | 1,193 | 4,543 | 25,190 | 198,935 |
| \$2,000,000 under \$5,000,000 | 0 | 0 | 15,610 | 605,777 | 1,381 | 5,312 | 40,088 | 450,704 |
| \$5,000,000 under \$10,000,000 | 0 | 0 | 4,914 | 375,586 | 242 | 952 | 10,478 | 136,545 |
| \$10,000,000 or more | 0 | 0 | 3,734 | 765,175 | 92 | 319 | 7,226 | 205,933 |
| Taxable returns, total | 2,854,373 | 6,472,777 | 389,683 | 3,279,336 | 317,218 | 776,323 | 10,207,763 | 18,583,802 |
| Nontaxable returns, total | 1,161,454 | 3,147,838 | 31,445 | 23,785 | 41,750 | 92,237 | 6,866,945 | 5,341,573 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Statutory adjustments-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Moving expense adjustment |  | Payments to a Keogh plan |  | Penalty on early withdrawal of savings |  | Alimony paid |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (137) | (138) | (139) | (140) | (141) | (142) | (143) | (144) |
| All returns, total | 1,082,576 | 3,159,251 | 1,228,299 | 22,011,551 | 1,164,171 | 429,850 | 585,286 | 9,115,764 |
| No adjusted gross income | 13,481 | 87,496 | 9,635 | 67,419 | 21,892 | 14,465 | 13,531 | 307,935 |
| \$1 under \$5,000 | 18,464 | 35,856 | 3,953 | 2,077 | 34,101 | 26,103 | 8,726 | 51,689 |
| \$5,000 under \$10,000 | 20,545 | 34,093 | 8,002 | 30,244 | 59,166 | 15,887 | 8,124 | 80,288 |
| \$10,000 under \$15,000 | 44,573 | 75,530 | 7,993 | 40,565 | 90,358 | 24,959 | 8,397 | 69,058 |
| \$15,000 under \$20,000 | 64,198 | 133,324 | 14,128 | 42,227 | 80,574 | 31,503 | 21,164 | 190,541 |
| \$20,000 under \$25,000 | 74,710 | 126,452 | 12,848 | 54,096 | 61,040 | 13,079 | 14,693 | 122,351 |
| \$25,000 under \$30,000 | 78,533 | 149,888 | 10,845 | 53,050 | 57,773 | 25,335 | 18,272 | 162,409 |
| \$30,000 under \$40,000 | 118,175 | 255,521 | 40,041 | 251,126 | 141,970 | 43,913 | 31,161 | 262,387 |
| \$40,000 under \$50,000 | 100,975 | 212,928 | 43,898 | 302,760 | 94,724 | 25,697 | 58,117 | 458,978 |
| \$50,000 under \$75,000 | 194,803 | 569,405 | 113,611 | 902,348 | 179,957 | 82,273 | 115,927 | 1,035,144 |
| \$75,000 under \$100,000 | 136,465 | 428,768 | 146,429 | 1,483,423 | 136,173 | 32,829 | 79,785 | 734,879 |
| \$100,000 under \$200,000 | 171,967 | 805,776 | 401,011 | 6,303,931 | 156,793 | 54,550 | 122,011 | 1,917,502 |
| \$200,000 under \$500,000 | 39,785 | 194,901 | 292,640 | 7,509,508 | 38,257 | 23,569 | 59,634 | 1,890,043 |
| \$500,000 under \$1,000,000 | 4,340 | 33,351 | 80,194 | 3,005,840 | 7,313 | 6,289 | 15,078 | 831,737 |
| \$1,000,000 under \$1,500,000 | 858 | 7,448 | 19,317 | 843,282 | 1,593 | 3,300 | 4,084 | 318,308 |
| \$1,500,000 under \$2,000,000 | 223 | 2,545 | 8,283 | 392,349 | 851 | 1,305 | 2,000 | 149,551 |
| \$2,000,000 under \$5,000,000 | 391 | 4,721 | 11,372 | 550,107 | 1,115 | 2,673 | 3,203 | 283,024 |
| \$5,000,000 under \$10,000,000 | 69 | 883 | 2,543 | 109,915 | 323 | 619 | 793 | 107,417 |
| \$10,000,000 or more | 20 | 363 | 1,556 | 67,283 | 199 | 1,502 | 589 | 142,524 |
| Taxable returns, total | 901,837 | 2,701,098 | 1,168,853 | 21,644,970 | 900,433 | 327,399 | 523,398 | 8,288,586 |
| Nontaxable returns, total | 180,739 | 458,153 | 59,446 | 366,581 | 263,737 | 102,451 | 61,888 | 827,178 |

[^13]Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Statutory adjustments-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Self-employed health insurance deduction |  | Medical Savings Account deduction |  | Certain business expenses of reservists, performing artists, etc. |  | Other adjustments [2] |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (145) | (146) | (147) | (148) | (149) | (150) | (151) | (152) |
| All returns, total | 3,804,190 | 20,302,533 | 18,668 | 35,106 | 120,468 | 368,258 | 137,296 | 1,073,988 |
| No adjusted gross income | 104,610 | 438,871 | * 8 | * 26 | * 1,298 | * 1,373 | 2,630 | 107,257 |
| \$1 under \$5,000 | 119,985 | 411,619 | 0 | 0 | * 2,652 | * 5,054 | * 3,334 | * 12,288 |
| \$5,000 under \$10,000 | 135,788 | 448,860 | 0 | 0 | * 4,637 | * 37,757 | * 2,146 | * 2,084 |
| \$10,000 under \$15,000 | 167,670 | 602,976 | * 952 | * 1,426 | * 7,333 | * 33,265 | 6,525 | 22,288 |
| \$15,000 under \$20,000 | 195,279 | 694,235 | * 650 | * 1,624 | 8,230 | 16,267 | * 7,663 | * 9,930 |
| \$20,000 under \$25,000 | 179,617 | 664,439 | * 1,639 | * 1,957 | * 2,215 | * 6,514 | 9,333 | 32,217 |
| \$25,000 under \$30,000 | 169,056 | 718,556 | 0 | 0 | 10,308 | 30,768 | 6,114 | 28,008 |
| \$30,000 under \$40,000 | 301,793 | 1,259,992 | * 1,563 | * 1,399 | 10,664 | 43,831 | 9,165 | 26,266 |
| \$40,000 under \$50,000 | 273,173 | 1,148,803 | * 2,648 | * 2,211 | * 6,790 | * 20,228 | 16,592 | 51,366 |
| \$50,000 under \$75,000 | 520,794 | 2,475,857 | ** 8,384 | ** 18,191 | 23,451 | 64,795 | 23,239 | 160,822 |
| \$75,000 under \$ 100,000 | 372,950 | 2,040,292 | ** | ** | 16,077 | 33,745 | 13,648 | 63,430 |
| \$100,000 under \$200,000 | 656,211 | 4,018,607 | ** | ** | 24,035 | 63,567 | 26,727 | 269,501 |
| \$200,000 under \$500,000 | 405,651 | 3,357,795 | ** 2,826 | ** 8,273 | 2,744 | 11,044 | ** 9,481 | ** 212,964 |
| \$500,000 under \$1,000,000 | 119,952 | 1,165,142 | ** | * | * 8 | * 14 | ** | ** |
| \$1,000,000 under \$1,500,000 | 34,349 | 353,958 | ** | ** | * 11 | * 10 | 301 | 8,260 |
| \$1,500,000 under \$2,000,000 | 15,415 | 159,332 | ** | ** | 0 | 0 | 145 | 23,756 |
| \$2,000,000 under \$5,000,000 | 22,841 | 240,699 | ** | ** | * 14 | * 27 | 177 | 19,382 |
| \$5,000,000 under \$10,000,000 | 5,585 | 60,542 | ** | ** | 0 | 0 | 47 | 9,691 |
| \$10,000,000 or more | 3,473 | 41,959 | ** | ** | 0 | 0 | 27 | 14,479 |
| Taxable returns, total | 2,855,279 | 16,135,383 | 15,470 | 28,769 | 100,504 | 297,556 | 107,957 | 886,222 |
| Nontaxable returns, total | 948,912 | 4,167,150 | 3,198 | 6,337 | 19,964 | 70,702 | 29,339 | 187,765 |

Footnotes at end of table

## Individual Income Tax Returns, 2006

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## Table 1. All Returns: Sources of Income, Adjustments, Deductions, and Exemptions, by Size of Adjusted Gross Income, Tax Year 2006-Continued

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

| Size of adjusted gross income | Basic standard deduction |  | Additional standard deduction |  | Total itemized deductions |  | Exemptions |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of exemptions | Amount |
|  | (153) | (154) | (155) | (156) | (157) | (158) | (159) | (160) |
| All returns, total | 86,583,732 | 590,487,763 | 11,261,327 | 16,976,422 | 49,123,555 | 1,229,237,288 | 275,256,944 | 891,911,609 |
| No adjusted gross income | 0 | 0 | 0 | 0 | 0 | 0 | 4,164,681 | 13,701,043 |
| \$1 under \$5,000 | 11,287,057 | 50,412,459 | 893,594 | 1,257,691 | 345,274 | 5,468,507 | 9,430,166 | 30,992,750 |
| \$5,000 under \$10,000 | 11,207,720 | 67,067,099 | 1,266,667 | 1,777,928 | 577,704 | 8,464,825 | 14,789,260 | 48,679,895 |
| \$10,000 under \$ 15,000 | 10,682,206 | 69,130,018 | 1,529,092 | 2,226,522 | 1,029,474 | 15,044,424 | 19,526,046 | 64,289,348 |
| \$15,000 under \$ 20,000 | 9,661,065 | 65,286,068 | 1,378,923 | 2,074,666 | 1,276,531 | 19,170,566 | 19,703,873 | 64,891,816 |
| \$20,000 under \$25,000 | 8,375,654 | 58,143,708 | 971,361 | 1,502,477 | 1,536,608 | 21,996,060 | 19,004,738 | 62,615,725 |
| \$25,000 under \$30,000 | 6,927,002 | 48,708,543 | 752,950 | 1,158,271 | 1,821,779 | 26,575,063 | 17,047,316 | 56,170,790 |
| \$30,000 under \$40,000 | 9,784,646 | 71,212,906 | 1,102,722 | 1,676,792 | 4,363,179 | 65,217,946 | 28,203,110 | 92,969,386 |
| \$40,000 under \$50,000 | 6,140,831 | 48,025,710 | 825,340 | 1,253,497 | 4,546,362 | 71,839,198 | 22,665,089 | 74,720,994 |
| \$50,000 under \$75,000 | 8,032,741 | 69,792,769 | 1,366,282 | 2,104,209 | 10,818,922 | 196,833,604 | 44,823,495 | 147,796,871 |
| \$75,000 under \$100,000 | 2,842,375 | 27,071,979 | 645,871 | 1,072,252 | 8,297,996 | 174,668,813 | 29,937,280 | 98,728,598 |
| \$100,000 under \$200,000 | 1,431,428 | 13,704,040 | 454,446 | 751,375 | 10,655,930 | 299,344,593 | 34,219,151 | 112,610,244 |
| \$200,000 under \$500,000 | 159,232 | 1,454,685 | 59,142 | 96,803 | 2,962,237 | 141,755,680 | 9,008,457 | 20,812,455 |
| \$500,000 under \$1,000,000 | 36,460 | 336,034 | 10,281 | 16,538 | 552,797 | 49,648,717 | 1,727,892 | 1,852,070 |
| \$1,000,000 under \$1,500,000 | 8,145 | 76,136 | 2,446 | 3,831 | 142,284 | 20,077,961 | 432,991 | 465,721 |
| \$1,500,000 under \$2,000,000 | 2,928 | 27,189 | 1,060 | 1,782 | 61,068 | 11,936,247 | 181,815 | 195,296 |
| \$2,000,000 under \$5,000,000 | 3,396 | 30,834 | 934 | 1,460 | 95,326 | 30,051,854 | 275,826 | 294,709 |
| \$5,000,000 under \$10,000,000 | 627 | 5,653 | 159 | 240 | 24,348 | 17,653,722 | 70,750 | 75,710 |
| \$10,000,000 or more | 219 | 1,934 | 56 | 88 | 15,735 | 53,489,509 | 45,008 | 48,187 |
| Taxable returns, total | 50,322,469 | 341,304,085 | 7,833,730 | 11,765,025 | 42,402,082 | 1,073,985,426 | 174,414,838 | 559,830,041 |
| Nontaxable returns, total | 36,261,263 | 249,183,678 | 3,427,598 | 5,211,397 | 6,721,474 | 155,251,862 | 100,842,106 | 332,081,568 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
** Data combined to avoid disclosure of information for specific taxpayers.
[1] Other income includes all items reported on line 21 of Form 1040, such as prizes, awards, recoveries of bad debts, insurance received as reimbursement for medical expenses taken as a deduction in the previous year, and any other income subject to tax for which no specific line was provided on the form. Any foreign-earned income exclusion or net operating loss in an earlier year (that was not carried forward and deducted for 2006) was entered as a negative amount on line 21 by the taxpayer but was edited into separate fields during Statistics of Income (SOI) processing. Gambling earnings entered on line 21 by the taxpayer were also edited into a separate field during SOI processing
[2] Other adjustments do not include the foreign housing adjustment.
NOTE: Detail may not add to totals because of rounding.

Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | All returns | Taxable income |  | Alternative minimum tax |  | Income tax before credits |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| All returns, total | 138,394,754 | 106,667,402 | 5,579,145,443 | 3,966,540 | 21,564,586 | 106,688,255 | 1,082,855,370 |
| No adjusted gross income | 2,675,594 | 0 | 0 | 6,751 | 184,922 | 8,711 | 185,136 |
| \$1 under \$5,000 | 11,633,370 | 880,556 | 964,764 | * 890 | * 2,278 | 875,009 | 92,406 |
| \$5,000 under \$ 10,000 | 11,786,747 | 3,931,639 | 7,022,667 | 2,336 | 316 | 3,932,334 | 701,254 |
| \$10,000 under \$15,000 | 11,711,680 | 6,631,856 | 27,161,757 | 850 | 1,138 | 6,635,470 | 2,710,778 |
| \$15,000 under \$20,000 | 10,937,694 | 7,958,803 | 54,399,481 | 2,202 | 3,649 | 7,960,548 | 5,795,585 |
| \$20,000 under \$25,000 | 9,912,261 | 8,830,458 | 84,959,346 | 2,668 | 2,880 | 8,828,936 | 9,784,380 |
| \$25,000 under \$30,000 | 8,749,761 | 8,252,297 | 111,592,271 | 1,513 | 11,746 | 8,251,473 | 13,339,066 |
| \$30,000 under \$40,000 | 14,151,824 | 13,733,631 | 265,074,215 | 3,811 | 11,993 | 13,732,197 | 32,980,877 |
| \$40,000 under \$50,000 | 10,687,193 | 10,511,657 | 284,972,064 | 7,815 | 17,190 | 10,512,872 | 38,120,185 |
| \$50,000 under \$75,000 | 18,854,917 | 18,708,802 | 743,787,518 | 87,680 | 105,899 | 18,712,718 | 107,459,776 |
| \$75,000 under \$100,000 | 11,140,408 | 11,102,730 | 660,346,861 | 129,240 | 180,430 | 11,103,860 | 99,778,247 |
| \$100,000 under \$200,000 | 12,088,423 | 12,067,176 | 1,181,233,605 | 1,096,666 | 2,128,778 | 12,073,036 | 216,003,453 |
| \$200,000 under \$500,000 | 3,121,485 | 3,116,212 | 731,857,821 | 2,242,146 | 10,982,445 | 3,118,500 | 179,370,453 |
| \$500,000 under \$1,000,000 | 589,306 | 588,218 | 348,055,997 | ** 381,972 | ** 7,930,923 | 588,799 | 95,958,665 |
| \$1,000,000 under \$1,500,000 | 150,431 | 150,188 | 161,556,432 | ** | ** | 150,295 | 45,067,137 |
| \$1,500,000 under \$2,000,000 | 64,007 | 63,844 | 98,151,682 | * | ** | 63,955 | 27,349,574 |
| \$2,000,000 under \$5,000,000 | 98,724 | 98,492 | 265,082,448 | * | ** | 98,640 | 73,466,456 |
| \$5,000,000 under \$10,000,000 | 24,975 | 24,914 | 153,833,151 | * | ** | 24,954 | 40,595,481 |
| \$10,000,000 or more | 15,956 | 15,931 | 399,093,365 | * | ** | 15,949 | 94,096,462 |
| Taxable returns, total | 92,740,927 | 92,713,707 | 5,460,467,126 | 3,956,902 | 21,556,222 | 92,740,927 | 1,069,743,976 |
| Nontaxable returns, total | 45,653,826 | 13,953,695 | 118,678,317 | 9,638 | 8,364 | 13,947,327 | 13,111,394 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Tax credits |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total |  | Child care credit |  | Credit for the elderly and disabled |  | Child tax credit [1] |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (8) | (9) | (10) | (11) | (12) | (13) | (14) | (15) |
| All returns, total | 46,091,502 | 58,938,971 | 6,466,792 | 3,486,637 | 98,261 | 14,571 | 25,741,511 | 31,741,551 |
| No adjusted gross income | 4,602 | 3,925 | * 4 | * 5 | ** 315 | ** 224 | 3,602 | 3,070 |
| \$1 under \$5,000 | 128,710 | 3,722 | * 625 | * 223 | ** | ** | * 2,095 | * 904 |
| \$5,000 under \$10,000 | 680,091 | 46,864 | 0 | 0 | * 1,658 | * 98 | * 2,943 | * 260 |
| \$10,000 under \$15,000 | 1,812,137 | 337,648 | 34,535 | 4,404 | 53,739 | 9,898 | 223,656 | 23,639 |
| \$15,000 under \$20,000 | 3,085,853 | 1,036,307 | 258,485 | 70,167 | 32,616 | 3,141 | 1,294,236 | 355,340 |
| \$20,000 under \$25,000 | 4,290,763 | 2,282,688 | 424,355 | 219,309 | 9,932 | 1,211 | 2,066,202 | 1,026,261 |
| \$25,000 under \$30,000 | 3,569,803 | 2,942,500 | 456,804 | 300,522 | 0 | 0 | 2,147,348 | 1,545,132 |
| \$30,000 under \$40,000 | 5,849,213 | 5,687,787 | 757,388 | 477,339 | 0 | 0 | 3,670,668 | 3,604,360 |
| \$40,000 under \$50,000 | 4,699,854 | 5,610,678 | 587,976 | 314,945 | 0 | 0 | 3,057,747 | 4,033,045 |
| \$50,000 under \$75,000 | 8,424,127 | 13,016,392 | 1,351,595 | 723,722 | 0 | 0 | 6,098,909 | 9,839,487 |
| \$75,000 under \$100,000 | 5,877,571 | 9,758,876 | 1,059,945 | 556,015 | 0 | 0 | 4,053,416 | 7,001,516 |
| \$100,000 under \$200,000 | 5,757,978 | 6,622,352 | 1,263,315 | 678,382 | 0 | 0 | 3,119,295 | 4,307,293 |
| \$200,000 under \$500,000 | 1,327,157 | 2,329,368 | 236,082 | 121,568 | 0 | 0 | 1,393 | 1,243 |
| \$500,000 under \$1,000,000 | 342,863 | 1,744,714 | ** 35,682 | ** 20,034 | 0 | 0 | 0 | 0 |
| \$1,000,000 under \$1,500,000 | 96,453 | 941,955 | ** | ** | 0 | 0 | 0 | 0 |
| \$1,500,000 under \$ 2,000,000 | 43,087 | 628,879 | ** | ** | 0 | 0 | 0 | 0 |
| \$2,000,000 under \$5,000,000 | 69,452 | 1,820,947 | ** | ** | 0 | 0 | 0 | 0 |
| \$5,000,000 under \$10,000,000 | 18,816 | 1,038,960 | ** | ** | 0 | 0 | 0 | 0 |
| \$10,000,000 or more | 12,972 | 3,084,408 | ** | ** | 0 | 0 | 0 | 0 |
| Taxable returns, total | 32,144,174 | 45,827,577 | 4,355,890 | 2,246,696 | 55,360 | 8,278 | 16,167,659 | 24,080,565 |
| Nontaxable returns, total | 13,947,327 | 13,111,394 | 2,110,902 | 1,239,941 | 42,901 | 6,293 | 9,573,852 | 7,660,986 |

Footnotes at end of table.

Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Tax credits-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Education credits |  | Retirement savings contribution credit |  | Residential energy credits |  | Adoption credit |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (16) | (17) | (18) | (19) | (20) | (21) | (22) | (23) |
| All returns, total | 7,725,138 | 7,022,420 | 5,192,133 | 893,957 | 4,344,189 | 1,000,149 | 93,369 | 351,184 |
| No adjusted gross income | ** 517 | ** 327 | 273 | 92 | ** | ** | * 38 | * 57 |
| \$1 under \$5,000 | ** | ** | * 106 | * 106 | 0 | 0 | 0 | 0 |
| \$5,000 under \$10,000 | 86,557 | 8,246 | 43,737 | 2,886 | ** 3,019 | ** 35 | 0 | 0 |
| \$10,000 under \$15,000 | 497,570 | 172,644 | 259,377 | 60,963 | 33,268 | 3,985 | 0 | 0 |
| \$15,000 under \$20,000 | 695,625 | 425,403 | 608,572 | 84,049 | 59,955 | 8,809 | * 1,007 | * 371 |
| \$20,000 under \$25,000 | 740,224 | 594,529 | 1,184,202 | 197,554 | 102,428 | 19,552 | * 1,098 | * 456 |
| \$25,000 under \$30,000 | 637,674 | 550,663 | 631,116 | 161,471 | 123,740 | 28,143 | * 1,632 | * 1,568 |
| \$30,000 under \$40,000 | 1,229,482 | 1,120,372 | 1,296,260 | 196,164 | 374,836 | 73,888 | 9,551 | 11,922 |
| \$40,000 under \$50,000 | 841,353 | 847,007 | 1,167,867 | 190,627 | 399,364 | 86,920 | 12,547 | 18,967 |
| \$50,000 under \$75,000 | 1,570,901 | 1,705,504 | * 625 | * 44 | 1,074,168 | 239,835 | 30,625 | 98,193 |
| \$75,000 under \$100,000 | 1,274,749 | 1,526,097 | 0 | 0 | 856,555 | 192,403 | 16,623 | 64,195 |
| \$100,000 under \$200,000 | 150,487 | 71,628 | 0 | 0 | 1,054,189 | 266,052 | 19,439 | 150,208 |
| \$200,000 under \$500,000 | 0 | 0 | 0 | 0 | 223,150 | 66,919 | ** 809 | ** 5,248 |
| \$500,000 under \$1,000,000 | 0 | 0 | 0 | 0 | ** 39,515 | ** 13,610 | ** | ** |
| \$1,000,000 under \$1,500,000 | 0 | 0 | 0 | 0 | * | ** | ** | ** |
| \$1,500,000 under \$2,000,000 | 0 | 0 | 0 | 0 | ** | ** | 0 | 0 |
| \$2,000,000 under \$5,000,000 | 0 | 0 | 0 | 0 | ** | ** | ** | ** |
| \$5,000,000 under \$10,000,000 | 0 | 0 | 0 | 0 | ** | ** | 0 | 0 |
| \$10,000,000 or more | 0 | 0 | 0 | 0 | * | ** | 0 | 0 |
| Taxable returns, total | 5,453,195 | 5,098,239 | 3,152,302 | 489,012 | 4,070,368 | 940,565 | 34,564 | 144,994 |
| Nontaxable returns, total | 2,271,942 | 1,924,182 | 2,039,831 | 404,945 | 273,821 | 59,585 | 58,804 | 206,190 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Tax credits-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Earned income credit used to offset income tax before credits |  | Minimum tax credit |  | Foreign tax credit |  | General business credit |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (24) | (25) | (26) | (27) | (28) | (29) | (30) | (31) |
| All returns, total | 2,960,172 | 797,162 | 359,098 | 1,032,247 | 6,418,317 | 10,958,470 | 386,681 | 1,302,464 |
| No adjusted gross income | * 9 | * 3 | 0 | 0 | 151 | 13 | 0 | 0 |
| \$1 under \$5,000 | * 637 | * 90 | 0 | 0 | 125,978 | 2,391 | 0 | 0 |
| \$5,000 under \$10,000 | 447,503 | 32,357 | * 727 | * 42 | 95,754 | 2,666 | * 1,949 | * 199 |
| \$10,000 under \$15,000 | 642,247 | 54,465 | * 634 | * 64 | 122,013 | 6,335 | * 3,913 | * 832 |
| \$15,000 under \$20,000 | 212,941 | 76,138 | * 631 | * 109 | 122,772 | 10,332 | * 1,611 | * 2,239 |
| \$20,000 under \$25,000 | 398,815 | 202,245 | 5,532 | 3,061 | 143,642 | 14,044 | * 1,911 | * 1,299 |
| \$25,000 under \$30,000 | 727,259 | 316,809 | 4,233 | 2,701 | 155,818 | 23,334 | 8,029 | 5,533 |
| \$30,000 under \$40,000 | 530,760 | 115,055 | 4,226 | 4,406 | 312,213 | 45,483 | 21,404 | 28,636 |
| \$40,000 under \$50,000 | 0 | 0 | 8,417 | 16,095 | 361,082 | 41,338 | 21,256 | 37,756 |
| \$50,000 under \$75,000 | 0 | 0 | 26,071 | 20,291 | 952,000 | 206,183 | 65,719 | 133,501 |
| \$75,000 under \$100,000 | 0 | 0 | 34,659 | 38,395 | 854,194 | 214,073 | 66,524 | 128,993 |
| \$100,000 under \$200,000 | 0 | 0 | 163,170 | 165,391 | 1,708,249 | 754,929 | 114,331 | 178,259 |
| \$200,000 under \$500,000 | 0 | 0 | 55,347 | 140,800 | 960,785 | 1,920,006 | 24,042 | 44,805 |
| \$500,000 under \$1,000,000 | 0 | 0 | 34,495 | 159,886 | 288,317 | 1,432,537 | 24,827 | 102,599 |
| \$1,000,000 under \$1,500,000 | 0 | 0 | 8,887 | 110,331 | 84,665 | 739,541 | 9,788 | 70,010 |
| \$1,500,000 under \$2,000,000 | 0 | 0 | 3,635 | 60,006 | 38,493 | 494,282 | 5,446 | 63,183 |
| \$2,000,000 under \$5,000,000 | 0 | 0 | 5,976 | 155,298 | 62,732 | 1,471,381 | 10,008 | 167,716 |
| \$5,000,000 under \$10,000,000 | 0 | 0 | 1,570 | 69,269 | 17,310 | 839,138 | 3,275 | 111,007 |
| \$10,000,000 or more | 0 | 0 | 887 | 86,103 | 12,151 | 2,740,464 | 2,649 | 225,896 |
| Taxable returns, total | 1,191,208 | 275,639 | 338,391 | 987,308 | 6,207,200 | 10,014,389 | 349,510 | 1,240,829 |
| Nontaxable returns, total | 1,768,964 | 521,523 | 20,706 | 44,940 | 211,117 | 944,081 | 37,171 | 61,634 |

Footnotes at end of table.

Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples—money amounts are in thousands of dollars]

| Size of adjusted gross income | Tax credits-continued |  |  |  | Income tax after credits |  | Total income tax |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Empowerment zone and community renewal credit |  | Other tax credits |  |  |  |  |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (32) | (33) | (34) | (35) | (36) | (37) | (38) | (39) |
| All returns, total | 32,209 | 120,603 | 79,911 | 168,593 | 92,740,926 | 1,023,916,399 | 92,740,927 | 1,023,920,139 |
| No adjusted gross income | 43 | 26 | * 14 | * 113 | 6,301 | 181,211 | 6,301 | 181,211 |
| \$1 under \$5,000 | 0 | 0 | 0 | 0 | 856,788 | 88,684 | 856,788 | 88,684 |
| \$5,000 under \$10,000 | * 1,299 | * 44 | * 650 | * 6 | 3,368,135 | 654,390 | 3,368,135 | 654,390 |
| \$10,000 under \$15,000 | 0 | 0 | ** 1,614 | ** 419 | 5,775,871 | 2,373,130 | 5,775,871 | 2,373,130 |
| \$15,000 under \$20,000 | 0 | 0 | ** | ** | 5,720,555 | 4,759,278 | 5,720,555 | 4,759,278 |
| \$20,000 under \$25,000 | 0 | 0 | * 4,013 | * 2,070 | 5,853,087 | 7,501,691 | 5,853,087 | 7,501,691 |
| \$25,000 under \$30,000 | 0 | 0 | * 827 | * 637 | 5,777,215 | 10,396,566 | 5,777,215 | 10,396,566 |
| \$30,000 under \$40,000 | 0 | 0 | * 1,725 | * 2,805 | 11,156,227 | 27,293,090 | 11,156,227 | 27,293,090 |
| \$40,000 under \$50,000 | * 625 | * 618 | 9,492 | 14,183 | 9,329,664 | 32,509,507 | 9,329,664 | 32,509,507 |
| \$50,000 under \$75,000 | * 2,049 | * 3,511 | 16,717 | 28,418 | 17,817,863 | 94,443,384 | 17,817,863 | 94,443,395 |
| \$75,000 under \$ 100,000 | * 2,081 | * 6,939 | 16,552 | 25,753 | 10,981,207 | 90,019,371 | 10,981,207 | 90,019,371 |
| \$100,000 under \$200,000 | 4,865 | 9,765 | 19,902 | 38,296 | 12,041,382 | 209,381,101 | 12,041,382 | 209,381,101 |
| \$200,000 under \$500,000 | ** 21,246 | ** 99,701 | 5,020 | 6,926 | 3,115,243 | 177,041,085 | 3,115,244 | 177,041,086 |
| \$500,000 under \$1,000,000 | ** | ** | ** 3,386 | ** 48,966 | 588,046 | 94,213,951 | 588,046 | 94,213,951 |
| \$1,000,000 under \$1,500,000 | ** | ** | ** | ** | 150,100 | 44,125,182 | 150,100 | 44,125,224 |
| \$1,500,000 under \$2,000,000 | ** | ** | ** | ** | 63,863 | 26,720,695 | 63,863 | 26,721,295 |
| \$2,000,000 under \$5,000,000 | ** | ** | ** | ** | 98,525 | 71,645,509 | 98,525 | 71,647,095 |
| \$5,000,000 under \$10,000,000 | ** | ** | ** | ** | 24,924 | 39,556,521 | 24,924 | 39,556,521 |
| \$10,000,000 or more | ** | ** | ** | ** | 15,929 | 91,012,054 | 15,929 | 91,013,554 |
| Taxable returns, total | 29,574 | 114,558 | 73,655 | 152,082 | 92,740,926 | 1,023,916,399 | 92,740,927 | 1,023,920,139 |
| Nontaxable returns, total | 2,635 | 6,045 | 6,256 | 16,511 | 0 | 0 | 0 | 0 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | All other taxes |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total |  | Penalty tax on qualified retirement plans |  | Self-employment tax |  | Social Security taxes on tip income |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (40) | (41) | (42) | (43) | (44) | (45) | (46) | (47) |
| All returns, total | 22,616,201 | 53,821,990 | 5,148,030 | 4,347,720 | 17,074,708 | 47,842,244 | 355,457 | 73,109 |
| No adjusted gross income | 274,498 | 513,983 | 37,401 | 55,284 | 227,919 | 426,829 | 3,010 | 1,820 |
| \$1 under \$5,000 | 1,350,300 | 635,544 | 90,714 | 15,289 | 1,223,200 | 593,978 | 33,592 | 2,162 |
| \$5,000 under \$10,000 | 1,942,922 | 1,794,289 | 144,235 | 46,450 | 1,751,376 | 1,728,692 | 48,734 | 7,064 |
| \$10,000 under \$15,000 | 1,940,919 | 2,528,050 | 190,304 | 55,012 | 1,714,841 | 2,453,102 | 47,030 | 13,614 |
| \$15,000 under \$ 20,000 | 1,442,821 | 2,038,165 | 254,414 | 76,469 | 1,154,425 | 1,949,281 | 28,815 | 8,693 |
| \$20,000 under \$25,000 | 1,172,082 | 1,757,227 | 289,699 | 97,668 | 850,630 | 1,649,327 | 22,900 | 2,879 |
| \$25,000 under \$30,000 | 1,048,195 | 1,840,000 | 253,822 | 94,758 | 776,607 | 1,732,300 | 17,170 | 2,733 |
| \$30,000 under \$40,000 | 1,901,028 | 3,192,333 | 575,878 | 276,063 | 1,300,938 | 2,895,477 | 28,115 | 3,870 |
| \$40,000 under \$50,000 | 1,646,372 | 3,043,529 | 494,671 | 303,670 | 1,138,138 | 2,713,697 | 27,703 | 7,307 |
| \$50,000 under \$75,000 | 3,296,269 | 6,833,857 | 1,110,130 | 848,562 | 2,175,980 | 5,918,754 | 34,382 | 7,669 |
| \$75,000 under \$100,000 | 2,316,893 | 5,861,893 | 770,091 | 738,691 | 1,504,737 | 5,072,370 | 24,760 | 2,543 |
| \$100,000 under \$200,000 | 2,852,443 | 10,788,086 | 785,695 | 1,271,887 | 2,035,499 | 9,334,868 | 32,619 | 10,659 |
| \$200,000 under \$500,000 | 1,028,307 | 7,016,379 | 130,846 | 414,780 | 866,406 | 6,359,989 | 6,000 | 1,628 |
| \$500,000 under \$1,000,000 | 240,680 | 2,456,259 | 13,158 | 35,326 | 215,205 | 2,283,778 | 408 | 260 |
| \$1,000,000 under \$1,500,000 | 63,421 | 812,116 | 3,177 | 8,325 | 55,824 | 745,609 | * 75 | * 42 |
| \$1,500,000 under \$2,000,000 | 29,440 | 448,666 | 1,332 | 2,826 | 25,190 | 397,857 | * 69 | * 96 |
| \$2,000,000 under \$5,000,000 | 47,389 | 1,063,849 | 1,801 | 4,317 | 40,088 | 901,389 | 67 | 57 |
| \$5,000,000 under \$10,000,000 | 12,902 | 399,273 | 411 | 999 | 10,478 | 273,086 | * 6 | * 1 |
| \$10,000,000 or more | 9,321 | 798,488 | 252 | 1,344 | 7,226 | 411,863 | * 3 | * 12 |
| Taxable returns, total | 14,629,554 | 42,527,052 | 4,110,643 | 3,910,881 | 10,207,763 | 37,162,491 | 188,291 | 40,785 |
| Nontaxable returns, total | 7,986,646 | 11,294,938 | 1,037,386 | 436,839 | 6,866,945 | 10,679,754 | 167,166 | 32,323 |

Footnotes at end of table.

Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples—money amounts are in thousands of dollars]

| Size of adjusted gross income | All other taxes-continued |  | Earned income credit used to offset other taxes |  | Total tax liability |  | Tax payments |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Household employment tax |  |  |  | Total |
|  | Number of returns | Amount | Number of returns | Amount |  |  | Number of returns | Amount | Number of returns | Amount |
|  | (48) | (49) | (50) | (51) | (52) | (53) | (54) | (55) |
| All returns, total | 225,441 | 917,524 | 4,874,407 | 4,518,182 | 96,815,936 | 1,071,872,816 | 133,577,700 | 1,189,243,053 |
| No adjusted gross income | 8,054 | 25,352 | 99,751 | 59,979 | 234,675 | 605,713 | 2,091,933 | 3,057,365 |
| \$1 under \$5,000 | * 4,972 | * 23,652 | 632,493 | 195,178 | 1,961,072 | 522,445 | 9,806,598 | 2,010,493 |
| \$5,000 under \$10,000 | * 1,017 | * 11,505 | 1,329,882 | 927,439 | 4,273,801 | 1,507,457 | 10,850,924 | 4,986,618 |
| \$10,000 under \$15,000 | 2,027 | 5,189 | 1,137,179 | 1,472,211 | 6,162,879 | 3,401,938 | 11,084,693 | 9,062,741 |
| \$15,000 under \$20,000 | * 10 | * 109 | 585,303 | 852,734 | 6,030,067 | 5,882,011 | 10,602,199 | 13,397,440 |
| \$20,000 under \$25,000 | 3,828 | 5,744 | 426,698 | 506,835 | 6,069,837 | 8,616,321 | 9,761,499 | 17,531,549 |
| \$25,000 under \$30,000 | 2,696 | 7,922 | 349,837 | 338,544 | 5,996,355 | 11,670,718 | 8,640,262 | 20,664,534 |
| \$30,000 under \$40,000 | 4,569 | 12,809 | 313,265 | 165,263 | 11,449,525 | 29,955,773 | 14,063,203 | 47,622,449 |
| \$40,000 under \$50,000 | 7,770 | 15,720 | 0 | 0 | 9,520,537 | 35,318,058 | 10,636,008 | 50,848,602 |
| \$50,000 under \$75,000 | 18,590 | 48,344 | 0 | 0 | 17,992,950 | 101,071,554 | 18,799,091 | 131,428,282 |
| \$75,000 under \$100,000 | 12,773 | 21,400 | 0 | 0 | 11,011,908 | 95,846,923 | 11,119,289 | 116,630,450 |
| \$100,000 under \$200,000 | 44,609 | 146,469 | 0 | 0 | 12,053,684 | 220,160,149 | 12,067,238 | 232,587,861 |
| \$200,000 under \$500,000 | 59,457 | 208,996 | 0 | 0 | 3,116,774 | 184,057,465 | 3,113,887 | 172,568,275 |
| \$500,000 under \$1,000,000 | 24,131 | 122,850 | 0 | 0 | 588,341 | 96,670,210 | 587,651 | 89,986,092 |
| \$1,000,000 under \$1,500,000 | 8,856 | 43,811 | 0 | 0 | 150,168 | 44,937,341 | 150,016 | 42,154,442 |
| \$1,500,000 under \$2,000,000 | 5,149 | 33,687 | 0 | 0 | 63,899 | 27,169,961 | 63,821 | 26,009,747 |
| \$2,000,000 under \$5,000,000 | 9,910 | 71,003 | 0 | 0 | 98,582 | 72,710,944 | 98,510 | 69,623,527 |
| \$5,000,000 under \$10,000,000 | 3,591 | 38,797 | 0 | 0 | 24,945 | 39,955,794 | 24,945 | 40,529,166 |
| \$10,000,000 or more | 3,433 | 74,166 | 0 | 0 | 15,936 | 91,812,042 | 15,934 | 98,543,421 |
| Taxable returns, total | 198,303 | 784,303 | 0 | 0 | 92,735,610 | 1,066,446,822 | 91,370,329 | 1,143,475,027 |
| Nontaxable returns, total | 27,138 | 133,222 | 4,874,407 | 4,518,182 | 4,080,325 | 5,425,994 | 42,207,371 | 45,768,026 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Tax payments-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Income tax withheld |  | Estimated tax payments |  | Additional child tax credit |  | Payments with request for extension of filing time |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (56) | (57) | (58) | (59) | (60) | (61) | (62) | (63) |
| All returns, total | 120,500,889 | 843,094,979 | 11,128,072 | 252,998,613 | 15,590,592 | 16,248,889 | 1,758,125 | 86,530,919 |
| No adjusted gross income | 543,659 | 1,537,951 | 121,921 | 1,193,395 | 191,526 | 333,488 | 25,596 | 221,047 |
| \$1 under \$5,000 | 8,148,662 | 1,593,602 | 148,746 | 244,089 | 61,269 | 55,604 | 62,136 | 34,423 |
| \$5,000 under \$10,000 | 9,042,344 | 4,342,997 | 222,499 | 364,730 | 105,902 | 95,921 | 43,858 | 50,702 |
| \$10,000 under \$ 15,000 | 9,262,164 | 8,124,226 | 302,534 | 568,385 | 2,367,863 | 783,794 | 39,539 | 62,941 |
| \$15,000 under \$20,000 | 9,460,396 | 12,314,252 | 372,614 | 694,208 | 3,137,032 | 2,584,575 | 50,622 | 85,804 |
| \$20,000 under \$25,000 | 9,025,994 | 16,259,759 | 384,908 | 894,306 | 2,961,453 | 3,262,558 | 40,776 | 89,643 |
| \$25,000 under \$30,000 | 8,070,267 | 19,231,986 | 416,191 | 1,081,420 | 2,102,992 | 2,741,593 | 43,610 | 93,687 |
| \$30,000 under \$40,000 | 13,309,957 | 44,568,272 | 786,319 | 2,405,596 | 2,445,860 | 3,422,949 | 78,137 | 212,336 |
| \$40,000 under \$50,000 | 10,140,720 | 47,309,404 | 815,170 | 2,998,942 | 1,183,472 | 1,596,862 | 72,697 | 179,722 |
| \$50,000 under \$75,000 | 17,914,569 | 120,696,792 | 1,910,619 | 9,295,866 | 890,653 | 1,175,910 | 181,272 | 726,260 |
| \$75,000 under \$100,000 | 10,637,829 | 105,000,357 | 1,464,943 | 10,231,775 | 116,758 | 156,629 | 158,898 | 890,356 |
| \$100,000 under \$200,000 | 11,393,266 | 197,436,470 | 2,352,445 | 30,166,318 | 25,807 | 39,005 | 375,823 | 3,480,153 |
| \$200,000 under \$500,000 | 2,769,579 | 118,189,232 | 1,238,076 | 45,296,907 | * 5 | * 3 | 329,319 | 8,077,124 |
| \$500,000 under \$1,000,000 | 492,587 | 49,541,540 | 338,907 | 32,359,619 | 0 | 0 | 125,215 | 7,817,533 |
| \$1,000,000 under \$ 1,500,000 | 122,881 | 19,858,154 | 101,749 | 17,101,762 | 0 | 0 | 43,596 | 5,120,226 |
| \$1,500,000 under \$2,000,000 | 51,516 | 10,929,349 | 45,654 | 11,259,484 | 0 | 0 | 22,574 | 3,789,829 |
| \$2,000,000 under \$5,000,000 | 80,304 | 27,490,291 | 71,876 | 29,568,901 | 0 | 0 | 41,253 | 12,506,564 |
| \$5,000,000 under \$10,000,000 | 20,736 | 14,132,192 | 19,599 | 17,074,056 | 0 | 0 | 13,134 | 9,304,684 |
| \$10,000,000 or more | 13,459 | 24,538,153 | 13,302 | 40,198,855 | 0 | 0 | 10,068 | 33,787,884 |
| Taxable returns, total | 85,968,447 | 803,651,494 | 10,008,399 | 248,617,510 | 5,503 | 11,422 | 1,586,183 | 86,012,496 |
| Nontaxable returns, total | 34,532,443 | 39,443,485 | 1,119,673 | 4,381,103 | 15,585,088 | 16,237,467 | 171,941 | 518,424 |

[^14]Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Tax payments-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Excess Social Security taxes withheld |  | Credit for Federal tax on gasoline and special fuels |  | Credit from regulated investment companies |  | Health coverage credit |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (64) | (65) | (66) | (67) | (68) | (69) | (70) | (71) |
| All returns, total | 1,443,437 | 2,288,806 | 318,754 | 85,905 | 84,547 | 52,199 | 22,397 | 27,567 |
| No adjusted gross income | 5,014 | 9,239 | 22,881 | 6,329 | 684 | 362 | * 30 | * 220 |
| \$1 under \$5,000 | * 494 | * 2,125 | 11,104 | 2,745 | 0 | 0 | 0 | 0 |
| \$5,000 under \$10,000 | * 73 | * 248 | 13,546 | 3,337 | * 1,299 | * 21 | * 1,055 | * 996 |
| \$10,000 under \$15,000 | * 1,000 | * 930 | 20,342 | 20,943 | * 3,834 | * 773 | * 2,944 | * 3,012 |
| \$15,000 under \$20,000 | * 1,232 | * 4,498 | 24,358 | 5,858 | * 1,632 | * 1,464 | * 2,288 | * 4,590 |
| \$20,000 under \$25,000 | * 811 | * 1,722 | 24,065 | 4,592 | * 1,254 | * 258 | 0 | 0 |
| \$25,000 under \$30,000 | 1,355 | 2,119 | 18,714 | 3,448 | * 1,278 | * 439 | * 2,646 | * 1,974 |
| \$30,000 under \$40,000 | 1,268 | 1,759 | 39,784 | 6,119 | 6,216 | 1,694 | * 2,928 | * 2,249 |
| \$40,000 under \$50,000 | 796 | 566 | 28,361 | 5,734 | * 2,506 | * 190 | * 631 | * 597 |
| \$50,000 under \$75,000 | 12,516 | 8,337 | 54,087 | 9,726 | 10,142 | 5,273 | * 6,089 | * 7,462 |
| \$75,000 under \$100,000 | 123,612 | 44,592 | 30,374 | 5,481 | 4,690 | 1,401 | * 3,311 | * 4,781 |
| \$100,000 under \$200,000 | 818,639 | 965,048 | 19,262 | 3,861 | 30,941 | 10,700 | * 434 | * 1,435 |
| \$200,000 under \$500,000 | 371,658 | 854,933 | 7,857 | 2,623 | 12,059 | 4,772 | 0 | 0 |
| \$500,000 under \$1,000,000 | 65,153 | 230,919 | 2,109 | 1,573 | 4,582 | 7,088 | * 40 | * 252 |
| \$1,000,000 under \$1,500,000 | 16,374 | 64,017 | 566 | 509 | 1,164 | 2,625 | 0 | 0 |
| \$1,500,000 under \$2,000,000 | 6,907 | 26,995 | 287 | 703 | 627 | 421 | 0 | 0 |
| \$2,000,000 under \$5,000,000 | 11,297 | 47,536 | 568 | 764 | 1,032 | 4,916 | 0 | 0 |
| \$5,000,000 under \$10,000,000 | 3,204 | 14,032 | 231 | 661 | 350 | 2,328 | 0 | 0 |
| \$10,000,000 or more | 2,034 | 9,191 | 257 | 898 | 256 | 7,472 | 0 | 0 |
| Taxable returns, total | 1,428,765 | 2,262,757 | 198,664 | 39,983 | 76,406 | 48,949 | 17,710 | 19,760 |
| Nontaxable returns, total | 14,672 | 26,050 | 120,090 | 45,922 | 8,141 | 3,250 | * 4,687 | * 7,807 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Earned income credit, refundable portion |  | Federal telephone excise tax credit |  | Overpayment |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Total | Refunded |  |
|  | Number of returns | Amount |  |  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (72) | (73) | (74) | (75) | (76) | (77) | (78) | (79) |
| All returns, total | 20,268,821 | 39,072,222 | 96,873,353 | 4,164,063 | 109,915,823 | 295,796,995 | 107,001,071 | 250,941,390 |
| No adjusted gross income | 137,223 | 126,381 | 1,903,631 | 88,822 | 2,097,577 | 3,171,882 | 2,036,981 | 2,587,142 |
| \$1 under \$5,000 | 2,512,414 | 1,622,141 | 3,584,433 | 133,508 | 9,342,616 | 3,528,564 | 9,280,210 | 3,464,671 |
| \$5,000 under \$10,000 | 4,240,682 | 6,688,442 | 5,670,531 | 223,587 | 10,231,326 | 10,979,390 | 10,162,954 | 10,904,118 |
| \$10,000 under \$15,000 | 3,731,353 | 11,214,308 | 7,034,712 | 281,531 | 10,139,760 | 18,615,945 | 10,057,125 | 18,478,374 |
| \$15,000 under \$20,000 | 3,147,195 | 9,212,446 | 7,058,989 | 286,765 | 9,599,099 | 20,401,353 | 9,485,966 | 20,199,416 |
| \$20,000 under \$25,000 | 2,922,994 | 6,218,585 | 6,775,377 | 281,270 | 8,550,466 | 19,505,984 | 8,452,755 | 19,328,517 |
| \$25,000 under \$30,000 | 2,117,333 | 2,959,402 | 6,045,308 | 249,460 | 7,393,366 | 15,922,155 | 7,286,524 | 15,728,664 |
| \$30,000 under \$40,000 | 1,459,628 | 1,030,518 | 10,388,101 | 424,424 | 11,883,314 | 24,681,511 | 11,693,933 | 24,252,130 |
| \$40,000 under \$50,000 | 0 | 0 | 8,438,148 | 353,446 | 8,492,916 | 20,392,015 | 8,324,354 | 19,895,541 |
| \$50,000 under \$75,000 | 0 | 0 | 15,568,233 | 678,567 | 14,358,673 | 40,520,496 | 13,964,304 | 39,386,837 |
| \$75,000 under \$100,000 | 0 | 0 | 9,677,565 | 451,706 | 8,343,244 | 28,719,625 | 8,007,959 | 27,181,289 |
| \$100,000 under \$200,000 | 0 | 0 | 10,927,095 | 523,876 | 7,601,496 | 34,868,173 | 7,011,750 | 31,026,983 |
| \$200,000 under \$500,000 | 0 | 0 | 2,915,943 | 142,684 | 1,422,419 | 14,702,311 | 1,031,908 | 8,783,136 |
| \$500,000 under \$1,000,000 | 0 | 0 | 552,340 | 27,567 | 269,394 | 7,428,893 | 136,081 | 2,788,201 |
| \$1,000,000 under \$1,500,000 | 0 | 0 | 142,056 | 7,150 | 72,818 | 3,952,383 | 28,868 | 1,159,524 |
| \$1,500,000 under \$2,000,000 | 0 | 0 | 60,503 | 2,965 | 33,051 | 2,654,532 | 11,978 | 718,106 |
| \$2,000,000 under \$5,000,000 | 0 | 0 | 91,940 | 4,556 | 55,990 | 7,479,427 | 18,898 | 1,682,960 |
| \$5,000,000 under \$10,000,000 | 0 | 0 | 23,512 | 1,212 | 16,490 | 4,882,242 | 5,109 | 1,032,560 |
| \$10,000,000 or more | 0 | 0 | 14,936 | 968 | 11,809 | 13,390,114 | 3,415 | 2,343,218 |
| Taxable returns, total | 0 | 0 | 68,297,214 | 2,822,078 | 68,624,895 | 198,664,295 | 66,060,113 | 155,239,335 |
| Nontaxable returns, total | 20,268,821 | 39,072,222 | 28,576,138 | 1,341,985 | 41,290,928 | 97,132,700 | 40,940,959 | 95,702,055 |

Footnotes at end of table.

Table 2. All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Overpayment-continued |  | Tax due at time of filing |  | Predetermined estimated tax penalty |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Credited to 2007 estimated tax |  |  |  |  |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (80) | (81) | (82) | (83) | (84) | (85) |
| All returns, total | 3,978,421 | 44,855,606 | 26,694,105 | 126,289,889 | 6,496,924 | 1,770,962 |
| No adjusted gross income | 75,641 | 584,740 | 146,148 | 295,209 | 38,023 | 5,345 |
| \$1 under \$5,000 | 78,690 | 63,892 | 1,525,770 | 373,785 | 23,221 | 1,417 |
| \$5,000 under \$10,000 | 95,296 | 75,272 | 1,295,658 | 744,897 | 154,714 | 8,241 |
| \$10,000 under \$15,000 | 115,242 | 137,570 | 1,456,103 | 1,009,385 | 241,155 | 16,647 |
| \$15,000 under \$20,000 | 158,669 | 201,937 | 1,275,723 | 1,182,821 | 223,795 | 18,721 |
| \$20,000 under \$25,000 | 140,055 | 177,467 | 1,339,787 | 1,283,123 | 251,210 | 20,530 |
| \$25,000 under \$30,000 | 150,480 | 193,490 | 1,341,929 | 1,483,473 | 263,321 | 24,420 |
| \$30,000 under \$40,000 | 275,283 | 429,380 | 2,251,033 | 2,979,998 | 496,378 | 47,568 |
| \$40,000 under \$50,000 | 252,840 | 496,475 | 2,181,048 | 3,557,999 | 531,592 | 57,402 |
| \$50,000 under \$75,000 | 564,188 | 1,133,659 | 4,465,446 | 9,330,748 | 1,134,001 | 135,514 |
| \$75,000 under \$100,000 | 473,817 | 1,538,336 | 2,786,425 | 7,930,562 | 823,782 | 116,752 |
| \$100,000 under \$200,000 | 800,836 | 3,841,190 | 4,466,245 | 22,698,609 | 1,371,370 | 288,114 |
| \$200,000 under \$500,000 | 497,394 | 5,919,175 | 1,683,970 | 26,578,547 | 686,992 | 387,049 |
| \$500,000 under \$1,000,000 | 158,714 | 4,640,692 | 316,639 | 14,323,612 | 160,172 | 210,600 |
| \$1,000,000 under \$1,500,000 | 50,822 | 2,792,859 | 76,776 | 6,828,434 | 42,743 | 93,152 |
| \$1,500,000 under \$2,000,000 | 24,199 | 1,936,426 | 30,636 | 3,864,073 | 17,282 | 49,327 |
| \$2,000,000 under \$5,000,000 | 42,978 | 5,796,467 | 42,254 | 10,719,392 | 27,150 | 152,548 |
| \$5,000,000 under \$10,000,000 | 13,257 | 3,849,682 | 8,400 | 4,358,202 | 6,301 | 49,332 |
| \$10,000,000 or more | 10,019 | 11,046,896 | 4,113 | 6,747,018 | 3,721 | 88,284 |
| Taxable returns, total | 3,460,433 | 43,424,961 | 23,999,118 | 123,342,331 | 5,901,325 | 1,711,861 |
| Nontaxable returns, total | 517,988 | 1,430,645 | 2,694,987 | 2,947,558 | 595,599 | 59,101 |

* Estimate should be used with caution due to the small number of sample returns on which it is based.
** Data combined to avoid disclosure of information for specific taxpayers.
[1] Excludes refundable portion, which totaled $\$ 16.2$ billion for 2006.
NOTE: Detail may not add to totals because of rounding.


## Individual Income Tax Returns, 2006

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Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006
[All figures are estimates based on samples-money amounts are in thousands of dollars]


[^15]Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Total itemized deductions-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Medical and dental expenses limitation |  | Taxes paid deduction |  |  |  |  |  |
|  |  |  | Total |  | State and local taxes |  |  |  |
|  |  |  | Total | Income tax |  |
|  | Number of returns | Amount |  |  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| Returns with itemized deductions, total | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
|  | 10,207,311 | 39,659,600 | 48,660,923 | 432,774,100 | 46,915,714 | 265,306,032 | 35,666,458 | 246,381,591 |
| Under \$5,000 | 215,616 | 43,553 | 322,484 | 1,091,230 | 277,155 | 269,667 | 93,675 | 177,369 |
| \$5,000 under \$10,000 | 357,885 | 208,848 | 551,708 | 1,530,443 | 481,024 | 314,328 | 186,039 | 175,255 |
| \$10,000 under \$15,000 | 661,891 | 624,402 | 980,400 | 2,461,698 | 875,214 | 575,271 | 326,542 | 282,710 |
| \$15,000 under \$20,000 | 696,209 | 916,417 | 1,232,624 | 3,391,832 | 1,102,151 | 860,560 | 548,423 | 535,277 |
| \$20,000 under \$25,000 | 683,735 | 1,155,428 | 1,498,621 | 4,168,222 | 1,399,056 | 1,358,901 | 762,030 | 807,300 |
| \$25,000 under \$30,000 | 720,353 | 1,483,354 | 1,766,088 | 5,227,676 | 1,646,179 | 1,845,996 | 1,064,169 | 1,360,042 |
| \$30,000 under \$35,000 | 693,418 | 1,690,474 | 2,037,765 | 6,627,559 | 1,924,399 | 2,535,874 | 1,318,487 | 1,955,115 |
| \$35,000 under \$40,000 | 685,398 | 1,928,090 | 2,240,619 | 7,773,768 | 2,120,969 | 3,240,458 | 1,580,095 | 2,687,651 |
| \$40,000 under \$45,000 | 608,110 | 1,935,754 | 2,231,199 | 8,401,705 | 2,123,804 | 3,746,087 | 1,566,801 | 3,115,904 |
| \$45,000 under \$50,000 | 587,677 | 2,088,983 | 2,263,424 | 9,409,964 | 2,188,871 | 4,355,360 | 1,660,365 | 3,690,536 |
| \$50,000 under \$55,000 | 566,417 | 2,228,563 | 2,304,102 | 10,197,319 | 2,233,681 | 4,808,637 | 1,689,511 | 4,093,871 |
| \$55,000 under \$60,000 | 467,017 | 2,011,493 | 2,183,590 | 10,538,408 | 2,103,113 | 5,046,648 | 1,629,041 | 4,351,034 |
| \$60,000 under \$75,000 | 1,205,366 | 6,069,111 | 6,274,174 | 34,248,675 | 6,089,601 | 17,517,205 | 4,881,337 | 15,612,337 |
| \$75,000 under \$100,000 | 1,147,674 | 7,377,585 | 8,281,651 | 55,727,801 | 8,081,139 | 29,850,662 | 6,586,019 | 27,016,616 |
| \$100,000 under \$200,000 | 819,457 | 7,800,050 | 10,642,872 | 111,054,876 | 10,456,114 | 63,981,487 | 8,641,327 | 59,323,020 |
| \$200,000 under \$500,000 | 83,677 | 1,672,455 | 2,960,017 | 64,770,705 | 2,930,430 | 42,928,132 | 2,398,821 | 40,731,516 |
| \$500,000 under \$1,000,000 | 6,326 | 300,475 | 551,385 | 27,064,821 | 546,749 | 20,545,408 | 456,786 | 19,929,203 |
| \$1,000,000 under \$1,500,000 | 746 | 67,653 | 142,087 | 11,483,609 | 141,133 | 9,284,435 | 115,907 | 9,049,077 |
| \$1,500,000 under \$2,000,000 | 206 | 26,885 | 60,950 | 7,079,805 | 60,579 | 5,928,443 | 50,331 | 5,811,672 |
| \$2,000,000 under \$5,000,000 | 123 | 24,033 | 95,169 | 17,761,193 | 94,603 | 15,516,414 | 77,356 | 15,244,110 |
| \$5,000,000 under \$10,000,000 | * 8 | * 3,403 | 24,299 | 10,024,660 | 24,140 | 9,135,130 | 20,194 | 8,997,205 |
| \$10,000,000 or more | * 3 | * 2,590 | 15,696 | 22,738,131 | 15,610 | 21,660,929 | 13,202 | 21,434,774 |
| Taxable returns with itemized deductions, total | 7,264,141 | 34,157,348 | 42,160,935 | 405,613,605 | 40,949,825 | 256,489,189 | 32,271,740 | 239,812,765 |
| Nontaxable returns with itemized deductions, total | 2,943,170 | 5,502,252 | 6,499,988 | 27,160,495 | 5,965,889 | 8,816,843 | 3,394,718 | 6,568,827 |

[^16]
## Individual Income Tax Returns, 2006

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Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Total itemized deductions-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Taxes paid deduction-continued |  |  |  |  |  |  |  |
|  | State and local taxes-continued <br> General sales tax |  | Real estate taxes |  | Personal property taxes |  | Other taxes |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| Returns with itemized deductions, total | (17) | (18) | (19) | (20) | (21) | (22) | (23) | (24) |
|  | 11,249,256 | 18,924,441 | 42,584,481 | 156,384,349 | 21,470,392 | 8,958,052 | 3,071,407 | 2,125,666 |
| Under \$5,000 | 183,480 | 92,298 | 245,754 | 749,048 | 93,531 | 62,168 | 13,723 | 10,348 |
| \$5,000 under \$10,000 | 294,985 | 139,073 | 426,202 | 1,151,873 | 178,218 | 53,981 | 16,525 | 10,262 |
| \$10,000 under \$15,000 | 548,671 | 292,561 | 762,491 | 1,760,448 | 324,198 | 85,585 | 36,966 | 40,395 |
| \$15,000 under \$20,000 | 553,728 | 325,282 | 923,810 | 2,344,997 | 444,094 | 168,115 | 61,546 | 18,160 |
| \$20,000 under \$25,000 | 637,026 | 551,601 | 1,130,445 | 2,604,984 | 589,402 | 174,770 | 64,612 | 29,567 |
| \$25,000 under \$30,000 | 582,009 | 485,954 | 1,346,401 | 3,087,654 | 696,267 | 256,642 | 95,053 | 37,383 |
| \$30,000 under \$35,000 | 605,912 | 580,759 | 1,632,333 | 3,751,871 | 873,163 | 302,034 | 104,258 | 37,780 |
| \$35,000 under \$40,000 | 540,874 | 552,807 | 1,800,620 | 4,165,909 | 927,449 | 303,151 | 131,171 | 64,250 |
| \$40,000 under \$45,000 | 557,003 | 630,184 | 1,797,302 | 4,290,350 | 938,122 | 323,322 | 113,345 | 41,946 |
| \$45,000 under \$50,000 | 528,506 | 664,824 | 1,878,804 | 4,662,685 | 985,956 | 347,692 | 121,190 | 44,227 |
| \$50,000 under \$55,000 | 544,170 | 714,766 | 1,960,188 | 4,971,652 | 1,014,387 | 364,659 | 129,565 | 52,370 |
| \$55,000 under \$60,000 | 474,072 | 695,615 | 1,886,442 | 5,021,057 | 1,007,897 | 385,521 | 142,074 | 85,181 |
| \$60,000 under \$75,000 | 1,208,264 | 1,904,868 | 5,609,716 | 15,465,617 | 2,875,959 | 1,113,557 | 376,357 | 152,296 |
| \$75,000 under \$100,000 | 1,495,120 | 2,834,047 | 7,590,363 | 24,026,524 | 3,854,748 | 1,580,666 | 557,566 | 269,949 |
| \$100,000 under \$200,000 | 1,814,787 | 4,658,467 | 9,964,895 | 44,131,009 | 5,027,429 | 2,389,639 | 768,909 | 552,741 |
| \$200,000 under \$500,000 | 531,609 | 2,196,616 | 2,785,290 | 20,863,441 | 1,288,028 | 711,468 | 247,914 | 267,665 |
| \$500,000 under \$1,000,000 | 89,964 | 616,205 | 522,929 | 6,220,681 | 225,168 | 181,165 | 56,392 | 117,567 |
| \$1,000,000 under \$1,500,000 | 25,226 | 235,358 | 134,510 | 2,104,645 | 54,105 | 48,505 | 13,660 | 46,024 |
| \$1,500,000 under \$2,000,000 | 10,248 | 116,771 | 57,813 | 1,099,851 | 22,978 | 24,431 | 6,158 | 27,081 |
| \$2,000,000 under \$5,000,000 | 17,247 | 272,304 | 90,114 | 2,122,761 | 34,369 | 45,400 | 10,093 | 76,618 |
| \$5,000,000 under \$10,000,000 | 3,946 | 137,925 | 23,095 | 839,226 | 8,990 | 17,613 | 2,559 | 32,690 |
| \$10,000,000 or more | 2,408 | 226,154 | 14,962 | 948,067 | 5,933 | 17,969 | 1,770 | 111,167 |
| Taxable returns with itemized deductions, total | 8,678,085 | 16,676,425 | 37,168,506 | 139,411,250 | 18,850,117 | 7,796,727 | 2,777,151 | 1,916,439 |
| Nontaxable returns with itemized deductions, total | 2,571,170 | 2,248,016 | 5,415,974 | 16,973,100 | 2,620,275 | 1,161,325 | 294,256 | 209,227 |

[^17]Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Total itemized deductions-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Interest paid deduction |  |  |  |  |  |  |  |
|  | Total |  | Home mortgage interest |  |  |  |  |  |
|  |  |  | Total |  | Paid to financial institutions |  | Paid to individuals |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| Returns with itemized deductions, total | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
|  | 40,284,927 | 470,474,844 | 39,831,381 | 443,151,695 | 39,441,507 | 437,057,932 | 1,147,219 | 6,093,762 |
| Under \$5,000 | 230,562 | 2,542,276 | 228,045 | 2,528,322 | 227,353 | 2,491,897 | 5,460 | 36,425 |
| \$5,000 under \$10,000 | 371,880 | 3,152,592 | 365,438 | 3,126,419 | 356,164 | 3,038,959 | 16,509 | 87,460 |
| \$10,000 under \$15,000 | 665,639 | 5,664,579 | 656,883 | 5,615,944 | 650,536 | 5,523,181 | 13,740 | 92,763 |
| \$15,000 under \$20,000 | 798,300 | 6,996,923 | 790,362 | 6,934,533 | 778,228 | 6,817,809 | 21,642 | 116,724 |
| \$20,000 under \$25,000 | 1,061,899 | 9,100,590 | 1,053,810 | 8,991,482 | 1,035,978 | 8,875,649 | 31,552 | 115,833 |
| \$25,000 under \$30,000 | 1,274,738 | 10,418,436 | 1,263,054 | 10,309,494 | 1,248,965 | 10,178,810 | 27,759 | 130,685 |
| \$30,000 under \$35,000 | 1,569,953 | 12,794,118 | 1,559,783 | 12,658,751 | 1,545,261 | 12,517,017 | 27,555 | 141,734 |
| \$35,000 under \$40,000 | 1,759,767 | 15,231,363 | 1,753,837 | 15,122,041 | 1,737,400 | 14,847,513 | 50,487 | 274,527 |
| \$40,000 under \$45,000 | 1,759,440 | 14,724,513 | 1,749,360 | 14,574,844 | 1,721,042 | 14,301,051 | 49,472 | 273,794 |
| \$45,000 under \$50,000 | 1,813,029 | 16,044,837 | 1,800,161 | 15,792,494 | 1,779,245 | 15,507,761 | 53,585 | 284,733 |
| \$50,000 under \$55,000 | 1,893,944 | 16,994,245 | 1,880,746 | 16,807,805 | 1,860,603 | 16,640,307 | 47,638 | 167,499 |
| \$55,000 under \$60,000 | 1,835,946 | 17,060,606 | 1,825,144 | 16,917,171 | 1,803,927 | 16,622,975 | 47,218 | 294,196 |
| \$60,000 under \$75,000 | 5,399,720 | 51,856,847 | 5,368,506 | 51,385,966 | 5,315,086 | 50,720,992 | 143,282 | 664,974 |
| \$75,000 under \$100,000 | 7,262,693 | 76,362,548 | 7,215,595 | 75,466,112 | 7,158,034 | 74,587,768 | 202,679 | 878,344 |
| \$100,000 under \$200,000 | 9,345,914 | 122,673,860 | 9,250,722 | 120,380,179 | 9,188,506 | 119,065,113 | 289,522 | 1,315,066 |
| \$200,000 under \$500,000 | 2,510,674 | 50,965,901 | 2,425,757 | 47,714,366 | 2,402,542 | 47,014,180 | 86,687 | 700,186 |
| \$500,000 under \$1,000,000 | 454,208 | 13,863,175 | 417,098 | 11,276,276 | 410,181 | 10,994,641 | 21,039 | 281,635 |
| \$1,000,000 under \$1,500,000 | 114,986 | 4,605,699 | 101,144 | 3,106,893 | 99,500 | 3,016,533 | 5,232 | 90,360 |
| \$1,500,000 under \$2,000,000 | 49,808 | 2,484,023 | 41,442 | 1,370,257 | 40,571 | 1,330,449 | 2,000 | 39,808 |
| \$2,000,000 under \$5,000,000 | 77,912 | 5,461,242 | 61,740 | 2,171,039 | 60,303 | 2,097,361 | 2,993 | 73,678 |
| \$5,000,000 under \$10,000,000 | 20,458 | 2,890,309 | 14,555 | 563,645 | 14,147 | 543,799 | 742 | 19,846 |
| \$10,000,000 or more | 13,458 | 8,586,161 | 8,198 | 337,660 | 7,936 | 324,168 | 428 | 13,493 |
| Taxable returns with itemized deductions, total | 34,916,786 | 399,610,599 | 34,499,179 | 374,221,591 | 34,169,301 | 369,185,364 | 1,005,421 | 5,036,227 |
| Nontaxable returns with itemized deductions, total | 5,368,140 | 70,864,246 | 5,332,201 | 68,930,103 | 5,272,206 | 67,872,568 | 141,798 | 1,057,535 |

[^18]
## Individual Income Tax Returns, 2006

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Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Total itemized deductions-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Interest paid deduction-continued |  |  |  | Contributions deduction |  |  |  |
|  | Deductible points |  | Investment interest expense deduction |  | Total |  | Cash contributions |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| Returns with itemized deductions, total | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
|  | 2,970,713 | 2,591,861 | 1,819,888 | 24,731,289 | 41,437,749 | 186,646,644 | 38,942,196 | 144,223,015 |
| Under \$5,000 | 11,420 | 1,621 | 8,499 | 12,333 | 194,472 | 149,244 | 167,572 | 199,448 |
| \$5,000 under \$10,000 | 15,325 | 14,490 | 12,691 | 11,683 | 346,040 | 483,820 | 322,013 | 548,664 |
| \$10,000 under \$15,000 | 32,543 | 35,065 | 16,044 | 13,570 | 679,633 | 1,032,409 | 628,767 | 974,217 |
| \$15,000 under \$20,000 | 41,063 | 26,466 | 17,573 | 35,924 | 865,118 | 1,575,449 | 804,227 | 1,324,744 |
| \$20,000 under \$25,000 | 57,384 | 64,198 | 24,302 | 44,910 | 1,080,523 | 2,050,530 | 998,576 | 1,688,286 |
| \$25,000 under \$30,000 | 58,357 | 68,374 | 20,721 | 40,567 | 1,330,287 | 2,629,782 | 1,238,051 | 2,151,604 |
| \$30,000 under \$35,000 | 87,752 | 83,955 | 26,205 | 51,412 | 1,573,072 | 3,151,067 | 1,443,217 | 2,567,876 |
| \$35,000 under \$40,000 | 101,156 | 69,468 | 26,330 | 39,855 | 1,741,856 | 3,674,894 | 1,619,262 | 3,054,496 |
| \$40,000 under \$45,000 | 119,844 | 102,233 | 29,772 | 47,437 | 1,772,665 | 3,887,177 | 1,631,323 | 3,242,079 |
| \$45,000 under \$50,000 | 120,566 | 140,457 | 39,225 | 111,887 | 1,834,631 | 4,059,750 | 1,695,519 | 3,317,094 |
| \$50,000 under \$55,000 | 117,915 | 128,203 | 29,559 | 58,237 | 1,895,962 | 4,459,457 | 1,770,140 | 3,632,318 |
| \$55,000 under \$60,000 | 101,022 | 81,317 | 34,907 | 62,118 | 1,824,105 | 4,513,972 | 1,693,949 | 3,819,075 |
| \$60,000 under \$75,000 | 370,119 | 310,545 | 116,437 | 160,337 | 5,380,233 | 13,927,253 | 5,023,355 | 11,529,662 |
| \$75,000 under \$100,000 | 534,550 | 442,856 | 200,947 | 453,580 | 7,396,397 | 21,320,365 | 6,917,262 | 17,821,439 |
| \$100,000 under \$200,000 | 860,630 | 771,880 | 482,605 | 1,521,801 | 9,866,262 | 38,470,089 | 9,408,181 | 35,052,895 |
| \$200,000 under \$500,000 | 267,614 | 196,122 | 424,056 | 3,055,414 | 2,801,342 | 22,027,498 | 2,734,157 | 18,067,112 |
| \$500,000 under \$1,000,000 | 48,791 | 31,467 | 154,832 | 2,555,432 | 528,987 | 10,255,970 | 522,824 | 7,962,112 |
| \$1,000,000 under \$1,500,000 | 11,373 | 10,169 | 53,494 | 1,488,637 | 136,509 | 4,783,947 | 135,338 | 3,447,502 |
| \$1,500,000 under \$2,000,000 | 4,611 | 3,897 | 26,836 | 1,109,870 | 59,100 | 3,221,152 | 58,735 | 2,256,211 |
| \$2,000,000 under \$5,000,000 | 6,450 | 6,198 | 48,140 | 3,284,005 | 91,298 | 8,750,700 | 90,691 | 5,432,654 |
| \$5,000,000 under \$10,000,000 | 1,524 | 2,024 | 15,376 | 2,324,640 | 23,818 | 6,041,122 | 23,668 | 3,322,475 |
| \$10,000,000 or more | 705 | 858 | 11,337 | 8,247,642 | 15,439 | 26,180,998 | 15,368 | 12,811,054 |
| Taxable returns with itemized deductions, total | 2,598,417 | 1,980,364 | 1,671,337 | 23,408,644 | 36,739,557 | 174,764,083 | 34,587,699 | 130,519,348 |
| Nontaxable returns with itemized deductions, total | 372,297 | 611,497 | 148,551 | 1,322,645 | 4,698,192 | 11,882,561 | 4,354,497 | 13,703,667 |

[^19]Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Total itemized deductions-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Contributions deduction-continued |  |  |  | Casualty or theft loss deduction |  | Limited miscellaneous deductions |  |
|  | Other than cash contributions |  | Carryover from prior years |  |  |  | Total after AGI limitation |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (41) | (42) | (43) | (44) | (45) | (46) | (47) | (48) |
| Returns with itemized deductions, total | 24,748,231 | 52,631,443 | 511,699 | 25,122,432 | 206,287 | 5,135,555 | 12,313,749 | 76,666,241 |
| Under \$5,000 | 86,021 | 46,002 | 33,185 | 90,512 | * 981 | * 8,053 | 120,415 | 289,522 |
| \$5,000 under \$10,000 | 148,513 | 68,672 | 32,612 | 195,161 | * 4,245 | * 149,773 | 168,888 | 292,989 |
| \$10,000 under \$15,000 | 270,499 | 185,246 | 39,205 | 359,696 | 7,524 | 265,647 | 209,609 | 586,533 |
| \$15,000 under \$20,000 | 417,184 | 247,258 | 38,092 | 260,147 | * 6,613 | * 262,285 | 317,696 | 1,364,323 |
| \$20,000 under \$25,000 | 563,205 | 341,423 | 29,995 | 208,116 | 15,180 | 133,920 | 412,245 | 2,048,765 |
| \$25,000 under \$30,000 | 716,172 | 434,262 | 21,084 | 104,753 | 11,360 | 498,833 | 534,528 | 2,980,683 |
| \$30,000 under \$35,000 | 876,966 | 579,328 | 27,011 | 92,005 | 15,517 | 194,335 | 612,523 | 3,400,865 |
| \$35,000 under \$40,000 | 988,064 | 580,018 | 22,048 | 162,083 | 11,841 | 196,453 | 704,863 | 3,664,552 |
| \$40,000 under \$45,000 | 1,014,103 | 692,652 | 19,170 | 66,571 | 10,391 | 113,469 | 664,173 | 3,625,656 |
| \$45,000 under \$50,000 | 1,055,215 | 698,111 | 23,972 | 278,285 | 6,518 | 142,487 | 630,764 | 3,485,030 |
| \$50,000 under \$55,000 | 1,116,519 | 778,405 | 20,581 | 196,490 | 10,717 | 106,508 | 684,621 | 3,719,360 |
| \$55,000 under \$60,000 | 1,075,206 | 694,048 | 11,964 | 67,276 | 12,532 | 70,967 | 603,852 | 3,398,281 |
| \$60,000 under \$75,000 | 3,172,157 | 2,347,223 | 47,151 | 678,585 | 28,117 | 364,726 | 1,709,691 | 9,581,461 |
| \$75,000 under \$100,000 | 4,602,131 | 3,336,757 | 40,142 | 885,477 | 20,802 | 567,848 | 2,028,476 | 11,060,035 |
| \$100,000 under \$200,000 | 6,471,720 | 7,148,566 | 58,921 | 1,958,394 | 29,150 | 971,613 | 2,317,906 | 15,312,606 |
| \$200,000 under \$500,000 | 1,728,413 | 4,474,782 | 28,985 | 3,177,531 | 11,303 | 640,133 | 475,726 | 5,138,639 |
| \$500,000 under \$1,000,000 | 286,655 | 2,526,879 | 8,299 | 2,662,903 | 2,153 | 200,274 | 73,772 | 1,653,898 |
| \$1,000,000 under \$1,500,000 | 70,064 | 1,599,850 | 3,000 | 1,390,888 | 633 | 114,849 | 18,032 | 762,761 |
| \$1,500,000 under \$2,000,000 | 28,303 | 1,447,466 | 1,551 | 671,222 | 214 | 33,016 | 7,876 | 492,914 |
| \$2,000,000 under \$5,000,000 | 42,544 | 3,527,808 | 2,784 | 2,680,742 | 342 | 51,003 | 12,735 | 1,367,245 |
| \$5,000,000 under \$10,000,000 | 11,024 | 3,019,095 | 1,038 | 1,530,761 | 85 | 12,001 | 3,268 | 760,764 |
| \$10,000,000 or more | 7,554 | 17,857,590 | 907 | 7,404,833 | 71 | 37,363 | 2,090 | 1,679,362 |
| Taxable returns with itemized deductions, total | 22,316,940 | 50,541,676 | 319,175 | 23,112,109 | 144,797 | 1,936,553 | 10,384,497 | 65,987,373 |
| Nontaxable returns with itemized deductions, total | 2,431,291 | 2,089,766 | 192,523 | 2,010,323 | 61,490 | 3,199,002 | 1,929,252 | 10,678,868 |

[^20]
## Individual Income Tax Returns, 2006

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Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Total itemized deductions-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Limited miscellaneous deductions |  |  |  |  |  |  |  |
|  | Unreimbursed employee business expense |  | Tax preparation fees |  | Other limited miscellaneous deductions |  | Miscellaneous deductions subject to 2\% AGI limitation |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
| Returns with itemized deductions, total | (49) | (50) | (51) | (52) | (53) | (54) | (55) | (56) |
|  | 15,985,244 | 75,600,830 | 20,810,174 | 5,758,548 | 9,484,460 | 29,472,844 | 28,432,625 | 110,832,221 |
| Under \$5,000 | 31,147 | 154,508 | 99,521 | 23,120 | 70,670 | 118,705 | 132,869 | 296,333 |
| \$5,000 under \$10,000 | 55,222 | 185,411 | 186,062 | 42,688 | 90,446 | 97,425 | 244,797 | 325,523 |
| \$10,000 under \$15,000 | 107,717 | 400,824 | 333,542 | 69,357 | 143,146 | 197,014 | 426,898 | 667,195 |
| \$15,000 under \$20,000 | 258,950 | 1,219,178 | 479,241 | 91,858 | 189,414 | 215,384 | 633,153 | 1,526,421 |
| \$20,000 under \$25,000 | 379,057 | 1,829,720 | 591,098 | 114,873 | 263,088 | 360,274 | 783,928 | 2,304,867 |
| \$25,000 under \$30,000 | 552,450 | 2,786,879 | 730,698 | 143,301 | 305,560 | 437,652 | 990,714 | 3,367,833 |
| \$30,000 under \$35,000 | 680,060 | 3,307,364 | 852,340 | 157,055 | 316,222 | 456,840 | 1,173,473 | 3,921,260 |
| \$35,000 under \$40,000 | 771,606 | 3,742,310 | 954,189 | 175,694 | 381,506 | 418,720 | 1,294,870 | 4,336,724 |
| \$40,000 under \$45,000 | 796,096 | 3,717,918 | 957,938 | 177,859 | 355,542 | 466,412 | 1,315,542 | 4,362,189 |
| \$45,000 under \$50,000 | 802,647 | 3,700,993 | 986,630 | 187,515 | 358,488 | 404,703 | 1,331,020 | 4,293,211 |
| \$50,000 under \$55,000 | 860,356 | 3,860,382 | 1,040,714 | 206,487 | 418,166 | 595,287 | 1,408,922 | 4,662,156 |
| \$55,000 under \$60,000 | 811,554 | 3,620,564 | 975,489 | 191,330 | 364,528 | 523,304 | 1,324,941 | 4,335,198 |
| \$60,000 under \$75,000 | 2,377,186 | 10,605,289 | 2,787,149 | 564,928 | 1,103,467 | 1,546,768 | 3,793,202 | 12,716,986 |
| \$75,000 under \$100,000 | 3,125,275 | 12,850,839 | 3,666,766 | 784,478 | 1,477,711 | 2,329,456 | 4,993,130 | 15,964,773 |
| \$100,000 under \$200,000 | 3,647,370 | 17,837,072 | 4,646,274 | 1,339,811 | 2,373,493 | 4,936,454 | 6,367,690 | 24,113,338 |
| \$200,000 under \$500,000 | 629,755 | 4,403,154 | 1,185,210 | 745,442 | 853,748 | 4,092,839 | 1,661,811 | 9,241,436 |
| \$500,000 under \$1,000,000 | 71,594 | 734,369 | 212,941 | 283,614 | 226,414 | 2,344,873 | 327,360 | 3,362,855 |
| \$1,000,000 under \$1,500,000 | 13,348 | 186,361 | 51,699 | 110,023 | 71,468 | 1,261,447 | 89,069 | 1,557,831 |
| \$1,500,000 under \$2,000,000 | 4,862 | 69,730 | 22,667 | 66,307 | 33,746 | 877,104 | 40,681 | 1,013,141 |
| \$2,000,000 under \$5,000,000 | 6,853 | 188,789 | 35,231 | 143,435 | 57,850 | 2,484,101 | 66,544 | 2,816,325 |
| \$5,000,000 under \$10,000,000 | 1,456 | 106,258 | 8,961 | 61,810 | 17,259 | 1,468,538 | 18,833 | 1,636,606 |
| \$10,000,000 or more | 684 | 92,918 | 5,815 | 77,561 | 12,529 | 3,839,541 | 13,179 | 4,010,020 |
| Taxable returns with itemized deductions, total | 14,264,041 | 66,097,233 | 18,313,889 | 5,160,225 | 8,411,197 | 27,258,142 | 25,010,393 | 98,515,600 |
| Nontaxable returns with itemized deductions, total | 1,721,202 | 9,503,596 | 2,496,285 | 598,323 | 1,073,263 | 2,214,702 | 3,422,232 | 12,316,622 |

Footnotes at end of table.

Table 3. Returns with Itemized Deductions: Itemized Deductions by Type and by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Total itemized deductions-continued |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Gambling loss deduction |  | Miscellaneous deductions other than gambling |  | Total unlimited miscellaneous deduction |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (57) | (58) | (59) | (60) | (61) | (62) |
| Returns with itemized deductions, total | 1,060,601 | 19,100,144 | 564,501 | 2,525,301 | 1,605,514 | 21,987,875 |
| Under \$5,000 | 3,899 | 9,327 | 3,959 | 10,822 | 8,496 | 20,245 |
| \$5,000 under \$10,000 | 11,217 | 49,005 | * 3,248 | * 15,565 | 14,465 | 64,570 |
| \$10,000 under \$15,000 | 14,875 | 104,941 | 7,352 | 17,136 | 22,227 | 122,077 |
| \$15,000 under \$20,000 | 27,900 | 155,615 | 14,462 | 62,377 | 43,369 | 225,748 |
| \$20,000 under \$25,000 | 28,430 | 163,274 | 15,322 | 82,753 | 42,744 | 246,027 |
| \$25,000 under \$30,000 | 28,198 | 123,921 | 27,874 | 90,878 | 53,809 | 214,799 |
| \$30,000 under \$35,000 | 34,958 | 223,002 | 33,236 | 153,473 | 69,157 | 379,879 |
| \$35,000 under \$40,000 | 32,283 | 180,967 | 25,188 | 84,336 | 55,814 | 265,303 |
| \$40,000 under \$45,000 | 40,983 | 193,859 | 23,530 | 52,657 | 64,512 | 246,516 |
| \$45,000 under \$50,000 | 47,497 | 232,098 | 23,597 | 60,625 | 68,819 | 292,723 |
| \$50,000 under \$55,000 | 53,216 | 334,014 | 29,129 | 76,437 | 81,208 | 410,451 |
| \$55,000 under \$60,000 | 48,974 | 416,417 | 22,649 | 46,225 | 69,742 | 462,642 |
| \$60,000 under \$75,000 | 127,798 | 972,696 | 47,178 | 119,871 | 173,733 | 1,117,546 |
| \$75,000 under \$100,000 | 183,178 | 1,463,914 | 60,620 | 161,572 | 240,478 | 1,643,483 |
| \$100,000 under \$200,000 | 270,323 | 3,701,219 | 92,328 | 457,503 | 357,734 | 4,368,194 |
| \$200,000 under \$500,000 | 81,296 | 4,049,433 | 60,794 | 249,354 | 140,415 | 4,345,893 |
| \$500,000 under \$1,000,000 | 15,395 | 1,876,741 | 28,898 | 167,954 | 44,098 | 2,059,760 |
| \$1,000,000 under \$1,500,000 | 4,617 | 1,116,974 | 12,809 | 78,829 | 17,149 | 1,211,907 |
| \$1,500,000 under \$2,000,000 | 1,718 | 377,611 | 7,118 | 52,969 | 8,791 | 435,334 |
| \$2,000,000 under \$5,000,000 | 2,769 | 1,383,339 | 14,675 | 173,051 | 17,289 | 1,567,597 |
| \$5,000,000 under \$10,000,000 | 697 | 654,055 | 5,579 | 107,612 | 6,195 | 762,613 |
| \$10,000,000 or more | 380 | 1,317,722 | 4,957 | 203,301 | 5,269 | 1,524,568 |
| Taxable returns with itemized deductions, total | 939,409 | 17,108,338 | 479,618 | 1,996,388 | 1,400,053 | 19,186,263 |
| Nontaxable returns with itemized deductions, total | 121,192 | 1,991,805 | 84,883 | 528,913 | 205,461 | 2,801,612 |

[^21]NOTE: Detail may not add to totals because of rounding.

## Individual Income Tax Returns, 2006

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Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | All returns with earned income credit |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Adjustedgross income(less deficit) | EIC salaries and wages |  | EIC self-employment income |  | EIC earned income [1] |  |
|  |  |  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Returns with earned income credit, total | 23,042,200 | 353,190,414 | 20,527,260 | 317,181,701 | 5,223,745 | 33,463,920 | 23,041,220 | 350,736,618 |
| No adjusted gross income | 199,970 | -4,938,495 | 118,043 | 900,953 | 126,060 | 467,534 | 199,970 | 1,368,487 |
| \$1 under \$1,000 | 355,787 | 190,176 | 241,157 | 316,403 | 132,038 | 89,207 | 355,787 | 405,610 |
| \$1,000 under \$ 2,000 | 451,309 | 690,168 | 376,764 | 686,182 | 97,835 | 166,544 | 451,309 | 872,201 |
| \$2,000 under \$3,000 | 613,914 | 1,543,860 | 531,232 | 1,447,112 | 126,192 | 289,364 | 613,914 | 1,758,930 |
| \$3,000 under \$4,000 | 744,824 | 2,610,072 | 622,999 | 2,189,918 | 172,182 | 500,361 | 744,824 | 2,722,384 |
| \$4,000 under \$5,000 | 770,799 | 3,465,866 | 641,459 | 2,863,099 | 200,558 | 700,494 | 770,799 | 3,563,593 |
| \$5,000 under \$6,000 | 822,253 | 4,522,978 | 704,042 | 3,809,329 | 191,236 | 713,636 | 822,253 | 4,522,965 |
| \$6,000 under \$7,000 | 879,401 | 5,707,652 | 737,008 | 4,615,366 | 224,029 | 1,114,564 | 879,401 | 5,729,929 |
| \$7,000 under \$8,000 | 976,971 | 7,361,946 | 810,378 | 5,652,900 | 283,311 | 1,622,229 | 976,971 | 7,275,129 |
| \$8,000 under \$9,000 | 1,100,259 | 9,311,663 | 880,488 | 6,646,543 | 398,212 | 2,426,391 | 1,100,259 | 9,072,934 |
| \$9,000 under \$10,000 | 948,893 | 9,010,064 | 797,132 | 7,094,113 | 257,300 | 1,611,736 | 948,893 | 8,705,849 |
| \$10,000 under \$11,000 | 997,595 | 10,474,271 | 880,789 | 8,513,416 | 244,325 | 1,568,257 | 997,595 | 10,081,672 |
| \$11,000 under \$12,000 | 1,207,044 | 13,858,978 | 976,443 | 9,935,247 | 415,709 | 3,452,706 | 1,207,044 | 13,387,953 |
| \$12,000 under \$13,000 | 775,409 | 9,664,354 | 661,848 | 7,418,446 | 236,002 | 1,950,962 | 774,429 | 9,375,011 |
| \$13,000 under \$ 14,000 | 711,299 | 9,589,239 | 613,209 | 7,771,710 | 191,993 | 1,544,314 | 711,299 | 9,316,024 |
| \$14,000 under \$15,000 | 692,482 | 10,023,624 | 611,642 | 8,414,815 | 163,582 | 1,309,387 | 692,482 | 9,724,202 |
| \$15,000 under \$16,000 | 611,161 | 9,474,348 | 550,787 | 8,096,493 | 140,376 | 1,197,956 | 611,161 | 9,294,449 |
| \$16,000 under \$ 17,000 | 698,220 | 11,518,646 | 641,544 | 10,135,023 | 137,705 | 1,068,982 | 698,220 | 11,204,005 |
| \$17,000 under \$18,000 | 668,939 | 11,705,099 | 624,181 | 10,292,165 | 130,561 | 1,088,401 | 668,939 | 11,380,566 |
| \$18,000 under \$19,000 | 631,668 | 11,674,944 | 590,463 | 10,632,515 | 99,799 | 797,117 | 631,668 | 11,429,632 |
| \$19,000 under \$20,000 | 600,577 | 11,700,347 | 566,584 | 10,559,777 | 98,400 | 748,566 | 600,577 | 11,308,343 |
| \$20,000 under \$25,000 | 3,047,784 | 68,587,796 | 2,935,200 | 63,589,987 | 422,164 | 3,220,155 | 3,047,784 | 66,821,502 |
| \$25,000 under \$30,000 | 2,541,697 | 69,655,827 | 2,457,756 | 64,616,686 | 384,722 | 3,242,947 | 2,541,697 | 67,859,634 |
| \$30,000 and over | 1,993,945 | 65,786,992 | 1,956,112 | 60,983,502 | 349,455 | 2,572,111 | 1,993,945 | 63,555,613 |

[^22]Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | All returns with earned income credit-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total earned income credit |  | EIC used to offset income tax before credits |  | Total income tax |  | EIC used to offset all other taxes |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
| Returns with earned income credit, total | 23,042,200 | 44,387,566 | 2,960,172 | 797,162 | 1,191,208 | 488,131 | 4,874,407 | 4,518,182 |
| No adjusted gross income | 199,970 | 186,363 | * 9 | * 3 | * 9 | * 54 | 99,751 | 59,979 |
| \$1 under \$1,000 | 355,787 | 72,721 | 0 | 0 | 0 | 0 | 67,307 | 15,746 |
| \$1,000 under \$ 2,000 | 451,309 | 158,643 | 0 | 0 | 0 | 0 | 91,084 | 21,213 |
| \$2,000 under \$3,000 | 613,914 | 338,138 | 0 | 0 | 0 | 0 | 123,346 | 31,105 |
| \$3,000 under \$4,000 | 744,824 | 546,272 | 0 | 0 | 0 | 0 | 161,486 | 52,044 |
| \$4,000 under \$5,000 | 770,799 | 701,634 | * 637 | * 90 | 0 | 0 | 189,270 | 75,069 |
| \$5,000 under \$6,000 | 822,253 | 922,165 | 0 | 0 | 0 | 0 | 182,676 | 82,950 |
| \$6,000 under \$7,000 | 879,401 | 1,148,015 | 0 | 0 | 0 | 0 | 217,739 | 112,270 |
| \$7,000 under \$8,000 | 976,971 | 1,659,472 | * 1,000 | * 4 | 0 | 0 | 281,687 | 202,367 |
| \$8,000 under \$9,000 | 1,100,259 | 2,053,375 | 169,454 | 4,604 | * 650 | * 6 | 388,311 | 326,455 |
| \$9,000 under \$10,000 | 948,893 | 1,865,211 | 277,049 | 27,750 | 10,897 | 475 | 259,469 | 203,397 |
| \$10,000 under \$11,000 | 997,595 | 2,131,094 | 287,479 | 34,216 | 258,245 | 23,538 | 195,049 | 205,071 |
| \$11,000 under \$ 12,000 | 1,207,044 | 3,159,608 | 280,950 | 12,572 | 271,061 | 67,279 | 369,767 | 488,250 |
| \$12,000 under \$ 13,000 | 775,409 | 2,509,548 | 37,339 | 1,199 | 28,378 | 8,744 | 238,482 | 289,317 |
| \$13,000 under \$ 14,000 | 711,299 | 2,448,490 | 9,968 | 2,284 | 0 | 0 | 175,840 | 253,252 |
| \$14,000 under \$ 15,000 | 692,482 | 2,492,245 | 26,511 | 4,193 | * 1,007 | * 104 | 158,041 | 236,321 |
| \$15,000 under \$16,000 | 611,161 | 2,116,416 | 39,865 | 9,195 | * 300 | * 4 | 138,480 | 206,856 |
| \$16,000 under \$17,000 | 698,220 | 2,369,458 | 36,015 | 10,654 | 0 | 0 | 126,494 | 187,393 |
| \$17,000 under \$18,000 | 668,939 | 2,109,104 | 36,922 | 10,542 | 0 | 0 | 128,122 | 185,585 |
| \$18,000 under \$ 19,000 | 631,668 | 1,899,580 | 49,691 | 18,405 | 0 | 0 | 96,207 | 136,049 |
| \$19,000 under \$20,000 | 600,577 | 1,646,759 | 50,448 | 27,341 | * 637 | * 42 | 96,001 | 136,850 |
| \$20,000 under \$25,000 | 3,047,784 | 6,927,664 | 398,815 | 202,245 | * 3,608 | * 729 | 426,698 | 506,835 |
| \$25,000 under \$30,000 | 2,541,697 | 3,614,755 | 727,259 | 316,809 | 264,672 | 130,363 | 349,837 | 338,544 |
| \$30,000 and over | 1,993,945 | 1,310,836 | 530,760 | 115,055 | 351,743 | 256,794 | 313,265 | 165,263 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | All returns with earned income credit-continued |  |  |  | Returns with no qualifying children |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | EIC refundable portion |  | Nontaxable combat pay |  | Number of returns | Adjustedgross income(less deficit) | EIC salaries and wages |  |
|  | Number of returns | Amount | Number of returns | Amount |  |  | Number of returns | Amount |
|  | (17) | (18) | (19) | (20) | (21) | (22) | (23) | (24) |
| Returns with earned income credit, total | 20,268,821 | 39,072,222 | * 8,323 | * 90,997 | 4,810,692 | 28,022,255 | 3,874,076 | 24,856,975 |
| No adjusted gross income | 137,223 | 126,381 | 0 | 0 | 124,762 | -2,310,917 | 64,890 | 321,641 |
| \$1 under \$1,000 | 305,848 | 56,975 | 0 | 0 | 248,328 | 128,465 | 149,086 | 225,249 |
| \$1,000 under \$2,000 | 385,960 | 137,430 | * 2,022 | * 19,475 | 270,085 | 408,117 | 208,786 | 365,860 |
| \$2,000 under \$3,000 | 532,013 | 307,033 | * 1,650 | * 22,454 | 336,192 | 837,055 | 264,876 | 721,884 |
| \$3,000 under \$4,000 | 631,727 | 494,228 | * 2,007 | * 32,105 | 410,292 | 1,435,390 | 312,764 | 1,103,311 |
| \$4,000 under \$5,000 | 656,866 | 626,476 | 0 | 0 | 428,232 | 1,927,501 | 326,027 | 1,455,643 |
| \$5,000 under \$6,000 | 712,948 | 839,214 | 0 | 0 | 437,742 | 2,409,651 | 344,411 | 1,885,869 |
| \$6,000 under \$7,000 | 759,973 | 1,035,745 | 0 | 0 | 460,002 | 2,980,753 | 361,660 | 2,270,412 |
| \$7,000 under \$8,000 | 887,591 | 1,457,101 | 0 | 0 | 408,054 | 3,059,307 | 346,145 | 2,402,998 |
| \$8,000 under \$9,000 | 1,021,257 | 1,722,316 | 0 | 0 | 426,538 | 3,620,431 | 372,607 | 2,942,705 |
| \$9,000 under \$10,000 | 858,914 | 1,634,064 | 0 | 0 | 370,499 | 3,511,211 | 317,871 | 2,829,831 |
| \$10,000 under \$ 11,000 | 711,859 | 1,891,807 | 0 | 0 | 380,745 | 3,996,943 | 348,338 | 3,414,845 |
| \$11,000 under \$ 12,000 | 910,610 | 2,658,786 | 0 | 0 | 374,275 | 4,300,943 | 343,441 | 3,670,636 |
| \$12,000 under \$13,000 | 725,642 | 2,219,032 | * 1,645 | * 5,603 | 85,230 | 1,045,699 | 70,434 | 756,832 |
| \$13,000 under \$ 14,000 | 698,805 | 2,192,953 | 0 | 0 | 46,185 | 622,152 | 39,838 | 455,177 |
| \$14,000 under \$15,000 | 684,437 | 2,251,731 | 0 | 0 | * 3,531 | * 49,555 | * 2,900 | * 34,081 |
| \$15,000 under \$16,000 | 605,815 | 1,900,365 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$16,000 under \$17,000 | 686,564 | 2,171,411 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$17,000 under \$ 18,000 | 656,536 | 1,912,977 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$18,000 under \$19,000 | 611,573 | 1,745,125 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$19,000 under \$20,000 | 586,707 | 1,482,568 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$20,000 under \$25,000 | 2,922,994 | 6,218,585 | * 1,000 | * 11,361 | 0 | 0 | 0 | 0 |
| \$25,000 under \$30,000 | 2,117,333 | 2,959,402 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$30,000 and over | 1,459,628 | 1,030,518 | 0 | 0 | 0 | 0 | 0 | 0 |

Footnotes at end of table.

Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Returns with no qualifying children-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | EIC self-employment income |  | EIC earned income [1] |  | Total earned income credit |  | EIC used to offset income tax before credits |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
| Returns with earned income credit, total | 1,413,454 | 4,829,412 | 4,809,712 | 29,686,412 | 4,810,692 | 1,141,902 | 1,030,495 | 78,374 |
| No adjusted gross income | 81,604 | 166,099 | 124,762 | 487,740 | 124,762 | 25,220 | * 3 | * [2] |
| \$1 under \$1,000 | 113,136 | 26,939 | 248,328 | 252,187 | 248,328 | 17,776 | 0 | 0 |
| \$1,000 under \$2,000 | 74,892 | 129,906 | 270,085 | 495,766 | 270,085 | 36,093 | 0 | 0 |
| \$2,000 under \$3,000 | 100,761 | 225,751 | 336,192 | 947,659 | 336,192 | 68,373 | 0 | 0 |
| \$3,000 under \$4,000 | 131,700 | 363,446 | 410,292 | 1,466,757 | 410,292 | 105,910 | 0 | 0 |
| \$4,000 under \$5,000 | 143,999 | 477,905 | 428,232 | 1,933,548 | 428,232 | 138,497 | * 637 | * 90 |
| \$5,000 under \$6,000 | 133,794 | 485,502 | 437,742 | 2,371,372 | 437,742 | 167,272 | 0 | 0 |
| \$6,000 under \$7,000 | 146,602 | 661,592 | 460,002 | 2,932,005 | 460,002 | 171,882 | 0 | 0 |
| \$7,000 under \$8,000 | 106,164 | 510,218 | 408,054 | 2,913,215 | 408,054 | 136,137 | * 1,000 | * 4 |
| \$8,000 under \$9,000 | 102,786 | 475,684 | 426,538 | 3,418,389 | 426,538 | 117,279 | 167,817 | 4,552 |
| \$9,000 under \$10,000 | 87,420 | 470,801 | 370,499 | 3,300,633 | 370,499 | 75,652 | 274,132 | 27,423 |
| \$10,000 under \$11,000 | 76,614 | 317,466 | 380,745 | 3,732,311 | 380,745 | 50,512 | 284,472 | 33,849 |
| \$11,000 under \$ 12,000 | 68,443 | 305,974 | 374,275 | 3,976,610 | 374,275 | 22,831 | 274,056 | 12,309 |
| \$12,000 under \$13,000 | 28,257 | 145,944 | 84,250 | 902,777 | 85,230 | 6,310 | 28,378 | 148 |
| \$13,000 under \$14,000 | 15,376 | 57,510 | 46,185 | 512,688 | 46,185 | 2,136 | 0 | 0 |
| \$14,000 under \$15,000 | * 1,906 | * 8,676 | * 3,531 | * 42,756 | * 3,531 | * 22 | 0 | 0 |
| \$15,000 under \$16,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$16,000 under \$17,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$17,000 under \$18,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$18,000 under \$ 19,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$19,000 under \$20,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$20,000 under \$25,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$25,000 under \$30,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$30,000 and over | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Size of adjusted gross income | Returns with no qualifying children-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total income tax |  | EIC used to offset <br> all other taxes |  | EIC refundable portion |  | Nontaxable combat pay |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
| Returns with earned income credit, total | 569,234 | 100,044 | 1,158,055 | 286,475 | 3,219,703 | 777,053 | * 650 | * 24 |
| No adjusted gross income | * 3 | * 2 | 60,557 | 13,861 | 68,502 | 11,359 | 0 | 0 |
| \$1 under \$1,000 | 0 | 0 | 51,597 | 6,092 | 198,389 | 11,684 | 0 | 0 |
| \$1,000 under \$2,000 | 0 | 0 | 69,625 | 10,555 | 205,684 | 25,538 | 0 | 0 |
| \$2,000 under \$3,000 | 0 | 0 | 95,898 | 19,023 | 254,627 | 49,349 | * 650 | * 24 |
| \$3,000 under \$4,000 | 0 | 0 | 121,207 | 30,637 | 297,829 | 75,273 | 0 | 0 |
| \$4,000 under \$5,000 | 0 | 0 | 131,943 | 39,985 | 314,299 | 98,423 | 0 | 0 |
| \$5,000 under \$6,000 | 0 | 0 | 124,738 | 44,224 | 329,073 | 123,047 | 0 | 0 |
| \$6,000 under \$7,000 | 0 | 0 | 137,305 | 47,392 | 342,458 | 124,490 | 0 | 0 |
| \$7,000 under \$8,000 | 0 | 0 | 103,574 | 31,183 | 320,707 | 104,950 | 0 | 0 |
| \$8,000 under \$9,000 | * 650 | * 6 | 93,817 | 22,419 | 348,676 | 90,308 | 0 | 0 |
| \$9,000 under \$10,000 | 10,897 | 475 | 85,629 | 11,306 | 282,573 | 36,923 | 0 | 0 |
| \$10,000 under \$ 11,000 | 258,245 | 23,538 | 28,401 | 5,029 | 96,298 | 11,634 | 0 | 0 |
| \$11,000 under \$12,000 | 271,061 | 67,279 | 24,069 | 2,498 | 82,058 | 8,024 | 0 | 0 |
| \$12,000 under \$ 13,000 | 28,378 | 8,744 | 17,775 | 1,808 | 40,085 | 4,353 | 0 | 0 |
| \$13,000 under \$ 14,000 | 0 | 0 | 10,015 | 450 | 36,820 | 1,686 | 0 | 0 |
| \$14,000 under \$15,000 | 0 | 0 | * 1,906 | * 11 | * 1,625 | * 11 | 0 | 0 |
| \$15,000 under \$ 16,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$16,000 under \$17,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$17,000 under \$ 18,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$18,000 under \$ 19,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$19,000 under \$20,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$20,000 under \$25,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$25,000 under \$30,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| \$30,000 and over | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Footnotes at end of table.

Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Returns with one qualifying child |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | $\qquad$ | EIC salaries and wages |  | EIC self-employment income |  | EIC earned income [1] |  |
|  |  |  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (41) | (42) | (43) | (44) | (45) | (46) | (47) | (48) |
| Returns with earned income credit, total | 8,746,522 | 143,033,648 | 8,037,576 | 130,798,157 | 1,606,598 | 10,025,342 | 8,746,522 | 140,868,784 |
| No adjusted gross income | 36,191 | -1,126,192 | 23,550 | 209,557 | 22,482 | 174,953 | 36,191 | 384,510 |
| \$1 under \$1,000 | 61,346 | 34,636 | 54,315 | 62,739 | 8,957 | 14,311 | 61,346 | 77,050 |
| \$1,000 under \$2,000 | 108,442 | 170,518 | 99,729 | 174,395 | 14,391 | 31,049 | 108,442 | 224,771 |
| \$2,000 under \$3,000 | 168,197 | 427,540 | 158,337 | 435,157 | 18,084 | 39,019 | 168,197 | 474,176 |
| \$3,000 under \$4,000 | 202,727 | 713,220 | 190,514 | 683,719 | 22,479 | 75,632 | 202,727 | 779,706 |
| \$4,000 under \$5,000 | 214,927 | 963,067 | 201,374 | 897,936 | 28,573 | 116,000 | 214,927 | 1,013,936 |
| \$5,000 under \$6,000 | 236,493 | 1,303,524 | 219,268 | 1,168,292 | 39,615 | 172,322 | 236,493 | 1,340,614 |
| \$6,000 under \$7,000 | 238,496 | 1,549,195 | 204,099 | 1,244,332 | 51,419 | 321,151 | 238,496 | 1,565,484 |
| \$7,000 under \$8,000 | 345,666 | 2,615,514 | 261,463 | 1,748,855 | 134,578 | 861,872 | 345,666 | 2,610,727 |
| \$8,000 under \$9,000 | 464,169 | 3,909,985 | 329,816 | 2,333,324 | 229,054 | 1,561,853 | 464,169 | 3,895,177 |
| \$9,000 under \$10,000 | 321,268 | 3,051,737 | 272,133 | 2,466,508 | 86,519 | 519,472 | 321,268 | 2,985,979 |
| \$10,000 under \$ 11,000 | 310,914 | 3,258,972 | 270,628 | 2,628,805 | 74,861 | 526,431 | 310,914 | 3,155,236 |
| \$11,000 under \$ 12,000 | 311,319 | 3,573,992 | 274,775 | 2,910,648 | 67,349 | 565,830 | 311,319 | 3,476,478 |
| \$12,000 under \$13,000 | 307,131 | 3,836,654 | 276,089 | 3,263,621 | 63,449 | 518,275 | 307,131 | 3,787,498 |
| \$13,000 under \$ 14,000 | 296,264 | 3,988,629 | 270,047 | 3,578,571 | 58,411 | 318,920 | 296,264 | 3,897,491 |
| \$14,000 under \$15,000 | 319,033 | 4,613,581 | 289,401 | 4,072,398 | 55,518 | 399,660 | 319,033 | 4,472,058 |
| \$15,000 under \$16,000 | 304,756 | 4,719,700 | 281,296 | 4,237,973 | 52,872 | 391,424 | 304,756 | 4,629,398 |
| \$16,000 under \$17,000 | 334,247 | 5,506,200 | 311,848 | 4,982,097 | 58,531 | 355,510 | 334,247 | 5,337,606 |
| \$17,000 under \$ 18,000 | 338,016 | 5,919,681 | 324,594 | 5,477,665 | 48,722 | 254,866 | 338,016 | 5,732,531 |
| \$18,000 under \$ 19,000 | 315,682 | 5,835,370 | 297,751 | 5,385,179 | 41,362 | 289,010 | 315,682 | 5,674,189 |
| \$19,000 under \$20,000 | 323,566 | 6,303,831 | 315,003 | 5,870,911 | 43,230 | 185,018 | 323,566 | 6,055,929 |
| \$20,000 under \$25,000 | 1,504,305 | 33,805,364 | 1,459,612 | 31,765,858 | 168,750 | 1,024,057 | 1,504,305 | 32,789,914 |
| \$25,000 under \$30,000 | 1,193,841 | 32,708,186 | 1,169,153 | 30,750,331 | 144,549 | 991,789 | 1,193,841 | 31,742,120 |
| \$30,000 and over | 489,525 | 15,350,743 | 482,779 | 14,449,286 | 72,842 | 316,920 | 489,525 | 14,766,206 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Returns with one qualifying child-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total earned income credit |  | EIC used to offset income tax before credits |  | Total income tax |  | EIC used to offset all other taxes |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (49) | (50) | (51) | (52) | (53) | (54) | (55) | (56) |
| Returns with earned income credit, total | 8,746,522 | 16,077,700 | 1,594,629 | 586,448 | 544,708 | 348,641 | 1,527,960 | 1,496,790 |
| No adjusted gross income | 36,191 | 59,842 | 0 | 0 | 0 | 0 | 20,582 | 22,252 |
| \$1 under \$1,000 | 61,346 | 25,722 | 0 | 0 | 0 | 0 | 6,065 | 2,147 |
| \$1,000 under \$ 2,000 | 108,442 | 68,368 | 0 | 0 | 0 | 0 | 13,538 | 7,618 |
| \$2,000 under \$3,000 | 168,197 | 149,963 | 0 | 0 | 0 | 0 | 18,443 | 8,799 |
| \$3,000 under \$4,000 | 202,727 | 251,495 | 0 | 0 | 0 | 0 | 23,551 | 11,659 |
| \$4,000 under \$5,000 | 214,927 | 327,423 | 0 | 0 | 0 | 0 | 28,604 | 17,746 |
| \$5,000 under \$6,000 | 236,493 | 436,682 | 0 | 0 | 0 | 0 | 39,336 | 26,568 |
| \$6,000 under \$7,000 | 238,496 | 510,465 | 0 | 0 | 0 | 0 | 52,509 | 45,937 |
| \$7,000 under \$8,000 | 345,666 | 867,928 | 0 | 0 | 0 | 0 | 137,124 | 133,183 |
| \$8,000 under \$9,000 | 464,169 | 1,249,968 | * 1,000 | * 24 | 0 | 0 | 230,936 | 239,951 |
| \$9,000 under \$10,000 | 321,268 | 853,060 | * 637 | * 85 | 0 | 0 | 89,347 | 95,964 |
| \$10,000 under \$ 11,000 | 310,914 | 833,403 | * 2,000 | * 362 | 0 | 0 | 72,912 | 86,613 |
| \$11,000 under \$ 12,000 | 311,319 | 836,054 | * 3,289 | * 126 | 0 | 0 | 67,063 | 86,983 |
| \$12,000 under \$ 13,000 | 307,131 | 823,284 | * 5,301 | * 558 | 0 | 0 | 69,639 | 83,437 |
| \$13,000 under \$ 14,000 | 296,264 | 799,074 | * 6,946 | * 1,460 | 0 | 0 | 50,042 | 66,367 |
| \$14,000 under \$ 15,000 | 319,033 | 851,648 | 23,210 | 2,798 | * 1,007 | * 104 | 51,805 | 76,034 |
| \$15,000 under \$16,000 | 304,756 | 790,438 | 37,200 | 8,862 | * 300 | * 4 | 51,942 | 69,456 |
| \$16,000 under \$ 17,000 | 334,247 | 832,810 | 35,007 | 10,524 | 0 | 0 | 52,688 | 67,126 |
| \$17,000 under \$ 18,000 | 338,016 | 785,824 | 31,624 | 10,350 | 0 | 0 | 47,511 | 49,671 |
| \$18,000 under \$ 19,000 | 315,682 | 687,114 | 42,718 | 16,738 | 0 | 0 | 41,216 | 46,754 |
| \$19,000 under \$20,000 | 323,566 | 655,303 | 42,747 | 25,055 | * 637 | * 42 | 40,767 | 37,110 |
| \$20,000 under \$25,000 | 1,504,305 | 2,333,446 | 365,791 | 182,968 | * 3,608 | * 729 | 173,243 | 144,179 |
| \$25,000 under \$30,000 | 1,193,841 | 936,609 | 643,182 | 272,592 | 263,665 | 130,349 | 116,031 | 62,023 |
| \$30,000 and over | 489,525 | 111,779 | 353,977 | 53,944 | 275,491 | 217,412 | 33,067 | 9,213 |

Footnotes at end of table.

Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued

|  | Returns with one qualifying child-continued |  |  |  | Returns with two or more qualifying children |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | EIC refundable portion |  | Nontaxable combat pay |  | Number of returns | Adjusted gross income (less deficit) | EIC salaries and wages |  |
|  | Number of returns | Amount | Number of returns | Amount |  |  | Number of returns | Amount |
|  | (57) | (58) | (59) | (60) | (61) | (62) | (63) | (64) |
| Returns with earned income credit, total | 7,971,103 | 13,994,462 | * 3,652 | * 45,285 | 9,484,987 | 182,134,511 | 8,615,608 | 161,526,569 |
| No adjusted gross income | 32,228 | 37,590 | 0 | 0 | 39,017 | -1,501,386 | 29,602 | 369,755 |
| \$1 under \$1,000 | 61,346 | 23,575 | 0 | 0 | 46,113 | 27,075 | 37,755 | 28,415 |
| \$1,000 under \$ 2,000 | 107,495 | 60,750 | * 1,007 | * 19,327 | 72,782 | 111,533 | 68,249 | 145,927 |
| \$2,000 under \$3,000 | 168,197 | 141,164 | 0 | 0 | 109,526 | 279,266 | 108,019 | 290,071 |
| \$3,000 under \$4,000 | 202,093 | 239,837 | * 1,000 | * 20,355 | 131,805 | 461,462 | 119,721 | 402,887 |
| \$4,000 under \$5,000 | 214,927 | 309,677 | 0 | 0 | 127,640 | 575,298 | 114,058 | 509,520 |
| \$5,000 under \$6,000 | 235,855 | 410,114 | 0 | 0 | 148,019 | 809,803 | 140,362 | 755,168 |
| \$6,000 under \$7,000 | 237,265 | 464,527 | 0 | 0 | 180,903 | 1,177,704 | 171,249 | 1,100,621 |
| \$7,000 under \$8,000 | 344,659 | 734,745 | 0 | 0 | 223,251 | 1,687,125 | 202,771 | 1,501,047 |
| \$8,000 under \$9,000 | 463,238 | 1,009,994 | 0 | 0 | 209,551 | 1,781,247 | 178,065 | 1,370,515 |
| \$9,000 under \$10,000 | 319,216 | 757,011 | 0 | 0 | 257,126 | 2,447,116 | 207,127 | 1,797,775 |
| \$10,000 under \$11,000 | 310,277 | 746,427 | 0 | 0 | 305,936 | 3,218,356 | 261,824 | 2,469,765 |
| \$11,000 under \$ 12,000 | 308,370 | 748,945 | 0 | 0 | 521,450 | 5,984,043 | 358,227 | 3,353,963 |
| \$12,000 under \$ 13,000 | 303,378 | 739,289 | * 1,645 | * 5,603 | 383,048 | 4,782,000 | 315,325 | 3,397,993 |
| \$13,000 under \$ 14,000 | 293,736 | 731,246 | 0 | 0 | 368,850 | 4,978,459 | 303,324 | 3,737,961 |
| \$14,000 under \$ 15,000 | 312,933 | 772,816 | 0 | 0 | 369,918 | 5,360,487 | 319,341 | 4,308,336 |
| \$15,000 under \$16,000 | 301,925 | 712,120 | 0 | 0 | 306,405 | 4,754,648 | 269,491 | 3,858,520 |
| \$16,000 under \$17,000 | 323,342 | 755,160 | 0 | 0 | 363,973 | 6,012,446 | 329,695 | 5,152,926 |
| \$17,000 under \$ 18,000 | 327,013 | 725,803 | 0 | 0 | 330,923 | 5,785,418 | 299,587 | 4,814,500 |
| \$18,000 under \$ 19,000 | 299,106 | 623,621 | 0 | 0 | 315,986 | 5,839,574 | 292,711 | 5,247,337 |
| \$19,000 under \$20,000 | 312,918 | 593,138 | 0 | 0 | 277,011 | 5,396,516 | 251,582 | 4,688,867 |
| \$20,000 under \$25,000 | 1,434,133 | 2,006,298 | 0 | 0 | 1,543,479 | 34,782,431 | 1,475,587 | 31,824,129 |
| \$25,000 under \$30,000 | 866,188 | 601,993 | 0 | 0 | 1,347,856 | 36,947,642 | 1,288,603 | 33,866,355 |
| \$30,000 and over | 191,266 | 48,622 | 0 | 0 | 1,504,420 | 50,436,249 | 1,473,333 | 46,534,216 |

Footnotes at end of table.

## Individual Income Tax Returns, 2006

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Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Returns with two or more qualifying children-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | EIC self-employment income |  | EIC earned income [1] |  | Total earned income credit |  | EIC used to offset income tax before credits |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (65) | (66) | (67) | (68) | (69) | (70) | (71) | (72) |
| Returns with earned income credit, total | 2,203,693 | 18,609,165 | 9,484,987 | 180,181,423 | 9,484,987 | 27,167,964 | 335,047 | 132,341 |
| No adjusted gross income | 21,974 | 126,482 | 39,017 | 496,238 | 39,017 | 101,301 | * 7 | * 3 |
| \$1 under \$1,000 | 9,945 | 47,958 | 46,113 | 76,373 | 46,113 | 29,223 | 0 | 0 |
| \$1,000 under \$ 2,000 | 8,552 | 5,590 | 72,782 | 151,665 | 72,782 | 54,182 | 0 | 0 |
| \$2,000 under \$3,000 | 7,348 | 24,594 | 109,526 | 337,095 | 109,526 | 119,803 | 0 | 0 |
| \$3,000 under \$4,000 | 18,003 | 61,284 | 131,805 | 475,921 | 131,805 | 188,866 | 0 | 0 |
| \$4,000 under \$5,000 | 27,986 | 106,590 | 127,640 | 616,110 | 127,640 | 235,714 | 0 | 0 |
| \$5,000 under \$6,000 | 17,827 | 55,812 | 148,019 | 810,980 | 148,019 | 318,211 | 0 | 0 |
| \$6,000 under \$7,000 | 26,008 | 131,820 | 180,903 | 1,232,441 | 180,903 | 465,669 | 0 | 0 |
| \$7,000 under \$8,000 | 42,569 | 250,140 | 223,251 | 1,751,187 | 223,251 | 655,407 | 0 | 0 |
| \$8,000 under \$9,000 | 66,371 | 388,854 | 209,551 | 1,759,369 | 209,551 | 686,128 | * 637 | * 28 |
| \$9,000 under \$10,000 | 83,361 | 621,463 | 257,126 | 2,419,237 | 257,126 | 936,499 | * 2,279 | * 241 |
| \$10,000 under \$ 11,000 | 92,850 | 724,360 | 305,936 | 3,194,125 | 305,936 | 1,247,179 | * 1,007 | * 6 |
| \$11,000 under \$ 12,000 | 279,917 | 2,580,901 | 521,450 | 5,934,865 | 521,450 | 2,300,722 | * 3,605 | * 137 |
| \$12,000 under \$ 13,000 | 144,296 | 1,286,742 | 383,048 | 4,684,736 | 383,048 | 1,679,954 | * 3,659 | * 493 |
| \$13,000 under \$ 14,000 | 118,206 | 1,167,883 | 368,850 | 4,905,845 | 368,850 | 1,647,280 | * 3,022 | * 824 |
| \$14,000 under \$15,000 | 106,158 | 901,051 | 369,918 | 5,209,387 | 369,918 | 1,640,575 | * 3,302 | * 1,395 |
| \$15,000 under \$ 16,000 | 87,503 | 806,532 | 306,405 | 4,665,051 | 306,405 | 1,325,978 | * 2,664 | * 333 |
| \$16,000 under \$17,000 | 79,174 | 713,473 | 363,973 | 5,866,399 | 363,973 | 1,536,648 | * 1,007 | * 130 |
| \$17,000 under \$ 18,000 | 81,840 | 833,535 | 330,923 | 5,648,035 | 330,923 | 1,323,281 | * 5,298 | * 193 |
| \$18,000 under \$ 19,000 | 58,438 | 508,106 | 315,986 | 5,755,443 | 315,986 | 1,212,466 | * 6,973 | * 1,667 |
| \$19,000 under \$20,000 | 55,170 | 563,548 | 277,011 | 5,252,414 | 277,011 | 991,456 | * 7,701 | * 2,286 |
| \$20,000 under \$25,000 | 253,414 | 2,196,098 | 1,543,479 | 34,031,588 | 1,543,479 | 4,594,218 | 33,024 | 19,277 |
| \$25,000 under \$30,000 | 240,173 | 2,251,159 | 1,347,856 | 36,117,514 | 1,347,856 | 2,678,147 | 84,077 | 44,217 |
| \$30,000 and over | 276,613 | 2,255,191 | 1,504,420 | 48,789,407 | 1,504,420 | 1,199,057 | 176,783 | 61,111 |

Footnotes at end of table.

Table 4. Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2006-Continued

| Size of adjusted gross income | Returns with two or more qualifying children-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total income tax |  | EIC used to offset all other taxes |  | EIC refundable portion |  | Nontaxable combat pay |  |
|  | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount | Number of returns | Amount |
|  | (73) | (74) | (75) | (76) | (77) | (78) | (79) | (80) |
| Returns with earned income credit, total | 77,266 | 39,447 | 2,188,392 | 2,734,917 | 9,078,015 | 24,300,707 | * 4,022 | * 45,688 |
| No adjusted gross income | * 7 | * 52 | 18,612 | 23,866 | 36,492 | 77,432 | 0 | 0 |
| \$1 under \$1,000 | 0 | 0 | 9,645 | 7,507 | 46,113 | 21,716 | 0 | 0 |
| \$1,000 under \$ 2,000 | 0 | 0 | 7,921 | 3,041 | 72,782 | 51,142 | * 1,015 | * 148 |
| \$2,000 under \$3,000 | 0 | 0 | 9,005 | 3,283 | 109,189 | 116,520 | * 1,000 | * 22,430 |
| \$3,000 under \$4,000 | 0 | 0 | 16,729 | 9,748 | 131,805 | 179,118 | * 1,007 | * 11,750 |
| \$4,000 under \$5,000 | 0 | 0 | 28,723 | 17,338 | 127,640 | 218,376 | 0 | 0 |
| \$5,000 under \$6,000 | 0 | 0 | 18,602 | 12,158 | 148,019 | 306,053 | 0 | 0 |
| \$6,000 under \$7,000 | 0 | 0 | 27,924 | 18,940 | 180,251 | 446,728 | 0 | 0 |
| \$7,000 under \$8,000 | 0 | 0 | 40,989 | 38,001 | 222,225 | 617,406 | 0 | 0 |
| \$8,000 under \$9,000 | 0 | 0 | 63,558 | 64,086 | 209,342 | 622,014 | 0 | 0 |
| \$9,000 under \$10,000 | 0 | 0 | 84,493 | 96,127 | 257,126 | 840,130 | 0 | 0 |
| \$10,000 under \$11,000 | 0 | 0 | 93,735 | 113,428 | 305,283 | 1,133,745 | 0 | 0 |
| \$11,000 under \$12,000 | 0 | 0 | 278,635 | 398,769 | 520,181 | 1,901,816 | 0 | 0 |
| \$12,000 under \$13,000 | 0 | 0 | 151,068 | 204,072 | 382,179 | 1,475,390 | 0 | 0 |
| \$13,000 under \$ 14,000 | 0 | 0 | 115,783 | 186,435 | 368,249 | 1,460,020 | 0 | 0 |
| \$14,000 under \$15,000 | 0 | 0 | 104,330 | 160,276 | 369,879 | 1,478,904 | 0 | 0 |
| \$15,000 under \$16,000 | 0 | 0 | 86,538 | 137,400 | 303,890 | 1,188,245 | 0 | 0 |
| \$16,000 under \$17,000 | 0 | 0 | 73,806 | 120,267 | 363,222 | 1,416,251 | 0 | 0 |
| \$17,000 under \$ 18,000 | 0 | 0 | 80,611 | 135,914 | 329,523 | 1,187,174 | 0 | 0 |
| \$18,000 under \$19,000 | 0 | 0 | 54,992 | 89,295 | 312,467 | 1,121,504 | 0 | 0 |
| \$19,000 under \$20,000 | 0 | 0 | 55,234 | 99,740 | 273,790 | 889,429 | 0 | 0 |
| \$20,000 under \$25,000 | 0 | 0 | 253,455 | 362,655 | 1,488,861 | 4,212,287 | * 1,000 | * 11,361 |
| \$25,000 under \$30,000 | * 1,007 | * 13 | 233,806 | 276,521 | 1,251,145 | 2,357,409 | 0 | 0 |
| \$30,000 and over | 76,252 | 39,382 | 280,198 | 156,050 | 1,268,362 | 981,896 | 0 | 0 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] For prior-year returns, EIC earned income includes nontaxable earned income.
[2] Less than $\$ 500$.
NOTE: Detail may not add to totals because of rounding.


# Sole Proprietorship Returns, 2006 

by Jonathan Dent, Jeff Curry, and Justin Bryan

For Tax Year 2006, there were approximately 22.1 million individual income tax returns that reported nonfarm sole proprietorship activity, a 2.8-percent increase from 2005. Profits for these returns grew to a level of $\$ 278.0$ billion in 2006, a 3.0percent increase from 2005. In constant dollars, total nonfarm sole proprietorship profits decreased for the first time since Tax Year 2001, by 0.4 percent, after increasing 5.5 percent in 2005. The professional, scientific, and technical services sector, representing 24.1 percent of total sole proprietorship profits at $\$ 67.0$ billion, had the largest profits of any sector, increasing 9.8 percent from 2005.

Reporting the second largest profits of any sector was the health care and social assistance sector, with 16.0 percent of total profits, at $\$ 44.5$ billion. Receipts and deductions increased 4.5 percent and 5.0 percent for all sole proprietorships, respectively. The construction sector reported the largest percentage of total business receipts and deductions among all industrial sectors, with 18.5 percent and 19.9 percent, respectively. This sector reported a 6.5 -percent increase in receipts and a 6.3-percent increase in deductions. Although not among the larger of the industrial sectors, the finance and insurance sector reported the largest percentage increase in both receipts and deductions, with a 13.8 -percent increase in business receipts and an 18.9-percent increase in deductions.

Among all industrial sectors, the real estate and rental and leasing sector experienced the most significant downturn in both profits and receipts from Tax Years 2005 to 2006. After reporting the largest percentage increase in profits in 2005 at 19.4 percent,

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profits in the real estate and rental and leasing sector decreased by 18.5 percent in 2006. ${ }^{1}$ In dollar terms, these profits fell from $\$ 33.3$ billion reported in 2005 to $\$ 27.2$ billion in 2006. This sector also reported the largest percentage decrease in receipts for 2006, dropping from $\$ 82.9$ billion in 2005 to $\$ 77.2$ billion for 2006, a 6.9 -percent decrease. In 2005 , this sector had reported the largest percentage increase in receipts for all sectors, at 17.4 percent.

The North American Industry Classification System (NAICS) for industrial coding was introduced in Tax Year 1998. Due to coding changes, comparisons between data by industries from 1998-2006 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 2006 increased 2.8 percent to almost 22.1 million (Figure A). ${ }^{2}$ The largest sector (in terms of number of returns), professional, scientific, and technical services, increased 1.6 percent to 2.9 million returns. Similarly, the construction sector, which was the second largest sector, also reported roughly 2.9 million returns, with an increase of 3.4 percent. The largest reported increase in number of returns for any industrial sector was in the administrative and support and waste management and remediation services sector, increasing 11.8 percent to 2.1 million returns. ${ }^{3}$ The real estate and rental and leasing sector, which last

[^23]
## Figure A

Nonfarm Sole Proprietorship Returns, Receipts, and Deductions, by Selected Industrial Sectors, Tax Years 2005 and 2006
[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] |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2005 | 2006 | Percentage increase | 2005 | 2006 | Percentage increase | 2005 | 2006 | Percentage increase |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
| All nonfarm industries | 21,467.6 | 22,075.0 | 2.8 | 1,222.9 | 1,278.4 | 4.5 | 953.4 | 1,001.1 | 5.0 |
| Construction | 2,820.6 | 2,915.8 | 3.4 | 222.1 | 236.4 | 6.5 | 187.3 | 199.0 | 6.3 |
| Specialty trade contractors | 2,235.2 | 2,287.0 | 2.3 | 149.0 | 158.4 | 6.3 | 122.6 | 129.9 | 6.0 |
| Wholesale trade (merchant wholesalers) | 347.9 | 378.5 | 8.8 | 46.3 | 48.5 | 4.8 | 41.4 | 43.7 | 5.5 |
| Retail trade | 2,473.6 | 2,466.1 | -0.3 | 197.3 | 194.6 | -1.4 | 188.0 | 185.7 | -1.2 |
| Transportation and warehousing | 1,043.1 | 1,084.0 | 3.9 | 72.3 | 76.3 | 5.4 | 62.3 | 65.5 | 5.2 |
| Finance and insurance | 705.5 | 688.3 | -2.4 | 72.4 | 82.4 | 13.8 | 52.9 | 62.9 | 18.9 |
| Real estate and rental and leasing | 1,349.6 | 1,381.3 | 2.4 | 82.9 | 77.2 | -6.9 | 49.6 | 50.0 | 0.8 |
| Real estate | 1,284.3 | 1,318.1 | 2.6 | 78.7 | 73.5 | -6.6 | 45.7 | 46.4 | 1.5 |
| Professional, scientific, and technical services | 2,883.4 | 2,929.7 | 1.6 | 145.1 | 156.1 | 7.5 | 84.2 | 89.1 | 5.8 |
| Administrative and support and waste management and remediation services | 1,915.5 | 2,140.7 | 11.8 | 52.0 | 57.2 | 10.1 | 37.5 | 41.1 | 9.7 |
| Health care and social assistance | 1,768.7 | 1,873.5 | 5.9 | 106.7 | 110.4 | 3.5 | 63.7 | 66.0 | 3.6 |
| Child day care services | 674.2 | 715.3 | 6.1 | 9.8 | 10.9 | 11.8 | 6.2 | 7.0 | 13.3 |
| Arts, entertainment, and recreation | 1,157.2 | 1,238.3 | 7.0 | 27.4 | 30.0 | 9.6 | 20.9 | 22.9 | 9.7 |
| Performing arts, spectator sports, and related industries | 971.1 | 1,039.5 | 7.0 | 20.0 | 21.7 | 8.1 | 14.2 | 15.7 | 10.2 |
| Other services | 2,315.2 | 2,281.8 | -1.4 | 78.1 | 81.8 | 4.7 | 60.3 | 63.8 | 5.8 |
| Personal and laundry services | 1,488.5 | 1,401.4 | -5.8 | 37.8 | 38.2 | 0.9 | 26.7 | 26.8 | 0.7 |
| All other industries | 2,687.3 | 2,697.0 | 0.4 | 120.2 | 127.5 | 6.0 | 105.3 | 111.3 | 5.8 |

[1] Total business deductions are calculated before subtraction of nonallowable "passive" activity losses and any "passive loss" carryover from prior years.
NOTES: Detail may not add to totals because of rounding. Percentage increases were calculated before rounding.
year reported a 14.4 -percent increase in number of returns, showed a more modest increase of 2.4 percent for 2006.

Total business receipts (the sum of "income from sales and operations" and "other business income") for all nonfarm sole proprietorship industries increased 4.5 percent, from $\$ 1,222.9$ billion to $\$ 1,278.4$ billion. ${ }^{4}$ In the construction sector, the largest sector in terms of business receipts and accounting for 18.5 percent of total business receipts, receipts increased by 6.3 percent in 2006, down from 11.9 percent in 2005. The retail trade sector, the second largest sector in terms of business receipts, actually experienced a percentage decrease in receipts in 2006, declining by 1.4 percent in 2006.

Many of the industries with the highest percentage increases in receipts for 2006 were those sectors that made up a relatively small segment of total busi-
ness receipts. Consequently, they had very little effect on the overall growth in total receipts. Among these, the finance and insurance sector, despite reporting a 2.4 -percent decrease in number of returns, showed the highest percentage increase in total business receipts among all industrial sectors, with a 13.8-percent increase.

The second largest percentage increase in receipts for 2006 was in the administrative and support and waste management and remediation services sector, increasing 10.1 percent. This was followed closely by the 9.6 -percent growth in the arts, entertainment, and recreation sector. The real estate and rental and leasing sector, which showed the largest percentage increase in receipts for Tax Year 2005, reported the largest percentage decrease in receipts among all industrial sectors for Tax Year 2006, decreasing 6.9 percent. Overall, the percentage in-

[^24]Sole Proprietorship Returns, 2006

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crease in total business receipts, in constant dollar terms, increased 1.1 percent in 2006, down from 5.4 percent and 3.9 percent in 2004 and 2005, respectively (Figure B). ${ }^{5}$

## Deductions

Total business deductions ("cost of sales and operations" plus business expenses, including expenses for home office) in current dollars increased 5.0 percent
from $\$ 953.4$ billion for 2005 to $\$ 1,001.1$ billion for 2006 (Figure A). 6,7 In addition to reporting the largest percentage increase in receipts, the finance and insurance sector also reported the largest percentage increase in total business deductions, with 18.9 percent. The largest sector in terms of total business deductions, the construction sector, reported a 6.3percent increase in deductions. The retail trade sector was the only sector to show a percentage decrease

## Figure B

Nonfarm Sole Proprietorship Receipts, Deductions, and Profits, Tax Years 1988-2006
[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 | [3] | 545.7 | 720.9 | [3] | 126.3 | 166.9 | [3] |
| 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 | [4] | 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 |
| 2005 | 1,222.9 | 1,084.7 | 3.9 | 953.4 | 845.7 | 3.4 | 269.9 | 239.4 | 5.5 |
| 2006 | 1,278.4 | 1,096.7 | 1.1 | 1,001.1 | 858.8 | 1.6 | 278.0 | 238.5 | -0.4 |

[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] Not calculated.
[4] Less than 0.05 percent
NOTE: Percentage increases were calculated before rounding

5 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:

| $\underline{\text { Year }}$ | $\underline{\text { Indices }}$ | $\underline{\text { Year }}$ | $\underline{\text { Indices }}$ | $\frac{\text { Year }}{\text { Indices }}$ | $\frac{\text { Year }}{\underline{\text { Indices }}}$ |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| 1988 | 75.7 | 1993 | 88.4 | 1998 | 96.5 | 2003 |
| 1989 | 78.6 | 1994 | 90.3 | 1999 | 97.9 | 2004 |
| 1990 | 81.6 | 1995 | 92.1 | 2000 | 100.0 | 109.1 |
| 1991 | 84.4 | 1996 | 93.9 | 2001 | 102.4 | 112.7 |
| 1992 | 86.4 | 1997 | 95.4 | 2002 | 103.9 | 116.6 |

[^25]in deductions, decreasing 1.2 percent. As shown in Figure B, when accounting for inflation, total business deductions increased 1.6 percent in 2006, the third straight year in which total inflation-adjusted business deductions increased.

The cost of sales and operations, which represented 40.9 percent of total 2006 business deductions, increased 3.2 percent from its 2005 level to approximately $\$ 409.7$ billion (Figure C). Total business "expenses" (total business deductions minus the cost of sales and operations) were $\$ 591.4$ billion for 2006, a 6.3-percent increase from 2005. The main components of total business expenses are highlighted in Figure D. The largest component, salaries and wages, accounted for 13.0 percent of the total. For 2006, salaries and wages totaled $\$ 77.0$ billion, a $2.6-$ percent increase from 2005.

Closely following salaries and wages, accounting for 12.7 percent of total business expenses, was the car and truck component which increased 6.2 percent from 2005 to $\$ 75.4$ billion. The next largest components were rent on business property, machinery, and equipment ( 6.9 percent), and depreciation ( 6.6 percent). For 2006, rent on business property, machinery, and equipment increased 2.8 percent to $\$ 40.6$ billion, while depreciation declined 0.2 percent to $\$ 39.0$ billion. Contract labor expenses showed the largest increase in percentage share of business expenses at 0.8 percent, up from 5.1 percent in 2005, while salaries and wages showed the largest decrease at 0.5 percent, down from 13.5 percent for 2005.

Historically, constant dollar depreciation increased every year from 1993 through 2002, with the exception of 1995 , when it decreased 1.9 percent to $\$ 28.5$ billion (Figure E). ${ }^{8}$ In 2003, under the Jobs and Growth Tax Relief Reconciliation Act of 2003, the maximum allowable section 179 deduction (which allows expensing of investment property in the year of the purchase instead of depreciating these over time) rose from $\$ 24,000$ for 2002 to $\$ 100,000$ for 2003. This led to constant dollar depreciation increasing by 11.7 percent for 2003. This was the highest growth in depreciation of any year from 1988 through 2006.

This 2003 legislative change, which initially caused the accelerated increase in depreciation, was

| Figure $C$ |  |  |  |
| :---: | :---: | :---: | :---: |
| Components of Nonfarm Sole Proprietorship |  |  |  |
| Business Deductions, Tax Years 2005 and 2006 <br> [Money amounts are in millions of dollars] |  |  |  |
| Business deductions | 2005 | 2006 | Percentage increase |
|  | (1) | (2) | (3) |
| Business deductions, total [1, 2] | 953,391.5 | 1,001,097.6 | 5.0 |
| Cost of sales and operations, total | 396,875.8 | 409,661.0 | 3.2 |
| Inventory, beginning of year | 38,101.7 | 41,101.7 | 7.9 |
| Cost of labor | 32,163.0 | 31,743.9 | -1.3 |
| Purchases | 252,887.7 | 259,992.7 | 2.8 |
| Materials and supplies | 55,902.0 | 59,699.4 | 6.8 |
| Other costs | 59,845.9 | 61,626.5 | 3.0 |
| Inventory, end of year | 42,024.5 | 44,503.2 | 5.9 |
| Business expenses, total [1] | 556,515.7 | 591,436.6 | 6.3 |
| Advertising expenses | 14,449.5 | 15,274.1 | 5.7 |
| Car and truck expenses | 71,013.1 | 75,402.4 | 6.2 |
| Commissions | 15,439.7 | 15,634.3 | 1.3 |
| Contract labor | 28,223.6 | 34,577.9 | 22.5 |
| Depletion | 1,061.8 | 1,058.4 | -0.3 |
| Depreciation [3] | 39,080.2 | 39,004.5 | -0.2 |
| Employee benefit programs | 2,798.3 | 2,867.7 | 2.5 |
| Home office business deductions [3] | 8,801.1 | 10,119.5 | 15.0 |
| Depreciation, Form 8829 | 1,260.2 | 1,639.7 | 30.1 |
| Insurance | 19,000.9 | 19,083.9 | 0.4 |
| Legal and professional services | 9,836.9 | 10,092.9 | 2.6 |
| Meals and entertainment deducted | 6,802.2 | 7,306.3 | 7.4 |
| Mortgage interest | 5,543.7 | 6,297.5 | 13.6 |
| Other interest paid on business indebtedness | 6,565.9 | 7,214.5 | 9.9 |
| Office expenses | 12,835.6 | 13,024.7 | 1.5 |
| Pension and profit-sharing plans | 1,251.9 | 1,276.9 | 2.0 |
| Rent on machinery and equipment | 9,135.7 | 9,350.3 | 2.3 |
| Rent on other business property | 30,349.0 | 31,229.2 | 2.9 |
| Repairs | 14,976.1 | 15,726.0 | 5.0 |
| Salaries and wages | 75,091.2 | 77,038.7 | 2.6 |
| Supplies | 28,858.6 | 32,136.9 | 11.4 |
| Taxes paid | 16,797.5 | 17,660.0 | 5.1 |
| Travel | 11,308.3 | 11,861.2 | 4.9 |
| Utilities | 22,910.3 | 23,842.8 | 4.1 |
| Other business deductions | 101,044.7 | 110,762.7 | 9.6 |
| [1] Includes returns with Schedule C-EZ, Net Profit from Business, 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. <br> [2] Total business deductions are before subtraction of nonallowable "passive" activity losses and any "passive loss" carryover from the prior years. <br> [3] Depreciation claimed on Form 8829, Expenses for Business Use of Your Home, is included in "home office business deductions" and excluded from "depreciation" shown above. <br> NOTES: Detail may not add to totals because of rounding. Percentage increases were calculated before rounding. |  |  |  |

Components of Nonfarm Sole Proprietorship Business Deductions, Tax Years 2005 and 2006
[Money amounts are in millions of dollars]
[1] Includes returns with Schedule C-EZ, Net Profit from Business, attached. Because orlal is reported for business deductions on Schedule C-EZ, the totals shown in therefore, slightly understated.
[2] losses and any "passive loss" carryover from the prior years. included in "home office business deductions" and excluded from "depreciation" shown

NOTES: Detail may not add to totals because of rounding. Percentage increases were calculated before rounding.
offset in subsequent years by trends of decreased depreciation. From 2004 through 2006, constant dollar declines of depreciation were witnessed for all 3 years. In 2004, constant dollar depreciation deductions decreased by 0.2 percent. This downward trend

[^26]Sole Proprietorship Returns, 2006

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## Figure D

Nonfarm Sole Proprietorship Total Business Expenses, by Type of Expenses, Tax Year 2006 [1]

## Type of expenses


[1] Total business expenses equals all business deductions minus cost of sales and operations.
[2] Depreciation claimed on Form 8829, Expenses for Business Use of Your Home, is included in "home office business deductions" and excluded from "depreciation" shown above. See footnote 3 below.
[3] Other business deductions includes: depletion; employee benefit programs; legal and professional services; pension and profit-sharing plans; meals and entertainment; and home office business deductions. Other business deductions also includes all Schedule C-EZ, Net Profit from Business, deductions (\$3.6 billion).
NOTES: Percents are based on an estimated total business expense of $\$ 591.4$ billion. Detail may not add to 100 percent because of rounding.
was even more evident in 2005, as constant dollar depreciation decreased 11.8 percent. In 2006, constant dollar depreciation decreased by 3.5 percent. During this same 3-year period, section 179 limits gradually increased for inflation, from \$102,000 in 2004 to $\$ 105,000$ in 2005 , and $\$ 108,000$ in $2006 .{ }^{9,10}$

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

[^27]
## Figure E

Nonfarm Sole Proprietorship Net Income, Deficit, and Depreciation, Tax Years 1988-2006

| 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 | [3] | [3] | [3] |
| 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 | [4] | -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 | [4] | 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 |
| 2005 | 314.8 | 44.8 | 39.1 | 279.2 | 39.8 | 34.7 | 4.9 | 1.1 | -11.8 |
| 2006 | 326.8 | 48.7 | 39.0 | 280.3 | 41.8 | 33.5 | 0.4 | 5.1 | -3.5 |

[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] Not calculated
[4] Less than 0.05 percent.
NOTE: Percentage increases were calculated before rounding
sole proprietorship statistics.) For Tax Year 2006, taxpayers could use Schedule C-EZ if they: had business expenses of $\$ 5,000$ or less; 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. For Tax Year 2006, approximately 4.0 million taxpayers filed Schedule C-EZ, marking a 4.0-percent increase from the number filed for 2005. Of returns filed for 2006 in the administrative and support services sector (the
largest filers of this schedule), taxpayers filed approximately 0.6 million Schedule C-EZ returns, or 29.1 percent of the total for that sector. For 2006, business receipts from Schedule C-EZ filers totaled $\$ 28.3$ billion, or 2.2 percent of total business receipts reported. Business deductions reported on Schedule C-EZ returns accounted for only 0.4 percent of total business deductions for all industries, or $\$ 3.6$ billion of the total $\$ 1,001.1$ billion. Despite having the largest concentration of Schedule C-EZ filers, deductions reported on Schedule C-EZ by the administrative and support services sector accounted for only 1.1 percent of that sector's total business deductions.

## Profits and Losses

For 2006, many of the largest principal industrial sectors reported either modestly increased or decreased sole proprietorship profits (net income less deficit). Figure B presents total profits for all industries (in both current and constant dollars) since

Figure $F$
All Nonfarm Sole Proprietorship Returns and Those with Schedule C-EZ, by Selected Industrial Sectors, Tax Year 2006
[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 | With Schedule C-EZ | Percentage of total | Total | With Schedule C-EZ | Percentage of total |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
| All nonfarm industries | 22,074,953 | 4,027,039 | 18.2 | 1,278,359.8 | 28,303.4 | 2.2 | 1,001,097.6 | 3,593.3 | 0.4 |
| Construction | 2,915,823 | 490,220 | 16.8 | 236,421.5 | 3,989.6 | 1.7 | 199,049.3 | 506.8 | 0.3 |
| Wholesale trade (merchant wholesalers) | 378,532 | 38,656 | 10.2 | 48,497.8 | 188.0 | 0.4 | 43,656.5 | 21.1 | [2] |
| Retail trade | 2,466,091 | 249,444 | 10.1 | 194,556.4 | 1,285.4 | 0.7 | 185,703.6 | 247.5 | 0.1 |
| Transportation and warehousing | 1,083,977 | 134,007 | 12.4 | 76,272.0 | 1,062.7 | 1.4 | 65,484.4 | 154.6 | 0.2 |
| Finance and insurance | 688,299 | 81,235 | 11.8 | 82,400.9 | 747.4 | 0.9 | 62,919.9 | 88.4 | 0.1 |
| Real estate and rental and leasing | 1,381,330 | 108,306 | 7.8 | 77,157.5 | 1,195.1 | 1.5 | 50,003.9 | 148.8 | 0.3 |
| Professional, scientific, and technical services | 2,929,675 | 487,722 | 16.6 | 156,060.3 | 4,953.9 | 3.2 | 89,102.4 | 488.8 | 0.5 |
| Administrative and support and waste management and remediation services | 2,140,672 | 622,396 | 29.1 | 57,226.8 | 3,690.3 | 6.4 | 41,121.1 | 468.3 | 1.1 |
| Health care and social assistance | 1,873,520 | 467,790 | 25.0 | 110,437.2 | 3,766.2 | 3.4 | 65,958.4 | 373.0 | 0.6 |
| Arts, entertainment, and recreation | 1,238,273 | 251,057 | 20.3 | 30,006.0 | 1,052.9 | 3.5 | 22,918.5 | 233.7 | 1.0 |
| Other services | 2,281,767 | 434,232 | 19.0 | 81,837.5 | 3,121.4 | 3.8 | 63,834.5 | 440.8 | 0.7 |
| All other industries | 2,696,994 | 661,974 | 24.5 | 127,485.8 | 3,250.5 | 2.5 | 111,345.1 | 421.6 | 0.4 |

[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.
NOTES: 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.

1988, while Figure G presents profits by industrial sector for 2005 and 2006. ${ }^{11}$ Total profits increased 3.0 percent from $\$ 269.9$ billion for 2005 to $\$ 278.0$ billion for 2006.

The professional, scientific, and technical services sector, which had the highest percentage of total profits of all nonfarm sole proprietorships with 24.1 percent, reported the highest dollar increase in profits ( $\$ 6.0$ billion) and the second largest percentage increase in profits with 9.8 percent. A smaller sector, the administrative and support and waste management and remediation services sector reported a \$1.7billion increase in profits from 2005. This represented the largest percentage change in profits for 2006, increasing 12.0 percent to $\$ 16.2$ billion The construction and health care and social assistance sectors reported 8.0 -percent and 3.3 -percent increases in profits, respectively. Interestingly, the real estate and rental and leasing sector, which reported the largest percentage increase in profits for 2005 with 19.4 percent, reported the largest decrease in profits for 2006 with 18.5 percent.

In constant dollars, total profits decreased 0.4 percent for 2006, after increasing by 5.5 percent in

## Figure G

Nonfarm Sole Proprietorship Profits, by Selected Industrial Sectors, Tax Years 2005 and 2006
[Money amounts are in billions of dollars]

| Industrial sector | Net income less deficit (profits) |  |  |
| :---: | :---: | :---: | :---: |
|  | 2005 | 2006 | Percentage increase |
|  | (1) | (2) | (3) |
| All nonfarm industries | 269.9 | 278.0 | 3.0 |
| Construction | 34.8 | 37.6 | 8.0 |
| Specialty trade contractors | 26.4 | 28.7 | 8.6 |
| Wholesale trade (merchant wholesalers) | 4.9 | 4.8 | -2.0 |
| Retail trade | 9.3 | 9.0 | -3.0 |
| Transportation and warehousing | 10.1 | 10.8 | 7.0 |
| Finance and insurance | 19.5 | 19.5 | 0.2 |
| Real estate and rental and leasing | 33.3 | 27.2 | -18.5 |
| Real estate | 33.0 | 27.1 | -17.9 |
| Professional, scientific, and technical services | 61.0 | 67.0 | 9.8 |
| Administrative and support and waste management and remediation services | 14.5 | 16.2 | 12.0 |
| Health care and social assistance | 43.1 | 44.5 | 3.3 |
| Child day care services | 3.6 | 4.0 | 9.7 |
| Arts, entertainment, and recreation | 6.5 | 7.1 | 9.8 |
| Performing arts, spectator sports, and related industries | 5.8 | 6.0 | 3.1 |
| Other services | 17.8 | 18.0 | 1.2 |
| Personal and laundry services | 11.2 | 11.3 | 1.4 |
| All other industries | 15.1 | 16.2 | 7.6 |

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

[^28]2005 (Figure B). Profits as a percentage of business receipts also decreased for 2006. Figure H shows net income less deficits as a percentage of business receipts for 1988 through 2006. In general, this percentage has been increasing from a low of 18.8 percent for 1988. This trend continued through Tax Year 2005, when profits as a percentage of business receipts peaked at 22.1 percent. However, in 2006, profits as a percentage of business receipts decreased to 21.7 percent. Figure E presents net income and deficit separately for 1988 through 2006, in current and constant dollars. For 2006, net income (in constant dollars) increased 0.4 percent, and net deficit (in constant dollars) increased by 5.1 percent.

## Industries

Using receipts as a measure of business size, Figures A and I show that construction was the largest sole proprietorship industrial sector for 2006, with 18.5 percent of all business receipts (the third year in a row that this sector was largest). Total receipts for the construction sector, at $\$ 236.4$ billion, were 6.5 -percent higher than the $\$ 222.1$ billion reported for 2005 , while deductions increased by 6.3 percent, leading to an 8.0-percent increase in profits (to $\$ 37.6$
billion). The second largest industrial sector was retail trade, with receipts totaling $\$ 194.6$ billion. This amount was 15.2 percent of all sole proprietorship receipts for 2006, and it represented a 1.4 -percent decrease from the 2005 amount. This was one of only two major sectors (the other being real estate and rental and leasing) where receipts declined for 2006. Deductions and profits also decreased in this sector by 1.2 percent and 3.0 percent, respectively. Retail trade profits totaled $\$ 9.0$ billion for 2006.

The third largest sector was professional, scientific, and technical services, which accounted for 12.2 percent of sole proprietorship receipts for 2006. Receipts increased 7.5 percent to $\$ 156.1$ billion, and deductions increased 5.8 percent to $\$ 89.1$ billion. Although this sector was just the third largest sector in terms of business receipts, the professional, scientific, and technical services sector had the largest percentage of sole proprietorship profits, with 24.1 percent (Figure J). For 2006, the professional, scientific, and technical services sector's profits went from $\$ 61.0$ billion to $\$ 67.0$ billion, a 9.8 -percent increase from 2005. The sector with the second largest profits was health care and social assistance. These profits rose to $\$ 44.5$ billion for 2006, a 3.3- percent increase from 2005, and represented 16.0 percent of

## Figure H

Nonfarm Sole Proprietorship Net Income Less Deficit (Profits) as a Percentage of Business Receipts, Tax Years 1988-2006


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## Figure I

Nonfarm Sole Proprietorship Total Business Receipts, by Selected Industrial Sectors, Tax Year 2006


NOTES: Percents are based on an estimated total business receipts of $\$ 1.3$ trillion. Detail may not add to 100 percent because of rounding.

## Figure J

Nonfarm Sole Proprietorship Total Business Profits, by Selected Industrial Sectors, Tax Year 2006


NOTES: Percents are based on an estimated total business profits of $\$ 278.0$ 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.
all sole proprietorship profits. This was followed by construction ( 13.5 percent, as cited above) and real estate and rental and leasing ( 9.8 percent) in terms of overall sole proprietor profits.

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 proprietorshipsincome and expenses flow through to the owner to be taxed. In 2001, there were approximately 0.1 million sole proprietorship returns that indicated status as an LLC (Figure K). This increased by 15.3 percent for 2002, 51.3 percent for 2003, 40.4 percent for 2004, and 47.2 percent for 2005. For Tax Year 2006, the number of these sole proprietorships rose to approximately 0.6 million, a 33.2 -percent increase from 2005. The 2006 level of LLCs among sole proprietorship returns accounts for 2.7 percent of total nonfarm sole proprietorships, with the total number of returns with LLCs having more than quadrupled since 2001.

## Summary

Profits for the 22.1 million returns with sole proprietorship activity for Tax Year 2006 grew by 3.0 per-
cent to $\$ 278.0$ billion. In constant dollars, total nonfarm sole proprietorship profits decreased 0.4 percent, after increasing 5.5 percent in 2005. This was the first such decrease since Tax Year 2001. The professional, scientific, and technical services sector had the largest profits of any sector, at $\$ 67.0$ billion, representing 24.1 percent of total sole proprietorship profits, followed by the health care and social assistance sector, at $\$ 44.5$ billion, or 16.0 percent of total profits.

For all sole proprietorships, receipts and deductions increased 4.5 percent and 5.0 percent, respectively. The largest sole proprietorship industrial sector, based on business receipts, was the construction sector, accounting for 18.5 percent of receipts. This sector reported an 8.0-percent increase in profits. The finance and insurance sector showed the largest percentage increase in both receipts and deductions, reporting a 13.8 -percent increase in receipts and an 18.9-percent increase in deductions.

Filings of Schedules C-EZ increased 4.0 percent in 2006, slightly less than the 4.5 -percent increase for 2005. The industrial sector experiencing the most significant downturn in both profits and receipts from Tax Years 2005 to 2006 was the real estate and rental and leasing sector. After reporting the largest percentage growth in profits in 2005 at 19.4 percent,

## Figure K

Number of Nonfarm Sole Proprietorships Registered as Limited Liability Companies (LLCs), Tax Years 2001-2006

the real estate and rental and leasing sector reported the largest percentage decrease in profits in 2006, declining by 18.5 percent. Similarly, this sector also reported the highest percentage increase in receipts for 2005 among all other sectors, with 17.6 percent, while reporting the largest percentage decrease in 2006 , with 6.9 percent.

## Data Sources and Limitations

The 2006 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 2007. 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 0.1 percent to 100 percent. The 2006 nonfarm sole proprietorship data are based on a sample of 88,619 returns and a population of $22,407,707$ returns. ${ }^{12}$ The corresponding sample and population for the 2005 data were 82,689 and 21,756,709 returns, respectively.

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. See SOI Sampling Methodology and Data Limitations in the back of this issue for a discussion of the reliability of estimates based on samples, and the use of coefficients of variation for evaluating the precision of estimates based on samples.

## Figure L

Nonfarm Sole Proprietorships: Coefficients of Variation for Selected Items, by Selected Industrial Sectors, Tax Year 2006

| Industrial sector | Coefficients of variation |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total business receipts | Total business deductions | Depreciation [1] | Net income | Deficit |
|  | (1) | (2) | (3) | (4) | (5) |
| All nonfarm industries | 0.54 | 0.61 | 1.25 | 0.73 | 1.40 |
| Construction | 1.83 | 1.93 | 3.33 | 2.13 | 4.73 |
| Specialty trade contractors | 2.23 | 2.36 | 3.95 | 2.51 | 6.19 |
| Wholesale trade (merchant wholesalers) | 4.60 | 4.71 | 8.61 | 6.58 | 8.66 |
| Retail trade | 2.08 | 2.07 | 4.10 | 3.32 | 3.75 |
| Transportation and warehousing | 2.65 | 2.73 | 4.18 | 3.52 | 6.14 |
| Finance and insurance | 2.16 | 2.16 | 6.60 | 3.60 | 6.56 |
| Real estate and rental and leasing | 2.42 | 2.70 | 5.09 | 2.96 | 5.01 |
| Real estate | 2.48 | 2.77 | 5.26 | 3.01 | 5.24 |
| Professional, scientific, and technical services | 1.77 | 2.10 | 3.74 | 1.98 | 4.32 |
| Administrative and support and waste management and remediation services | 3.02 | 3.56 | 5.96 | 2.97 | 6.28 |
| Health care and social assistance | 1.91 | 2.05 | 4.07 | 2.27 | 6.87 |
| Child day care services | 4.84 | 6.05 | 11.32 | 4.79 | 14.02 |
| Arts, entertainment, and recreation | 3.41 | 3.50 | 5.51 | 4.67 | 5.36 |
| Performing arts, spectator sports, and related industries | 3.86 | 4.10 | 6.78 | 4.67 | 6.03 |
| Other services | 2.67 | 2.96 | 4.77 | 2.77 | 5.51 |
| Personal and laundry services | 3.34 | 3.75 | 6.92 | 3.59 | 7.34 |
| All other industries | 2.12 | 2.18 | 3.32 | 2.80 | 3.58 |

[^29][^30]Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2006
[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] | $\begin{aligned} & \text { Payroll } \\ & {[1,4]} \end{aligned}$ | Net income less deficit |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| All nonfarm industries | 22,074,953 | 1,278,359,791 | 40,644,196 | 9,350,344 | 31,229,159 | 13,511,951 | 108,782,628 | 278,032,643 |
| Agriculture, forestry, hunting, and fishing | 274,667 | 15,149,638 | 1,483,616 | 125,020 | 192,764 | 250,781 | 1,603,037 | 552,595 |
| Animal production (including breeding of cats and dogs) | 40,387 | 1,503,592 | 186,761 | 6,840 | 9,448 | 26,972 | 53,989 | -358,695 |
| Forestry and logging (including forest nurseries, timber tracts) | 45,817 | 4,927,168 | 472,340 | 53,723 | 58,697 | 92,022 | 574,777 | 330,074 |
| Fishing | 69,764 | 2,307,587 | 315,514 | 13,278 | 45,410 | 49,215 | 111,514 | 208,056 |
| Hunting and trapping | 8,673 | 324,115 | 40,211 | * 3,165 | * 15,987 | 12,123 | * 2,721 | 27,879 |
| Support activities for agriculture and forestry | 110,025 | 6,087,176 | 468,789 | 48,015 | 63,222 | 70,449 | 860,035 | 345,281 |
| Mining | 135,021 | 12,553,376 | 691,559 | 38,737 | 56,272 | 189,920 | 471,306 | 2,228,432 |
| Oil and gas extraction | 113,181 | 9,722,236 | 539,702 | 13,572 | 31,222 | 144,100 | 195,974 | 1,500,370 |
| Coal mining | 1,161 | 320,222 | 15,905 | * 2,446 | * 53 | * 13,587 | * 41,800 | 11,822 |
| Metal ore mining | * 1,013 | * 713 | * 440 | * 3 | * 24 | 0 | * 341 | * $-2,625$ |
| Nonmetallic mineral mining and quarrying | 2,728 | 513,295 | 50,565 | 7,025 | 14,040 | 20,523 | 69,275 | 42,163 |
| Support activities for mining | 16,938 | 1,996,910 | 84,947 | 15,692 | 10,934 | 11,709 | 163,916 | 676,703 |
| Utilities | 13,962 | 389,979 | 61,131 | * 7,978 | * 1,955 | 8,340 | * 13,740 | 10,883 |
| Construction | 2,915,823 | 236,421,496 | 7,537,599 | 1,571,914 | 1,399,443 | 1,943,775 | 28,663,453 | 37,593,450 |
| Residential building construction | 463,281 | 56,984,737 | 1,136,547 | 241,133 | 223,689 | 605,928 | 5,908,008 | 6,498,939 |
| Nonresidential building construction | 97,016 | 11,336,311 | 258,362 | 86,674 | 96,738 | 112,529 | 1,334,207 | 1,135,331 |
| Heavy and civil engineering construction | 68,498 | 9,736,691 | 623,286 | 108,344 | 50,734 | 247,233 | 795,831 | 1,259,983 |
| Specialty trade contractors | 2,287,028 | 158,363,757 | 5,519,403 | 1,135,763 | 1,028,282 | 978,086 | 20,625,407 | 28,699,197 |
| Manufacturing | 325,370 | 25,918,270 | 1,080,037 | 135,165 | 792,154 | 333,610 | 3,031,717 | 3,141,732 |
| Food manufacturing | 26,529 | 2,600,252 | 112,358 | 7,368 | 72,471 | 36,555 | 265,059 | 123,678 |
| Textile and textile product mills | 3,399 | 165,265 | 11,825 | * 50 | * 3,832 | * 502 | * 15,057 | 13,350 |
| Apparel | 23,467 | 1,212,652 | 26,377 | * 3,234 | 65,821 | 8,519 | 163,562 | 120,123 |
| Leather and allied products | 4,099 | 208,383 | * 4,160 | 0 | * 268 | * 4,001 | * 8,155 | 18,518 |
| Wood products | 38,706 | 2,785,434 | 136,374 | 9,263 | 35,036 | 52,144 | 328,890 | 281,240 |
| Paper products | * 24 | * 40,871 | * 1,193 | * 854 | * 316 | * 1,065 | * 6,171 | * 797 |
| Printing and related support activities | 32,253 | 2,534,859 | 106,495 | 29,049 | 110,158 | 34,108 | 220,400 | 345,153 |
| Petroleum and coal products | 418 | 252,607 | 2,766 | * 1,536 | * 2,621 | * 287 | * 10,785 | 12,022 |
| Chemical manufacturing | 11,785 | 1,011,168 | 32,661 | 6,467 | 23,786 | 15,952 | 128,346 | 70,529 |
| Plastics, rubber, clay, refractory, and glass products | 10,900 | 490,960 | 21,197 | 1,438 | 19,166 | 32,346 | 105,368 | -56,363 |
| Nonmetallic mineral products | 5,250 | 1,233,093 | 50,501 | 13,920 | * 6,550 | 14,081 | 255,037 | 133,241 |
| Primary metal industries | 4,862 | 629,559 | 77,619 | * 539 | * 15,483 | * 15,811 | * 36,721 | 70,556 |
| Fabricated metal products | 41,607 | 4,422,472 | 168,578 | 24,021 | 154,482 | 41,121 | 671,603 | 674,798 |
| Machinery | 23,892 | 2,197,311 | 108,750 | 8,817 | 73,712 | 20,601 | 301,783 | 445,516 |
| Computer and electronic products | 8,037 | 214,865 | 4,489 | * 335 | 5,985 | * 11 | 14,335 | 44,531 |
| Electrical equipment, appliances, and components | 7,317 | 620,005 | 4,831 | * 4,230 | * 22,474 | * 4,207 | 54,070 | 103,998 |
| Transportation equipment | 6,779 | 566,277 | 6,048 | * 6,723 | 20,859 | * 15,999 | 33,322 | 5,903 |
| Furniture and related products | 23,146 | 1,607,510 | 61,446 | 3,850 | 59,329 | 9,056 | 166,227 | 312,671 |
| Medical equipment and supplies | 6,346 | 397,594 | 4,731 | * 2,012 | 20,076 | * 27 | * 16,758 | 104,620 |
| Other miscellaneous manufacturing | 46,552 | 2,727,134 | 137,639 | 11,459 | 79,732 | 27,216 | 230,068 | 316,852 |
| Wholesale trade (merchant wholesalers) | 378,532 | 48,497,837 | 670,765 | 130,060 | 583,668 | 348,849 | 1,562,932 | 4,848,637 |
| Durable goods, including machinery, wood, metals, etc. | 168,744 | 22,182,442 | 339,061 | 59,754 | 295,950 | 174,979 | 797,164 | 1,800,827 |
| Nondurable goods, including food, fiber, chemicals, etc. | 132,033 | 20,860,903 | 274,036 | 44,852 | 228,078 | 150,424 | 670,018 | 1,989,117 |
| Wholesale electronic markets and agents and brokers | 77,755 | 5,454,492 | 57,667 | 25,454 | 59,640 | 23,445 | 95,750 | 1,058,692 |
| Retail trade | 2,466,091 | 194,556,426 | 3,112,807 | 816,412 | 6,081,388 | 1,826,226 | 10,250,686 | 9,004,091 |
| Motor vehicle and parts dealers | 132,277 | 39,019,492 | 319,350 | 65,144 | 499,405 | 432,625 | 1,528,547 | 1,002,111 |
| Furniture and home furnishing stores | 48,371 | 5,121,661 | 63,496 | 14,997 | 335,490 | 49,989 | 501,265 | 349,902 |
| Electronic and appliance stores | 27,597 | 4,299,318 | 58,826 | 39,396 | 121,096 | 40,588 | 479,909 | 329,864 |
| Building material and garden equipment and supplies dealers | 46,151 | 9,785,421 | 176,941 | 32,268 | 206,989 | 110,491 | 791,010 | 652,868 |
| Food and beverage stores | 106,383 | 27,132,801 | 287,981 | 106,117 | 835,362 | 194,718 | 1,552,560 | 824,492 |
| Health and personal care stores | 164,729 | 9,929,055 | 130,189 | 96,578 | 308,432 | 47,646 | 668,444 | 702,245 |
| Gasoline stations | 21,142 | 24,573,469 | 177,668 | 35,057 | 311,050 | 167,540 | 713,264 | 217,528 |
| Clothing and accessories stores | 137,859 | 11,521,420 | 151,252 | 135,190 | 883,557 | 104,096 | 756,359 | 906,670 |
| Sporting goods, hobby, book, and music stores | 110,706 | 7,518,176 | 459,718 | 49,082 | 442,927 | 103,741 | 501,974 | 243,901 |
| General merchandise stores | 37,723 | 3,173,839 | 96,673 | 11,175 | 225,609 | 34,127 | 212,332 | -75,179 |
| Miscellaneous store retailers | 520,556 | 28,225,819 | 550,723 | 132,764 | 1,499,101 | 320,152 | 1,835,512 | 2,143,487 |
| Nonstore retailers | 1,112,596 | 24,255,956 | 639,990 | 98,645 | 412,368 | 220,514 | 709,511 | 1,706,203 |

Footnotes at end of table.

Sole Proprietorship Returns, 2006

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2006-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] | $\begin{aligned} & \text { Payroll } \\ & {[1,4]} \end{aligned}$ | Net income |
|  | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
| All nonfarm industries | 16,207,401 | 1,086,041,069 | 27,346,827 | 7,169,152 | 23,867,916 | 8,033,548 | 89,339,914 | 326,769,239 |
| Agriculture, forestry, hunting, and fishing | 159,446 | 11,780,204 | 760,887 | 87,326 | 91,366 | 117,030 | 1,281,866 | 2,014,259 |
| Animal production (including breeding of cats and dogs) | 10,829 | 1,144,304 | 30,339 | * 551 | 4,815 | 7,534 | 38,955 | 101,101 |
| Forestry and logging (including forest nurseries, timber tracts) | 28,272 | 3,975,003 | 297,479 | 42,964 | 27,112 | 38,868 | 398,644 | 553,476 |
| Fishing | 42,289 | 1,915,780 | 190,519 | * 7,703 | 28,636 | 30,483 | * 98,720 | 541,099 |
| Hunting and trapping | 4,753 | 264,579 | * 21,983 | * 2,949 | * 14,725 | * 6,634 | * 1,234 | 58,112 |
| Support activities for agriculture and forestry | 73,302 | 4,480,537 | 220,567 | 33,157 | 16,078 | 33,510 | 744,314 | 760,471 |
| Mining | 100,099 | 9,988,365 | 441,929 | 25,925 | 31,113 | 77,599 | 349,363 | 3,267,413 |
| Oil and gas extraction | 83,341 | 7,442,983 | 328,782 | 8,047 | 20,261 | 46,752 | 108,499 | 2,478,768 |
| Coal mining | 1,143 | 295,698 | * 12,146 | * 1,690 | * 12 | * 11,490 | * 38,738 | 15,674 |
| Metal ore mining | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Nonmetallic mineral mining and quarrying | 1,615 | 390,565 | 32,167 | * 5,907 | * 733 | 10,848 | 51,012 | 65,389 |
| Support activities for mining | 14,000 | 1,859,119 | 68,834 | 10,282 | 10,107 | 8,509 | 151,114 | 707,582 |
| Utilities | 9,251 | 307,085 | 34,270 | * 6,242 | * 296 | * 3,329 | * 12,936 | 81,869 |
| Construction | 2,431,039 | 210,267,828 | 6,079,471 | 1,279,893 | 1,105,193 | 1,399,037 | 25,535,792 | 42,280,514 |
| Residential building construction | 377,884 | 48,497,062 | 920,591 | 180,070 | 165,086 | 397,214 | 5,225,688 | 7,717,196 |
| Nonresidential building construction | 79,108 | 9,173,024 | 207,069 | 64,789 | 61,394 | 77,443 | 1,056,762 | 1,401,606 |
| Heavy and civil engineering construction | 51,529 | 8,174,288 | 503,342 | 92,160 | 43,251 | 127,469 | 654,217 | 1,647,597 |
| Specialty trade contractors | 1,922,517 | 144,423,455 | 4,448,470 | 942,874 | 835,462 | 796,911 | 18,599,125 | 31,514,116 |
| Manufacturing | 212,967 | 22,223,495 | 716,057 | 110,670 | 589,051 | 206,259 | 2,489,281 | 4,234,636 |
| Food manufacturing | 16,102 | 2,248,542 | 67,670 | 3,939 | 52,626 | 22,434 | 219,708 | 255,772 |
| Textile and textile product mills | * 1,312 | * 123,168 | * 9,042 | 0 | 0 | * 128 | * 7,402 | * 33,544 |
| Apparel | 16,190 | 969,053 | 12,960 | * 3,233 | 54,410 | * 4,265 | 93,306 | 176,903 |
| Leather and allied products | * 3,088 | * 189,512 | * 2,890 | 0 | * 152 | * 3,992 | * 6,712 | * 29,458 |
| Wood products | 30,191 | 2,343,349 | 79,174 | 7,825 | 23,248 | 31,048 | 247,848 | 421,111 |
| Paper products | * 12 | * 20,567 | * 396 | 0 | 0 | * 390 | * 2,432 | * 5,427 |
| Printing and related support activities | 20,473 | 2,035,933 | 50,185 | 28,153 | 86,881 | 29,105 | 160,098 | 445,762 |
| Petroleum and coal products | 365 | 109,511 | * 2,733 | * 1,536 | * 2,621 | * 286 | * 10,759 | 12,995 |
| Chemical manufacturing | 8,015 | 858,043 | 15,530 | 6,289 | 20,505 | 10,318 | 114,462 | 131,821 |
| Plastics, rubber, clay, refractory, and glass products | 4,174 | 366,086 | 14,241 | * 364 | * 3,955 | 4,247 | * 73,612 | 33,775 |
| Nonmetallic mineral products | 5,002 | 1,192,877 | 43,202 | 13,794 | * 6,148 | * 11,621 | 249,585 | 142,244 |
| Primary metal industries | 3,425 | 594,232 | * 75,949 | * 539 | * 15,335 | * 4,249 | * 36,512 | 96,438 |
| Fabricated metal products | 29,792 | 4,084,573 | 112,129 | 22,757 | 120,385 | 30,502 | 595,749 | 811,992 |
| Machinery | 15,615 | 1,768,385 | 59,283 | 3,071 | 30,372 | 13,971 | 248,146 | 490,326 |
| Computer and electronic products | 4,463 | 176,905 | * 1,721 | * 326 | * 4,334 | * 2 | * 8,985 | 65,378 |
| Electrical equipment, appliances, and components | 5,914 | 592,629 | 4,246 | * 2,083 | * 22,424 | * 3,446 | * 50,669 | 116,576 |
| Transportation equipment | 4,188 | 473,236 | * 3,910 | * 6,687 | * 8,129 | * 15,091 | * 20,068 | 68,361 |
| Furniture and related products | 15,235 | 1,481,995 | 48,380 | 3,838 | 57,016 | 4,442 | 139,878 | 358,960 |
| Medical equipment and supplies | 5,236 | 386,813 | * 4,328 | * 644 | 17,821 | * 7 | * 13,534 | 112,757 |
| Other miscellaneous manufacturing | 24,171 | 2,208,087 | 108,089 | 5,592 | 62,689 | 16,714 | 189,817 | 425,037 |
| Wholesale trade (merchant wholesalers) | 241,291 | 40,485,049 | 457,568 | 85,792 | 418,527 | 204,366 | 1,132,176 | 6,222,643 |
| Durable goods, including machinery, wood, metals, etc. | 98,411 | 18,959,959 | 219,735 | 39,954 | 210,449 | 90,472 | 590,119 | 2,522,997 |
| Nondurable goods, including food, fiber, chemicals, etc. | 88,717 | 16,451,781 | 196,131 | 25,491 | 161,294 | 97,750 | 461,446 | 2,512,354 |
| Wholesale electronic markets and agents and brokers | 54,163 | 5,073,309 | 41,702 | 20,347 | 46,784 | 16,145 | 80,610 | 1,187,292 |
| Retail trade | 1,229,702 | 152,986,902 | 1,620,759 | 517,427 | 4,024,711 | 1,023,254 | 7,334,010 | 17,539,733 |
| Motor vehicle and parts dealers | 85,163 | 29,305,993 | 191,918 | 38,845 | 305,011 | 247,869 | 1,019,913 | 1,893,257 |
| Furniture and home furnishing stores | 28,324 | 3,984,039 | 46,368 | 8,079 | 210,108 | 34,442 | 337,874 | 651,938 |
| Electronic and appliance stores | 20,898 | 3,514,872 | 48,180 | 18,246 | 98,244 | 34,867 | 313,304 | 400,086 |
| Building material and garden equipment and supplies dealers | 29,558 | 8,093,137 | 136,124 | 24,274 | 125,222 | 68,612 | 661,195 | 880,641 |
| Food and beverage stores | 70,796 | 22,393,740 | 193,407 | 93,189 | 637,618 | 134,401 | 1,246,393 | 1,439,268 |
| Health and personal care stores | 62,055 | 8,966,052 | 84,115 | 76,721 | 222,846 | 33,608 | 584,752 | 1,164,303 |
| Gasoline stations | 14,093 | 18,618,489 | 104,880 | 23,618 | 235,451 | 99,606 | 510,885 | 411,215 |
| Clothing and accessories stores | 85,955 | 9,364,273 | 80,244 | 65,368 | 666,093 | 64,164 | 569,519 | 1,435,523 |
| Sporting goods, hobby, book, and music stores | 48,861 | 5,256,769 | 89,966 | 20,767 | 239,898 | 36,151 | 261,125 | 813,641 |
| General merchandise stores | 17,023 | 2,072,070 | 21,720 | 9,515 | 126,005 | 13,735 | 95,194 | 176,503 |
| Miscellaneous store retailers | 284,016 | 22,672,115 | 327,795 | 64,943 | 895,521 | 168,149 | 1,241,637 | 3,782,210 |
| Nonstore retailers | 482,959 | 18,745,354 | 296,042 | 73,861 | 262,694 | 87,650 | 492,219 | 4,491,148 |

Footnotes at end of table.

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2006-Continued

| 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] | $\begin{aligned} & \text { Payroll } \\ & {[1,4]} \end{aligned}$ | Net income less deficit |
| Transportation and warehousing | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|  | 1,083,977 | 76,271,968 | 5,267,261 | 2,002,127 | 543,340 | 1,007,550 | 4,577,900 | 10,817,014 |
| Air and rail transportation | 16,170 | 1,597,447 | 273,566 | 24,127 | 35,076 | 77,054 | 125,270 | -132,522 |
| Water transportation | 3,897 | 599,845 | 53,049 | * 1,150 | 9,442 | 12,623 | 45,168 | 225,384 |
| General freight trucking, local | 238,255 | 20,891,122 | 1,622,687 | 466,877 | 122,581 | 256,869 | 1,848,681 | 2,861,969 |
| General freight trucking, long distance and specialized freight trucking | 359,784 | 37,211,507 | 2,680,136 | 893,799 | 187,096 | 491,506 | 1,592,730 | 4,315,397 |
| Urban transit | * 1,044 | * 760 | 0 0 |  | 0 | 0 | 0 | * 602 |
| Interurban and rural bus transportation | * 2,740 | * 8,573 | * 1,730 | * 736 | 0 | * 11 | * 203 | *-14,692 |
| Taxi and limousine service | 152,300 | 4,878,985 | 160,289 | 489,594 | 79,138 | 74,613 | 136,056 | 1,289,685 |
| School, employee, and charter bus industry | 17,378 | 842,153 | 82,227 | * 3,886 | 7,212 | 16,325 | 97,880 | 110,210 |
| Other transit and ground passenger transportation | 18,674 | 833,022 | 23,710 | * 5,249 | * 3,805 | * 6,339 | * 51,354 | 220,745 |
| Pipeline transportation | * 668 | * 165,865 | * 6,319 | * 3,276 | * 42 | * 1,151 | * 570 | * 28,181 |
| Scenic and sightseeing transportation | 7,424 | 258,845 | 73,382 | * 222 | 12,860 | 10,891 | 31,508 | -19,591 |
| Support activities for transportation (including motor vehicle towing) | 43,261 | 2,575,924 | 185,145 | 34,155 | 36,454 | 36,695 | 231,268 | 252,848 |
| Couriers and messengers | 214,315 | 5,901,628 | 81,263 | 77,175 | 34,936 | 14,210 | 358,881 | 1,589,376 |
| Warehousing and storage facilities | 8,067 | 506,292 | 23,757 | 1,880 | 14,697 | 9,262 | 58,329 | 89,423 |
| Information | 333,782 | 10,896,418 | 434,131 | 100,414 | 196,646 | 99,356 | 786,483 | 2,476,404 |
| Publishing industries (except internet) | 87,975 | 3,157,791 | 49,425 | 15,222 | 50,427 | 48,845 | 288,136 | 836,147 |
| Motion picture and sound recording | 88,159 | 2,704,713 | 245,941 | 66,660 | 80,769 | 21,201 | 124,482 | 282,252 |
| Broadcasting (except internet) and telecommunications | 52,024 | 2,211,356 | 72,985 | 12,154 | 39,170 | 12,786 | 112,159 | 318,274 |
| Internet publishing and broadcasting | 25,276 | 809,494 | 25,594 | * 320 | * 3,131 | * 2,041 | * 144,962 | 324,523 |
| Internet service providers, web search portals, and data processing | 80,349 | 2,013,064 | 40,186 | 6,058 | 23,150 | 14,484 | 116,744 | 715,208 |
| Finance and insurance | 688,299 | 82,400,946 | 954,096 | 259,571 | 1,453,210 | 779,761 | 4,393,764 | 19,509,114 |
| Credit intermediation and related activities | 107,641 | 6,049,583 | 139,258 | 41,285 | 142,936 | 170,099 | 409,592 | 1,237,507 |
| Securities, commodity contracts, and other financial investments | 151,720 | 44,814,621 | 249,126 | 65,229 | 415,403 | 351,915 | 1,218,114 | 5,649,288 |
| Investment bankers and securities dealers | 6,062 | 2,718,609 | 18,010 | 3,009 | 27,296 | 20,893 | 38,817 | 386,027 |
| Securities brokers | 18,296 | 4,469,396 | 25,595 | 15,708 | 30,771 | 34,854 | 156,224 | 886,932 |
| Commodity contracts brokers and dealers | 8,437 | 699,537 | 11,830 | 10,074 | 40,908 | 20,751 | 53,358 | 75,522 |
| Securities and commodity exchanges | 263 | 1,975,048 | 600 | * 83 | * 300 | 9,219 | * 12,275 | -21,372 |
| Other financial investment activities (investment advice) | 118,662 | 34,952,031 | 193,091 | 36,355 | 316,129 | 266,197 | 957,440 | 4,322,180 |
| Insurance agents, brokers, and related activities | 428,938 | 31,536,743 | 565,711 | 153,056 | 894,871 | 257,747 | 2,766,058 | 12,622,319 |
| Insurance agencies and brokerages | 345,052 | 27,879,993 | 467,180 | 119,784 | 840,530 | 213,134 | 2,631,726 | 11,159,905 |
| Other insurance related activities | 83,887 | 3,656,750 | 98,531 | 33,272 | 54,341 | 44,613 | 134,332 | 1,462,414 |
| Real estate and rental and leasing | 1,381,330 | 77,157,455 | 3,132,288 | 540,240 | 1,297,781 | 1,645,385 | 2,261,411 | 27,151,639 |
| Real estate | 1,318,113 | 73,470,771 | 2,046,219 | 474,303 | 1,192,205 | 1,446,915 | 1,955,923 | 27,065,200 |
| Lessors of real estate (including miniwarehouses and self storage) | 37,787 | 1,951,530 | 261,362 | 15,817 | 37,398 | 340,902 | 104,651 | -8,769 |
| Offices of real estate agents, brokers, property managers, and appraisers | 1,060,597 | 56,574,366 | 1,445,905 | 378,559 | 980,350 | 677,599 | 1,314,741 | 23,796,425 |
| Other activities related to real estate | 219,730 | 14,944,875 | 338,952 | 79,927 | 174,457 | 428,413 | 536,532 | 3,277,545 |
| Rental and leasing services | 63,217 | 3,686,684 | 1,086,069 | 65,937 | 105,576 | 198,471 | 305,488 | 86,439 |
| Automotive equipment rental and leasing | 19,064 | 681,316 | 197,686 | 11,874 | 12,378 | 29,680 | 31,496 | -69,987 |
| Consumer electronics and appliances rental | * 801 | * 43,930 | * 7,394 | * 49 | *99 | * 626 | * 23,994 | * 7,526 |
| Formal wear and costume rental | * 338 | * 5,856 | * 984 | * 590 | 0 | 0 | 0 | * 708 |
| Video tape and disc rental | 6,799 | 585,240 | 26,545 | * 4,435 | 44,812 | 6,471 | 81,472 | 94,556 |
| General rental centers and other consumer goods rental | 15,071 | 654,657 | 91,251 | 1,867 | 6,006 | 15,718 | 40,088 | 69,411 |
| Commercial and industrial machinery and equipment rental and leasing | 21,145 | 1,715,686 | 762,208 | 47,122 | 42,281 | 145,976 | 128,437 | -15,776 |
| Professional, scientific, and technical services | 2,929,675 | 156,060,278 | 4,196,938 | 963,379 | 3,655,399 | 1,143,603 | 11,756,820 | 67,030,526 |
| Legal services | 349,419 | 37,108,451 | 515,667 | 224,181 | 1,550,234 | 279,788 | 4,044,831 | 16,343,088 |
| Office of certified public accountants | 42,853 | 3,603,419 | 92,241 | 22,173 | 136,823 | 51,910 | 524,405 | 1,552,401 |
| Other accounting services | 327,538 | 8,881,136 | 244,807 | 74,980 | 283,426 | 117,020 | 979,936 | 3,745,547 |
| Architectural, engineering, and related services | 285,030 | 15,715,344 | 566,031 | 103,677 | 256,667 | 89,227 | 1,824,367 | 5,345,255 |
| Architectural services | 105,346 | 7,269,495 | 300,441 | 63,200 | 149,794 | 36,763 | 876,499 | 2,097,573 |
| Engineering services | 96,441 | 5,448,902 | 170,916 | 30,494 | 64,554 | 33,857 | 566,700 | 2,132,176 |
| Drafting, building inspections, and geophysical surveying | 61,719 | 1,885,486 | 60,099 | 5,058 | 17,426 | 10,232 | 191,702 | 780,431 |
| Surveying and mapping (except geophysical) services | 11,564 | 840,610 | 23,371 | 4,808 | 16,401 | 6,455 | 161,385 | 281,478 |
| Testing laboratories | 9,960 | 270,851 | 11,204 | * 116 | * 8,493 | * 1,921 | * 28,082 | 53,598 |
| Specialized design services | 226,092 | 8,776,772 | 297,685 | 42,028 | 205,291 | 45,346 | 302,791 | 2,375,698 |
| Computer systems design services | 240,530 | 10,200,170 | 307,916 | 77,543 | 105,944 | 51,095 | 601,575 | 4,980,382 |
| Other professional, scientific, and technical services | 1,458,214 | 71,774,986 | 2,172,592 | 418,798 | 1,117,014 | 509,217 | 3,478,915 | 32,688,156 |

Footnotes at end of table.

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Statistics of Income Bulletin | Fall 2008

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2006-Continued

| 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 $[1,3]$ | $\begin{aligned} & \text { Payroll } \\ & {[1,4]} \end{aligned}$ | Net income |
| Transportation and warehousing | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
|  | 880,116 | 63,480,511 | 3,566,964 | 1,565,173 | 405,067 | 670,926 | 3,279,417 | 13,120,269 |
| Air and rail transportation | 11,566 | 1,141,971 | 26,724 | 14,208 | 23,808 | 6,507 | * 88,998 | 190,678 |
| Water transportation | 3,827 | 568,482 | 24,641 | * 1,141 | 9,188 | 3,735 | 39,748 | 276,784 |
| General freight trucking, local | 200,101 | 17,115,773 | 1,184,830 | 357,656 | 95,335 | 196,614 | 1,241,901 | 3,316,892 |
| General freight trucking, long distance and specialized freight trucking | 281,871 | 30,497,572 | 1,907,281 | 634,796 | 136,950 | 331,111 | 1,124,305 | 5,220,522 |
| Urban transit | * 1,044 | * 760 | 0 | 0 | 0 | 0 | 0 | * 602 |
| Interurban and rural bus transportation | * 1,744 | * 8,573 | * 67 | 0 | 0 | * 11 | * 203 | * 3,684 |
| Taxi and limousine service | 133,232 | 4,400,629 | 125,062 | 452,111 | 59,460 | 66,386 | 70,959 | 1,406,415 |
| School, employee, and charter bus industry | 11,849 | 611,561 | 40,189 | * 620 | * 5,094 | 12,106 | * 66,836 | 171,933 |
| Other transit and ground passenger transportation | ** 16,919 | ** 899,753 | ** 26,485 | ** 8,162 | ** 3,370 | ** 7,055 | ** 41,410 | ** 257,748 |
| Pipeline transportation | ** | ** | ** | ** | ** | * | ** | ** |
| Scenic and sightseeing transportation | 4,455 | 199,997 | * 10,973 | * 16 | * 10,347 | * 2,935 | * 25,386 | 58,838 |
| Support activities for transportation (including motor vehicle towing) | 32,864 | 2,229,570 | 140,066 | 20,835 | 25,348 | 27,295 | 191,534 | 348,278 |
| Couriers and messengers | 174,648 | 5,426,188 | 67,842 | 75,186 | 32,591 | 12,073 | 348,642 | 1,758,282 |
| Warehousing and storage facilities | 5,996 | 379,683 | 12,805 | * 441 | * 3,576 | 5,098 | 39,496 | 109,613 |
| Information | 231,274 | 9,460,500 | 198,693 | 54,777 | 140,636 | 45,476 | 602,367 | 3,521,752 |
| Publishing industries (except internet) | 65,656 | 2,752,712 | 31,146 | 11,776 | 38,079 | 28,521 | 182,534 | 1,036,320 |
| Motion picture and sound recording | 55,074 | 2,077,869 | 95,396 | 32,937 | 55,235 | 8,927 | 91,771 | 761,703 |
| Broadcasting (except internet) and telecommunications | 31,621 | 1,900,491 | 21,505 | 4,514 | 24,635 | * 3,512 | 75,059 | 527,405 |
| Internet publishing and broadcasting | 14,482 | 800,313 | 23,873 | * 3 | * 2,025 | * 1,398 | *138,931 | 374,723 |
| Internet service providers, web search portals, and data processing | 64,441 | 1,929,116 | 26,772 | 5,547 | 20,663 | 3,118 | 114,071 | 821,601 |
| Finance and insurance | 487,018 | 54,189,929 | 732,242 | 218,753 | 1,274,260 | 407,864 | 3,696,613 | 21,925,487 |
| Credit intermediation and related activities | 75,719 | 5,151,357 | 76,633 | 24,823 | 105,873 | 86,330 | 280,259 | 1,600,212 |
| Securities, commodity contracts, and other financial investments | 87,963 | 20,192,245 | 165,134 | 53,194 | 344,671 | 109,697 | 953,688 | 6,868,918 |
| Investment bankers and securities dealers | 4,555 | 1,556,493 | 13,439 | * 2,758 | 24,728 | 6,338 | 25,921 | 444,869 |
| Securities brokers | 14,341 | 3,093,538 | 18,466 | 14,705 | 28,767 | 13,653 | 141,639 | 975,321 |
| Commodity contracts brokers and dealers | 4,938 | 464,545 | 6,387 | * 9,087 | 36,240 | 1,191 | 43,890 | 210,956 |
| Securities and commodity exchanges | * 18 | * 366,568 | * 158 | * 56 | * 98 | * 173 | * 1,221 | * 5,264 |
| Other financial investment activities (investment advice) | 64,112 | 14,711,101 | 126,683 | 26,588 | 254,838 | 88,342 | 741,016 | 5,232,508 |
| Insurance agents, brokers, and related activities | 323,336 | 28,846,327 | 490,476 | 140,735 | 823,717 | 211,837 | 2,462,665 | 13,456,357 |
| Insurance agencies and brokerages | 259,887 | 25,671,759 | 408,324 | 111,892 | 778,351 | 173,834 | 2,350,913 | 11,831,530 |
| Other insurance related activities | 63,449 | 3,174,568 | 82,152 | 28,843 | 45,365 | 38,003 | 111,752 | 1,624,826 |
| Real estate and rental and leasing | 947,938 | 67,119,922 | 1,731,446 | 414,786 | 950,662 | 623,965 | 1,524,430 | 31,715,764 |
| Real estate | 910,365 | 64,600,647 | 1,352,086 | 391,008 | 898,104 | 540,810 | 1,297,458 | 31,080,884 |
| Lessors of real estate (including miniwarehouses and self storage) | 16,242 | 1,245,651 | 58,893 | 6,641 | 23,952 | 63,491 | 53,382 | 446,214 |
| Offices of real estate agents, brokers, property managers, and appraisers | 751,116 | 51,607,984 | 1,097,972 | 315,272 | 750,565 | 319,362 | 976,428 | 26,136,439 |
| Other activities related to real estate | 143,007 | 11,747,011 | 195,221 | 69,095 | 123,586 | 157,958 | 267,648 | 4,498,230 |
| Rental and leasing services | 37,572 | 2,519,275 | 379,360 | 23,778 | 52,558 | 83,155 | 226,972 | 634,881 |
| Automotive equipment rental and leasing | 10,355 | 375,670 | 64,339 | * 9,259 | * 936 | 17,721 | * 18,797 | 72,503 |
| Consumer electronics and appliances rental | * 790 | * 43,890 | * 7,322 | * 49 | 0 | * 626 | * 23,954 | * 7,780 |
| Formal wear and costume rental | * 299 | * 5,807 | * 924 | * 590 | 0 | 0 | 0 | * 720 |
| Video tape and disc rental | 5,180 | 493,472 | * 18,041 | * 4,397 | * 34,714 | * 2,588 | * 58,424 | 102,757 |
| General rental centers and other consumer goods rental | 10,320 | 585,218 | 30,627 | * 1,666 | * 3,447 | 7,099 | * 34,430 | 122,816 |
| Commercial and industrial machinery and equipment rental and leasing | 10,628 | 1,015,217 | 258,107 | 7,816 | 13,462 | 55,121 | 91,367 | 328,305 |
| Professional, scientific, and technical services | 2,190,984 | 144,948,840 | 3,108,974 | 802,445 | 3,066,320 | 814,053 | 10,141,602 | 72,112,319 |
| Legal services | 279,851 | 35,427,000 | 447,215 | 193,727 | 1,404,983 | 224,473 | 3,654,032 | 16,882,598 |
| Office of certified public accountants | 34,404 | 3,498,330 | 77,848 | 18,811 | 128,571 | 43,496 | 507,459 | 1,607,069 |
| Other accounting services | 264,348 | 8,377,202 | 186,836 | 70,397 | 228,824 | 85,490 | 920,214 | 3,997,529 |
| Architectural, engineering, and related services | 212,396 | 14,211,901 | 443,078 | 71,312 | 213,925 | 60,376 | 1,551,634 | 5,826,663 |
| Architectural services | 75,327 | 6,692,080 | 247,106 | 55,024 | 122,913 | 32,294 | 756,786 | 2,295,538 |
| Engineering services | 74,797 | 4,785,256 | 124,925 | 12,163 | 57,287 | 13,468 | 444,665 | 2,292,747 |
| Drafting, building inspections, and geophysical surveying | 46,223 | 1,766,872 | 43,042 | * 1,207 | 16,880 | 9,393 | 167,257 | 859,053 |
| Surveying and mapping (except geophysical) services | 8,940 | 752,305 | 20,925 | * 2,887 | 14,990 | 4,259 | 160,120 | 293,728 |
| Testing laboratories | 7,110 | 215,388 | * 7,079 | * 30 | * 1,856 | * 962 | * 22,807 | 85,597 |
| Specialized design services | 148,076 | 7,994,338 | 212,760 | 29,842 | 136,377 | 27,151 | 287,098 | 2,761,358 |
| Computer systems design services | 182,664 | 9,474,515 | 186,046 | 68,743 | 94,655 | 23,545 | 460,110 | 5,300,473 |
| Other professional, scientific, and te | 1,069,245 | 65,965,554 | 1,555,190 | 349,613 | 858, | 349, | ,761,0 | 35,736,629 |

Footnotes at end of table.

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2006-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] | $\begin{aligned} & \text { Payroll } \\ & {[1,4]} \end{aligned}$ | Net income less deficit |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Management, scientific, and technical consulting services | 799,528 | 40,337,777 | 1,045,189 | 200,963 | 505,447 | 269,107 | 1,215,589 | 22,085,494 |
| Scientific research and development services | 34,582 | 1,324,796 | 46,188 | 6,924 | 20,354 | 12,455 | 118,516 | 648,957 |
| Advertising and related services | 123,065 | 6,895,856 | 164,073 | 34,650 | 95,630 | 32,116 | 207,721 | 1,956,461 |
| Market research and public opinion polling | 45,285 | 1,877,702 | 23,624 | 18,452 | 37,846 | 15,057 | 91,420 | 594,518 |
| Other miscellaneous services | 455,755 | 21,338,856 | 893,517 | 157,809 | 457,738 | 180,481 | 1,845,669 | 7,402,726 |
| Administrative and support and waste management and remediation services | 2,140,672 | 57,226,846 | 2,427,711 | 478,905 | 620,978 | 409,575 | 6,399,215 | 16,214,830 |
| Administrative and support services | 2,117,987 | 54,956,120 | 2,186,122 | 458,683 | 606,056 | 369,221 | 6,204,320 | 15,927,115 |
| Waste management and remediation services | 22,685 | 2,270,726 | 241,589 | 20,223 | 14,923 | 40,354 | 194,894 | 287,715 |
| Educational services | 607,402 | 8,870,058 | 367,262 | 82,081 | 467,640 | 58,598 | 450,578 | 2,853,853 |
| Health care and social assistance | 1,873,520 | 110,437,177 | 2,552,593 | 595,116 | 4,666,161 | 1,100,056 | 15,737,080 | 44,502,812 |
| Ambulatory health care services | 913,825 | 91,368,332 | 1,934,995 | 485,291 | 4,088,503 | 735,041 | 13,457,928 | 38,361,919 |
| Offices of physicians (except mental health specialists) | 185,771 | 31,770,442 | 525,709 | 186,538 | 1,238,581 | 164,991 | 3,971,824 | 15,121,140 |
| Offices of physicians, mental health specialists | 32,269 | 3,274,443 | 51,738 | 17,348 | 151,001 | 13,962 | 214,194 | 1,855,833 |
| Offices of dentists | 87,600 | 29,384,751 | 800,493 | 111,328 | 1,117,438 | 328,515 | 6,347,805 | 10,611,688 |
| Offices of chiropractors | 43,782 | 4,561,513 | 127,778 | 31,916 | 426,136 | 72,525 | 547,433 | 1,569,890 |
| Offices of optometrists | 20,136 | 3,415,924 | 90,906 | 21,768 | 178,035 | 28,794 | 580,790 | 916,620 |
| Offices of mental health practitioners and social therapists | 159,338 | 7,810,047 | 125,047 | 46,897 | 525,502 | 37,270 | 553,580 | 4,148,568 |
| Offices of podiatrists | 6,066 | 883,229 | 10,566 | 4,631 | 84,560 | 7,084 | 106,447 | 324,056 |
| Outpatient care centers and other miscellaneous health practitioners | 126,781 | 3,913,772 | 67,141 | 24,029 | 204,494 | 20,804 | 241,751 | 1,705,147 |
| Medical and diagnostic laboratories | 27,697 | 1,488,692 | 57,471 | 15,319 | 54,577 | 17,454 | 263,561 | 470,755 |
| Home health care services | 200,236 | 4,010,748 | 60,579 | 22,991 | 91,130 | 34,133 | 566,734 | 1,378,234 |
| Other ambulatory health care services (including ambulance services, blood and organ banks) | 24,149 | 854,773 | 17,569 | 2,526 | 17,049 | 9,509 | 63,810 | 259,988 |
| Hospitals | 9,680 | 692,556 | 10,959 | * 634 | 28,826 | * 9,196 | * 136,150 | 307,614 |
| Nursing and residential care facilities | 77,643 | 4,199,699 | 170,152 | 25,157 | 144,363 | 232,910 | 1,075,795 | 517,535 |
| Social assistance | 157,053 | 3,231,968 | 71,699 | 23,404 | 183,287 | 11,059 | 257,185 | 1,335,983 |
| Child day care services | 715,320 | 10,944,621 | 364,789 | 60,630 | 221,182 | 111,850 | 810,021 | 3,979,762 |
| Arts, entertainment, and recreation | 1,238,273 | 30,006,027 | 1,529,868 | 236,184 | 977,770 | 305,762 | 1,520,002 | 7,118,042 |
| Performing arts, spectator sports, and related industries | 1,039,525 | 21,662,248 | 1,130,192 | 159,499 | 535,992 | 143,542 | 849,988 | 5,993,583 |
| Museums, historical sites, and similar institutions | 2,150 | 45,090 | * 1,626 | * 40 | * 494 | * 833 | * 1,246 | 27,693 |
| Amusement, gambling, and recreation industries | 196,597 | 8,298,690 | 398,050 | 76,645 | 441,284 | 161,387 | 668,768 | 1,096,766 |
| Accommodation, food services, and drinking places | 390,488 | 45,255,787 | 1,823,805 | 324,912 | 2,954,930 | 1,058,030 | 7,675,745 | 1,648,246 |
| Accommodation | 60,878 | 5,680,723 | 564,923 | 28,544 | 106,663 | 544,840 | 918,107 | 143,241 |
| Travel accommodation (including hotels, motels, and bed and breakfast inns) | 32,100 | 3,944,827 | 400,584 | 22,350 | 74,693 | 411,303 | 736,220 | 115,743 |
| RV (recreational vehicle) parks and recreational camps | 16,273 | 617,782 | 85,313 | 646 | * 5,164 | 47,482 | 34,660 | 35,021 |
| Rooming and boarding houses | 12,505 | 1,118,114 | 79,027 | 5,547 | 26,806 | 86,055 | 147,227 | -7,522 |
| Food services and drinking places | 329,610 | 39,575,064 | 1,258,882 | 296,368 | 2,848,268 | 513,190 | 6,757,638 | 1,505,005 |
| Other services | 2,281,767 | 81,837,548 | 3,060,927 | 865,982 | 5,202,158 | 947,140 | 7,409,260 | 18,023,952 |
| Auto repair and maintenance | 370,285 | 25,056,465 | 1,162,024 | 228,442 | 947,232 | 419,437 | 2,679,298 | 2,743,445 |
| Automotive mechanical and electrical repair and maintenance | 186,077 | 12,693,685 | 583,826 | 65,719 | 425,196 | 219,441 | 1,189,455 | 1,351,785 |
| Automotive body shops | 105,438 | 8,039,127 | 329,034 | 74,894 | 314,861 | 87,525 | 1,043,367 | 933,804 |
| Other auto repair and maintenance (including oil change, lubrication, and car washes) | 78,771 | 4,323,653 | 249,164 | 87,829 | 207,175 | 112,471 | 446,476 | 457,856 |
| Miscellaneous repairs | 510,049 | 18,612,207 | 643,062 | 160,127 | 338,877 | 187,175 | 1,549,713 | 3,934,763 |
| Personal and laundry services | 1,401,432 | 38,168,877 | 1,255,842 | 477,413 | 3,916,049 | 340,528 | 3,180,249 | 11,345,744 |
| Religious, grantmaking, civic, professional and similar organizations | 261,919 | 3,783,951 | 94,220 | 31,556 | 31,718 | 5,683 | 118,378 | 1,744,269 |
| Unclassified establishments | 354,383 | 4,668,310 | 165,584 | 44,591 | 53,784 | 49,952 | 99,124 | 1,562,123 |

## Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2006-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] | $\begin{aligned} & \text { Payroll } \\ & {[1,4]} \end{aligned}$ | Net income |
| Management, scientific, and technical consulting services | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
|  | 592,494 | 36,790,508 | 758,574 | 156,606 | 333,406 | 165,771 | 792,819 | 23,929,107 |
| Scientific research and development services | 25,755 | 1,181,067 | 34,134 | 6,872 | 10,943 | 11,453 | 52,929 | 711,249 |
| Advertising and related services | 95,363 | 6,493,980 | 111,387 | 32,188 | 83,094 | 21,697 | 173,165 | 2,160,997 |
| Market research and public opinion polling | 31,700 | 1,829,934 | 16,502 | 15,037 | 34,177 | * 7,405 | 90,252 | 673,430 |
| Other miscellaneous services | 323,934 | 19,670,065 | 634,594 | 138,910 | 397,366 | 143,197 | 1,651,893 | 8,261,845 |
| Administrative and support and waste management and remediation services | 1,745,131 | 50,687,235 | 1,766,937 | 319,216 | 439,267 | 259,541 | 5,231,458 | 18,548,626 |
| Administrative and support services | 1,729,754 | 48,719,132 | 1,554,592 | 303,044 | 426,482 | 223,220 | 5,070,824 | 18,241,969 |
| Waste management and remediation services | 15,377 | 1,968,102 | 212,345 | 16,172 | 12,786 | 36,321 | 160,634 | 306,657 |
| Educational services | 482,200 | 7,748,425 | 179,092 | 48,201 | 349,928 | 30,225 | 343,407 | 3,551,313 |
| Health care and social assistance | 1,566,487 | 103,316,476 | 2,086,750 | 520,756 | 4,110,399 | 814,628 | 14,091,772 | 46,515,681 |
| Ambulatory health care services | 755,697 | 87,601,145 | 1,700,777 | 441,586 | 3,732,119 | 614,434 | 12,654,705 | 39,590,601 |
| Offices of physicians (except mental health specialists) | 155,277 | 30,570,191 | 457,681 | 165,272 | 1,157,047 | 133,801 | 3,733,809 | 15,464,963 |
| Offices of physicians, mental health specialists | 26,373 | 3,184,394 | 47,080 | 17,262 | 148,600 | 12,299 | 195,333 | 1,884,883 |
| Offices of dentists | 79,849 | 28,853,005 | 748,713 | 109,545 | 1,071,927 | 303,362 | 6,185,481 | 10,708,678 |
| Offices of chiropractors | 36,575 | 4,293,796 | 106,564 | 30,713 | 376,711 | 40,753 | 514,017 | 1,637,889 |
| Offices of optometrists | 16,729 | 3,241,021 | 77,742 | 20,573 | 161,282 | 24,414 | 532,119 | 956,905 |
| Offices of mental health practitioners and social therapists | 129,019 | 7,563,564 | 111,775 | 44,854 | 480,009 | 36,357 | 529,779 | 4,291,555 |
| Offices of podiatrists | 4,533 | 872,394 | 9,929 | * 4,552 | 80,032 | 7,005 | 106,447 | 329,304 |
| Outpatient care centers and other miscellaneous health practitioners | 96,108 | 3,589,855 | 50,133 | 19,289 | 164,017 | 11,458 | 195,965 | 1,892,992 |
| Medical and diagnostic laboratories | 25,126 | 1,361,715 | 42,971 | 8,314 | 48,682 | 12,857 | 218,165 | 502,973 |
| Home health care services | 167,084 | 3,307,556 | 35,843 | 19,635 | 29,514 | 22,860 | 385,371 | 1,634,796 |
| Other ambulatory health care services (including ambulance services, blood and organ banks) | 19,027 | 763,654 | 12,345 | * 1,577 | 14,298 | 9,267 | 58,220 | 285,663 |
| Hospitals | 8,358 | 533,143 | 8,308 | * 557 | * 7,103 | * 2,937 | * 49,690 | 317,078 |
| Nursing and residential care facilities | 58,460 | 2,801,230 | 82,079 | 15,006 | 86,407 | 122,768 | 608,163 | 694,165 |
| Social assistance | 129,118 | 2,936,614 | 61,692 | 19,625 | 150,241 | * 8,504 | 221,783 | 1,443,366 |
| Child day care services | 614,853 | 9,444,345 | 233,894 | 43,981 | 134,529 | 65,985 | 557,429 | 4,470,472 |
| Arts, entertainment, and recreation | 783,925 | 24,129,585 | 693,508 | 157,834 | 599,236 | 124,984 | 811,264 | 10,678,744 |
| Performing arts, spectator sports, and related industries | 642,812 | 18,120,543 | 513,773 | 104,519 | 321,000 | 68,335 | 472,043 | 8,773,565 |
| Museums, historical sites, and similar institutions | * 2,100 | * 42,107 | * 1,436 | 0 | 0 | * 668 | 0 | * 29,878 |
| Amusement, gambling, and recreation industries | 139,012 | 5,966,936 | 178,299 | 53,315 | 278,236 | 55,980 | 339,220 | 1,875,301 |
| Accommodation, food services, and drinking places | 239,858 | 34,511,801 | 916,699 | 208,554 | 2,069,239 | 555,410 | 5,455,884 | 4,020,679 |
| Accommodation | 30,289 | 3,677,395 | 241,273 | 14,929 | 71,562 | 281,776 | 405,764 | 692,046 |
| Travel accommodation (including hotels, motels, and bed and breakfast inns) | 15,924 | 2,429,027 | 181,239 | 10,635 | 49,308 | 229,181 | 279,395 | 460,365 |
| RV (recreational vehicle) parks and recreational camps | 9,263 | 424,192 | 33,439 | * 552 | * 3,451 | 19,750 | 19,548 | 81,005 |
| Rooming and boarding houses | 5,101 | 824,176 | 26,595 | * 3,742 | * 18,803 | 32,845 | 106,821 | 150,677 |
| Food services and drinking places | 209,569 | 30,834,405 | 675,426 | 193,625 | 1,997,676 | 273,634 | 5,050,120 | 3,328,633 |
| Other services | 1,797,001 | 71,166,134 | 2,100,302 | 685,978 | 4,140,279 | 626,764 | 5,835,139 | 21,179,950 |
| Auto repair and maintenance | 274,085 | 21,012,115 | 795,106 | 190,324 | 731,747 | 276,965 | 2,064,960 | 3,749,425 |
| Automotive mechanical and electrical repair and maintenance | 138,480 | 10,736,326 | 417,632 | 43,756 | 305,723 | 152,464 | 996,467 | 1,829,655 |
| Automotive body shops | 79,821 | 6,540,185 | 243,257 | 67,565 | 243,679 | 58,558 | 706,751 | 1,225,223 |
| Other auto repair and maintenance (including oil change, lubrication, and car washes) | 55,785 | 3,735,605 | 134,216 | 79,003 | 182,346 | 65,942 | 361,742 | 694,546 |
| Miscellaneous repairs | 397,073 | 16,565,122 | 488,964 | 126,525 | 228,160 | 127,635 | 1,342,197 | 4,472,783 |
| Personal and laundry services | 1,125,843 | 33,588,896 | 816,233 | 369,129 | 3,180,371 | 222,165 | 2,427,981 | 12,957,743 |
| Religious, grantmaking, civic, professional and similar organizations | 202,989 | 3,571,180 | 44,586 | 28,291 | 21,864 | * 3,460 | 118,287 | 2,010,227 |
| Unclassified establishments | 268,689 | 3,671,602 | 109,694 | 31,114 | 40,503 | 25,377 | 72,853 | 2,227,360 |

*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] 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, Expenses for Business Use of Your Home.
[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

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Net income status, item | Mining-continued |  |  |  |  | Utilities <br> Total | Construction |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Oil <br> and gas extraction | Coal mining | Metal ore mining | Nonmetallic mineral mining and quarrying | Support activities for mining |  | Total |
| BUSINESSES WITH AND WITHOUT NET INCOME | (9) | (10) | (11) | (12) | (13) | (14) | (15) |
|  | 113,181 | 1,161 | * 1,013 | 2,728 | 16,938 | 13,962 | 2,915,823 |
| Business receipts, total [1] | 9,722,236 | 320,222 | * 713 | 513,295 | 1,996,910 | 389,979 | 236,421,496 |
| Income from sales and operations [1] | 9,215,649 | 316,057 | * 597 | 511,135 | 1,983,064 | 386,078 | 234,778,955 |
| Other business income | 506,587 | * 4,164 | * 116 | 2,159 | 13,846 | 3,901 | 1,642,541 |
| Business deductions, total [1,2] | 8,228,561 | 308,400 | * 3,338 | 471,132 | 1,320,622 | 379,078 | 199,049,275 |
| Cost of sales and operations, total | 1,529,225 | * 5,968 | * 454 | 150,425 | 468,753 | * 70,163 | 102,098,638 |
| Inventory, beginning of year | 77,397 | * 98 | 0 | 32,371 | * 79,364 | * 1,802 | 6,785,440 |
| Cost of labor | 17,100 | 0 | 0 | 13,334 | * 12,872 | * 4,611 | 17,307,951 |
| Purchases | 268,912 | * 5,876 | 0 | 64,474 | 306,239 | * 16,185 | 32,996,275 |
| Materials and supplies | 44,498 | 0 | 0 | * 17,181 | 43,819 | * 663 | 34,629,523 |
| Other costs | 1,220,049 | * 75 | * 454 | 53,198 | 43,626 | * 47,882 | 18,764,204 |
| Inventory, end of year | 98,731 | * 82 | 0 | 30,132 | * 17,167 | * 980 | 8,384,754 |
| Advertising expenses | 12,450 | * 80 | 0 | 2,527 | 4,997 | 5,186 | 1,198,707 |
| Car and truck expenses | 142,107 | * 34,374 | * 494 | 14,746 | 153,379 | 76,569 | 14,736,623 |
| Commissions | 8,853 | * 7 | 0 | * 171 | * 4,119 | * 650 | 910,953 |
| Contract labor | 83,623 | *216 | 0 | 3,951 | 40,365 | * 44,788 | 14,919,302 |
| Depletion | 951,442 | * 1,521 | 0 | 8,825 | 4,453 | * 2,534 | 11,151 |
| Depreciation | 538,666 | 15,905 | * 440 | 50,562 | 84,750 | 60,775 | 7,397,451 |
| Employee benefit programs | 7,264 | * 3,764 | * 1 | * 1,479 | 3,781 | * 33 | 374,839 |
| Insurance | 54,682 | 7,864 | * 61 | 12,289 | 42,304 | 4,979 | 4,447,322 |
| Legal and professional services | 86,710 | 873 | * 16 | 3,280 | 10,729 | 850 | 957,105 |
| Meals and entertainment deducted | 12,969 | * 3 | * 2 | 305 | 10,360 | * 1,197 | 663,898 |
| Mortgage interest | 26,914 | * 105 | 0 | * 9,565 | * 3,534 | * 4,860 | 831,844 |
| Other interest paid on business indebtedness | 117,187 | * 13,483 | 0 | 10,958 | 8,175 | * 3,480 | 1,111,931 |
| Office expenses | 36,826 | * 289 | * 22 | 2,801 | 8,364 | 3,517 | 1,110,688 |
| Pension and profit-sharing plans | 4,988 | * 7 | 0 | * 679 | * 668 | * 24 | 84,762 |
| Rent on machinery and equipment | 13,572 | * 2,446 | * 3 | 7,025 | 15,692 | * 7,978 | 1,571,914 |
| Rent on other business property | 31,222 | * 53 | * 24 | 14,040 | 10,934 | * 1,955 | 1,399,443 |
| Repairs | 125,932 | * 24,367 | * 2 | 26,553 | 29,765 | 4,178 | 2,158,725 |
| Supplies | 41,002 | * 13,606 | * 21 | 14,678 | 40,608 | 5,567 | 9,157,365 |
| Salaries and wages | 178,874 | * 41,800 | * 341 | 55,942 | 151,044 | * 9,129 | 11,355,502 |
| Taxes paid | 295,802 | 7,229 | * 220 | 11,853 | 30,913 | 4,021 | 2,420,149 |
| Travel | 31,917 | * 39 | * 34 | 1,393 | 15,296 | 11,445 | 917,546 |
| Utilities | 60,283 | 1,906 | * 15 | 10,737 | 19,403 | 10,625 | 2,564,746 |
| Other business deductions | 3,812,182 | 132,496 | * 1,190 | 56,316 | 149,354 | 36,789 | 14,969,386 |
| Home office business deductions, total | 11,526 | 0 | 0 | * 30 | * 1,258 | * 961 | 1,172,520 |
| Depreciation, Form 8829 [3] | 1,036 | 0 | 0 | * 2 | * 197 | * 356 | 140,147 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | 0 | 0 | 0 | 44,469 |
| Excess-casualty depreciations, Form 8829 [3] | 661 | 0 | 0 | 0 | 0 | * 258 | 75,943 |
| Net income less deficit [1,2] | 1,500,370 | 11,822 | *-2,625 | 42,163 | 676,703 | 10,883 | 37,593,450 |
| Net income [1,2] | 2,478,768 | 15,674 | 0 | 65,389 | 707,582 | 81,869 | 42,280,514 |
| Deficit [2] | -978,398 | *-3,853 | *-2,625 | -23,226 | -30,880 | -70,986 | -4,687,064 |

Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Net income status, item | Mining-continued |  |  |  |  | Utilities | Construction |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Oil <br> 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) |
| Number of returns [1] | 83,341 | 1,143 | 0 | 1,615 | 14,000 | 9,251 | 2,431,039 |
| Business receipts, total [1] | 7,442,983 | 295,698 | 0 | 390,565 | 1,859,119 | 307,085 | 210,267,828 |
| Income from sales and operations [1] | 7,071,428 | 291,542 | 0 | 388,840 | 1,847,515 | 304,213 | 208,846,358 |
| Other business income | 371,555 | * 4,156 | 0 | * 1,726 | 11,603 | * 2,873 | 1,421,470 |
| Business deductions, total [1,2] | 4,964,644 | * 280,024 | 0 | 325,177 | 1,151,536 | 225,185 | 167,993,243 |
| Cost of sales and operations, total | 1,012,086 | * 4,936 | 0 | 101,875 | 388,789 | * 36,516 | 87,952,882 |
| Inventory, beginning of year | 21,430 | 0 | 0 | * 17,316 | * 79,364 | * 1,355 | 4,657,160 |
| Cost of labor | 13,814 | 0 | 0 | * 3,595 | * 12,872 | * 4,611 | 16,036,080 |
| Purchases | 249,581 | * 4,936 | 0 | * 46,263 | 261,404 | * 16,185 | 27,296,626 |
| Materials and supplies | 40,106 | 0 | 0 | * 6,003 | 43,819 | * 663 | 29,952,105 |
| Other costs | 722,286 | 0 | 0 | 44,935 | 7,128 | * 14,235 | 15,464,599 |
| Inventory, end of year | 35,130 | 0 | 0 | * 16,237 | * 15,798 | * 533 | 5,453,687 |
| Advertising expenses | 10,668 | * 13 | 0 | 1,188 | 3,811 | * 63 | 929,375 |
| Car and truck expenses | 119,385 | * 34,311 | 0 | * 13,592 | 140,251 | * 46,178 | 12,332,422 |
| Commissions | 4,205 | * 7 | 0 | 0 | * 3,704 | * 109 | 839,552 |
| Contract labor | 62,318 | * 15 | 0 | * 3,911 | 28,890 | * 44,782 | 12,899,721 |
| Depletion | 715,372 | * 574 | 0 | * 8,619 | 4,156 | * 369 | 5,720 |
| Depreciation | 328,303 | * 12,146 | 0 | 32,165 | 68,637 | * 34,172 | 5,971,344 |
| Employee benefit programs | 4,102 | * 3,764 | 0 | * 1,302 | 3,781 | * 33 | 297,851 |
| Insurance | 40,825 | * 7,303 | 0 | 8,240 | 39,360 | * 1,986 | 3,735,662 |
| Legal and professional services | 47,454 | * 696 | 0 | 1,860 | 9,053 | * 231 | 741,762 |
| Meals and entertainment deducted | 10,128 | * 1 | 0 | * 94 | 9,536 | * 19 | 533,853 |
| Mortgage interest | 11,455 | 0 | 0 | * 6,329 | * 2,749 | * 2,823 | 578,214 |
| Other interest paid on business indebtedness | 35,297 | * 11,490 | 0 | * 4,519 | 5,761 | * 506 | 820,823 |
| Office expenses | 25,941 | * 41 | 0 | 1,276 | 7,768 | 237 | 899,300 |
| Pension and profit-sharing plans | 1,593 | * 4 | 0 | * 679 | * 668 | * 15 | 67,610 |
| Rent on machinery and equipment | 8,047 | * 1,690 | 0 | * 5,907 | 10,282 | * 6,242 | 1,279,893 |
| Rent on other business property | 20,261 | * 12 | 0 | * 733 | 10,107 | * 296 | 1,105,193 |
| Repairs | 82,834 | * 21,275 | 0 | 18,027 | 29,578 | 4,018 | 1,731,678 |
| Supplies | 31,934 | * 13,408 | 0 | 10,198 | 38,452 | * 4,031 | 7,367,953 |
| Salaries and wages | 94,685 | * 38,738 | 0 | 47,418 | 138,242 | * 8,325 | 9,499,712 |
| Taxes paid | 208,202 | * 5,754 | 0 | 7,828 | 29,585 | * 2,568 | 1,980,924 |
| Travel | 19,267 | * 23 | 0 | * 1,051 | 14,496 | * 5,472 | 748,493 |
| Utilities | 40,381 | * 1,742 | 0 | 9,187 | 18,235 | 9,837 | 2,103,577 |
| Other business deductions | 2,007,735 | * 122,083 | 0 | 39,148 | 136,765 | 8,675 | 12,079,977 |
| Home office business deductions, total | 9,817 | 0 | 0 | * 30 | * 1,258 | * 856 | 984,680 |
| Depreciation, Form 8829 [3] | 479 | 0 | 0 | * 2 | * 197 | * 98 | 108,127 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | 0 | 0 | 0 | 31,992 |
| Excess-casualty depreciations, Form 8829 [3] | * 110 | 0 | 0 | 0 | 0 | 0 | 23,198 |
| Net income [1,2] | 2,478,768 | 15,674 | 0 | 65,389 | 707,582 | 81,869 | 42,280,514 |
| Returns with Schedule C-EZ: <br> Number of returns | 18,070 | 0 | 0 | * 299 | * 3,394 | 5,485 | 490,220 |
| Business receipts | 63,978 | 0 | 0 | * 33,212 | * 34,581 | 22,774 | 3,989,569 |
| Business deductions | 12,345 | 0 | 0 | 0 | * 7,624 | 6,826 | 506,764 |
| Net income | 51,633 | 0 | 0 | * 33,212 | * 26,957 | 15,948 | 3,482,805 |

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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 |  |  |  |  |  |  |  |
| Business receipts, total [1] | 56,984,737 | 11,336,311 | 9,736,691 | 158,363,757 | 25,918,270 | 2,600,252 | 165,265 |
| Income from sales and operations [1] | 56,592,330 | 11,310,241 | 9,636,787 | 157,239,598 | 25,560,142 | 2,560,770 | 164,915 |
| Other business income | 392,408 | 26,070 | 99,903 | 1,124,160 | 358,128 | 39,483 | * 350 |
| Business deductions, total [1,2] | 50,490,365 | 10,213,727 | 8,472,066 | 129,873,117 | 22,778,362 | 2,475,611 | 151,915 |
| Cost of sales and operations, total | 32,925,604 | 6,347,598 | 4,601,244 | 58,224,193 | 11,925,458 | 1,470,197 | 99,607 |
| Inventory, beginning of year | 4,284,399 | 145,332 | 1,244,487 | 1,111,221 | 1,291,120 | 214,375 | * 29,017 |
| Cost of labor | 4,170,344 | 779,626 | 406,463 | 11,951,518 | 1,026,122 | 39,574 | * 10,630 |
| Purchases | 10,275,454 | 2,184,272 | 2,282,465 | 18,254,084 | 6,784,574 | 1,151,101 | * 34,169 |
| Materials and supplies | 10,447,112 | 1,548,556 | 1,019,598 | 21,614,256 | 2,568,671 | 204,804 | * 37,957 |
| Other costs | 8,863,411 | 1,883,240 | 1,210,570 | 6,806,984 | 1,726,770 | 124,329 | * 18,181 |
| Inventory, end of year | 5,115,116 | 193,428 | 1,562,339 | 1,513,870 | 1,471,798 | 263,985 | * 30,347 |
| Advertising expenses | 187,494 | 39,586 | 50,439 | 921,187 | 240,597 | 32,169 | * 3,006 |
| Car and truck expenses | 2,156,968 | 500,523 | 311,059 | 11,768,074 | 858,841 | 48,665 | * 4,947 |
| Commissions | 337,660 | 28,310 | 58,522 | 486,461 | 129,234 | 15,601 | * 101 |
| Contract labor | 3,080,008 | 583,050 | 190,548 | 11,065,696 | 509,484 | 15,402 | * 3,934 |
| Depletion | * 35 | * 3,059 | 5,697 | 2,361 | 325 | * 89 | 0 |
| Depreciation | 1,112,956 | 253,918 | 620,934 | 5,409,644 | 1,059,010 | 111,527 | 11,091 |
| Employee benefit programs | 45,155 | 15,057 | 16,423 | 298,204 | 92,853 | 8,430 | 0 |
| Insurance | 768,282 | 212,126 | 198,088 | 3,268,826 | 363,426 | 30,601 | * 761 |
| Legal and professional services | 215,312 | 57,035 | 78,075 | 606,682 | 163,827 | 17,480 | * 551 |
| Meals and entertainment deducted | 103,762 | 43,996 | 18,938 | 497,201 | 73,490 | 4,429 | * 979 |
| Mortgage interest | 286,860 | 35,754 | 139,651 | 369,579 | 158,807 | 23,328 | * 111 |
| Other interest paid on business indebtedness | 319,068 | 76,775 | 107,582 | 608,506 | 174,803 | 13,227 | * 391 |
| Office expenses | 234,050 | 41,811 | 37,862 | 796,965 | 212,411 | 12,739 | * 311 |
| Pension and profit-sharing plans | 13,446 | 2,835 | 4,143 | 64,338 | 13,200 | 490 | 0 |
| Rent on machinery and equipment | 241,133 | 86,674 | 108,344 | 1,135,763 | 135,165 | 7,368 | * 50 |
| Rent on other business property | 223,689 | 96,738 | 50,734 | 1,028,282 | 792,154 | 72,471 | * 3,832 |
| Repairs | 271,414 | 87,209 | 257,305 | 1,542,797 | 308,345 | 45,815 | * 318 |
| Supplies | 1,741,403 | 213,374 | 116,063 | 7,086,526 | 832,076 | 38,932 | 1,187 |
| Salaries and wages | 1,737,663 | 554,581 | 389,369 | 8,673,889 | 2,005,595 | 225,485 | * 4,426 |
| Taxes paid | 431,562 | 112,594 | 134,317 | 1,741,676 | 421,792 | 74,751 | * 2,429 |
| Travel | 128,052 | 64,305 | 51,187 | 674,002 | 163,782 | 11,980 | * 1,075 |
| Utilities | 428,707 | 106,843 | 88,645 | 1,940,552 | 559,138 | 72,321 | 2,700 |
| Other business deductions | 3,205,509 | 599,355 | 808,748 | 10,355,774 | 1,377,246 | 113,312 | 7,377 |
| Home office business deductions, total | 215,155 | 22,805 | 18,606 | 915,955 | 178,510 | * 3,801 | * 2,730 |
| Depreciation, Form 8829 [3] | 23,591 | 4,445 | 2,352 | 109,759 | 21,027 | * 830 | * 733 |
| Casualty loss, Form 8829 [3] | * 1,026 | 0 | * 3 | 43,440 | * 14,369 | * 33 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | 12,002 | * 3,144 | 859 | 59,939 | 13,891 | * 554 | 0 |
| Net income less deficit [1,2] | 6,498,939 | 1,135,331 | 1,259,983 | 28,699,197 | 3,141,732 | 123,678 | 13,350 |
| Net income [1,2] | 7,717,196 | 1,401,606 | 1,647,597 | 31,514,116 | 4,234,636 | 255,772 | * 33,544 |
| Deficit [2] | -1,218,256 | -266,275 | -387,614 | -2,814,919 | -1,092,904 | -132,094 | -20,194 |

Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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) |
| Number of returns [1] | 377,884 | 79,108 | 51,529 | 1,922,517 | 212,967 | 16,102 | * 1,312 |
| Business receipts, total [1] | 48,497,062 | 9,173,024 | 8,174,288 | 144,423,455 | 22,223,495 | 2,248,542 | * 123,168 |
| Income from sales and operations [1] | 48,139,109 | 9,154,629 | 8,129,425 | 143,423,196 | 22,073,264 | 2,212,637 | * 123,137 |
| Other business income | 357,953 | 18,395 | 44,863 | 1,000,259 | 150,231 | 35,905 | * 31 |
| Business deductions, total [1,2] | 40,779,866 | 7,771,418 | 6,526,634 | 112,915,325 | 17,986,933 | 1,990,845 | * 89,624 |
| Cost of sales and operations, total | 27,164,392 | 4,929,114 | 3,672,470 | 52,186,906 | 9,852,603 | 1,287,949 | * 64,405 |
| Inventory, beginning of year | 3,029,627 | 99,577 | 749,217 | 778,738 | 834,109 | 147,269 | * 4,993 |
| Cost of labor | 3,858,077 | 662,531 | 353,599 | 11,161,872 | 886,876 | 33,366 | * 5,521 |
| Purchases | 7,613,790 | 1,646,741 | 1,690,550 | 16,345,545 | 5,623,906 | 1,018,511 | * 14,386 |
| Materials and supplies | 8,821,474 | 1,345,660 | 815,486 | 18,969,485 | 2,163,280 | 165,543 | * 33,832 |
| Other costs | 7,182,476 | 1,291,527 | 969,742 | 6,020,853 | 1,291,774 | 86,643 | * 8,693 |
| Inventory, end of year | 3,341,052 | 116,923 | 906,125 | 1,089,587 | 947,343 | 163,383 | * 3,021 |
| Advertising expenses | 140,119 | 28,444 | 42,988 | 717,823 | 167,238 | 16,947 | * 1,979 |
| Car and truck expenses | 1,727,161 | 367,564 | 240,902 | 9,996,795 | 665,954 | 33,802 | * 4,665 |
| Commissions | 313,695 | 21,725 | 51,134 | 452,999 | 75,555 | 8,459 | * 72 |
| Contract labor | 2,407,726 | 449,416 | 152,110 | 9,890,469 | 411,555 | 6,802 | 0 |
| Depletion | * 3 | * 70 | * 4,321 | 1,326 | 204 | 0 | 0 |
| Depreciation | 903,970 | 203,070 | 501,811 | 4,362,493 | 703,858 | 67,298 | * 8,308 |
| Employee benefit programs | 33,808 | 11,801 | 12,303 | 239,939 | 77,289 | 6,944 | 0 |
| Insurance | 629,440 | 145,248 | 162,807 | 2,798,167 | 286,608 | 22,884 | * 401 |
| Legal and professional services | 163,378 | 41,322 | 42,491 | 494,572 | 111,275 | 11,447 | * 192 |
| Meals and entertainment deducted | 83,820 | 32,029 | 15,419 | 402,585 | 57,367 | 2,784 | * 776 |
| Mortgage interest | 179,987 | 28,804 | 61,585 | 307,839 | 113,203 | 18,071 | * 72 |
| Other interest paid on business indebtedness | 217,227 | 48,640 | 65,884 | 489,072 | 93,056 | 4,363 | * 56 |
| Office expenses | 176,446 | 29,304 | 27,430 | 666,121 | 168,257 | 5,586 | * 134 |
| Pension and profit-sharing plans | 11,646 | 2,810 | 2,980 | 50,174 | 12,656 | * 469 | 0 |
| Rent on machinery and equipment | 180,070 | 64,789 | 92,160 | 942,874 | 110,670 | 3,939 | 0 |
| Rent on other business property | 165,086 | 61,394 | 43,251 | 835,462 | 589,051 | 52,626 | 0 |
| Repairs | 216,684 | 73,404 | 197,984 | 1,243,606 | 236,992 | 26,642 | * 68 |
| Supplies | 1,284,038 | 131,675 | 83,495 | 5,868,745 | 551,298 | 19,362 | * 160 |
| Salaries and wages | 1,367,611 | 394,231 | 300,618 | 7,437,253 | 1,602,405 | 186,341 | * 1,881 |
| Taxes paid | 320,393 | 79,682 | 93,111 | 1,487,738 | 343,396 | 65,452 | * 289 |
| Travel | 96,254 | 50,814 | 38,452 | 562,973 | 116,837 | 5,946 | * 153 |
| Utilities | 336,133 | 79,941 | 67,056 | 1,620,447 | 424,925 | 50,622 | * 1,003 |
| Other business deductions | 2,424,644 | 447,980 | 528,899 | 8,678,454 | 1,063,605 | 80,512 | * 2,328 |
| Home office business deductions, total | 157,407 | 20,336 | 15,426 | 791,511 | 122,281 | * 594 | * 2,682 |
| Depreciation, Form 8829 [3] | 16,621 | 3,998 | 1,531 | 85,977 | 12,199 | * 372 | * 733 |
| Casualty loss, Form 8829 [3] | * 401 | 0 | 0 | 31,591 | * 14,336 | 0 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | * 670 | * 2,762 | * 33 | 19,733 | * 2,248 | 0 | 0 |
| Net income [1,2] | 7,717,196 | 1,401,606 | 1,647,597 | 31,514,116 | 4,234,636 | 255,772 | * 33,544 |
| Returns with Schedule C-EZ: <br> Number of returns | 77,518 | 20,342 | 10,451 | 381,909 | 48,022 | * 6,216 | 0 |
| Business receipts | 720,397 | 143,534 | 125,041 | 3,000,598 | 277,842 | * 29,491 | 0 |
| Business deductions | 79,417 | 27,815 | 9,545 | 389,986 | 28,796 | * 5,003 | 0 |
| Net income | 640,979 | 115,718 | 115,495 | 2,610,612 | 249,046 | * 24,488 | 0 |

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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] | 4,862 | 41,607 | 23,892 | 8,037 | 7,317 | 6,779 | 23,146 |
| Business receipts, total [1] | 629,559 | 4,422,472 | 2,197,311 | 214,865 | 620,005 | 566,277 | 1,607,510 |
| Income from sales and operations [1] | 629,440 | 4,385,935 | 2,193,510 | 214,761 | 617,587 | 565,640 | 1,602,361 |
| Other business income | * 119 | 36,538 | 3,801 | * 103 | * 2,417 | * 637 | * 5,149 |
| Business deductions, total [1,2] | 559,003 | 3,751,756 | 1,751,795 | 170,334 | 516,007 | 568,843 | 1,294,839 |
| Cost of sales and operations, total | * 321,658 | 2,071,482 | 649,961 | 37,076 | 291,574 | 304,012 | 624,273 |
| Inventory, beginning of year | * 39,193 | 105,011 | 60,612 | * 4,432 | * 29,187 | 42,196 | 52,973 |
| Cost of labor | * 451 | 325,520 | 83,513 | * 5,406 | * 13,562 | * 16,103 | 89,604 |
| Purchases | * 142,370 | 848,075 | 393,133 | * 31,514 | * 145,684 | 269,958 | 339,760 |
| Materials and supplies | * 133,171 | 690,379 | 73,019 | * 4,172 | * 83,395 | * 10,617 | 115,196 |
| Other costs | * 47,373 | 219,934 | 133,482 | * 5,728 | * 54,435 | * 6,954 | 97,834 |
| Inventory, end of year | * 40,899 | 117,437 | 93,798 | * 14,177 | * 34,689 | 41,816 | 71,093 |
| Advertising expenses | * 60 | 32,401 | 5,499 | * 2,569 | 4,633 | 6,027 | 7,261 |
| Car and truck expenses | * 19,858 | 148,099 | 78,480 | 26,910 | 29,424 | 30,160 | 78,882 |
| Commissions | 0 | 14,048 | 3,448 | * 332 | * 554 | * 1,405 | 12,012 |
| Contract labor | * 3,029 | 68,601 | 82,076 | * 3,942 | * 22,186 | * 25,356 | 40,963 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Depreciation | 77,100 | 167,526 | 107,172 | 4,359 | 4,831 | 6,048 | 58,698 |
| Employee benefit programs | 0 | 18,432 | 9,923 | * 513 | * 1,529 | * 623 | * 7,437 |
| Insurance | * 7,857 | 68,681 | 38,979 | 1,162 | 3,961 | 8,030 | 32,232 |
| Legal and professional services | * 2,013 | 16,870 | 10,498 | 840 | 5,804 | 2,259 | 8,699 |
| Meals and entertainment deducted | * 66 | 10,692 | 7,102 | 1,863 | 8,915 | 2,036 | 4,942 |
| Mortgage interest | * 10,485 | 13,849 | 7,506 | 0 | * 748 | * 14,653 | * 4,800 |
| Other interest paid on business indebtedness | * 5,327 | 27,272 | 13,095 | * 11 | * 3,459 | * 1,346 | 4,255 |
| Office expenses | * 3,517 | 31,301 | 14,373 | 2,849 | 2,609 | 9,611 | 4,864 |
| Pension and profit-sharing plans | 0 | 4,864 | * 1,146 | * 57 | * 63 | 0 | * 423 |
| Rent on machinery and equipment | * 539 | 24,021 | 8,817 | * 335 | * 4,230 | * 6,723 | 3,850 |
| Rent on other business property | * 15,483 | 154,482 | 73,712 | 5,985 | * 22,474 | 20,859 | 59,329 |
| Repairs | * 4,503 | 41,793 | 31,864 | * 1,363 | * 618 | 13,038 | 10,756 |
| Supplies | * 9,855 | 115,334 | 195,137 | 16,162 | 3,265 | 32,144 | 69,555 |
| Salaries and wages | * 36,270 | 346,084 | 218,270 | * 8,930 | * 40,508 | 17,219 | 76,623 |
| Taxes paid | * 7,303 | 72,011 | 39,175 | 2,283 | 3,819 | 2,797 | 19,653 |
| Travel | * 1,365 | 17,002 | 8,558 | 7,401 | 7,921 | 7,043 | 8,218 |
| Utilities | * 10,588 | 78,380 | 55,411 | 4,764 | 11,971 | 14,277 | 38,800 |
| Other business deductions | * 10,900 | 204,725 | 83,405 | 39,456 | 35,347 | 43,175 | 96,290 |
| Home office business deductions, total | * 11,045 | * 3,808 | * 7,483 | * 1,031 | * 2,069 | 0 | 22,024 |
| Depreciation, Form 8829 [3] | * 519 | * 1,052 | * 1,579 | * 130 | 0 | 0 | * 2,747 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | 0 | 0 | 0 | * 5,062 |
| Excess-casualty depreciations, Form 8829 [3] | * 585 | * 1,478 | * 814 | * 100 | 0 | 0 | * 2,628 |
| Net income less deficit [1,2] | 70,556 | 674,798 | 445,516 | 44,531 | 103,998 | 5,903 | 312,671 |
| Net income [1,2] | 96,438 | 811,992 | 490,326 | 65,378 | 116,576 | 68,361 | 358,960 |
| Deficit [2] | *-25,882 | -137,194 | -44,810 | -20,848 | *-12,578 | -62,458 | -46,289 |

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]


Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

\begin{tabular}{|c|c|c|c|c|c|c|c|c|}
\hline \multirow[b]{2}{*}{Net income status, item} \& \multicolumn{2}{|l|}{Manufacturing-continued} \& \multicolumn{4}{|c|}{Wholesale trade (merchant wholesalers)} \& \multicolumn{2}{|c|}{Retail trade} <br>
\hline \& 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 <br>
\hline \multirow[b]{2}{*}{BUSINESSES WITH AND WITHOUT NET INCOME Number of returns [1]} \& (39) \& \multirow[t]{2}{*}{(40)

46,552} \& (41) \& \multirow[t]{2}{*}{(42)

168,744} \& \multirow[t]{2}{*}{(43)

132,033} \& \multirow[t]{2}{*}{(44)

77,755} \& \multirow[t]{2}{*}{(45)} \& (46) <br>
\hline \& 6,346 \& \& 378,532 \& \& \& \& \& 132,277 <br>
\hline Business receipts, total [1] \& 397,594 \& 2,727,134 \& 48,497,837 \& 22,182,442 \& 20,860,903 \& 5,454,492 \& 194,556,426 \& 39,019,492 <br>
\hline Income from sales and operations [1] \& 395,973 \& 2,699,374 \& 47,855,366 \& 21,889,940 \& 20,645,301 \& 5,320,125 \& 192,424,231 \& 38,649,138 <br>
\hline Other business income \& * 1,621 \& 27,760 \& 642,471 \& 292,503 \& 215,602 \& 134,367 \& 2,132,196 \& 370,355 <br>
\hline Business deductions, total [1,2] \& 292,973 \& 2,417,171 \& 43,656,466 \& 20,376,570 \& 18,884,075 \& 4,395,821 \& 185,703,564 \& 38,017,413 <br>
\hline Cost of sales and operations, total \& 120,991 \& 1,364,277 \& 32,241,278 \& 15,102,006 \& 14,352,226 \& 2,787,046 \& 130,178,375 \& 31,009,784 <br>
\hline Inventory, beginning of year \& * 12,906 \& 198,582 \& 2,683,977 \& 1,678,523 \& 871,216 \& 134,238 \& 22,027,061 \& 5,243,844 <br>
\hline Cost of labor \& * 408 \& 68,345 \& 344,696 \& 208,453 \& 106,411 \& * 29,832 \& 1,735,213 \& 384,398 <br>
\hline Purchases \& * 71,734 \& 610,652 \& 28,531,212 \& 12,820,140 \& 13,376,623 \& 2,334,449 \& 118,375,785 \& 28,840,764 <br>
\hline Materials and supplies \& * 35,109 \& 483,696 \& 1,595,099 \& 982,479 \& 372,730 \& 239,890 \& 5,951,742 \& 955,436 <br>
\hline Other costs \& * 14,890 \& 202,709 \& 2,234,102 \& 1,355,411 \& 635,360 \& 243,331 \& 4,792,175 \& 1,017,408 <br>
\hline Inventory, end of year \& * 14,056 \& 199,707 \& 3,147,808 \& 1,943,000 \& 1,010,113 \& 194,695 \& 22,703,602 \& 5,432,065 <br>
\hline Advertising expenses \& 5,385 \& 27,051 \& 353,209 \& 181,284 \& 115,070 \& 56,855 \& 2,281,869 \& 334,144 <br>
\hline Car and truck expenses \& 10,743 \& 65,168 \& 1,452,531 \& 579,935 \& 593,872 \& 278,724 \& 5,661,621 \& 566,699 <br>
\hline Commissions \& * 21,728 \& 19,442 \& 649,655 \& 288,780 \& 162,666 \& 198,209 \& 1,039,793 \& 197,504 <br>
\hline Contract labor \& * 6,852 \& 13,612 \& 488,655 \& 261,635 \& 194,400 \& 32,620 \& 1,038,891 \& 211,320 <br>
\hline Depletion \& 0 \& * 1 \& 3,752 \& * 571 \& 3,181 \& 0 \& 5,523 \& * 404 <br>
\hline Depreciation \& 4,273 \& 135,631 \& 639,697 \& 323,506 \& 263,777 \& 52,414 \& 2,740,332 \& 315,821 <br>
\hline Employee benefit programs \& * 249 \& 7,258 \& 86,227 \& 26,062 \& 55,418 \& 4,747 \& 255,516 \& 44,162 <br>
\hline Insurance \& * 3,840 \& 27,214 \& 274,983 \& 140,685 \& 115,301 \& 18,998 \& 1,519,736 \& 313,843 <br>
\hline Legal and professional services \& 6,292 \& 32,859 \& 218,872 \& 115,505 \& 77,623 \& 25,744 \& 780,532 \& 94,091 <br>
\hline Meals and entertainment deducted \& 1,786 \& 10,953 \& 193,439 \& 86,760 \& 52,091 \& 54,588 \& 412,699 \& 47,709 <br>
\hline Mortgage interest \& 0 \& 14,176 \& 119,534 \& 61,051 \& 50,490 \& * 7,993 \& 779,564 \& 167,676 <br>
\hline Other interest paid on business indebtedness \& * 27 \& 13,040 \& 229,314 \& 113,928 \& 99,934 \& 15,452 \& 1,046,662 \& 264,949 <br>
\hline Office expenses \& 6,282 \& 18,942 \& 261,478 \& 129,884 \& 97,577 \& 34,018 \& 1,187,031 \& 114,291 <br>
\hline Pension and profit-sharing plans \& * 531 \& * 635 \& 15,195 \& 5,504 \& 7,491 \& * 2,200 \& 51,161 \& 4,612 <br>
\hline Rent on machinery and equipment \& * 2,012 \& 11,459 \& 130,060 \& 59,754 \& 44,852 \& 25,454 \& 816,412 \& 65,144 <br>
\hline Rent on other business property \& 20,076 \& 79,732 \& 583,668 \& 295,950 \& 228,078 \& 59,640 \& 6,081,388 \& 499,405 <br>
\hline Repairs \& * 1,654 \& 20,698 \& 242,691 \& 122,611 \& 110,248 \& 9,833 \& 1,227,569 \& 275,499 <br>
\hline Supplies \& 567 \& 67,459 \& 541,817 \& 295,095 \& 209,257 \& 37,465 \& 2,822,542 \& 220,016 <br>
\hline Salaries and wages \& * 16,350 \& 161,723 \& 1,218,236 \& 588,711 \& 563,607 \& 65,918 \& 8,515,473 \& 1,144,150 <br>
\hline Taxes paid \& 4,512 \& 38,281 \& 295,343 \& 130,176 \& 145,408 \& 19,759 \& 2,899,038 \& 485,241 <br>
\hline Travel \& 3,766 \& 26,422 \& 513,377 \& 226,298 \& 145,429 \& 141,650 \& 1,094,975 \& 111,047 <br>
\hline Utilities \& 8,612 \& 51,127 \& 526,159 \& 233,291 \& 214,477 \& 78,390 \& 3,560,534 \& 368,757 <br>
\hline Other business deductions \& 38,070 \& 159,343 \& 2,089,777 \& 861,777 \& 891,804 \& 336,197 \& 8,691,520 \& 1,120,852 <br>
\hline Home office business deductions, total \& * 8,155 \& 41,742 \& 266,379 \& 133,185 \& 85,196 \& 47,997 \& 767,356 \& 31,135 <br>
\hline Depreciation, Form 8829 [3] \& * 458 \& * 2,008 \& 31,068 \& 15,555 \& 10,259 \& 5,253 \& 372,475 \& 3,529 <br>
\hline Casualty loss, Form 8829 [3] \& 0 \& * 5,304 \& * 453 \& * 373 \& 0 \& * 80 \& 10,706 \& * 86 <br>
\hline Excess-casualty depreciations, Form 8829 [3] \& 0 \& * 1,478 \& 14,683 \& 8,708 \& 3,745 \& 2,230 \& 156,792 \& * 2,791 <br>
\hline Net income less deficit [1,2] \& 104,620 \& 316,852 \& 4,848,637 \& 1,800,827 \& 1,989,117 \& 1,058,692 \& 9,004,091 \& 1,002,111 <br>
\hline Net income [1,2] \& 112,757 \& 425,037 \& 6,222,643 \& 2,522,997 \& 2,512,354 \& 1,187,292 \& 17,539,733 \& 1,893,257 <br>
\hline Deficit [2] \& * -8,137 \& -108,185 \& -1,374,005 \& -722,170 \& -523,236 \& -128,599 \& -8,535,643 \& -891,147 <br>
\hline
\end{tabular}

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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) |
| Number of returns [1] | 5,236 | 24,171 | 241,291 | 98,411 | 88,717 | 54,163 | 1,229,702 | 85,163 |
| Business receipts, total [1] | 386,813 | 2,208,087 | 40,485,049 | 18,959,959 | 16,451,781 | 5,073,309 | 152,986,902 | 29,305,993 |
| Income from sales and operations [1] | 385,243 | 2,183,467 | 39,917,575 | 18,683,350 | 16,276,010 | 4,958,215 | 151,369,126 | 29,029,797 |
| Other business income | * 1,570 | 24,620 | 567,473 | 276,608 | 175,772 | 115,093 | 1,617,776 | 276,196 |
| Business deductions, total [1,2] | 274,056 | 1,783,050 | 34,262,545 | 16,437,100 | 13,939,428 | 3,886,017 | 135,433,297 | 27,411,890 |
| Cost of sales and operations, total | 117,247 | 974,437 | 26,158,531 | 12,842,405 | 10,682,992 | 2,633,135 | 99,713,899 | 22,764,010 |
| Inventory, beginning of year | * 12,764 | 100,667 | 1,858,869 | 1,235,814 | 531,528 | 91,527 | 13,810,356 | 3,179,335 |
| Cost of labor | 0 | 59,075 | 250,988 | 153,222 | 68,957 | * 28,808 | 1,177,469 | 245,923 |
| Purchases | * 71,734 | 493,510 | 23,123,818 | 10,988,978 | 9,921,942 | 2,212,897 | 91,157,067 | 21,618,244 |
| Materials and supplies | * 32,085 | 301,116 | 1,218,364 | 689,922 | 317,478 | 210,965 | 4,460,867 | 686,951 |
| Other costs | * 14,720 | 127,344 | 1,901,754 | 1,193,589 | 468,651 | 239,513 | 3,568,632 | 647,486 |
| Inventory, end of year | * 14,056 | 107,274 | 2,195,261 | 1,419,121 | 625,565 | 150,575 | 14,460,493 | 3,613,929 |
| Advertising expenses | 5,256 | 17,280 | 229,545 | 114,702 | 66,978 | 47,865 | 1,443,509 | 209,521 |
| Car and truck expenses | 8,332 | 54,521 | 1,026,918 | 376,459 | 418,540 | 231,920 | 3,360,641 | 407,018 |
| Commissions | * 21,404 | 7,482 | 566,109 | 231,410 | 141,454 | 193,245 | 664,888 | 143,092 |
| Contract labor | * 6,847 | 8,816 | 352,202 | 189,778 | 152,946 | 9,478 | 706,173 | 147,217 |
| Depletion | 0 | * 1 | 3,584 | * 565 | 3,019 | 0 | 4,966 | * 381 |
| Depreciation | * 3,870 | 107,290 | 437,105 | 210,064 | 189,353 | 37,688 | 1,571,516 | 189,924 |
| Employee benefit programs | * 7 | 6,226 | 68,229 | 18,292 | 45,433 | * 4,505 | 183,095 | 25,764 |
| Insurance | * 3,729 | 23,315 | 203,194 | 108,698 | 81,481 | 13,016 | 1,043,023 | 209,423 |
| Legal and professional services | 5,476 | 19,679 | 153,329 | 73,430 | 58,925 | 20,973 | 469,529 | 56,508 |
| Meals and entertainment deducted | 1,773 | 9,852 | 141,618 | 57,496 | 40,966 | 43,156 | 236,415 | 35,345 |
| Mortgage interest | 0 | * 6,618 | 70,812 | 27,060 | 38,380 | * 5,373 | 419,532 | 82,540 |
| Other interest paid on business indebtedness | * 7 | 10,095 | 133,554 | 63,412 | 59,370 | 10,772 | 603,722 | 165,329 |
| Office expenses | 6,030 | 13,879 | 192,587 | 97,354 | 68,957 | 26,277 | 770,863 | 78,510 |
| Pension and profit-sharing plans | * 531 | * 559 | 14,050 | 5,015 | 6,843 | * 2,192 | 45,666 | 4,214 |
| Rent on machinery and equipment | * 644 | 5,592 | 85,792 | 39,954 | 25,491 | 20,347 | 517,427 | 38,845 |
| Rent on other business property | 17,821 | 62,689 | 418,527 | 210,449 | 161,294 | 46,784 | 4,024,711 | 305,011 |
| Repairs | * 1,632 | 18,025 | 188,480 | 91,629 | 90,480 | 6,371 | 774,615 | 184,193 |
| Supplies | * 361 | 49,308 | 339,648 | 141,095 | 174,690 | 23,863 | 1,561,880 | 138,699 |
| Salaries and wages | * 13,534 | 130,742 | 881,188 | 436,896 | 392,489 | 51,802 | 6,156,540 | 773,990 |
| Taxes paid | * 4,097 | 31,782 | 205,680 | 91,878 | 101,891 | 11,911 | 2,039,788 | 327,526 |
| Travel | 3,143 | 18,863 | 369,063 | 155,993 | 105,079 | 107,990 | 627,457 | 91,115 |
| Utilities | 8,383 | 40,864 | 371,286 | 172,817 | 142,075 | 56,394 | 2,356,519 | 243,684 |
| Other business deductions | 35,555 | 131,321 | 1,440,554 | 585,849 | 619,701 | 235,004 | 5,476,991 | 764,287 |
| Home office business deductions, total | * 8,155 | 24,888 | 189,819 | 81,774 | 65,996 | 42,050 | 424,498 | 16,586 |
| Depreciation, Form 8829 [3] | * 458 | * 799 | 20,463 | 9,671 | 6,778 | 4,014 | 49,242 | 1,994 |
| Casualty loss, Form 8829 [3] | 0 | * 5,304 | * 373 | * 373 | 0 | 0 | * 6,344 | * 86 |
| Excess-casualty depreciations, Form 8829 [3] | 0 | * 171 | * 814 | * 382 | * 62 | * 370 | 32,801 | * 272 |
| Net income [1,2] | 112,757 | 425,037 | 6,222,643 | 2,522,997 | 2,512,354 | 1,187,292 | 17,539,733 | 1,893,257 |
| Returns with Schedule C-EZ: <br> Number of returns | * 814 | 8,748 | 38,656 | 17,279 | 11,722 | 9,655 | 249,444 | 14,140 |
| Business receipts | * 27,518 | 44,227 | 187,966 | 108,186 | 39,305 | 40,475 | 1,285,429 | 73,694 |
| Business deductions | * 219 | 8,924 | 21,139 | 12,627 | 4,605 | 3,907 | 247,455 | 9,158 |
| Net income | * 27,299 | 35,303 | 166,826 | 95,559 | 34,700 | 36,568 | 1,037,975 | 64,537 |

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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] | 48,371 | 27,597 | 46,151 | 106,383 | 164,729 | 21,142 | 137,859 | 110,706 |
| Business receipts, total [1] | 5,121,661 | 4,299,318 | 9,785,421 | 27,132,801 | 9,929,055 | 24,573,469 | 11,521,420 | 7,518,176 |
| Income from sales and operations [1] | 5,061,909 | 4,262,799 | 9,696,820 | 26,790,494 | 9,799,994 | 24,339,917 | 11,397,310 | 7,432,982 |
| Other business income | 59,752 | 36,519 | 88,601 | 342,307 | 129,061 | 233,552 | 124,110 | 85,194 |
| Business deductions, total [1,2] | 4,771,759 | 3,969,453 | 9,117,561 | 26,317,913 | 9,235,008 | 24,357,142 | 10,614,885 | 7,274,924 |
| Cost of sales and operations, total | 2,671,591 | 2,706,647 | 6,307,357 | 19,611,350 | 6,366,532 | 21,420,334 | 6,510,323 | 4,393,773 |
| Inventory, beginning of year | 725,015 | 342,972 | 1,055,818 | 1,737,142 | 743,919 | 651,341 | 2,452,677 | 1,805,253 |
| Cost of labor | 151,154 | 217,414 | 200,866 | 167,159 | 50,170 | 52,265 | 57,087 | 59,876 |
| Purchases | 2,296,445 | 2,406,317 | 5,183,851 | 17,987,968 | 6,129,939 | 20,450,392 | 6,158,250 | 3,918,567 |
| Materials and supplies | 182,558 | 56,396 | 452,174 | 979,780 | 216,200 | 580,104 | 319,440 | 212,693 |
| Other costs | 111,609 | 41,714 | 495,859 | 562,640 | 48,006 | 213,407 | 148,490 | 216,869 |
| Inventory, end of year | 795,191 | 358,166 | 1,081,210 | 1,823,339 | 821,702 | 527,175 | 2,625,622 | 1,819,484 |
| Advertising expenses | 152,756 | 72,307 | 114,043 | 128,818 | 143,359 | 34,361 | 237,282 | 129,274 |
| Car and truck expenses | 132,093 | 73,673 | 215,165 | 244,755 | 254,426 | 57,875 | 179,805 | 177,545 |
| Commissions | 22,414 | 17,998 | 27,984 | 47,864 | 45,608 | 27,041 | 75,164 | 30,213 |
| Contract labor | 77,631 | 57,936 | 97,618 | 93,061 | 33,747 | 32,891 | 27,426 | 55,050 |
| Depletion | 0 | 0 | 0 | * 279 | * 242 | * 46 | * 6 | * 1 |
| Depreciation | 61,224 | 56,818 | 176,175 | 287,210 | 123,586 | 177,588 | 144,068 | 184,742 |
| Employee benefit programs | 9,869 | 18,489 | 11,857 | 25,706 | 27,329 | 12,308 | 10,418 | 11,076 |
| Insurance | 57,970 | 40,325 | 113,624 | 199,761 | 64,198 | 96,098 | 102,829 | 69,524 |
| Legal and professional services | 28,556 | 18,840 | 36,430 | 94,116 | 47,278 | 43,146 | 62,426 | 49,027 |
| Meals and entertainment deducted | 11,744 | 4,309 | 20,091 | 7,611 | 24,805 | 3,459 | 18,948 | 19,555 |
| Mortgage interest | 24,545 | 21,062 | 52,430 | 99,376 | 11,833 | 100,802 | 49,016 | 47,998 |
| Other interest paid on business indebtedness | 25,444 | 19,526 | 58,061 | 95,342 | 35,813 | 66,737 | 55,079 | 55,743 |
| Office expenses | 28,626 | 20,700 | 59,634 | 50,708 | 69,358 | 17,356 | 94,543 | 76,584 |
| Pension and profit-sharing plans | * 425 | * 470 | 1,508 | 2,180 | 9,420 | 957 | 14,687 | * 939 |
| Rent on machinery and equipment | 14,997 | 39,396 | 32,268 | 106,117 | 96,578 | 35,057 | 135,190 | 49,082 |
| Rent on other business property | 335,490 | 121,096 | 206,989 | 835,362 | 308,432 | 311,050 | 883,557 | 442,927 |
| Repairs | 37,434 | 15,224 | 61,166 | 197,810 | 55,547 | 108,517 | 77,961 | 53,488 |
| Supplies | 116,538 | 37,591 | 203,797 | 417,147 | 152,636 | 55,892 | 116,758 | 119,356 |
| Salaries and wages | 350,111 | 262,495 | 590,144 | 1,385,401 | 618,274 | 660,999 | 699,272 | 442,098 |
| Taxes paid | 127,440 | 89,550 | 182,026 | 444,674 | 113,710 | 253,061 | 265,427 | 139,064 |
| Travel | 33,290 | 5,084 | 22,800 | 25,435 | 70,800 | 5,693 | 78,897 | 55,195 |
| Utilities | 120,125 | 98,241 | 161,550 | 763,906 | 160,632 | 269,786 | 218,890 | 182,012 |
| Other business deductions | 310,837 | 153,385 | 337,518 | 1,141,592 | 346,654 | 563,002 | 518,890 | 426,364 |
| Home office business deductions, total | 15,897 | 16,094 | 24,222 | 6,880 | 42,172 | * 3,086 | 30,689 | 52,032 |
| Depreciation, Form 8829 [3] | 2,272 | * 2,008 | * 766 | * 770 | 6,603 | * 80 | 7,184 | 274,976 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | 0 | * 552 | 0 | * 183 | * 136 |
| Excess-casualty depreciations, Form 8829 [3] | * 2,389 | * 2,268 | * 839 | * 613 | 11,507 | 0 | 6,975 | 16,398 |
| Net income less deficit [1,2] | 349,902 | 329,864 | 652,868 | 824,492 | 702,245 | 217,528 | 906,670 | 243,901 |
| Net income [1,2] | 651,938 | 400,086 | 880,641 | 1,439,268 | 1,164,303 | 411,215 | 1,435,523 | 813,641 |
| Deficit [2] | -302,036 | -70,222 | -227,773 | -614,776 | -462,058 | -193,688 | -528,853 | -569,740 |

[^31]Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

\begin{tabular}{|c|c|c|c|c|c|c|c|c|}
\hline \multirow[b]{2}{*}{Net income status, item} \& \multicolumn{3}{|c|}{Retail trade-continued} \& \multicolumn{5}{|c|}{Transportation and warehousing} <br>
\hline \& General merchandise stores \& Miscellaneous store retailers \& Nonstore retailers \& Total \& Air and rail transportation \& Water transportation \& General freight trucking, local \& General freight trucking, longdistance and specialized freight trucking <br>
\hline \multirow[b]{2}{*}{BUSINESSES WITH AND WITHOUT NET INCOME} \& \multirow[t]{2}{*}{(55)

37,723} \& \multirow[t]{2}{*}{(56)

520,556} \& \multirow[t]{2}{*}{| (57) |
| :---: |
|  |
| 1,112,596 |} \& \multirow[t]{2}{*}{(58)

1,083,977} \& \multirow[t]{2}{*}{(59)

16,170} \& \multirow[t]{2}{*}{(60)

3,897} \& \multirow[t]{2}{*}{(61)

238,255} \& \multirow[t]{2}{*}{(62)

359,784} <br>
\hline \& \& \& \& \& \& \& \& <br>
\hline Business receipts, total [1] \& 3,173,839 \& 28,225,819 \& 24,255,956 \& 76,271,968 \& 1,597,447 \& 599,845 \& 20,891,122 \& 37,211,507 <br>
\hline Income from sales and operations [1] \& 3,165,350 \& 27,956,451 \& 23,871,069 \& 75,275,216 \& 1,533,263 \& 598,183 \& 20,659,076 \& 36,810,511 <br>
\hline Other business income \& 8,489 \& 269,368 \& 384,887 \& 996,751 \& 64,184 \& 1,663 \& 232,046 \& 400,996 <br>
\hline Business deductions, total [1,2] \& 3,249,074 \& 26,212,807 \& 22,565,623 \& 65,484,378 \& 1,757,188 \& 354,069 \& 18,034,081 \& 32,902,968 <br>
\hline Cost of sales and operations, total \& 2,141,085 \& 15,452,096 \& 11,587,503 \& 8,071,642 \& 873,945 \& 101,750 \& 2,646,012 \& 2,757,533 <br>
\hline Inventory, beginning of year \& 548,406 \& 4,249,245 \& 2,471,428 \& 207,811 \& * 24,828 \& * 66,762 \& 37,245 \& 10,928 <br>
\hline Cost of labor \& * 19,654 \& 198,821 \& 176,349 \& 1,838,542 \& 95,103 \& * 12,817 \& 887,676 \& 502,581 <br>
\hline Purchases \& 1,968,141 \& 13,183,810 \& 9,851,342 \& 2,550,381 \& 364,544 \& * 1,480 \& 503,442 \& 763,609 <br>
\hline Materials and supplies \& 29,778 \& 1,266,363 \& 700,821 \& 603,563 \& 117,125 \& * 256 \& 236,199 \& 133,025 <br>
\hline Other costs \& 143,733 \& 1,096,802 \& 695,637 \& 3,029,318 \& 306,867 \& 20,757 \& 1,019,139 \& 1,364,795 <br>
\hline Inventory, end of year \& 568,627 \& 4,542,945 \& 2,308,074 \& 157,974 \& 34,522 \& * 322 \& 37,688 \& 17,404 <br>
\hline Advertising expenses \& 34,151 \& 401,655 \& 499,719 \& 193,382 \& 10,561 \& 1,190 \& 36,704 \& 45,916 <br>
\hline Car and truck expenses \& 71,207 \& 1,215,975 \& 2,472,403 \& 18,690,792 \& 15,875 \& 4,711 \& 4,760,574 \& 10,175,462 <br>
\hline Commissions \& 5,224 \& 204,117 \& 338,663 \& 1,078,646 \& 9,101 \& 5,638 \& 263,707 \& 519,877 <br>
\hline Contract labor \& 4,372 \& 185,061 \& 162,777 \& 3,458,375 \& 39,890 \& 3,894 \& 1,013,472 \& 1,923,502 <br>
\hline Depletion \& 0 \& 4,147 \& * 396 \& 8,021 \& 188 \& * 5 \& * 105 \& * 7,706 <br>
\hline Depreciation \& 94,968 \& 526,776 \& 591,356 \& 5,239,856 \& 273,399 \& 53,040 \& 1,616,801 \& 2,667,420 <br>
\hline Employee benefit programs \& * 4,075 \& 57,450 \& 22,777 \& 97,971 \& 1,633 \& * 2,941 \& 29,783 \& 43,575 <br>
\hline Insurance \& 31,994 \& 270,360 \& 159,211 \& 2,901,761 \& 24,588 \& 12,443 \& 931,108 \& 1,428,212 <br>
\hline Legal and professional services \& 11,272 \& 146,394 \& 148,956 \& 297,186 \& 9,341 \& 4,136 \& 79,591 \& 140,113 <br>
\hline Meals and entertainment deducted \& 3,964 \& 86,648 \& 163,857 \& 1,615,470 \& 9,275 \& 677 \& 241,432 \& 1,284,949 <br>
\hline Mortgage interest \& 10,594 \& 130,031 \& 64,201 \& 324,200 \& 18,981 \& 2,571 \& 74,518 \& 123,672 <br>
\hline Other interest paid on business indebtedness \& 23,533 \& 190,122 \& 156,313 \& 683,350 \& 58,073 \& 10,052 \& 182,352 \& 367,834 <br>
\hline Office expenses \& 17,185 \& 245,708 \& 392,336 \& 335,807 \& 2,702 \& 3,192 \& 79,616 \& 146,978 <br>
\hline Pension and profit-sharing plans \& 0 \& 9,041 \& 6,922 \& 11,922 \& * 1,481 \& * 392 \& 7,917 \& 1,080 <br>
\hline Rent on machinery and equipment \& 11,175 \& 132,764 \& 98,645 \& 2,002,127 \& 24,127 \& * 1,150 \& 466,877 \& 893,799 <br>
\hline Rent on other business property \& 225,609 \& 1,499,101 \& 412,368 \& 543,340 \& 35,076 \& 9,442 \& 122,581 \& 187,096 <br>
\hline Repairs \& 19,378 \& 202,927 \& 122,617 \& 4,587,125 \& 74,353 \& 7,371 \& 1,413,491 \& 2,670,741 <br>
\hline Supplies \& 30,673 \& 490,949 \& 861,189 \& 1,006,631 \& 18,070 \& 3,339 \& 285,639 \& 458,362 <br>
\hline Salaries and wages \& 192,677 \& 1,636,690 \& 533,163 \& 2,739,358 \& 30,167 \& 32,351 \& 961,005 \& 1,090,149 <br>
\hline Taxes paid \& 91,701 \& 478,048 \& 229,096 \& 1,191,627 \& 13,564 \& 3,634 \& 374,857 \& 642,714 <br>
\hline Travel \& 14,549 \& 213,243 \& 458,944 \& 514,270 \& 32,621 \& 2,089 \& 98,688 \& 294,073 <br>
\hline Utilities \& 88,378 \& 658,738 \& 469,519 \& 853,683 \& 10,042 \& 2,695 \& 219,059 \& 381,588 <br>
\hline Other business deductions \& 116,952 \& 1,513,951 \& 2,141,523 \& 8,684,796 \& 167,387 \& 84,152 \& 2,048,785 \& 4,529,124 <br>
\hline Home office business deductions, total \& * 2,543 \& 167,024 \& 375,581 \& 198,407 \& * 2,029 \& * 1,039 \& 55,415 \& 93,658 <br>
\hline Depreciation, Form 8829 [3] \& * 1,705 \& 23,947 \& 48,634 \& 27,405 \& * 167 \& *9 \& 5,886 \& 12,716 <br>
\hline Casualty loss, Form 8829 [3] \& 0 \& * 8,276 \& * 1,472 \& * 14,567 \& 0 \& 0 \& * 1 \& * 13,834 <br>
\hline Excess-casualty depreciations, Form 8829 [3] \& * 1,497 \& 35,137 \& 76,378 \& 82,775 \& * 116 \& * 21 \& * 677 \& 9,437 <br>
\hline Net income less deficit [1,2] \& -75,179 \& 2,143,487 \& 1,706,203 \& 10,817,014 \& -132,522 \& 225,384 \& 2,861,969 \& 4,315,397 <br>
\hline Net income [1,2] \& 176,503 \& 3,782,210 \& 4,491,148 \& 13,120,269 \& 190,678 \& 276,784 \& 3,316,892 \& 5,220,522 <br>
\hline Deficit [2] \& -251,682 \& -1,638,723 \& -2,784,945 \& -2,303,255 \& -323,200 \& -51,400 \& -454,923 \& -905,125 <br>
\hline
\end{tabular}

[^32]Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued

| 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, longdistance and specialized freight trucking |
|  | (55) | (56) | (57) | (58) | (59) | (60) | (61) | (62) |
| Number of returns [1] | 17,023 | 284,016 | 482,959 | 880,116 | 11,566 | 3,827 | 200,101 | 281,871 |
| Business receipts, total [1] | 2,072,070 | 22,672,115 | 18,745,354 | 63,480,511 | 1,141,971 | 568,482 | 17,115,773 | 30,497,572 |
| Income from sales and operations [1] | 2,060,701 | 22,476,938 | 18,490,640 | 62,610,025 | 1,103,203 | 568,417 | 16,897,443 | 30,162,753 |
| Other business income | 11,368 | 195,177 | 254,714 | 870,486 | 38,768 | * 65 | 218,330 | 334,819 |
| Business deductions, total [1,2] | 1,895,566 | 18,889,911 | 14,254,206 | 50,368,780 | 952,036 | 291,698 | 13,798,898 | 25,277,057 |
| Cost of sales and operations, total | 1,386,879 | 12,107,992 | 8,352,181 | 6,118,088 | 702,310 | 99,553 | 1,755,998 | 2,138,160 |
| Inventory, beginning of year | 309,706 | 2,301,078 | 1,389,122 | 153,261 | * 22,812 | * 66,721 | * 2,790 | 9,633 |
| Cost of labor | * 19,000 | 119,111 | 143,243 | 1,316,742 | * 84,137 | * 12,817 | 495,105 | 409,372 |
| Purchases | 1,217,232 | 10,240,089 | 7,100,977 | 1,891,321 | * 330,639 | * 1,480 | 250,358 | 553,831 |
| Materials and supplies | * 29,379 | 1,040,395 | 397,986 | 446,027 | * 69,499 | * 219 | 169,711 | 92,908 |
| Other costs | 139,825 | 959,976 | 402,866 | 2,400,635 | * 212,099 | * 18,598 | 840,861 | 1,087,339 |
| Inventory, end of year | 328,263 | 2,552,657 | 1,082,013 | 89,896 | * 16,876 | * 282 | * 2,828 | 14,923 |
| Advertising expenses | 15,242 | 278,717 | 238,291 | 142,707 | 8,682 | 1,105 | 26,441 | 35,454 |
| Car and truck expenses | 22,923 | 734,224 | 1,381,636 | 14,697,095 | 11,794 | 4,625 | 3,885,852 | 7,945,971 |
| Commissions | * 399 | 154,233 | 176,125 | 895,907 | * 6,716 | * 5,260 | 204,817 | 418,109 |
| Contract labor | * 2,237 | 112,673 | 119,950 | 2,642,609 | * 34,704 | * 985 | 728,391 | 1,457,810 |
| Depletion | 0 | * 3,923 | * 143 | 7,827 | * 33 | * 5 | * 70 | * 7,706 |
| Depreciation | 21,512 | 318,443 | 272,132 | 3,545,942 | 26,594 | 24,632 | 1,179,444 | 1,895,104 |
| Employee benefit programs | * 2,636 | 47,360 | 16,613 | 80,960 | * 334 | * 2,918 | 27,031 | 32,908 |
| Insurance | 14,923 | 174,659 | 85,548 | 2,275,289 | 3,589 | 10,972 | 737,258 | 1,106,301 |
| Legal and professional services | 4,088 | 90,498 | 71,589 | 205,042 | 2,681 | 3,168 | 55,053 | 100,368 |
| Meals and entertainment deducted | 709 | 50,107 | 82,584 | 1,321,691 | 7,537 | 644 | 194,319 | 1,054,219 |
| Mortgage interest | 7,850 | 72,541 | 19,066 | 236,158 | * 377 | * 847 | 65,474 | 76,579 |
| Other interest paid on business indebtedness | 5,886 | 95,607 | 68,584 | 434,768 | 6,130 | * 2,887 | 131,140 | 254,532 |
| Office expenses | 4,471 | 146,054 | 239,190 | 265,602 | 1,771 | 3,092 | 59,162 | 118,967 |
| Pension and profit-sharing plans | 0 | 8,693 | 3,837 | 8,500 | * 1,185 | * 386 | * 5,211 | 978 |
| Rent on machinery and equipment | 9,515 | 64,943 | 73,861 | 1,565,173 | 14,208 | * 1,141 | 357,656 | 634,796 |
| Rent on other business property | 126,005 | 895,521 | 262,694 | 405,067 | 23,808 | 9,188 | 95,335 | 136,950 |
| Repairs | 8,306 | 104,905 | 68,059 | 3,686,578 | 11,790 | 5,699 | 1,182,978 | 2,140,077 |
| Supplies | 12,024 | 319,518 | 461,739 | 764,720 | 16,335 | 2,851 | 217,738 | 340,601 |
| Salaries and wages | 76,194 | 1,122,527 | 348,976 | 1,962,675 | * 4,862 | 26,931 | 746,796 | 714,934 |
| Taxes paid | 51,730 | 317,609 | 126,954 | 940,024 | * 5,385 | 3,213 | 300,239 | 506,608 |
| Travel | 2,403 | 119,802 | 228,326 | 397,920 | 24,749 | 1,824 | 74,780 | 238,815 |
| Utilities | 42,370 | 418,693 | 245,364 | 670,203 | 7,828 | 2,525 | 170,273 | 300,907 |
| Other business deductions | 73,490 | 944,591 | 1,019,597 | 6,773,341 | 25,910 | 76,034 | 1,527,382 | 3,503,361 |
| Home office business deductions, total | * 1,959 | 99,638 | 196,574 | 171,864 | * 2,005 | * 1,039 | 47,152 | 89,003 |
| Depreciation, Form 8829 [3] | * 208 | 9,352 | 23,910 | 21,022 | * 129 | * 9 | 5,386 | 12,177 |
| Casualty loss, Form 8829 [3] | 0 | * 5,899 | * 79 | * 13,937 | 0 | 0 | 0 | * 13,834 |
| Excess-casualty depreciations, Form 8829 [3] | 0 | * 3,951 | 19,295 | * 8,484 | 0 | * 21 | * 1 | * 8,462 |
| Net income [1,2] | 176,503 | 3,782,210 | 4,491,148 | 13,120,269 | 190,678 | 276,784 | 3,316,892 | 5,220,522 |
| Returns with Schedule C-EZ: <br> Number of returns | * 3,284 | 80,775 | 94,980 | 134,007 | * 2,612 | * 1,424 | 23,099 | 23,991 |
| Business receipts | * 4,523 | 481,550 | 378,163 | 1,062,684 | * 64,389 | * 18,094 | 160,164 | 224,082 |
| Business deductions | * 1,815 | 93,791 | 95,589 | 154,632 | * 718 | * 175 | 23,992 | 27,836 |
| Net income | * 2,708 | 387,760 | 282,574 | 908,053 | * 63,670 | * 17,919 | 136,172 | 196,246 |

[^33]Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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 |  |  |  |  |  |  |  |
| Business receipts, total [1] | * 760 | * 8,573 | 4,878,985 | 842,153 | 833,022 | * 165,865 | 258,845 |
| Income from sales and operations [1] | * 760 | * 8,559 | 4,752,353 | 828,485 | 828,637 | * 165,862 | 255,033 |
| Other business income | 0 | * 14 | 126,633 | * 13,668 | * 4,385 | * 3 | * 3,812 |
| Business deductions, total [1,2] | * 159 | * 23,265 | 3,590,331 | 733,490 | 612,277 | * 137,788 | 278,436 |
| Cost of sales and operations, total | 0 | 0 | 88,422 | 105,342 | * 81,618 | * 104,233 | * 14,615 |
| Inventory, beginning of year | 0 | 0 | * 159 | * 7,916 | * 1,037 | 0 | 0 |
| Cost of labor | 0 | 0 | * 8,820 | * 5,753 | 0 | 0 | * 3,303 |
| Purchases | 0 | 0 | * 1,967 | * 60,092 | * 39,646 | * 104,224 | * 10 |
| Materials and supplies | 0 | 0 | * 813 | * 20,366 | * 33,982 | 0 | * 15 |
| Other costs | 0 | 0 | * 77,941 | * 13,797 | * 8,396 | * 8 | * 11,287 |
| Inventory, end of year | 0 | 0 | * 1,279 | * 2,581 | * 1,443 | 0 | 0 |
| Advertising expenses | 0 | * 481 | 45,398 | 7,416 | * 2,658 | * 2 | 8,088 |
| Car and truck expenses | 0 | * 5,477 | 661,854 | 111,015 | 213,363 | * 5,326 | 15,305 |
| Commissions | 0 | 0 | 167,610 | * 33,285 | * 33,449 | 0 | * 582 |
| Contract labor | 0 | 0 | 65,672 | * 15,853 | * 8,955 | * 118 | 1,049 |
| Depletion | 0 | 0 | 0 | 0 | 0 | * 4 | 0 |
| Depreciation | 0 | * 1,730 | 158,378 | 82,114 | 23,242 | * 6,319 | 72,797 |
| Employee benefit programs | 0 | 0 | * 1,403 | * 2,576 | * 2,847 | * 4 | * 164 |
| Insurance | 0 | * 1,962 | 243,826 | 43,351 | 13,838 | * 1,402 | 12,364 |
| Legal and professional services | 0 | * 146 | 17,108 | 5,380 | 1,575 | * 109 | 3,739 |
| Meals and entertainment deducted | 0 | * 907 | 19,708 | 6,415 | 6,795 | * 2 | 1,617 |
| Mortgage interest | 0 | * 11 | 62,449 | * 1,186 | * 2,903 | 0 | * 3,469 |
| Other interest paid on business indebtedness | 0 | 0 | 12,164 | 15,139 | * 3,437 | * 1,151 | 7,422 |
| Office expenses | 0 | * 840 | 29,531 | 5,533 | 5,905 | * 321 | 3,566 |
| Pension and profit-sharing plans | 0 | 0 | * 48 | 0 | * 363 | * 16 | * 5 |
| Rent on machinery and equipment | 0 | * 736 | 489,594 | * 3,886 | * 5,249 | * 3,276 | * 222 |
| Rent on other business property | 0 | 0 | 79,138 | 7,212 | * 3,805 | * 42 | 12,860 |
| Repairs | 0 | * 1,451 | 170,932 | 34,476 | 21,460 | * 1,576 | 13,303 |
| Supplies | 0 | * 314 | 36,565 | 8,706 | 7,985 | * 11 | 14,220 |
| Salaries and wages | 0 | * 203 | 127,237 | 92,127 | * 51,354 | * 570 | * 28,205 |
| Taxes paid | 0 | * 400 | 56,817 | 15,962 | 6,802 | * 25 | 6,152 |
| Travel | 0 | * 355 | 8,378 | 17,057 | 4,188 | * 305 | 10,704 |
| Utilities | 0 | * 78 | 64,256 | 15,814 | 13,200 | * 20 | 5,614 |
| Other business deductions | 0 | * 8,172 | 940,287 | 97,576 | 93,398 | * 12,286 | 39,960 |
| Home office business deductions, total | 0 | 0 | * 14,687 | * 3,063 | * 3,331 | * 668 | * 2,414 |
| Depreciation, Form 8829 [3] | 0 | 0 | * 1,911 | * 113 | * 468 | 0 | * 586 |
| Casualty loss, Form 8829 [3] | 0 | 0 | * 629 | * 103 | 0 | 0 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | 0 | 0 | * 966 | * 774 | 0 | 0 | 0 |
| Net income less deficit [1,2] | * 602 | *-14,692 | 1,289,685 | 110,210 | 220,745 | * 28,181 | -19,591 |
| Net income [1,2] | * 602 | * 3,684 | 1,406,415 | 171,933 | 229,235 | * 28,513 | 58,838 |
| Deficit [2] | 0 | *-18,377 | -116,730 | -61,723 | * -8,491 | *-332 | -78,429 |

Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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) |
| Number of returns [1] | * 1,044 | * 1,744 | 133,232 | 11,849 | ** 16,919 | ** | 4,455 |
| Business receipts, total [1] | * 760 | * 8,573 | 4,400,629 | 611,561 | ** 899,753 | ** | 199,997 |
| Income from sales and operations [1] | * 760 | * 8,559 | 4,312,528 | 600,912 | ** 898,694 | ** | 200,105 |
| Other business income | 0 | * 14 | 88,101 | * 10,649 | ** 1,059 | ** | * -108 |
| Business deductions, total [1,2] | * 159 | * 4,888 | 2,994,214 | 439,628 | ** 642,004 | ** | 141,158 |
| Cost of sales and operations, total | 0 | 0 | * 62,384 | * 32,570 | ** 160,805 | ** | * 11,171 |
| Inventory, beginning of year | 0 | 0 | 0 | * 930 | ** 928 | ** | 0 |
| Cost of labor | 0 | 0 | * 35 | 0 | ** 0 | ** | * 3,303 |
| Purchases | 0 | 0 | * 374 | * 735 | ** 125,069 | ** | 0 |
| Materials and supplies | 0 | 0 | * 176 | * 20,366 | ** 33,982 | ** | 0 |
| Other costs | 0 | 0 | * 61,803 | * 11,818 | ** 1,954 | ** | * 7,869 |
| Inventory, end of year | 0 | 0 | * 4 | * 1,280 | ** 1,129 | ** | 0 |
| Advertising expenses | 0 | * 44 | 37,660 | * 1,390 | ** 2,334 | ** | * 3,415 |
| Car and truck expenses | 0 | * 3,810 | 469,767 | 76,006 | ** 185,971 | ** | * 11,787 |
| Commissions | 0 | 0 | 152,335 | * 33,226 | ** 33,420 | ** | 0 |
| Contract labor | 0 | 0 | 32,053 | * 12,033 | ** 8,952 | ** | 0 |
| Depletion | 0 | 0 | 0 | 0 | ** 0 | ** | 0 |
| Depreciation | 0 | * 67 | 124,117 | 40,189 | ** 26,017 | ** | * 10,393 |
| Employee benefit programs | 0 | 0 | * 713 | * 2,256 | ** 2,641 | ** | 0 |
| Insurance | 0 | * 66 | 208,261 | 31,750 | ** 12,786 | ** | * 7,304 |
| Legal and professional services | 0 | * 117 | 9,734 | 3,161 | ** 1,601 | ** | * 1,674 |
| Meals and entertainment deducted | 0 | * 11 | 19,089 | * 3,720 | ** 6,723 | ** | * 428 |
| Mortgage interest | 0 | * 11 | 62,449 | * 384 | ** 2,903 | ** | * 2,655 |
| Other interest paid on business indebtedness | 0 | 0 | 3,938 | 11,722 | ** 4,152 | ** | * 280 |
| Office expenses | 0 | * 36 | 25,979 | 3,198 | ** 3,397 | ** | * 2,320 |
| Pension and profit-sharing plans | 0 | 0 | 0 | 0 | ** 363 | ** | 0 |
| Rent on machinery and equipment | 0 | 0 | 452,111 | * 620 | ** 8,162 | ** | * 16 |
| Rent on other business property | 0 | 0 | 59,460 | * 5,094 | ** 3,370 | ** | * 10,347 |
| Repairs | 0 | * 53 | 150,297 | 29,695 | ** 20,958 | ** | * 4,900 |
| Supplies | 0 | * 39 | 32,162 | 6,800 | ** 3,232 | ** | * 8,853 |
| Salaries and wages | 0 | * 203 | 70,924 | * 66,836 | ** 41,410 | ** | * 22,083 |
| Taxes paid | 0 | * 123 | 42,032 | * 13,170 | ** 5,649 | ** | * 5,467 |
| Travel | 0 | 0 | 6,507 | * 5,503 | ** 4,306 | ** | * 4,562 |
| Utilities | 0 | * 78 | 51,975 | 9,605 | ** 9,480 | ** | * 3,789 |
| Other business deductions | 0 | * 229 | 887,023 | 45,210 | ** 89,266 | ** | * 27,340 |
| Home office business deductions, total | 0 | 0 | * 4,377 | * 2,486 | ** 3,548 | ** | * 2,374 |
| Depreciation, Form 8829 [3] | 0 | 0 | * 945 | 0 | ** 468 | ** | * 580 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | * 103 | ** 0 | * | 0 |
| Excess-casualty depreciations, Form 8829 [3] | 0 | 0 | 0 | 0 | ** 0 | ** | 0 |
| Net income [1,2] | * 602 | * 3,684 | 1,406,415 | 171,933 | ** 257,748 | ** | 58,838 |
| Returns with Schedule C-EZ: <br> Number of returns | * 1,004 | 0 | 21,676 | * 2,281 | * 1,891 | 0 | * 651 |
| Business receipts | * 523 | 0 | 184,993 | * 5,714 | * 5,493 | 0 | * 456 |
| Business deductions | * 159 | 0 | 28,870 | * 3,005 | * 559 | 0 | 0 |
| Net income | * 364 | 0 | 156,124 | * 2,708 | * 4,933 | 0 | * 456 |

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued

| Net income status, item | Transpotation 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) |
| Number of returns [1] | 32,864 | 174,648 | 5,996 | 231,274 | 65,656 | 55,074 | 31,621 | 14,482 | 64,441 |
| Business receipts, total [1] | 2,229,570 | 5,426,188 | 379,683 | 9,460,500 | 2,752,712 | 2,077,869 | 1,900,491 | 800,313 | 1,929,116 |
| Income from sales and operations [1] | 2,155,298 | 5,322,338 | 379,017 | 9,262,539 | 2,684,750 | 2,054,326 | 1,860,317 | 753,039 | 1,910,107 |
| Other business income | 74,273 | 103,850 | * 665 | 197,961 | 67,962 | 23,543 | 40,174 | * 47,274 | * 19,008 |
| Business deductions, total [1,2] | 1,881,873 | 3,675,096 | 270,070 | 5,938,749 | 1,716,392 | 1,316,166 | 1,373,086 | 425,590 | 1,107,515 |
| Cost of sales and operations, total | 405,105 | 684,399 | * 65,633 | 2,177,869 | 652,026 | 333,034 | 690,861 | * 231,085 | 270,863 |
| Inventory, beginning of year | 41,343 | * 8,075 | * 28 | 62,757 | 27,467 | * 22,730 | * 1,960 | 0 | * 10,600 |
| Cost of labor | * 42,459 | * 234,657 | * 34,858 | 259,078 | * 57,468 | * 9,296 | * 3,719 | * 137,016 | * 51,580 |
| Purchases | 219,204 | * 409,202 | * 428 | 1,180,468 | 450,456 | 116,422 | * 582,475 | * 6,990 | * 24,126 |
| Materials and supplies | * 9,203 | * 20,806 | * 29,157 | 283,023 | 21,929 | * 10,790 | * 76,248 | * 8,701 | * 165,355 |
| Other costs | * 133,257 | * 23,860 | * 1,176 | 458,404 | 125,034 | 194,606 | * 28,787 | * 78,378 | 31,600 |
| Inventory, end of year | 40,360 | * 12,202 | * 14 | 65,862 | 30,328 | * 20,810 | * 2,328 | 0 | * 12,397 |
| Advertising expenses | 10,913 | 12,768 | * 2,501 | 265,070 | 49,316 | 24,051 | 25,240 | 55,450 | 111,012 |
| Car and truck expenses | 306,633 | 1,743,033 | 51,846 | 432,382 | 154,811 | 89,203 | 105,788 | 22,235 | 60,346 |
| Commissions | * 2,999 | * 23,681 | * 15,343 | 131,508 | 26,926 | 41,313 | * 26,890 | * 337 | 36,042 |
| Contract labor | 188,702 | 150,216 | 28,764 | 259,157 | 35,343 | 30,474 | 128,262 | * 1,453 | 63,626 |
| Depletion | * 11 | 0 | * 1 | * 7 | 0 | 0 | 0 | 0 | * 7 |
| Depreciation | 139,815 | 66,849 | 12,721 | 184,041 | 25,037 | 92,528 | 19,501 | 22,867 | 24,109 |
| Employee benefit programs | 3,337 | * 8,646 | * 176 | 17,167 | 4,878 | * 8,448 | * 2,331 | * 26 | * 1,485 |
| Insurance | 78,631 | 73,218 | 5,153 | 52,748 | 15,170 | 14,595 | 10,207 | * 12 | 12,764 |
| Legal and professional services | 8,737 | 17,395 | 1,354 | 74,800 | 17,526 | 33,726 | 5,884 | 3,976 | 13,688 |
| Meals and entertainment deducted | 10,956 | 23,544 | * 500 | 48,726 | 13,287 | 18,118 | 11,137 | 717 | 5,468 |
| Mortgage interest | 19,927 | * 2,310 | * 2,243 | 14,590 | * 6,159 | * 6,095 | * 571 | * 1,001 | * 765 |
| Other interest paid on business indebtedness | 7,368 | 9,763 | * 2,855 | 30,885 | 22,362 | 2,832 | * 2,941 | * 397 | 2,353 |
| Office expenses | 16,185 | 29,895 | 1,600 | 130,307 | 45,926 | 29,694 | 12,930 | 9,668 | 32,089 |
| Pension and profit-sharing plans | * 377 | 0 | 0 | 8,237 | 6,302 | * 955 | * 657 | * 53 | * 271 |
| Rent on machinery and equipment | 20,835 | 75,186 | * 441 | 54,777 | 11,776 | 32,937 | 4,514 | * 3 | 5,547 |
| Rent on other business property | 25,348 | 32,591 | * 3,576 | 140,636 | 38,079 | 55,235 | 24,635 | * 2,025 | 20,663 |
| Repairs | 65,570 | 63,230 | 11,330 | 43,924 | 9,672 | 13,589 | 4,950 | * 764 | 14,949 |
| Supplies | 24,487 | 110,106 | 1,517 | 135,240 | 41,621 | 21,986 | 26,099 | 7,785 | 37,749 |
| Salaries and wages | 149,075 | 113,984 | 4,638 | 343,289 | 125,066 | 82,475 | 71,340 | * 1,916 | 62,491 |
| Taxes paid | 33,479 | 17,708 | 6,951 | 53,390 | 21,398 | 11,688 | 7,864 | * 1,007 | 11,433 |
| Travel | 7,594 | 21,854 | * 7,427 | 178,626 | 56,788 | 46,482 | 22,062 | 6,574 | 46,720 |
| Utilities | 48,059 | 57,677 | 8,008 | 147,883 | 45,450 | 32,032 | 19,895 | 19,715 | 30,790 |
| Other business deductions | 299,109 | 257,922 | 34,555 | 814,097 | 232,743 | 257,883 | 121,395 | 23,379 | 178,696 |
| Home office business deductions, total | 2,768 | 16,178 | * 937 | 139,277 | 49,017 | 25,617 | 17,646 | 12,072 | 34,924 |
| Depreciation, Form 8829 [3] | * 251 | * 993 | * 84 | 14,652 | 6,109 | 2,868 | * 2,004 | * 1,006 | 2,664 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | * 397 | 0 | 0 | 0 | * 397 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | 0 | 0 | 0 | * 86 | 0 | 0 | 0 | * 31 | * 55 |
| Net income [1,2] | 348,278 | 1,758,282 | 109,613 | 3,521,752 | 1,036,320 | 761,703 | 527,405 | 374,723 | 821,601 |
| Returns with Schedule C-EZ: <br> Number of returns | 8,355 | 46,044 | * 979 | 72,109 | 20,046 | 13,693 | 11,211 | * 3,069 | 24,091 |
| Business receipts | 43,626 | 342,422 | * 12,729 | 348,580 | 77,823 | 47,170 | 48,574 | * 47,607 | 127,406 |
| Business deductions | 5,853 | 63,464 | 0 | 61,411 | 9,713 | 12,474 | 9,485 | * 1,073 | 28,665 |
| Net income | 37,773 | 278,957 | * 12,729 | 287,169 | 68,110 | 34,696 | 39,089 | * 46,535 | 98,741 |

Footnotes at end of table

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Net income status, item | Finance and insurance |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Credit intermediation and related activities | Securities, commodity contracts, and other financial investments |  |  |  |  |
|  | Total |  | 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 |  |  |  |  |  |  |  |
| Business receipts, total [1] | 82,400,946 | 6,049,583 | 44,814,621 | 2,718,609 | 4,469,396 | 699,537 | 1,975,048 |
| Income from sales and operations [1] | 80,846,415 | 5,853,177 | 44,129,981 | 2,617,986 | 4,230,539 | 597,002 | 1,974,829 |
| Other business income | 1,554,531 | 196,406 | 684,640 | 100,623 | 238,858 | 102,535 | * 218 |
| Business deductions, total [1,2] | 62,919,924 | 4,812,017 | 39,184,464 | 2,334,116 | 3,582,465 | 623,975 | 1,996,420 |
| Cost of sales and operations, total | 28,065,598 | 1,107,364 | 25,588,375 | 1,923,884 | 2,273,872 | 176,877 | * 1,879,670 |
| Inventory, beginning of year | 423,273 | 79,095 | 308,238 | * 2,258 | * 7,344 | * 10,798 | * 999 |
| Cost of labor | 142,986 | * 9,278 | 21,166 | * [4] | * 10,944 | * 380 | * 1,221 |
| Purchases | 17,793,775 | 478,622 | 17,150,403 | 1,546,659 | 697,174 | * 95,043 | * 924,841 |
| Materials and supplies | 431,329 | * 27,531 | 315,140 | * 42 | * 172,285 | 0 | * 2,126 |
| Other costs | 9,646,894 | 620,086 | 8,010,463 | 377,837 | 1,400,218 | * 73,031 | * 951,344 |
| Inventory, end of year | 372,659 | 107,247 | 217,035 | * 2,913 | * 14,093 | * 2,374 | * 861 |
| Advertising expenses | 1,169,047 | 164,216 | 230,405 | 4,095 | 20,081 | 1,038 | * 6,782 |
| Car and truck expenses | 2,687,614 | 348,482 | 393,720 | 7,865 | 39,986 | 3,006 | * 88 |
| Commissions | 3,613,358 | 584,802 | 750,965 | 21,507 | 179,542 | 22,977 | * 867 |
| Contract labor | 825,846 | 198,299 | 249,619 | 1,349 | 37,781 | 13,365 | * 5 |
| Depletion | 4,403 | * 2 | 3,737 | * 75 | * 45 | * 1 | 0 |
| Depreciation | 894,426 | 125,612 | 235,060 | 16,443 | 24,102 | 11,685 | 592 |
| Employee benefit programs | 235,692 | 7,706 | 45,506 | * 1,484 | 11,300 | * 345 | * 99 |
| Insurance | 591,249 | 58,748 | 101,052 | 4,830 | 16,184 | 3,519 | * 125 |
| Legal and professional services | 753,052 | 110,713 | 363,872 | 16,630 | 42,722 | 6,922 | 9,375 |
| Meals and entertainment deducted | 548,750 | 73,460 | 147,254 | 5,215 | 26,813 | 13,479 | * 172 |
| Mortgage interest | 261,953 | 50,757 | 118,237 | * 766 | 15,061 | * 1,217 | * 301 |
| Other interest paid on business indebtedness | 517,807 | 119,342 | 233,678 | 20,127 | 19,793 | 19,534 | 8,918 |
| Office expenses | 1,081,434 | 122,186 | 247,978 | 22,646 | 32,495 | 8,350 | 226 |
| Pension and profit-sharing plans | 124,372 | 3,237 | 55,660 | * 1,745 | 3,612 | * 714 | 0 |
| Rent on machinery and equipment | 259,571 | 41,285 | 65,229 | 3,009 | 15,708 | 10,074 | * 83 |
| Rent on other business property | 1,453,210 | 142,936 | 415,403 | 27,296 | 30,771 | 40,908 | * 300 |
| Repairs | 275,776 | 39,528 | 43,338 | 2,566 | 6,382 | 1,501 | * 43 |
| Supplies | 562,505 | 77,602 | 113,147 | 3,923 | 14,741 | 2,321 | * 57 |
| Salaries and wages | 4,250,777 | 400,315 | 1,196,947 | 38,817 | 145,279 | 52,978 | * 11,053 |
| Taxes paid | 596,253 | 61,942 | 164,457 | 6,050 | 18,257 | 3,502 | * 174 |
| Travel | 851,878 | 79,639 | 268,182 | 18,146 | 27,514 | 10,387 | * 556 |
| Utilities | 1,077,757 | 121,475 | 195,000 | 10,972 | 32,061 | 6,508 | 200 |
| Other business deductions | 11,724,407 | 674,420 | 7,860,467 | 168,592 | 536,555 | 211,634 | 76,583 |
| Home office business deductions, total | 404,797 | 75,069 | 89,994 | 5,744 | 10,068 | 1,120 | * 150 |
| Depreciation, Form 8829 [3] | 59,670 | 13,645 | 14,066 | 1,566 | 1,494 | * 146 | * 7 |
| Casualty loss, Form 8829 [3] | 12,378 | * 1,989 | 1,297 | * 69 | * 813 | 0 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | 24,424 | * 1,871 | 10,314 | * 17 | * 400 | * 142 | * 29 |
| Net income less deficit [1,2] | 19,509,114 | 1,237,507 | 5,649,288 | 386,027 | 886,932 | 75,522 | -21,372 |
| Net income [1,2] | 21,925,487 | 1,600,212 | 6,868,918 | 444,869 | 975,321 | 210,956 | * 5,264 |
| Deficit [2] | -2,416,372 | -362,705 | -1,219,629 | -58,842 | -88,389 | -135,433 | -26,636 |

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

\begin{tabular}{|c|c|c|c|c|c|c|c|}
\hline \multirow[b]{3}{*}{Net income status, item} \& \multicolumn{4}{|c|}{Finance and insurance-continued} \& \multicolumn{3}{|l|}{Real estate and rental and leasing} <br>
\hline \& Securitiescontinued \& \multicolumn{3}{|l|}{Insurance agents, brokers, and related activities} \& \multirow[b]{2}{*}{Total} \& \multicolumn{2}{|l|}{Real estate} <br>
\hline \& 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) <br>
\hline \multirow[b]{3}{*}{bUSINESSES WITH AND WITHOUT NET INCOME Number of returns [1]} \& \multirow[t]{3}{*}{(86)

118,662} \& \multirow[t]{3}{*}{(87)

428,938} \& \multirow[t]{3}{*}{(88)

345,052} \& \multirow[t]{3}{*}{(89)

83,887} \& \multirow[t]{3}{*}{(90)

$1,381,330$} \& \multirow[t]{3}{*}{(91)

$1,318,113$} \& \multirow[t]{3}{*}{(92)

37,787} <br>
\hline \& \& \& \& \& \& \& <br>
\hline \& \& \& \& \& \& \& <br>
\hline Business receipts, total [1] \& 34,952,031 \& 31,536,743 \& 27,879,993 \& 3,656,750 \& 77,157,455 \& 73,470,771 \& 1,951,530 <br>
\hline Income from sales and operations [1] \& 34,709,625 \& 30,863,257 \& 27,211,670 \& 3,651,588 \& 75,491,385 \& 71,923,001 \& 1,900,088 <br>
\hline Other business income \& 242,406 \& 673,485 \& 668,323 \& 5,163 \& 1,666,070 \& 1,547,770 \& 51,442 <br>
\hline Business deductions, total [1,2] \& 30,647,488 \& 18,923,443 \& 16,722,486 \& 2,200,957 \& 50,003,889 \& 46,424,051 \& 1,955,927 <br>
\hline Cost of sales and operations, total \& 19,334,073 \& 1,369,858 \& 1,137,099 \& 232,759 \& 9,423,211 \& 8,506,094 \& 298,007 <br>
\hline Inventory, beginning of year \& 286,840 \& 35,940 \& 34,009 \& * 1,931 \& 2,189,371 \& 2,059,336 \& 62,840 <br>
\hline Cost of labor \& 8,620 \& 112,543 \& 74,649 \& * 37,893 \& 514,124 \& 447,601 \& * 15,692 <br>
\hline Purchases \& 13,886,687 \& 164,749 \& 127,171 \& 37,578 \& 4,892,828 \& 4,207,756 \& 40,280 <br>
\hline Materials and supplies \& 140,687 \& 88,658 \& 52,675 \& * 35,983 \& 1,288,622 \& 1,272,889 \& 28,642 <br>
\hline Other costs \& 5,208,033 \& 1,016,345 \& 894,421 \& 121,924 \& 3,042,346 \& 2,895,650 \& 233,672 <br>
\hline Inventory, end of year \& 196,794 \& 48,376 \& 45,826 \& * 2,550 \& 2,504,080 \& 2,377,138 \& 83,119 <br>
\hline Advertising expenses \& 198,410 \& 774,426 \& 730,552 \& 43,874 \& 3,073,502 \& 3,040,680 \& 28,720 <br>
\hline Car and truck expenses \& 342,775 \& 1,945,412 \& 1,625,347 \& 320,065 \& 5,816,419 \& 5,718,117 \& 78,237 <br>
\hline Commissions \& 526,071 \& 2,277,591 \& 2,093,613 \& 183,978 \& 4,045,739 \& 4,026,468 \& 65,104 <br>
\hline Contract labor \& 197,119 \& 377,928 \& 301,008 \& 76,920 \& 1,269,574 \& 1,197,356 \& 26,856 <br>
\hline Depletion \& 3,616 \& 664 \& 609 \& * 54 \& 4,316 \& 4,251 \& * 125 <br>
\hline Depreciation \& 182,238 \& 533,753 \& 448,241 \& 85,512 \& 3,026,004 \& 1,941,401 \& 259,706 <br>
\hline Employee benefit programs \& 32,278 \& 182,480 \& 176,286 \& 6,194 \& 83,751 \& 79,552 \& 4,184 <br>
\hline Insurance \& 76,394 \& 431,449 \& 391,087 \& 40,362 \& 704,191 \& 635,978 \& 53,058 <br>
\hline Legal and professional services \& 288,223 \& 278,468 \& 236,322 \& 42,146 \& 1,055,135 \& 1,022,263 \& 38,947 <br>
\hline Meals and entertainment deducted \& 101,576 \& 328,037 \& 287,140 \& 40,897 \& 812,614 \& 800,803 \& 6,783 <br>
\hline Mortgage interest \& 100,892 \& 92,959 \& 68,704 \& * 24,255 \& 1,052,573 \& 983,876 \& 283,995 <br>
\hline Other interest paid on business indebtedness \& 165,306 \& 164,788 \& 144,429 \& 20,358 \& 592,813 \& 463,039 \& 56,907 <br>
\hline Office expenses \& 184,260 \& 711,270 \& 618,839 \& 92,431 \& 1,582,319 \& 1,564,032 \& 17,640 <br>
\hline Pension and profit-sharing plans \& 49,589 \& 65,475 \& 63,050 \& 2,425 \& 72,136 \& 71,778 \& * 7,490 <br>
\hline Rent on machinery and equipment \& 36,355 \& 153,056 \& 119,784 \& 33,272 \& 540,240 \& 474,303 \& 15,817 <br>
\hline Rent on other business property \& 316,129 \& 894,871 \& 840,530 \& 54,341 \& 1,297,781 \& 1,192,205 \& 37,398 <br>
\hline Repairs \& 32,845 \& 192,910 \& 173,642 \& 19,268 \& 759,161 \& 660,512 \& 102,203 <br>
\hline Supplies \& 92,105 \& 371,755 \& 318,538 \& 53,218 \& 1,136,238 \& 1,070,809 \& 40,511 <br>
\hline Salaries and wages \& 948,819 \& 2,653,515 \& 2,557,076 \& 96,439 \& 1,747,287 \& 1,508,322 \& 88,959 <br>
\hline Taxes paid \& 136,475 \& 369,855 \& 344,098 \& 25,757 \& 841,831 \& 777,141 \& 134,553 <br>
\hline Travel \& 211,578 \& 504,056 \& 358,760 \& 145,296 \& 783,262 \& 750,060 \& 9,143 <br>
\hline Utilities \& 145,259 \& 761,282 \& 676,872 \& 84,410 \& 1,610,326 \& 1,551,198 \& 87,500 <br>
\hline Other business deductions \& 6,867,104 \& 3,189,519 \& 2,795,552 \& 393,968 \& 7,786,893 \& 7,525,615 \& 192,897 <br>
\hline Home office business deductions, total \& 72,911 \& 239,733 \& 168,409 \& 71,325 \& 737,799 \& 725,340 \& 19,791 <br>
\hline Depreciation, Form 8829 [3] \& 10,854 \& 31,958 \& 18,939 \& 13,019 \& 106,284 \& 104,818 \& 1,657 <br>
\hline Casualty loss, Form 8829 [3] \& * 415 \& * 9,093 \& * 9,093 \& 0 \& 16,829 \& 16,829 \& * 31 <br>
\hline Excess-casualty depreciations, Form 8829 [3] \& 9,726 \& 12,239 \& 8,722 \& * 3,517 \& 59,338 \& 56,692 \& * 1,873 <br>
\hline Net income less deficit [1,2] \& 4,322,180 \& 12,622,319 \& 11,159,905 \& 1,462,414 \& 27,151,639 \& 27,065,200 \& -8,769 <br>
\hline Net income [1,2] \& 5,232,508 \& 13,456,357 \& 11,831,530 \& 1,624,826 \& 31,715,764 \& 31,080,884 \& 446,214 <br>
\hline Deficit [2] \& -910,328 \& -834,038 \& -671,625 \& -162,412 \& -4,564,125 \& -4,015,683 \& -454,983 <br>
\hline
\end{tabular}

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

\begin{tabular}{|c|c|c|c|c|c|c|c|c|c|}
\hline \multirow[b]{3}{*}{Net income status, item} \& \multicolumn{9}{|c|}{Real estate and rental and leasing-continued} <br>
\hline \& \multicolumn{2}{|l|}{Real estate-continued} \& \multicolumn{7}{|c|}{Rental and leasing services} <br>
\hline \& 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 \& Video tape and disc rental \& General rental centers and other consumer goods rental \& Commercial and industrial machinery and equipment rental and leasing <br>
\hline \multirow[b]{2}{*}{BUSINESSES WITH AND WITHOUT NET INCOME} \& (93) \& \multirow[t]{2}{*}{(94)

219,730} \& (95) \& (96) \& (97) \& \multirow[t]{2}{*}{(98)

$* 338$} \& (99) \& (100) \& \multirow[t]{2}{*}{(101)

$\mathbf{2 1 , 1 4 5}$} <br>
\hline \& 1,060,597 \& \& 63,217 \& 19,064 \& * 801 \& \& 6,799 \& 15,071 \& <br>
\hline Business receipts, total [1] \& 56,574,366 \& 14,944,875 \& 3,686,684 \& 681,316 \& * 43,930 \& * 5,856 \& 585,240 \& 654,657 \& 1,715,686 <br>
\hline Income from sales and operations [1] \& 55,489,795 \& 14,533,119 \& 3,568,384 \& 667,710 \& * 43,928 \& * 5,844 \& 585,224 \& 646,303 \& 1,619,374 <br>
\hline Other business income \& 1,084,572 \& 411,756 \& 118,300 \& 13,606 \& * 2 \& * 12 \& * 16 \& 8,354 \& 96,311 <br>
\hline Business deductions, total [1,2] \& 32,799,756 \& 11,668,368 \& 3,579,838 \& 750,386 \& * 36,392 \& * 5,148 \& 490,694 \& 587,178 \& 1,710,040 <br>
\hline Cost of sales and operations, total \& 2,562,390 \& 5,645,697 \& 917,117 \& 313,235 \& * 82 \& 0 \& 170,894 \& 249,655 \& 183,251 <br>
\hline Inventory, beginning of year \& 658,992 \& 1,337,504 \& 130,034 \& * 24,039 \& 0 \& 0 \& 43,005 \& 46,722 \& 16,268 <br>
\hline Cost of labor \& 218,399 \& 213,510 \& 66,523 \& * 1,544 \& 0 \& 0 \& 0 \& * 25 \& 64,955 <br>
\hline Purchases \& 1,318,769 \& 2,848,707 \& 685,072 \& 276,401 \& * 82 \& 0 \& 160,732 \& 202,775 \& 45,082 <br>
\hline Materials and supplies \& 452,750 \& 791,497 \& 15,733 \& * 2,924 \& 0 \& 0 \& * 1,989 \& * 6,334 \& 4,486 <br>
\hline Other costs \& 854,816 \& 1,807,162 \& 146,697 \& 33,005 \& 0 \& 0 \& * 2,769 \& * 41,604 \& 69,319 <br>
\hline Inventory, end of year \& 941,336 \& 1,352,683 \& 126,942 \& * 24,678 \& 0 \& 0 \& * 37,601 \& * 47,805 \& 16,858 <br>
\hline Advertising expenses \& 2,701,088 \& 310,873 \& 32,822 \& 7,193 \& * 12 \& 0 \& 4,873 \& 16,086 \& 4,657 <br>
\hline Car and truck expenses \& 4,869,649 \& 770,231 \& 98,302 \& 24,213 \& * 312 \& * 722 \& 24,806 \& 13,252 \& 34,996 <br>
\hline Commissions \& 3,588,248 \& 373,116 \& 19,271 \& * 4,208 \& 0 \& 0 \& * 163 \& * 4,885 \& 10,015 <br>
\hline Contract labor \& 1,037,314 \& 133,186 \& 72,218 \& 4,856 \& * 1 \& 0 \& * 274 \& 41,042 \& 26,044 <br>
\hline Depletion \& 1,847 \& 2,278 \& 65 \& * 18 \& 0 \& 0 \& 0 \& * 1 \& * 47 <br>
\hline Depreciation \& 1,359,178 \& 322,518 \& 1,084,603 \& 197,607 \& * 7,394 \& * 984 \& 26,545 \& 89,903 \& 762,170 <br>
\hline Employee benefit programs \& 63,303 \& 12,064 \& 4,200 \& * 709 \& * 17 \& 0 \& * 249 \& * 1,315 \& 1,909 <br>
\hline Insurance \& 487,677 \& 95,243 \& 68,212 \& 11,927 \& * 857 \& 0 \& 7,086 \& 10,075 \& 38,268 <br>
\hline Legal and professional services \& 730,668 \& 252,648 \& 32,872 \& 8,587 \& * 301 \& 0 \& 2,557 \& 2,623 \& 18,804 <br>
\hline Meals and entertainment deducted \& 679,133 \& 114,887 \& 11,811 \& 593 \& * 297 \& * 598 \& * 4,604 \& 2,419 \& 3,300 <br>
\hline Mortgage interest \& 457,794 \& 242,087 \& 68,697 \& 19,751 \& * 626 \& 0 \& * 3,930 \& * 4,167 \& 40,224 <br>
\hline Other interest paid on business indebtedness \& 219,805 \& 186,327 \& 129,774 \& 9,930 \& 0 \& 0 \& 2,541 \& 11,551 \& 105,752 <br>
\hline Office expenses \& 1,368,444 \& 177,948 \& 18,287 \& 1,923 \& * 188 \& 0 \& 2,986 \& 5,450 \& 7,740 <br>
\hline Pension and profit-sharing plans \& 52,484 \& 11,803 \& * 359 \& * 53 \& * 8 \& 0 \& 0 \& * 208 \& * 90 <br>
\hline Rent on machinery and equipment \& 378,559 \& 79,927 \& 65,937 \& 11,874 \& * 49 \& * 590 \& * 4,435 \& 1,867 \& 47,122 <br>
\hline Rent on other business property \& 980,350 \& 174,457 \& 105,576 \& 12,378 \& * 99 \& 0 \& 44,812 \& 6,006 \& 42,281 <br>
\hline Repairs \& 429,644 \& 128,665 \& 98,648 \& 17,178 \& * 483 \& 0 \& 4,088 \& 16,110 \& 60,790 <br>
\hline Supplies \& 883,129 \& 147,169 \& 65,429 \& 6,432 \& * [4] \& 0 \& 20,968 \& 4,120 \& 33,908 <br>
\hline Salaries and wages \& 1,096,342 \& 323,021 \& 238,965 \& 29,952 \& * 23,994 \& 0 \& 81,472 \& 40,063 \& 63,482 <br>
\hline Taxes paid \& 487,416 \& 155,171 \& 64,690 \& 14,814 \& * 35 \& 0 \& 16,348 \& 11,348 \& 22,146 <br>
\hline Travel \& 591,080 \& 149,837 \& 33,202 \& 3,118 \& * 400 \& 0 \& * 662 \& 2,408 \& 26,614 <br>
\hline Utilities \& 1,255,043 \& 208,655 \& 59,128 \& 9,837 \& * 144 \& 0 \& 23,771 \& 9,678 \& 15,698 <br>
\hline Other business deductions \& 5,798,357 \& 1,534,360 \& 261,278 \& 28,292 \& * 1,049 \& * 2,253 \& 39,525 \& 32,163 \& 157,996 <br>
\hline Home office business deductions, total \& 604,582 \& 100,967 \& 12,459 \& * 2,582 \& 0 \& 0 \& * 3,105 \& * 6,510 \& * 262 <br>
\hline Depreciation, Form 8829 [3] \& 86,727 \& 16,435 \& * 1,466 \& * 79 \& 0 \& 0 \& 0 \& * 1,348 \& * 39 <br>
\hline Casualty loss, Form 8829 [3] \& 12,993 \& * 3,805 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 \& 0 <br>
\hline Excess-casualty depreciations, Form 8829 [3] \& 44,052 \& 10,767 \& * 2,646 \& 0 \& 0 \& 0 \& 0 \& * 2,640 \& * 6 <br>
\hline Net income less deficit [1,2] \& 23,796,425 \& 3,277,545 \& 86,439 \& -69,987 \& * 7,526 \& * 708 \& 94,556 \& 69,411 \& -15,776 <br>
\hline Net income [1,2] \& 26,136,439 \& 4,498,230 \& 634,881 \& 72,503 \& * 7,780 \& * 720 \& 102,757 \& 122,816 \& 328,305 <br>
\hline Deficit [2] \& -2,340,015 \& -1,220,686 \& -548,442 \& -142,490 \& *-253 \& *-12 \& *-8,201 \& -53,405 \& -344,080 <br>
\hline
\end{tabular}

[^34]Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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 | Video tape 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) |
| Number of returns [1] | 751,116 | 143,007 | 37,572 | 10,355 | * 790 | * 299 | 5,180 | 10,320 | 10,628 |
| Business receipts, total [1] | 51,607,984 | 11,747,011 | 2,519,275 | 375,670 | * 43,890 | * 5,807 | 493,472 | 585,218 | 1,015,217 |
| Income from sales and operations [1] | 50,742,725 | 11,496,311 | 2,487,578 | 374,456 | * 43,889 | * 5,807 | 493,450 | 584,538 | 985,438 |
| Other business income | 865,259 | 250,701 | 31,697 | 1,214 | * 2 | 0 | * 22 | * 680 | 29,779 |
| Business deductions, total [1,2] | 25,476,423 | 7,251,136 | 1,866,041 | 302,249 | * 36,111 | * 5,087 | 390,715 | 462,402 | 669,477 |
| Cost of sales and operations, total | 1,805,196 | 3,473,147 | 661,494 | 137,169 | * 82 | 0 | * 148,925 | * 238,974 | 136,344 |
| Inventory, beginning of year | 357,529 | 583,399 | 89,558 | * 24,039 | 0 | 0 | * 30,386 | * 26,782 | 8,351 |
| Cost of labor | 118,675 | 63,710 | * 61,661 | * 1,544 | 0 | 0 | 0 | * 25 | * 60,093 |
| Purchases | 854,689 | 1,704,900 | 482,825 | * 108,589 | * 82 | 0 | * 139,297 | * 191,765 | 43,092 |
| Materials and supplies | 388,363 | 626,334 | 12,317 | * 2,917 | 0 | 0 | * 1,232 | * 6,334 | * 1,834 |
| Other costs | 648,800 | 1,067,754 | 98,533 | * 24,759 | 0 | 0 | * 2,444 | * 40,815 | 30,516 |
| Inventory, end of year | 562,860 | 572,951 | 83,399 | * 24,678 | 0 | 0 | * 24,433 | * 26,747 | 7,541 |
| Advertising expenses | 2,305,936 | 237,566 | 24,760 | * 3,218 | * 12 | 0 | * 4,713 | 14,599 | 2,219 |
| Car and truck expenses | 3,811,189 | 559,486 | 46,878 | 1,058 | * 312 | * 722 | * 21,013 | 11,562 | 12,210 |
| Commissions | 3,097,588 | 304,767 | * 874 | * 22 | 0 | 0 | * 163 | 0 | * 688 |
| Contract labor | 806,917 | 102,590 | 45,237 | * 188 | 0 | 0 | * 127 | * 39,895 | 5,026 |
| Depletion | 922 | * 1,400 | * 45 | * 16 | 0 | 0 | 0 | 0 | * 29 |
| Depreciation | 1,032,417 | 184,237 | 379,258 | 64,260 | * 7,322 | * 924 | * 18,041 | 30,627 | 258,084 |
| Employee benefit programs | 43,620 | 7,805 | 2,996 | * 569 | * 17 | 0 | * 233 | * 1,187 | * 990 |
| Insurance | 359,877 | 64,561 | 38,177 | 6,864 | * 855 | 0 | * 6,172 | 8,585 | 15,702 |
| Legal and professional services | 531,387 | 113,885 | 14,429 | 3,316 | * 293 | 0 | * 1,560 | 1,452 | 7,808 |
| Meals and entertainment deducted | 594,158 | 79,326 | 9,491 | * 23 | * 293 | * 598 | * 4,497 | 2,168 | 1,913 |
| Mortgage interest | 176,152 | 93,597 | 19,963 | * 9,919 | * 626 | 0 | * 254 | * 94 | 9,070 |
| Other interest paid on business indebtedness | 143,210 | 64,361 | 63,192 | 7,802 | 0 | 0 | * 2,334 | 7,005 | 46,051 |
| Office expenses | 1,083,381 | 131,981 | 9,640 | 422 | * 182 | 0 | 2,079 | 5,294 | 1,662 |
| Pension and profit-sharing plans | 48,404 | 11,617 | * 233 | * 44 | * 8 | 0 | 0 | * 181 | 0 |
| Rent on machinery and equipment | 315,272 | 69,095 | 23,778 | * 9,259 | * 49 | * 590 | * 4,397 | * 1,666 | 7,816 |
| Rent on other business property | 750,565 | 123,586 | 52,558 | * 936 | 0 | 0 | * 34,714 | * 3,447 | 13,462 |
| Repairs | 304,808 | 66,528 | 40,732 | 9,084 | * 474 | 0 | * 3,616 | 12,560 | 14,998 |
| Supplies | 685,558 | 103,049 | 29,570 | * 769 | * [4] | 0 | 20,132 | 3,769 | 4,900 |
| Salaries and wages | 857,753 | 203,938 | 165,311 | * 17,253 | * 23,954 | 0 | * 58,424 | * 34,405 | 31,274 |
| Taxes paid | 328,584 | 75,687 | 35,575 | * 6,515 | * 31 | 0 | * 12,131 | * 9,189 | 7,709 |
| Travel | 475,381 | 101,353 | 12,466 | * 63 | * 400 | 0 | * 283 | * 1,567 | 10,154 |
| Utilities | 946,419 | 142,397 | 34,141 | * 6,211 | * 142 | 0 | 13,049 | 8,658 | 6,081 |
| Other business deductions | 4,351,892 | 847,329 | 134,519 | 5,559 | * 1,012 | * 2,253 | 30,755 | 21,248 | 73,692 |
| Home office business deductions, total | 504,270 | 72,619 | * 5,873 | * 2,582 | 0 | 0 | * 3,105 | 0 | * 186 |
| Depreciation, Form 8829 [3] | 65,555 | 10,984 | * 103 | * 79 | 0 | 0 | 0 | 0 | * 24 |
| Casualty loss, Form 8829 [3] | 12,045 | * 1,170 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | 5,137 | * 3,729 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net income [1,2] | 26,136,439 | 4,498,230 | 634,881 | 72,503 | * 7,780 | * 720 | 102,757 | 122,816 | 328,305 |
| Returns with Schedule C-EZ: <br> Number of returns | 71,106 | 21,431 | 11,960 | 5,966 | * 137 | 0 | 0 | * 2,953 | 2,904 |
| Business receipts | 779,068 | 345,609 | 45,319 | 24,666 | * 909 | 0 | 0 | * 9,301 | 10,442 |
| Business deductions | 116,234 | 15,231 | 15,917 | 9,126 | * 45 | 0 | 0 | * 4,270 | 2,476 |
| Net income | 662,834 | 330,378 | 29,401 | 15,539 | * 865 | 0 | 0 | * 5,031 | 7,967 |

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]


[^35]Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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 | $\begin{aligned} & \text { Legal } \\ & \text { services } \end{aligned}$ | 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] | 2,190,984 | 279,851 | 34,404 | 264,348 | 212,396 | 75,327 | 74,797 |
| Business receipts, total [1] | 144,948,840 | 35,427,000 | 3,498,330 | 8,377,202 | 14,211,901 | 6,692,080 | 4,785,256 |
| Income from sales and operations [1] | 142,371,438 | 35,083,561 | 3,469,380 | 8,250,323 | 13,956,456 | 6,632,739 | 4,645,779 |
| Other business income | 2,577,402 | 343,439 | 28,950 | 126,878 | 255,445 | 59,342 | 139,477 |
| Business deductions, total [1,2] | 72,837,878 | 18,544,342 | 1,891,261 | 4,379,673 | 8,386,041 | 4,397,345 | 2,492,509 |
| Cost of sales and operations, total | 15,247,616 | 1,734,083 | 43,254 | 314,093 | 1,828,531 | 1,030,496 | 649,411 |
| Inventory, beginning of year | 596,429 | 48,066 | * 820 | 39,307 | 54,294 | * 23,189 | * 30,735 |
| Cost of labor | 1,201,899 | 44,156 | * 2,977 | 190,714 | 297,147 | 114,074 | 120,081 |
| Purchases | 6,363,092 | 178,251 | * 7,270 | 8,888 | 555,910 | 304,751 | 202,807 |
| Materials and supplies | 1,840,976 | 40,778 | 0 | * 15,499 | 362,166 | 231,183 | 108,246 |
| Other costs | 5,849,838 | 1,467,269 | 33,701 | 99,476 | 629,105 | 397,507 | 216,793 |
| Inventory, end of year | 604,618 | 44,438 | * 1,514 | * 39,792 | 70,090 | * 40,208 | * 29,251 |
| Advertising expenses | 1,697,065 | 741,590 | 20,498 | 78,048 | 80,271 | 44,519 | 17,812 |
| Car and truck expenses | 4,875,872 | 847,095 | 75,269 | 410,391 | 662,053 | 291,220 | 177,249 |
| Commissions | 1,075,816 | 154,449 | * 16,718 | 162,937 | 62,299 | 10,951 | 38,459 |
| Contract labor | 3,295,156 | 643,339 | 82,330 | 127,640 | 508,445 | 191,618 | 208,635 |
| Depletion | 8,763 | 3,196 | * 17 | * 864 | * 644 | 0 | * 585 |
| Depreciation | 2,856,353 | 424,756 | 73,039 | 176,398 | 420,404 | 236,811 | 117,384 |
| Employee benefit programs | 514,293 | 181,371 | 42,236 | 33,574 | 90,587 | 33,285 | 25,646 |
| Insurance | 1,405,773 | 527,387 | 48,649 | 79,723 | 261,614 | 133,922 | 71,736 |
| Legal and professional services | 1,759,756 | 584,929 | 19,649 | 61,739 | 230,308 | 157,182 | 46,468 |
| Meals and entertainment deducted | 949,649 | 188,784 | 24,193 | 56,208 | 76,148 | 35,639 | 25,201 |
| Mortgage interest | 342,377 | 89,502 | 22,539 | 32,531 | 11,143 | 5,606 | 2,684 |
| Other interest paid on business indebtedness | 471,676 | 134,970 | 20,957 | 52,960 | 49,233 | 26,688 | 10,784 |
| Office expenses | 2,342,279 | 886,319 | 102,981 | 183,829 | 214,195 | 106,689 | 73,532 |
| Pension and profit-sharing plans | 271,591 | 125,764 | 13,098 | 14,958 | 18,776 | 13,690 | 3,790 |
| Rent on machinery and equipment | 802,445 | 193,727 | 18,811 | 70,397 | 71,312 | 55,024 | 12,163 |
| Rent on other business property | 3,066,320 | 1,404,983 | 128,571 | 228,824 | 213,925 | 122,913 | 57,287 |
| Repairs | 674,775 | 156,597 | 23,021 | 74,401 | 122,452 | 79,621 | 25,484 |
| Supplies | 2,134,743 | 318,479 | 38,814 | 129,116 | 341,828 | 205,381 | 73,227 |
| Salaries and wages | 8,939,704 | 3,609,875 | 504,481 | 729,500 | 1,254,487 | 642,712 | 324,584 |
| Taxes paid | 1,441,949 | 493,261 | 61,762 | 114,290 | 190,613 | 98,617 | 42,690 |
| Travel | 2,651,215 | 275,386 | 42,527 | 80,657 | 198,378 | 87,633 | 90,219 |
| Utilities | 2,312,872 | 692,805 | 72,427 | 206,555 | 217,546 | 106,158 | 50,819 |
| Other business deductions | 11,261,451 | 3,913,381 | 349,995 | 765,055 | 1,029,880 | 592,399 | 267,303 |
| Home office business deductions, total | 1,951,203 | 179,730 | 36,474 | 139,654 | 191,636 | 79,161 | 66,587 |
| Depreciation, Form 8829 [3] | 252,621 | 22,459 | 4,809 | 10,438 | 22,675 | 10,295 | 7,542 |
| Casualty loss, Form 8829 [3] | 52,738 | * 10,631 | 0 | * 12,754 | * 1,596 | * 977 | * 619 |
| Excess-casualty depreciations, Form 8829 [3] | 28,474 | * 3,212 | 0 | * 646 | * 4,407 | * 1,407 | * 3,000 |
| Net income [1,2] | 72,112,319 | 16,882,598 | 1,607,069 | 3,997,529 | 5,826,663 | 2,295,538 | 2,292,747 |
| Returns with Schedule C-EZ: |  |  |  |  |  |  |  |
| Number of returns | 487,722 | 48,927 | 4,817 | 75,673 | 45,419 | 8,960 | 19,591 |
| Business receipts | 4,953,914 | 542,130 | 39,461 | 516,819 | 476,048 | 105,167 | 274,402 |
| Business deductions | 488,797 | 39,863 | 8,952 | 55,354 | 39,334 | 9,409 | 12,772 |
| Net income | 4,465,117 | 502,268 | 30,509 | 461,465 | 436,713 | 95,757 | 261,631 |

Footnotes at end of table.

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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, and related services-continued |  |  | Specialized design services | Computer systems design services | Other professional, scientific, and technical 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] | 61,719 | 11,564 | 9,960 | 226,092 | 240,530 | 1,458,214 | 799,528 |
| Business receipts, total [1] | 1,885,486 | 840,610 | 270,851 | 8,776,772 | 10,200,170 | 71,774,986 | 40,337,777 |
| Income from sales and operations [1] | 1,827,094 | 840,536 | 270,595 | 8,714,037 | 10,088,047 | 69,922,615 | 38,935,099 |
| Other business income | * 58,392 | * 75 | * 256 | 62,735 | 112,122 | 1,852,371 | 1,402,678 |
| Business deductions, total [1,2] | 1,105,491 | 559,133 | 219,582 | 6,401,416 | 5,222,251 | 39,152,250 | 18,285,903 |
| Cost of sales and operations, total | 72,365 | * 45,165 | * 66,165 | 3,195,919 | 1,617,469 | 8,718,660 | 2,820,315 |
| Inventory, beginning of year | * 5,863 | 0 | * 6,720 | 190,497 | 109,248 | 400,669 | 107,152 |
| Cost of labor | * 39,173 | * 24,154 | * 183 | 128,899 | 164,555 | 472,980 | 139,902 |
| Purchases | * 5,832 | * 1,081 | * 49,408 | 2,147,412 | 944,543 | 3,196,033 | 546,917 |
| Materials and supplies | 16,509 | * 5,349 | * 16,997 | 337,208 | 310,956 | 1,231,660 | 344,523 |
| Other costs | * 11,456 | * 14,582 | * 1,721 | 585,905 | 182,359 | 3,848,378 | 1,806,228 |
| Inventory, end of year | * 6,469 | 0 | * 8,864 | 194,003 | 94,193 | 431,060 | 124,408 |
| Advertising expenses | 15,917 | 3,247 | 3,382 | 162,590 | 163,274 | 718,839 | 325,344 |
| Car and truck expenses | 199,471 | 74,337 | 18,197 | 363,807 | 399,842 | 3,135,499 | 1,690,738 |
| Commissions | * 6,902 | * 5,988 | 0 | 52,081 | 48,015 | 841,733 | 449,709 |
| Contract labor | 34,010 | 72,695 | * 8,472 | 244,885 | 246,458 | 1,781,596 | 861,805 |
| Depletion | * 59 | 0 | 0 | * 986 | * 205 | 4,201 | 3,269 |
| Depreciation | 53,187 | 22,388 | 10,735 | 256,437 | 284,694 | 1,975,076 | 907,915 |
| Employee benefit programs | * 19,009 | 11,990 | * 702 | 8,682 | 24,088 | 195,281 | 92,389 |
| Insurance | 48,187 | 16,204 | * 4,664 | 55,129 | 69,066 | 464,660 | 218,956 |
| Legal and professional services | 18,769 | 8,765 | 2,717 | 68,166 | 98,022 | 1,041,270 | 697,827 |
| Meals and entertainment deducted | 21,156 | 472 | 988 | 55,232 | 73,199 | 616,227 | 383,430 |
| Mortgage interest | * 1,951 | * 1,068 | * 114 | 11,410 | 16,978 | 211,549 | 102,887 |
| Other interest paid on business indebtedness | 8,281 | 5,386 | * 1,807 | 33,936 | 34,117 | 297,668 | 166,220 |
| Office expenses | 21,213 | 15,998 | 9,491 | 140,798 | 139,819 | 952,184 | 537,035 |
| Pension and profit-sharing plans | * 700 | * 885 | * 13 | 4,144 | 8,760 | 98,146 | 51,060 |
| Rent on machinery and equipment | 5,058 | 4,808 | * 116 | 42,028 | 77,543 | 418,798 | 200,963 |
| Rent on other business property | 17,426 | 16,401 | * 8,493 | 205,291 | 105,944 | 1,117,014 | 505,447 |
| Repairs | 11,523 | 9,397 | * 1,524 | 20,187 | 40,460 | 338,680 | 141,753 |
| Supplies | 54,307 | 14,117 | 14,348 | 264,190 | 141,622 | 1,301,027 | 542,892 |
| Salaries and wages | 152,529 | 137,231 | * 27,899 | 173,892 | 437,020 | 3,005,935 | 1,075,688 |
| Taxes paid | 30,896 | 20,307 | 3,587 | 76,574 | 72,153 | 546,546 | 198,526 |
| Travel | 51,037 | 1,741 | * 3,026 | 98,967 | 203,061 | 2,227,749 | 1,541,154 |
| Utilities | 55,149 | 21,069 | 4,390 | 140,647 | 152,695 | 1,187,514 | 605,606 |
| Other business deductions | 149,274 | 38,114 | 22,476 | 499,472 | 536,760 | 6,332,210 | 3,165,464 |
| Home office business deductions, total | 42,327 | 9,415 | * 5,855 | 197,099 | 200,089 | 1,338,659 | 820,438 |
| Depreciation, Form 8829 [3] | 6,912 | * 984 | * 469 | 41,248 | 23,222 | 197,517 | 137,274 |
| Casualty loss, Form 8829 [3] | * 740 | 0 | 0 | * 1,101 | * 1,062 | 29,489 | 25,760 |
| Excess-casualty depreciations, Form 8829 [3] | * 2,164 | * 477 | * 326 | 26,381 | 13,825 | 124,184 | 79,454 |
| Net income less deficit [1,2] | 780,431 | 281,478 | 53,598 | 2,375,698 | 4,980,382 | 32,688,156 | 22,085,494 |
| Net income [1,2] | 859,053 | 293,728 | 85,597 | 2,761,358 | 5,300,473 | 35,736,629 | 23,929,107 |
| Deficit [2] | -78,622 | *-12,250 | *-31,999 | -385,660 | -320,091 | -3,048,473 | -1,843,613 |

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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 |  |  |  |  |  |  |
|  | Scientific research and development services | Advertising and related services | Market research and public opinion polling | Other miscellaneous services | Total | Administrative and support services | Waste management and remediation services |
|  | (116) | (117) | (118) | (119) | (120) | (121) | (122) |
| Number of returns [1] | 25,755 | 95,363 | 31,700 | 323,934 | 1,745,131 | 1,729,754 | 15,377 |
| Business receipts, total [1] | 1,181,067 | 6,493,980 | 1,829,934 | 19,670,065 | 50,687,235 | 48,719,132 | 1,968,102 |
| Income from sales and operations [1] | 1,178,983 | 6,464,529 | 1,824,435 | 19,306,940 | 50,076,191 | 48,116,557 | 1,959,634 |
| Other business income | * 2,084 | 29,451 | * 5,498 | 363,125 | 611,043 | 602,575 | 8,468 |
| Business deductions, total [1,2] | 469,818 | 4,332,983 | 1,156,504 | 11,408,325 | 32,202,103 | 30,540,657 | 1,661,446 |
| Cost of sales and operations, total | 82,680 | 2,060,176 | 406,380 | 2,829,553 | 8,971,894 | 8,612,774 | 359,120 |
| Inventory, beginning of year | * 2,855 | 5,492 | * 4,186 | 200,054 | 323,584 | 323,326 | * 258 |
| Cost of labor | * 16,577 | 28,912 | * 609 | 241,696 | 1,750,902 | 1,723,007 | * 27,894 |
| Purchases | * 3,844 | 1,018,069 | * 1,757 | 1,393,820 | 3,671,562 | 3,475,126 | 196,436 |
| Materials and supplies | * 5,583 | 174,943 | * 36,045 | 476,259 | 2,170,132 | 2,128,166 | * 41,966 |
| Other costs | 55,272 | 839,139 | * 366,336 | 733,404 | 1,354,938 | 1,254,469 | 100,469 |
| Inventory, end of year | * 1,451 | 6,379 | * 2,552 | 215,679 | 299,223 | 291,321 | * 7,902 |
| Advertising expenses | 6,548 | 133,353 | 14,587 | 161,740 | 472,521 | 452,439 | 20,081 |
| Car and truck expenses | 18,420 | 265,194 | 53,437 | 739,474 | 3,974,297 | 3,803,268 | 171,029 |
| Commissions | * 7,044 | 102,673 | * 38,406 | 158,541 | 353,113 | 335,252 | * 17,861 |
| Contract labor | 65,262 | 169,501 | 126,020 | 422,031 | 1,712,687 | 1,650,843 | 61,844 |
| Depletion | 0 | * 2 | 0 | 799 | 2,074 | 1,079 | * 995 |
| Depreciation | 32,518 | 102,914 | 15,311 | 602,998 | 1,717,598 | 1,505,736 | 211,862 |
| Employee benefit programs | 1,157 | 4,791 | 4,978 | 80,183 | 90,136 | 82,455 | 7,681 |
| Insurance | 5,352 | 21,314 | 8,970 | 175,689 | 796,622 | 733,165 | 63,458 |
| Legal and professional services | 19,906 | 40,798 | 30,483 | 168,597 | 277,861 | 263,814 | 14,047 |
| Meals and entertainment deducted | 4,658 | 48,131 | 17,590 | 121,187 | 227,482 | 222,187 | 5,295 |
| Mortgage interest | * 7,109 | 8,381 | * 6,816 | 70,967 | 78,082 | 60,724 | 17,357 |
| Other interest paid on business indebtedness | 4,344 | 13,316 | * 589 | 72,230 | 181,460 | 162,496 | 18,964 |
| Office expenses | 7,960 | 61,625 | 21,504 | 247,104 | 486,591 | 466,447 | 20,144 |
| Pension and profit-sharing plans | * 1,213 | 1,748 | * 6,924 | 36,733 | 27,955 | 26,530 | * 1,424 |
| Rent on machinery and equipment | 6,872 | 32,188 | 15,037 | 138,910 | 319,216 | 303,044 | 16,172 |
| Rent on other business property | 10,943 | 83,094 | 34,177 | 397,366 | 439,267 | 426,482 | 12,786 |
| Repairs | 2,706 | 12,102 | 2,586 | 139,725 | 698,656 | 603,921 | 94,735 |
| Supplies | 11,080 | 67,257 | 31,425 | 494,248 | 1,478,987 | 1,448,316 | 30,671 |
| Salaries and wages | 36,351 | 144,253 | 89,643 | 1,410,197 | 3,480,556 | 3,347,817 | 132,740 |
| Taxes paid | 5,788 | 23,576 | 18,118 | 266,572 | 577,405 | 542,245 | 35,160 |
| Travel | 28,813 | 99,116 | 55,200 | 358,610 | 454,675 | 447,203 | 7,473 |
| Utilities | 15,661 | 82,826 | 26,430 | 337,747 | 755,664 | 722,264 | 33,399 |
| Other business deductions | 60,773 | 619,511 | 102,810 | 1,656,517 | 3,632,240 | 3,329,885 | 302,355 |
| Home office business deductions, total | 13,792 | 121,250 | 21,011 | 249,030 | 527,719 | 522,936 | 4,784 |
| Depreciation, Form 8829 [3] | 1,616 | 8,473 | 1,191 | 31,596 | 49,338 | 48,856 | * 483 |
| Casualty loss, Form 8829 [3] | 0 | * 2 | * 26 | * 3,701 | 15,281 | 15,281 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | * 717 | * 226 | 0 | 8,992 | 6,360 | 6,360 | 0 |
| Net income [1,2] | 711,249 | 2,160,997 | 673,430 | 8,261,845 | 18,548,626 | 18,241,969 | 306,657 |
| Returns with Schedule C-EZ: <br> Number of returns | 8,691 | 15,207 | 7,593 | 70,374 | 622,396 | 621,112 | * 1,284 |
| Business receipts | 70,227 | 80,149 | 43,128 | 658,010 | 3,690,304 | 3,683,016 | * 7,288 |
| Business deductions | 12,867 | 13,895 | 8,090 | 71,604 | 468,302 | 468,291 | * 11 |
| Net income | 57,360 | 66,254 | 35,038 | 586,407 | 3,222,003 | 3,214,725 | * 7,277 |

Footnotes at end of table

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

\begin{tabular}{|c|c|c|c|c|c|c|c|}
\hline \multirow[b]{3}{*}{Net income status, item} \& Educational
services \& \multicolumn{6}{|c|}{Health care and social assistance} <br>
\hline \& \multirow[b]{2}{*}{Total} \& \multirow[b]{2}{*}{Total} \& \multicolumn{5}{|c|}{Ambulatory health care services} <br>
\hline \& \& \& Total \& Offices of physicians (except mental health specialists) \& Offices of physicians, mental health specialists \& Offices of dentists \& Offices of chiropractors <br>
\hline \multirow[b]{2}{*}{BUSINESSES WITH AND WITHOUT NET INCOME} \& (123) \& \multirow[t]{2}{*}{(124)

$1,873,520$} \& (125) \& \multirow[t]{2}{*}{(126)

185,771} \& \multirow[t]{2}{*}{(127)

32,269} \& \multirow[t]{2}{*}{(128)

87,600} \& \multirow[t]{2}{*}{(129)

43,782} <br>
\hline \& 607,402 \& \& 913,825 \& \& \& \& <br>
\hline Business receipts, total [1] \& 8,870,058 \& 110,437,177 \& 91,368,332 \& 31,770,442 \& 3,274,443 \& 29,384,751 \& 4,561,513 <br>
\hline Income from sales and operations [1] \& 8,105,799 \& 108,889,261 \& 90,269,430 \& 31,007,795 \& 3,200,584 \& 29,293,915 \& 4,545,311 <br>
\hline Other business income \& 764,258 \& 1,547,916 \& 1,098,902 \& 762,647 \& 73,860 \& 90,836 \& 16,202 <br>
\hline Business deductions, total [1,2] \& 6,017,371 \& 65,958,399 \& 53,012,159 \& 16,653,444 \& 1,418,610 \& 18,773,063 \& 2,991,623 <br>
\hline Cost of sales and operations, total \& 1,063,680 \& 6,087,994 \& 5,386,270 \& 1,231,204 \& 97,292 \& 2,001,324 \& 90,747 <br>
\hline Inventory, beginning of year \& 94,626 \& 334,949 \& 300,267 \& 46,743 \& * 6,387 \& 13,639 \& * 7,444 <br>
\hline Cost of labor \& * 25,916 \& 974,667 \& 790,633 \& 147,803 \& * 12,611 \& 352,930 \& * 3,894 <br>
\hline Purchases \& 848,967 \& 1,836,119 \& 1,704,246 \& 265,612 \& * 10,238 \& 228,128 \& 43,248 <br>
\hline Materials and supplies \& 113,578 \& 1,095,906 \& 929,083 \& 225,240 \& * 24,747 \& 469,361 \& 21,022 <br>
\hline Other costs \& 88,417 \& 2,259,116 \& 2,009,014 \& 635,040 \& 46,586 \& 950,404 \& 19,069 <br>
\hline Inventory, end of year \& 107,824 \& 412,763 \& 346,972 \& 89,234 \& * 3,275 \& 13,137 \& * 3,930 <br>
\hline Advertising expenses \& 148,675 \& 1,074,496 \& 969,848 \& 207,094 \& 13,118 \& 342,555 \& 138,582 <br>
\hline Car and truck expenses \& 647,018 \& 2,867,291 \& 1,849,161 \& 397,853 \& 89,351 \& 195,083 \& 86,383 <br>
\hline Commissions \& 51,230 \& 248,154 \& 213,794 \& 55,356 \& 9,045 \& 46,362 \& * 20,791 <br>
\hline Contract labor \& 203,326 \& 1,670,715 \& 1,411,056 \& 558,157 \& 28,160 \& 292,438 \& 111,193 <br>
\hline Depletion \& * 750 \& 24,060 \& 23,160 \& 21,658 \& *119 \& * 1,029 \& 0 <br>
\hline Depreciation \& 329,615 \& 2,373,697 \& 1,893,784 \& 515,191 \& 48,493 \& 796,795 \& 125,133 <br>
\hline Employee benefit programs \& 14,029 \& 593,730 \& 514,819 \& 183,230 \& 2,654 \& 205,736 \& 25,642 <br>
\hline Insurance \& 73,323 \& 2,514,713 \& 2,260,337 \& 1,195,854 \& 105,818 \& 484,712 \& 115,975 <br>
\hline Legal and professional services \& 92,451 \& 1,282,016 \& 1,115,499 \& 452,521 \& 39,565 \& 272,402 \& 58,064 <br>
\hline Meals and entertainment deducted \& 57,893 \& 521,634 \& 307,531 \& 93,020 \& 22,399 \& 61,834 \& 17,887 <br>
\hline Mortgage interest \& 26,902 \& 597,044 \& 305,019 \& 84,908 \& 7,958 \& 109,466 \& 36,871 <br>
\hline Other interest paid on business indebtedness \& 31,696 \& 503,012 \& 430,022 \& 80,083 \& 6,004 \& 219,049 \& 35,654 <br>
\hline Office expenses \& 178,259 \& 1,859,875 \& 1,665,926 \& 529,287 \& 45,823 \& 548,479 \& 148,787 <br>
\hline Pension and profit-sharing plans \& 3,285 \& 474,846 \& 464,523 \& 214,882 \& 12,556 \& 198,021 \& 5,709 <br>
\hline Rent on machinery and equipment \& 82,081 \& 595,116 \& 485,291 \& 186,538 \& 17,348 \& 111,328 \& 31,916 <br>
\hline Rent on other business property \& 467,640 \& 4,666,161 \& 4,088,503 \& 1,238,581 \& 151,001 \& 1,117,438 \& 426,136 <br>
\hline Repairs \& 83,955 \& 938,352 \& 677,112 \& 189,233 \& 16,054 \& 274,504 \& 51,097 <br>
\hline Supplies \& 294,862 \& 4,103,034 \& 3,171,550 \& 981,085 \& 50,936 \& 1,427,870 \& 185,312 <br>
\hline Salaries and wages \& 424,661 \& 14,762,413 \& 12,667,295 \& 3,824,021 \& 201,583 \& 5,994,875 \& 543,539 <br>
\hline Taxes paid \& 65,193 \& 2,126,290 \& 1,780,825 \& 553,219 \& 37,513 \& 728,763 \& 100,173 <br>
\hline Travel \& 215,600 \& 727,236 \& 591,609 \& 219,430 \& 29,208 \& 91,350 \& 33,117 <br>
\hline Utilities \& 229,850 \& 2,149,063 \& 1,562,087 \& 392,050 \& 53,257 \& 480,595 \& 147,290 <br>
\hline Other business deductions \& 895,025 \& 11,155,534 \& 8,627,530 \& 3,177,108 \& 281,361 \& 2,736,033 \& 429,125 <br>
\hline Home office business deductions, total \& 203,301 \& 1,668,950 \& 359,899 \& 49,711 \& 43,284 \& 25,262 \& 24,910 <br>
\hline Depreciation, Form 8829 [3] \& 37,647 \& 178,895 \& 41,211 \& 10,517 \& 3,245 \& 3,698 \& 2,645 <br>
\hline Casualty loss, Form 8829 [3] \& * 1,996 \& 48,889 \& 9,358 \& * 3,060 \& 0 \& * 34 \& * 2,597 <br>
\hline Excess-casualty depreciations, Form 8829 [3] \& 30,735 \& 137,696 \& 25,763 \& 1,880 \& * 7,819 \& * 980 \& * 47 <br>
\hline Net income less deficit [1,2] \& 2,853,853 \& 44,502,812 \& 38,361,919 \& 15,121,140 \& 1,855,833 \& 10,611,688 \& 1,569,890 <br>
\hline Net income [1,2] \& 3,551,313 \& 46,515,681 \& 39,590,601 \& 15,464,963 \& 1,884,883 \& 10,708,678 \& 1,637,889 <br>
\hline Deficit [2] \& -697,461 \& -2,012,869 \& -1,228,682 \& -343,823 \& -29,049 \& -96,990 \& -67,999 <br>
\hline
\end{tabular}

Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]


Footnotes at end of table

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]


[^36]Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued

| Net income status, item | Health care and social assistance-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Ambulatory health care services-continued |  |  |  |  |  |  |
|  | Offices of optometrists | Offices <br> of mental health practitioners and social therapists | Offices <br> of podiatrists | Outpatient care centers and other miscellaneous health practitioners | Medical and diagnostic laboratories | Home health care services |  |
| BUSINESSES WITH NET INCOME <br> Number of returns [1] | (130) | (131) | (132) | (133) | (134) | (135) | (136) |
|  | 16,729 | 129,019 | 4,533 | 96,108 | 25,126 | 167,084 | 19,027 |
| Business receipts, total [1] | 3,241,021 | 7,563,564 | 872,394 | 3,589,855 | 1,361,715 | 3,307,556 | 763,654 |
| Income from sales and operations [1] | 3,227,788 | 7,541,336 | 860,861 | 3,556,465 | 1,359,100 | 3,291,163 | 752,862 |
| Other business income | 13,233 | 22,228 | * 11,533 | 33,390 | * 2,615 | 16,393 | 10,792 |
| Business deductions, total [1,2] | 2,284,115 | 3,272,009 | 543,090 | 1,696,864 | 858,742 | 1,672,761 | 477,990 |
| Cost of sales and operations, total | 730,347 | 214,996 | * 34,378 | 167,432 | 161,102 | 170,228 | 111,583 |
| Inventory, beginning of year | 66,325 | * 28,765 | * 9,997 | * 3,416 | * 12,642 | * 51,453 | * 1,364 |
| Cost of labor | * 16,801 | * 82,157 | * 5,324 | * 7,662 | * 55,680 | * 51,257 | * 4,819 |
| Purchases | 532,533 | 106,137 | * 5,229 | 69,686 | * 65,095 | * 78,909 | * 59,885 |
| Materials and supplies | 68,451 | 17,097 | * 14,148 | 28,056 | 31,996 | * 9,970 | * 617 |
| Other costs | 129,899 | 10,643 | * 9,317 | 64,006 | * 6,564 | * 14,357 | * 46,937 |
| Inventory, end of year | 83,662 | * 29,803 | * 9,637 | 5,394 | * 10,875 | 35,718 | * 2,039 |
| Advertising expenses | 49,674 | 41,554 | 14,099 | 61,593 | 9,079 | 47,483 | 5,802 |
| Car and truck expenses | 39,045 | 240,862 | 14,703 | 153,958 | 47,063 | 318,447 | 37,129 |
| Commissions | * 1,739 | 37,590 | * 2,514 | 10,247 | * 2,565 | * 7,122 | * 1,088 |
| Contract labor | 24,189 | 149,714 | 9,347 | 86,101 | 11,640 | 60,086 | 32,005 |
| Depletion | * 4 | * [4] | 0 | * 279 | * 3 | 0 | 0 |
| Depreciation | 77,657 | 102,318 | 9,914 | 48,533 | 42,768 | 30,498 | 11,818 |
| Employee benefit programs | 29,744 | 25,706 | * 2,895 | 5,196 | 7,418 | 5,339 | * 4,421 |
| Insurance | 39,441 | 95,328 | 52,740 | 58,378 | 21,650 | 39,041 | 12,255 |
| Legal and professional services | 26,843 | 107,074 | 16,765 | 34,263 | 19,856 | 24,973 | 6,218 |
| Meals and entertainment deducted | 7,657 | 31,471 | 4,964 | 13,882 | 5,639 | 22,026 | 4,713 |
| Mortgage interest | 7,804 | 11,427 | * 1,470 | 4,296 | * 5,077 | 20,747 | * 1,086 |
| Other interest paid on business indebtedness | 16,610 | 24,930 | 5,535 | 7,161 | 7,780 | 2,113 | 8,180 |
| Office expenses | 54,413 | 147,485 | 30,417 | 40,207 | 17,321 | 32,184 | 7,509 |
| Pension and profit-sharing plans | 12,073 | 7,359 | * 2,329 | 4,297 | * 3,419 | * 1,627 | * 1,231 |
| Rent on machinery and equipment | 20,573 | 44,854 | * 4,552 | 19,289 | 8,314 | 19,635 | * 1,577 |
| Rent on other business property | 161,282 | 480,009 | 80,032 | 164,017 | 48,682 | 29,514 | 14,298 |
| Repairs | 26,116 | 38,293 | 7,713 | 14,922 | 6,873 | 21,823 | 1,804 |
| Supplies | 45,707 | 105,812 | 25,477 | 120,732 | 38,213 | 66,578 | 9,198 |
| Salaries and wages | 515,317 | 447,622 | 101,123 | 188,303 | 162,485 | 334,113 | 53,401 |
| Taxes paid | 72,310 | 82,417 | 16,194 | 34,473 | 57,401 | 50,018 | 6,959 |
| Travel | 17,493 | 64,052 | 6,539 | 39,537 | 20,702 | 24,668 | 8,691 |
| Utilities | 65,713 | 153,117 | 18,826 | 55,449 | 25,839 | 60,172 | 16,925 |
| Other business deductions | 235,913 | 494,759 | 80,403 | 303,290 | 112,918 | 192,599 | 103,623 |
| Home office business deductions, total | * 1,497 | 78,481 | * 161 | 27,674 | * 10,630 | 41,058 | * 7,630 |
| Depreciation, Form 8829 [3] | * 85 | 9,456 | * 15 | 1,600 | * 203 | 5,345 | * 528 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | 0 | 0 | * 3,589 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | * 167 | * 4,146 | 0 | 0 | 0 | * 2,734 | 0 |
| Net income [1,2] | 956,905 | 4,291,555 | 329,304 | 1,892,992 | 502,973 | 1,634,796 | 285,663 |
| Returns with Schedule C-EZ: <br> Number of returns | * 3,766 | 21,273 | * 8 | 24,647 | 7,760 | 56,542 | 5,498 |
| Business receipts | * 41,041 | 198,019 | * 20 | 210,873 | 36,381 | 490,318 | 28,227 |
| Business deductions | * 4,951 | 44,916 | 0 | 33,355 | 4,305 | 51,107 | 8,847 |
| Net income | * 36,091 | 153,103 | * 20 | 177,518 | 32,076 | 439,211 | 19,381 |

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]


[^37]Sole Proprietorship Returns, 2006

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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) |
| Number of returns [1] | 8,358 | 58,460 | 129,118 | 614,853 | 783,925 | 642,812 | * 2,100 |
| Business receipts, total [1] | 533,143 | 2,801,230 | 2,936,614 | 9,444,345 | 24,129,585 | 18,120,543 | * 42,107 |
| Income from sales and operations [1] | 454,442 | 2,776,697 | 2,919,672 | 9,176,016 | 22,858,096 | 17,409,414 | * 42,107 |
| Other business income | * 78,700 | 24,533 | 16,942 | 268,329 | 1,271,489 | 711,128 | * [4] |
| Business deductions, total [1,2] | 216,064 | 2,106,537 | 1,493,248 | 4,973,873 | 13,452,150 | 9,348,599 | * 12,229 |
| Cost of sales and operations, total | * 28,638 | 142,992 | 40,097 | 134,907 | 2,265,409 | 1,201,119 | 0 |
| Inventory, beginning of year | * 9,123 | * 3,627 | * 186 | * 1,619 | 220,078 | 121,049 | 0 |
| Cost of labor | 0 | * 44,035 | 0 | * 34,087 | 85,590 | 78,834 | 0 |
| Purchases | * 29,877 | * 19,258 | * 519 | 37,879 | 1,113,453 | 482,042 | 0 |
| Materials and supplies | * 854 | * 32,720 | * 1,891 | 52,713 | 181,876 | 137,344 | 0 |
| Other costs | 0 | 48,468 | * 52,216 | 28,646 | 945,808 | 534,354 | 0 |
| Inventory, end of year | * 11,216 | * 5,116 | * 14,716 | * 20,037 | 281,397 | 152,504 | 0 |
| Advertising expenses | * 740 | 6,712 | 24,379 | 29,229 | 259,676 | 192,127 | 0 |
| Car and truck expenses | 10,125 | 114,564 | 205,442 | 383,907 | 1,051,351 | 868,376 | * 2,492 |
| Commissions | * 4,254 | 4,635 | * 7,691 | * 13,611 | 474,273 | 457,992 | 0 |
| Contract labor | * 33 | 34,599 | 22,685 | 87,125 | 547,172 | 421,009 | 0 |
| Depletion | 0 | * 7 | 0 | 0 | 766 | * 269 | 0 |
| Depreciation | 7,926 | 78,449 | 56,898 | 160,450 | 650,165 | 473,216 | * 914 |
| Employee benefit programs | * 3,203 | 34,198 | * 3,659 | * 12,889 | 26,740 | 13,918 | 0 |
| Insurance | * 9,125 | 59,819 | 32,003 | 73,544 | 149,594 | 85,142 | * 358 |
| Legal and professional services | 1,073 | 26,564 | 34,346 | 60,269 | 358,170 | 325,280 | * 18 |
| Meals and entertainment deducted | 4,022 | 6,083 | 26,781 | 114,847 | 217,554 | 182,078 | * 2,022 |
| Mortgage interest | * 1,346 | 96,338 | * 6,306 | 53,810 | 45,866 | 18,313 | * 668 |
| Other interest paid on business indebtedness | * 1,591 | 26,430 | * 2,199 | 12,175 | 79,118 | 50,022 | 0 |
| Office expenses | * 2,044 | 19,676 | 48,448 | 67,892 | 201,770 | 175,013 | * 244 |
| Pension and profit-sharing plans | * 84 | 6,367 | * 473 | * 456 | 22,119 | 19,798 | 0 |
| Rent on machinery and equipment | * 557 | 15,006 | 19,625 | 43,981 | 157,834 | 104,519 | 0 |
| Rent on other business property | * 7,103 | 86,407 | 150,241 | 134,529 | 599,236 | 321,000 | 0 |
| Repairs | * 381 | 47,966 | 12,947 | 106,091 | 161,231 | 90,810 | 0 |
| Supplies | 8,063 | 84,740 | 76,597 | 482,103 | 489,276 | 410,915 | * 612 |
| Salaries and wages | * 49,690 | 564,129 | 221,783 | 523,343 | 725,673 | 393,209 | 0 |
| Taxes paid | * 5,852 | 99,474 | 31,841 | 85,129 | 213,009 | 98,878 | 0 |
| Travel | * 32,585 | 37,810 | 29,240 | 12,501 | 703,881 | 575,537 | * 609 |
| Utilities | * 3,022 | 93,266 | 86,616 | 210,919 | 387,239 | 262,568 | * 1,465 |
| Other business deductions | 31,361 | 374,668 | 273,540 | 1,106,290 | 3,031,678 | 2,048,030 | * 843 |
| Home office business deductions, total | * 2,065 | 26,704 | 55,952 | 928,070 | 403,695 | 373,732 | * 1,979 |
| Depreciation, Form 8829 [3] | * 382 | * 3,630 | 4,794 | 73,443 | 43,343 | 40,558 | * 521 |
| Casualty loss, Form 8829 [3] | 0 | 0 | 0 | * 33,991 | 6,436 | * 3,277 | 0 |
| Excess-casualty depreciations, Form 8829 [3] | 0 | 0 | * 488 | * 417 | 8,168 | 6,375 | 0 |
| Net income [1,2] | 317,078 | 694,165 | 1,443,366 | 4,470,472 | 10,678,744 | 8,773,565 | * 29,878 |
| Returns with Schedule C-EZ: <br> Number of returns | * 2,019 | 17,778 | 37,776 | 250,539 | 251,057 | 197,270 | * 768 |
| Business receipts | * 37,171 | 117,259 | 189,995 | 1,515,438 | 1,052,898 | 857,862 | * 10,053 |
| Business deductions | * 1,181 | 18,933 | 23,459 | 139,690 | 233,736 | 188,788 | * 6 |
| Net income | * 35,990 | 98,325 | 166,536 | 1,375,747 | 819,162 | 669,073 | * 10,047 |

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

\begin{tabular}{|c|c|c|c|c|c|c|c|}
\hline \multirow[b]{3}{*}{Net income status, item} \& \multirow[t]{2}{*}{Arts, entertainment, and recreation -continued} \& \multicolumn{6}{|c|}{Accommodation, food services, and drinking places} <br>
\hline \& \& \multicolumn{5}{|c|}{Accommodation} \& \multirow[b]{2}{*}{Food services and drinking places} <br>
\hline \& Amusement, gambling, and recreation industries \& Total \& Total \& Travel accommodation (including hotels, motels, and bed and breakfast inns) \& RV (recreational vehicle) parks and recreational camps \& Rooming and boarding houses \& <br>
\hline \multirow[b]{2}{*}{BUSINESSES WITH AND WITHOUT NET INCOME} \& (144) \& (145) \& (146) \& \multirow[t]{3}{*}{(147)

32,100} \& \multirow[t]{3}{*}{(148)

16,273} \& \multirow[t]{3}{*}{(149)

12,505} \& \multirow[t]{3}{*}{(150)

329,610} <br>
\hline \& \multirow[b]{2}{*}{196,597} \& \multirow[b]{2}{*}{390,488} \& \multirow[b]{2}{*}{60,878} \& \& \& \& <br>
\hline Number of returns [1] \& \& \& \& \& \& \& <br>
\hline Business receipts, total [1] \& 8,298,690 \& 45,255,787 \& 5,680,723 \& 3,944,827 \& 617,782 \& 1,118,114 \& 39,575,064 <br>
\hline Income from sales and operations [1] \& 7,665,596 \& 44,552,974 \& 5,323,100 \& 3,663,628 \& 615,355 \& 1,044,117 \& 39,229,874 <br>
\hline Other business income \& 633,093 \& 702,813 \& 357,623 \& 281,199 \& 2,427 \& 73,997 \& 345,190 <br>
\hline Business deductions, total [1,2] \& 7,213,424 \& 43,625,525 \& 5,554,091 \& 3,844,945 \& 583,326 \& 1,125,820 \& 38,071,434 <br>
\hline Cost of sales and operations, total \& 1,466,476 \& 17,212,067 \& 610,309 \& 280,749 \& 29,377 \& 300,183 \& 16,601,758 <br>
\hline Inventory, beginning of year \& 129,671 \& 656,157 \& 65,455 \& 37,082 \& 7,738 \& * 20,635 \& 590,702 <br>
\hline Cost of labor \& 83,187 \& 1,161,741 \& 127,643 \& 76,308 \& * 9 \& * 51,326 \& 1,034,099 <br>
\hline Purchases \& 864,338 \& 14,413,313 \& 282,638 \& 112,187 \& 26,083 \& 144,368 \& 14,130,675 <br>
\hline Materials and supplies \& 63,659 \& 1,031,414 \& 42,964 \& 18,409 \& * 2,306 \& * 22,249 \& 988,450 <br>
\hline Other costs \& 493,592 \& 661,265 \& 167,512 \& 73,685 \& * 12,448 \& 81,378 \& 493,753 <br>
\hline Inventory, end of year \& 167,971 \& 711,824 \& 75,902 \& 36,923 \& 19,207 \& * 19,772 \& 635,921 <br>
\hline Advertising expenses \& 135,726 \& 745,925 \& 110,076 \& 80,842 \& 11,133 \& 18,100 \& 635,849 <br>
\hline Car and truck expenses \& 297,566 \& 751,955 \& 105,791 \& 59,582 \& 19,588 \& 26,622 \& 646,163 <br>
\hline Commissions \& 30,620 \& 168,248 \& 61,063 \& 59,526 \& * 157 \& 1,381 \& 107,184 <br>
\hline Contract labor \& 173,240 \& 316,124 \& 78,692 \& 45,601 \& 25,519 \& 7,572 \& 237,432 <br>
\hline Depletion \& 516 \& 105 \& * 23 \& * 23 \& 0 \& 0 \& * 82 <br>
\hline Depreciation \& 394,302 \& 1,812,126 \& 561,108 \& 396,795 \& 85,287 \& 79,027 \& 1,251,018 <br>
\hline Employee benefit programs \& 26,650 \& 83,670 \& 18,243 \& 13,677 \& * 1,344 \& * 3,222 \& 65,427 <br>
\hline Insurance \& 114,250 \& 821,257 \& 174,731 \& 111,459 \& 29,443 \& 33,830 \& 646,526 <br>
\hline Legal and professional services \& 83,168 \& 360,007 \& 112,483 \& 87,880 \& 10,184 \& 14,418 \& 247,524 <br>
\hline Meals and entertainment deducted \& 50,088 \& 67,920 \& 9,882 \& 5,600 \& 763 \& 3,519 \& 58,038 <br>
\hline Mortgage interest \& 89,443 \& 723,083 \& 443,304 \& 337,072 \& 28,674 \& 77,558 \& 279,779 <br>
\hline Other interest paid on business indebtedness \& 71,944 \& 334,947 \& 101,537 \& 74,232 \& 18,808 \& 8,497 \& 233,410 <br>
\hline Office expenses \& 51,178 \& 213,351 \& 46,517 \& 25,343 \& 4,802 \& 16,372 \& 166,834 <br>
\hline Pension and profit-sharing plans \& 3,605 \& 10,228 \& 1,886 \& 1,661 \& * 31 \& * 194 \& 8,342 <br>
\hline Rent on machinery and equipment \& 76,645 \& 324,912 \& 28,544 \& 22,350 \& 646 \& 5,547 \& 296,368 <br>
\hline Rent on other business property \& 441,284 \& 2,954,930 \& 106,663 \& 74,693 \& * 5,164 \& 26,806 \& 2,848,268 <br>
\hline Repairs \& 128,812 \& 948,413 \& 280,508 \& 197,458 \& 44,085 \& 38,966 \& 667,905 <br>
\hline Supplies \& 155,769 \& 1,145,887 \& 215,963 \& 151,987 \& 17,841 \& 46,135 \& 929,924 <br>
\hline Salaries and wages \& 585,581 \& 6,514,004 \& 790,464 \& 659,912 \& 34,651 \& 95,901 \& 5,723,540 <br>
\hline Taxes paid \& 175,025 \& 1,897,814 \& 356,850 \& 275,400 \& 38,384 \& 43,066 \& 1,540,965 <br>
\hline Travel \& 189,078 \& 109,232 \& 36,342 \& 28,199 \& 2,786 \& 5,357 \& 72,890 <br>
\hline Utilities \& 215,776 \& 2,518,715 \& 496,350 \& 351,269 \& 66,586 \& 78,495 \& 2,022,365 <br>
\hline Other business deductions \& 2,174,247 \& 3,451,978 \& 767,107 \& 474,619 \& 106,549 \& 185,939 \& 2,684,871 <br>
\hline Home office business deductions, total \& 37,492 \& 103,681 \& 37,334 \& 28,761 \& * 59 \& * 8,514 \& 66,347 <br>
\hline Depreciation, Form 8829 [3] \& 3,748 \& 11,679 \& * 3,815 \& * 3,788 \& * 26 \& 0 \& 7,865 <br>
\hline Casualty loss, Form 8829 [3] \& * 4,277 \& * 135 \& 0 \& 0 \& 0 \& 0 \& * 135 <br>
\hline Excess-casualty depreciations, Form 8829 [3] \& 4,479 \& 26,428 \& * 17,493 \& * 17,466 \& * 27 \& 0 \& 8,935 <br>
\hline Net income less deficit [1,2] \& 1,096,766 \& 1,648,246 \& 143,241 \& 115,743 \& 35,021 \& -7,522 \& 1,505,005 <br>
\hline Net income [1,2] \& 1,875,301 \& 4,020,679 \& 692,046 \& 460,365 \& 81,005 \& 150,677 \& 3,328,633 <br>
\hline Deficit [2] \& -778,534 \& -2,372,433 \& -548,805 \& -344,622 \& -45,984 \& -158,199 \& -1,823,628 <br>
\hline
\end{tabular}

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Net income status, item | Arts, entertainment, and recreation -continued | Accommodation, food services, and drinking places |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Accommodation |  |  |  |  | Food services and drinking places |
|  | Amusement, gambling, and recreation industries | Total | Total | Travel accommodation (including hotels, motels, and bed and breakfast inns) | RV (recreational vehicle) parks and recreational camps | Rooming and boarding houses |  |
| buSinesses with net income <br> Number of returns [1] | (144) | (145) | (146) | (147) | (148) | (149) | (150) |
|  | 139,012 | 239,858 | 30,289 | 15,924 | 9,263 | 5,101 | 209,569 |
| Business receipts, total [1] | 5,966,936 | 34,511,801 | 3,677,395 | 2,429,027 | 424,192 | 824,176 | 30,834,405 |
| Income from sales and operations [1] | 5,406,575 | 34,099,039 | 3,561,010 | 2,384,768 | 423,770 | 752,472 | 30,538,029 |
| Other business income | 560,361 | 412,762 | 116,386 | 44,260 | * 422 | * 71,704 | 296,376 |
| Business deductions, total [1,2] | 4,091,322 | 30,491,139 | 2,985,395 | 1,968,708 | 343,188 | 673,499 | 27,505,744 |
| Cost of sales and operations, total | 1,064,290 | 12,869,442 | 419,641 | 105,066 | 24,515 | * 290,060 | 12,449,801 |
| Inventory, beginning of year | 99,029 | 400,533 | 28,844 | 14,409 | * 1,487 | * 12,949 | 371,688 |
| Cost of labor | * 6,757 | 783,371 | 71,380 | 22,681 | 0 | * 48,698 | 711,992 |
| Purchases | 631,411 | 11,172,036 | 204,193 | 46,984 | 21,962 | * 135,248 | 10,967,843 |
| Materials and supplies | 44,533 | 544,313 | 28,546 | * 4,273 | * 2,135 | * 22,138 | 515,768 |
| Other costs | 411,454 | 402,882 | 110,791 | 31,304 | * 564 | * 78,924 | 292,091 |
| Inventory, end of year | 128,894 | 433,693 | 24,113 | 14,584 | * 1,632 | * 7,896 | 409,580 |
| Advertising expenses | 67,549 | 515,594 | 54,041 | 32,941 | 7,389 | 13,711 | 461,553 |
| Car and truck expenses | 180,483 | 482,001 | 50,340 | 27,982 | 9,068 | 13,290 | 431,661 |
| Commissions | 16,280 | 96,434 | 31,450 | 31,020 | * 138 | * 291 | 64,985 |
| Contract labor | 126,163 | 217,802 | 57,043 | 29,842 | * 25,135 | * 2,066 | 160,759 |
| Depletion | * 496 | * 50 | 0 | 0 | 0 | 0 | * 50 |
| Depreciation | 176,035 | 912,696 | 241,121 | 181,087 | 33,439 | 26,595 | 671,576 |
| Employee benefit programs | 12,822 | 54,579 | 6,143 | 3,573 | * 554 | * 2,015 | 48,436 |
| Insurance | 64,094 | 548,962 | 107,769 | 70,003 | 18,535 | 19,232 | 441,192 |
| Legal and professional services | 32,873 | 222,063 | 77,358 | 59,344 | 8,321 | 9,694 | 144,705 |
| Meals and entertainment deducted | 33,454 | 42,904 | 4,727 | 3,176 | * 137 | 1,413 | 38,177 |
| Mortgage interest | 26,884 | 372,106 | 232,117 | 189,939 | 12,985 | 29,193 | 139,990 |
| Other interest paid on business indebtedness | 29,096 | 183,304 | 49,660 | 39,243 | * 6,764 | * 3,653 | 133,644 |
| Office expenses | 26,514 | 131,183 | 30,846 | 14,605 | 4,016 | 12,225 | 100,336 |
| Pension and profit-sharing plans | 2,321 | 9,410 | * 1,232 | * 1,019 | * 19 | * 194 | 8,177 |
| Rent on machinery and equipment | 53,315 | 208,554 | 14,929 | 10,635 | * 552 | * 3,742 | 193,625 |
| Rent on other business property | 278,236 | 2,069,239 | 71,562 | 49,308 | * 3,451 | * 18,803 | 1,997,676 |
| Repairs | 70,422 | 608,642 | 166,945 | 111,054 | 34,567 | 21,325 | 441,697 |
| Supplies | 77,749 | 726,511 | 136,300 | 92,457 | 10,840 | 33,002 | 590,211 |
| Salaries and wages | 332,464 | 4,672,513 | 334,385 | 256,714 | 19,548 | 58,123 | 4,338,128 |
| Taxes paid | 114,131 | 1,357,914 | 213,845 | 165,618 | 27,812 | 20,416 | 1,144,069 |
| Travel | 127,735 | 60,389 | 12,587 | 10,438 | 1,100 | * 1,049 | 47,802 |
| Utilities | 123,206 | 1,748,803 | 310,048 | 225,930 | 41,406 | 42,712 | 1,438,754 |
| Other business deductions | 982,805 | 2,285,672 | 337,494 | 235,304 | 52,091 | 50,099 | 1,948,179 |
| Home office business deductions, total | 27,984 | 63,151 | * 22,173 | * 22,152 | * 21 | 0 | 40,978 |
| Depreciation, Form 8829 [3] | 2,263 | 4,003 | * 152 | * 152 | 0 | 0 | 3,851 |
| Casualty loss, Form 8829 [3] | * 3,159 | * 103 | 0 | 0 | 0 | 0 | * 103 |
| Excess-casualty depreciations, Form 8829 [3] | * 1,793 | * 77 | 0 | 0 | 0 | 0 | * 77 |
| Net income [1,2] | 1,875,301 | 4,020,679 | 692,046 | 460,365 | 81,005 | 150,677 | 3,328,633 |
| Returns with Schedule C-EZ: <br> Number of returns | 53,019 | 59,184 | * 4,855 | * 313 | * 3,267 | * 1,275 | 54,329 |
| Business receipts | 184,983 | 275,454 | * 13,755 | * 3,307 | * 3,309 | * 7,139 | 261,699 |
| Business deductions | 44,942 | 34,945 | * 2,321 | * 257 | * 1,465 | * 599 | 32,624 |
| Net income | 140,042 | 240,509 | * 11,434 | * 3,050 | * 1,844 | * 6,540 | 229,075 |

Footnotes at end of table

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-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 | Other auto <br> repair and <br> maintenance <br> (including oil <br> change, lube, <br> and car <br> washes) |  |  |  |  |
|  | (151) | (152) | (153) | (154) | (155) | (156) | (157) | (158) | (159) |
| buSinesses with And WITHOUT NET INCOME <br> Number of returns [1] | 2,281,767 | 370,285 | 186,077 | 105,438 | 78,771 | 510,049 | 1,401,432 | 261,919 | 354,383 |
| Business receipts, total [1] | 81,837,548 | 25,056,465 | 12,693,685 | 8,039,127 | 4,323,653 | 18,612,207 | 38,168,877 | 3,783,951 | 4,668,310 |
| Income from sales and operations [1] | 80,824,091 | 24,815,207 | 12,567,310 | 7,976,032 | 4,271,865 | 18,361,940 | 37,646,944 | 3,538,057 | 4,580,810 |
| Other business income | 1,013,457 | 241,258 | 126,375 | 63,095 | 51,788 | 250,266 | 521,932 | 245,894 | 87,500 |
| Business deductions, total [1,2] | 63,834,515 | 22,321,259 | 11,341,900 | 7,105,323 | 3,874,036 | 14,678,589 | 26,834,667 | 2,039,682 | 3,109,111 |
| Cost of sales and operations, total | 20,580,427 | 10,008,233 | 5,596,118 | 3,072,227 | 1,339,888 | 5,976,342 | 4,595,851 | 347,388 | 577,971 |
| Inventory, beginning of year | 1,632,028 | 739,225 | 452,066 | 239,050 | 48,109 | 484,367 | 408,436 | * 10,591 | 25,747 |
| Cost of labor | 2,091,647 | 627,356 | 270,710 | 273,917 | 82,729 | 658,328 | 805,963 | * 61,063 | * 16,791 |
| Purchases | 12,391,554 | 7,251,683 | 4,313,360 | 1,845,308 | 1,093,015 | 2,980,556 | 2,159,316 | * 2,796 | 103,336 |
| Materials and supplies | 4,296,873 | 1,552,393 | 706,030 | 774,266 | 72,097 | 1,760,378 | 984,103 | * 9,471 | 24,005 |
| Other costs | 1,853,262 | 561,630 | 282,331 | 179,393 | 99,906 | 600,568 | 691,065 | * 267,980 | 440,211 |
| Inventory, end of year | 1,684,938 | 724,053 | 428,379 | 239,706 | 55,968 | 507,853 | 453,031 | * 4,514 | 32,119 |
| Advertising expenses | 1,010,017 | 282,517 | 122,769 | 98,265 | 61,483 | 194,266 | 533,234 | 24,186 | 20,943 |
| Car and truck expenses | 4,837,718 | 1,118,873 | 471,884 | 368,355 | 278,633 | 1,636,977 | 2,081,868 | 506,214 | 440,263 |
| Commissions | 601,083 | 88,378 | 79,975 | 7,907 | * 495 | 39,031 | 473,675 | * 19,952 | 194,005 |
| Contract labor | 1,934,935 | 497,974 | 198,511 | 231,785 | 67,677 | 445,061 | 991,900 | 26,046 | 119,501 |
| Depletion | 8,771 | * 273 | * 1 | * 172 | * 100 | * 5,365 | 3,134 | 0 | * 372 |
| Depreciation | 2,996,194 | 1,152,134 | 578,995 | 326,404 | 246,735 | 622,706 | 1,221,354 | 85,041 | 163,610 |
| Employee benefit programs | 116,889 | 53,439 | 23,639 | 18,445 | 11,356 | 35,965 | 27,485 | * 3,736 | * 6,501 |
| Insurance | 1,323,088 | 500,327 | 270,287 | 152,516 | 77,524 | 356,319 | 466,442 | 8,408 | 54,971 |
| Legal and professional services | 533,556 | 124,219 | 70,348 | 33,228 | 20,643 | 92,619 | 316,719 | 31,391 | 39,214 |
| Meals and entertainment deducted | 302,491 | 45,877 | 16,922 | 18,614 | 10,341 | 82,712 | 173,901 | 51,649 | 46,851 |
| Mortgage interest | 496,602 | 233,732 | 119,665 | 39,232 | 74,835 | 75,000 | 187,869 | * 4,154 | 30,701 |
| Other interest paid on business indebtedness | 450,538 | 185,705 | 99,776 | 48,294 | 37,636 | 112,175 | 152,659 | * 1,529 | 19,251 |
| Office expenses | 836,289 | 229,609 | 85,471 | 62,020 | 82,117 | 182,013 | 424,666 | 77,389 | 46,930 |
| Pension and profit-sharing plans | 39,173 | 8,567 | * 5,207 | * 3,356 | * 4 | * 5,848 | 24,758 | * 2,456 | * 143 |
| Rent on machinery and equipment | 865,982 | 228,442 | 65,719 | 74,894 | 87,829 | 160,127 | 477,413 | 31,556 | 44,591 |
| Rent on other business property | 5,202,158 | 947,232 | 425,196 | 314,861 | 207,175 | 338,877 | 3,916,049 | 31,718 | 53,784 |
| Repairs | 1,079,094 | 349,472 | 183,803 | 98,609 | 67,060 | 245,096 | 484,526 | 11,329 | 56,822 |
| Supplies | 3,832,766 | 838,828 | 358,324 | 264,432 | 216,072 | 888,050 | 2,105,888 | 89,897 | 158,709 |
| Salaries and wages | 5,317,613 | 2,051,942 | 918,745 | 769,450 | 363,747 | 891,385 | 2,374,286 | 57,315 | 82,332 |
| Taxes paid | 1,503,351 | 640,763 | 282,015 | 251,637 | 107,112 | 271,248 | 591,340 | 6,422 | 16,723 |
| Travel | 435,797 | 52,738 | 18,731 | 21,049 | 12,958 | 122,193 | 260,866 | 121,351 | 82,844 |
| Utilities | 2,954,279 | 823,858 | 387,172 | 260,934 | 175,752 | 466,408 | 1,664,013 | 61,518 | 87,876 |
| Other business deductions | 5,602,275 | 1,715,182 | 899,205 | 538,624 | 277,353 | 1,180,336 | 2,706,756 | 355,831 | 683,740 |
| Home office business deductions, total | 532,644 | 99,029 | 37,279 | 22,572 | 39,178 | 164,611 | 269,003 | 47,677 | 27,406 |
| Depreciation, Form 8829 [3] | 64,734 | 9,890 | 4,831 | 2,630 | * 2,429 | 20,356 | 34,488 | 9,179 | 1,974 |
| Casualty loss, Form 8829 [3] | * 6,085 | 0 | 0 | 0 | 0 | * 4,239 | * 1,846 | * 9 | * 236 |
| Excess-casualty depreciations, Form 8829 [3] | 52,543 | 13,170 | * 6,836 | * 714 | * 5,620 | 16,329 | 23,045 | 12,021 | * 1,873 |
| Net income less deficit [1,2] | 18,023,952 | 2,743,445 | 1,351,785 | 933,804 | 457,856 | 3,934,763 | 11,345,744 | 1,744,269 | 1,562,123 |
| Net income [1,2] | 21,179,950 | 3,749,425 | 1,829,655 | 1,225,223 | 694,546 | 4,472,783 | 12,957,743 | 2,010,227 | 2,227,360 |
| Deficit [2] | -3,155,998 | -1,005,980 | -477,870 | -291,420 | -236,690 | -538,020 | -1,611,999 | -265,958 | -665,237 |

Footnotes at end of table.

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]


* 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 incomes 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 [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 carrryover are reflected in net income or deficit. Therefore, total business receipts minus total business deductions may not always equal net income or deficit [3] These are selected line items from Form 8829, "Expenses for Business Use of Your Home," and do not represent the total of the home office business deduction found on the Schedule C.
[4] Less than $\$ 500$
NOTE: Detail may not add to totals because of rounding


## Partnership Returns, 2006

by Tim Wheeler and Nina Shumofsky

Apartnership is an unincorporated organization formed by two or more entities or persons who join to carry on a trade or business. Each partner contributes money, property, labor, or skill, and each expects to share in the profits and losses. Every partnership that engages in a trade or business or has income from sources in the United States must file an annual information return, Form 1065, U.S. Partnership Return of Income, or Form 1065-B, U.S. Return of Income for Electing Large Partnerships, with the Internal Revenue Service. A partnership does not pay tax on its income but "passes through" any profits and losses to its partners, who must include those profits and losses on their tax returns. The following are highlights from the 2006 partnership study:

- For 2006, the number of partnerships increased 6.6 percent, from 2,763,625 for 2005 to $2,947,116$ for 2006. ${ }^{1}$ Since 1996, the number of partnerships has increased at an average annual rate of 5.8 percent (Figures A and B).
- The number of partners increased by 3.2 percent, from 16,211,908 for 2005 to 16,727,803 for 2006. The number of partners has increased 5 of the last 6 years (Figures A and B).
- Total net income (loss) increased by 22.1 percent, from $\$ 546.2$ billion for 2005 to $\$ 666.7$ billion for 2006 (Figures A and C). Partnerships classified in the finance and insurance sector accounted for $\$ 83.9$ billion of the $\$ 120.5$-billion increase for all partnerships (Figure D). Within the finance and insurance sector, the other financial investment activities industry group accounted for $\$ 67.7$ billion of the $\$ 83.9$-billion increase. The manufacturing and mining sectors reported the next largest increases, $\$ 12.7$ billion and $\$ 11.8$ billion, respectively (Figure D).

For 2006, all sectors reported an increase for total net income (loss) except for the following

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## Figure A

Partnership Annual Percentage Change for Tax Years 1996-2006

| Tax <br> year | Number of <br> partnerships | Number of <br> partners | Total <br> assets | Total <br> receipts | Total net <br> income <br> (loss) |
| :--- | :---: | :---: | :---: | :---: | :---: |
|  | $(1)$ | $(2)$ | $(3)$ | $(4)$ | $(5)$ |
| 1997 | 4.6 | 0.4 | 23.9 | 23.4 | 35.9 |
| 1998 | 6.3 | 3.3 | 23.9 | 25.5 | 15.9 |
| 1999 | 5.5 | -3.2 | 22.9 | 17.2 | 10.8 |
| 2000 | 4.4 | -1.9 | 17.0 | 19.0 | 22.4 |
| 2001 | 6.2 | -11.0 | 11.6 | 26.7 | 17.8 |
| 2002 | 3.6 | 4.2 | 25.9 | 6.4 | 2.7 |
| 2003 | 5.1 | 0.7 | 5.2 | 2.6 | -2.1 |
| 2004 | 5.9 | -1.5 | 9.1 | 7.4 | 11.4 |
| 2005 | 7.2 | 10.3 | 20.0 | 16.2 | 27.7 |
| 2006 | 8.5 | 4.2 | 18.3 | 23.1 | 41.9 |

sectors which declined: construction ( $-\$ 2.8$ billion); retail trade ( $-\$ 0.4$ billion); real estate and rental and leasing ( $-\$ 12.7$ billion); educational services (-\$0.1 billion); and accommodation and food services (- $\$ 0.4$ billion). This was a significant change from 2005, when, for the first time in a decade, all sectors except for nature of business not allocable reported an increase for total net income (loss). The component of total net income (loss) with the largest increase was interest income, which climbed $\$ 59.8$ billion to $\$ 193.5$ billion, followed by ordinary business income (loss), which increased $\$ 48.1$ billion to $\$ 357.1$ billion. The largest decrease was from net rental real estate income (loss), which decreased $\$ 3.4$ billion to $\$ 15.1$ billion (Figure C and Tables 1 and 2). (See the "Explanation of Selected Terms" section for the definition of total net income (loss).)

- Total receipts increased 12.5 percent, from $\$ 4.6$ trillion in 2005 to $\$ 5.1$ trillion in 2006 (Figure D). The finance and insurance sector alone reported 45.1 percent of the overall increase for all partnerships. Within the finance and insurance sector, 83.5 percent of the increase was reported by the other financial investment activities industry group. The next largest increase was reported

[^38]
## Figure B

Number of Partnerships and Partners, by Selected Industrial Group, Tax Years 2005-2006

| Industrial group | Number of partnerships |  | Percentage change | Number of partners |  | Percentage change |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2005 | 2006 |  | 2005 | 2006 |  |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| All industries | 2,763,625 | 2,947,116 | 6.6 | 16,211,908 | 16,727,803 | 3.2 |
| Agriculture, forestry, fishing and hunting | 127,605 | 131,727 | 3.2 | 445,761 | 447,031 | 0.3 |
| Mining | 28,205 | 34,701 | 23.0 | 529,022 | 729,365 | 37.9 |
| Utilities | 2,897 | 2,924 | 0.9 | 84,674 | 84,157 | -0.6 |
| Construction | 182,153 | 192,006 | 5.4 | 492,612 | 511,144 | 3.8 |
| Manufacturing | 44,828 | 43,145 | -3.8 | 255,002 | 275,660 | 8.1 |
| Wholesale trade | 48,178 | 49,268 | 2.3 | 197,434 | 219,178 | 11.0 |
| Retail trade | 141,798 | 151,082 | 6.5 | 536,800 | 468,501 | -12.7 |
| Transportation and warehousing | 42,162 | 43,310 | 2.7 | 1,066,851 | 1,185,816 | 11.2 |
| Information | 37,438 | 39,017 | 4.2 | 200,770 | 178,159 | -11.3 |
| Finance and insurance | 287,958 | 294,730 | 2.4 | 3,477,242 | 3,413,610 | -1.8 |
| Securities, commodity contracts, and other financial investments and related activities | 219,171 | 224,500 | 2.4 | 2,916,021 | 2,806,863 | -3.7 |
| Securities and commodity contracts and exchanges | 8,161 | 7,972 | -2.3 | 209,146 | 211,427 | 1.1 |
| Other financial investment activities | 211,010 | 216,528 | 2.6 | 2,706,876 | 2,595,436 | -4.1 |
| Funds, trusts, and other financial vehicles | 42,499 | 43,085 | 1.4 | 381,051 | 398,097 | 4.5 |
| Other finance and insurance | 26,288 | 27,145 | 3.3 | 180,170 | 208,650 | 15.8 |
| Real estate and rental and leasing | 1,295,948 | 1,394,549 | 7.6 | 6,460,956 | 6,570,303 | 1.7 |
| Real estate | 1,264,422 | 1,348,604 | 6.7 | 6,283,806 | 6,396,539 | 1.8 |
| Lessors of residential buildings and dwellings and cooperative housing | 401,030 | 404,677 | 0.9 | 2,089,554 | 1,823,540 | -12.7 |
| Lessors of nonresidential buildings (except miniwarehouses) | 457,199 | 478,201 | 4.6 | 2,061,209 | 2,099,934 | 1.9 |
| Lessors of miniwarehouses and self-storage units | 16,743 | 16,393 | -2.1 | 77,484 | 109,098 | 40.8 |
| Lessors of other real estate property | 72,427 | 95,090 | 31.3 | 453,617 | 562,040 | 23.9 |
| Other real estate activities | 317,022 | 354,244 | 11.7 | 1,601,942 | 1,801,927 | 12.5 |
| Rental and leasing services and lessors of nonfinancial intangible assets | 31,527 | 45,945 | 45.7 | 177,150 | 173,764 | -1.9 |
| Professional, scientific, and technical services | 170,245 | 185,879 | 9.2 | 611,046 | 641,777 | 5.0 |
| Management of companies (holding companies) | 24,966 | 28,764 | 15.2 | 478,978 | 605,407 | 26.4 |
| Administrative and support and waste management and remediation services | 48,069 | 59,965 | 24.7 | 151,904 | 144,541 | -4.8 |
| Educational services | 10,563 | 11,552 | 9.4 | 28,182 | 34,730 | 23.2 |
| Health care and social assistance | 59,981 | 63,777 | 6.3 | 300,588 | 308,605 | 2.7 |
| Arts, entertainment, and recreation | 49,267 | 49,691 | 0.9 | 332,198 | 314,052 | -5.5 |
| Accommodation and food services | 96,004 | 105,486 | 9.9 | 388,076 | 402,247 | 3.7 |
| Other services | 61,631 | 64,247 | 4.2 | 157,201 | 190,342 | 21.1 |
| Nature of business not allocable | 3,729 | 1,296 | -65.2 | 16,610 | 3,179 | -80.9 |

NOTE: Detail may not add to totals because of rounding.
by manufacturing ( 13.0 percent) and professional, scientific, and technical services ( 8.4 percent).

The finance and insurance sector increased 29.7 percent to $\$ 1,120.5$ billion; the manufacturing sector increased 10.1 percent to $\$ 804.2$ billion; and the professional, scientific, and technical services sector increased 16.6 percent to $\$ 336.7$ billion. The largest declines were reported in the utilities ( -10.4 percent to $\$ 152.4$ billion) and
real estate and rental and leasing (-1.1 percent to $\$ 493.6$ billion) sectors. (See Explanation of Selected Terms section for the definition of total receipts.)

Business receipts, the largest component of total receipts, also reported the largest increase. Business receipts increased $\$ 291.2$ billion to $\$ 3.6$ trillion for 2006 (Table 7). In addition, positive net long-term capital gain increased by $\$ 97.7$ billion

## Figure C

Partnership Total Net Income (Loss), Tax Years 2005-2006
[Money amounts are in thousands of dollars]

| Item | 2005 | 2006 | Change |  |
| :---: | :---: | :---: | :---: | :---: |
|  |  |  | Amount | Percentage |
|  | (1) | (2) | (3) | (4) |
| Total net income (loss) [1] | 546,210,103 | 666,718,610 | 120,508,507 | 22.1 |
| Ordinary business income (loss) | 308,977,137 | 357,055,417 | 48,078,280 | 15.6 |
| Interest income | 133,742,087 | 193,499,813 | 59,757,726 | 44.7 |
| Dividend income | 65,013,094 | 83,897,950 | 18,884,856 | 29.0 |
| Royalties | 16,296,768 | 14,219,959 | -2,076,809 | -12.7 |
| Net rental real estate income (loss) | 18,506,453 | 15,122,151 | -3,384,302 | -18.3 |
| Other net rental income (loss) | 3,674,564 | 2,923,321 | -751,243 | -20.4 |

[1] Total net income (loss) is discussed in the Explanation of Selected Terms section.
NOTE: Detail may not add to total because of rounding.
to $\$ 398.8$ billion. (See Explanation of Selected Terms" section for the definition of business receipts.)

- Total assets of partnerships reporting balance sheets increased 24.8 percent, from $\$ 13.7$ trillion for 2005 to $\$ 17.1$ trillion for 2006 (Figure D and Table 3). Together, the finance and insurance, and real estate and rental and leasing sectors accounted for 89.4 percent of the overall increase in total assets for all partnerships. The finance and insurance sector reported 58.8 percent of total assets for all partnerships, followed by the real estate and rental and leasing sector, which reported 21.7 percent (Figure E).

Within the finance and insurance sector, the other financial investment activities industry group alone accounted for 38.5 percent of total assets for all partnerships (Table 3). However, 25.5 percent of all partnerships-generally those with total assets of less than \$600,000 and total receipts of less than $\$ 250,000$-were not required to file a balance sheet with their returns. ${ }^{2}$ Table 3 presents data by industry and by profit status for the $2,195,814$ partnerships ( 74.5 percent of all partnerships) that did file balance sheets.

- For the second consecutive year and for only the second time since 1997, all sectors reported positive total income (loss) minus total deductions available for allocation (Table 5). Also, for only
the third time since NAICS data were first published for 1998, the information sector reported positive total income (loss) minus total deductions available for allocation. Tax Year 2004 was the first time.

Together, partnerships classified in the finance and insurance, and real estate and rental and leasing sectors accounted for 68.9 percent of the total income (loss) minus total deductions available for allocation for all partnerships. Although the combined share of these two sectors remained about the same as the prior year ( 69.2 percent), for 2006, the finance and insurance sector increased its share to 51.8 percent from 44.9 percent, while the real estate and rental and leasing sector share decreased to 17.1 percent from 24.4 percent.

- For the first time ever, partners classified as corporations surpassed partners classified as individuals as the top income (loss) recipients (Table 5). Partners classified as corporations received $\$ 362.5$ billion of total income (loss) allocated, while partners classified as individuals received only $\$ 330.5$ billion.

For the fourth consecutive year, individuals who were limited partners received the largest portion of income (loss) allocated to partners. For 2006, individual limited partners received $\$ 254.5$ billion of the $\$ 1,214.1$-billion income (loss) allocated to all partners (Table 5). Prior to 2003,

[^39]Figure D

Partnership Total Net Income (Loss), Total Receipts, and Total Assets, by Selected Industrial Group, Tax Years 2005-2006
[Money amounts are in thousands of dollars]

| Industrial group | Total net income (loss) |  | Percentage change | Total receipts |  | Percentage change | Total assets |  | Percentage change |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2005 | 2006 |  | 2005 | 2006 |  | 2005 | 2006 |  |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
| All industries | 546,210,103 | 666,718,610 | 22.1 | 4,563,449,081 | 5,133,564,943 | 12.5 | 13,734,256,305 | 17,146,275,371 | 24.8 |
| Agriculture, forestry, fishing, and hunting | 1,689,812 | 2,050,074 | 21.3 | 35,870,650 | 39,157,481 | 9.2 | 110,982,396 | 133,804,083 | 20.6 |
| Mining | 34,135,252 | 45,908,237 | 34.5 | 103,742,683 | 125,714,823 | 21.2 | 172,750,722 | 228,894,212 | 32.5 |
| Utilities | 3,476,911 | 9,157,590 | 163.4 | 170,126,911 | 152,387,633 | -10.4 | 218,554,642 | 201,727,801 | -7.7 |
| Construction | 27,274,319 | 24,440,901 | -10.4 | 290,871,032 | 323,599,254 | 11.3 | 270,316,191 | 323,355,227 | 19.6 |
| Manufacturing | 49,534,959 | 62,220,393 | 25.6 | 730,278,392 | 804,198,835 | 10.1 | 421,830,635 | 492,080,416 | 16.7 |
| Wholesale trade | 13,079,279 | 16,154,462 | 23.5 | 445,034,229 | 473,087,998 | 6.3 | 122,502,849 | 131,847,983 | 7.6 |
| Retail trade | 3,862,940 | 3,458,179 | -10.5 | 325,837,067 | 359,196,415 | 10.2 | 108,370,227 | 117,390,310 | 8.3 |
| Transportation and warehousing | 5,509,143 | 6,639,390 | 20.5 | 98,045,209 | 108,339,368 | 10.5 | 132,050,296 | 159,025,479 | 20.4 |
| Information | 25,847,730 | 32,053,921 | 24.0 | 229,333,132 | 255,267,754 | 11.3 | 543,831,066 | 573,177,088 | 5.4 |
| Finance and insurance | 197,893,943 | 281,752,536 | 42.4 | 863,624,369 | 1,120,495,267 | 29.7 | 7,658,565,770 | 10,084,596,024 | 31.7 |
| Securities, commodity contracts, and other financial investments and related activities | 157,986,280 | 229,563,808 | 45.3 | 713,998,850 | 941,348,561 | 31.8 | 6,493,379,458 | 8,287,620,684 | 27.6 |
| Securities and commodity contracts and exchanges | 9,057,046 | 12,909,286 | 42.5 | 113,307,825 | 126,164,237 | 11.3 | 1,284,162,941 | 1,692,076,730 | 31.8 |
| Other financial investment activities | 148,929,234 | 216,654,522 | 45.5 | 600,691,024 | 815,184,323 | 35.7 | 5,209,216,517 | 6,595,543,953 | 26.6 |
| Funds, trusts, and other financial vehicles | 26,674,074 | 34,429,231 | 29.1 | 80,093,690 | 106,696,303 | 33.2 | 896,854,569 | 1,248,672,477 | 39.2 |
| Other finance and insurance | 13,233,589 | 17,759,497 | 34.2 | 69,531,829 | 72,450,404 | 4.2 | 268,331,743 | 548,302,862 | 104.3 |
| Real estate and rental and leasing | 72,113,682 | 59,441,778 | -17.6 | 499,266,639 | 493,611,243 | -1.1 | 3,100,977,800 | 3,725,244,205 | 20.1 |
| Real estate | 64,925,601 | 53,301,383 | -17.9 | 471,297,094 | 460,788,542 | -2.2 | 2,992,558,011 | 3,600,820,706 | 20.3 |
| Lessors of residential buildings and dwellings and cooperative housing | -152,226 | -3,231,063 | -2,022.5 | 79,109,953 | 74,978,887 | -5.2 | 793,511,543 | 892,415,935 | 12.5 |
| Lessors of nonresidential buildings (except miniwarehouses) | 38,246,826 | 38,552,546 | 0.8 | 141,020,103 | 128,827,099 | -8.6 | 1,241,027,347 | 1,411,107,277 | 13.7 |
| Lessors of miniwarehouses and self-storage units | 866,660 | 907,535 | 4.7 | 2,812,202 | 3,264,090 | 16.1 | 30,205,860 | 47,959,614 | 58.8 |
| Lessors of other real estate property | 3,130,827 | 3,054,354 | -2.4 | 18,124,910 | 18,351,259 | 1.2 | 142,089,213 | 181,210,158 | 27.5 |
| Other real estate activities | 22,833,514 | 14,018,010 | -38.6 | 230,229,927 | 235,367,207 | 2.2 | 785,724,048 | 1,068,127,722 | 35.9 |
| Rental and leasing services and lessors of nonfinancial intangible assets | 7,188,081 | 6,140,395 | -14.6 | 27,969,545 | 32,822,701 | 17.4 | 108,419,789 | 124,423,499 | 14.8 |
| Professional, scientific, and technical services | 66,525,700 | 75,155,097 | 13.0 | 288,681,270 | 336,694,025 | 16.6 | 131,302,194 | 156,876,518 | 19.5 |
| Management of companies (holding companies) | 16,366,697 | 18,238,118 | 11.4 | 68,207,678 | 75,469,365 | 10.6 | 372,756,549 | 399,247,524 | 7.1 |
| Administrative and support and waste management and remediation services | 5,053,605 | 5,011,873 | -0.8 | 64,312,183 | 75,324,709 | 17.1 | 36,029,206 | 42,403,424 | 17.7 |
| Educational services | 241,785 | 95,697 | -60.4 | 4,309,513 | 4,868,890 | 13.0 | 3,352,482 | 4,095,186 | 22.2 |
| Health care and social assistance | 19,147,923 | 20,443,377 | 6.8 | 142,125,388 | 155,797,795 | 9.6 | 79,165,823 | 86,621,956 | 9.4 |
| Arts, entertainment, and recreation | 281,873 | 329,076 | 16.7 | 46,278,166 | 50,938,234 | 10.1 | 65,870,456 | 81,984,877 | 24.5 |
| Accommodation and food services | 3,120,645 | 2,754,193 | -11.7 | 135,789,711 | 154,452,836 | 13.7 | 169,544,802 | 186,196,242 | 9.8 |
| Other services | 1,094,868 | 1,433,571 | 30.9 | 21,457,662 | 24,916,451 | 16.1 | 14,534,890 | 17,018,594 | 17.1 |
| Nature of business not allocable | -40,963 | -19,851 | 51.5 | 257,197 | 46,567 | -81.9 | 967,308 | 688,221 | -28.9 |

NOTE: Detail may not add to totals because of rounding
individual general partners were the largest category since allocated income by type of partner was first reported on tax returns in 1988.

In addition, for 2006, total income (loss) allocated to five additional groups also surpassed the \$76.1-billion income (loss) allocated to indi-
vidual general partners: corporate limited partners received $\$ 248.3$ billion; partnership limited partners received $\$ 246.5$ billion; nominee and other limited partners received $\$ 116.3$ billion; corporate general partners received $\$ 114.2$ billion; and partnership general partners received $\$ 83.3$ billion.

## Figure $E$

## Percentage of Partnership Total Assets by Industrial Sector, Tax Year 2006


[1] "All other sectors" includes the following industrial sectors that had less than 2.5 percent of the total assets for all partnership returns: Agriculture, forestry, fishing, and hunting; Mining; Utilities; Construction; Wholesale trade; Retail trade; Transportation and warehousing; Professional, scientific, and technical services; Management of companies (holding companies); Administrative and support and waste management and remediation services; Educational services; Health care and social assistance; Arts, entertainment, and recreation; Accommodation and food services; Other services; and Nature of business not allocable

- Tax Form Changes-Certain partnerships, primarily those reporting either total assets greater than $\$ 10$ million or receipts greater than $\$ 35$ million, were required to file the new Schedule M-3 (Form 1065), Net Income (Loss) Reconciliation for Certain Partnerships, instead of Schedule M-1, Reconciliation of Income (Loss) per Books With Income (Loss) per Return.

Schedule M-3 was effective for any tax year ending on or after December 31, 2006. Schedule M-3 asks certain questions about the partnership's financial statements and reconciles financial statement net income (loss) for the consolidated financial statement group to income (loss) per the income statement for the partnership. Of the $2,947,116$ partnership returns that were filed for 2006, 75.0 percent completed Schedule M-1, and 5.1 percent completed Schedule M-3. For 2005, 82.0 percent of
total $2,763,625$ partnership returns filed a completed Schedule M-1.

- Tax Law Changes-For tax years beginning in 2006, the maximum section 179 expenses deduction was increased from \$105,000 to \$108,000 (also increased from \$140,000 to \$143,000 for qualified enterprise zone, renewal community, and New York Liberty Zone property). This limit was reduced by the amount by which the cost of section 179 property placed in service during the tax year exceeded $\$ 430,000$, which was increased from $\$ 420,000$.

For partnerships, the Enhanced Oil Recovery Credit was phased out for 2006. Also, the Energy Policy Act of 2005 provided a new Energy Efficient Appliance Credit (Form 8909) for the manufacture and production of certain appliances. The Tax Relief and Health Care Act of 2006 created the new Mine Rescue Team Training Credit (Form 8923).

## Partnership Returns, 2006

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## Allocations to Partners

Partnerships are not taxed directly. Instead, their income, credits, and deductions flow through to the partners for inclusion on the partners' own tax returns. Partners may be individuals, corporations, other partnerships, tax-exempt organizations, nominees, or other legal entities. Table 5 presents data on the different types of partnership income (or losses) and deductions allocated to partners for selected industrial groups. These data were obtained from Schedule K, Partners'Distributive Share Items, of the partnership return, which reports amounts for each component by type of partner.

For 2006, all partnerships reported a total of $\$ 1,486.0$ billion for total income (loss) available for allocation, before deductions (Table 5). For separately stated deductions (such as contributions and interest investment expense), all partnerships reported a total of $\$ 235.3$ billion. The difference between total income (loss) and total deductions resulted in \$1,250.6 billion of total income (loss) minus total deductions available for allocation to partners. Of this amount, $\$ 1,214.1$ billion were identified as allocated by type of partner. The difference between the total income (loss) minus total deductions available for allocation and income (loss) allocated to partners was due to some partnerships failing to report allocations, by type of partner, on their returns as originally filed (Table 5).

For 2006, total income (loss) minus total deductions available for allocation increased $\$ 201.8$ billion to $\$ 1,250.6$ billion. The largest increase was reported by the finance and insurance sector, which increased $\$ 177.2$ billion to $\$ 647.7$ billion. The next largest increase was reported by the manufacturing sector, which increased $\$ 13.1$ billion to $\$ 60.1$ billion. Although the real estate and rental and leasing sector has reported the first or second largest increase for this amount for recent years, this sector reported a decrease of $\$ 41.5$ billion to $\$ 214.0$ billion.

Partners classified in the finance and insurance sector received $\$ 647.7$ billion of the $\$ 1,250.6$ billion of total income (loss) minus total deductions available for allocation reported for all partnerships, the largest share received by any sector (Table 5). The next largest shares were received by the real estate and rental and leasing industry sector and the professional, scientific, and technical services sector, $\$ 214.0$ billion and $\$ 91.1$ billion, respectively.

For the first time ever, partners classified as corporations surpassed partners classified as individuals as the top income (loss) recipients for 2006 (Table 5). Partners classified as corporations received $\$ 362.5$ billion of the total income (loss) allocated, while partners classified as individuals received only $\$ 330.5$ billion. Also, partners classified as partnerships received $\$ 329.8$ billion, almost surpassing individual partners for the first time.

For the fourth consecutive year, individuals who were limited partners were the largest group of income (loss) recipients, receiving $\$ 254.5$ billion of the total allocated income (loss) for all partnerships. This was also the fourth time that individual general partners were not the largest category since allocated income (loss) by type of partner was first reported on the 1988 tax return. In addition, this was the third consecutive year that both corporate limited partners and partnership limited partners surpassed individual general partners. It was the second year that nominee and other limited partners and corporate general partners also surpassed individual general partners, and it was the first year that partnership general partners surpassed individual general partners.

For 2006, corporate limited partners received $\$ 248.3$ billion; partnership limited partners received $\$ 246.5$ billion; nominee and other limited partners received $\$ 116.3$ billion; corporate general partners received $\$ 114.2$ billion; and partnership general partners received $\$ 83.3$ billion, while individual general partners received only $\$ 76.1$ billion.

## Finance and Insurance

For 2006, the finance and insurance sector continued to report the largest share of both total net income (loss) and total assets for all partnerships, 42.3 percent and 58.8 percent, respectively (Figure D). This was an increase over the share reported for the prior year, 36.2 percent and 55.8 percent, respectively.

For the second consecutive year and only second time since 2001, the finance and insurance sector surpassed the manufacturing sector with the largest share of total receipts. For 2006, the finance and insurance sector reported 21.8 percent of total receipts for all partnerships, while the manufacturing sector reported 15.7 percent. The finance and insurance sector had reported the largest total receipts for the period 1998 to 2001.

Also, partnerships classified in the finance and insurance sector accounted for 10.0 percent of all partnerships and 20.4 percent of all partners for all partnerships (Figure B). Within this sector, the other financial investments activities industrial group was dominant. This industrial group reported 65 percent or more of the sector's number of partnerships, number of partners, total net income (loss), total receipts, and total assets (Figures B and D).

## Real Estate and Rental and Leasing

Historically, partnerships classified in the real estate and rental and leasing sector have dominated the statistics for both the number of partnerships and partners. For 2006, this sector included 47.3 percent of all partnerships and 39.3 percent of all partners (Figure B). In addition, partnerships classified in this sector accounted for 8.9 percent of total net income (loss), 9.6 percent of total receipts, and 21.7 percent of total assets for all partnerships (Figure D).

Partnerships within this sector reported positive total net income (loss) for 13 consecutive years, starting with 1994. Prior to 1994, these partnerships reported total net losses for most (if not all) years on record. ${ }^{1}$ This sector was second only to the finance and insurance sector for size of total assets and, for total receipts, was third to the finance and insurance sector and the manufacturing sector. For total net income (loss), this sector was fourth after the finance and insurance, professional, scientific, and technical services and manufacturing sectors.

This was the first year that total net income (loss) for manufacturing sector surpassed that for the real estate and rental and leasing sector and was the third consecutive year that professional, scientific, and technical services sector surpassed the real estate and rental and leasing sector. For 2006, total net income (loss) decreased 17.6 percent to $\$ 59.4$ billion for this sector, only the third decrease in the last decade. The first decrease was a 6.8 -percent decrease reported for the period 2001 to 2002. Within the real estate and rental and leasing sector, the real estate industry group reported 89 percent or more of the sector's number of partnerships, number of partners, total net income (loss), total receipts, and total assets.

## Net Rental Real Estate Income (Loss)

Table 4 presents data from Form 8825, Rental Real Estate Income and Expenses of a Partnership or an $S$ Corporation. Net rental real estate income (loss) for all partnerships decreased $\$ 3.4$ billion to $\$ 15.1$ billion, much less than the $\$ 10.0$-billion decrease for the prior year (Figure F). This was the sixth decrease in the last 7 years. Since 1999, the only increase ( $\$ 7.8$ billion) was for the period 2000 to 2001.

Approximately three-quarters or $\$ 2.7$ billion of the $\$ 3.4$-billion decrease for 2006 was caused by total real estate rental expenses increasing more rapidly than gross rents from rental real estate. Total real estate rental expenses increased $\$ 24.0$ billion to $\$ 358.2$ billion, while gross rents from rental real estate increased only $\$ 21.3$ billion to $\$ 378.3$ billion. An ad-

## Figure $F$

Partnership Net Rental Real Estate Income (Loss), by Selected Industrial Group, Tax Years 2005-2006
[Money amounts are in thousands of dollars]

| Industrial group | 2005 | 2006 | Change |  |
| :---: | :---: | :---: | :---: | :---: |
|  |  |  | Amount | Percentage |
|  | (1) | (2) | (3) | (4) |
| All industries | 18,506,453 | 15,122,151 | -3,384,302 | -18.3 |
| Finance and insurance | -1,163,469 | -950,035 | 213,434 | 18.3 |
| Real estate and rental and leasing | 18,832,708 | 15,205,110 | -3,627,598 | -19.3 |
| Real estate | 18,555,206 | 14,890,393 | -3,664,813 | -19.8 |
| Lessors of residential buildings and dwellings and cooperative housing | -5,010,624 | -8,782,287 | -3,771,663 | -75.3 |
| Lessors of nonresidential buildings (except miniwarehouses) | 30,532,535 | 30,201,463 | -331,072 | -1.1 |
| Lessors of miniwarehouses and self-storage units | 931,002 | 851,940 | -79,062 | -8.5 |
| Lessors of other real estate property | 1,859,286 | 2,044,511 | 185,225 | 10.0 |
| Other real estate activities | -9,756,993 | -9,425,234 | 331,759 | 3.4 |

[^40]
## Partnership Returns, 2006

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ditional $\$ 0.6$-billion decrease in net rental real estate income (loss) for all partnerships was caused by net income (loss) from partnerships, estates, and trusts, decreasing from a $\$ 6.4$-billion loss for 2005 to a $\$ 7.0-$ billion loss for 2006. This was much less than the \$5.4-billion decrease reported for net income (loss) from partnerships, estates, and trusts for the prior year (Table 4).

This year was the twelfth consecutive year that partnerships reported a positive amount, $\$ 15.1$ billion, for total net rental real estate income (loss). Prior to this period, partnerships had not reported a positive amount since 1980. Partnerships classified in the real estate industry group continued to report the overwhelming share, $\$ 14.9$ billion, of the net rental
real estate income (loss) reported for all partnerships. Within this industry group, lessors of nonresidential buildings (except miniwarehouses) reported $\$ 30.2$ billion for net rental real estate income, while other real estate activities and lessors of residential buildings and dwellings reported net losses of $-\$ 9.4$ billion and $-\$ 8.8$ billion, respectively.

## LLCs Represent the Largest Entity Type

Partnerships were asked to classify themselves into six distinct entity types: domestic general partnership, domestic limited partnership, domestic limited liability company, domestic limited liability partnership, foreign partnership, or "other" partnership (Figures G, H, I, and J). (See Explanation of Select-

## Figure G

Number of Partnerships by Type of Entity, Tax Years 1999-2006
Number of partnerships


## Tax year

| DDomestic general partnerships | Domestic limited partnerships |
| :--- | :--- |
| $\sim$ Domestic limited liability companies | Domestic limited liability partnerships |
| Other [1] |  |

[1] Data for "other" partnerships include foreign partnerships, as well as partnerships which checked the "other" box, Form 1065, Schedule B, line 1, Type of Entity, or did not check a box. See Figure H for the number of partnerships for both of these categories; however, note that the number of foreign partnerships is broken out separately in Figure H .

Figure H
Numbers of Partnerships, by Type of Entity and Profit Status, Tax Years 1996-2006
[Numbers of partnerships are in thousands]

| Tax year | Total number of partnerships | Domestic general partnerships |  | Domestic limited partnerships |  | Domestic limited liability companies |  | Domesticlimited liabilitypartnerships [1] |  | Foreign partnerships [2] |  | Other [3] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| 1996 | 1,654 | [4] 672 | [4] 365 | 177 | 134 | 110 | 111 | n.a. | n.a. | n.a. | n.a. | [4] 50 | [4] 33 |
| 1997 | 1,759 | [4] 660 | [4] 335 | 197 | 132 | 178 | 171 | n.a. | n.a. | n.a. | n.a. | [4] 57 | [4] 29 |
| 1998 | 1,855 | 649 | 296 | 206 | 137 | 257 | 213 | 17 | 9 | n.a. | n.a. | 42 | 29 |
| 1999 | 1,937 | 620 | 278 | 224 | 130 | 318 | 271 | 28 | 14 | n.a. | n.a. | 35 | 17 |
| 2000 | 2,058 | 589 | 283 | 215 | 134 | 383 | 335 | 32 | 21 | 1 | 2 | 40 | 21 |
| 2001 | 2,132 | 552 | 263 | 237 | 132 | 429 | 380 | 40 | 29 | 3 | 2 | 40 | 25 |
| 2002 | 2,242 | 514 | 266 | 239 | 138 | 483 | 463 | 47 | 31 | 2 | 1 | 40 | 18 |
| 2003 | 2,375 | 489 | 268 | 233 | 146 | 550 | 542 | 49 | 39 | 2 | 1 | 33 | 22 |
| 2004 | 2,547 | 474 | 251 | 245 | 158 | 632 | 638 | 53 | 36 | 3 | 1 | 35 | 21 |
| 2005 | 2,764 | 486 | 243 | 255 | 159 | 746 | 719 | 60 | 40 | 4 | 1 | 29 | 21 |
| 2006 | 2,947 | 465 | 253 | 264 | 169 | 793 | 837 | 67 | 42 | 4 | 3 | 30 | 20 |

n.a.-Data not available. These types of partnerships were not separately identified on the tax return but are included in the totals for all partnerships (column 1).
[1] Prior to 1998, domestic limited liability partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, or other.
[2] Prior to 2000, foreign partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, limited liability partnerships, or other.
[3] Other partnerships are those which checked the "other" box, Form 1065, Schedule B, line 1, Type of Entity, or did not check a box.
[4] Data corrections from prior-year publications of these data.
NOTES: Detail may not add to totals because of rounding. Limited liability companies, limited liability partnerships, and foreign partnerships are discussed in the Explanation of Selected Terms section. Net income or loss refers to "total net income or loss." Breakeven returns are included in the "loss" columns.
ed Terms section for the definitions of various entity types.)

For 2006, the number of limited liability companies (LLCs) increased 11.3 percent to $1,630,161$, representing 55.3 percent of all partnerships and surpassing all other entity types for the fifth consecutive year (Tables 6 and 8). Prior to 2002, general partnerships had consistently been the most common type of partnership. For 2005, the number of general partnerships increased slightly for the first time in 10 years, but, for 2006, it declined 1.5 percent to 718,765 . The number of general partnerships decreased 38.4 percent since 1995 , when the number peaked at $1,167,036$. In contrast, the number of limited liability companies increased $1,275.0$ percent during the same period, from 118,559 in 1995 to $1,630,161$. The number of limited partnerships increased in 11 of the last 12 years, growing 38.8 percent during that period, from 295,304 in 1995 to 432,550.

Even though LLCs were the most prevalent type of partnership, limited partnerships continued to report the largest share of overall partnership profits. For 2006, total net income (loss) for limited partnerships rose $\$ 41.7$ billion to $\$ 221.6$ billion (Table 8 ). For the
third consecutive year, LLC profits surpassed profits reported by general partnerships. Profits for LLCs increased from $\$ 168.5$ billion to $\$ 205.3$ billion (21.8 percent). Profits for general partnerships decreased 0.8 percent from $\$ 88.6$ billion to $\$ 87.9$ billion. For 2006, the $\$ 126.4$ billion loss for LLCs continued to be larger than the combined losses, $\$ 68.4$ billion, for both general and limited partnerships (Figure I).

The number of partners in limited liability companies increased as it has each year for over a decade. (Owners of a limited liability company are referred to as "members" instead of partners.) In contrast, the number of partners for both limited and general partnerships declined. The number of partners in general partnerships has declined in 9 out of the last 10 years, while the number of partners in limited partnerships has declined in 7 of the last 10 years (Figure J). For most of the last 10 years, both general and limited partnerships that show a profit have more than twice the number of partners as those that show a loss. In contrast, limited liability companies have similar numbers of partners in partnerships reporting a profit or loss.

For LLCs, the finance and insurance sector reported the largest share of total assets, 45.1 percent, followed by the real estate and rental and leasing

## Figure I

Partnership Total Net Income or Loss, by Type of Entity and Profit Status, Tax Years 1996-2006

| Tax year | Total net income (loss) | Domestic general partnerships |  | Domestic limited partnerships |  | Domestic limited liability companies |  | Domestic limited liability partnerships [1] |  | Foreign partnerships [2] |  | Other [3] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| 1996 | 145.2 | 102.1 | 28.5 | 97.7 | 42.3 | 24.4 | 12.0 | n.a. | n.a. | n.a. | n.a. | 4.0 | 0.1 |
| 1997 | 168.2 | 103.8 | 24.0 | 109.0 | 46.1 | 40.1 | 23.0 | n.a. | n.a. | n.a. | n.a. | 9.4 | 1.0 |
| 1998 | 186.6 | 95.5 | 22.8 | 117.4 | 51.1 | 58.7 | 34.1 | 14.1 | 1.1 | n.a. | n.a. | 12.2 | 2.2 |
| 1999 | 228.4 | 95.7 | 21.2 | 135.9 | 48.4 | 82.7 | 48.0 | 21.3 | 0.9 | n.a. | n.a. | 12.8 | 1.4 |
| 2000 | 269.0 | 98.8 | 20.5 | 146.4 | 49.5 | 112.0 | 64.3 | 24.5 | 2.0 | 9.7 | 1.7 | 18.6 | 3.1 |
| 2001 | 276.3 | 104.7 | 21.1 | 158.4 | 57.5 | 130.3 | 83.3 | 28.7 | 2.2 | 11.3 | 3.1 | 12.6 | 2.5 |
| 2002 | 270.7 | 96.9 | 18.6 | 146.8 | 54.3 | 135.9 | 87.3 | 31.3 | 2.7 | 13.9 | 3.2 | 15.0 | 3.0 |
| 2003 | 301.4 | 83.6 | 15.7 | 158.7 | 51.9 | 155.9 | 91.6 | 36.6 | 2.4 | 17.5 | 3.1 | 16.2 | 2.5 |
| 2004 | 384.7 | 91.4 | 14.9 | 177.2 | 57.6 | 205.4 | 101.1 | 44.4 | 2.6 | 30.9 | 2.9 | 17.0 | 2.3 |
| 2005 | 546.2 | 103.0 | 14.5 | 230.1 | 50.2 | 273.9 | 105.5 | 53.2 | 3.0 | 36.3 | 2.6 | 27.1 | 1.7 |
| 2006 | 666.7 | 105.6 | 17.7 | 272.3 | 50.7 | 331.7 | 126.4 | 59.2 | 4.4 | 59.8 | 2.7 | 42.5 | 2.4 |

n.a.-Data not available. These types of partnerships were not separately identified on the tax return but are included in the totals for all partnerships (column 1).
[1] Prior to 1998, domestic limited liability partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, or other.
[2] Prior to 2000, foreign partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, limited liability partnerships, or other.
[3] Other partnerships are those which checked the "other" box, Form 1065, Schedule B, line 1, Type of Entity, or did not check a box.
NOTES: Detail may not add to totals because of rounding. Limited liability companies, limited liability partnerships, and foreign partnerships are discussed in the Explanation of Selected Terms section. Net income or loss refers to "total net income or loss." Breakeven returns are included in the "loss" columns.

## Figure J

Numbers of Partners, by Type of Entity and Profit Status, Tax Years 1996-2006
[Numbers of partners are in thousands]

| Tax year | Total number of partners | Domestic general partnerships |  | Domestic limited partnerships |  | Domestic limited liability companies |  | Domestic limited liability partnerships [1] |  | Foreign partnerships [2] |  | Other [3] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss | Net income | Loss |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| 1996 | 15,662 | 3,023 | 1,543 | 6,457 | 3,568 | 634 | 401 | n.a. | n.a. | n.a. | n.a. | 25 | 11 |
| 1997 | 16,184 | 2,837 | 1,577 | 6,924 | 3,243 | 855 | 669 | n.a. | n.a. | n.a. | n.a. | 61 | 16 |
| 1998 | 15,663 | 2,602 | 1,089 | 6,761 | 2,564 | 1,128 | 750 | 99 | 43 | n.a. | n.a. | 399 | 227 |
| 1999 | 15,353 | 2,465 | 1,025 | 6,767 | 2,177 | 1,298 | 969 | 153 | 53 | n.a. | n.a. | 360 | 85 |
| 2000 | 13,660 | 2,463 | 1,127 | 4,713 | 1,755 | 1,440 | 1,259 | 211 | 119 | 81 | 30 | 234 | 227 |
| 2001 | 14,232 | 2,267 | 996 | 4,454 | 2,569 | 1,739 | 1,493 | 233 | 107 | 71 | 22 | 199 | 80 |
| 2002 | 14,328 | 2,089 | 870 | 4,455 | 2,464 | 2,005 | 1,733 | 247 | 97 | 79 | 10 | 220 | 48 |
| 2003 | 14,108 | 1,892 | 972 | 4,317 | 1,945 | 2,242 | 1,984 | 245 | 142 | 43 | 35 | 221 | 70 |
| 2004 | 15,557 | 1,803 | 879 | 4,539 | 2,485 | 2,620 | 2,330 | 288 | 145 | 53 | 50 | 287 | 78 |
| 2005 | 16,212 | 1,785 | 888 | 4,943 | 2,004 | 2,961 | 2,680 | 299 | 166 | 117 | 65 | 205 | 100 |
| 2006 | 16,728 | 1,723 | 943 | 5,054 | 1,685 | 3,157 | 3,205 | 350 | 138 | 110 | 71 | 231 | 61 |

[^41]sector, 29.1 percent (Table 6). The finance and insurance sector accounted for 41.0 percent of the total net income (loss) for LLCs, while the manufacturing sector accounted for 13.8 percent.

The real estate and rental and leasing sector continued to account for the largest portion of general and limited partnerships, and LLCs, 38.3 percent, 56.4 percent, and 49.6 percent, respectively (Table 8). Typically, the second largest share for the number of partnerships for all three of these groups was the finance and insurance sector. However, for 2006, the number of LLCs for this sector was surpassed by the construction and professional, scientific, and technical sectors, while, for 2005, this group was only surpassed by the construction sector. For general and limited partnerships, the finance and insurance sector remained the second largest category. (See Explanation of Selected Terms section for more information on limited liability companies.)

## Electronically Filed (ELF) Partnership Returns

Starting in 1986, the Internal Revenue Service (IRS) offered the option of using electronic media for filing Form 1065 returns. Beginning in Tax Year 2000, partnerships with more than 100 partners were required to file their returns electronically. However, the IRS could waive the electronic filing rules if a partnership demonstrated that a hardship would result from the requirement to file its return electronically. Also, in some instances, partnerships were excluded from filing electronically if the software was unavailable for one or more of the required tax forms. Tax Year 2006 was the first year Form 1065-B, U.S. Return of Income for Electing Large Partnerships, was available for electronic filing. Additionally, partnerships that met any of the conditions below were not required to file electronically:

- Form 1065 with a foreign address
- Returns filed under sections 501(d)(3) or 761(a) of the Internal Revenue Code
- Common trust fund returns filed on Form 1065
- Certain fiscal year returns.

There were 440,856 partnerships that filed electronically for 2006, an increase of 57.9 percent from the 279,150 returns for 2005 . These partnerships represented 6.6 million partners for 2006, an increase from the 5.5 million partners for 2005. In addition, the electronically filed returns for 2006 represented 15.0 percent of all partnerships, 39.6 percent of all partners, 14.8 percent of total assets, and 19.1 percent of total net income (loss).

## Electing Large Partnerships

Form 1065-B, U.S. Return of Income for Electing Large Partnerships, was introduced for Tax Year 1998. Unlike a regular partnership that reports the partners' allocated shares of income, gain, loss, deductions, or credits to each partner, an electing large partnership combines most items at the partnership level and passes through the net amounts to partners. For 2006, only 103 partnerships filed Form 1065-B, which was a slight decrease from the 106 filed for 2005. The number of partners increased from 31,565 for 2005 to 33,395 . Total net income (loss) increased from $\$ 371.1$ million in 2005 to $\$ 408.4$ million. Total assets also increased from $\$ 20.1$ billion for 2005 to $\$ 21.4$ billion.

## Data Sources and Limitations

Tax Year 2006 statistics are estimates based on a stratified probability sample of 45,346 returns selected from a population of $3,164,232$ partnerships. ${ }^{3}$ Tax Year 2006 covers returns processed by the IRS during Calendar Year 2007. All partnerships engaged in business in, or having income from sources within, the United States were required to file either Form 1065, U.S. Partnership Return of Income, or Form 1065-B, U.S. Return of Income for Electing Large Partnerships, to report income or loss, deductions, tax credits, and other tax-related items generated by the partnership. The statistics are only for active partnerships, which are defined as those that reported any items of income or deduction derived from a trade or business, or from rental or portfolio income.

The population was stratified into classes based on industry, type of return, size of total assets, and size of certain receipt or income amounts from both ordinary business income (loss) and portfolio income

[^42]
## Figure K

Partnership Coefficients of Variation for Industrial Sector and Selected Items, Tax Year 2006

| Industrial sector | Coefficients of variation |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | Number of partnerships | Total assets | Total income | Total deductions |
|  | (1) | (2) | (3) | (4) |
| All industries | 0.36 | 0.14 | 0.19 | 0.20 |
| Agriculture, forestry, fishing, and hunting | 5.06 | 3.84 | 4.26 | 4.21 |
| Mining | 9.51 | 1.70 | 1.43 | 1.79 |
| Utilities | 17.80 | 1.33 | 0.62 | 0.68 |
| Construction | 3.60 | 2.50 | 1.35 | 1.37 |
| Manufacturing | 7.30 | 0.66 | 0.39 | 0.41 |
| Wholesale trade | 7.23 | 1.45 | 0.66 | 0.65 |
| Retail trade | 4.40 | 1.58 | 1.09 | 1.09 |
| Transportation and warehousing | 8.28 | 1.43 | 1.86 | 1.88 |
| Information | 6.84 | 0.48 | 0.63 | 0.71 |
| Finance and insurance | 2.95 | 0.18 | 1.04 | 1.18 |
| Real estate and rental and leasing | 0.80 | 0.62 | 2.16 | 2.20 |
| Professional, scientific, and technical services | 4.09 | 2.05 | 1.15 | 1.24 |
| Management of companies | 10.32 | 1.55 | 3.09 | 3.60 |
| Administrative and support and waste management and remediation services | 7.31 | 4.11 | 3.11 | 3.27 |
| Educational services | 14.10 | 9.32 | 10.16 | 10.47 |
| Health care and social assistance | 2.93 | 2.47 | 1.25 | 1.29 |
| Arts, entertainment, and recreation | 8.42 | 3.64 | 2.94 | 2.94 |
| Accommodation and food services | 4.67 | 2.52 | 2.19 | 2.18 |
| Other services | 7.03 | 8.16 | 5.33 | 5.38 |
| Nature of business not allocable | 64.36 | 71.08 | 98.32 | 70.00 |
| Item [1] | Coefficients of variation-continued |  |  |  |
|  | All industries |  |  |  |
|  | (5) |  |  |  |
| Number of partnerships | 0.36 |  |  |  |
| Number of partners | 1.49 |  |  |  |
| Total assets | 0.14 |  |  |  |
| Total income | 0.19 |  |  |  |
| Business receipts | 0.18 |  |  |  |
| Total deductions | 0.20 |  |  |  |
| Cost of goods sold | 0.26 |  |  |  |
| Interest paid | 0.76 |  |  |  |
| Taxes and licenses | 0.52 |  |  |  |
| Depreciation | 0.84 |  |  |  |
| Ordinary business income | 0.53 |  |  |  |
| Ordinary business loss | 1.36 |  |  |  |
| Interest income | 0.56 |  |  |  |
| Portfolio income (loss) distributed directly to partners | 0.60 |  |  |  |
| Net rental real estate income | 1.90 |  |  |  |
| Net rental real estate loss | 2.73 |  |  |  |
| Other net rental income | 6.07 |  |  |  |
| Other net rental loss | 7.62 |  |  |  |
| Total net income (loss) | 0.73 |  |  |  |
| Total income (loss) minus total deductions available for allocation | 1.18 |  |  |  |
| Total receipts | 0.30 |  |  |  |

[1] All data items are displayed in Table 1, except for Total income (loss) minus total deductions.
(loss). Returns were selected from these classes at various probabilities ranging from 0.07 percent to 100 percent, and were weighted to represent the total population. There were 1,346 sampled returns that were ruled "out of scope" because they had no activity or duplicated other returns already in the study. This resulted in a final sample of 44,000 returns, and an estimated overall active population of $2,947,116$.

Because the data presented in this article are based on a sample of returns, they are subject to sampling error. To properly use the data, the magnitude of the potential sampling error needs to be known. Coefficients of variation (CVs), the ratio of an estimate's standard error to the estimate, are used to measure this magnitude. Figure K presents the coefficients of variation for certain money amounts, for selected industrial sectors. The estimate is judged more reliable when the coefficient of variation is smaller.

## Explanation of Selected Terms

Assets and liabilities-A partnership was required to provide balance sheet information, in general, only if it had total receipts of $\$ 250,000$ or more and total assets of $\$ 600,000$ or more. The assets and liabilities of partnerships that did not provide this information were not estimated. If a partnership provided balance sheet data in a format of its own, instead of that provided on the return form, an effort was made during data collection to associate the amounts provided with the items on the partnership balance sheet. Also, for returns with accounting periods ending after December 31, 2005, total assets should have been determined without offset by liabilities and should not have been reported as a negative amount. If, however, the partnership continued to report negative total assets, no effort was made during data collection to change the amount.

Business receipts-Business receipts represent the gross receipts or sales less returns and allowances from trade or business income. Business receipts were not adjusted to include rental real estate activity, which was separately reported on the partnership return. Business receipts is the largest component of gross receipts for industry groups such as manufacturing.

Electing large partnerships-Partnerships that had 100 or more partners in the preceding year could elect to file Form 1065-B, U.S. Return of Income for Electing Large Partnerships, in lieu of the more general Form 1065. Unlike a regular partnership that reports the partner's allocated share of income, gain, loss, deductions, or credits to each partner, an electing large partnership combines most items at the partnership level and passes through net amounts to partners.

Electronically filed (ELF) partnerships-Certain partnerships with more than 100 partners were required to file their returns electronically. ELF returns are submitted via electronic media in lieu of paper
returns and are verified for mathematical consistency on submission.

Foreign partnerships-Partnerships not created or organized in the United States, or under the law of the United States or of any state, are foreign partnerships. In general, if a foreign partnership has gross income from trade or business within the United States or has gross income derived from sources within the United States, it must file a partnership return.

Limited liability companies-A limited liability company (LLC) is an entity formed under State law by filing articles of organization as an LLC. Limited liability companies that choose to be taxed as partnerships file Form 1065, U.S. Partnership Return of Income. The Schedule B, Other Information, has a question to identify LLCs.

Limited liability companies combine the corporate characteristics of limited liability for all members with the passthrough tax treatment of a partnership. (The owners of an LLC are called members, not partners.) These businesses offer more organizational flexibility than S corporations (S corporations pass through their incomes, gains and losses, deductions and credits to their shareholders for tax purposes, like partnerships). For example, unlike S corporations, LLCs are not limited in the number and type of owners.

Unlike partners in limited partnerships, all members of LLCs have limited liability protection, even if they actively participate in the management of the business. In some cases, LLCs file as sole proprietorships on individual income tax returns or as corporations on corporation income tax returns. LLC data reported on these returns were not included in this article.

Limited liability partnerships-A limited liability partnership (LLP) is formed under a State limited liability partnership law. Limited liability partnerships file Form 1065, U.S. Partnership Return of Income. They were identified by their response to a question on Form 1065, Schedule B, Other Information.

Organizationally, LLPs are available in some States, only for professional partnerships, such as law firms or accounting firms. A partner in an LLP receives liability protection from the actions of other partners, but is liable for the partnership debts as well as for the consequences of his or her own actions.

Nonrecourse loans-Nonrecourse loans are those liabilities of the partnership for which no partner bears the economic risk of loss.

North American Industry Classification Sys-tem-Starting with the 1998 partnership study, data were classified using the North American Industry Classification System (NAICS). NAICS replaced the Standard Industry Classification system (SIC). Like the SIC, NAICS is a hierarchical system that classifies businesses, including partnerships, into "sectors," "subsectors," "industry groups," and "industries." SIC used the terms "industrial division," "major group," and "industry."

Although the complete NAICS system uses twenty sectors, for presentation purposes, the partnership data in the Tax Year 1998 through Tax Year 2001 articles were grouped into ten "industrial divisions" in order to more easily compare NAICS data to SIC data. Beginning with the Tax Year 2002 article, the "industrial division" was dropped, and the partnership data have been grouped into the same twenty "industrial sectors" used in the NAICS system, except for the exclusion of "public administration" and the addition of "nature of business not allocable." Businesses are only classified in the "nature of business not allocable" sector when a more specific activity cannot be identified from the return.

Data within these industrial sectors are classified in "industrial groups." The most detailed classification in these tabulations is the "industry." The 20 sectors used in this article are listed below.

- Agriculture, forestry, fishing, and hunting
- Mining
- Utilities
- Construction
- Manufacturing
- Wholesale trade
- Retail trade
- Transportation and warehousing
- Information
- Finance and insurance
- Real estate and rental and leasing


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- Professional, scientific, and technical services
- Management of companies (holding companies)
- Administrative and support and waste management and remediation services
- Educational services
- Health care and social assistance
- Arts, entertainment, and recreation
- Accommodation and food services
- Other services
- Nature of business not allocable

In addition, for 2002, the 1997 NAICS classification system was revised. The new version included a revised structure for both the construction and information sectors and additional detail for the retail trade sector. The North American Industry Classification publication contains appendices comparing the 2002 NAICS United States structure to the 1997 NAICS United States structure. ${ }^{4}$

Partnership industries were determined based on the activity from which the business derived the largest percentage of its "total receipts." Total receipts, for industry-coding purposes only, was defined as the sum of:

- gross receipts or sales less returns and allowances (i.e., "business receipts" in the statistics);
- ordinary income from other partnerships, estates, and trusts;
- net farm profit;
- net gain from Form 4797;
- other income (Form 1065, page 1, line 7);
- other gross rental income;

■ interest income;

- dividend income;
- royalties;
- net short-term capital gain;
- net long-term capital gain;
- net section 1231 gain;
- other income (Form 1065, page 3, line 11);
- gross rents from rental real estate;
- net gain from the disposition of property from rental real estate activities; and
- net income from rental real estate activities from partnerships, estates and trusts in which the partnership is a partner or beneficiary.
- (Total receipts for partnership industry coding purposes differ from total receipts used elsewhere in this article and are defined under Total Receipts in this section.)

Partner-Partners can be individuals, corporations, other partnerships, or any other legal entity. Partners are classified as either general or limited. General partners are those who assume liability for the partnership's debts and losses. Limited partners are those whose liability in the partnership is limited to their investment. By definition, a partnership must have at least two partners, at least one of which must be a general partner. A general partnership is composed entirely of general partners. A limited partnership has at least one general partner and one or more limited partners.

Partnerships-A partnership is a relationship between two or more entities or persons who join to carry on a trade or business, with each partner contributing money, property, labor, or skill, and each expecting to share in the profits and losses. Every partnership that engages in a trade or business or has

[^43]income from sources in the United States must file an annual information return, Form 1065, U.S. Partnership Return of Income, or Form 1065-B, U.S. Return of Income for Electing Large Partnerships, with the Internal Revenue Service, showing the partnership's taxable income or loss for the year. A partnership must file this return even if its principal place of business is outside the United States and even if all of its members are nonresident aliens.

Total net income (Loss)-Through Tax Year 1986, amounts for total net income (loss) were reported on Form 1065 as "ordinary income (loss)." After tax law changes and tax form revisions in 1987, Statistics of Income studies began computing a similar total figure as the sum of:

- ordinary business income (loss)
- interest income
- dividend income
- royalties
- net rental real estate income (loss) from Form 8825
- other net rental income (loss).

The sum of these components is a measure of overall partnership profits or losses, which enable comparisons with total net income (loss) reported for years before 1987. The profit status of a partnership is determined based on the sum of these six amounts. Partnerships where the sum of these six amounts equals zero are included with loss partnerships.

For 2004, the definition of total net income (loss) was revised because other portfolio income (loss) was excluded since it was no longer reported separately on Schedule K, but was included on Schedule K , line 11, other income (loss). This resulted in the 2004 total net income (loss) being understated by that amount when compared to years prior to 2004. However, this understatement was small since, for 2003, other portfolio income (loss) for all partnerships was only $\$ 3.1$ billion, or 1.0 percent of the $\$ 301.4$ billion reported for total net income (loss).

Total receipts-Total Receipts is computed for the statistics to reflect similar computations published in other Statistics of Income (SOI) studies. It is the sum of positive income received by partnerships for the specific items listed below: (Negative amounts or losses are included in the statistics as deduction items.)

- gross receipts or sales less returns and allowances (i.e., "business receipts" in the statistics);
- ordinary income from other partnerships, estates, and trusts;
- farm net profit;
- net gain from Form 4797;
- other income (Form 1065, page 1, line 7);
- net rental real estate income;
- other net rental income;
- interest income;
- dividend income;
- royalties;
- net short-term capital gain;
- net long-term capital gain;
- net section 1231 gain; and
- other income (Form 1065, page 3, line 11).


## Additional Tabular Data on Tax Stats

For additional Tax Year 2006 partnership tabular data, by size of total assets for all partnerships, general partnerships, limited partnerships, and limited liability companies, see the Partnership section of the Tax Stats Web site: www.irs.gov/taxstats/index.html. This site also includes detailed tabular data on partnership returns for prior years, as well as information on filing requirements, sample designs, an explanation of terms, and links to other SOI studies.

Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006

| Item | Allindustries | Agriculture, forestry, fishing, and hunting |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Crop production | Animal production | Forestry and logging | Fishing, hunting, and trapping | Support activities for agriculture and forestry |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| Number of partnerships | 2,947,116 | 131,727 | 69,999 | 40,760 | 8,815 | 1,652 | 10,501 |
| Number of partners | 16,727,803 | 447,031 | 244,277 | 125,089 | 40,910 | 4,686 | 32,068 |
| Total assets | 17,146,275,372 | 133,804,083 | 41,796,170 | 42,865,466 | 40,434,255 | 3,220,973 | 5,487,219 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 3,912,905,087 | 29,640,773 | 7,114,448 | 9,224,967 | 4,451,336 | 1,652,104 | 7,197,918 |
| Business receipts | 3,571,281,520 | 22,557,535 | 3,292,455 | 6,980,144 | 3,820,762 | 1,498,440 | 6,965,733 |
| Ordinary income from other partnerships and fiduciaries | 87,011,698 | 1,031,931 | 198,237 | 588,986 | * 187,092 | * 55,186 | * 2,430 |
| Farm net profit | 4,916,630 | 4,770,716 | 3,322,698 | 1,329,406 | * 5,299 | * 2,206 | * 111,107 |
| Net gain, noncapital assets | 15,157,978 | 488,318 | 158,930 | 226,763 | 51,315 | * 49,354 | 1,955 |
| Other income | 234,537,262 | 792,274 | 142,128 | 99,667 | 386,868 | 46,918 | 116,692 |
| Total deductions | 3,555,849,670 | 29,957,402 | 6,234,571 | 10,549,565 | 4,296,826 | 1,620,041 | 7,256,398 |
| Cost of good sold [1] | 2,108,966,781 | 14,396,669 | 1,871,097 | 5,440,015 | 1,583,297 | * 789,163 | 4,713,096 |
| Inventory, beginning of year | 215,719,281 | 1,778,947 | 248,393 | 755,027 | * 201,076 | * 90,374 | 484,077 |
| Purchases | 1,412,030,108 | 10,424,771 | 1,386,154 | 3,846,048 | 903,522 | * 314,724 | 3,974,323 |
| Cost of labor | 91,460,084 | 817,369 | 244,902 | 212,698 | * 82,964 | * 168,053 | 108,752 |
| Additional inventory costs (section 263A) | 19,706,569 | 50,073 | * 14,690 | * 14,758 | * 10,092 | * 4,444 | 6,089 |
| Other costs | 626,794,373 | 3,384,578 | 320,850 | 1,504,913 | 554,139 | * 327,686 | 676,990 |
| Less: Inventory, end of year | 259,131,558 | 2,059,069 | 343,892 | 893,428 | 168,496 | * 116,118 | 537,135 |
| Salaries and wages | 331,851,279 | 1,607,614 | 296,757 | 338,961 | 249,901 | 64,554 | 657,441 |
| Guaranteed payments to partners | 41,759,375 | 738,261 | 244,637 | 253,065 | 116,742 | * 29,747 | 94,069 |
| Rent paid | 62,379,198 | 397,110 | 192,244 | 59,420 | 23,387 | 18,313 | 103,747 |
| Interest paid | 136,788,830 | 760,531 | 140,827 | 150,076 | 247,989 | 104,314 | 117,324 |
| Taxes and licenses | 52,973,535 | 338,383 | 60,907 | 47,914 | 102,487 | 22,465 | 104,611 |
| Bad debts | 12,298,985 | 15,810 | * 2,565 | 6,353 | * 911 | * 820 | 5,161 |
| Repairs and maintenance | 19,365,103 | 388,169 | 83,836 | 74,854 | 96,404 | 24,065 | 109,009 |
| Depreciation | 78,611,668 | 997,571 | 169,685 | 332,666 | 138,305 | 71,035 | 285,880 |
| Depletion | 810,776 | * 10,709 | * 74 | 0 | * 10,635 | 0 | 0 |
| Retirement plans, etc. | 9,699,587 | 31,147 | 4,547 | 4,968 | 11,828 | * 2,049 | 7,756 |
| Employee benefit programs | 22,870,238 | 73,018 | 13,111 | 24,455 | 15,281 | * 4,483 | 15,688 |
| Net loss from other partnerships and fiduciaries | 31,265,506 | 500,344 | 102,470 | 234,324 | 117,145 | * 46,155 | * 249 |
| Farm net loss | 5,738,117 | 5,032,540 | 2,305,641 | 2,623,408 | 93,958 | 0 | * 9,533 |
| Net loss, noncapital assets | 2,841,852 | 16,444 | * 3,846 | * 9,231 | * 2,993 | 0 | * 375 |
| Other deductions | 637,628,843 | 4,653,082 | 742,328 | 949,855 | 1,485,564 | 442,876 | 1,032,459 |
| Ordinary business income (loss) | 357,055,417 | -316,629 | 879,877 | -1,324,598 | 154,510 | 32,063 | -58,480 |
| Net income | 516,281,778 | 7,184,346 | 3,593,144 | 1,879,992 | 1,063,518 | 212,942 | 434,751 |
| Loss | 159,226,360 | 7,500,975 | 2,713,266 | 3,204,590 | 909,008 | 180,879 | 493,231 |
| Portfolio income (loss) distributed directly to partners | 722,426,524 | 3,778,961 | 1,129,088 | 1,227,790 | 1,284,633 | 37,170 | 100,280 |
| Interest income | 193,499,813 | 1,065,175 | 243,441 | 199,619 | 582,679 | 9,880 | 29,556 |
| Dividend income | 83,897,950 | 147,546 | 48,910 | 33,278 | 28,697 | * 23,050 | 13,610 |
| Royalties | 14,219,959 | 365,931 | 41,458 | 228,813 | 92,968 | 0 | * 2,692 |
| Net short-term capital gain (loss) | 54,613,689 | 36,370 | 17,814 | 2,988 | 11,319 | * 4,232 | * 17 |
| Net long-term capital gain (loss) | 376,195,114 | 2,163,939 | 777,465 | 763,092 | 568,970 | 8 | * 54,405 |
| Net rental real estate income (loss) | 15,122,150 | 605,410 | 514,178 | 41,475 | 64,104 | * 10,035 | -24,382 |
| Net income | 89,508,702 | 829,192 | 629,099 | 107,521 | 69,975 | * 10,035 | * 12,561 |
| Loss | 74,386,552 | 223,781 | 114,921 | 66,046 | * 5,872 | 0 | 36,943 |
| Other net rental income (loss) | 2,923,321 | 182,641 | 152,932 | 6,792 | * 1,092 | * 28,966 | * -7,140 |
| Net income | 6,831,229 | 206,495 | 161,450 | 7,315 | * 3,827 | * 28,966 | * 4,937 |
| Loss | 3,907,908 | 23,854 | * 8,518 | * 523 | * 2,735 | 0 | * 12,078 |
| Total net income (loss) [2] | 666,718,610 | 2,050,074 | 1,880,796 | -814,621 | 924,049 | 103,994 | -44,144 |
| Net income | 871,055,480 | 9,047,808 | 4,390,017 | 2,193,455 | 1,703,700 | 276,179 | 484,457 |
| Loss | 204,336,870 | 6,997,734 | 2,509,220 | 3,008,075 | 779,652 | * 172,185 | 528,601 |

[^44]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Mining |  |  |  | Utilities | Construction |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Oil and gas exraction | Other mining | Support activities for mining |  | Total | Construction of buildings |
|  | (8) | (9) | (10) | (11) | (12) | (13) | (14) |
| Number of partnerships | 34,701 | 26,999 | 3,975 | 3,727 | 2,924 | 192,006 | 89,225 |
| Number of partners | 729,365 | 611,350 | 96,385 | 21,630 | 84,157 | 511,144 | 247,411 |
| Total assets | 228,894,212 | 199,888,841 | 21,386,253 | 7,619,118 | 201,727,801 | 323,355,227 | 221,576,856 |
| Income and deductions from a trade or business: <br> Total income | 104,345,238 | 80,118,919 | 17,042,195 | 7,184,124 | 148,539,458 | 316,362,556 | 205,685,156 |
| Business receipts | 95,913,240 | 72,888,260 | 16,377,136 | 6,647,844 | 144,263,833 | 310,113,554 | 201,789,417 |
| Ordinary income from other partnerships and fiduciaries | 2,910,345 | 2,559,839 | * 194,578 | * 155,928 | 2,301,117 | 2,782,015 | 1,893,666 |
| Farm net profit | * 7,365 | * 5,583 | * 1,782 | 0 | 8 | * 82 | 0 |
| Net gain, noncapital assets | 2,372,373 | 2,113,375 | 59,756 | 199,243 | 438,059 | 397,648 | 161,148 |
| Other income | 3,141,915 | 2,551,861 | 408,943 | 181,110 | 1,536,442 | 3,069,256 | 1,840,925 |
| Total deductions | 65,216,080 | 44,107,648 | 15,384,777 | 5,723,654 | 140,709,453 | 293,344,242 | 191,112,062 |
| Cost of good sold [1] | 30,703,884 | 15,864,074 | 11,491,406 | 3,348,404 | 116,725,991 | 236,376,618 | 157,818,259 |
| Inventory, beginning of year | 2,030,003 | 714,345 | 1,041,507 | 274,151 | 2,463,334 | 54,302,565 | 40,341,127 |
| Purchases | 10,484,745 | 6,689,654 | 1,848,087 | 1,947,003 | 89,547,984 | 89,631,463 | 62,995,413 |
| Cost of labor | 2,510,061 | 588,211 | 1,495,967 | 425,884 | 716,591 | 18,513,400 | 5,902,451 |
| Additional inventory costs (section 263A) | 502,649 | * 146,629 | 335,842 | * 20,178 | 980,743 | 7,686,075 | 5,567,744 |
| Other costs | 17,693,507 | 8,511,060 | 8,120,668 | 1,061,779 | 26,011,929 | 134,538,212 | 94,396,291 |
| Less: Inventory, end of year | 2,517,081 | 785,825 | 1,350,666 | 380,590 | 2,994,591 | 68,543,051 | 51,611,817 |
| Salaries and wages | 2,243,676 | 1,104,126 | 561,486 | 578,064 | 1,506,850 | 9,746,207 | 4,685,324 |
| Guaranteed payments to partners | 502,864 | 435,046 | 28,900 | 38,917 | 210,899 | 2,472,255 | 1,048,013 |
| Rent paid | 404,825 | 214,206 | 108,657 | 81,962 | 394,926 | 1,212,035 | 485,200 |
| Interest paid | 2,195,402 | 1,756,752 | 382,457 | 56,193 | 3,991,603 | 3,917,341 | 2,328,767 |
| Taxes and licenses | 3,714,305 | 3,333,204 | 293,744 | 87,357 | 784,397 | 1,696,678 | 766,724 |
| Bad debts | 18,450 | 7,006 | 3,223 | 8,221 | 179,332 | 216,701 | 66,317 |
| Repairs and maintenance | 511,860 | 315,605 | 130,931 | 65,324 | 615,347 | 720,874 | 253,726 |
| Depreciation | 4,029,147 | 3,411,541 | 312,622 | 304,984 | 4,462,412 | 1,705,475 | 480,462 |
| Depletion | 698,686 | 135,529 | 557,929 | * 5,228 | * 37,553 | * 1,222 | 911 |
| Retirement plans, etc. | 78,110 | 21,136 | 51,696 | 5,279 | 146,942 | 215,784 | 121,099 |
| Employee benefit programs | 287,636 | 111,735 | 127,523 | 48,377 | 132,442 | 527,954 | 235,505 |
| Net loss from other partnerships and fiduciaries | 741,133 | 564,170 | * 118,622 | * 58,341 | 357,124 | 636,800 | 458,362 |
| Farm net loss | * 48,691 | * 48,691 | 0 | 0 | 0 | * 2,468 | 15 |
| Net loss, noncapital assets | 245,528 | 236,715 | 6,338 | * 2,476 | 144,776 | 21,713 | 13,105 |
| Other deductions | 18,791,884 | 16,548,113 | 1,209,244 | 1,034,527 | 11,018,859 | 33,874,118 | 22,350,275 |
| Ordinary business income (loss) | 39,129,158 | 36,011,271 | 1,657,417 | 1,460,470 | 7,830,005 | 23,018,314 | 14,573,094 |
| Net income | 46,493,420 | 42,293,198 | 2,563,543 | 1,636,679 | 12,358,696 | 31,060,027 | 19,500,494 |
| Loss | 7,364,262 | 6,281,928 | 906,126 | 176,208 | 4,528,691 | 8,041,713 | 4,927,400 |
| Portfolio income (loss) distributed directly to partners | 9,350,834 | 7,915,317 | 1,072,374 | 363,142 | 1,568,977 | 4,856,941 | 2,534,880 |
| Interest income | 1,954,047 | 1,507,961 | 379,212 | 66,874 | 1,241,948 | 1,573,876 | 753,648 |
| Dividend income | 342,174 | 329,566 | * 9,294 | * 3,314 | 49,592 | 99,876 | 47,594 |
| Royalties | 4,428,993 | 4,311,539 | 85,134 | * 32,320 | * 4,427 | 110,294 | * 2,431 |
| Net short-term capital gain (loss) | 367,004 | 129,928 | * 237,025 | * 51 | 81,564 | 158,950 | 112,097 |
| Net long-term capital gain (loss) | 2,258,616 | 1,636,324 | * 361,709 | 260,583 | 191,446 | 2,913,945 | 1,619,110 |
| Net rental real estate income (loss) | 13,039 | 22,518 | -13,106 | * 3,627 | 2,095 | -434,258 | -258,877 |
| Net income | 49,676 | 35,767 | 10,105 | * 3,804 | 2,125 | 358,572 | 201,746 |
| Loss | 36,637 | 13,248 | * 23,212 | * 177 | 29 | 792,830 | 460,623 |
| Other net rental income (loss) | 40,826 | 28,294 | 12,289 | * 242 | * 29,522 | 72,799 | -7,031 |
| Net income | 40,886 | 28,354 | 12,289 | * 242 | * 29,522 | 82,915 | 2,794 |
| Loss | * 60 | * 60 | 0 | 0 | 0 | * 10,116 | * 9,825 |
| Total net income (loss) [2] | 45,908,237 | 42,211,149 | 2,130,240 | 1,566,848 | 9,157,590 | 24,440,901 | 15,110,858 |
| Net income | 52,725,535 | 47,956,345 | 3,028,748 | 1,740,442 | 13,462,876 | 32,798,457 | 20,249,292 |
| Loss | 6,817,297 | 5,745,195 | 898,508 | 173,594 | 4,305,286 | 8,357,556 | 5,138,433 |

[^45]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Construction-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Heavy and civil engineering construction |  |  |  | Special trade contractors |  |  |
|  | Total | Utility system construction | Land subdivision | Other heavy <br> and civil engineering construction | Total | Foundation, structure, and building exterior contractors | Electrical contractors |
| Number of partnerships | (15) | (16) | (17) | (18) | (19) | (20) | (21) |
|  | 32,504 | 1,646 | 27,210 | 3,648 | 70,277 | 13,768 | 3,693 |
| Number of partners | 99,303 | 4,491 | 86,409 | 8,403 | 164,431 | 31,013 | 7,905 |
| Total assets | 80,898,537 | 1,942,383 | 66,628,626 | 12,327,529 | 20,879,833 | 3,353,080 | 2,077,848 |
| Income and deductions from a trade or business: <br> Total income | 50,602,792 | 4,516,361 | 21,847,934 | 24,238,496 | 60,074,608 | 11,879,805 | 6,580,574 |
| Business receipts | 48,781,403 | 4,482,669 | 20,323,871 | 23,974,864 | 59,542,734 | 11,735,275 | 6,513,286 |
| Ordinary income from other partnerships and fiduciaries | 827,049 | 4,824 | 807,907 | 14,318 | 61,300 | 0 | * 335 |
| Farm net profit | 0 | 0 | 0 | 0 | * 82 | 0 | 0 |
| Net gain, noncapital assets | 111,956 | 4,984 | 27,726 | 79,246 | 124,544 | 65,200 | 1,354 |
| Other income | 882,384 | 23,885 | 688,431 | 170,068 | 345,947 | 79,330 | 65,600 |
| Total deductions | 46,239,422 | 4,101,657 | 19,110,919 | 23,026,846 | 55,992,757 | 10,803,972 | 6,117,728 |
| Cost of good sold [1] | 38,765,925 | 3,392,420 | 14,986,120 | 20,387,385 | 39,792,435 | 7,730,137 | 4,784,855 |
| Inventory, beginning of year | 13,211,378 | 160,969 | 12,824,856 | 225,553 | 750,061 | 42,582 | 14,220 |
| Purchases | 10,447,901 | 718,119 | 7,379,002 | 2,350,780 | 16,188,148 | 3,843,527 | 1,607,942 |
| Cost of labor | 3,862,422 | 593,180 | 148,728 | 3,120,514 | 8,748,526 | 1,663,197 | 1,205,685 |
| Additional inventory costs (section 263A) | 1,733,327 | * 192,049 | 1,266,309 | * 274,969 | 385,004 | * 55,720 | * 31,274 |
| Other costs | 25,439,267 | 1,831,131 | 9,038,928 | 14,569,209 | 14,702,653 | 2,181,370 | 1,954,406 |
| Less: Inventory, end of year | 15,928,371 | * 103,028 | 15,671,703 | 153,640 | 1,002,863 | 56,260 | 28,671 |
| Salaries and wages | 1,122,962 | 196,121 | 358,048 | 568,793 | 3,937,921 | 747,903 | 422,739 |
| Guaranteed payments to partners | 241,636 | * 54,470 | 104,451 | 82,716 | 1,182,605 | 214,485 | 152,390 |
| Rent paid | 134,635 | 30,504 | 36,650 | 67,482 | 592,199 | 80,237 | 44,717 |
| Interest paid | 1,189,743 | 32,381 | 997,814 | 159,548 | 398,831 | 55,022 | 30,934 |
| Taxes and licenses | 309,535 | 41,156 | 162,845 | 105,534 | 620,419 | 137,225 | 59,954 |
| Bad debts | 55,074 | * 5,663 | 27,275 | 22,136 | 95,311 | 17,502 | 5,464 |
| Repairs and maintenance | 144,598 | 13,619 | 65,936 | 65,044 | 322,550 | 45,566 | 10,572 |
| Depreciation | 429,517 | 80,749 | 174,710 | 174,059 | 795,496 | 120,231 | 32,732 |
| Depletion | * 311 | 0 | * 19 | 292 | 0 | 0 | 0 |
| Retirement plans, etc. | 38,172 | * 4,143 | 2,931 | 31,098 | 56,513 | 9,972 | 17,329 |
| Employee benefit programs | 85,073 | 16,597 | 17,508 | 50,968 | 207,376 | 43,522 | 15,241 |
| Net loss from other partnerships and fiduciaries | 158,301 | 490 | 152,836 | 4,975 | * 20,137 | * 17,107 | * 1,189 |
| Farm net loss | * 2,453 | 0 | * 2,453 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 6,975 | * 10 | * 4,942 | * 2,023 | 1,634 | * 515 | * 307 |
| Other deductions | 3,554,511 | 233,335 | 2,016,381 | 1,304,795 | 7,969,332 | 1,584,549 | 539,304 |
| Ordinary business income (loss) | 4,363,369 | 414,704 | 2,737,015 | 1,211,650 | 4,081,851 | 1,075,833 | 462,847 |
| Net income | 6,511,334 | 442,486 | 4,325,872 | 1,742,977 | 5,048,199 | 1,279,056 | 515,322 |
| Loss | 2,147,965 | * 27,782 | 1,588,856 | 531,327 | 966,347 | 203,223 | * 52,475 |
| Portfolio income (loss) distributed directly to partners | 1,784,161 | 15,820 | 1,662,546 | 105,794 | 537,900 | 68,621 | 91,299 |
| Interest income | 638,653 | 14,456 | 533,765 | 90,432 | 181,575 | 14,263 | 7,738 |
| Dividend income | 45,044 | * 1,092 | 35,793 | 8,159 | 7,237 | * 812 | * 332 |
| Royalties | * 107,863 | 0 | * 107,452 | 411 | 0 | 0 | 0 |
| Net short-term capital gain (loss) | -73,477 | * 101 | -73,754 | 176 | 120,331 | * 53,709 | * 1 |
| Net long-term capital gain (loss) | 1,066,079 | 172 | 1,059,291 | 6,617 | 228,757 | *-163 | 83,228 |
| Net rental real estate income (loss) | -186,938 | 0 | -191,092 | 4,153 | 11,558 | * 4,646 | * 2,600 |
| Net income | 144,776 | 0 | 140,617 | * 4,159 | 12,050 | * 4,646 | * 2,782 |
| Loss | 331,715 | 0 | 331,709 | 6 | * 492 | 0 | * 182 |
| Other net rental income (loss) | 79,103 | * 892 | 1,491 | 76,720 | * 727 | 0 | 0 |
| Net income | 79,394 | * 987 | 1,686 | 76,720 | * 727 | 0 | 0 |
| Loss | * 291 | * 95 | * 196 | 0 | 0 | 0 | 0 |
| Total net income (loss) [2] | 5,047,093 | 431,144 | 3,224,424 | 1,391,526 | 4,282,949 | 1,095,554 | 473,517 |
| Net income | 7,307,401 | 457,688 | 4,951,782 | 1,897,932 | 5,241,764 | 1,298,475 | 525,475 |
| Loss | 2,260,308 | * 26,544 | 1,727,358 | 506,406 | 958,815 | 202,920 | * 51,958 |

[^46]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Construction-continued |  |  | Manufacturing |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Special trade contractors-continued |  |  | Total | Food manufacturing | Beverage and tobacco product manufacturing | Textile mills and textile product mills |
|  | Plumbing, heating, and air-conditioning contractors | Building <br> finishing contractors | Other specialty trade contractors |  |  |  |  |
|  | (22) | (23) | (24) | (25) | (26) | (27) | (28) |
| Number of partnerships | 8,084 | 17,532 | 27,201 | 43,145 | 4,476 | 925 | 845 |
| Number of partners | 19,694 | 38,835 | 66,984 | 275,660 | 20,355 | 12,384 | 2,539 |
| Total assets | 2,820,479 | 2,668,188 | 9,960,238 | 492,080,416 | 36,305,308 | 23,383,754 | 6,962,664 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 8,474,545 | 11,349,604 | 21,790,080 | 790,801,681 | 68,196,174 | 18,471,703 | 10,951,863 |
| Business receipts | 8,400,346 | 11,331,938 | 21,561,890 | 775,643,178 | 67,606,112 | 17,815,772 | 10,800,771 |
| Ordinary income from other partnerships and fiduciaries | * 53,707 | 42 | * 7,215 | 2,885,013 | 67,238 | * 900 | * 5,955 |
| Farm net profit | 0 | 0 | * 82 | * 15,601 | 5,124 | * 4,609 | 0 |
| Net gain, noncapital assets | 1,710 | 2,941 | 53,339 | 607,991 | 81,029 | 14,531 | * 16,297 |
| Other income | 18,781 | 14,683 | 167,553 | 11,649,899 | 436,672 | 635,892 | 128,840 |
| Total deductions | 7,985,100 | 10,529,564 | 20,556,394 | 738,024,734 | 66,669,860 | 17,698,320 | 11,253,563 |
| Cost of good sold [1] | 5,621,939 | 7,597,342 | 14,058,162 | 612,514,984 | 53,586,865 | 11,211,736 | 9,610,429 |
| Inventory, beginning of year | 120,131 | 111,959 | 461,169 | 44,771,048 | 5,159,102 | 1,467,484 | 734,976 |
| Purchases | 2,067,734 | 3,343,312 | 5,325,633 | 388,329,310 | 43,677,615 | 10,279,182 | 3,348,908 |
| Cost of labor | 1,424,630 | 1,927,120 | 2,527,895 | 27,161,805 | 2,885,229 | 156,274 | 709,283 |
| Additional inventory costs (section 263A) | * 3,140 | * 23,946 | 270,925 | 2,379,997 | 219,341 | 48,253 | * 11,832 |
| Other costs | 2,132,500 | 2,307,640 | 6,126,736 | 202,893,695 | 7,476,634 | 1,295,509 | 5,593,213 |
| Less: Inventory, end of year | 126,196 | 116,635 | 675,102 | 53,078,153 | 5,881,222 | 2,034,966 | 787,782 |
| Salaries and wages | 670,504 | 776,859 | 1,319,915 | 23,206,209 | 2,165,375 | 1,709,215 | 254,262 |
| Guaranteed payments to partners | 198,664 | 257,375 | 359,691 | 1,223,140 | 88,241 | * 14,040 | * 9,944 |
| Rent paid | 92,262 | 130,601 | 244,384 | 3,298,033 | 351,410 | 350,000 | 40,907 |
| Interest paid | 59,845 | 66,219 | 186,812 | 7,820,190 | 676,737 | 481,066 | 238,434 |
| Taxes and licenses | 94,394 | 124,199 | 204,647 | 7,404,293 | 317,063 | 189,154 | 25,512 |
| Bad debts | 11,700 | 35,924 | 24,720 | 376,613 | 40,955 | 3,467 | 20,142 |
| Repairs and maintenance | 28,231 | 24,738 | 213,442 | 2,030,921 | 271,720 | 52,408 | 20,649 |
| Depreciation | 90,298 | 86,069 | 466,165 | 8,812,654 | 579,100 | 388,056 | 39,244 |
| Depletion | 0 | 0 | 0 | 41,949 | 0 | * 1,182 | 0 |
| Retirement plans, etc. | 8,510 | 4,486 | 16,216 | 1,638,693 | 90,054 | 37,105 | 14,623 |
| Employee benefit programs | 41,034 | 27,315 | 80,263 | 3,202,061 | 261,551 | 167,237 | 20,549 |
| Net loss from other partnerships and fiduciaries | 137 | 0 | * 1,704 | 846,434 | 198,279 | * 66,284 | * 937 |
| Farm net loss | 0 | 0 | 0 | * 20,651 | 0 | * 20,592 | 0 |
| Net loss, noncapital assets | * 276 | * 62 | * 473 | 128,814 | 4,384 | * 107 | 4,755 |
| Other deductions | 1,067,305 | 1,398,375 | 3,379,798 | 65,459,095 | 8,038,127 | 3,006,672 | 953,174 |
| Ordinary business income (loss) | 489,445 | 820,040 | 1,233,686 | 52,776,947 | 1,526,314 | 773,383 | -301,700 |
| Net income | 646,393 | 917,250 | 1,690,178 | 65,510,235 | 2,842,834 | 1,031,679 | 118,519 |
| Loss | 156,947 | 97,210 | 456,491 | 12,733,287 | 1,316,519 | 258,297 | 420,219 |
| Portfolio income (loss) distributed directly to partners | 79,440 | 8,963 | 289,578 | 10,769,794 | 627,150 | 364,467 | 157,283 |
| Interest income | 6,766 | 5,883 | 146,924 | 3,540,638 | 197,094 | 312,867 | 55,184 |
| Dividend income | * 205 | * 3,204 | 2,685 | 2,952,533 | 172,246 | * 4,435 | 453 |
| Royalties | 0 | 0 | 0 | 2,211,693 | 99,383 | 7,922 | * 13,868 |
| Net short-term capital gain (loss) | [3] | *-255 | * 66,875 | 216,517 | *-196 | * 6 | 10 |
| Net long-term capital gain (loss) | * 72,468 | * 131 | * 73,094 | 1,848,413 | 158,624 | * 39,237 | * 87,768 |
| Net rental real estate income (loss) | * 201 | 0 | * 4,111 | 34,012 | 2,484 | * 8,312 | * 29 |
| Net income | * 201 | 0 | * 4,421 | 37,598 | 2,710 | * 8,312 | * 29 |
| Loss | 0 | 0 | * 310 | 3,586 | 226 | 0 | 0 |
| Other net rental income (loss) | 0 | 0 | * 727 | 704,569 | 1,436 | 256,279 | 387 |
| Net income | 0 | 0 | * 727 | 705,335 | 1,715 | 256,279 | 387 |
| Loss | 0 | 0 | 0 | * 765 | * 279 | 0 | 0 |
| Total net income (loss) [2] | 496,618 | 829,126 | 1,388,133 | 62,220,393 | 1,998,957 | 1,363,199 | -231,779 |
| Net income | 653,350 | 922,827 | 1,841,637 | 73,961,023 | 3,226,319 | 1,613,758 | 123,261 |
| Loss | 156,733 | 93,701 | 453,503 | 11,740,630 | 1,227,362 | 250,559 | 355,040 |

[^47]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Manufacturing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Apparel manufacturing | Leather and allied product manufacturing | Wood product manufacturing | Paper manufacturing | Printing and related support activities | Petroleum and coal products manufacturing | Chemical manufacturing |
|  | (29) | (30) | (31) | (32) | (33) | (34) | (35) |
| Number of partnerships | 2,417 | * 82 | 2,277 | 386 | 5,605 | 335 | 1,573 |
| Number of partners | 6,962 | * 384 | 6,532 | 1,856 | 13,918 | 42,211 | 59,576 |
| Total assets | 3,487,526 | * 308,207 | 5,412,898 | 12,136,831 | 4,497,370 | 134,455,760 | 107,630,251 |
| Income and deductions from a trade or business: <br> Total income | 7,161,000 | * 670,159 | 9,874,458 | 16,896,173 | 5,962,539 | 311,916,019 | 133,742,202 |
| Business receipts | 7,032,287 | * 625,322 | 9,736,424 | 16,614,655 | 5,292,883 | 308,953,401 | 128,566,806 |
| Ordinary income from other partnerships and fiduciaries | * 11,474 | 0 | 2,555 | * 10,044 | 105 | 641,710 | 1,534,291 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | * 15,302 | 46 | 13,871 | 9,284 | 2,164 | 182,774 | 59,437 |
| Other income | 101,938 | * 44,791 | 121,608 | 262,189 | 667,386 | 2,138,134 | 3,581,668 |
| Total deductions | 7,016,845 | * 606,376 | 9,738,604 | 16,545,097 | 5,884,593 | 296,303,853 | 112,995,810 |
| Cost of good sold [1] | 4,656,992 | * 470,537 | 7,535,073 | 13,782,329 | 2,810,487 | 269,646,936 | 87,089,050 |
| Inventory, beginning of year | 938,975 | * 79,227 | 1,078,692 | 1,488,974 | 190,062 | 4,076,044 | 9,624,887 |
| Purchases | 3,548,406 | * 392,495 | 5,083,552 | 9,397,592 | 1,433,971 | 151,592,745 | 57,184,702 |
| Cost of labor | 451,457 | * 47,174 | 930,957 | 1,385,752 | 514,197 | 421,488 | 2,294,482 |
| Additional inventory costs (section 263A) | 86,630 | 746 | 58,365 | 111,668 | 31,435 | 40,084 | 637,091 |
| Other costs | 799,978 | * 26,911 | 1,482,562 | 3,358,649 | 848,444 | 118,458,662 | 28,530,054 |
| Less: Inventory, end of year | 1,168,454 | * 76,016 | 1,099,055 | 1,960,305 | 214,738 | 4,942,087 | 11,182,165 |
| Salaries and wages | 693,297 | * 34,251 | 644,342 | 685,101 | 926,836 | 1,471,930 | 4,422,869 |
| Guaranteed payments to partners | 21,701 | 37 | 81,305 | 38,804 | 64,403 | * 117,103 | 87,562 |
| Rent paid | 136,151 | * 9,042 | 67,625 | 85,575 | 142,802 | 397,041 | 461,442 |
| Interest paid | 142,995 | 852 | 137,831 | 402,144 | 127,761 | 1,132,054 | 1,238,944 |
| Taxes and licenses | 76,072 | * 2,735 | 90,244 | 93,309 | 98,127 | 4,797,254 | 504,813 |
| Bad debts | 6,515 | 259 | 18,827 | 20,210 | 6,893 | 27,210 | 39,572 |
| Repairs and maintenance | 18,075 | * 727 | 74,248 | 39,422 | 56,830 | 326,560 | 526,331 |
| Depreciation | 31,178 | 1,363 | 181,238 | 355,795 | 121,520 | 3,422,307 | 1,569,972 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 156 | 15,032 |
| Retirement plans, etc. | 7,211 | 577 | 18,954 | 10,835 | 15,437 | 482,500 | 276,405 |
| Employee benefit programs | 30,912 | * 2,912 | 52,826 | 173,630 | 75,393 | 220,424 | 739,943 |
| Net loss from other partnerships and fiduciaries | * 4,038 | 1 | * 8,104 | * 6,512 | * 9,421 | * 366,075 | 76,112 |
| Farm net loss | 0 | 0 | 0 | 59 | 0 | 0 | 0 |
| Net loss, noncapital assets | * 1,094 | * 27 | 924 | * 642 | * 4,197 | 2,437 | 25,221 |
| Other deductions | 1,190,612 | * 83,055 | 827,062 | 850,732 | 1,424,487 | 13,893,866 | 15,922,542 |
| Ordinary business income (loss) | 144,154 | * 63,783 | 135,853 | 351,076 | 77,945 | 15,612,166 | 20,746,392 |
| Net income | 452,407 | * 66,547 | 482,510 | 599,220 | 399,098 | 18,890,182 | 22,105,533 |
| Loss | 308,252 | 2,763 | 346,657 | 248,144 | 321,153 | 3,278,016 | 1,359,141 |
| Portfolio income (loss) distributed directly to partners | 130,693 | * 5,914 | 39,037 | 39,917 | 38,360 | 3,126,994 | 3,469,751 |
| Interest income | 15,826 | * 768 | 28,723 | 21,335 | 36,719 | 635,842 | 955,578 |
| Dividend income | * 1 | 2 | 5,269 | 62 | * 1,550 | 2,231,703 | 330,123 |
| Royalties | * 11,535 | 5,145 | 437 | 583 | 0 | * 5,070 | 1,440,552 |
| Net short-term capital gain (loss) | 0 | 0 | * 134 | -12 | 0 | * 208,946 | *-150 |
| Net long-term capital gain (loss) | * 103,331 | 0 | * 4,476 | * 17,948 | 91 | 45,433 | 743,648 |
| Net rental real estate income (loss) | * 1,627 | 0 | 1,931 | * 492 | *-1,024 | * 5,547 | 842 |
| Net income | * 1,652 | 0 | 2,387 | * 492 | * 14 | * 5,547 | 892 |
| Loss | * 26 | 0 | * 455 | 0 | * 1,037 | 0 | 50 |
| Other net rental income (loss) | 0 | 0 | * 648 | * 1,224 | * 2,583 | * 346,611 | * 13,625 |
| Net income | 0 | 0 | * 648 | * 1,224 | * 2,583 | * 346,611 | * 13,625 |
| Loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total net income (loss) [2] | 173,143 | * 69,698 | 172,861 | 374,773 | 117,773 | 18,836,939 | 23,487,113 |
| Net income | 465,329 | * 69,698 | 507,190 | 611,439 | 437,664 | 22,044,416 | 24,740,747 |
| Loss | 292,186 | 0 | 334,329 | 236,665 | 319,891 | 3,207,478 | 1,253,635 |

[^48]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Manufacturing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Plastics and rubber products manufacturing | Nonmetallic mineral products manufacturing | Primary metal manufacturing | Fabricated metal products manufacturing | Machinery manufacturing | Computer and electrical product manufacturing | Electrical equipment, appliance, and component manufacturing |
|  | (36) | (37) | (38) | (39) | (40) | (41) | (42) |
| Number of partnerships | 1,863 | 1,284 | 595 | 5,773 | 2,607 | 2,896 | 1,048 |
| Number of partners | 10,237 | 3,624 | 1,985 | 18,168 | 24,420 | 17,246 | 3,606 |
| Total assets | 16,565,824 | 5,815,102 | 15,663,105 | 19,376,549 | 12,682,828 | 15,529,910 | 4,334,527 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 20,444,290 | 8,639,976 | 26,170,478 | 25,434,537 | 17,043,611 | 17,088,395 | 6,150,168 |
| Business receipts | 20,092,016 | 8,480,556 | 25,817,343 | 25,114,035 | 16,856,732 | 16,858,690 | 5,900,704 |
| Ordinary income from other partnerships and fiduciaries | * 31,120 | * 42,632 | 141,776 | * 33,616 | 35,935 | 249 | * 169,147 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 5,867 |
| Net gain, noncapital assets | 98,255 | 11,542 | 32,504 | 27,166 | 13,685 | 1,644 | 2,406 |
| Other income | 222,899 | 105,246 | 178,855 | 259,719 | 137,259 | 227,812 | 72,044 |
| Total deductions | 20,248,258 | 7,706,734 | 23,995,809 | 24,019,209 | 16,138,825 | 17,297,552 | 5,780,072 |
| Cost of good sold [1] | 16,156,619 | 5,907,672 | 21,572,374 | 18,437,715 | 12,305,407 | 12,100,473 | 4,365,330 |
| Inventory, beginning of year | 1,862,980 | 603,040 | 2,404,188 | 2,379,021 | 2,403,788 | 1,101,288 | 698,064 |
| Purchases | 10,801,581 | 3,174,218 | 17,445,651 | 12,941,871 | 9,636,152 | 7,788,050 | 2,869,956 |
| Cost of labor | 1,972,369 | 746,001 | 1,258,543 | 2,352,859 | 1,286,636 | 2,431,848 | 578,848 |
| Additional inventory costs (section 263A) | 205,253 | 77,761 | 274,992 | 165,422 | 34,506 | 61,957 | 18,052 |
| Other costs | 3,237,571 | 1,983,743 | 3,500,494 | 3,511,622 | 1,943,598 | 2,070,777 | 1,002,462 |
| Less: Inventory, end of year | 1,923,136 | 677,093 | 3,311,494 | 2,913,079 | 2,999,273 | 1,353,446 | 802,052 |
| Salaries and wages | 783,868 | 371,787 | 548,388 | 1,544,040 | 1,114,057 | 1,538,332 | 336,095 |
| Guaranteed payments to partners | 19,926 | 11,210 | 58,435 | 269,403 | 81,734 | * 22,452 | 29,099 |
| Rent paid | 132,974 | 75,253 | 49,461 | 178,211 | 132,069 | 95,803 | 38,822 |
| Interest paid | 646,994 | 96,069 | 343,057 | 369,004 | 211,704 | 389,809 | 72,934 |
| Taxes and licenses | 108,712 | 84,190 | 66,863 | 221,914 | 156,239 | 107,257 | 44,158 |
| Bad debts | 22,724 | 19,734 | 11,067 | 32,876 | 27,879 | 25,093 | 3,669 |
| Repairs and maintenance | 86,845 | 65,812 | 67,511 | 105,692 | 58,875 | 55,110 | 26,520 |
| Depreciation | 214,289 | 134,112 | 165,360 | 267,911 | 145,551 | 292,136 | 98,438 |
| Depletion | 0 | 25,218 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 72,382 | 10,765 | 33,807 | 86,197 | 34,700 | 134,448 | 29,086 |
| Employee benefit programs | 167,217 | 37,804 | 55,615 | 267,757 | 109,617 | 342,257 | 76,147 |
| Net loss from other partnerships and fiduciaries | * 9,944 | * 14,786 | * 2,350 | * 16,305 | 70 | * 2,798 | 144 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 13,731 | 264 | * 1,162 | 2,485 | 866 | * 39,276 | * 6,425 |
| Other deductions | 1,812,032 | 852,057 | 1,020,361 | 2,219,698 | 1,760,057 | 2,152,309 | 653,205 |
| Ordinary business income (loss) | 196,032 | 933,243 | 2,174,668 | 1,415,329 | 904,786 | -209,157 | 370,097 |
| Net income | 1,029,486 | 1,025,800 | 2,533,441 | 2,026,843 | 1,205,502 | 708,250 | 538,750 |
| Loss | 833,454 | 92,558 | 358,773 | 611,515 | 300,716 | 917,407 | 168,653 |
| Portfolio income (loss) distributed directly to partners | 231,081 | 91,103 | 141,847 | 423,025 | 234,449 | 593,417 | 45,147 |
| Interest income | 153,167 | 17,144 | 61,785 | 170,361 | 107,022 | 225,082 | 30,982 |
| Dividend income | * 22,113 | * 4,225 | 34,879 | * 1,182 | * 33,237 | * 6,927 | * 8,400 |
| Royalties | * 20,764 | 0 | * 6 | * 2,298 | 58,024 | * 229,414 | 1,600 |
| Net short-term capital gain (loss) | 50 | * 353 | 2,242 | * 298 | 0 | 0 | 0 |
| Net long-term capital gain (loss) | * 34,987 | * 69,381 | * 42,935 | * 248,885 | * 36,165 | 131,993 | 4,164 |
| Net rental real estate income (loss) | * 90 | * 1,297 | 445 | * 8,993 | * 1,351 | 1,075 | * 1,362 |
| Net income | 134 | * 1,310 | 544 | * 8,993 | * 1,351 | 1,075 | * 1,362 |
| Loss | * 44 | * 13 | 99 | 0 | 0 | 0 | 0 |
| Other net rental income (loss) | 1,234 | 535 | 519 | 137 | * 68,586 | -124 | 0 |
| Net income | 1,234 | 535 | 519 | 273 | * 68,586 | 0 | 0 |
| Loss | 0 | 0 | 0 | 136 | 0 | 124 | 0 |
| Total net income (loss) [2] | 393,399 | 956,443 | 2,272,303 | 1,598,300 | 1,173,006 | 253,218 | 412,441 |
| Net income | 1,085,276 | 1,047,536 | 2,620,996 | 2,175,115 | 1,405,111 | 880,726 | 566,744 |
| Loss | 691,877 | 91,093 | 348,693 | 576,816 | 232,105 | 627,509 | 154,303 |

Footnotes at end of table

Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Manufacturing-continued |  |  | Wholesale trade |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Transportation equipment manufacturing | Furniture and related product manufacturing | Miscellaneous manufacturing | Total | Merchant wholesalers, durable goods | Merchant wholesalers, nondurable goods | Wholesale electronic markets and agents and brokers |
|  | (43) | (44) | (45) | (46) | (47) | (48) | (49) |
| Number of partnerships | 1,198 | 1,926 | 5,035 | 49,268 | 27,306 | 17,868 | 4,093 |
| Number of partners | 3,804 | 6,058 | 19,796 | 219,178 | 76,404 | 127,316 | 15,458 |
| Total assets | 40,531,591 | 1,408,054 | 25,592,355 | 131,847,983 | 57,214,024 | 72,041,487 | 2,592,471 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Business receipts | 47,787,547 | 3,519,811 | 32,171,310 | 465,812,479 | 128,536,697 | 327,229,377 | 10,046,406 |
| Ordinary income from other partnerships and fiduciaries | 24,675 | * 4,125 | * 127,466 | 568,373 | 322,270 | 221,480 | * 24,623 |
| Farm net profit | 0 | 0 | 0 | 47 | 47 | 0 | 0 |
| Net gain, noncapital assets | 10,924 | * 405 | 14,726 | 213,421 | 103,127 | 110,252 | * 42 |
| Other income | 1,636,855 | 7,887 | 682,206 | 4,259,209 | 1,370,663 | 2,790,974 | 97,572 |
| Total deductions | 46,468,342 | 3,413,078 | 28,243,935 | 455,843,176 | 122,008,178 | 324,135,315 | 9,699,682 |
| Cost of good sold [1] | 39,224,516 | 2,603,331 | 19,441,112 | 407,268,348 | 101,386,154 | 297,797,176 | 8,085,018 |
| Inventory, beginning of year | 4,721,637 | 273,370 | 3,485,250 | 25,139,777 | 13,810,162 | 11,161,023 | 168,593 |
| Purchases | 27,516,201 | 1,279,790 | 8,936,671 | 369,614,432 | 96,411,287 | 267,890,272 | 5,312,874 |
| Cost of labor | 2,516,898 | 555,192 | 3,666,316 | 3,006,183 | 1,917,577 | 1,074,166 | * 14,439 |
| Additional inventory costs (section 263A) | 144,400 | * 14,810 | 137,401 | 860,233 | 437,985 | 417,503 | 4,745 |
| Other costs | 10,056,667 | 748,547 | 6,967,597 | 38,439,047 | 5,421,488 | 30,220,954 | 2,796,605 |
| Less: Inventory, end of year | 5,731,287 | 268,379 | 3,752,124 | 29,864,744 | 16,612,345 | 13,040,161 | 212,238 |
| Salaries and wages | 2,150,380 | 173,415 | 1,638,368 | 14,249,749 | 5,964,993 | 7,813,587 | 471,169 |
| Guaranteed payments to partners | 74,779 | * 9,642 | 123,319 | 1,163,308 | 641,840 | 505,175 | 16,293 |
| Rent paid | 342,747 | 50,618 | 160,079 | 2,277,092 | 1,158,904 | 1,072,090 | 46,098 |
| Interest paid | 674,808 | 43,907 | 393,088 | 2,565,183 | 1,292,992 | 1,227,117 | 45,074 |
| Taxes and licenses | 230,129 | 18,908 | 171,641 | 1,812,977 | 745,485 | 1,020,571 | 46,921 |
| Bad debts | 20,278 | 3,456 | 25,789 | 270,327 | 146,804 | 114,665 | 8,857 |
| Repairs and maintenance | 99,202 | 7,836 | 70,549 | 734,549 | 327,720 | 397,922 | 8,907 |
| Depreciation | 360,583 | 24,192 | 420,310 | 1,634,945 | 605,327 | 1,010,617 | 19,001 |
| Depletion | 0 | 0 | * 361 | 12,878 | 12,878 | 0 | 0 |
| Retirement plans, etc. | 241,990 | * 1,942 | 39,675 | 287,871 | 119,477 | 149,209 | 19,185 |
| Employee benefit programs | 201,171 | 6,339 | 192,760 | 1,196,018 | 380,318 | 789,815 | 25,885 |
| Net loss from other partnerships and fiduciaries | * 14,256 | 0 | * 50,019 | 45,235 | 7,955 | 29,809 | * 7,471 |
| Farm net loss | 0 | 0 | 0 | * 11,032 | * 828 | 682 | * 9,522 |
| Net loss, noncapital assets | 13,989 | 61 | 6,764 | 14,853 | 4,899 | 8,576 | * 1,379 |
| Other deductions | 2,819,515 | 469,430 | 5,510,101 | 22,298,810 | 9,211,603 | 12,198,304 | 888,903 |
| Ordinary business income (loss) | 2,991,659 | 119,151 | 4,751,774 | 15,010,354 | 8,324,626 | 6,216,767 | 468,961 |
| Net income | 3,776,849 | 221,501 | 5,455,283 | 17,559,646 | 9,682,304 | 7,326,678 | 550,664 |
| Loss | 785,190 | 102,350 | 703,509 | 2,549,292 | 1,357,679 | 1,109,911 | 81,703 |
| Portfolio income (loss) distributed directly to partners | 316,226 | 18,744 | 675,189 | 1,514,680 | 1,039,996 | 464,229 | 10,455 |
| Interest income | 201,457 | 18,688 | 295,013 | 724,851 | 499,928 | 212,027 | 12,896 |
| Dividend income | 90,542 | 0 | 5,184 | 263,000 | 206,373 | 56,222 | * 405 |
| Royalties | * 20,105 | * 56 | 294,930 | 66,992 | 45,724 | * 21,268 | 0 |
| Net short-term capital gain (loss) | 4,584 | 0 | 253 | 23,633 | 21,766 | 4,712 | * -2,846 |
| Net long-term capital gain (loss) | -462 | 0 | 79,809 | 436,204 | 266,204 | 169,999 | [3] |
| Net rental real estate income (loss) | *-152 | *-31 | *-658 | 50,458 | 33,726 | 13,089 | * 3,644 |
| Net income | * 303 | 0 | * 492 | 53,993 | 36,035 | 14,314 | * 3,644 |
| Loss | 454 | * 31 | 1,150 | 3,535 | * 2,310 | * 1,225 | 0 |
| Other net rental income (loss) | 10,835 | 60 | -5 | 38,807 | 17,848 | 21,333 | *-374 |
| Net income | 11,047 | 60 | 8 | 46,771 | 23,777 | 22,994 | 0 |
| Loss | 212 | 0 | 14 | 7,964 | 5,929 | * 1,661 | * 374 |
| Total net income (loss) [2] | 3,314,446 | 137,924 | 5,346,237 | 16,154,462 | 9,128,224 | 6,540,706 | 485,532 |
| Net income | 4,067,124 | 239,235 | 6,033,338 | 18,527,966 | 10,374,566 | 7,589,345 | 564,055 |
| Loss | 752,678 | 101,311 | 687,102 | 2,373,504 | 1,246,342 | 1,048,639 | 78,524 |

[^49]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Retail trade |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Motor vehicle and parts dealers | Furniture and home furnishing stores | Electronics and appliance stores | Building materials and garden equipment and supplies dealers | Food and beverage stores | Health and personal care stores |
|  | (50) | (51) | (52) | (53) | (54) | (55) | (56) |
| Number of partnerships | 151,082 | 15,946 | 5,507 | 3,021 | 7,638 | 18,440 | 5,085 |
| Number of partners | 468,501 | 40,726 | 13,925 | 7,287 | 24,583 | 50,326 | 35,742 |
| Total assets | 117,390,310 | 35,472,605 | 4,136,522 | 3,071,869 | 5,501,780 | 13,250,332 | 3,008,787 |
| Income and deductions from a trade or business: <br> Total income | 356,995,678 | 116,198,076 | 12,792,187 | 9,818,548 | 14,470,079 | 50,836,023 | 9,934,369 |
| Business receipts | 349,324,645 | 113,709,217 | 12,548,860 | 9,643,133 | 14,338,864 | 48,606,510 | 9,758,239 |
| Ordinary income from other partnerships and fiduciaries | 426,621 | 46,263 | * 363 | 1 | * 1,633 | * 20,356 | * 10,308 |
| Farm net profit | * 683 | 0 | 0 | 0 | * 415 | 0 | 0 |
| Net gain, noncapital assets | 387,954 | 120,222 | 2,149 | * 147 | 6,372 | 140,190 | * 6,071 |
| Other income | 6,855,775 | 2,322,374 | 240,814 | 175,268 | 122,796 | 2,068,967 | 159,752 |
| Total deductions | 354,341,416 | 115,500,646 | 12,659,764 | 9,932,990 | 14,128,949 | 50,815,853 | 9,960,485 |
| Cost of good sold [1] | 278,676,281 | 98,260,092 | 7,849,968 | 7,475,504 | 10,595,802 | 37,434,528 | 6,992,226 |
| Inventory, beginning of year | 35,462,741 | 17,814,017 | 2,051,613 | 924,777 | 1,413,576 | 2,164,594 | 850,445 |
| Purchases | 246,285,063 | 92,289,245 | 7,149,007 | 6,277,897 | 10,512,813 | 37,337,931 | 5,325,830 |
| Cost of labor | 2,794,785 | 1,148,834 | 404,290 | 144,238 | 229,949 | 354,964 | * 53,615 |
| Additional inventory costs (section 263A) | 809,404 | 383,242 | 93,157 | * 9,716 | 14,233 | 46,212 | * 3,657 |
| Other costs | 32,642,727 | 5,847,992 | 376,397 | 1,021,520 | 238,602 | 701,065 | 1,667,084 |
| Less: Inventory, end of year | 39,318,575 | 19,223,239 | 2,224,496 | 902,644 | 1,813,371 | 3,170,238 | 908,405 |
| Salaries and wages | 24,181,603 | 6,285,199 | 1,332,759 | 750,989 | 1,383,817 | 5,121,992 | 957,683 |
| Guaranteed payments to partners | 1,363,559 | 310,890 | 86,834 | 111,147 | 124,116 | 187,554 | 71,329 |
| Rent paid | 7,275,129 | 1,461,464 | 605,899 | 286,906 | 319,900 | 1,198,150 | 326,712 |
| Interest paid | 3,490,441 | 1,206,282 | 130,677 | 52,611 | 104,063 | 472,401 | 215,968 |
| Taxes and licenses | 4,430,769 | 928,405 | 169,431 | 124,780 | 173,607 | 694,666 | 101,966 |
| Bad debts | 553,624 | 124,237 | 24,440 | 8,417 | 28,822 | 17,652 | 18,125 |
| Repairs and maintenance | 1,478,140 | 244,813 | 58,053 | 29,141 | 88,955 | 337,701 | 39,303 |
| Depreciation | 2,929,129 | 441,902 | 92,915 | 50,932 | 134,322 | 558,200 | 47,149 |
| Depletion | 101 | 0 | 0 | 0 | 101 | 0 | 0 |
| Retirement plans, etc. | 297,275 | 35,826 | 7,531 | * 3,101 | 17,196 | 84,147 | 5,219 |
| Employee benefit programs | 1,464,581 | 410,711 | 55,266 | 37,359 | 57,627 | 373,141 | 45,551 |
| Net loss from other partnerships and fiduciaries | 87,067 | 4,304 | 21 | * 87 | * 407 | 5,103 | * 54,901 |
| Farm net loss | * 2,452 | 0 | 0 | 0 | * 1,159 | * 603 | 0 |
| Net loss, noncapital assets | 51,584 | 7,020 | * 4,359 | * 1,072 | * 32,602 | 2,150 | * 344 |
| Other deductions | 28,059,681 | 5,779,502 | 2,241,611 | 1,000,943 | 1,066,454 | 4,327,864 | 1,084,008 |
| Ordinary business income (loss) | 2,654,262 | 697,430 | 132,423 | -114,442 | 341,130 | 20,170 | -26,116 |
| Net income | 9,081,508 | 1,818,521 | 546,224 | 334,589 | 537,856 | 1,065,008 | 420,459 |
| Loss | 6,427,246 | 1,121,092 | 413,801 | 449,031 | 196,726 | 1,044,838 | 446,575 |
| Portfolio income (loss) distributed directly to partners | 846,477 | 216,784 | 10,775 | 3,885 | 16,219 | 333,314 | 5,447 |
| Interest income | 528,289 | 85,594 | 9,689 | 2,605 | 13,546 | 205,678 | 5,410 |
| Dividend income | 16,123 | 1,919 | * 766 | * 523 | * 1,997 | 5,724 | * 37 |
| Royalties | * 98,491 | 1 | 0 | 0 | 60 | 63,385 | 0 |
| Net short-term capital gain (loss) | -8,818 | 1,612 | * 148 | * 1 | *-88 | *-879 | 0 |
| Net long-term capital gain (loss) | 212,392 | 127,658 | 173 | * 756 | * 704 | 59,405 | 0 |
| Net rental real estate income (loss) | 111,854 | 3,887 | * 3,330 | * 275 | * 7,381 | 30,365 | * 77 |
| Net income | 120,579 | 7,076 | * 3,334 | * 382 | * 7,623 | 31,784 | * 77 |
| Loss | 8,724 | * 3,190 | 4 | * 107 | * 242 | * 1,419 | 0 |
| Other net rental income (loss) | 49,160 | -19 | * -5,305 | 777 | 37 | 8,938 | 0 |
| Net income | 54,843 | * 125 | * 234 | 777 | 37 | 8,938 | 0 |
| Loss | * 5,683 | 144 | * 5,539 | 0 | 0 | 0 | 0 |
| Total net income (loss) [2] | 3,458,179 | 788,811 | 140,902 | -110,261 | 364,150 | 334,260 | -20,592 |
| Net income | 9,539,341 | 1,892,856 | 555,096 | 337,764 | 556,742 | 1,145,627 | 425,436 |
| Loss | 6,081,162 | 1,104,045 | 414,194 | 448,025 | 192,591 | 811,366 | 446,027 |

[^50]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Retail trade-continued |  |  |  |  |  | Transportation and warehousing |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Gasoline stations | Clothing and clothing accessories stores | Sporting goods, hobby, book, and music stores | General merchandise stores | Miscellaneous store retailers | Nonstore retailers |  |
|  |  |  |  |  |  |  | Total |
|  | (57) | (58) | (59) | (60) | (61) | (62) | (63) |
| Number of partnerships | 7,683 | 14,957 | 12,665 | 2,386 | 33,750 | 24,005 | 43,310 |
| Number of partners | 19,658 | 35,536 | 30,456 | 6,059 | 76,228 | 127,974 | 1,185,816 |
| Total assets | 12,908,022 | 5,000,158 | 1,976,938 | 6,186,782 | 7,684,285 | 19,192,231 | 159,025,479 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 67,848,785 | 8,409,674 | 4,570,732 | 13,325,958 | 14,095,469 | 34,695,777 | 106,806,141 |
| Business receipts | 67,510,602 | 8,098,603 | 4,540,625 | 13,024,576 | 13,894,824 | 33,650,592 | 101,378,135 |
| Ordinary income from other partnerships and fiduciaries | 15,736 | * 57,224 | * 532 | 7,792 | * 22,628 | * 243,785 | 2,296,728 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | * 268 | * 15,468 |
| Net gain, noncapital assets | 34,671 | 16 | 21 | * 1,051 | 29,338 | 47,706 | 970,342 |
| Other income | 287,775 | 253,831 | 29,553 | 292,539 | 148,680 | 753,427 | 2,145,468 |
| Total deductions | 67,526,635 | 8,489,027 | 4,836,120 | 13,130,511 | 14,012,366 | 33,348,068 | 101,115,099 |
| Cost of good sold [1] | 60,690,683 | 4,776,098 | 2,783,517 | 8,197,988 | 9,428,090 | 24,191,784 | 59,273,421 |
| Inventory, beginning of year | 701,486 | 1,407,719 | 995,487 | 2,051,454 | 3,179,519 | 1,908,055 | 986,813 |
| Purchases | 41,958,196 | 4,824,606 | 2,591,718 | 8,136,398 | 8,650,945 | 21,230,478 | 39,709,898 |
| Cost of labor | 78,688 | * 49,383 | * 17,933 | * 3,056 | 170,578 | 139,256 | 3,134,038 |
| Additional inventory costs (section 263A) | 34,841 | 15,953 | * 7,826 | * 45,866 | 58,362 | 96,336 | 218,697 |
| Other costs | 18,682,190 | 289,563 | 152,827 | 156,842 | 641,076 | 2,867,567 | 16,470,615 |
| Less: Inventory, end of year | 764,718 | 1,811,127 | 982,274 | 2,195,628 | 3,272,390 | 2,050,044 | 1,375,368 |
| Salaries and wages | 1,942,142 | 953,199 | 479,955 | 1,510,929 | 1,081,810 | 2,381,128 | 6,303,104 |
| Guaranteed payments to partners | 11,457 | 104,265 | * 24,384 | * 8,411 | 196,153 | 127,020 | 518,770 |
| Rent paid | 471,842 | 467,072 | 356,413 | 653,299 | 781,356 | 346,116 | 1,698,217 |
| Interest paid | 374,363 | 102,459 | 77,798 | 164,011 | 170,615 | 419,193 | 3,512,478 |
| Taxes and licenses | 1,193,803 | 172,170 | 103,087 | 270,584 | 211,828 | 286,441 | 1,313,027 |
| Bad debts | 15,595 | 22,407 | 7,195 | 13,613 | 8,633 | 264,487 | 115,811 |
| Repairs and maintenance | 274,187 | 35,693 | 27,838 | 94,946 | 60,070 | 187,440 | 1,508,472 |
| Depreciation | 626,437 | 73,635 | 74,993 | 234,520 | 143,176 | 450,947 | 6,180,309 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 41,840 | 22,772 | * 2,480 | 12,612 | 11,306 | 53,246 | 157,139 |
| Employee benefit programs | 111,775 | 42,558 | 18,065 | 63,131 | 41,259 | 208,137 | 534,975 |
| Net loss from other partnerships and fiduciaries | * 1,861 | * 5,556 | 0 | 0 | * 11,265 | * 3,563 | 210,268 |
| Farm net loss | 0 | 0 | 0 | * 691 | 0 | 0 | 0 |
| Net loss, noncapital assets | 996 | * 155 | * 737 | 361 | 1,159 | * 629 | 28,492 |
| Other deductions | 1,769,654 | 1,710,988 | 879,658 | 1,905,414 | 1,865,646 | 4,427,938 | 19,760,617 |
| Ordinary business income (loss) | 322,150 | -79,353 | -265,389 | 195,447 | 83,103 | 1,347,710 | 5,691,042 |
| Net income | 750,010 | 386,609 | 201,186 | 352,481 | 682,578 | 1,985,986 | 9,797,711 |
| Loss | 427,860 | 465,963 | 466,575 | 157,034 | 599,475 | 638,277 | 4,106,669 |
| Portfolio income (loss) distributed directly to partners | 53,764 | 19,007 | 5,318 | 31,266 | 89,000 | 61,698 | 1,090,521 |
| Interest income | 32,395 | 9,697 | 5,309 | 9,844 | 46,767 | 101,754 | 630,979 |
| Dividend income | 1,021 | * 2,359 | * 17 | * 3 | * 1,128 | * 629 | 293,496 |
| Royalties | 4 | 0 | 0 | 0 | * 2,145 | * 32,895 | * 437 |
| Net short-term capital gain (loss) | * 389 | * 334 | *-8 | -95 | *-11,264 | 1,031 | -697 |
| Net long-term capital gain (loss) | 19,954 | * 6,616 | 0 | * 21,514 | * 50,223 | -74,611 | 166,307 |
| Net rental real estate income (loss) | 38,668 | * 12,384 | *-54 | 32 | 14,389 | * 1,121 | 105,235 |
| Net income | 41,761 | * 12,384 | 525 | 123 | 14,389 | * 1,121 | 139,699 |
| Loss | 3,093 | 0 | * 578 | 90 | 0 | 0 | * 34,464 |
| Other net rental income (loss) | 14,380 | 1,874 | * 148 | * 373 | * 7,547 | 20,410 | -81,798 |
| Net income | 14,380 | 1,874 | * 148 | * 373 | * 7,547 | 20,410 | 55,727 |
| Loss | 0 | 0 | 0 | 0 | 0 | 0 | 137,525 |
| Total net income (loss) [2] | 408,619 | -53,039 | -259,968 | 205,699 | 155,079 | 1,504,518 | 6,639,390 |
| Net income | 797,024 | 406,835 | 205,878 | 360,155 | 720,398 | 2,135,533 | 10,731,856 |
| Loss | 388,405 | 459,874 | 465,846 | 154,455 | 565,319 | 631,015 | 4,092,466 |

[^51]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Transportation and warehousing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Air <br> and rail transportation | Water transportation | Truck transportation | Other transit and ground passenger transportation | Pipeline transportation | Scenic and sightseeing transportation | Support activities for transportation |
|  | (64) | (65) | (66) | (67) | (68) | (69) | (70) |
| Number of partnerships | 5,041 | 1,219 | 18,957 | 2,446 | 388 | * 1,856 | 6,934 |
| Number of partners | 11,882 | 36,325 | 42,822 | 5,711 | 1,035,825 | * 3,999 | 33,620 |
| Total assets | 5,809,065 | 9,202,896 | 5,362,135 | 1,203,292 | 109,426,131 | * 1,031,624 | 13,707,172 |
| Income and deductions from a trade or business: <br> Total income | 5,231,450 | 6,993,865 | 18,814,542 | 1,177,616 | 47,416,881 | * 702,895 | 15,262,863 |
| Business receipts | 4,747,111 | 6,548,081 | 17,570,455 | 1,082,255 | 44,813,188 | * 702,787 | 15,059,841 |
| Ordinary income from other partnerships and fiduciaries | * 12,041 | * 104,173 | * 30,782 | 0 | 1,831,642 | 0 | * 36,683 |
| Farm net profit | 0 | 183 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | 357,946 | * 6,823 | 91,398 | * 15,552 | 361,419 | 0 | 123,568 |
| Other income | 114,351 | 334,605 | 1,121,907 | * 79,809 | 410,631 | * 109 | 42,770 |
| Total deductions | 6,054,939 | 6,350,711 | 18,081,416 | 1,201,833 | 43,873,727 | * 753,033 | 14,530,061 |
| Cost of good sold [1] | 1,921,892 | 2,241,036 | 7,358,289 | * 190,183 | 33,166,720 | * 158,947 | 7,605,710 |
| Inventory, beginning of year | 67,781 | * 65,832 | 22,805 | 1,221 | 63,025 | * 4,893 | 597,702 |
| Purchases | 699,077 | * 419,499 | 1,281,878 | 0 | 31,487,529 | * 31,151 | 2,375,989 |
| Cost of labor | * 14,264 | 301,286 | 1,104,527 | * 33,351 | * 2,610 | 0 | 1,300,860 |
| Additional inventory costs (section 263A) | 31 | 0 | * 203,319 | 0 | 11,827 | 0 | * 2,985 |
| Other costs | 1,267,823 | 1,540,286 | 4,785,453 | * 156,604 | 1,856,560 | 0 | 4,000,339 |
| Less: Inventory, end of year | 127,084 | * 85,868 | 39,693 | 992 | * 254,831 | * 5,825 | 672,166 |
| Salaries and wages | 440,390 | 417,004 | 2,221,351 | 169,381 | 511,338 | * 124,445 | 1,764,244 |
| Guaranteed payments to partners | * 4,020 | 9,468 | 294,424 | * 24,172 | * 23,666 | * 2,756 | 118,002 |
| Rent paid | 113,083 | 63,574 | 529,800 | 21,936 | 171,092 | * 68,505 | 262,579 |
| Interest paid | 259,879 | 301,671 | 210,157 | 71,004 | 2,126,881 | * 5,668 | 346,339 |
| Taxes and licenses | 39,975 | 100,648 | 322,888 | 28,371 | 463,946 | * 11,628 | 187,225 |
| Bad debts | 7,617 | 8,758 | 21,612 | * 18,441 | 14,045 | 0 | 31,045 |
| Repairs and maintenance | 300,528 | 176,774 | 412,186 | 31,665 | 289,024 | * 24,349 | 138,406 |
| Depreciation | 805,823 | 519,870 | 738,166 | 87,537 | 3,274,537 | * 40,466 | 514,066 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 3,949 | 25,097 | 14,033 | 3,121 | 48,458 | * 2,977 | 46,374 |
| Employee benefit programs | 27,283 | 111,600 | 80,777 | * 13,763 | 79,796 | * 2,931 | 170,448 |
| Net loss from other partnerships and fiduciaries | * 12,029 | * 190 | * 2,345 | 0 | 174,570 | 0 | * 20,873 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | * 10,836 | 60 | * 165 | * 441 | * 2,219 | 0 | * 14,608 |
| Other deductions | 2,107,635 | 2,374,962 | 5,875,222 | 541,817 | 3,527,434 | * 310,360 | 3,310,141 |
| Ordinary business income (loss) | -823,488 | 643,154 | 733,126 | -24,217 | 3,543,154 | *-50,138 | 732,802 |
| Net income | 528,308 | 934,236 | 982,126 | * 70,297 | 4,633,014 | * 16,846 | 1,573,275 |
| Loss | 1,351,796 | 291,083 | 248,999 | * 94,515 | 1,089,860 | * 66,984 | 840,473 |
| Portfolio income (loss) distributed directly to partners | 34,658 | 73,184 | 97,611 | * 309 | 752,828 | * 3,572 | 68,176 |
| Interest income | 34,196 | 73,215 | 22,631 | * 237 | 397,782 | * 2,465 | 59,742 |
| Dividend income | * 454 | 131 | * 1,609 | 60 | 275,728 | * 1,107 | * 3,692 |
| Royalties | 0 | 0 | 0 | 0 | 0 | 0 | * 53 |
| Net short-term capital gain (loss) | 5 | -162 | * 632 | [3] | 513 | 0 | *-548 |
| Net long-term capital gain (loss) | 3 | 0 | * 72,739 | 12 | 78,805 | 0 | * 5,236 |
| Net rental real estate income (loss) | *-364 | * 213 | *-758 | * 7,658 | 6 | 0 | * -9,946 |
| Net income | * 2,976 | * 213 | * 494 | * 7,658 | 6 | 0 | * 2,802 |
| Loss | * 3,340 | 0 | * 1,252 | 0 | 0 | 0 | * 12,748 |
| Other net rental income (loss) | * -124,510 | * 22,804 | * -5,174 | 0 | * 14,358 | * 1,991 | *-4,355 |
| Net income | 109 | * 22,804 | 533 | 0 | * 14,358 | * 1,991 | * 2,844 |
| Loss | * 124,619 | 0 | * 5,707 | 0 | 0 | 0 | * 7,199 |
| Total net income (loss) [2] | -913,712 | 739,516 | 751,434 | -16,262 | 4,231,028 | *-44,575 | 781,989 |
| Net income | 539,776 | 990,176 | 999,826 | * 78,129 | 5,250,844 | * 20,266 | 1,619,823 |
| Loss | 1,453,488 | 250,660 | 248,392 | * 94,391 | 1,019,817 | * 64,841 | 837,834 |

[^52]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Transportation and warehousing-continued |  | Information |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Couriers and messengers | Warehousing and storage | Total | Publishing industries (except internet) | Motion picture and sound recording industries | Broadcasting (except internet) | Internet publishing and broadcasting |
|  | (71) | (72) | (73) | (74) | (75) | (76) | (77) |
| Number of partnerships | 2,254 | 4,215 | 39,017 | 8,412 | 12,819 | 2,287 | 744 |
| Number of partners | 4,984 | 10,648 | 178,159 | 30,108 | 41,222 | 41,150 | 2,590 |
| Total assets | 170,440 | 13,112,724 | 573,177,088 | 30,860,604 | 46,368,444 | 82,134,194 | 773,391 |
| Income and deductions from a trade or business: Total income | 1,201,220 | 10,004,810 | 240,310,194 | 19,272,766 | 21,639,231 | 40,215,409 | 661,758 |
| Business receipts | 1,199,805 | 9,654,611 | 218,385,802 | 18,507,847 | 18,131,990 | 38,221,849 | 620,773 |
| Ordinary income from other partnerships and fiduciaries | 0 | * 281,406 | 10,680,001 | 229,292 | 1,012,675 | 311,790 | 77 |
| Farm net profit | 0 | * 15,285 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | * 27 | 13,610 | 1,163,659 | 109,883 | * 3,167 | 404,802 | 0 |
| Other income | * 1,388 | 39,897 | 10,080,731 | 425,745 | 2,491,400 | 1,276,969 | * 40,908 |
| Total deductions | 1,135,771 | 9,133,610 | 215,802,054 | 17,582,243 | 24,753,590 | 39,036,093 | 696,660 |
| Cost of good sold [1] | * 639,255 | 5,991,388 | 48,404,176 | 5,733,151 | 7,714,321 | 3,881,159 | * 173,125 |
| Inventory, beginning of year | 0 | 163,554 | 2,959,937 | 419,552 | 574,756 | * 44,280 | 5 |
| Purchases | * 324 | 3,414,451 | 21,065,380 | 1,576,083 | 1,252,085 | * 152,831 | * 13,618 |
| Cost of labor | * 182,582 | 194,558 | 1,266,607 | 620,997 | 168,220 | * 114,259 | * 5,689 |
| Additional inventory costs (section 263A) | 0 | 534 | 565,973 | 30,513 | * 173,519 | 4 | 0 |
| Other costs | * 456,350 | 2,407,200 | 26,428,626 | 3,545,692 | 6,525,859 | 3,614,965 | * 153,812 |
| Less: Inventory, end of year | 0 | 188,909 | 3,882,348 | 459,686 | 980,118 | * 45,181 | 0 |
| Salaries and wages | * 95,996 | 558,954 | 22,944,871 | 3,544,082 | 2,156,411 | 4,279,686 | 93,420 |
| Guaranteed payments to partners | * 24,774 | * 17,488 | 613,487 | 127,685 | 227,243 | 31,426 | * 15,760 |
| Rent paid | 20,898 | 446,747 | 7,367,384 | 304,509 | 527,581 | 504,976 | 10,637 |
| Interest paid | 3,375 | 187,506 | 11,145,233 | 460,054 | 426,576 | 3,778,180 | * 3,075 |
| Taxes and licenses | 9,786 | 148,559 | 3,768,039 | 370,555 | 178,626 | 460,672 | 6,880 |
| Bad debts | * 1,017 | 13,277 | 2,477,220 | 210,753 | 51,398 | 287,043 | * 6,585 |
| Repairs and maintenance | 6,323 | 129,218 | 2,021,238 | 99,301 | 88,721 | 300,334 | 2,059 |
| Depreciation | 9,262 | 190,582 | 17,204,908 | 343,479 | 672,347 | 2,779,785 | 11,968 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | * 1,181 | 11,948 | 948,757 | 106,155 | 18,467 | 139,689 | * 2,150 |
| Employee benefit programs | * 1,378 | 46,999 | 1,593,041 | 341,766 | 82,779 | 316,016 | * 8,316 |
| Net loss from other partnerships and fiduciaries | 0 | * 261 | 1,301,105 | * 19,094 | 762,409 | 174,726 | * 119 |
| Farm net loss | 0 | 0 | * 221 | 0 | 0 | * 221 | 0 |
| Net loss, noncapital assets | 0 | * 164 | 334,182 | 925 | * 17,658 | 32,479 | 3 |
| Other deductions | 322,526 | 1,390,520 | 95,678,193 | 5,920,733 | 11,829,053 | 22,069,702 | 362,562 |
| Ordinary business income (loss) | 65,449 | 871,200 | 24,508,139 | 1,690,524 | -3,114,359 | 1,179,316 | -34,902 |
| Net income | 72,869 | 986,740 | 39,250,170 | 2,447,730 | 1,900,240 | 6,074,895 | * 84,888 |
| Loss | * 7,420 | 115,540 | 14,742,030 | 757,206 | 5,014,599 | 4,895,579 | * 119,790 |
| Portfolio income (loss) distributed directly to partners | * 224 | 59,959 | 12,719,138 | 964,189 | 3,118,608 | 1,466,169 | * 3,434 |
| Interest income | * 18 | 40,693 | 4,909,934 | 147,550 | 318,956 | 599,121 | * 3,434 |
| Dividend income | * 206 | 10,509 | 306,103 | 3,764 | 127,053 | 5,913 | 0 |
| Royalties | 0 | 384 | 1,971,720 | 110,059 | 1,534,885 | 5,559 | 0 |
| Net short-term capital gain (loss) | 0 | *-1,137 | 84,108 | 1,228 | 17,989 | 3,434 | 0 |
| Net long-term capital gain (loss) | 0 | * 9,511 | 5,447,272 | 701,587 | 1,119,724 | 852,142 | 0 |
| Net rental real estate income (loss) | 0 | 108,425 | 36,603 | * 4,615 | 12,539 | * 4,324 | 0 |
| Net income | 0 | 125,549 | 38,419 | * 5,810 | * 12,691 | * 4,329 | 0 |
| Loss | 0 | * 17,124 | 1,817 | * 1,195 | * 152 | 5 | 0 |
| Other net rental income (loss) | 0 | * 13,087 | 321,421 | * 21,976 | * 4,595 | * 2,669 | * 314 |
| Net income | 0 | * 13,087 | 457,910 | * 21,976 | * 4,595 | * 2,672 | * 314 |
| Loss | 0 | 0 | 136,489 | 0 | [3] | 3 | 0 |
| Total net income (loss) [2] | 65,673 | 1,044,299 | 32,053,921 | 1,978,488 | -1,116,331 | 1,796,901 | -31,154 |
| Net income | 73,094 | 1,159,922 | 44,565,127 | 2,699,669 | 2,395,660 | 6,384,103 | 86,814 |
| Loss | * 7,420 | 115,623 | 12,511,207 | 721,181 | 3,511,991 | 4,587,202 | * 117,968 |

[^53]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Information-continued |  |  | Finance and insurance |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Telecommunications | Internet service providers, web search portals, and data processing services | Other information services | Total | Depository credit intermediation | Non depository credit intermediation | Activities related to credit intermediation |
|  | (78) | (79) | (80) | (81) | (82) | (83) | (84) |
| Number of partnerships | 5,649 | 7,332 | 1,773 | 294,730 | 65 | 11,614 | 3,813 |
| Number of partners | 32,076 | 24,598 | 6,414 | 3,413,610 | 515 | 65,402 | 11,152 |
| Total assets | 404,422,910 | 4,141,610 | 4,475,934 | 10,084,596,024 | 27,837,007 | 463,169,843 | 32,729,984 |
| Income and deductions from a trade or business: <br> Total income | 146,023,487 | 5,550,926 | 6,946,616 | 342,706,089 | 2,124,825 | 37,026,191 | 7,030,333 |
| Business receipts | 130,532,583 | 5,505,112 | 6,865,649 | 167,650,849 | 1,644,894 | 17,120,804 | 5,842,552 |
| Ordinary income from other partnerships and fiduciaries | 9,077,701 | * 4,024 | * 44,443 | 27,053,253 | * 400 | 300,618 | * 223,908 |
| Farm net profit | 0 | 0 | 0 | 32,164 | 0 | 0 | 0 |
| Net gain, noncapital assets | 632,875 | * 332 | * 12,601 | 2,887,797 | 1,047 | 97,383 | 13 |
| Other income | 5,780,328 | 41,458 | 23,923 | 145,082,027 | 478,484 | 19,507,386 | 963,860 |
| Total deductions | 124,384,603 | 4,341,560 | 5,007,306 | 276,863,087 | 1,671,419 | 28,157,314 | 5,031,814 |
| Cost of good sold [1] | 29,426,661 | 834,471 | 641,287 | 48,224,298 | * 80,520 | 4,917,412 | 293,386 |
| Inventory, beginning of year | 1,883,202 | * 37,805 | 338 | 11,505,106 | * 4,018 | 268,341 | * 62,525 |
| Purchases | 17,765,080 | 139,671 | * 166,013 | 29,669,271 | 60,135 | 3,497,524 | * 27,040 |
| Cost of labor | 204,576 | * 37,802 | * 115,063 | 633,028 | * 10,928 | * 8,190 | * 18,933 |
| Additional inventory costs (section 263A) | 294,018 | * 29,994 | * 37,924 | 525,192 | 0 | * 4,008 | 0 |
| Other costs | 11,635,384 | 627,306 | 325,607 | 17,307,676 | * 8,407 | 1,456,059 | * 230,358 |
| Less: Inventory, end of year | 2,355,599 | * 38,107 | * 3,657 | 11,583,917 | * 2,968 | 316,709 | * 45,470 |
| Salaries and wages | 10,416,110 | 1,077,365 | 1,377,797 | 40,783,936 | * 395,981 | 3,352,618 | 999,256 |
| Guaranteed payments to partners | 46,838 | 92,380 | 72,156 | 7,233,465 | * 21,035 | 268,922 | * 88,768 |
| Rent paid | 5,626,156 | 204,716 | 188,810 | 4,149,225 | * 45,865 | 1,148,417 | 256,077 |
| Interest paid | 6,381,010 | 41,098 | 55,240 | 67,675,677 | 690,185 | 6,066,227 | 360,534 |
| Taxes and licenses | 2,500,932 | 77,988 | 172,385 | 2,846,607 | 16,137 | 279,487 | 95,761 |
| Bad debts | 1,908,665 | 6,471 | 6,305 | 4,532,923 | * 10,211 | 3,779,557 | * 10,381 |
| Repairs and maintenance | 1,357,213 | 64,581 | 109,029 | 416,775 | * 1,919 | 66,239 | 49,464 |
| Depreciation | 12,908,701 | 214,013 | 274,614 | 1,667,016 | * 11,122 | 241,586 | 58,633 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 573,919 | 65,922 | * 42,456 | 816,180 | * 4,057 | 28,235 | * 16,026 |
| Employee benefit programs | 703,295 | 67,489 | 73,381 | 1,623,541 | * 20,978 | 185,205 | 62,916 |
| Net loss from other partnerships and fiduciaries | 320,468 | * 13,731 | * 10,558 | 12,391,150 | * 2,457 | 118,477 | 0 |
| Farm net loss | 0 | 0 | 0 | 169,559 | 0 | 0 | 0 |
| Net loss, noncapital assets | 282,528 | * 556 | 33 | 897,146 | 0 | 56,232 | 294 |
| Other deductions | 51,932,107 | 1,580,780 | 1,983,256 | 83,435,589 | 370,953 | 7,648,700 | 2,740,318 |
| Ordinary business income (loss) | 21,638,884 | 1,209,366 | 1,939,310 | 65,843,002 | 453,407 | 8,868,877 | 1,998,519 |
| Net income | 25,028,783 | 1,609,536 | 2,104,098 | 96,073,980 | 508,801 | 11,051,725 | 2,266,206 |
| Loss | 3,389,899 | 400,170 | 164,788 | 30,230,978 | * 55,394 | 2,182,848 | 267,688 |
| Portfolio income (loss) distributed directly to partners | 6,743,039 | 137,211 | 286,488 | 553,514,309 | 108,536 | 3,660,604 | 333,598 |
| Interest income | 3,727,879 | 40,842 | 72,152 | 147,714,945 | 98,220 | 2,455,305 | 121,819 |
| Dividend income | 159,134 | * 8,420 | * 1,820 | 67,535,145 | * 5,414 | 225,840 | * 3,702 |
| Royalties | 321,016 | 0 | 202 | 1,916,562 | 0 | * 5,483 | 0 |
| Net short-term capital gain (loss) | 61,432 | 4 | * 20 | 50,356,200 | 278 | 79,702 | * 7,199 |
| Net long-term capital gain (loss) | 2,473,579 | 87,945 | * 212,295 | 285,991,458 | * 4,623 | 894,274 | * 200,876 |
| Net rental real estate income (loss) | 7,764 | * 7,361 | 0 | -950,035 | -315 | -1,367 | * 1,219 |
| Net income | * 8,229 | * 7,361 | 0 | 2,041,764 | 0 | 38,748 | * 1,219 |
| Loss | * 464 | 0 | 0 | 2,991,798 | 315 | 40,114 | 0 |
| Other net rental income (loss) | 282,677 | 0 | * 9,191 | -307,083 | * 1,319 | -91,358 | 0 |
| Net income | 419,163 | 0 | * 9,191 | 237,006 | * 1,319 | 35,860 | 0 |
| Loss | * 136,486 | 0 | 0 | 544,088 | 0 | * 127,218 | 0 |
| Total net income (loss) [2] | 26,137,354 | 1,265,989 | 2,022,673 | 281,752,536 | 558,044 | 11,462,780 | 2,125,259 |
| Net income | 29,176,355 | 1,645,811 | 2,176,717 | 303,860,868 | 612,073 | 13,391,070 | 2,392,673 |
| Loss | 3,039,001 | 379,821 | 154,043 | 22,108,332 | * 54,028 | 1,928,290 | 267,414 |

[^54]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Finance and insurance-continued |  |  |  |  | Real estate and rental and leasing |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Securities, commodity contracts, and other financial investments and related activities |  |  | Insurance carriers and related activities | Funds, trusts, and other financial vehicles | Total | Real estate |
|  | Total | Securities and commodity contracts and exchanges | Other financial investment activities |  |  |  | Total |
|  | (85) | (86) | (87) | (88) | (89) | (90) | (91) |
| Number of partnerships | 224,500 | 7,972 | 216,528 | 11,653 | 43,085 | 1,394,549 | 1,348,604 |
| Number of partners | 2,806,863 | 211,427 | 2,595,436 | 131,580 | 398,097 | 6,570,303 | 6,396,539 |
| Total assets | 8,287,620,684 | 1,692,076,730 | 6,595,543,954 | 24,566,028 | 1,248,672,477 | 3,725,244,205 | 3,600,820,706 |
| Income and deductions from a trade or business: Total income | 261,687,005 | 107,854,757 | 153,832,248 | 20,649,633 | 14,188,102 | 201,122,966 | 175,155,004 |
| Business receipts | 117,274,046 | 46,644,948 | 70,629,098 | 19,266,454 | 6,502,099 | 169,984,643 | 147,052,329 |
| Ordinary income from other partnerships and fiduciaries | 23,240,163 | 816,180 | 22,423,984 | * 51,572 | 3,236,592 | 12,354,392 | 12,287,112 |
| Farm net profit | * 30,501 | 0 | * 30,501 | 0 | * 1,662 | 60,193 | 60,193 |
| Net gain, noncapital assets | 2,581,457 | 135,444 | 2,446,013 | * 557 | 207,340 | 3,863,848 | 2,623,917 |
| Other income | 118,560,838 | 60,258,186 | 58,302,652 | 1,331,050 | 4,240,408 | 14,859,890 | 13,131,453 |
| Total deductions | 212,414,618 | 102,892,506 | 109,522,112 | 17,609,180 | 11,978,742 | 185,649,242 | 162,283,050 |
| Cost of good sold [1] | 38,848,060 | 19,732,886 | 19,115,174 | 3,128,773 | 956,146 | 94,984,046 | 88,652,994 |
| Inventory, beginning of year | 10,989,073 | 650,581 | 10,338,492 | * 25,998 | * 155,150 | 28,721,431 | 28,290,022 |
| Purchases | 24,856,600 | 9,288,490 | 15,568,110 | * 567,966 | 660,005 | 45,363,465 | 42,351,297 |
| Cost of labor | 566,666 | 455 | 566,211 | * 8,288 | 20,023 | 1,659,115 | 998,369 |
| Additional inventory costs (section 263A) | 308,574 | * 111,379 | 197,195 | * 112,800 | * 99,811 | 3,499,140 | 3,460,467 |
| Other costs | 12,937,327 | 10,514,424 | 2,422,903 | 2,434,827 | 240,698 | 51,729,329 | 48,812,245 |
| Less: Inventory, end of year | 10,978,122 | 933,033 | 10,045,089 | * 21,105 | * 219,541 | 37,455,040 | 36,721,854 |
| Salaries and wages | 32,471,713 | 13,778,434 | 18,693,279 | 2,706,608 | 857,759 | 14,115,584 | 11,957,438 |
| Guaranteed payments to partners | 5,832,477 | 1,385,323 | 4,447,154 | 430,832 | 591,431 | 2,273,248 | 2,114,156 |
| Rent paid | 2,201,250 | 790,933 | 1,410,317 | 400,279 | 97,338 | 2,695,942 | 2,059,217 |
| Interest paid | 55,796,285 | 39,607,251 | 16,189,035 | 136,387 | 4,626,058 | 11,208,295 | 9,193,328 |
| Taxes and licenses | 2,151,206 | 868,549 | 1,282,657 | 221,897 | 82,119 | 2,504,064 | 2,172,941 |
| Bad debts | 471,786 | 32,280 | 439,506 | 14,735 | 246,253 | 539,117 | 458,958 |
| Repairs and maintenance | 251,740 | 110,291 | 141,449 | 29,251 | 18,162 | 1,404,247 | 1,150,983 |
| Depreciation | 1,187,624 | 346,953 | 840,671 | 113,155 | 54,896 | 10,023,414 | 2,585,680 |
| Depletion | 0 | 0 | 0 | 0 | 0 | * 4,559 | * 4,559 |
| Retirement plans, etc. | 673,696 | 312,136 | 361,560 | 82,557 | 11,610 | 225,423 | 179,788 |
| Employee benefit programs | 1,169,496 | 510,564 | 658,932 | 149,858 | 35,088 | 685,021 | 456,864 |
| Net loss from other partnerships and fiduciaries | 11,160,681 | 512,376 | 10,648,305 | 63,269 | 1,046,266 | 7,160,678 | 7,074,272 |
| Farm net loss | 150,960 | 0 | 150,960 | 0 | * 18,599 | 417,358 | 340,167 |
| Net loss, noncapital assets | 838,615 | 165,650 | 672,965 | * 121 | * 1,884 | 395,607 | 311,872 |
| Other deductions | 59,209,028 | 24,738,879 | 34,470,149 | 10,131,457 | 3,335,132 | 37,012,639 | 33,569,834 |
| Ordinary business income (loss) | 49,272,387 | 4,962,251 | 44,310,136 | 3,040,453 | 2,209,360 | 15,473,724 | 12,871,954 |
| Net income | 74,581,799 | 9,446,151 | 65,135,649 | 3,340,249 | 4,325,201 | 40,088,817 | 35,468,802 |
| Loss | 25,309,412 | 4,483,899 | 20,825,513 | 299,796 | 2,115,841 | 24,615,093 | 22,596,848 |
| Portfolio income (loss) distributed directly to partners | 476,274,223 | 12,641,460 | 463,632,763 | 845,010 | 72,292,339 | 77,955,806 | 75,802,095 |
| Interest income | 122,159,612 | 4,024,256 | 118,135,356 | 536,936 | 22,343,052 | 19,586,815 | 18,163,836 |
| Dividend income | 57,890,836 | 3,940,469 | 53,950,367 | 29,432 | 9,379,921 | 6,749,789 | 6,705,101 |
| Royalties | 1,631,676 | 6,747 | 1,624,930 | 0 | 279,402 | 1,001,610 | 573,089 |
| Net short-term capital gain (loss) | 45,897,696 | 1,931,320 | 43,966,376 | -1,248 | 4,372,572 | 2,274,570 | 2,262,182 |
| Net long-term capital gain (loss) | 248,694,403 | 2,738,669 | 245,955,734 | 279,890 | 35,917,392 | 48,343,022 | 48,097,887 |
| Net rental real estate income (loss) | -1,160,478 | -24,015 | -1,136,462 | * 6,592 | 204,314 | 15,205,110 | 14,890,393 |
| Net income | 1,475,252 | 22,445 | 1,452,807 | * 7,294 | 519,251 | 84,001,663 | 83,593,738 |
| Loss | 2,635,730 | 46,461 | 2,589,269 | * 701 | 314,937 | 68,796,552 | 68,703,344 |
| Other net rental income (loss) | -230,225 | -421 | -229,804 | 0 | 13,182 | 1,424,728 | 97,009 |
| Net income | 163,823 | * 175 | 163,648 | 0 | 36,005 | 4,310,688 | 707,322 |
| Loss | 394,048 | * 596 | 393,452 | 0 | 22,823 | 2,885,961 | 610,313 |
| Total net income (loss) [2] | 229,563,809 | 12,909,286 | 216,654,522 | 3,613,413 | 34,429,231 | 59,441,778 | 53,301,383 |
| Net income | 247,798,113 | 16,135,539 | 231,662,575 | 3,825,103 | 35,841,836 | 144,108,185 | 134,315,304 |
| Loss | 18,234,305 | 3,226,252 | 15,008,053 | 211,690 | 1,412,605 | 84,666,407 | 81,013,922 |

Footnotes at end of table.

Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Real estate and rental and leasing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Real estate-continued |  |  |  |  | Rental and leasing services | Lessors of nonfinancial intangible assets (except copyrighted works) |
|  | Lessors of residential buildings and dwellings and co-operative housing | Lessors of nonresidential buildings (except miniwarehouses) | Lessors of miniwarehouses and selfstorage units | Lessors of other real estate property | Other real estate activities |  |  |
|  | (92) | (93) | (94) | (95) | (96) | (97) | (98) |
| Number of partnerships | 404,677 | 478,201 | 16,393 | 95,090 | 354,244 | 44,657 | 1,288 |
| Number of partners | 1,823,540 | 2,099,934 | 109,098 | 562,040 | 1,801,927 | 170,557 | 3,207 |
| Total assets | 892,415,935 | 1,411,107,277 | 47,959,614 | 181,210,158 | 1,068,127,722 | 112,910,589 | 11,512,911 |
| Income and deductions from a trade or business: Total income | 14,306,402 | 14,523,067 | 674,028 | 5,162,081 | 140,489,425 | 23,716,896 | 2,251,066 |
| Business receipts | 11,600,979 | 10,113,034 | 653,142 | 4,094,446 | 120,590,728 | 21,060,917 | 1,871,397 |
| Ordinary income from other partnerships and fiduciaries | 970,527 | 1,526,645 | * 1,530 | 210,526 | 9,577,884 | 48,991 | * 18,290 |
| Farm net profit | * 22,500 | 4,327 | 0 | * 14,862 | * 18,504 | 0 | 0 |
| Net gain, noncapital assets | 927,162 | 781,824 | * 16,638 | 73,013 | 825,279 | 1,166,433 | * 73,498 |
| Other income | 785,234 | 2,097,237 | 2,718 | 769,234 | 9,477,029 | 1,440,554 | * 287,882 |
| Total deductions | 13,169,940 | 12,571,194 | 623,204 | 5,331,993 | 130,586,720 | 22,907,296 | 458,896 |
| Cost of good sold [1] | 7,901,623 | 4,459,459 | 80,583 | 1,956,539 | 74,254,790 | 6,331,052 | 0 |
| Inventory, beginning of year | 1,084,911 | 971,955 | 60,507 | 401,956 | 25,770,693 | 431,409 | 0 |
| Purchases | 2,921,952 | 1,603,026 | 52,841 | 1,283,685 | 36,489,793 | 3,012,168 | 0 |
| Cost of labor | 0 | 126,419 | * 10,667 | * 137,849 | 723,435 | 660,746 | 0 |
| Additional inventory costs (section 263A) | * 371,727 | * 421,862 | * 67 | * 117,454 | 2,549,358 | * 38,673 | 0 |
| Other costs | 4,714,210 | 2,035,768 | * 652 | 428,808 | 41,632,808 | 2,917,083 | 0 |
| Less: Inventory, end of year | 2,065,624 | 699,569 | 44,151 | 429,998 | 33,482,512 | 733,186 | 0 |
| Salaries and wages | 707,299 | 893,457 | 40,863 | 546,840 | 9,768,979 | 2,141,099 | * 17,047 |
| Guaranteed payments to partners | 22,599 | 107,412 | * 4,744 | 81,669 | 1,897,732 | 73,073 | * 86,018 |
| Rent paid | 72,274 | 154,256 | * 20,318 | 122,428 | 1,689,940 | 634,652 | * 2,074 |
| Interest paid | 923,434 | 1,522,229 | 107,241 | 523,854 | 6,116,570 | 1,980,486 | * 34,481 |
| Taxes and licenses | 210,232 | 281,887 | 37,388 | 132,642 | 1,510,792 | 327,045 | 4,078 |
| Bad debts | 24,940 | 81,071 | * 2,178 | 14,334 | 336,435 | 76,542 | * 3,618 |
| Repairs and maintenance | 113,614 | 103,837 | 14,836 | 81,998 | 836,699 | 253,197 | * 68 |
| Depreciation | 372,156 | 654,615 | 66,098 | 201,421 | 1,291,390 | 7,437,220 | * 514 |
| Depletion | 0 | 0 | 0 | * 3,805 | 754 | 0 | 0 |
| Retirement plans, etc. | 3,985 | 6,169 | 0 | 6,742 | 162,892 | 44,817 | * 818 |
| Employee benefit programs | 21,274 | 37,773 | * 502 | 22,105 | 375,211 | 227,608 | * 549 |
| Net loss from other partnerships and fiduciaries | 270,957 | 755,043 | * 721 | 471,053 | 5,576,498 | 69,532 | * 16,874 |
| Farm net loss | 0 | * 63,027 | 0 | * 42,806 | 234,335 | * 61,396 | * 15,795 |
| Net loss, noncapital assets | * 12,348 | 151,415 | 0 | 29,066 | 119,042 | * 83,734 | 1 |
| Other deductions | 2,513,206 | 3,299,544 | 247,732 | 1,094,692 | 26,414,660 | 3,165,845 | 276,960 |
| Ordinary business income (loss) | 1,136,462 | 1,951,873 | 50,824 | -169,911 | 9,902,706 | 809,600 | 1,792,171 |
| Net income | 2,868,287 | 4,853,348 | 102,800 | 872,156 | 26,772,211 | 2,748,681 | 1,871,333 |
| Loss | 1,731,824 | 2,901,475 | 51,976 | 1,042,067 | 16,869,506 | 1,939,082 | * 79,163 |
| Portfolio income (loss) distributed directly to partners | 8,493,017 | 14,761,966 | 262,428 | 3,691,397 | 48,593,286 | 1,558,641 | 595,070 |
| Interest income | 3,652,557 | 4,952,949 | 66,699 | 766,820 | 8,724,812 | 1,296,582 | 126,397 |
| Dividend income | 839,251 | 1,024,294 | 17,490 | 197,146 | 4,626,920 | 44,673 | * 15 |
| Royalties | 40,617 | 51,558 | * 3,002 | 195,177 | 282,734 | * 808 | * 427,714 |
| Net short-term capital gain (loss) | 366,929 | 463,534 | *-1,929 | 25,638 | 1,408,011 | 12,387 | 0 |
| Net long-term capital gain (loss) | 3,593,664 | 8,269,631 | 177,166 | 2,506,616 | 33,550,809 | 204,191 | * 40,944 |
| Net rental real estate income (loss) | -8,782,287 | 30,201,463 | 851,940 | 2,044,511 | -9,425,234 | 310,227 | * 4,490 |
| Net income | 19,848,674 | 49,163,155 | 1,407,529 | 4,958,042 | 8,216,339 | 403,436 | * 4,490 |
| Loss | 28,630,961 | 18,961,692 | 555,589 | 2,913,530 | 17,641,572 | 93,208 | 0 |
| Other net rental income (loss) | -117,662 | 370,409 | * -82,421 | 20,610 | -93,927 | 1,265,841 | * 61,878 |
| Net income | 28,826 | 483,647 | * 10,123 | 83,215 | 101,511 | 3,541,489 | * 61,878 |
| Loss | 146,488 | 113,238 | * 92,544 | 62,605 | 195,438 | 2,275,647 | 0 |
| Total net income (loss) [2] | -3,231,063 | 38,552,546 | 907,535 | 3,054,354 | 14,018,010 | 3,727,731 | 2,412,664 |
| Net income | 24,868,762 | 58,066,292 | 1,578,632 | 6,640,263 | 43,161,356 | 7,341,973 | 2,450,907 |
| Loss | 28,099,825 | 19,513,745 | 671,097 | 3,585,908 | 29,143,345 | 3,614,242 | * 38,243 |

[^55]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Professional, scientific, and technical services |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Legal services | Accounting, tax preparation, bookkeeping and payroll services | Architectural, engineering, and related services | Specialized design services | Computer systems design and related services | Other professional, scientific, and technical services |
|  | (99) | (100) | (101) | (102) | (103) | (104) | (105) |
| Number of partnerships | 185,879 | 27,839 | 22,296 | 18,535 | 7,635 | 32,033 | 77,540 |
| Number of partners | 641,777 | 157,367 | 78,010 | 48,914 | 44,544 | 83,265 | 229,677 |
| Total assets | 156,876,518 | 30,915,698 | 15,892,336 | 7,946,673 | 448,500 | 9,304,117 | 92,369,193 |
| Income and deductions from a trade or business: <br> Total income | 324,421,028 | 125,483,834 | 48,142,926 | 21,480,966 | 1,950,203 | 17,259,847 | 110,103,251 |
| Business receipts | 309,482,186 | 123,903,662 | 47,771,733 | 19,371,585 | 1,905,010 | 16,748,468 | 99,781,728 |
| Ordinary income from other partnerships and fiduciaries | 3,962,782 | 142,616 | 140,724 | 110,195 | 0 | 123,064 | 3,446,183 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | 161,655 | 6,877 | 2,094 | 31,571 | * 30 | 89,225 | 31,858 |
| Other income | 10,814,405 | 1,430,679 | 228,375 | 1,967,615 | 45,164 | 299,090 | 6,843,483 |
| Total deductions | 253,249,917 | 80,478,566 | 38,098,853 | 18,516,886 | 1,750,013 | 16,503,593 | 97,902,006 |
| Cost of good sold [1] | 54,563,848 | 1,522,851 | 1,939,848 | 7,642,091 | 1,063,232 | 5,498,264 | 36,897,561 |
| Inventory, beginning of year | 763,451 | * 1,993 | * 37 | * 47,721 | 60,887 | 40,343 | 612,471 |
| Purchases | 20,107,748 | * 101,654 | * 35,905 | 601,841 | 727,457 | 1,663,173 | 16,977,718 |
| Cost of labor | 7,315,043 | * 181,532 | 1,176,084 | 1,451,127 | * 96,406 | 1,410,782 | 2,999,113 |
| Additional inventory costs (section 263A) | 665,066 | 0 | * 32,852 | * 52,268 | * 6,120 | * 187,804 | 386,022 |
| Other costs | 27,091,748 | 1,239,555 | 695,008 | 5,423,885 | 224,136 | 2,291,611 | 17,217,553 |
| Less: Inventory, end of year | 1,523,337 | * 1,882 | * 37 | * 33,295 | * 51,774 | 104,965 | 1,331,384 |
| Salaries and wages | 75,268,335 | 35,801,832 | 14,452,014 | 3,578,999 | 140,158 | 3,484,992 | 17,810,341 |
| Guaranteed payments to partners | 14,712,983 | 7,206,238 | 3,065,709 | 785,555 | 61,713 | 514,149 | 3,079,619 |
| Rent paid | 12,126,654 | 7,602,211 | 1,728,086 | 470,009 | 56,679 | 382,736 | 1,886,932 |
| Interest paid | 1,957,037 | 394,724 | 293,761 | 92,868 | 9,503 | 215,188 | 950,993 |
| Taxes and licenses | 6,636,576 | 3,122,247 | 1,286,043 | 329,859 | 17,431 | 330,750 | 1,550,247 |
| Bad debts | 434,298 | 123,399 | 16,408 | 25,612 | * 2,877 | 42,403 | 223,599 |
| Repairs and maintenance | 1,392,009 | 582,591 | 145,303 | 213,581 | 5,939 | 87,825 | 356,770 |
| Depreciation | 2,894,140 | 1,170,576 | 334,403 | 196,412 | 9,595 | 254,926 | 928,227 |
| Depletion | * 577 | * 283 | 0 | 0 | 0 | 0 | 294 |
| Retirement plans, etc. | 3,489,870 | 1,405,413 | 1,192,700 | 116,276 | * 2,122 | 69,413 | 703,947 |
| Employee benefit programs | 4,310,686 | 1,865,005 | 609,742 | 391,233 | * 7,428 | 246,172 | 1,191,106 |
| Net loss from other partnerships and fiduciaries | 971,260 | 12,740 | 38,890 | * 104,191 | * 8,220 | * 105,745 | 701,474 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 158,133 | 43,443 | 2,255 | * 122 | * 1,872 | 26,042 | 84,399 |
| Other deductions | 74,333,511 | 19,625,014 | 12,993,691 | 4,570,077 | 363,244 | 5,244,987 | 31,536,499 |
| Ordinary business income (loss) | 71,171,110 | 45,005,268 | 10,044,073 | 2,964,080 | 200,190 | 756,254 | 12,201,245 |
| Net income | 78,830,474 | 45,524,463 | 10,417,904 | 3,378,388 | 267,003 | 2,451,563 | 16,791,153 |
| Loss | 7,659,363 | 519,195 | 373,831 | 414,308 | 66,813 | 1,695,309 | 4,589,908 |
| Portfolio income (loss) distributed directly to partners | 9,153,489 | 436,784 | 213,751 | 146,546 | 1,407 | 680,214 | 7,674,787 |
| Interest income | 1,896,678 | 239,455 | 203,277 | 65,362 | * 1,371 | 55,623 | 1,331,589 |
| Dividend income | 492,211 | 32,950 | 5,729 | 2,004 | * 5 | 90,770 | 360,752 |
| Royalties | 1,541,007 | 1,252 | * 4,898 | * 24,135 | * 30 | * 2,332 | 1,508,360 |
| Net short-term capital gain (loss) | 105,984 | 9,154 | -7,945 | * 307 | 0 | * 265 | 104,202 |
| Net long-term capital gain (loss) | 5,117,609 | 153,972 | 7,791 | * 54,739 | 0 | 531,224 | 4,369,884 |
| Net rental real estate income (loss) | -105,790 | 11,645 | 3,786 | *-283 | 0 | * -2,106 | -118,833 |
| Net income | 73,082 | 35,524 | * 5,213 | * 823 | 0 | 0 | 31,522 |
| Loss | 178,873 | 23,879 | * 1,427 | * 1,106 | 0 | * 2,106 | 150,355 |
| Other net rental income (loss) | 159,881 | * 1,506 | 113,556 | * 3,666 | 0 | 95 | 41,058 |
| Net income | 160,463 | * 1,512 | 113,556 | * 3,666 | 0 | 95 | * 41,635 |
| Loss | 582 | 6 | 0 | 0 | 0 | 0 | 576 |
| Total net income (loss) [2] | 75,155,097 | 45,292,077 | 10,375,319 | 3,058,964 | 201,597 | 902,968 | 15,324,172 |
| Net income | 82,268,710 | 45,809,485 | 10,623,634 | 3,444,010 | 268,378 | 2,504,197 | 19,619,005 |
| Loss | 7,113,613 | 517,408 | 248,315 | 385,046 | 66,781 | 1,601,229 | 4,294,833 |

[^56]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Professional, scientific, and technical services-continued |  |  | Management of companies (holding companies) | Administrative and support and waste management and remediation services |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Other professional, scientific, and technical services-continued |  |  |  |  |  |  |
|  | Management, scientific, and technical consulting services | Advertising and related services | Other miscellaneous professional, scientific, and technical services |  | Total | Administrative and support services | Waste management and remediation services |
|  | (106) | (107) | (108) | (109) | (110) | (111) | (112) |
| Number of partnerships | 38,386 | 7,338 | 31,816 | 28,764 | 59,965 | 55,581 | 4,384 |
| Number of partners | 113,049 | 19,614 | 97,014 | 605,407 | 144,541 | 132,731 | 11,811 |
| Total assets | 39,666,476 | 16,320,185 | 36,382,532 | 399,247,524 | 42,403,424 | 33,251,514 | 9,151,910 |
| Income and deductions from a trade or business: Total income | 47,867,724 | 19,734,369 | 42,501,159 | 37,443,481 | 73,478,709 | 64,345,414 | 9,133,294 |
| Business receipts | 42,473,287 | 18,935,855 | 38,372,586 | 21,575,856 | 69,534,681 | 60,613,645 | 8,921,036 |
| Ordinary income from other partnerships and fiduciaries | 2,362,159 | 32,019 | 1,052,005 | 13,243,642 | 463,748 | 463,680 | 68 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | 25,544 | 609 | 5,705 | 185,580 | 34,682 | 24,235 | 10,447 |
| Other income | 3,006,734 | 765,886 | 3,070,862 | 2,438,403 | 3,445,598 | 3,243,854 | 201,744 |
| Total deductions | 41,269,114 | 16,965,653 | 39,667,239 | 29,540,756 | 68,977,180 | 60,342,367 | 8,634,813 |
| Cost of good sold [1] | 9,970,314 | 8,409,010 | 18,518,237 | 12,161,298 | 27,745,445 | 23,457,678 | 4,287,767 |
| Inventory, beginning of year | 290,935 | * 15,021 | 306,515 | 1,448,898 | 399,737 | 333,732 | 66,006 |
| Purchases | 3,347,293 | 2,581,065 | 11,049,360 | 8,771,785 | 5,620,920 | 5,228,729 | 392,190 |
| Cost of labor | 1,737,102 | 235,230 | 1,026,781 | 547,970 | 11,212,485 | 10,373,992 | 838,493 |
| Additional inventory costs (section 263A) | * 71,695 | * 104,476 | * 209,851 | 28,261 | 340,381 | 301,650 | * 38,730 |
| Other costs | 4,714,868 | 5,498,086 | 7,004,598 | 2,804,091 | 10,563,380 | 7,526,049 | 3,037,332 |
| Less: Inventory, end of year | 191,580 | 60,936 | 1,078,867 | 1,496,016 | 436,876 | 351,893 | 84,984 |
| Salaries and wages | 9,832,538 | 2,528,117 | 5,449,685 | 3,259,536 | 15,964,299 | 15,126,748 | 837,551 |
| Guaranteed payments to partners | 2,069,189 | 393,218 | 617,212 | 309,609 | 861,518 | 796,253 | 65,265 |
| Rent paid | 780,373 | 366,298 | 740,262 | 426,478 | 1,343,126 | 1,191,963 | 151,163 |
| Interest paid | 509,403 | 137,560 | 304,029 | 1,684,517 | 1,075,089 | 787,991 | 287,098 |
| Taxes and licenses | 835,605 | 257,140 | 457,502 | 386,443 | 1,507,532 | 1,360,071 | 147,461 |
| Bad debts | 55,717 | 117,018 | 50,864 | 80,362 | 253,689 | 243,158 | 10,531 |
| Repairs and maintenance | 132,754 | 89,901 | 134,115 | 179,081 | 409,968 | 234,729 | 175,239 |
| Depreciation | 427,297 | 188,498 | 312,432 | 704,769 | 1,009,771 | 608,288 | 401,483 |
| Depletion | 294 | 0 | [3] | 73 | 2,471 | 0 | 2,471 |
| Retirement plans, etc. | 426,826 | 49,888 | 227,233 | 90,269 | 199,506 | 138,564 | 60,942 |
| Employee benefit programs | 644,396 | 173,812 | 372,898 | 230,468 | 1,862,842 | 1,783,752 | 79,090 |
| Net loss from other partnerships and fiduciaries | 445,427 | * 7,380 | 248,667 | 4,365,674 | 168,667 | 141,742 | * 26,925 |
| Farm net loss | 0 | 0 | 0 | * 17,674 | 0 | 0 | 0 |
| Net loss, noncapital assets | 77,877 | 1,330 | * 5,191 | 1,741 | 15,081 | 14,295 | * 786 |
| Other deductions | 15,061,103 | 4,246,484 | 12,228,912 | 5,642,764 | 16,558,175 | 14,457,134 | 2,101,041 |
| Ordinary business income (loss) | 6,598,610 | 2,768,715 | 2,833,920 | 7,902,725 | 4,501,529 | 4,003,047 | 498,482 |
| Net income | 8,846,659 | 3,063,792 | 4,880,702 | 14,376,112 | 6,653,969 | 5,634,640 | 1,019,329 |
| Loss | 2,248,050 | 295,077 | 2,046,782 | 6,473,387 | 2,152,440 | 1,631,592 | 520,848 |
| Portfolio income (loss) distributed directly to partners | 4,483,048 | 416,578 | 2,775,161 | 28,191,161 | 1,500,966 | 1,378,458 | 122,508 |
| Interest income | 546,887 | 168,718 | 615,984 | 5,811,596 | 366,732 | 250,781 | 115,950 |
| Dividend income | 213,182 | 3,535 | 144,034 | 4,165,953 | 140,665 | 139,486 | * 1,179 |
| Royalties | 781,382 | 10,854 | 716,124 | 352,901 | * 1,123 | * 977 | * 146 |
| Net short-term capital gain (loss) | 76,692 | 11,719 | 15,791 | 550,599 | 84,929 | 84,980 | *-51 |
| Net long-term capital gain (loss) | 2,864,905 | 221,751 | 1,283,228 | 17,310,112 | 907,516 | 902,234 | * 5,283 |
| Net rental real estate income (loss) | -96,497 | *-21,217 | -1,119 | -32,823 | 6,423 | 6,213 | 211 |
| Net income | 25,568 | * 726 | * 5,228 | 703,661 | 26,879 | 26,668 | 211 |
| Loss | 122,065 | * 21,942 | * 6,347 | 736,485 | * 20,456 | * 20,456 | 0 |
| Other net rental income (loss) | 540 | * 28,494 | * 12,025 | 37,765 | -4,600 | *-4,904 | * 304 |
| Net income | * 1,063 | * 28,494 | * 12,077 | 176,435 | * 2,070 | * 1,766 | * 304 |
| Loss | 524 | 0 | * 52 | 138,670 | * 6,670 | * 6,670 | 0 |
| Total net income (loss) [2] | 8,044,103 | 2,959,101 | 4,320,968 | 18,238,118 | 5,011,873 | 4,395,600 | 616,273 |
| Net income | 10,155,223 | 3,227,335 | 6,236,448 | 23,988,661 | 7,015,114 | 5,913,436 | 1,101,677 |
| Loss | 2,111,120 | 268,234 | 1,915,479 | 5,750,544 | 2,003,241 | 1,517,836 | 485,405 |

[^57]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Educational services | Health care and social assistance |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Offices of physicians and dentists | Offices <br> of other health practitioners | Outpatient <br> care centers | Medical and diagnostic laboratories | Home health care services |
|  | (113) | (114) | (115) | (116) | (117) | (118) | (119) |
| Number of partnerships | 11,552 | 63,777 | 18,199 | 13,341 | 6,177 | 4,719 | 3,300 |
| Number of partners | 34,730 | 308,605 | 97,627 | 35,929 | 56,807 | 30,924 | 10,312 |
| Total assets | 4,095,186 | 86,621,957 | 7,759,722 | 1,442,841 | 12,181,028 | 6,739,388 | 1,601,195 |
| Income and deductions from a trade or business: <br> Total income | 4,805,791 | 152,131,195 | 48,199,957 | 6,473,594 | 18,865,570 | 11,701,645 | 4,026,352 |
| Business receipts | 4,483,434 | 143,274,055 | 42,378,966 | 6,373,984 | 18,005,764 | 10,933,458 | 3,969,641 |
| Ordinary income from other partnerships and fiduciaries | * 60,453 | 1,501,508 | 530,921 | * 36,890 | 369,918 | 269,297 | * 4,995 |
| Farm net profit | 0 | * 1,126 | 0 | 0 | 0 | * 1,126 | 0 |
| Net gain, noncapital assets | * 2,618 | 119,840 | 6,484 | * 3,133 | 34,297 | 7,092 | * 5,750 |
| Other income | 259,286 | 7,234,666 | 5,283,587 | 59,587 | 455,590 | 490,672 | 45,966 |
| Total deductions | 4,755,689 | 132,344,586 | 37,289,683 | 5,554,185 | 15,470,033 | 9,857,733 | 3,831,202 |
| Cost of good sold [1] | 1,190,751 | 8,585,208 | 1,867,890 | 743,246 | 1,717,645 | 982,866 | 679,958 |
| Inventory, beginning of year | 24,393 | 341,646 | 23,969 | 33,185 | 180,202 | 43,647 | 18,477 |
| Purchases | 155,946 | 2,348,980 | 418,945 | 352,553 | 623,468 | 222,578 | 213,456 |
| Cost of labor | 351,570 | 1,711,144 | 280,423 | * 99,963 | 179,205 | 177,340 | 193,817 |
| Additional inventory costs (section 263A) | 0 | 222,612 | * 60,427 | 0 | * 24,638 | * 1,498 | * 63,365 |
| Other costs | 691,699 | 4,268,172 | 1,110,623 | 292,614 | 836,962 | 576,065 | 212,990 |
| Less: Inventory, end of year | 32,858 | 307,347 | 26,498 | 35,069 | 126,829 | 38,263 | 22,146 |
| Salaries and wages | 1,008,460 | 36,164,679 | 10,582,329 | 1,554,415 | 3,270,788 | 2,145,830 | 1,566,044 |
| Guaranteed payments to partners | 64,856 | 5,788,240 | 4,609,010 | 407,723 | 247,959 | 226,040 | 49,547 |
| Rent paid | 282,769 | 6,334,915 | 1,769,137 | 358,343 | 809,054 | 616,663 | 98,706 |
| Interest paid | 83,609 | 2,608,612 | 189,140 | 31,709 | 236,682 | 226,664 | 53,126 |
| Taxes and licenses | 100,872 | 4,349,795 | 858,799 | 157,413 | 357,399 | 234,233 | 143,196 |
| Bad debts | 24,555 | 1,983,051 | 90,458 | 13,769 | 276,024 | 111,590 | 22,563 |
| Repairs and maintenance | 49,074 | 1,794,437 | 313,702 | 44,020 | 268,047 | 278,580 | 18,827 |
| Depreciation | 108,091 | 3,687,909 | 421,553 | 47,788 | 616,151 | 643,365 | 66,796 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 11,970 | 726,072 | 502,632 | 25,620 | 50,274 | 55,527 | 8,708 |
| Employee benefit programs | 41,099 | 3,136,599 | 980,588 | 38,097 | 276,779 | 185,874 | 76,893 |
| Net loss from other partnerships and fiduciaries | * 60,247 | 281,926 | 2,717 | * 69,937 | 47,156 | 46,517 | * 2,263 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | * 73 | 48,336 | * 4,785 | 0 | 22,492 | 11,911 | * 262 |
| Other deductions | 1,729,262 | 56,854,806 | 15,096,943 | 2,062,106 | 7,273,582 | 4,092,074 | 1,044,312 |
| Ordinary business income (loss) | 50,102 | 19,786,609 | 10,910,274 | 919,408 | 3,395,537 | 1,843,912 | 195,150 |
| Net income | 650,408 | 23,992,665 | 11,317,076 | 1,139,145 | 4,043,849 | 2,350,614 | 331,623 |
| Loss | 600,306 | 4,206,056 | 406,801 | 219,737 | 648,312 | 506,702 | 136,473 |
| Portfolio income (loss) distributed directly to partners | 49,995 | 1,708,535 | 304,739 | 95,916 | 377,858 | 97,894 | 4,131 |
| Interest income | 33,476 | 437,469 | 47,115 | 4,176 | 67,601 | 37,318 | 4,088 |
| Dividend income | * 8,562 | 26,484 | 8,318 | 1,057 | 2,592 | * 987 | * 11 |
| Royalties | 0 | [3] | 0 | 0 | 0 | 0 | 0 |
| Net short-term capital gain (loss) | *-70 | -1,487 | 500 | * -2,403 | * 4,222 | * -5,212 | * 2 |
| Net long-term capital gain (loss) | * 8,027 | 1,246,068 | 248,807 | 93,086 | 303,442 | * 64,801 | * 30 |
| Net rental real estate income (loss) | * 3,557 | -7,297 | 23,107 | * 2,389 | -2,396 | * 751 | *-178 |
| Net income | * 3,557 | 116,213 | 25,218 | * 2,389 | 3,893 | * 2,259 | 0 |
| Loss | 0 | 123,510 | * 2,111 | 0 | * 6,289 | * 1,508 | * 178 |
| Other net rental income (loss) | 0 | 200,111 | 7,629 | * 4,637 | 5,171 | * 4,491 | 0 |
| Net income | 0 | 201,825 | 7,726 | * 4,655 | 5,185 | * 4,931 | 0 |
| Loss | 0 | * 1,715 | * 97 | * 18 | * 14 | * 440 | 0 |
| Total net income (loss) [2] | 95,697 | 20,443,377 | 10,996,443 | 931,667 | 3,468,506 | 1,887,459 | 199,071 |
| Net income | 684,429 | 24,455,586 | 11,391,394 | 1,144,328 | 4,108,142 | 2,391,461 | 334,643 |
| Loss | 588,732 | 4,012,209 | 394,951 | 212,660 | 639,636 | 504,001 | 135,572 |

[^58]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Health care and social assistance-continued |  |  |  | Arts, entertainment, and recreation |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Other ambulatory health care services | Hospitals | Nursing and residential care facilities | Social assistance | Total | Performing arts, spectator sports and related industries | Museums, historical sites, and similar institutions |
|  | (120) | (121) | (122) | (123) | (124) | (125) | (126) |
| Number of partnerships | 997 | 742 | 8,150 | 8,152 | 49,691 | 29,636 | * 458 |
| Number of partners | 3,155 | 9,914 | 43,927 | 20,010 | 314,052 | 149,610 | * 915 |
| Total assets | 416,661 | 24,164,147 | 31,538,510 | 778,466 | 81,984,877 | 31,141,477 | * 190,744 |
| Income and deductions from a trade or business: <br> Total income | 1,044,078 | 28,394,875 | 31,071,867 | 2,353,257 | 49,295,983 | 25,257,139 | * 83,616 |
| Business receipts | 1,039,815 | 27,763,858 | 30,474,505 | 2,334,065 | 43,689,714 | 21,123,389 | * 83,368 |
| Ordinary income from other partnerships and fiduciaries | 0 | 159,747 | 129,740 | 0 | 1,456,109 | 696,397 | 0 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | * 1,190 | 41,242 | 20,354 | * 298 | 301,133 | 278,505 | 0 |
| Other income | * 3,074 | 430,029 | 447,268 | 18,894 | 3,849,028 | 3,158,847 | * 248 |
| Total deductions | 1,092,905 | 26,053,067 | 31,005,262 | 2,190,516 | 49,606,603 | 26,172,927 | * 148,822 |
| Cost of good sold [1] | * 73,867 | 680,989 | 1,495,059 | 343,687 | 8,657,643 | 3,586,079 | * 27,654 |
| Inventory, beginning of year | * 2,430 | 34,787 | 4,280 | * 668 | 554,303 | 99,914 | * 1,249 |
| Purchases | * 42,874 | 373,301 | 100,265 | * 1,540 | 2,564,952 | 641,691 | * 14,864 |
| Cost of labor | 0 | * 72,064 | 552,546 | 155,786 | 626,405 | 257,016 | * 13,163 |
| Additional inventory costs (section 263A) | * 1,479 | * 19,377 | 54 | * 51,774 | 16,716 | * 9,435 | 0 |
| Other costs | * 27,803 | 230,804 | 845,616 | 134,695 | 5,454,822 | 2,687,282 | 0 |
| Less: Inventory, end of year | * 719 | 49,344 | 7,703 | * 776 | 559,555 | 109,259 | * 1,621 |
| Salaries and wages | 249,286 | 4,984,038 | 11,186,359 | 625,591 | 12,061,160 | 7,829,188 | * 13,565 |
| Guaranteed payments to partners | * 57,447 | 59,570 | 65,057 | 65,887 | 460,612 | 245,556 | 0 |
| Rent paid | 15,529 | 648,529 | 1,846,419 | 172,534 | 1,746,088 | 662,165 | * 9,099 |
| Interest paid | 19,708 | 512,196 | 1,309,768 | 29,620 | 2,572,458 | 1,197,236 | * 1,960 |
| Taxes and licenses | 22,491 | 600,922 | 1,896,018 | 79,324 | 2,584,281 | 541,181 | * 2,413 |
| Bad debts | * 42,950 | 1,237,587 | 181,085 | 7,026 | 69,567 | 21,058 | 0 |
| Repairs and maintenance | 7,263 | 444,797 | 383,440 | 35,761 | 553,869 | 148,013 | * 2,557 |
| Depreciation | 41,233 | 984,509 | 840,632 | 25,881 | 2,730,547 | 652,602 | * 1,448 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | * 251 | 44,707 | 35,090 | * 3,263 | 188,919 | 170,374 | 0 |
| Employee benefit programs | * 105,221 | 641,829 | 820,136 | 11,181 | 630,131 | 305,496 | 0 |
| Net loss from other partnerships and fiduciaries | * 43,265 | 50,607 | 19,464 | 0 | 305,679 | 134,622 | * 66,266 |
| Farm net loss | 0 | 0 | 0 | 0 | * 10,587 | * 10,587 | 0 |
| Net loss, noncapital assets | * 2,620 | 2,020 | 4,246 | 0 | 62,505 | 49,186 | 0 |
| Other deductions | 411,775 | 15,160,766 | 10,922,488 | 790,761 | 16,972,557 | 10,619,584 | * 23,859 |
| Ordinary business income (loss) | -48,827 | 2,341,808 | 66,605 | 162,741 | -310,620 | -915,789 | * -65,205 |
| Net income | * 36,518 | 3,002,769 | 1,543,757 | 227,314 | 5,490,719 | 2,549,196 | * 3,054 |
| Loss | 85,345 | 660,961 | 1,477,152 | 64,573 | 5,801,339 | 3,464,985 | * 68,259 |
| Portfolio income (loss) distributed directly to partners | * 34,188 | 272,757 | 518,631 | 2,420 | 762,243 | 399,599 | * 642 |
| Interest income | * 1,597 | 177,382 | 95,858 | 2,335 | 454,324 | 225,830 | * 642 |
| Dividend income | 0 | * 10,428 | 2,876 | * 214 | 44,309 | 30,882 | 0 |
| Royalties | 0 | 0 | [3] | 0 | 45,031 | 44,967 | 0 |
| Net short-term capital gain (loss) | 0 | * 1,337 | * 212 | *-145 | 31,289 | 30,321 | 0 |
| Net long-term capital gain (loss) | * 32,592 | 83,610 | 419,684 | * 17 | 187,290 | 67,598 | 0 |
| Net rental real estate income (loss) | 0 | -944 | -30,026 | 0 | 87,686 | 64,615 | 0 |
| Net income | 0 | 38,814 | 43,641 | 0 | 146,858 | 70,052 | 0 |
| Loss | 0 | 39,758 | 73,667 | 0 | 59,171 | * 5,437 | 0 |
| Other net rental income (loss) | 0 | 36,090 | 142,091 | 0 | 8,345 | 2,488 | 0 |
| Net income | 0 | 36,152 | 143,175 | 0 | 15,227 | * 2,524 | 0 |
| Loss | 0 | * 61 | * 1,084 | 0 | * 6,883 | * 37 | 0 |
| Total net income (loss) [2] | -47,230 | 2,564,765 | 277,406 | 165,290 | 329,076 | -547,006 | * -64,563 |
| Net income | * 36,896 | 3,181,544 | 1,638,049 | 229,131 | 5,893,722 | 2,776,833 | * 3,139 |
| Loss | 84,126 | 616,779 | 1,360,643 | 63,841 | 5,564,646 | 3,323,840 | * 67,702 |

[^59]Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Arts, <br> entertainment, <br> and <br> recreation- <br> continued <br> Amusement, <br> gambling, <br> and recreation <br> industries | Accommodation and food services |  |  | Other services |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Accommodation | Food service and drinking places | Total | Repair and maintenance |  |
|  |  |  |  |  |  | Total | Automotive repair and maintenance |
|  | (127) | (128) | (129) | (130) | (131) | (132) | (133) |
| Number of partnerships | 19,598 | 105,486 | 33,241 | 72,245 | 64,247 | 28,109 | 20,979 |
| Number of partners | 163,526 | 402,247 | 158,055 | 244,192 | 190,342 | 79,957 | 52,950 |
| Total assets | 50,652,657 | 186,196,242 | 148,890,398 | 37,305,844 | 17,018,595 | 6,720,628 | 4,620,487 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Business receipts | 22,482,957 | 134,848,275 | 58,842,866 | 76,005,410 | 23,323,285 | 13,416,551 | 7,856,469 |
| Ordinary income from other partnerships and fiduciaries | 759,711 | 966,879 | 754,300 | 212,579 | 66,788 | * 8,761 | * 923 |
| Farm net profit | 0 | * 1,161 | * 1,161 | 0 | * 12,017 | 0 | 0 |
| Net gain, noncapital assets | 22,628 | 501,251 | 359,584 | 141,667 | 59,809 | 50,873 | 34,453 |
| Other income | 689,933 | 2,709,712 | 1,404,014 | 1,305,698 | 309,049 | 187,150 | 52,213 |
| Total deductions | 23,284,854 | 137,809,901 | 61,885,233 | 75,924,668 | 22,632,638 | 12,902,066 | 7,557,818 |
| Cost of good sold [1] | 5,043,910 | 39,433,826 | 9,006,603 | 30,427,223 | 9,046,246 | 7,152,253 | 3,714,242 |
| Inventory, beginning of year | 453,141 | 1,434,853 | 510,420 | 924,433 | 628,404 | 515,447 | 199,257 |
| Purchases | 1,908,397 | 27,298,837 | 3,238,000 | 24,060,836 | 5,001,652 | 4,099,796 | 2,615,633 |
| Cost of labor | 356,226 | 5,688,133 | 1,636,244 | 4,051,889 | 1,794,350 | 1,376,371 | 609,196 |
| Additional inventory costs (section 263A) | * 7,281 | 241,484 | 27,780 | 213,704 | * 113,873 | * 13,267 | * 12,037 |
| Other costs | 2,767,540 | 6,154,873 | 3,995,017 | 2,159,856 | 2,225,650 | 1,734,022 | 516,121 |
| Less: Inventory, end of year | 448,675 | 1,384,353 | 400,858 | 983,495 | 717,682 | 586,649 | 238,002 |
| Salaries and wages | 4,218,407 | 23,694,502 | 10,149,705 | 13,544,797 | 3,538,701 | 1,377,610 | 878,783 |
| Guaranteed payments to partners | 215,056 | 744,683 | 211,926 | 532,757 | 503,620 | 387,156 | 270,015 |
| Rent paid | 1,074,824 | 7,252,447 | 1,936,086 | 5,316,362 | 1,693,255 | 544,606 | 455,850 |
| Interest paid | 1,373,262 | 7,970,143 | 6,682,089 | 1,288,054 | 551,232 | 291,704 | 227,039 |
| Taxes and licenses | 2,040,687 | 6,208,315 | 3,707,122 | 2,501,192 | 585,195 | 270,729 | 199,635 |
| Bad debts | 48,509 | 142,169 | 116,180 | 25,989 | 15,367 | 7,782 | 4,230 |
| Repairs and maintenance | 403,299 | 2,872,107 | 1,583,700 | 1,288,407 | 283,683 | 153,878 | 131,153 |
| Depreciation | 2,076,497 | 7,149,692 | 5,133,511 | 2,016,182 | 678,395 | 359,979 | 268,605 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 18,545 | 121,189 | 92,491 | 28,698 | 28,469 | 10,282 | * 3,257 |
| Employee benefit programs | 324,635 | 1,191,492 | 824,832 | 366,660 | 146,634 | 66,485 | 28,700 |
| Net loss from other partnerships and fiduciaries | * 104,791 | 789,666 | 595,681 | 193,984 | * 45,037 | 387 | 0 |
| Farm net loss | 0 | * 4,066 | * 4,066 | 0 | * 819 | * 819 | * 819 |
| Net loss, noncapital assets | 13,319 | 194,950 | 69,461 | 125,488 | * 81,896 | 0 | 0 |
| Other deductions | 6,329,113 | 40,040,654 | 21,771,780 | 18,268,875 | 5,434,089 | 2,278,396 | 1,375,490 |
| Ordinary business income (loss) | 670,374 | 1,217,376 | -523,309 | 1,740,685 | 1,138,310 | 761,270 | 386,240 |
| Net income | 2,938,469 | 9,627,730 | 5,105,741 | 4,521,989 | 2,196,332 | 1,193,164 | 744,526 |
| Loss | 2,268,095 | 8,410,354 | 5,629,050 | 2,781,304 | 1,058,022 | 431,895 | 358,286 |
| Portfolio income (loss) distributed directly to partners | 362,003 | 2,271,843 | 1,461,482 | 810,361 | 821,659 | 282,345 | 34,605 |
| Interest income | 227,851 | 853,650 | 679,910 | 173,740 | 174,197 | 16,596 | 9,529 |
| Dividend income | 13,427 | 105,447 | 90,170 | 15,277 | 158,941 | * 253 | * 136 |
| Royalties | * 64 | 61,453 | * 40,940 | * 20,512 | * 41,294 | 0 | 0 |
| Net short-term capital gain (loss) | * 968 | 233,032 | -4,932 | 237,964 | * 20,013 | * 463 | * 463 |
| Net long-term capital gain (loss) | 119,692 | 1,018,262 | 655,395 | 362,867 | 427,214 | * 265,033 | * 24,477 |
| Net rental real estate income (loss) | 23,071 | 483,842 | 425,169 | 58,673 | -92,973 | * 27,859 | * 28,371 |
| Net income | 76,805 | 695,275 | 635,184 | 60,091 | 69,899 | * 31,704 | * 30,709 |
| Loss | 53,734 | 211,433 | 210,015 | * 1,418 | * 162,872 | * 3,845 | * 2,339 |
| Other net rental income (loss) | 5,857 | 32,426 | 32,567 | *-141 | * 13,801 | * 11,049 | * 1,733 |
| Net income | * 12,703 | 33,308 | * 32,881 | * 427 | * 13,801 | * 11,049 | * 1,733 |
| Loss | * 6,846 | * 883 | * 314 | * 569 | 0 | 0 | 0 |
| Total net income (loss) [2] | 940,645 | 2,754,193 | 745,447 | 2,008,746 | 1,433,571 | 817,027 | 426,009 |
| Net income | 3,113,750 | 10,786,083 | 6,167,953 | 4,618,129 | 2,629,322 | 1,242,407 | 780,070 |
| Loss | 2,173,105 | 8,031,890 | 5,422,507 | 2,609,383 | 1,195,751 | 425,381 | 354,060 |

Footnotes at end of table.

Table 1. All Partnerships: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued [All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Other services-continued |  |  | Nature of business not allocable |
| :---: | :---: | :---: | :---: | :---: |
|  | Repair and maintenance-continued |  |  |  |
|  | Other repair and maintenance | Personal and laundry services | grantmaking, civic, professional, and similar organizations |  |
|  | (134) | (135) | (136) | (137) |
| Number of partnerships | 7,129 | 35,156 | * 983 | * 1,296 |
| Number of partners | 27,007 | 101,553 | * 8,833 | * 3,179 |
| Total assets | 2,100,141 | 10,004,718 | * 293,248 | * 688,221 |
| Income and deductions from a trade or business: |  |  |  |  |
| Total income | 5,719,278 | 10,078,451 | * 29,161 | * 46,372 |
| Business receipts | 5,560,082 | 9,877,573 | * 29,161 | * 42,143 |
| Ordinary income from other partnerships and fiduciaries | * 7,838 | 58,027 | 0 | 0 |
| Farm net profit | 0 | * 12,017 | 0 | 0 |
| Net gain, noncapital assets | 16,420 | * 8,935 | 0 | 0 |
| Other income | 134,938 | 121,898 | 0 | * 4,230 |
| Total deductions | 5,344,248 | 9,715,513 | * 15,059 | * 66,418 |
| Cost of good sold [1] | 3,438,011 | 1,893,993 | 0 | * 33,800 |
| Inventory, beginning of year | 316,190 | 112,957 | 0 | * 1,892 |
| Purchases | 1,484,163 | 901,856 | 0 | * 33,505 |
| Cost of labor | 767,175 | 417,979 | 0 | 0 |
| Additional inventory costs (section 263A) | 1,230 | * 100,606 | 0 | 0 |
| Other costs | 1,217,901 | 491,628 | 0 | 0 |
| Less: Inventory, end of year | 348,647 | 131,033 | 0 | * 1,597 |
| Salaries and wages | 498,827 | 2,161,091 | 0 | * 2,205 |
| Guaranteed payments to partners | 117,140 | 116,465 | 0 | 0 |
| Rent paid | 88,756 | 1,148,608 | * 41 | * 3,545 |
| Interest paid | 64,665 | 259,527 | 0 | * 3,759 |
| Taxes and licenses | 71,095 | 314,466 | 0 | * 986 |
| Bad debts | 3,552 | 7,585 | 0 | 0 |
| Repairs and maintenance | 22,726 | 129,805 | 0 | * 282 |
| Depreciation | 91,374 | 318,416 | 0 | * 1,373 |
| Depletion | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 7,025 | 18,187 | 0 | 0 |
| Employee benefit programs | 37,785 | 80,149 | 0 | 0 |
| Net loss from other partnerships and fiduciaries | 387 | * 44,650 | 0 | * 12 |
| Farm net loss | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 0 | * 81,896 | 0 | 0 |
| Other deductions | 902,905 | 3,140,675 | * 15,018 | * 20,457 |
| Ordinary business income (loss) | 375,030 | 362,938 | * 14,102 | *-20,045 |
| Net income | 448,639 | 988,884 | * 14,284 | * 4,811 |
| Loss | 73,609 | 625,946 | * 181 | * 24,857 |
| Portfolio income (loss) distributed directly to partners | 247,740 | 472,684 | * 66,631 | * 195 |
| Interest income | 7,067 | 157,601 | 0 | * 195 |
| Dividend income | * 117 | 92,058 | * 66,631 | 0 |
| Royalties | 0 | * 41,294 | 0 | 0 |
| Net short-term capital gain (loss) | 0 | * 19,550 | 0 | 0 |
| Net long-term capital gain (loss) | * 240,557 | * 162,181 | 0 | 0 |
| Net rental real estate income (loss) | *-511 | -120,832 | 0 | 0 |
| Net income | * 995 | * 38,195 | 0 | 0 |
| Loss | * 1,506 | * 159,027 | 0 | 0 |
| Other net rental income (loss) | * 9,315 | * 2,753 | 0 | 0 |
| Net income | * 9,315 | * 2,753 | 0 | 0 |
| Loss | 0 | 0 | 0 | 0 |
| Total net income (loss) [2] | 391,017 | 535,811 | * 80,733 | * -19,851 |
| Net income | 462,338 | 1,306,001 | * 80,914 | * 4,811 |
| Loss | 71,320 | 770,189 | * 181 | * 24,662 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] Cost of good sold is not equal to the sum of its components because some partnerships do not report the components.
[2] Total net income (loss) is the sum of ordinary business income (loss), interest income, dividend income, royalties, net rental real estate income (loss) and other net rental income (loss).
[3] Less than \$500.
NOTE: Detail may not add to totals because of rounding.

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Allindustries | Agriculture, forestry, fishing, and hunting |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Crop production | Animal production | Forestry and logging | Fishing, hunting, and trapping | Support activities for agriculture and forestry |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| Number of partnerships | 1,623,202 | 76,815 | 48,887 | 16,167 | 4,273 | 1,285 | 6,204 |
| Number of partners | 10,625,965 | 254,421 | 167,907 | 45,966 | 17,876 | 3,178 | 19,494 |
| Total assets | 12,388,577,926 | 63,045,986 | 24,785,524 | 13,818,435 | 19,779,907 | 1,970,172 | 2,691,947 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 3,247,021,603 | 22,517,040 | 5,620,678 | 6,249,841 | 3,614,394 | 1,317,425 | 5,714,703 |
| Business receipts | 2,940,017,009 | 15,991,637 | 1,950,096 | 4,335,062 | 3,024,689 | 1,183,831 | 5,497,959 |
| Ordinary income from other partnerships and fiduciaries | 83,489,437 | 920,723 | 175,669 | 500,347 | * 187,092 | * 55,186 | * 2,430 |
| Farm net profit | 4,800,052 | 4,661,929 | 3,298,800 | 1,246,198 | * 3,895 | * 2,206 | * 110,830 |
| Net gain, noncapital assets | 13,206,735 | 316,407 | 122,787 | 104,471 | * 41,881 | * 45,809 | 1,459 |
| Other income | 205,508,369 | 626,344 | 73,327 | 63,763 | 356,837 | 30,393 | 102,024 |
| Total deductions | 2,743,070,697 | 15,602,616 | 2,183,762 | 4,446,064 | 2,579,843 | 1,107,854 | 5,285,093 |
| Cost of good sold [1] | 1,708,425,778 | 9,641,121 | 841,600 | 3,403,749 | 813,439 | * 633,623 | 3,948,711 |
| Inventory, beginning of year | 151,583,588 | 826,055 | * 36,890 | 338,151 | * 37,475 | * 73,601 | 339,938 |
| Purchases | 1,140,262,881 | 6,963,821 | 527,719 | 2,332,103 | 514,474 | * 257,853 | 3,331,672 |
| Cost of labor | 68,105,712 | 513,725 | * 139,584 | 130,346 | * 47,844 | * 136,865 | 59,086 |
| Additional inventory costs (section 263A) | 13,478,538 | 16,067 | 318 | 0 | * 9,743 | * 3,414 | 2,592 |
| Other costs | 508,442,805 | 2,270,342 | 174,970 | 997,302 | 237,697 | * 265,593 | 594,780 |
| Less: Inventory, end of year | 174,367,978 | 948,889 | * 37,881 | 394,153 | * 33,794 | * 103,703 | 379,358 |
| Salaries and wages | 252,058,226 | 1,060,359 | 177,600 | 205,427 | 221,848 | * 31,232 | 424,252 |
| Guaranteed payments to partners | 30,322,658 | 443,806 | 175,859 | 125,223 | 75,660 | * 28,978 | 38,085 |
| Rent paid | 45,370,077 | 181,040 | 51,027 | 42,150 | 13,519 | * 16,101 | 58,242 |
| Interest paid | 98,020,366 | 228,836 | 51,202 | 46,120 | 26,430 | * 58,645 | 46,440 |
| Taxes and licenses | 41,054,099 | 187,352 | 30,867 | 23,079 | 54,581 | 15,675 | 63,148 |
| Bad debts | 9,346,104 | 6,942 | 0 | * 639 | * 509 | 791 | 5,003 |
| Repairs and maintenance | 13,661,151 | 234,877 | 54,659 | 25,542 | 78,852 | 7,179 | 68,645 |
| Depreciation | 48,162,738 | 376,417 | 95,103 | 73,933 | 109,386 | * 12,811 | 85,184 |
| Depletion | 763,076 | * 10,635 | 0 | 0 | * 10,635 | 0 | 0 |
| Retirement plans, etc. | 8,540,409 | 25,143 | * 3,395 | 3,151 | * 11,002 | 644 | 6,952 |
| Employee benefit programs | 17,854,797 | 42,803 | * 3,395 | 11,020 | * 12,572 | * 3,604 | 12,212 |
| Net loss from other partnerships and fiduciaries | 5,295,696 | 32,302 | 20,172 | * 8,696 | * 3,206 | 0 | * 228 |
| Farm net loss | 388,718 | 291,756 | 180,196 | 99,165 | * 3,374 | 0 | * 9,022 |
| Net loss, noncapital assets | 627,525 | * 3,586 | * 3,519 | 57 | 9 | 0 | [3] |
| Other deductions | 463,179,279 | 2,835,643 | 495,168 | 378,113 | 1,144,822 | 298,571 | 518,969 |
| Ordinary business income (loss) | 503,950,906 | 6,914,424 | 3,436,916 | 1,803,777 | 1,034,551 | 209,570 | 429,609 |
| Net income | 514,888,241 | 7,182,407 | 3,591,481 | 1,879,992 | 1,063,518 | 212,942 | 434,474 |
| Loss | 10,937,336 | 267,983 | 154,565 | 76,215 | 28,967 | * 3,372 | * 4,864 |
| Portfolio income (loss) distributed directly to partners | 647,938,407 | 2,477,585 | 811,476 | 815,562 | 762,209 | 27,819 | 60,519 |
| Interest income | 182,259,067 | 863,070 | 160,561 | 136,896 | 533,005 | 4,761 | 27,847 |
| Dividend income | 82,040,559 | 122,958 | 45,427 | 25,547 | * 19,714 | * 23,049 | * 9,221 |
| Royalties | 12,786,782 | 277,623 | * 29,993 | 171,293 | * 75,974 | 0 | * 362 |
| Net short-term capital gain (loss) | 48,605,412 | 11,929 | -1,833 | * 4,038 | * 9,816 | 1 | *-93 |
| Net long-term capital gain (loss) | 322,246,587 | 1,202,006 | 577,328 | 477,789 | 123,700 | 8 | * 23,182 |
| Net rental real estate income (loss) | 84,117,627 | 679,099 | 560,019 | 55,622 | 40,943 | * 10,035 | * 12,480 |
| Net income | 88,554,863 | 696,439 | 567,257 | 65,035 | 41,551 | * 10,035 | * 12,561 |
| Loss | 4,437,236 | 17,339 | * 7,238 | * 9,413 | * 608 | 0 | 81 |
| Other net rental income (loss) | 5,900,540 | 190,635 | 157,100 | * 320 | *-487 | * 28,764 | * 4,937 |
| Net income | 6,460,416 | 191,603 | 157,100 | * 802 | 0 | * 28,764 | * 4,937 |
| Loss | 559,877 | * 968 | 0 | * 482 | * 487 | 0 | 0 |
| Total net income [2] | 871,055,480 | 9,047,808 | 4,390,017 | 2,193,455 | 1,703,700 | 276,179 | 484,457 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued

| Item | Mining |  |  |  | Utilities | Construction |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Oil and gas exraction | Other mining | Support activities for mining |  | Total | Construction of buildings |
|  | (8) | (9) | (10) | (11) | (12) | (13) | (14) |
| Number of partnerships | 21,129 | 16,276 | 1,572 | 3,282 | 1,323 | 109,978 | 43,564 |
| Number of partners | 512,695 | 410,220 | 89,441 | 13,034 | 43,375 | 279,309 | 119,747 |
| Total assets | 163,672,243 | 139,833,029 | 17,676,588 | 6,162,626 | 136,895,467 | 190,837,497 | 126,288,495 |
| Income and deductions from a trade or business: Total income | 97,735,658 | 76,798,535 | 14,165,639 | 6,771,484 | 122,145,950 | 265,873,125 | 173,958,824 |
| Business receipts | 89,510,579 | 69,705,898 | 13,560,676 | 6,244,005 | 118,175,606 | 260,096,572 | 170,263,757 |
| Ordinary income from other partnerships and fiduciaries | 2,899,831 | 2,551,605 | * 192,299 | * 155,928 | 2,265,635 | 2,753,097 | 1,877,941 |
| Farm net profit | * 4,026 | * 2,244 | * 1,782 | 0 | 8 | * 82 | 0 |
| Net gain, noncapital assets | 2,323,984 | 2,074,741 | 58,803 | 190,440 | 434,716 | 357,426 | 141,844 |
| Other income | 2,997,238 | 2,464,048 | 352,080 | 181,110 | 1,269,985 | 2,665,947 | 1,675,282 |
| Total deductions | 51,435,603 | 34,691,873 | 11,608,818 | 5,134,912 | 109,811,742 | 234,961,124 | 154,518,546 |
| Cost of good sold [1] | 26,821,252 | 14,476,438 | 9,123,245 | 3,221,569 | 95,556,271 | 192,632,853 | 128,753,205 |
| Inventory, beginning of year | 1,789,526 | 687,743 | 848,408 | 253,375 | 2,275,422 | 35,316,673 | 25,943,523 |
| Purchases | 9,564,264 | 6,223,418 | 1,475,381 | 1,865,466 | 83,881,434 | 66,449,730 | 45,672,443 |
| Cost of labor | 2,207,015 | 553,056 | 1,235,102 | 418,857 | 611,792 | 15,164,994 | 4,651,080 |
| Additional inventory costs (section 263A) | 476,450 | * 146,629 | 309,643 | * 20,178 | * 870,129 | 4,924,755 | 3,498,376 |
| Other costs | 14,992,663 | 7,623,964 | 6,358,217 | 1,010,483 | 10,611,832 | 111,612,750 | 78,712,110 |
| Less: Inventory, end of year | 2,208,667 | 758,373 | 1,103,505 | 346,789 | 2,694,339 | 41,084,004 | 29,951,375 |
| Salaries and wages | 1,515,304 | 733,090 | 289,674 | 492,540 | 1,125,749 | 7,654,900 | 3,750,970 |
| Guaranteed payments to partners | 336,376 | 288,607 | * 8,989 | 38,781 | 16,425 | 1,539,923 | 694,451 |
| Rent paid | 297,065 | 157,393 | 81,779 | 57,893 | 354,301 | 915,500 | 352,466 |
| Interest paid | 1,669,663 | 1,442,612 | 190,215 | 36,836 | 2,362,653 | 1,798,462 | 1,189,549 |
| Taxes and licenses | 3,466,983 | 3,176,550 | 211,134 | 79,298 | 522,886 | 1,267,462 | 569,402 |
| Bad debts | 11,388 | 5,513 | 1,947 | 3,928 | 119,810 | 123,664 | 16,930 |
| Repairs and maintenance | 416,940 | 262,523 | 95,721 | 58,695 | 376,869 | 595,326 | 206,792 |
| Depreciation | 2,761,022 | 2,303,643 | 202,628 | 254,750 | 2,089,490 | 1,155,354 | 346,842 |
| Depletion | 656,365 | 134,294 | 516,844 | * 5,228 | * 37,553 | * 1,222 | 911 |
| Retirement plans, etc. | 71,251 | 17,311 | 49,839 | 4,101 | 93,194 | 186,387 | 97,823 |
| Employee benefit programs | 248,919 | 96,994 | 105,503 | 46,422 | 113,004 | 396,028 | 177,578 |
| Net loss from other partnerships and fiduciaries | 72,134 | 63,608 | * 2,087 | * 6,438 | 15,094 | 142,493 | 34,651 |
| Farm net loss | * 13,677 | * 13,677 | 0 | 0 | 0 | * 62 | 15 |
| Net loss, noncapital assets | 193,975 | 192,209 | * 1,110 | 656 | 5,822 | 13,357 | 10,628 |
| Other deductions | 12,883,290 | 11,327,412 | 728,102 | 827,776 | 7,022,621 | 26,538,131 | 18,316,332 |
| Ordinary business income (loss) | 46,300,055 | 42,106,662 | 2,556,821 | 1,636,572 | 12,334,208 | 30,912,001 | 19,440,278 |
| Net income | 46,493,420 | 42,293,198 | 2,563,543 | 1,636,679 | 12,358,696 | 31,048,469 | 19,489,344 |
| Loss | 193,365 | 186,537 | * 6,722 | 107 | 24,488 | 136,468 | 49,066 |
| Portfolio income (loss) distributed directly to partners | 8,417,672 | 7,250,916 | 879,609 | 287,146 | 1,283,991 | 3,347,042 | 1,794,026 |
| Interest income | 1,744,398 | 1,315,605 | 364,426 | 64,367 | 1,055,486 | 1,361,047 | 649,090 |
| Dividend income | 315,869 | 303,449 | * 9,107 | * 3,314 | 46,815 | 82,134 | 44,202 |
| Royalties | 4,302,430 | 4,189,317 | 80,793 | * 32,320 | * 600 | * 110,293 | 2,430 |
| Net short-term capital gain (loss) | 364,742 | 127,666 | * 237,025 | * 51 | -851 | 159,675 | 16,214 |
| Net long-term capital gain (loss) | 1,690,232 | 1,314,880 | * 188,258 | * 187,095 | 181,941 | 1,633,892 | 1,082,090 |
| Net rental real estate income (loss) | 30,364 | 20,440 | 6,298 | * 3,627 | 2,093 | 251,294 | 111,365 |
| Net income | 47,566 | 33,677 | 10,085 | * 3,804 | 2,123 | 336,931 | 186,054 |
| Loss | 17,202 | 13,238 | * 3,787 | * 177 | 29 | 85,637 | 74,689 |
| Other net rental income (loss) | 32,418 | 20,873 | 11,303 | * 242 | * 23,674 | 81,688 | 1,926 |
| Net income | 32,478 | 20,932 | 11,303 | * 242 | * 23,674 | 82,608 | 2,651 |
| Loss | * 60 | * 60 | 0 | 0 | 0 | * 921 | * 725 |
| Total net income [2] | 52,725,535 | 47,956,345 | 3,028,748 | 1,740,442 | 13,462,876 | 32,798,457 | 20,249,292 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Construction-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Heavy and civil engineering construction |  |  |  | Special trade contractors |  |  |
|  | Total | Utility system construction | Land subdivision | Other heavy and civil engineering construction | Total | Foundation, structure, and building exterior contractors | Electrical contractors |
| Number of partnerships | (15) | (16) | (17) | (18) | (19) | (20) | (21) |
|  | 16,017 | 802 | 12,899 | 2,316 | 50,397 | 10,377 | 3,059 |
| Number of partners | 48,416 | 2,073 | 40,940 | 5,402 | 111,147 | 23,620 | 6,625 |
| Total assets | 48,190,447 | 1,654,430 | 37,672,279 | 8,863,738 | 16,358,555 | 2,829,226 | 1,590,083 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 41,904,521 | 3,929,372 | 16,938,879 | 21,036,270 | 50,009,779 | 10,648,922 | 5,699,638 |
| Business receipts | 40,321,675 | 3,896,419 | 15,630,231 | 20,795,025 | 49,511,140 | 10,505,699 | 5,633,003 |
| Ordinary income from other partnerships and fiduciaries | 813,856 | 4,824 | 794,827 | 14,205 | 61,300 | 0 | * 335 |
| Farm net profit | 0 | 0 | 0 | 0 | * 82 | 0 | 0 |
| Net gain, noncapital assets | 94,903 | 4,421 | 12,970 | 77,513 | 120,679 | 64,558 | * 1,347 |
| Other income | 674,087 | 23,708 | 500,852 | 149,527 | 316,579 | 78,665 | 64,953 |
| Total deductions | 35,480,006 | 3,486,886 | 12,697,283 | 19,295,837 | 44,962,571 | 9,369,866 | 5,184,316 |
| Cost of good sold [1] | 30,981,242 | 2,892,962 | 10,923,348 | 17,164,932 | 32,898,407 | 6,739,737 | 4,030,900 |
| Inventory, beginning of year | 8,911,568 | * 125,176 | 8,567,467 | 218,924 | 461,583 | 38,898 | 13,803 |
| Purchases | 7,761,719 | 645,812 | 5,182,405 | 1,933,501 | 13,015,568 | 3,317,937 | 1,394,937 |
| Cost of labor | 3,459,452 | 534,788 | 120,827 | 2,803,837 | 7,054,462 | 1,412,514 | 1,018,631 |
| Additional inventory costs (section 263A) | 1,146,744 | * 128,858 | 826,908 | * 190,978 | 279,636 | * 48,482 | * 29,316 |
| Other costs | 20,245,978 | 1,526,093 | 6,561,317 | 12,158,568 | 12,654,662 | 1,972,136 | 1,595,962 |
| Less: Inventory, end of year | 10,544,219 | * 67,766 | 10,335,577 | 140,876 | 588,410 | 50,230 | 21,749 |
| Salaries and wages | 847,818 | 180,513 | 159,716 | 507,590 | 3,056,112 | 648,605 | 371,986 |
| Guaranteed payments to partners | 111,765 | * 20,067 | 28,026 | 63,671 | 733,707 | 170,579 | 109,945 |
| Rent paid | 110,026 | 28,571 | 20,298 | 61,156 | 453,009 | 63,789 | 37,936 |
| Interest paid | 350,665 | 25,598 | 261,937 | 63,130 | 258,249 | 37,527 | 19,724 |
| Taxes and licenses | 212,082 | 37,859 | 82,568 | 91,655 | 485,977 | 117,289 | 57,544 |
| Bad debts | 32,062 | * 4,032 | 24,731 | 3,299 | 74,671 | 13,581 | 5,298 |
| Repairs and maintenance | 110,174 | 11,356 | 43,279 | 55,538 | 278,360 | 41,972 | 10,029 |
| Depreciation | 255,765 | 63,128 | 65,420 | 127,218 | 552,747 | 106,220 | 28,671 |
| Depletion | * 311 | 0 | * 19 | 292 | 0 | 0 | 0 |
| Retirement plans, etc. | 36,071 | * 4,143 | 1,052 | 30,875 | 52,494 | 9,477 | 17,051 |
| Employee benefit programs | 67,236 | 15,316 | 9,250 | 42,669 | 151,214 | 31,660 | 15,003 |
| Net loss from other partnerships and fiduciaries | 104,627 | 490 | 100,258 | * 3,879 | * 3,216 | * 185 | * 1,189 |
| Farm net loss | * 48 | 0 | * 48 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | * 1,139 | * 10 | * 1,082 | 48 | 1,589 | * 515 | * 263 |
| Other deductions | 2,258,978 | 202,841 | 976,251 | 1,079,886 | 5,962,821 | 1,388,730 | 478,777 |
| Ordinary business income (loss) | 6,424,515 | 442,486 | 4,241,597 | 1,740,433 | 5,047,208 | 1,279,056 | 515,322 |
| Net income | 6,510,926 | 442,486 | 4,325,463 | 1,742,977 | 5,048,199 | 1,279,056 | 515,322 |
| Loss | 86,411 | 0 | 83,867 | * 2,545 | * 991 | 0 | 0 |
| Portfolio income (loss) distributed directly to partners | 1,171,865 | 14,487 | 1,070,981 | 86,397 | 381,151 | 68,296 | 90,781 |
| Interest income | 533,443 | 13,123 | 446,138 | 74,182 | 178,514 | 13,979 | 7,477 |
| Dividend income | 33,928 | * 1,092 | 27,411 | 5,424 | 4,004 | * 794 | * 76 |
| Royalties | * 107,863 | 0 | * 107,452 | 411 | 0 | 0 | 0 |
| Net short-term capital gain (loss) | 26,012 | * 101 | 25,753 | 159 | 117,449 | * 53,709 | * 1 |
| Net long-term capital gain (loss) | 470,620 | 172 | 464,227 | 6,221 | 81,183 | *-186 | 83,228 |
| Net rental real estate income (loss) | 128,619 | 0 | 127,857 | * 762 | 11,310 | * 4,646 | * 2,600 |
| Net income | 139,316 | 0 | 138,549 | * 767 | 11,561 | * 4,646 | * 2,782 |
| Loss | 10,697 | 0 | 10,692 | 6 | * 251 | 0 | * 182 |
| Other net rental income (loss) | 79,034 | * 987 | * 1,327 | 76,720 | * 727 | 0 | 0 |
| Net income | 79,230 | * 987 | * 1,523 | 76,720 | * 727 | 0 | 0 |
| Loss | * 196 | 0 | * 196 | 0 | 0 | 0 | 0 |
| Total net income [2] | 7,307,401 | 457,688 | 4,951,782 | 1,897,932 | 5,241,764 | 1,298,475 | 525,475 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Construction-continued |  |  | Manufacturing |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Special trade contractors-continued |  |  | Total | Food manufacturing | Beverage and tobacco product manufacturing | Textile mills and textile product mills |
|  | Plumbing, heating, and air-conditioning contractors | Building finishing contractors | Other <br> specialty trade contractors |  |  |  |  |
|  | (22) | (23) | (24) | (25) | (26) | (27) | (28) |
| Number of partnerships | 6,493 | 14,642 | 15,826 | 18,595 | 1,671 | 443 | 53 |
| Number of partners | 14,860 | 32,124 | 33,918 | 147,510 | 5,624 | 1,912 | 643 |
| Total assets | 2,203,277 | 2,204,104 | 7,531,866 | 392,573,593 | 25,238,918 | 21,899,846 | 1,902,392 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 6,447,698 | 9,678,099 | 17,535,422 | 674,494,031 | 53,880,555 | 17,127,123 | 3,370,004 |
| Business receipts | 6,378,326 | 9,663,259 | 17,330,853 | 661,019,778 | 53,377,351 | 16,494,990 | 3,332,106 |
| Ordinary income from other partnerships and fiduciaries | * 53,707 | 42 | * 7,215 | 2,783,606 | 47,332 | 0 | * 5,516 |
| Farm net profit | 0 | 0 | * 82 | * 15,601 | 5,124 | * 4,609 | 0 |
| Net gain, noncapital assets | 1,644 | 1,299 | 51,831 | 494,473 | 77,656 | * 11,069 | * 9,577 |
| Other income | 14,021 | 13,498 | 145,441 | 10,180,573 | 373,091 | 616,455 | 22,804 |
| Total deductions | 5,801,305 | 8,761,034 | 15,846,050 | 609,110,087 | 51,037,721 | 16,095,443 | 3,251,485 |
| Cost of good sold [1] | 4,264,753 | 6,376,346 | 11,486,671 | 513,182,188 | 41,653,224 | 10,083,291 | 2,781,661 |
| Inventory, beginning of year | 60,504 | 99,704 | 248,673 | 34,143,265 | 3,240,850 | 1,181,167 | 401,228 |
| Purchases | 1,557,082 | 2,946,738 | 3,798,875 | 321,500,642 | 33,985,636 | 9,383,334 | 1,727,384 |
| Cost of labor | 1,004,619 | 1,559,295 | 2,059,404 | 19,747,759 | 2,336,621 | 109,712 | 373,006 |
| Additional inventory costs (section 263A) | * 3,140 | * 14,431 | 184,266 | 1,811,932 | 139,833 | * 27,189 | 156 |
| Other costs | 1,708,387 | 1,863,177 | 5,514,999 | 176,825,195 | 5,856,749 | 1,117,396 | 707,834 |
| Less: Inventory, end of year | 68,979 | 107,000 | 340,453 | 40,853,722 | 3,906,465 | 1,735,508 | 427,948 |
| Salaries and wages | 433,029 | 681,858 | 920,634 | 17,017,899 | 1,495,453 | 1,585,493 | 138,300 |
| Guaranteed payments to partners | 107,078 | 141,930 | 204,174 | 780,694 | 29,093 | * 10,226 | * 9,799 |
| Rent paid | 59,059 | 116,189 | 176,036 | 2,329,136 | 229,837 | 327,924 | 20,925 |
| Interest paid | 25,764 | 48,960 | 126,272 | 4,623,251 | 362,425 | 448,003 | 33,560 |
| Taxes and licenses | 68,723 | 92,965 | 149,457 | 6,622,571 | 223,292 | 156,700 | 17,066 |
| Bad debts | 6,713 | 32,085 | 16,995 | 231,712 | 31,831 | 2,659 | 6,565 |
| Repairs and maintenance | 21,280 | 21,948 | 183,131 | 1,648,891 | 210,967 | 45,543 | 12,719 |
| Depreciation | 61,209 | 59,072 | 297,574 | 6,420,307 | 347,345 | 352,018 | 13,252 |
| Depletion | 0 | 0 | 0 | 37,681 | 0 | 0 | 0 |
| Retirement plans, etc. | 5,696 | 4,241 | 16,028 | 1,447,684 | 81,944 | * 35,504 | * 11,913 |
| Employee benefit programs | 26,398 | 22,906 | 55,248 | 2,362,158 | 185,383 | 158,604 | * 8,741 |
| Net loss from other partnerships and fiduciaries | 137 | 0 | * 1,704 | 172,558 | 16,548 | * 64,600 | * 681 |
| Farm net loss | 0 | 0 | 0 | * 20,504 | 0 | * 20,504 | 0 |
| Net loss, noncapital assets | * 276 | * 62 | * 473 | 21,772 | 2,031 | 49 | 0 |
| Other deductions | 721,190 | 1,162,470 | 2,211,653 | 52,191,083 | 6,168,346 | 2,804,325 | 196,303 |
| Ordinary business income (loss) | 646,393 | 917,065 | 1,689,372 | 65,383,944 | 2,842,834 | 1,031,679 | 118,519 |
| Net income | 646,393 | 917,250 | 1,690,178 | 65,510,235 | 2,842,834 | 1,031,679 | 118,519 |
| Loss | 0 | 185 | * 806 | 126,291 | 0 | 0 | 0 |
| Portfolio income (loss) distributed directly to partners | 6,757 | 5,638 | 209,679 | 9,363,938 | 531,997 | 359,256 | 85,663 |
| Interest income | 6,552 | 5,517 | 144,991 | 2,995,836 | 175,649 | 308,319 | 3,873 |
| Dividend income | * 205 | * 246 | 2,684 | 2,907,767 | 170,919 | * 3,772 | 453 |
| Royalties | 0 | 0 | 0 | 1,947,336 | 34,637 | 7,922 | 0 |
| Net short-term capital gain (loss) | [3] | *-255 | 63,994 | 4,907 | *-206 | * 6 | 10 |
| Net long-term capital gain (loss) | [3] | * 131 | *-1,990 | 1,508,091 | 150,998 | * 39,237 | * 81,328 |
| Net rental real estate income (loss) | * 201 | 0 | * 3,863 | 25,637 | 749 | * 8,312 | * 29 |
| Net income | * 201 | 0 | * 3,931 | 27,201 | 975 | * 8,312 | * 29 |
| Loss | 0 | 0 | * 69 | 1,565 | 226 | 0 | 0 |
| Other net rental income (loss) | 0 | 0 | * 727 | 700,504 | 1,531 | 253,753 | 387 |
| Net income | 0 | 0 | * 727 | 700,990 | 1,531 | 253,753 | 387 |
| Loss | 0 | 0 | 0 | 486 | 0 | 0 | 0 |
| Total net income [2] | 653,350 | 922,827 | 1,841,637 | 73,961,023 | 3,226,319 | 1,613,758 | 123,261 |

[^60]Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Manufacturing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Apparel manufacturing | Leather and allied product manufacturing | Wood product manufacturing | Paper manufacturing | Printing and related support activities | Petroleum and coal products manufacturing | Chemical manufacturing |
|  | (29) | (30) | (31) | (32) | (33) | (34) | (35) |
| Number of partnerships | 612 | * 82 | 765 | 291 | 2,231 | 140 | 659 |
| Number of partners | 1,656 | * 384 | 2,692 | 1,027 | 5,816 | 41,163 | 48,006 |
| Total assets | 2,357,181 | * 308,207 | 3,460,693 | 3,855,896 | 2,686,997 | 124,984,339 | 89,658,983 |
| Income and deductions from a trade or business: <br> Total income | 4,549,225 | * 670,159 | 7,199,844 | 6,631,838 | 4,200,030 | 299,406,650 | 112,952,935 |
| Business receipts | 4,461,308 | * 625,322 | 7,087,905 | 6,407,660 | 3,541,924 | 296,525,947 | 107,881,253 |
| Ordinary income from other partnerships and fiduciaries | * 11,295 | 0 | 2,555 | 9,009 | 74 | 634,121 | 1,534,291 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | * 14,793 | 46 | 3,307 | 8,992 | * 1,663 | 179,697 | 58,123 |
| Other income | 61,828 | * 44,791 | 106,077 | 206,177 | 656,370 | 2,066,886 | 3,479,268 |
| Total deductions | 4,111,951 | * 606,376 | 6,717,596 | 6,032,749 | 3,800,933 | 280,521,421 | 90,849,083 |
| Cost of good sold [1] | 2,914,493 | * 470,537 | 5,333,884 | 4,992,969 | 1,746,612 | 257,069,491 | 68,336,628 |
| Inventory, beginning of year | 565,196 | * 79,227 | 752,393 | 549,205 | 87,463 | 3,785,969 | 8,435,390 |
| Purchases | 2,183,417 | * 392,495 | 3,649,342 | 3,155,033 | 885,126 | 145,488,707 | 41,094,057 |
| Cost of labor | 269,189 | * 47,174 | 655,349 | 556,691 | 293,473 | 335,723 | 2,106,423 |
| Additional inventory costs (section 263A) | 36,522 | 746 | 42,621 | 72,898 | * 24,798 | * 37,949 | 610,372 |
| Other costs | 555,111 | * 26,911 | 998,524 | 1,278,890 | 556,851 | 112,064,813 | 25,630,684 |
| Less: Inventory, end of year | 694,941 | * 76,016 | 764,344 | 619,748 | 108,214 | 4,643,670 | 9,540,298 |
| Salaries and wages | 351,533 | * 34,251 | 423,274 | 272,509 | 635,972 | 1,383,482 | 3,753,408 |
| Guaranteed payments to partners | * 10,081 | 37 | 55,223 | * 20,501 | 31,490 | * 86,548 | 37,566 |
| Rent paid | 66,888 | * 9,042 | 30,739 | 41,749 | 94,353 | 368,774 | 365,532 |
| Interest paid | 81,099 | 852 | 72,008 | 99,296 | 65,031 | 933,181 | 833,291 |
| Taxes and licenses | 33,414 | * 2,735 | 60,918 | 35,882 | 66,088 | 4,759,435 | 461,139 |
| Bad debts | 5,208 | 259 | 2,861 | 10,971 | 2,924 | 26,072 | 32,340 |
| Repairs and maintenance | 8,965 | * 727 | 45,125 | 17,542 | 41,683 | 321,784 | 503,605 |
| Depreciation | 12,382 | 1,363 | 102,873 | 66,436 | 81,461 | 2,890,160 | 1,123,075 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 156 | 15,032 |
| Retirement plans, etc. | 5,583 | 577 | 8,534 | 9,466 | 13,984 | 482,296 | 227,264 |
| Employee benefit programs | 15,104 | * 2,912 | 32,038 | 42,726 | 54,128 | 216,291 | 703,281 |
| Net loss from other partnerships and fiduciaries | 2,165 | 1 | * 517 | * 5,887 | * 9 | 6 | 38,584 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | * 1,094 | * 27 | 733 | * 115 | * 4,007 | 2,048 | 606 |
| Other deductions | 603,941 | * 83,055 | 548,869 | 416,701 | 963,189 | 11,981,695 | 14,417,732 |
| Ordinary business income (loss) | 437,275 | * 63,783 | 482,248 | 599,089 | 399,098 | 18,885,229 | 22,103,853 |
| Net income | 452,407 | * 66,547 | 482,510 | 599,220 | 399,098 | 18,890,182 | 22,105,533 |
| Loss | * 15,132 | 2,763 | 262 | 131 | [3] | * 4,953 | * 1,681 |
| Portfolio income (loss) distributed directly to partners | 129,759 | * 5,914 | 28,921 | 28,961 | 36,061 | 2,858,250 | 3,237,873 |
| Interest income | 14,892 | * 768 | 19,784 | 10,887 | 34,717 | 574,046 | 896,947 |
| Dividend income | * 1 | 2 | 4,091 | 62 | * 1,253 | 2,231,491 | 321,385 |
| Royalties | * 11,535 | 5,145 | 437 | 220 | 0 | * 5,070 | 1,404,097 |
| Net short-term capital gain (loss) | 0 | 0 | * 134 | [3] | 0 | 2,211 | *-150 |
| Net long-term capital gain (loss) | * 103,331 | 0 | * 4,476 | * 17,792 | 91 | 45,433 | 615,594 |
| Net rental real estate income (loss) | * 1,627 | 0 | * 583 | 0 | * 14 | 1,969 | 841 |
| Net income | * 1,652 | 0 | * 584 | 0 | * 14 | 1,969 | 891 |
| Loss | * 26 | 0 | * 1 | 0 | 0 | 0 | 50 |
| Other net rental income (loss) | 0 | 0 | 46 | * 1,180 | * 2,583 | * 346,611 | * 13,625 |
| Net income | 0 | 0 | 46 | * 1,180 | * 2,583 | * 346,611 | * 13,625 |
| Loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total net income [2] | 465,329 | * 69,698 | 507,190 | 611,439 | 437,664 | 22,044,416 | 24,740,747 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Manufacturing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Plastics and rubber products manufacturing | Nonmetallic mineral products manufacturing | Primary metal manufacturing | Fabricated metal products manufacturing | Machinery manufacturing | Computer and electrical product manufacturing | Electrical equipment, appliance, and component manufacturing |
|  | (36) | (37) | (38) | (39) | (40) | (41) | (42) |
| Number of partnerships | 630 | 326 | 309 | 2,838 | 1,208 | 2,018 | 219 |
| Number of partners | 2,520 | 1,161 | 1,328 | 8,572 | 4,042 | 5,596 | 1,141 |
| Total assets | 7,232,622 | 5,001,931 | 13,360,358 | 13,579,214 | 10,456,426 | 10,866,583 | 3,035,424 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 12,892,376 | 7,367,905 | 22,905,927 | 18,520,460 | 14,962,429 | 12,049,089 | 4,499,961 |
| Business receipts | 12,760,075 | 7,236,958 | 22,573,978 | 18,303,686 | 14,785,847 | 11,905,975 | 4,270,776 |
| Ordinary income from other partnerships and fiduciaries | * 31,120 | * 42,632 | 141,776 | * 33,616 | 35,883 | 249 | * 169,147 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 5,867 |
| Net gain, noncapital assets | 38,359 | 9,344 | 31,520 | 15,466 | 13,314 | * 948 | 589 |
| Other income | 62,822 | 78,970 | 158,652 | 167,692 | 127,384 | 141,916 | 53,582 |
| Total deductions | 11,862,920 | 6,342,254 | 20,373,439 | 16,495,824 | 13,823,838 | 11,340,986 | 3,967,605 |
| Cost of good sold [1] | 9,754,820 | 4,963,043 | 18,614,603 | 12,895,003 | 10,862,422 | 8,237,571 | 3,058,481 |
| Inventory, beginning of year | 1,039,676 | 492,294 | 2,136,240 | 1,641,692 | 2,000,595 | 661,014 | 497,210 |
| Purchases | 6,694,956 | 2,712,941 | 15,307,575 | 9,345,687 | 8,669,495 | 5,125,685 | 1,970,195 |
| Cost of labor | 902,669 | 588,559 | 1,034,172 | 1,533,049 | 1,013,285 | 1,836,920 | 396,622 |
| Additional inventory costs (section 263A) | 70,898 | 59,572 | 257,609 | 127,309 | 31,371 | 56,943 | * 15,859 |
| Other costs | 2,164,890 | 1,687,386 | 2,864,672 | 2,281,436 | 1,667,553 | 1,363,575 | 736,234 |
| Less: Inventory, end of year | 1,118,268 | 577,709 | 2,985,667 | 2,034,169 | 2,519,877 | 806,566 | 557,639 |
| Salaries and wages | 375,284 | 312,889 | 413,192 | 1,040,879 | 885,905 | 917,370 | 212,474 |
| Guaranteed payments to partners | 12,204 | * 4,122 | 57,960 | 235,438 | 66,513 | * 18,161 | * 23,945 |
| Rent paid | 72,923 | 45,458 | 25,098 | 92,483 | 94,210 | 55,816 | 20,389 |
| Interest paid | 214,899 | 70,708 | 214,403 | 191,233 | 156,339 | 75,627 | 54,154 |
| Taxes and licenses | 61,850 | 65,085 | 50,706 | 151,624 | 127,619 | 53,884 | 20,344 |
| Bad debts | 7,724 | 6,441 | 7,322 | 15,931 | 14,869 | 21,786 | 2,271 |
| Repairs and maintenance | 50,813 | 49,079 | 48,447 | 72,442 | 53,217 | 41,462 | 14,127 |
| Depreciation | 115,216 | 99,862 | 111,553 | 131,384 | 114,094 | 201,440 | 37,743 |
| Depletion | 0 | 22,131 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 33,153 | 7,930 | 32,969 | 72,023 | 33,068 | 109,610 | 27,625 |
| Employee benefit programs | 97,228 | 29,587 | 37,398 | 204,667 | 100,874 | 175,266 | 26,350 |
| Net loss from other partnerships and fiduciaries | * 9,942 | * 14,786 | * 2,350 | * 3,054 | 70 | * 2,798 | 144 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | * 101 | 264 | * 468 | * 1,789 | 836 | * 151 | * 3,821 |
| Other deductions | 1,056,764 | 650,867 | 756,971 | 1,387,874 | 1,313,802 | 1,430,045 | 465,738 |
| Ordinary business income (loss) | 1,029,456 | 1,025,651 | 2,532,488 | 2,024,636 | 1,138,591 | 708,102 | 532,356 |
| Net income | 1,029,486 | 1,025,800 | 2,533,441 | 2,026,843 | 1,205,502 | 708,250 | 538,750 |
| Loss | 30 | * 149 | 954 | * 2,207 | 66,911 | 147 | 6,394 |
| Portfolio income (loss) distributed directly to partners | 185,285 | 82,541 | 124,912 | 269,840 | 197,464 | 304,737 | 37,191 |
| Interest income | 37,256 | 16,328 | 52,826 | 138,617 | 106,383 | 81,273 | 23,026 |
| Dividend income | * 1,270 | * 4,225 | 34,739 | * 1,182 | * 32,935 | * 2,262 | * 8,400 |
| Royalties | 16,500 | 0 | * 6 | * 2,200 | 58,018 | * 89,210 | 1,600 |
| Net short-term capital gain (loss) | 50 | * 353 | 2,242 | 22 | 0 | 0 | 0 |
| Net long-term capital gain (loss) | * 130,209 | * 61,635 | 35,099 | 127,819 | * 128 | 131,993 | 4,164 |
| Net rental real estate income (loss) | 134 | * 801 | 418 | * 8,551 | * 600 | 4 | * 1,362 |
| Net income | 134 | * 813 | 517 | * 8,551 | * 600 | 4 | * 1,362 |
| Loss | 0 | * 13 | 99 | 0 | 0 | 0 | 0 |
| Other net rental income (loss) | 660 | 532 | 519 | -71 | * 68,586 | -124 | 0 |
| Net income | 660 | 532 | 519 | 66 | * 68,586 | 0 | 0 |
| Loss | 0 | 0 | 0 | 136 | 0 | 124 | 0 |
| Total net income [2] | 1,085,276 | 1,047,536 | 2,620,996 | 2,175,115 | 1,405,111 | 880,726 | 566,744 |

[^61]Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Manufacturing-continued |  |  | Wholesale trade |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Transportation equipment manufacturing | Furniture and related product manufacturing | Miscellaneous manufacturing | Total | Merchant wholesalers, durable goods | Merchant wholesalers, nondurable goods | Wholesale electronic markets and agents and brokers |
|  | (43) | (44) | (45) | (46) | (47) | (48) | (49) |
| Number of partnerships | 453 | 1,185 | 2,462 | 25,799 | 15,885 | 8,399 | 1,516 |
| Number of partners | 1,837 | 2,498 | 9,891 | 97,253 | 42,572 | 50,643 | 4,039 |
| Total assets | 29,215,748 | 1,053,257 | 22,418,578 | 109,730,349 | 45,545,666 | 62,211,720 | 1,972,963 |
| Income and deductions from a trade or business: Total income | 40,497,851 | 2,304,565 | 28,505,106 | 422,623,333 | 114,093,611 | 300,029,331 | 8,500,391 |
| Business receipts | 39,305,449 | 2,294,734 | 27,846,536 | 417,783,376 | 112,398,821 | 297,004,837 | 8,379,718 |
| Ordinary income from other partnerships and fiduciaries | 19,543 | * 4,125 | * 61,321 | 565,339 | 322,156 | 218,561 | * 24,623 |
| Farm net profit | 0 | 0 | 0 | 47 | 47 | 0 | 0 |
| Net gain, noncapital assets | 8,146 | * 264 | 11,597 | 195,281 | 88,956 | 106,285 | * 40 |
| Other income | 1,164,712 | * 5,442 | 585,652 | 4,079,290 | 1,283,632 | 2,699,648 | 96,010 |
| Total deductions | 36,738,534 | 2,083,064 | 23,056,869 | 405,145,852 | 104,472,352 | 292,723,517 | 7,949,983 |
| Cost of good sold [1] | 31,574,336 | 1,628,679 | 16,210,438 | 366,235,186 | 88,223,212 | 271,105,298 | 6,906,676 |
| Inventory, beginning of year | 3,852,343 | 97,532 | 2,646,582 | 21,171,391 | 11,609,014 | 9,479,357 | 83,021 |
| Purchases | 21,883,641 | 922,154 | 6,923,780 | 331,873,207 | 84,356,631 | 242,966,726 | 4,549,850 |
| Cost of labor | 1,694,862 | 361,887 | 3,302,373 | 2,449,377 | 1,513,304 | 927,730 | * 8,343 |
| Additional inventory costs (section 263A) | 122,045 | * 1,981 | 75,262 | 732,852 | 371,279 | 358,303 | 3,270 |
| Other costs | 8,742,039 | 353,679 | 6,169,968 | 34,835,187 | 3,964,670 | 28,458,546 | 2,411,971 |
| Less: Inventory, end of year | 4,720,595 | 108,554 | 2,907,527 | 24,900,248 | 13,591,686 | 11,158,783 | 149,778 |
| Salaries and wages | 1,468,420 | 101,537 | 1,216,275 | 12,010,795 | 4,887,837 | 6,728,064 | 394,894 |
| Guaranteed payments to partners | 18,615 | * 3,146 | 50,025 | 835,061 | 448,394 | 371,714 | 14,953 |
| Rent paid | 256,882 | 23,089 | 87,024 | 1,797,467 | 912,712 | 848,851 | 35,904 |
| Interest paid | 502,710 | 19,265 | 195,166 | 1,721,536 | 774,535 | 912,010 | 34,990 |
| Taxes and licenses | 137,779 | 10,233 | 126,779 | 1,541,087 | 610,738 | 891,620 | 38,729 |
| Bad debts | 16,030 | * 1,085 | 16,563 | 194,236 | 111,740 | 77,145 | 5,350 |
| Repairs and maintenance | 53,453 | 3,540 | 53,651 | 603,097 | 280,788 | 313,926 | 8,383 |
| Depreciation | 240,583 | 12,052 | 366,015 | 1,232,980 | 470,383 | 747,421 | 15,177 |
| Depletion | 0 | 0 | * 361 | 12,878 | 12,878 | 0 | 0 |
| Retirement plans, etc. | 217,180 | * 1,554 | 35,506 | 265,053 | 113,733 | 133,061 | 18,259 |
| Employee benefit programs | 99,044 | * 4,151 | 168,383 | 1,069,897 | 323,218 | 724,786 | 21,893 |
| Net loss from other partnerships and fiduciaries | * 5,647 | 0 | * 4,770 | 36,617 | 6,949 | 22,197 | * 7,471 |
| Farm net loss | 0 | 0 | 0 | * 1,473 | * 828 | 645 | 0 |
| Net loss, noncapital assets | 2,661 | 61 | * 910 | 12,586 | 4,102 | 7,104 | * 1,379 |
| Other deductions | 2,145,194 | 274,670 | 4,525,003 | 17,575,903 | 7,290,305 | 9,839,673 | 445,925 |
| Ordinary business income (loss) | 3,759,317 | 221,501 | 5,448,237 | 17,477,482 | 9,621,260 | 7,305,814 | 550,408 |
| Net income | 3,776,849 | 221,501 | 5,455,283 | 17,559,295 | 9,682,304 | 7,326,327 | 550,664 |
| Loss | 17,532 | 0 | * 7,046 | 81,813 | 61,045 | 20,513 | 256 |
| Portfolio income (loss) distributed directly to partners | 298,744 | * 17,673 | 542,895 | 1,389,590 | 990,326 | 388,887 | 10,377 |
| Interest income | 192,611 | * 17,673 | 289,963 | 679,921 | 479,422 | 190,515 | 9,983 |
| Dividend income | * 88,452 | 0 | * 872 | 258,670 | 202,646 | 55,630 | * 394 |
| Royalties | * 15,809 | 0 | 294,930 | 44,599 | 23,331 | * 21,268 | 0 |
| Net short-term capital gain (loss) | 0 | 0 | 236 | 22,108 | 17,073 | 5,035 | [3] |
| Net long-term capital gain (loss) | * 1,871 | 0 | *-43,106 | 384,292 | 267,854 | 116,438 | [3] |
| Net rental real estate income (loss) | * 303 | 0 | * -658 | 42,917 | 32,977 | 6,297 | * 3,644 |
| Net income | * 303 | 0 | * 492 | 46,055 | 35,152 | 7,260 | * 3,644 |
| Loss | 0 | 0 | 1,150 | 3,138 | * 2,175 | * 963 | 0 |
| Other net rental income (loss) | 10,631 | 60 | -5 | 24,377 | 14,930 | 9,821 | *-374 |
| Net income | 10,843 | 60 | 8 | 31,975 | 20,859 | 11,116 | 0 |
| Loss | 212 | 0 | 14 | * 7,598 | 5,929 | * 1,296 | * 374 |
| Total net income [2] | 4,067,124 | 239,235 | 6,033,338 | 18,527,966 | 10,374,566 | 7,589,345 | 564,055 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Retail trade |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Motor vehicle and parts dealers | Furniture and home furnishing stores | Electronics and appliance stores | Building materials and garden equipment and supplies dealers | Food and beverage stores | Health and personal care stores |
|  | (50) | (51) | (52) | (53) | (54) | (55) | (56) |
| Number of partnerships | 66,833 | 7,113 | 2,646 | 1,810 | 4,659 | 8,986 | 1,897 |
| Number of partners | 235,827 | 18,132 | 6,915 | 4,549 | 15,325 | 24,632 | 5,065 |
| Total assets | 75,341,399 | 22,646,495 | 2,981,523 | 980,943 | 3,980,819 | 6,354,713 | 1,714,318 |
| Income and deductions from a trade or business: <br> Total income | 250,966,529 | 81,396,276 | 9,202,088 | 4,219,896 | 12,404,755 | 30,627,714 | 5,327,784 |
| Business receipts | 245,309,801 | 79,641,911 | 9,019,948 | 4,057,346 | 12,305,874 | 28,885,074 | 5,177,276 |
| Ordinary income from other partnerships and fiduciaries | 401,471 | 40,634 | * 343 | 0 | 1,598 | * 6,934 | * 10,308 |
| Farm net profit | * 268 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | 273,656 | 86,378 | 1,018 | * 114 | 6,265 | 100,952 | * 6,071 |
| Other income | 4,981,332 | 1,627,353 | 180,779 | 162,436 | 91,018 | 1,634,753 | 134,130 |
| Total deductions | 242,033,262 | 79,583,341 | 8,659,248 | 3,885,307 | 11,866,899 | 29,681,918 | 4,907,325 |
| Cost of good sold [1] | 195,436,956 | 68,335,221 | 5,651,998 | 2,867,812 | 9,226,110 | 22,636,512 | 3,361,027 |
| Inventory, beginning of year | 20,628,547 | 10,776,705 | 768,001 | 206,028 | 1,165,661 | 1,174,134 | 308,337 |
| Purchases | 166,521,121 | 63,191,711 | 5,061,667 | 2,781,228 | 8,858,788 | 21,979,270 | 3,233,604 |
| Cost of labor | 1,658,570 | 560,239 | 310,779 | 89,475 | 200,550 | 240,781 | * 53,128 |
| Additional inventory costs (section 263A) | 424,675 | 119,094 | 61,807 | * 9,183 | * 13,250 | 36,349 | * 2,221 |
| Other costs | 28,570,278 | 5,533,951 | 295,276 | 59,541 | 222,359 | 499,892 | 149,362 |
| Less: Inventory, end of year | 22,366,235 | 11,846,480 | 845,532 | 277,643 | 1,234,499 | 1,293,914 | 385,625 |
| Salaries and wages | 15,840,250 | 4,415,894 | 889,758 | 327,651 | 1,107,226 | 2,817,061 | 592,174 |
| Guaranteed payments to partners | 857,465 | 227,656 | 59,271 | 73,820 | 96,890 | 118,184 | 21,598 |
| Rent paid | 4,032,883 | 842,724 | 313,056 | 134,317 | 220,943 | 609,427 | 137,173 |
| Interest paid | 1,778,148 | 709,103 | 77,715 | 16,280 | 66,393 | 186,220 | 35,210 |
| Taxes and licenses | 3,066,045 | 587,190 | 104,842 | 51,222 | 136,020 | 394,146 | 65,956 |
| Bad debts | 400,384 | 36,420 | 23,748 | 5,479 | 26,801 | 13,339 | 14,584 |
| Repairs and maintenance | 946,839 | 146,695 | 30,878 | 7,346 | 74,860 | 178,867 | 25,879 |
| Depreciation | 1,658,537 | 275,821 | 57,260 | 18,150 | 90,823 | 229,988 | 33,474 |
| Depletion | 101 | 0 | 0 | 0 | 101 | 0 | 0 |
| Retirement plans, etc. | 198,403 | 28,207 | 6,624 | * 3,101 | 15,204 | 22,974 | 4,411 |
| Employee benefit programs | 959,333 | 286,300 | 30,122 | 11,344 | 47,797 | 206,583 | 24,485 |
| Net loss from other partnerships and fiduciaries | 7,663 | 1,059 | 21 | 0 | * 407 | 12 | 0 |
| Farm net loss | * 1,159 | 0 | 0 | 0 | * 1,159 | 0 | 0 |
| Net loss, noncapital assets | 12,635 | 4,461 | * 4,348 | * 765 | * 60 | 926 | * 306 |
| Other deductions | 16,836,461 | 3,686,592 | 1,409,606 | 368,021 | 756,105 | 2,267,679 | 591,048 |
| Ordinary business income (loss) | 8,933,267 | 1,812,935 | 542,840 | 334,589 | 537,856 | 945,796 | 420,459 |
| Net income | 9,078,315 | 1,818,521 | 543,030 | 334,589 | 537,856 | 1,065,008 | 420,459 |
| Loss | 145,048 | * 5,587 | * 190 | 0 | 0 | * 119,213 | 0 |
| Portfolio income (loss) distributed directly to partners | 713,572 | 194,008 | 9,247 | 3,028 | 15,491 | 225,998 | 4,899 |
| Interest income | 400,754 | 73,049 | 8,659 | 2,594 | 12,864 | 114,035 | 4,862 |
| Dividend income | 14,984 | 1,849 | * 267 | * 434 | * 1,952 | 5,338 | * 37 |
| Royalties | * 96,043 | 1 | 0 | 0 | 60 | 63,385 | 0 |
| Net short-term capital gain (loss) | 3,218 | * 2,907 | * 148 | 0 | *-88 | *-60 | 0 |
| Net long-term capital gain (loss) | 198,572 | 116,202 | 173 | 0 | * 704 | 43,301 | 0 |
| Net rental real estate income (loss) | 49,136 | 5,084 | * 3,330 | 102 | * 4,010 | 8,398 | * 77 |
| Net income | 51,774 | 5,306 | * 3,334 | 102 | * 4,010 | 8,398 | * 77 |
| Loss | 2,638 | * 222 | 4 | 0 | 0 | 0 | 0 |
| Other net rental income (loss) | 45,157 | *-62 | 0 | 45 | 0 | 8,676 | 0 |
| Net income | 45,301 | * 83 | 0 | 45 | 0 | 8,676 | 0 |
| Loss | 144 | 144 | 0 | 0 | 0 | 0 | 0 |
| Total net income [2] | 9,539,341 | 1,892,856 | 555,096 | 337,764 | 556,742 | 1,145,627 | 425,436 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Retail trade-continued |  |  |  |  |  | Transportation and warehousing |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Gasoline stations | Clothing and clothing accessories stores | Sporting goods, hobby, book, and music stores | General merchandise stores | Miscellaneous store retailers | Nonstore retailers |  |
|  |  |  |  |  |  |  | Total |
|  | (57) | (58) | (59) | (60) | (61) | (62) | (63) |
| Number of partnerships | 4,241 | 4,813 | 4,350 | 1,199 | 13,575 | 11,545 | 22,426 |
| Number of partners | 10,128 | 11,150 | 8,933 | 3,292 | 31,808 | 95,898 | 1,060,326 |
| Total assets | 9,829,094 | 2,067,059 | 1,113,063 | 2,416,381 | 4,776,173 | 16,480,819 | 120,934,338 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 52,863,100 | 5,381,326 | 2,562,494 | 8,929,604 | 10,607,249 | 27,444,243 | 88,976,933 |
| Business receipts | 52,665,085 | 5,126,351 | 2,546,190 | 8,779,937 | 10,468,913 | 26,635,898 | 83,895,153 |
| Ordinary income from other partnerships and fiduciaries | 15,517 | * 57,224 | * 532 | 7,792 | * 21,188 | * 239,400 | 2,228,890 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | * 268 | * 15,468 |
| Net gain, noncapital assets | 27,027 | 16 | 21 | * 1,006 | * 5,070 | 39,717 | 935,054 |
| Other income | 155,470 | 197,736 | 15,750 | 140,869 | 112,078 | 528,960 | 1,902,369 |
| Total deductions | 52,119,697 | 4,996,674 | 2,361,307 | 8,577,124 | 9,936,165 | 25,458,257 | 79,254,307 |
| Cost of good sold [1] | 47,299,588 | 2,987,571 | 1,501,809 | 5,544,576 | 7,388,114 | 18,636,618 | 49,822,363 |
| Inventory, beginning of year | 427,107 | 860,070 | 476,314 | 1,275,409 | 1,799,671 | 1,391,109 | 449,560 |
| Purchases | 28,826,589 | 2,811,727 | 1,422,085 | 5,398,068 | 6,773,453 | 16,182,932 | 35,009,973 |
| Cost of labor | 46,812 | * 1,940 | * 17,933 | 0 | * 46,669 | 90,265 | 2,537,480 |
| Additional inventory costs (section 263A) | 8,032 | 7,161 | * 7,022 | 32,247 | 38,464 | 89,845 | * 166,107 |
| Other costs | 18,461,818 | 200,162 | 29,570 | 142,720 | 488,721 | 2,486,906 | 12,363,177 |
| Less: Inventory, end of year | 470,769 | 893,488 | 451,115 | 1,303,868 | 1,758,863 | 1,604,439 | 703,932 |
| Salaries and wages | 1,447,674 | 553,408 | 240,632 | 893,131 | 708,900 | 1,846,742 | 5,073,266 |
| Guaranteed payments to partners | 7,815 | 62,791 | * 17,026 | 811 | 110,915 | 60,688 | 329,125 |
| Rent paid | 264,677 | 235,384 | 173,576 | 395,230 | 440,168 | 266,208 | 1,244,341 |
| Interest paid | 214,176 | 34,624 | 15,044 | 52,931 | 76,939 | 293,515 | 1,971,435 |
| Taxes and licenses | 1,051,298 | 102,995 | 40,896 | 181,785 | 127,516 | 222,178 | 1,105,995 |
| Bad debts | 11,060 | 9,583 | 891 | 11,569 | 5,983 | 240,928 | 90,614 |
| Repairs and maintenance | 187,835 | 21,071 | 13,448 | 69,649 | 30,640 | 159,670 | 1,020,445 |
| Depreciation | 395,731 | 29,062 | 28,671 | 66,372 | 71,820 | 361,366 | 3,389,185 |
| Depletion | 0 | 0 | 0 | 0 |  | 0 | 0 |
| Retirement plans, etc. | 40,574 | 11,603 | * 211 | 11,013 | 9,473 | 45,008 | 148,983 |
| Employee benefit programs | 99,825 | 28,899 | * 8,616 | 33,890 | 33,553 | 147,920 | 447,567 |
| Net loss from other partnerships and fiduciaries | * 408 | * 5,556 | 0 | 0 | 0 | 200 | 16,405 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 176 | * 64 | 0 | 327 | * 601 | * 600 | 2,720 |
| Other deductions | 1,098,861 | 914,063 | 320,487 | 1,315,840 | 931,543 | 3,176,616 | 14,591,864 |
| Ordinary business income (loss) | 743,403 | 384,653 | 201,186 | 352,481 | 671,084 | 1,985,986 | 9,722,626 |
| Net income | 750,010 | 386,609 | 201,186 | 352,481 | 682,578 | 1,985,986 | 9,793,240 |
| Loss | * 6,607 | * 1,957 | 0 | 0 | * 11,495 | 0 | 70,614 |
| Portfolio income (loss) distributed directly to partners | 40,942 | 13,143 | 4,683 | 7,483 | 56,082 | 138,566 | 984,687 |
| Interest income | 25,342 | 5,565 | 4,674 | 7,564 | 45,374 | 96,171 | 535,387 |
| Dividend income | 972 | * 2,359 | * 17 | * 3 | * 1,128 | * 629 | 292,879 |
| Royalties | 0 | 0 | 0 | 0 | 0 | * 32,597 | * 437 |
| Net short-term capital gain (loss) | *-41 | * 334 | *-8 | -95 | * 373 | -251 | -702 |
| Net long-term capital gain (loss) | 14,669 | * 4,885 | 0 | 10 | * 9,208 | * 9,420 | 156,687 |
| Net rental real estate income (loss) | 14,037 | * 12,384 | 0 | 32 | * 1,625 | * 57 | 136,217 |
| Net income | 16,357 | * 12,384 | 0 | 123 | * 1,625 | * 57 | 136,241 |
| Loss | * 2,321 | 0 | 0 | 90 | 0 | 0 | 24 |
| Other net rental income (loss) | 13,270 | 1,874 | 0 | * 74 | * 1,187 | 20,093 | 44,310 |
| Net income | 13,270 | 1,874 | 0 | * 74 | * 1,187 | 20,093 | 50,303 |
| Loss | 0 | 0 | 0 | 0 | 0 | 0 | * 5,993 |
| Total net income [2] | 797,024 | 406,835 | 205,878 | 360,155 | 720,398 | 2,135,533 | 10,731,856 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Transportation and warehousing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Air <br> and <br> rail <br> transportation | Water transportation | Truck transportation | Other transit and ground passenger transportation | Pipeline transportation | Scenic and sightseeing transportation | Support activities for transportation |
|  | (64) | (65) | (66) | (67) | (68) | (69) | (70) |
| Number of partnerships | 510 | 736 | 11,825 | * 977 | 204 | * 785 | 4,110 |
| Number of partners | 1,782 | 20,648 | 26,174 | * 1,955 | 976,590 | * 1,817 | 22,748 |
| Total assets | 1,479,557 | 6,536,404 | 4,058,848 | * 249,203 | 92,074,055 | * 119,324 | 4,662,928 |
| Income and deductions from a trade or business: Total income | 2,933,203 | 6,233,133 | 14,745,487 | * 661,145 | 41,444,437 | * 376,297 | 12,439,275 |
| Business receipts | 2,488,525 | 5,801,875 | 13,544,963 | * 569,900 | 39,067,858 | * 376,189 | 12,251,713 |
| Ordinary income from other partnerships and fiduciaries | 2,040 | * 98,199 | * 30,782 | 0 | 1,785,833 | 0 | * 30,629 |
| Farm net profit | 0 | 183 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | * 354,736 | * 5,379 | 67,408 | * 12,270 | 359,685 | 0 | 121,939 |
| Other income | 87,901 | 327,497 | 1,102,335 | * 78,975 | 231,061 | * 109 | 34,994 |
| Total deductions | 2,404,895 | 5,329,651 | 13,764,087 | * 590,847 | 36,834,977 | * 359,452 | 10,871,615 |
| Cost of good sold [1] | 1,171,969 | 2,033,713 | 5,683,355 | * 141,128 | 28,724,650 | * 30,219 | 5,946,860 |
| Inventory, beginning of year | * 24,952 | * 65,832 | 22,787 | 1,221 | * 63,003 | * 4,893 | 130,758 |
| Purchases | * 420,571 | * 417,506 | 845,586 | 0 | 28,054,767 | * 31,151 | 2,053,391 |
| Cost of labor | * 11,143 | * 287,170 | 787,245 | * 33,351 | 1,922 | 0 | 1,094,767 |
| Additional inventory costs (section 263A) | 31 | 0 | * 164,101 | 0 | 61 | 0 | * 1,379 |
| Other costs | * 765,610 | 1,347,080 | 3,892,091 | * 107,549 | 772,245 | 0 | 2,868,066 |
| Less: Inventory, end of year | * 50,337 | * 83,875 | 28,456 | 992 | * 167,349 | * 5,825 | 201,501 |
| Salaries and wages | 187,078 | 369,587 | 1,851,725 | * 62,545 | 475,507 | * 79,738 | 1,482,548 |
| Guaranteed payments to partners | 0 | * 4,492 | 131,670 | * 22,563 | * 23,241 | * 1,239 | 111,805 |
| Rent paid | 49,357 | 61,875 | 337,094 | * 18,642 | 164,660 | * 60,753 | 160,254 |
| Interest paid | 49,695 | 221,480 | 137,947 | * 8,867 | 1,316,620 | * 4,454 | 69,812 |
| Taxes and licenses | 18,307 | 95,730 | 261,600 | * 16,804 | 410,483 | * 7,553 | 152,277 |
| Bad debts | 4,594 | * 8,675 | 18,729 | * 17,079 | 12,457 | 0 | 15,820 |
| Repairs and maintenance | 105,235 | 111,867 | 277,566 | * 16,260 | 273,546 | * 16,185 | 97,391 |
| Depreciation | 91,807 | 184,524 | 413,873 | * 26,042 | 2,338,146 | * 11,117 | 168,703 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | * 2,943 | 24,656 | 11,975 | 886 | 48,239 | * 2,168 | 45,582 |
| Employee benefit programs | * 11,996 | 108,416 | 57,829 | * 4,607 | 77,224 | 0 | 148,560 |
| Net loss from other partnerships and fiduciaries | 0 | * 190 | * 2,345 | 0 | 13,255 | 0 | * 354 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 201 | 35 | * 145 | 0 | * 2,218 | 0 | * 17 |
| Other deductions | 711,713 | 2,104,412 | 4,578,234 | * 255,424 | 2,954,733 | * 146,025 | 2,471,630 |
| Ordinary business income (loss) | 528,308 | 903,482 | 981,400 | * 70,297 | 4,609,460 | * 16,846 | 1,567,660 |
| Net income | 528,308 | 934,236 | 981,400 | * 70,297 | 4,633,014 | * 16,846 | 1,569,529 |
| Loss | 0 | 30,755 | [3] | 0 | 23,554 | 0 | * 1,869 |
| Portfolio income (loss) distributed directly to partners | 8,439 | 66,042 | 95,365 | * 185 | 706,392 | * 1,429 | 55,743 |
| Interest income | 8,021 | 66,188 | 21,876 | * 113 | 351,426 | * 322 | 47,297 |
| Dividend income | * 414 | 16 | * 1,230 | 60 | 275,648 | * 1,107 | * 3,689 |
| Royalties | 0 | 0 | 0 | 0 | 0 | 0 | * 53 |
| Net short-term capital gain (loss) | 0 | -162 | * 632 | [3] | 513 | 0 | *-548 |
| Net long-term capital gain (loss) | 3 | 0 | * 71,627 | 12 | 78,805 | 0 | * 5,253 |
| Net rental real estate income (loss) | * 2,976 | * 213 | * 494 | * 7,658 | 6 | 0 | * 1,358 |
| Net income | * 2,976 | * 213 | * 494 | * 7,658 | 6 | 0 | * 1,382 |
| Loss | 0 | 0 | 0 | 0 | 0 | 0 | 24 |
| Other net rental income (loss) | 57 | * 20,277 | *-5,174 | 0 | * 14,304 | * 1,991 | *-233 |
| Net income | 109 | * 20,277 | 533 | 0 | * 14,304 | * 1,991 | * 1 |
| Loss | 53 | 0 | * 5,707 | 0 | 0 | 0 | 233 |
| Total net income [2] | 539,776 | 990,176 | 999,826 | * 78,129 | 5,250,844 | * 20,266 | 1,619,823 |

[^62]Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Transportation and warehousing-continued |  | Information |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Couriers and messengers | Warehousing and storage | Total | Publishing industries (except internet) | Motion picture and sound recording industries | Broadcasting (except internet) | Internet publishing and broadcasting |
|  | (71) | (72) | (73) | (74) | (75) | (76) | (77) |
| Number of partnerships | 1,520 | 1,759 | 16,070 | 3,792 | 4,366 | 353 | 277 |
| Number of partners | 3,517 | 5,094 | 61,740 | 10,283 | 12,626 | 12,302 | 805 |
| Total assets | 149,724 | 11,604,294 | 476,239,229 | 22,368,884 | 26,482,769 | 45,403,654 | 641,582 |
| Income and deductions from a trade or business: Total income | 1,044,585 | 9,099,372 | 197,088,348 | 14,221,332 | 12,210,559 | 24,847,075 | 602,402 |
| Business receipts | 1,043,169 | 8,750,960 | 177,604,901 | 13,528,142 | 9,848,725 | 23,517,913 | * 561,418 |
| Ordinary income from other partnerships and fiduciaries | 0 | * 281,406 | 10,484,416 | * 210,324 | 871,037 | 282,012 | 77 |
| Farm net profit | 0 | * 15,285 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | * 27 | 13,610 | 928,143 | 109,710 | * 1,446 | 225,638 | 0 |
| Other income | * 1,388 | 38,110 | 8,070,887 | 373,156 | 1,489,351 | 821,511 | * 40,907 |
| Total deductions | 971,715 | 8,127,068 | 158,793,505 | 11,777,150 | 10,959,344 | 18,774,608 | 517,658 |
| Cost of good sold [1] | * 588,654 | 5,501,816 | 35,279,089 | 3,897,491 | 2,849,507 | 2,407,459 | * 168,086 |
| Inventory, beginning of year | 0 | 136,114 | 2,318,818 | 331,237 | 248,351 | 4,672 | 5 |
| Purchases | * 324 | 3,186,677 | 18,459,874 | 1,264,266 | 597,947 | 40,278 | * 13,618 |
| Cost of labor | * 164,539 | 157,344 | 783,265 | 381,342 | * 106,461 | * 21,746 | * 4,937 |
| Additional inventory costs (section 263A) | 0 | 534 | 296,608 | 20,347 | 6,105 | 4 | 0 |
| Other costs | * 423,791 | 2,186,745 | 16,184,668 | 2,258,414 | 2,189,510 | 2,345,499 | * 149,525 |
| Less: Inventory, end of year | 0 | 165,597 | 2,764,143 | 358,115 | 298,867 | 4,741 | 0 |
| Salaries and wages | * 92,621 | 471,917 | 17,005,462 | 2,435,642 | 1,012,511 | 2,222,326 | * 54,773 |
| Guaranteed payments to partners | * 24,302 | * 9,813 | 322,473 | 84,932 | 93,078 | * 14,920 | * 15,760 |
| Rent paid | 15,860 | 375,847 | 6,498,082 | 202,794 | 284,480 | 255,318 | * 5,776 |
| Interest paid | * 2,720 | 159,839 | 6,318,366 | 184,340 | 90,295 | 578,338 | * 1,691 |
| Taxes and licenses | 9,447 | 133,793 | 3,068,466 | 247,853 | 98,319 | 209,964 | * 4,284 |
| Bad debts | * 646 | 12,615 | 2,129,528 | 154,081 | 37,591 | 139,776 | * 6,095 |
| Repairs and maintenance | 5,660 | 116,735 | 1,646,421 | 72,523 | 68,743 | 112,179 | * 1,447 |
| Depreciation | 6,620 | 148,352 | 13,746,358 | 201,830 | 368,602 | 960,810 | * 6,877 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | * 1,181 | 11,354 | 819,413 | 65,541 | 3,284 | 87,262 | * 2,150 |
| Employee benefit programs | * 1,061 | 37,874 | 1,177,149 | 236,468 | 55,607 | 157,369 | * 5,780 |
| Net loss from other partnerships and fiduciaries | 0 | * 261 | 534,115 | * 413 | * 269,831 | * 13,630 | * 119 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 0 | * 104 | 43,281 | * 704 | 96 | * 5,475 | 3 |
| Other deductions | 222,945 | 1,146,748 | 70,205,301 | 3,992,539 | 5,727,399 | 11,609,783 | 244,817 |
| Ordinary business income (loss) | 72,869 | 972,304 | 38,294,843 | 2,444,181 | 1,251,215 | 6,072,467 | 84,745 |
| Net income | 72,869 | 986,740 | 39,250,170 | 2,447,730 | 1,900,240 | 6,074,895 | * 84,888 |
| Loss | 0 | * 14,436 | 955,327 | * 3,549 | 649,025 | * 2,428 | 143 |
| Portfolio income (loss) distributed directly to partners | * 224 | 50,868 | 10,916,938 | 1,011,693 | 2,264,622 | 1,039,548 | 1,755 |
| Interest income | * 18 | 40,127 | 4,331,570 | 125,349 | 189,459 | 304,161 | 1,755 |
| Dividend income | * 206 | 10,509 | 294,348 | 3,686 | 122,228 | * 3,377 | 0 |
| Royalties | 0 | 384 | 1,241,724 | 98,984 | 821,105 | 761 | 0 |
| Net short-term capital gain (loss) | 0 | *-1,137 | 47,613 | * 92 | * 11,331 | * 3,422 | 0 |
| Net long-term capital gain (loss) | 0 | * 987 | 5,001,683 | 783,581 | 1,120,499 | 727,826 | 0 |
| Net rental real estate income (loss) | 0 | 123,511 | 28,985 | * 5,492 | * 7,371 | * 965 | 0 |
| Net income | 0 | 123,511 | 29,311 | * 5,663 | * 7,523 | * 967 | 0 |
| Loss | 0 | 0 | * 326 | * 171 | * 152 | 3 | 0 |
| Other net rental income (loss) | 0 | * 13,087 | 373,657 | * 21,976 | * 4,282 | * 2,372 | * 314 |
| Net income | 0 | * 13,087 | 447,858 | * 21,976 | * 4,282 | * 2,375 | * 314 |
| Loss | 0 | 0 | * 74,200 | 0 | [3] | 3 | 0 |
| Total net income [2] | 73,094 | 1,159,922 | 44,565,127 | 2,699,669 | 2,395,660 | 6,384,103 | 86,814 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Information-continued |  |  | Finance and insurance |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Telecommunications | Internet service providers, web search portals, and data processing services | Other information services | Total | Depository credit intermediation | Non depository credit intermediation | Activities related to credit intermediation |
|  | (78) | (79) | (80) | (81) | (82) | (83) | (84) |
| Number of partnerships | 2,950 | 3,254 | 1,077 | 214,813 | 41 | 5,839 | 1,277 |
| Number of partners | 14,707 | 7,674 | 3,342 | 2,725,859 | 357 | 39,572 | 5,530 |
| Total assets | 374,694,338 | 2,722,512 | 3,925,489 | 7,913,029,328 | 27,123,766 | 217,902,265 | 31,725,762 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 134,037,240 | 4,543,807 | 6,625,934 | 305,932,705 | 2,031,504 | 31,183,059 | 6,137,454 |
| Business receipts | 119,065,623 | 4,533,620 | 6,549,460 | 144,341,589 | 1,579,846 | 13,935,153 | 5,127,626 |
| Ordinary income from other partnerships and fiduciaries | 9,072,498 | * 4,024 | * 44,443 | 25,779,636 | * 400 | 294,991 | * 223,840 |
| Farm net profit | 0 | 0 | 0 | * 31,731 | 0 | 0 | 0 |
| Net gain, noncapital assets | 579,709 | * 332 | 11,308 | 2,689,323 | 0 | 87,249 | 4 |
| Other income | 5,319,410 | 5,830 | 20,723 | 133,090,426 | * 451,259 | 16,865,667 | 785,983 |
| Total deductions | 109,301,911 | 2,940,397 | 4,522,438 | 215,105,532 | 1,522,704 | 20,341,384 | 3,871,504 |
| Cost of good sold [1] | 24,806,455 | 616,117 | 533,975 | 36,571,475 | * 20,388 | 4,338,164 | * 253,924 |
| Inventory, beginning of year | 1,698,224 | * 35,991 | 338 | 11,153,773 | * 4,018 | * 233,427 | * 62,525 |
| Purchases | 16,282,362 | 96,609 | * 164,793 | 19,673,994 | 4 | 3,351,414 | * 26,931 |
| Cost of labor | 125,214 | * 28,502 | * 115,063 | 411,446 | * 10,928 | * 7,671 | * 398 |
| Additional inventory costs (section 263A) | 212,216 | * 20,012 | * 37,924 | 350,402 | 0 | * 4,008 | 0 |
| Other costs | 8,551,325 | 472,100 | 218,295 | 15,960,947 | * 8,407 | 1,029,657 | * 209,541 |
| Less: Inventory, end of year | 2,062,887 | * 37,097 | * 2,437 | 10,979,087 | * 2,968 | * 288,013 | * 45,470 |
| Salaries and wages | 9,267,263 | 741,425 | 1,271,523 | 31,681,283 | * 382,733 | 2,048,549 | 667,457 |
| Guaranteed payments to partners | 11,389 | 70,127 | * 32,267 | 4,448,440 | 6,918 | 125,133 | * 85,171 |
| Rent paid | 5,415,418 | 153,037 | 181,260 | 2,507,444 | * 43,181 | 231,210 | 123,900 |
| Interest paid | 5,400,524 | 15,720 | 47,460 | 62,078,026 | 664,809 | 4,538,087 | 278,034 |
| Taxes and licenses | 2,289,178 | 56,628 | 162,240 | 2,188,613 | 15,644 | 165,308 | 62,854 |
| Bad debts | 1,783,590 | * 2,139 | * 6,255 | 3,827,465 | * 8,139 | 3,432,212 | * 10,271 |
| Repairs and maintenance | 1,235,575 | 47,436 | 108,518 | 287,083 | * 1,884 | 22,262 | 41,285 |
| Depreciation | 11,807,506 | 136,838 | 263,895 | 1,028,955 | * 10,595 | 133,805 | 43,212 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 555,775 | * 63,905 | * 41,498 | 733,601 | * 4,057 | 18,895 | * 16,026 |
| Employee benefit programs | 616,136 | 37,431 | 68,357 | 1,284,968 | * 20,549 | 110,195 | 57,831 |
| Net loss from other partnerships and fiduciaries | 249,688 | * 433 | 0 | 2,729,742 | * 27 | 5,943 | 0 |
| Farm net loss | 0 | 0 | 0 | 36,527 | 0 | 0 | 0 |
| Net loss, noncapital assets | 36,468 | 504 | 33 | 157,987 | 0 | 12,415 | 294 |
| Other deductions | 45,826,946 | 998,659 | 1,805,158 | 65,543,921 | 343,780 | 5,159,206 | 2,231,245 |
| Ordinary business income (loss) | 24,735,329 | 1,603,410 | 2,103,496 | 90,827,174 | 508,801 | 10,841,675 | 2,265,950 |
| Net income | 25,028,783 | 1,609,536 | 2,104,098 | 95,987,838 | 508,801 | 11,051,725 | 2,266,206 |
| Loss | * 293,454 | * 6,126 | 602 | 5,160,664 | 0 | 210,049 | * 257 |
| Portfolio income (loss) distributed directly to partners | 6,200,009 | 122,967 | 276,345 | 521,459,477 | 111,126 | 3,432,041 | 333,581 |
| Interest income | 3,622,207 | 26,629 | 62,009 | 143,867,484 | * 97,044 | 2,316,218 | 121,803 |
| Dividend income | 154,827 | * 8,411 | * 1,820 | 66,406,264 | * 5,225 | 204,594 | * 3,702 |
| Royalties | 320,672 | 0 | 202 | 1,861,076 | 0 | * 200 | 0 |
| Net short-term capital gain (loss) | * 32,748 | 0 | * 20 | 46,698,316 | 271 | 69,737 | * 7,199 |
| Net long-term capital gain (loss) | 2,069,554 | 87,927 | * 212,295 | 262,626,337 | 8,585 | 841,292 | * 200,876 |
| Net rental real estate income (loss) | * 7,796 | * 7,361 | 0 | 847,452 | -315 | 24,331 | * 1,219 |
| Net income | * 7,796 | * 7,361 | 0 | 1,922,321 | 0 | 29,680 | * 1,219 |
| Loss | 0 | 0 | 0 | 1,074,869 | 315 | 5,349 | 0 |
| Other net rental income (loss) | 335,524 | 0 | * 9,191 | 51,419 | * 1,319 | * 4,052 | 0 |
| Net income | 409,721 | 0 | * 9,191 | 180,865 | * 1,319 | * 4,615 | 0 |
| Loss | * 74,197 | 0 | 0 | 129,446 | 0 | * 563 | 0 |
| Total net income [2] | 29,176,355 | 1,645,811 | 2,176,717 | 303,860,868 | 612,073 | 13,391,070 | 2,392,673 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Finance and insurance-continued |  |  |  |  | Real estate and rental and leasing |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Securities, commodity contracts, and other financial investments and related activities |  |  | Insurance carriers and related activities | Funds, trusts, and other financial vehicles | Total | Real estate |
|  | Total | $\begin{array}{\|c} \text { Securities } \\ \text { and } \\ \text { commodity } \\ \text { contracts } \\ \text { and exchanges } \end{array}$ | Other financial investment activities |  |  |  | Total |
|  | (85) | (86) | (87) | (88) | (89) | (90) | (91) |
| Number of partnerships | 165,208 | 4,611 | 160,597 | 9,311 | 33,136 | 722,087 | 699,094 |
| Number of partners | 2,299,906 | 192,806 | 2,107,100 | 32,836 | 347,658 | 3,587,259 | 3,503,342 |
| Total assets | 6,630,078,492 | 1,329,587,222 | 5,300,491,271 | 22,199,366 | 983,999,677 | 2,081,166,031 | 2,008,754,320 |
| Income and deductions from a trade or business: Total income | 236,047,483 | 98,750,984 | 137,296,500 | 18,276,455 | 12,256,750 | 152,413,961 | 134,775,323 |
| Business receipts | 100,222,825 | 39,685,976 | 60,536,849 | 17,547,072 | 5,929,069 | 126,115,556 | 110,727,785 |
| Ordinary income from other partnerships and fiduciaries | 22,627,794 | 806,415 | 21,821,378 | * 51,572 | 2,581,039 | 11,487,332 | 11,420,051 |
| Farm net profit | * 30,069 | 0 | * 30,069 | 0 | * 1,662 | 57,750 | 57,750 |
| Net gain, noncapital assets | 2,395,582 | 134,641 | 2,260,941 | * 451 | 206,037 | 3,192,382 | 2,212,500 |
| Other income | 110,771,214 | 58,123,951 | 52,647,263 | 677,360 | 3,538,943 | 11,560,941 | 10,357,237 |
| Total deductions | 165,852,532 | 90,212,079 | 75,640,454 | 15,011,114 | 8,506,293 | 115,909,463 | 102,632,014 |
| Cost of good sold [1] | 28,306,337 | 14,235,857 | 14,070,481 | 2,889,872 | 762,789 | 68,971,387 | 64,743,685 |
| Inventory, beginning of year | 10,767,872 | 572,085 | 10,195,788 | 8,784 | * 77,146 | 17,896,583 | 17,682,600 |
| Purchases | 15,260,433 | 3,919,706 | 11,340,727 | * 465,616 | * 569,596 | 28,748,767 | 26,734,815 |
| Cost of labor | 376,252 | 455 | 375,797 | * 8,288 | 7,910 | 1,167,134 | 738,819 |
| Additional inventory costs (section 263A) | 144,097 | * 7,257 | * 136,840 | * 112,800 | * 89,497 | 2,303,548 | 2,277,076 |
| Other costs | 12,260,290 | 10,415,522 | 1,844,768 | 2,301,110 | * 151,942 | 39,197,161 | 37,174,795 |
| Less: Inventory, end of year | 10,502,607 | 679,168 | 9,823,439 | * 6,726 | * 133,302 | 20,733,109 | 20,251,564 |
| Salaries and wages | 25,648,764 | 12,268,996 | 13,379,768 | 2,420,356 | 513,425 | 9,950,858 | 8,231,642 |
| Guaranteed payments to partners | 3,812,377 | 979,373 | 2,833,005 | 286,210 | 132,631 | 1,609,657 | 1,497,179 |
| Rent paid | 1,697,813 | 691,862 | 1,005,951 | 346,075 | 65,265 | 1,656,046 | 1,178,925 |
| Interest paid | 52,429,051 | 39,218,214 | 13,210,837 | 70,918 | 4,097,128 | 4,000,204 | 3,146,294 |
| Taxes and licenses | 1,698,850 | 740,443 | 958,407 | 191,534 | 54,422 | 1,533,557 | 1,269,640 |
| Bad debts | 120,386 | 19,578 | 100,808 | 13,205 | 243,252 | 245,357 | 178,651 |
| Repairs and maintenance | 184,302 | 91,401 | 92,900 | 26,186 | 11,164 | 615,138 | 436,052 |
| Depreciation | 695,720 | 265,050 | 430,670 | 103,131 | 42,494 | 3,836,332 | 1,100,621 |
| Depletion | 0 | 0 | 0 | 0 | 0 | * 3,805 | * 3,805 |
| Retirement plans, etc. | 612,974 | 300,494 | 312,480 | 75,059 | 6,591 | 149,066 | 106,424 |
| Employee benefit programs | 935,610 | 462,612 | 472,998 | 132,799 | 27,983 | 492,756 | 288,808 |
| Net loss from other partnerships and fiduciaries | 2,418,678 | 41,009 | 2,377,669 | * 61,866 | 243,228 | 954,247 | 935,527 |
| Farm net loss | 22,362 | 0 | 22,362 | 0 | * 14,165 | 18,288 | 18,288 |
| Net loss, noncapital assets | 144,001 | * 3,604 | 140,398 | * 88 | * 1,188 | 27,125 | 26,591 |
| Other deductions | 47,125,308 | 20,893,588 | 26,231,720 | 8,393,814 | 2,290,569 | 21,845,639 | 19,469,882 |
| Ordinary business income (loss) | 70,194,951 | 8,538,905 | 61,656,046 | 3,265,341 | 3,750,456 | 36,504,498 | 32,143,309 |
| Net income | 74,529,179 | 9,441,461 | 65,087,718 | 3,340,249 | 4,291,678 | 38,842,258 | 34,246,698 |
| Loss | 4,334,228 | 902,556 | 3,431,672 | * 74,908 | 541,222 | 2,337,760 | 2,103,390 |
| Portfolio income (loss) distributed directly to partners | 447,822,244 | 10,682,579 | 437,139,666 | 816,736 | 68,943,748 | 51,013,371 | 49,160,251 |
| Interest income | 118,655,434 | 3,780,123 | 114,875,311 | 523,443 | 22,153,542 | 15,623,613 | 14,356,191 |
| Dividend income | 56,894,712 | 3,807,761 | 53,086,951 | 29,432 | 9,268,599 | 6,320,812 | 6,301,114 |
| Royalties | 1,582,480 | 6,745 | 1,575,735 | 0 | 278,396 | 976,148 | 548,434 |
| Net short-term capital gain (loss) | 42,464,077 | 1,043,690 | 41,420,387 | -1,248 | 4,158,280 | 563,626 | 560,719 |
| Net long-term capital gain (loss) | 228,225,542 | 2,044,260 | 226,181,282 | 265,109 | 33,084,932 | 27,529,173 | 27,393,794 |
| Net rental real estate income (loss) | 428,500 | 2,595 | 425,905 | * 6,887 | 386,831 | 80,820,178 | 80,446,170 |
| Net income | 1,370,051 | 21,277 | 1,348,774 | * 7,294 | 514,077 | 83,617,736 | 83,242,248 |
| Loss | 941,550 | 18,682 | 922,869 | * 407 | 127,247 | 2,797,558 | 2,796,078 |
| Other net rental income (loss) | 42,036 | -591 | 42,627 | 0 | 4,012 | 3,862,936 | 520,087 |
| Net income | 148,096 | * 5 | 148,091 | 0 | 26,835 | 4,192,239 | 618,824 |
| Loss | 106,060 | * 596 | 105,464 | 0 | 22,823 | 329,303 | 98,737 |
| Total net income [2] | 247,798,113 | 16,135,539 | 231,662,575 | 3,825,103 | 35,841,836 | 144,108,185 | 134,315,304 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Real estate and rental and leasing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Real estate-continued |  |  |  |  | Rental and leasing services | Lessors of nonfinancial intangible assets (except copyrighted works) |
|  | Lessors of residential buildings and dwellings and co-operative housing | Lessors of <br> nonresidential <br> buildings <br> (except <br> mini- <br> warehouses) | Lessors of miniwarehouses and selfstorage units | Lessors of other real estate property | Other real estate activities |  |  |
|  | (92) | (93) | (94) | (95) | (96) | (97) | (98) |
| Number of partnerships | 167,517 | 324,047 | 9,787 | 53,714 | 144,029 | 22,385 | 608 |
| Number of partners | 791,862 | 1,459,330 | 62,863 | 395,233 | 794,056 | 82,072 | 1,845 |
| Total assets | 387,801,682 | 947,815,407 | 33,131,742 | 105,612,580 | 534,392,909 | 61,837,215 | 10,574,496 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 9,802,647 | 11,401,051 | 364,240 | 3,762,471 | 109,444,914 | 15,450,183 | 2,188,456 |
| Business receipts | 7,587,070 | 7,796,614 | 346,058 | 2,804,011 | 92,194,031 | 13,578,984 | 1,808,786 |
| Ordinary income from other partnerships and fiduciaries | 891,500 | 1,441,904 | * 564 | 191,706 | 8,894,377 | 48,991 | * 18,290 |
| Farm net profit | * 22,500 | 4,326 | 0 | * 14,862 | * 16,062 | 0 | 0 |
| Net gain, noncapital assets | 760,799 | 642,815 | * 15,961 | 69,888 | 723,037 | 906,385 | * 73,498 |
| Other income | 540,777 | 1,515,392 | * 1,657 | 682,004 | 7,617,408 | 915,823 | * 287,882 |
| Total deductions | 7,632,184 | 7,399,350 | 270,030 | 3,003,207 | 84,327,243 | 12,921,057 | 356,392 |
| Cost of good sold [1] | 4,648,810 | 3,100,654 | 49,842 | 1,276,339 | 55,668,041 | 4,227,702 | 0 |
| Inventory, beginning of year | 876,429 | 867,479 | 53,650 | * 247,597 | 15,637,445 | 213,983 | 0 |
| Purchases | 1,874,595 | 990,561 | 33,785 | 808,378 | 23,027,496 | 2,013,952 | 0 |
| Cost of labor | 0 | * 48,850 | * 519 | * 91,872 | 597,578 | 428,315 | 0 |
| Additional inventory costs (section 263A) | * 177,783 | * 269,788 | * 67 | * 117,454 | 1,711,985 | * 26,472 | 0 |
| Other costs | 3,413,427 | 1,562,224 | * 522 | 253,392 | 31,945,230 | 2,022,366 | 0 |
| Less: Inventory, end of year | 1,833,988 | 638,247 | 38,702 | 259,139 | 17,481,488 | 481,545 | 0 |
| Salaries and wages | 576,080 | 604,531 | * 14,372 | 366,800 | 6,669,860 | 1,702,169 | * 17,047 |
| Guaranteed payments to partners | 13,142 | 104,940 | * 1,706 | 68,594 | 1,308,797 | 30,955 | * 81,523 |
| Rent paid | 35,899 | 89,332 | * 362 | 102,689 | 950,643 | 475,047 | * 2,074 |
| Interest paid | 381,887 | 402,825 | * 44,743 | 372,125 | 1,944,714 | 847,113 | * 6,797 |
| Taxes and licenses | 122,633 | 198,096 | 17,144 | 60,715 | 871,051 | 260,649 | 3,269 |
| Bad debts | * 4,485 | 25,714 | * 135 | * 1,969 | 146,348 | 63,088 | * 3,618 |
| Repairs and maintenance | 40,749 | 84,202 | * 5,011 | 33,626 | 272,465 | 179,017 | * 68 |
| Depreciation | 101,156 | 310,817 | 16,845 | 93,185 | 578,618 | 2,735,232 | * 480 |
| Depletion | 0 | 0 | 0 | * 3,805 | 0 | 0 | 0 |
| Retirement plans, etc. | * 235 | * 4,461 | 0 | * 5,164 | 96,565 | 41,824 | * 818 |
| Employee benefit programs | 12,743 | 28,106 | 0 | 8,011 | 239,948 | 203,399 | * 549 |
| Net loss from other partnerships and fiduciaries | 93,042 | 253,577 | * 721 | 9,656 | 578,531 | * 1,846 | * 16,874 |
| Farm net loss | 0 | * 4,012 | 0 | * 5,982 | * 8,294 | 0 | 0 |
| Net loss, noncapital assets | * 7,274 | * 2,078 | 0 | * 12,570 | 4,670 | * 534 | 1 |
| Other deductions | 1,594,051 | 2,186,006 | 119,148 | 581,978 | 14,988,699 | 2,152,482 | 223,275 |
| Ordinary business income (loss) | 2,170,463 | 4,001,701 | 94,210 | 759,264 | 25,117,670 | 2,529,126 | 1,832,063 |
| Net income | 2,581,892 | 4,587,704 | 100,074 | 849,082 | 26,127,946 | 2,724,226 | 1,871,333 |
| Loss | 411,429 | 586,003 | 5,864 | 89,818 | 1,010,276 | 195,100 | 39,270 |
| Portfolio income (loss) distributed directly to partners | 5,772,111 | 10,136,802 | 146,178 | 2,675,581 | 30,429,580 | 1,259,650 | 593,470 |
| Interest income | 2,690,443 | 4,183,917 | 56,698 | 642,449 | 6,782,683 | 1,142,626 | 124,797 |
| Dividend income | 780,034 | 911,197 | 17,281 | 188,864 | 4,403,736 | 19,683 | * 15 |
| Royalties | * 40,617 | 51,368 | * 3,002 | 190,852 | 262,595 | [3] | * 427,714 |
| Net short-term capital gain (loss) | -9,328 | 345,680 | *-1,997 | -3,480 | 229,844 | * 2,907 | 0 |
| Net long-term capital gain (loss) | 2,270,344 | 4,644,639 | * 71,193 | 1,656,895 | 18,750,722 | 94,435 | * 40,944 |
| Net rental real estate income (loss) | 19,236,677 | 48,481,673 | 1,401,623 | 4,777,133 | 6,549,064 | 369,519 | * 4,490 |
| Net income | 19,779,125 | 49,097,838 | 1,402,207 | 4,911,090 | 8,051,988 | 370,999 | * 4,490 |
| Loss | 542,448 | 616,165 | * 584 | 133,958 | 1,502,924 | * 1,479 | 0 |
| Other net rental income (loss) | -49,472 | 436,434 | * 5,817 | 81,700 | 45,607 | 3,281,020 | * 61,829 |
| Net income | * 4,599 | 439,464 | * 10,009 | 83,215 | 81,537 | 3,511,585 | * 61,829 |
| Loss | * 54,070 | * 3,030 | * 4,192 | * 1,515 | 35,930 | 230,566 | 0 |
| Total net income [2] | 24,868,762 | 58,066,292 | 1,578,632 | 6,640,263 | 43,161,356 | 7,341,973 | 2,450,907 |

Footnotes at end of table.

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Professional, scientific, and technical services |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Legal services | Accounting, tax preparation, bookkeeping and payroll services | Architectural, engineering and related services | $\qquad$ | Computer systems design and related services | Other professional, scientific, and technical services |
|  |  |  |  |  |  |  | Total |
|  | (99) | (100) | (101) | (102) | (103) | (104) | (105) |
| Number of partnerships | 118,034 | 21,761 | 16,284 | 13,257 | 4,301 | 15,417 | 47,014 |
| Number of partners | 422,035 | 140,847 | 63,227 | 31,293 | 9,739 | 39,333 | 137,596 |
| Total assets | 131,158,681 | 29,473,395 | 14,374,581 | 6,704,171 | 324,619 | 6,511,975 | 73,769,939 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 296,233,299 | 120,729,958 | 45,526,147 | 19,098,741 | 1,297,767 | 13,473,967 | 96,106,719 |
| Business receipts | 282,626,495 | 119,202,341 | 45,182,252 | 17,092,310 | 1,282,384 | 13,076,461 | 86,790,746 |
| Ordinary income from other partnerships and fiduciaries | 3,905,720 | 142,616 | 119,316 | 110,195 | 0 | 123,064 | 3,410,529 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | 129,167 | 5,007 | 1,591 | 12,764 | * 30 | * 82,002 | 27,774 |
| Other income | 9,571,916 | 1,379,994 | 222,988 | 1,883,472 | * 15,353 | 192,440 | 5,877,669 |
| Total deductions | 217,830,850 | 75,211,321 | 35,219,648 | 15,732,247 | 1,030,763 | 11,098,895 | 79,537,976 |
| Cost of good sold [1] | 44,545,925 | 1,407,952 | 772,676 | 6,176,639 | 605,138 | 4,127,101 | 31,456,419 |
| Inventory, beginning of year | 424,533 | * 1,993 | 0 | * 43,570 | * 43,077 | 14,147 | 321,746 |
| Purchases | 15,742,327 | * 82,647 | * 3,233 | 462,235 | 387,368 | 1,151,750 | 13,655,095 |
| Cost of labor | 5,326,990 | * 181,532 | 406,532 | 1,212,310 | * 43,810 | 1,085,343 | 2,397,464 |
| Additional inventory costs (section 263A) | 543,182 | 0 | * 32,852 | * 52,268 | * 6,120 | * 122,233 | * 329,708 |
| Other costs | 23,477,810 | 1,143,662 | 330,059 | 4,341,007 | * 168,982 | 1,833,004 | 15,661,096 |
| Less: Inventory, end of year | 1,113,046 | * 1,882 | 0 | * 33,295 | * 44,219 | 88,892 | 944,757 |
| Salaries and wages | 67,851,283 | 33,885,676 | 14,034,209 | 3,246,650 | 84,295 | 2,234,058 | 14,366,395 |
| Guaranteed payments to partners | 12,672,677 | 6,282,792 | 2,857,666 | 628,495 | * 43,665 | 404,688 | 2,455,371 |
| Rent paid | 11,108,834 | 7,268,134 | 1,649,968 | 424,147 | 37,519 | 249,334 | 1,479,732 |
| Interest paid | 1,415,556 | 366,922 | 278,928 | 56,697 | 5,056 | 144,866 | 563,087 |
| Taxes and licenses | 5,974,000 | 2,970,056 | 1,231,376 | 292,301 | 13,340 | 193,899 | 1,273,027 |
| Bad debts | 353,387 | 122,200 | 12,644 | 22,847 | * 1,786 | 8,749 | 185,161 |
| Repairs and maintenance | 1,251,025 | 558,811 | 136,595 | 193,856 | 4,584 | 75,676 | 281,503 |
| Depreciation | 2,324,427 | 1,143,544 | 285,804 | 159,254 | 5,079 | 137,799 | 592,946 |
| Depletion | 294 | 0 | 0 | 0 | 0 | 0 | 294 |
| Retirement plans, etc. | 3,373,812 | 1,371,360 | 1,176,646 | 112,958 | * 2,100 | 39,497 | 671,251 |
| Employee benefit programs | 3,939,300 | 1,796,550 | 565,084 | 380,871 | * 6,867 | 189,088 | 1,000,840 |
| Net loss from other partnerships and fiduciaries | 88,595 | 12,083 | 9,037 | * 1,028 | 0 | 0 | 66,447 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 77,110 | 43,432 | 2,255 | * 122 | * 1,872 | 19,876 | 9,553 |
| Other deductions | 62,854,627 | 17,981,810 | 12,206,759 | 4,036,383 | 219,462 | 3,274,263 | 25,135,950 |
| Ordinary business income (loss) | 78,402,449 | 45,518,637 | 10,306,499 | 3,366,495 | 267,003 | 2,375,072 | 16,568,743 |
| Net income | 78,812,663 | 45,524,463 | 10,417,904 | 3,378,388 | 267,003 | 2,451,563 | 16,773,343 |
| Loss | 410,215 | * 5,826 | * 111,405 | * 11,894 | 0 | * 76,490 | 204,600 |
| Portfolio income (loss) distributed directly to partners | 7,539,592 | 431,041 | 199,965 | 128,686 | * 1,375 | 464,512 | 6,314,014 |
| Interest income | 1,714,673 | 234,748 | 193,595 | 47,507 | * 1,340 | 41,547 | 1,195,937 |
| Dividend income | 456,642 | 32,448 | 5,440 | 1,998 | * 5 | 89,528 | 327,223 |
| Royalties | 1,533,363 | 728 | * 112 | * 24,135 | * 30 | 0 | 1,508,359 |
| Net short-term capital gain (loss) | 74,231 | 9,175 | -7,835 | * 307 | 0 | * 279 | 72,306 |
| Net long-term capital gain (loss) | 3,760,682 | 153,942 | 8,654 | * 54,739 | 0 | * 333,158 | 3,210,189 |
| Net rental real estate income (loss) | 29,861 | 21,486 | * 4,434 | * 209 | 0 | * -2,045 | 5,777 |
| Net income | 67,474 | 35,164 | * 4,435 | * 437 | 0 | 0 | 27,438 |
| Loss | 37,613 | 13,678 | 1 | * 228 | 0 | * 2,045 | 21,661 |
| Other net rental income (loss) | 131,721 | * 1,438 | 113,556 | * 3,666 | 0 | 95 | 12,967 |
| Net income | 131,901 | * 1,444 | 113,556 | * 3,666 | 0 | 95 | * 13,141 |
| Loss | 180 | 6 | 0 | 0 | 0 | 0 | 174 |
| Total net income [2] | 82,268,710 | 45,809,485 | 10,623,634 | 3,444,010 | 268,378 | 2,504,197 | 19,619,005 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Professional, scientific, and technical services-continued |  |  | Management of companies (holding companies) | Administrative and support and waste management and remediation services |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Other professional, scientific, and technical services-continued |  |  |  |  |  |  |
|  | Management, scientific, and technical consulting services | Advertising and related services | Other miscellaneous professional, scientific, and technical services |  | Total | Administrative and support services | management and remediation services |
|  | (106) | (107) | (108) | (109) | (110) | (111) | (112) |
| Number of partnerships | 23,085 | 4,491 | 19,438 | 16,975 | 36,098 | 33,532 | 2,566 |
| Number of partners | 68,916 | 12,972 | 55,708 | 485,249 | 89,194 | 82,485 | 6,709 |
| Total assets | 31,203,825 | 13,507,280 | 29,058,835 | 296,953,285 | 28,280,349 | 22,062,761 | 6,217,589 |
| Income and deductions from a trade or business: |  |  |  |  |  |  |  |
| Total income | 41,975,240 | 17,313,029 | 36,818,449 | 30,192,126 | 55,692,728 | 48,524,347 | 7,168,380 |
| Business receipts | 37,081,296 | 16,538,007 | 33,171,443 | 15,109,924 | 53,316,771 | 46,357,262 | 6,959,508 |
| Ordinary income from other partnerships and fiduciaries | 2,355,835 | 13,081 | 1,041,614 | 13,081,322 | 415,978 | 415,910 | 68 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | 22,400 | 589 | 4,785 | 124,014 | 27,293 | 18,389 | 8,904 |
| Other income | 2,515,709 | 761,353 | 2,600,608 | 1,876,866 | 1,932,687 | 1,732,786 | 199,901 |
| Total deductions | 33,282,622 | 14,257,392 | 31,997,962 | 16,615,357 | 49,075,340 | 42,915,609 | 6,159,731 |
| Cost of good sold [1] | 8,260,084 | 7,113,300 | 16,083,035 | 8,564,262 | 21,254,537 | 17,798,692 | 3,455,844 |
| Inventory, beginning of year | 234,749 | * 15,021 | 71,976 | 960,777 | 300,467 | 268,628 | 31,839 |
| Purchases | 2,167,389 | 1,975,760 | 9,511,945 | 6,763,796 | 4,382,460 | 4,051,453 | 331,007 |
| Cost of labor | 1,600,218 | 137,838 | 659,409 | 397,632 | 8,554,350 | 7,952,101 | 602,249 |
| Additional inventory costs (section 263A) | * 27,268 | * 104,476 | * 197,964 | 10,321 | 251,951 | 213,221 | * 38,730 |
| Other costs | 4,362,445 | 4,882,937 | 6,415,714 | 1,280,603 | 8,051,427 | 5,566,953 | 2,484,474 |
| Less: Inventory, end of year | 131,985 | * 38,801 | 773,972 | 905,176 | 286,119 | 253,664 | 32,455 |
| Salaries and wages | 7,954,762 | 2,155,550 | 4,256,083 | 1,977,119 | 11,955,017 | 11,339,470 | 615,547 |
| Guaranteed payments to partners | 1,690,087 | 362,447 | 402,838 | 255,929 | 543,027 | 509,862 | * 33,166 |
| Rent paid | 624,678 | 295,250 | 559,804 | 266,659 | 932,654 | 818,957 | 113,697 |
| Interest paid | 325,957 | 93,411 | 143,719 | 1,092,338 | 647,262 | 457,936 | 189,326 |
| Taxes and licenses | 704,927 | 217,929 | 350,171 | 257,725 | 1,079,572 | 982,924 | 96,648 |
| Bad debts | 22,292 | 113,233 | 49,636 | 64,993 | 200,546 | 193,279 | 7,267 |
| Repairs and maintenance | 77,948 | 81,751 | 121,804 | 80,138 | 279,285 | 165,202 | 114,083 |
| Depreciation | 260,972 | 122,033 | 209,942 | 256,150 | 631,438 | 408,275 | 223,163 |
| Depletion | 294 | 0 | [3] | 73 | 2,471 | 0 | 2,471 |
| Retirement plans, etc. | 403,970 | 46,258 | 221,023 | 63,627 | 123,588 | 110,183 | 13,405 |
| Employee benefit programs | 550,250 | 134,344 | 316,246 | 111,304 | 1,724,897 | 1,687,347 | 37,551 |
| Net loss from other partnerships and fiduciaries | 45,956 | * 7,372 | 13,119 | 395,493 | 39,407 | 31,254 | * 8,153 |
| Farm net loss | 0 | 0 | 0 | * 4,452 | 0 | 0 | 0 |
| Net loss, noncapital assets | 4,106 | 871 | 4,576 | 814 | 3,691 | 3,591 | 100 |
| Other deductions | 12,356,338 | 3,513,644 | 9,265,968 | 3,224,280 | 9,657,947 | 8,408,636 | 1,249,311 |
| Ordinary business income (loss) | 8,692,619 | 3,055,637 | 4,820,487 | 13,576,768 | 6,617,388 | 5,608,738 | 1,008,649 |
| Net income | 8,837,004 | 3,055,879 | 4,880,459 | 14,368,475 | 6,649,775 | 5,630,446 | 1,019,329 |
| Loss | 144,385 | 242 | 59,973 | 791,707 | 32,388 | 21,708 | * 10,680 |
| Portfolio income (loss) distributed directly to partners | 4,084,850 | 173,726 | 2,055,437 | 23,893,932 | 904,926 | 807,062 | 97,864 |
| Interest income | 477,438 | 156,932 | 561,567 | 5,496,868 | 247,336 | 154,962 | 92,374 |
| Dividend income | 198,021 | 3,227 | 125,976 | 4,095,265 | 122,567 | 122,536 | 32 |
| Royalties | 781,380 | 10,854 | 716,124 | 268,109 | * 980 | * 833 | * 146 |
| Net short-term capital gain (loss) | 55,969 | * 1,422 | 14,915 | 415,373 | 2,117 | 2,117 | 0 |
| Net long-term capital gain (loss) | 2,572,042 | 1,291 | 636,856 | 13,618,316 | 531,926 | 526,614 | * 5,312 |
| Net rental real estate income (loss) | 4,823 | * 684 | 269 | 386,653 | 24,975 | 24,766 | 209 |
| Net income | 21,495 | * 714 | * 5,228 | 673,066 | 25,918 | 25,708 | 209 |
| Loss | 16,671 | 30 | * 4,959 | 286,413 | * 942 | * 942 | 0 |
| Other net rental income (loss) | 942 | 0 | * 12,025 | 164,997 | * 1,868 | * 1,601 | * 266 |
| Net income | * 1,063 | 0 | * 12,077 | 174,491 | * 1,868 | * 1,601 | * 266 |
| Loss | * 121 | 0 | * 52 | 9,493 |  | 0 | 0 |
| Total net income [2] | 10,155,223 | 3,227,335 | 6,236,448 | 23,988,661 | 7,015,114 | 5,913,436 | 1,101,677 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Educational services | Health care and social assistance |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Offices of physicians and dentists | Offices of other health practitioners | Outpatient care centers | Medical and diagnostic laboratories | Home health care services |
|  | (113) | (114) | (115) | (116) | (117) | (118) | (119) |
| Number of partnerships | 5,486 | 39,807 | 13,772 | 8,549 | 3,483 | 2,698 | 1,595 |
| Number of partners | 13,897 | 185,222 | 60,144 | 22,280 | 39,105 | 17,023 | 4,653 |
| Total assets | 1,905,841 | 56,898,197 | 6,217,187 | 1,115,033 | 9,247,006 | 4,617,452 | 1,203,174 |
| Income and deductions from a trade or business: <br> Total income | 3,394,535 | 120,062,276 | 42,307,124 | 5,164,840 | 16,095,129 | 9,548,724 | 3,189,902 |
| Business receipts | 3,150,489 | 112,193,386 | 36,897,539 | 5,066,642 | 15,316,667 | 9,090,458 | 3,133,734 |
| Ordinary income from other partnerships and fiduciaries | * 60,453 | 1,451,298 | 513,824 | * 36,890 | 357,757 | 269,297 | * 4,995 |
| Farm net profit | 0 | * 1,126 | 0 | 0 | 0 | * 1,126 | 0 |
| Net gain, noncapital assets | * 565 | 106,535 | 6,343 | * 3,133 | 33,602 | 2,721 | * 5,750 |
| Other income | 183,028 | 6,309,931 | 4,889,418 | 58,175 | 387,103 | 185,121 | 45,423 |
| Total deductions | 2,744,126 | 96,193,364 | 30,996,009 | 4,025,695 | 12,052,398 | 7,200,467 | 2,858,279 |
| Cost of good sold [1] | 695,824 | 6,662,168 | 1,376,247 | 617,729 | 1,306,775 | 876,252 | 619,372 |
| Inventory, beginning of year | 15,775 | 289,552 | 11,595 | 30,066 | 171,408 | 33,186 | 15,279 |
| Purchases | 96,409 | 1,800,906 | 187,030 | 303,691 | 498,415 | 222,578 | 202,347 |
| Cost of labor | 257,809 | 1,284,498 | 227,154 | * 67,821 | 126,103 | 158,351 | * 174,927 |
| Additional inventory costs (section 263A) | 0 | 157,360 | * 42,397 | 0 | * 10,434 | * 1,498 | * 60,241 |
| Other costs | 347,368 | 3,371,047 | 921,131 | 246,557 | 614,588 | 496,202 | * 183,747 |
| Less: Inventory, end of year | 21,537 | 241,195 | 13,061 | 30,406 | 114,173 | 35,564 | 17,168 |
| Salaries and wages | 673,817 | 26,336,566 | 9,571,865 | 1,124,823 | 2,524,485 | 1,438,545 | 1,208,932 |
| Guaranteed payments to partners | 41,698 | 4,391,604 | 3,557,435 | 225,343 | 233,751 | 168,533 | 41,581 |
| Rent paid | 142,561 | 4,571,905 | 1,539,619 | 261,950 | 595,120 | 422,993 | 70,283 |
| Interest paid | 31,162 | 1,411,788 | 150,851 | 15,523 | 140,833 | 124,919 | 13,478 |
| Taxes and licenses | 57,327 | 3,058,203 | 766,093 | 112,759 | 278,416 | 182,302 | 103,140 |
| Bad debts | 3,696 | 1,249,919 | 57,059 | * 2,961 | 238,974 | 93,594 | 13,431 |
| Repairs and maintenance | 21,682 | 1,384,542 | 279,439 | 22,669 | 214,285 | 217,560 | 14,674 |
| Depreciation | 36,639 | 2,335,222 | 340,023 | 34,850 | 409,856 | 370,578 | 40,993 |
| Depletion | 0 | 0 | 0 | 0 |  | 0 | 0 |
| Retirement plans, etc. | 8,728 | 639,119 | 477,917 | 15,222 | 39,238 | 47,347 | 7,316 |
| Employee benefit programs | 24,105 | 2,345,417 | 942,990 | 26,412 | 215,575 | 118,114 | 55,400 |
| Net loss from other partnerships and fiduciaries | 6,731 | 22,021 | 2,265 | * 219 | * 783 | * 2,039 | 0 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | * 20 | 25,728 | * 4,745 | 0 | * 10,284 | 5,325 | * 207 |
| Other deductions | 1,000,137 | 41,759,163 | 11,929,461 | 1,565,237 | 5,844,022 | 3,132,366 | 669,473 |
| Ordinary business income (loss) | 650,408 | 23,868,912 | 11,311,114 | 1,139,145 | 4,042,731 | 2,348,257 | 331,623 |
| Net income | 650,408 | 23,987,027 | 11,317,076 | 1,139,145 | 4,042,961 | 2,350,614 | 331,623 |
| Loss | 0 | 118,115 | 5,961 | 0 | * 230 | * 2,356 | 0 |
| Portfolio income (loss) distributed directly to partners | 41,798 | 1,291,002 | 182,170 | 10,856 | 333,827 | 87,710 | 3,052 |
| Interest income | 25,279 | 370,375 | 42,757 | 3,273 | 55,423 | 35,648 | 3,009 |
| Dividend income | * 8,562 | 19,888 | 6,340 | * 953 | * 1,927 | * 978 | * 11 |
| Royalties | 0 | [3] | 0 | 0 | 0 | 0 | 0 |
| Net short-term capital gain (loss) | *-70 | -1,377 | 506 | *-217 | * 2,251 | *-5,212 | 2 |
| Net long-term capital gain (loss) | * 8,027 | 902,115 | 132,567 | * 6,846 | 274,225 | * 56,297 | * 30 |
| Net rental real estate income (loss) | * 179 | 58,469 | 23,893 | * 974 | * 3,563 | * 1,954 | 0 |
| Net income | * 179 | 105,133 | 24,260 | * 974 | * 3,563 | * 2,127 | 0 |
| Loss | 0 | 46,664 | * 367 | 0 | 0 | * 173 | 0 |
| Other net rental income (loss) | 0 | 137,942 | 7,289 | *-18 | 4,498 | * 4,624 | 0 |
| Net income | 0 | 138,426 | * 7,386 | 0 | 4,498 | * 4,931 | 0 |
| Loss | 0 | * 483 | * 97 | * 18 | 0 | * 307 | 0 |
| Total net income [2] | 684,429 | 24,455,586 | 11,391,394 | 1,144,328 | 4,108,142 | 2,391,461 | 334,643 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Item | Health care and social assistance-continued |  |  |  | Arts, entertainment, and recreation |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Other ambulatory health care services | Hospitals | Nursing and residential care facilities | Social assistance | Total | Performing arts, spectator sports, and related industries | Museums, historical sites, and similar institutions |
|  | (120) | (121) | (122) | (123) | (124) | (125) | (126) |
| Number of partnerships | * 302 | 475 | 3,816 | 5,118 | 19,628 | 12,994 | * 10 |
| Number of partners | * 715 | 7,348 | 21,531 | 12,424 | 94,427 | 61,212 | * 20 |
| Total assets | * 75,933 | 19,533,506 | 14,320,452 | 568,454 | 37,957,643 | 15,126,884 | * 22,047 |
| Income and deductions from a trade or business: <br> Total income | * 502,730 | 21,813,725 | 19,831,145 | 1,608,958 | 29,332,960 | 14,463,632 | * 83,616 |
| Business receipts | * 498,503 | 21,245,492 | 19,337,536 | 1,606,815 | 25,722,996 | 11,855,510 | * 83,368 |
| Ordinary income from other partnerships and fiduciaries | 0 | 154,545 | 113,990 | 0 | 1,156,290 | 561,529 | 0 |
| Farm net profit | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net gain, noncapital assets | * 1,190 | 36,679 | 16,819 | * 298 | 224,197 | 208,488 | 0 |
| Other income | * 3,037 | 377,009 | 362,800 | 1,844 | 2,229,477 | 1,838,105 | * 248 |
| Total deductions | * 466,213 | 18,821,472 | 18,391,188 | 1,381,643 | 23,861,323 | 11,924,207 | * 80,562 |
| Cost of good sold [1] | * 36,357 | 520,714 | 1,054,822 | 253,900 | 4,227,217 | 2,281,506 | * 27,654 |
| Inventory, beginning of year | * 97 | 24,480 | 3,442 | 0 | 208,240 | 66,604 | * 1,249 |
| Purchases | * 34,800 | 307,121 | 43,610 | * 1,315 | 1,061,057 | 385,620 | * 14,864 |
| Cost of labor | 0 | 48,194 | 342,078 | 139,870 | 339,917 | 171,154 | * 13,163 |
| Additional inventory costs (section 263A) | * 1,479 | * 19,377 | 54 | * 21,879 | 8,663 | * 8,539 | 0 |
| Other costs | * 22 | * 148,324 | 669,640 | 90,837 | 2,820,538 | 1,719,275 | 0 |
| Less: Inventory, end of year | * 42 | 26,781 | 4,002 | 0 | 211,197 | 69,687 | * 1,621 |
| Salaries and wages | * 102,918 | 3,066,120 | 6,875,460 | 423,419 | 5,463,144 | 3,312,848 | * 13,565 |
| Guaranteed payments to partners | * 57,447 | 20,802 | 42,054 | 44,657 | 217,271 | 83,154 | 0 |
| Rent paid | * 1,635 | 472,163 | 1,084,395 | 123,747 | 929,510 | 307,735 | * 9,099 |
| Interest paid | * 1,548 | 318,636 | 620,808 | 25,192 | 918,927 | 329,219 | * 13 |
| Taxes and licenses | * 10,896 | 426,452 | 1,119,391 | 58,754 | 1,816,782 | 225,689 | * 2,413 |
| Bad debts | * 41,212 | 704,109 | 96,635 | * 1,944 | 24,001 | 11,580 | 0 |
| Repairs and maintenance | * 5,344 | 349,423 | 252,486 | 28,663 | 321,687 | 72,689 | * 2,557 |
| Depreciation | * 3,047 | 711,873 | 404,772 | 19,231 | 1,090,871 | 293,941 | * 1,448 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | * 110 | 28,964 | 21,032 | * 1,972 | 77,696 | 61,947 | 0 |
| Employee benefit programs | * 105,166 | 397,197 | 476,380 | 8,183 | 252,045 | 122,983 | 0 |
| Net loss from other partnerships and fiduciaries | 0 | * 14,995 | * 1,720 | 0 | * 7,357 | * 7,287 | 0 |
| Farm net loss | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 0 | 1,026 | 4,141 | 0 | 1,921 | * 688 | 0 |
| Other deductions | * 100,532 | 11,788,999 | 6,337,093 | 391,981 | 8,512,893 | 4,812,941 | * 23,814 |
| Ordinary business income (loss) | * 36,517 | 2,992,254 | 1,439,957 | 227,314 | 5,471,637 | 2,539,425 | * 3,054 |
| Net income | * 36,518 | 3,002,769 | 1,539,007 | 227,314 | 5,490,719 | 2,549,196 | * 3,054 |
| Loss | 1 | * 10,516 | * 99,050 | 0 | * 19,082 | * 9,771 | 0 |
| Portfolio income (loss) distributed directly to partners | * 32,970 | 253,099 | 385,629 | 1,689 | 452,408 | 268,413 | * 85 |
| Interest income | * 379 | 163,353 | 64,929 | 1,603 | 258,596 | 138,788 | * 85 |
| Dividend income | 0 | * 8,891 | 573 | * 214 | 26,853 | 14,330 | 0 |
| Royalties | 0 | 0 | [3] | 0 | * 23,889 | * 23,889 | 0 |
| Net short-term capital gain (loss) | 0 | * 1,281 | * 157 | *-145 | 22,697 | 21,723 | 0 |
| Net long-term capital gain (loss) | * 32,592 | 79,573 | 319,970 | * 17 | 120,372 | 69,682 | 0 |
| Net rental real estate income (loss) | 0 | -607 | 28,693 | 0 | 104,196 | 58,195 | 0 |
| Net income | 0 | 36,432 | 37,778 | 0 | 120,292 | 62,255 | 0 |
| Loss | 0 | 37,038 | * 9,086 | 0 | * 16,096 | * 4,059 | 0 |
| Other net rental income (loss) | 0 | 17,653 | 103,897 | 0 | 8,550 | * 2,206 | 0 |
| Net income | 0 | 17,714 | 103,897 | 0 | * 8,582 | * 2,238 | 0 |
| Loss | 0 | * 61 | 0 | 0 | * 32 | * 32 | 0 |
| Total net income [2] | * 36,896 | 3,181,544 | 1,638,049 | 229,131 | 5,893,722 | 2,776,833 | * 3,139 |

Footnotes at end of table.

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Arts, <br> entertainment, and recreationcontinued <br> Amusement, gambling, and recreation industries | Accommodation and food services |  |  | Other services |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Accommodation | Food service and drinking places | Total | Repair and maintenance |  |
|  |  |  |  |  |  | Total | Automotive repair and maintenance |
|  | (127) | (128) | (129) | (130) | (131) | (132) | (133) |
| Number of partnerships | 6,623 | 54,357 | 16,476 | 37,881 | 36,918 | 18,834 | 12,421 |
| Number of partners | 33,194 | 216,568 | 87,259 | 129,310 | 113,738 | 49,000 | 33,261 |
| Total assets | 22,808,712 | 101,377,150 | 80,137,824 | 21,239,326 | 10,509,851 | 3,900,818 | 2,396,601 |
| Income and deductions from a trade or business: <br> Total income | 14,785,712 | 93,750,390 | 39,270,385 | 54,480,005 | 17,549,304 | 10,280,945 | 5,887,482 |
| Business receipts | 13,784,118 | 90,846,976 | 37,601,202 | 53,245,774 | 17,163,282 | 10,070,624 | 5,827,842 |
| Ordinary income from other partnerships and fiduciaries | 594,760 | 784,910 | 591,385 | 193,525 | 63,490 | * 8,761 | * 923 |
| Farm net profit | 0 | 0 | 0 | 0 | * 12,017 | 0 | 0 |
| Net gain, noncapital assets | 15,709 | 408,122 | 293,466 | 114,656 | 45,996 | 38,788 | 25,808 |
| Other income | 391,124 | 1,710,382 | 784,333 | 926,050 | 264,519 | 162,771 | 32,909 |
| Total deductions | 11,856,554 | 84,185,826 | 34,224,138 | 49,961,687 | 15,359,856 | 9,089,078 | 5,144,254 |
| Cost of good sold [1] | 1,918,057 | 25,629,865 | 4,930,640 | 20,699,225 | 6,662,039 | 5,377,700 | 2,860,405 |
| Inventory, beginning of year | 140,388 | 923,500 | 317,754 | 605,746 | 489,240 | 428,039 | 164,853 |
| Purchases | 660,573 | 17,936,522 | 1,666,175 | 16,270,347 | 3,799,072 | 3,149,305 | 2,015,901 |
| Cost of labor | 155,600 | 3,570,207 | 843,887 | 2,726,320 | 1,121,751 | 831,149 | 495,884 |
| Additional inventory costs (section 263A) | * 124 | 129,176 | 13,705 | 115,470 | * 4,360 | * 4,360 | * 3,130 |
| Other costs | 1,101,263 | 3,859,455 | 2,270,573 | 1,588,882 | 1,810,358 | 1,435,791 | 375,191 |
| Less: Inventory, end of year | 139,890 | 788,994 | 181,454 | 607,541 | 562,742 | 470,944 | 194,555 |
| Salaries and wages | 2,136,731 | 15,423,868 | 6,528,535 | 8,895,333 | 2,440,745 | 979,511 | 612,771 |
| Guaranteed payments to partners | 134,117 | 436,930 | 85,532 | 351,399 | 244,076 | 164,084 | 118,098 |
| Rent paid | 612,675 | 4,519,985 | 1,108,408 | 3,411,577 | 1,084,655 | 312,339 | 246,212 |
| Interest paid | 589,695 | 3,679,898 | 3,051,589 | 628,309 | 269,097 | 160,170 | 112,115 |
| Taxes and licenses | 1,588,681 | 3,847,654 | 2,257,049 | 1,590,605 | 391,013 | 181,269 | 131,472 |
| Bad debts | 12,421 | 59,191 | 48,636 | 10,555 | 9,271 | 5,907 | 4,011 |
| Repairs and maintenance | 246,441 | 1,775,193 | 924,587 | 850,607 | 155,392 | 70,242 | 54,071 |
| Depreciation | 795,481 | 3,472,133 | 2,440,201 | 1,031,932 | 319,548 | 152,475 | 92,185 |
| Depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | 15,749 | 95,829 | 77,994 | 17,835 | 19,830 | 6,363 | * 3,073 |
| Employee benefit programs | 129,063 | 757,766 | 520,550 | 237,216 | 105,380 | 53,032 | 24,222 |
| Net loss from other partnerships and fiduciaries | 70 | 21,582 | 12,855 | 8,727 | * 1,141 | 0 | 0 |
| Farm net loss | 0 | 0 | 0 | 0 | * 819 | * 819 | * 819 |
| Net loss, noncapital assets | * 1,232 | 23,385 | 3,840 | 19,545 | * 10 | 0 | 0 |
| Other deductions | 3,676,139 | 24,442,546 | 12,233,722 | 12,208,824 | 3,656,840 | 1,625,168 | 884,800 |
| Ordinary business income (loss) | 2,929,158 | 9,564,564 | 5,046,247 | 4,518,318 | 2,189,447 | 1,191,867 | 743,229 |
| Net income | 2,938,469 | 9,627,730 | 5,105,741 | 4,521,989 | 2,192,290 | 1,193,164 | 744,526 |
| Loss | * 9,311 | 63,165 | 59,494 | * 3,671 | * 2,843 | * 1,297 | * 1,297 |
| Portfolio income (loss) distributed directly to partners | 183,911 | 1,658,003 | 985,966 | 672,036 | 788,884 | 275,178 | 29,338 |
| Interest income | 119,723 | 525,747 | 462,887 | 62,860 | 161,628 | 10,000 | 4,262 |
| Dividend income | * 12,523 | 88,420 | 80,669 | 7,751 | 158,861 | * 253 | * 136 |
| Royalties | 0 | * 60,837 | * 40,918 | * 19,919 | * 41,294 | 0 | 0 |
| Net short-term capital gain (loss) | * 975 | 217,400 | -3,459 | * 220,859 | * 459 | * 463 | * 463 |
| Net long-term capital gain (loss) | * 50,690 | 765,599 | 404,951 | 360,648 | 426,643 | * 264,462 | * 24,477 |
| Net rental real estate income (loss) | 46,001 | 532,876 | 523,354 | 9,522 | 67,044 | * 29,239 | * 30,709 |
| Net income | 58,037 | 580,515 | 570,026 | 10,489 | 68,589 | * 30,745 | * 30,709 |
| Loss | * 12,037 | 47,639 | 46,672 | * 967 | * 1,544 | * 1,506 | 0 |
| Other net rental income (loss) | * 6,344 | 13,638 | * 13,878 | *-239 | * 11,049 | * 11,049 | * 1,733 |
| Net income | * 6,344 | * 14,207 | * 13,878 | * 329 | * 11,049 | * 11,049 | * 1,733 |
| Loss | 0 | * 569 | 0 | * 569 | 0 | 0 | 0 |
| Total net income [2] | 3,113,750 | 10,786,083 | 6,167,953 | 4,618,129 | 2,629,322 | 1,242,407 | 780,070 |

Table 2. Partnerships With Net Income: Total Assets, Trade or Business Income and Deductions, Portfolio Income, Rental Income, and Total Net Income, by Selected Industrial Group, 2006-Continued [All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Other services-continued |  |  | Nature of business not allocable |
| :---: | :---: | :---: | :---: | :---: |
|  | Repair and maintenance-continued | Personal and laundry services | Religious, grantmaking, civic, professional, and similar organizations |  |
|  | Other repair and maintenance |  |  |  |
|  | (134) | (135) | (136) | (137) |
| Number of partnerships | 6,413 | 17,690 | * 394 | * 30 |
| Number of partners | 15,739 | 57,671 | * 7,068 | * 60 |
| Total assets | 1,504,217 | 6,316,539 | * 292,494 | * 71,469 |
| Income and deductions from a trade or business: |  |  |  |  |
| Total income | 4,393,463 | 7,240,673 | * 27,686 | * 46,372 |
| Business receipts | 4,242,782 | 7,064,972 | * 27,686 | * 42,143 |
| Ordinary income from other partnerships and fiduciaries | * 7,838 | * 54,729 | 0 | 0 |
| Farm net profit | 0 | * 12,017 | 0 | 0 |
| Net gain, noncapital assets | * 12,981 | * 7,208 | 0 | 0 |
| Other income | 129,862 | 101,748 | 0 | * 4,230 |
| Total deductions | 3,944,824 | 6,257,377 | * 13,402 | * 41,561 |
| Cost of good sold [1] | 2,517,295 | 1,284,339 | 0 | * 33,800 |
| Inventory, beginning of year | 263,186 | 61,201 | 0 | * 1,892 |
| Purchases | 1,133,404 | 649,767 | 0 | * 33,505 |
| Cost of labor | 335,265 | 290,603 | 0 | 0 |
| Additional inventory costs (section 263A) | 1,230 | 0 | 0 | 0 |
| Other costs | 1,060,600 | 374,566 | 0 | 0 |
| Less: Inventory, end of year | 276,389 | 91,798 | 0 | * 1,597 |
| Salaries and wages | 366,740 | 1,461,234 | 0 | * 542 |
| Guaranteed payments to partners | 45,986 | 79,992 | 0 | 0 |
| Rent paid | 66,127 | 772,275 | * 41 | * 10 |
| Interest paid | 48,055 | 108,927 | 0 | * 3,759 |
| Taxes and licenses | 49,797 | 209,745 | 0 | * 807 |
| Bad debts | * 1,896 | 3,365 | 0 | 0 |
| Repairs and maintenance | 16,170 | 85,151 | 0 | * 282 |
| Depreciation | 60,289 | 167,073 | 0 | * 1,373 |
| Depletion | 0 | 0 | 0 | 0 |
| Retirement plans, etc. | * 3,289 | 13,467 | 0 | 0 |
| Employee benefit programs | 28,811 | 52,348 | 0 | 0 |
| Net loss from other partnerships and fiduciaries | 0 | * 1,141 | 0 | 0 |
| Farm net loss | 0 | 0 | 0 | 0 |
| Net loss, noncapital assets | 0 | * 10 | 0 | 0 |
| Other deductions | 740,368 | 2,018,311 | * 13,361 | * 989 |
| Ordinary business income (loss) | 448,639 | 983,296 | * 14,284 | * 4,811 |
| Net income | 448,639 | 984,842 | * 14,284 | * 4,811 |
| Loss | 0 | * 1,545 | 0 | 0 |
| Portfolio income (loss) distributed directly to partners | 245,840 | 447,076 | * 66,631 | 0 |
| Interest income | 5,738 | 151,628 | 0 | 0 |
| Dividend income | * 117 | 91,977 | * 66,631 | 0 |
| Royalties | 0 | * 41,294 | 0 | 0 |
| Net short-term capital gain (loss) | 0 | *-4 | 0 | 0 |
| Net long-term capital gain (loss) | 239,985 | * 162,181 | 0 | 0 |
| Net rental real estate income (loss) | *-1,471 | * 37,806 | 0 | 0 |
| Net income | 35 | * 37,844 | 0 | 0 |
| Loss | * 1,506 | * 38 | 0 | 0 |
| Other net rental income (loss) | * 9,315 | 0 | 0 | 0 |
| Net income | * 9,315 | 0 | 0 | 0 |
| Loss | 0 | 0 | 0 | 0 |
| Total net income [2] | 462,338 | 1,306,001 | * 80,914 | * 4,811 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] Cost of good sold is not equal to the sum of its components because some partnerships do not report the components.
[2] Total net income is the sum of ordinary business income (loss), interest income, dividend income, royalties, net rental real estate income (loss) and other net rental income (loss).
[3] Less than $\$ 500$.
NOTE: Detail may not add to totals because of rounding.

Partnership Returns, 2006
Statistics of Income Bulletin | Fall 2008

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006

| Item | All industries | Agriculture, forestry, fishing, and hunting |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Crop production | Animal production | Forestry and logging | Fishing, hunting, and trapping | Support activities for agriculture and forestry |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | 2,947,116 | 131,727 | 69,999 | 40,760 | 8,815 | 1,652 | 10,501 |
| Number of partners | 16,727,803 | 447,031 | 244,277 | 125,089 | 40,910 | 4,686 | 32,068 |
| Partnerships reporting balance sheet data: Number of partnerships | 2,195,814 | 84,931 | 44,114 | 24,962 | 6,754 | 1,261 | 7,841 |
| Number of partners | 14,206,709 | 312,172 | 166,567 | 86,498 | 30,230 | 3,904 | 24,973 |
| Total assets | 17,146,275,372 | 133,804,083 | 41,796,170 | 42,865,466 | 40,434,255 | 3,220,973 | 5,487,219 |
| Cash | 723,469,011 | 8,310,243 | 3,025,823 | 2,936,516 | 1,753,011 | 127,699 | 467,195 |
| Trade notes and accounts receivable | 848,375,657 | 5,573,249 | 1,210,275 | 1,441,864 | 2,247,199 | 131,140 | 542,772 |
| Less: Allowance for bad debts | 17,091,120 | 16,493 | * 951 | 4,432 | * 1,203 | 1,160 | 8,747 |
| Inventories | 445,560,371 | 5,993,185 | 712,178 | 4,431,631 | 192,306 | * 115,670 | 541,401 |
| U.S. Government obligations | 69,840,992 | * 25,349 | * 12,871 | * 11,792 | 685 | 0 | 0 |
| Tax-exempt securities | 45,092,979 | * 133,063 | * 81,877 | 0 | * 51,186 | 0 | 0 |
| Other current assets | 2,957,652,176 | 6,033,746 | 2,958,080 | 2,260,840 | 204,104 | 153,244 | 457,477 |
| Mortgage and real estate loans | 165,839,279 | 989,932 | * 315,200 | 500,345 | * 174,388 | 0 | 0 |
| Other investments | 7,021,223,598 | 13,968,927 | 3,035,022 | 3,377,295 | 6,385,352 | * 979,699 | 191,559 |
| Depreciable assets | 3,572,315,411 | 67,147,242 | 29,844,341 | 29,743,269 | 1,842,547 | 1,567,538 | 4,149,547 |
| Less: Accumulated depreciation | 1,082,192,661 | 39,576,447 | 18,814,440 | 16,301,584 | 1,052,293 | 883,916 | 2,524,213 |
| Depletable assets | 92,843,826 | 8,244,430 | * 68,358 | * 91,359 | 8,075,606 | 0 | * 9,107 |
| Less: Accumulated depletion | 24,969,983 | 594,870 | * 6,871 | * 47,248 | 539,991 | 0 | * 760 |
| Land | 730,875,334 | 35,367,816 | 15,105,559 | 12,099,686 | 6,409,496 | * 423,193 | 1,329,883 |
| Intangible assets | 592,178,961 | 1,385,862 | 266,884 | 359,636 | 97,264 | 583,878 | 78,199 |
| Less: Accumulated amortization | 107,111,131 | 509,734 | 117,716 | 202,212 | 66,561 | 103,949 | 19,296 |
| Other assets | 1,112,372,673 | 21,328,584 | 4,099,682 | 2,166,709 | 14,661,160 | 127,938 | 273,094 |
| Total liabilities and capital | 17,146,275,372 | 133,804,083 | 41,796,170 | 42,865,466 | 40,434,255 | 3,220,973 | 5,487,219 |
| Accounts payable | 505,211,961 | 1,822,567 | 285,633 | 989,057 | 95,273 | 117,281 | 335,324 |
| Mortgages, notes, bonds payable in less than 1 year | 455,621,208 | 14,499,363 | 6,050,925 | 7,357,808 | 286,167 | * 54,615 | 749,848 |
| Other current liabilities | 3,707,452,028 | 6,805,357 | 3,036,876 | 2,629,816 | 415,116 | 121,668 | 601,881 |
| Nonrecourse loans | 1,102,572,590 | 2,645,896 | 1,513,484 | 302,918 | * 818,401 | 0 | 11,093 |
| Mortgages, notes, bonds payable in 1 year or more | 2,226,995,104 | 33,914,089 | 13,118,893 | 13,143,802 | 4,570,259 | 1,313,525 | 1,767,610 |
| Other liabilities | 1,352,233,911 | 7,169,515 | 2,763,313 | 2,378,227 | 510,514 | * 1,183,038 | 334,423 |
| Partners capital accounts | 7,796,188,572 | 66,947,295 | 15,027,046 | 16,063,838 | 33,738,525 | 430,846 | 1,687,041 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 1,623,202 | 76,815 | 48,887 | 16,167 | 4,273 | 1,285 | 6,204 |
| Number of partners | 10,625,965 | 254,421 | 167,907 | 45,966 | 17,876 | 3,178 | 19,494 |
| Partnerships reporting balance sheet data: Number of partnerships | 1,236,496 | 48,584 | 29,476 | 10,003 | 3,799 | 894 | 4,412 |
| Number of partners | 9,250,228 | 171,431 | 108,208 | 30,426 | 16,254 | 2,397 | 14,147 |
| Total assets | 12,388,577,926 | 63,045,986 | 24,785,524 | 13,818,435 | 19,779,907 | 1,970,172 | 2,691,947 |
| Cash | 558,628,338 | 5,896,368 | 2,321,438 | 2,238,108 | 836,844 | 102,227 | 397,751 |
| Trade notes and accounts receivable | 669,608,579 | 4,199,754 | 909,069 | 644,524 | 2,167,397 | * 61,832 | 416,932 |
| Less: Allowance for bad debts | 12,592,066 | 13,135 | 0 | 2,857 | * 957 | 1,160 | 8,161 |
| Inventories | 341,958,586 | 1,837,148 | 199,324 | 1,099,037 | * 57,159 | * 103,295 | 378,333 |
| U.S. Government obligations | 47,583,342 | * 11,792 | 0 | * 11,792 | 0 | 0 | 0 |
| Tax-exempt securities | 27,019,877 | * 124,340 | * 73,154 | 0 | * 51,186 | 0 | 0 |
| Other current assets | 2,119,814,360 | 3,013,082 | 1,722,250 | 834,103 | 92,266 | * 128,617 | 235,846 |
| Mortgage and real estate loans | 79,496,613 | * 721,895 | * 315,200 | * 391,631 | * 15,065 | 0 | 0 |
| Other investments | 5,610,283,470 | 6,387,846 | 2,351,630 | 1,761,952 | 1,504,247 | * 700,052 | 69,965 |
| Depreciable assets | 2,203,307,432 | 31,513,741 | 18,559,863 | 9,064,336 | 1,047,112 | 927,082 | 1,915,347 |
| Less: Accumulated depreciation | 786,290,718 | 21,532,650 | 13,038,317 | 5,721,982 | 806,639 | 627,132 | 1,338,580 |
| Depletable assets | 67,772,296 | 2,074,224 | * 38,406 | * 47,289 | 1,988,529 | 0 | 0 |
| Less: Accumulated depletion | 22,368,818 | 191,376 | * 6,871 | * 44,735 | * 139,770 | 0 | 0 |
| Land | 389,976,053 | 14,219,326 | 8,859,366 | 3,042,281 | 1,558,843 | * 311,444 | 447,393 |
| Intangible assets | 416,397,459 | 583,597 | 161,498 | 48,184 | 28,249 | * 284,126 | 61,540 |
| Less: Accumulated amortization | 67,537,919 | 234,635 | 87,204 | 17,303 | 21,126 | * 92,373 | 16,628 |
| Other assets | 745,521,041 | 14,434,669 | 2,406,719 | 422,076 | 11,401,502 | * 72,163 | 132,209 |
| Total liabilities and capital | 12,388,577,926 | 63,045,986 | 24,785,524 | 13,818,435 | 19,779,907 | 1,970,172 | 2,691,947 |
| Accounts payable | 429,391,113 | 1,001,727 | 212,845 | 552,360 | 25,236 | * 28,173 | 183,113 |
| Mortgages, notes, bonds payable in less than 1 year | 289,781,974 | 4,829,126 | 3,077,338 | 1,209,811 | 135,816 | 67 | 406,094 |
| Other current liabilities | 2,563,453,549 | 2,715,953 | 1,206,569 | 906,955 | 59,184 | 98,440 | 444,806 |
| Nonrecourse loans | 593,239,884 | 877,256 | * 742,672 | * 123,491 | 0 | 0 | * 11,093 |
| Mortgages, notes, bonds payable in 1 year or more | 1,128,033,002 | 12,162,507 | 6,439,848 | 3,088,029 | 1,642,763 | * 667,577 | 324,290 |
| Other liabilities | 868,465,049 | 2,684,896 | 786,537 | 495,662 | 141,493 | 1,161,842 | 99,363 |
| Partners capital accounts | 6,516,213,355 | 38,774,520 | 12,319,716 | 7,442,128 | 17,775,416 | 14,073 | 1,223,188 |

Footnotes at end of table.

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Mining |  |  |  | Utilities | Construction |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Oil and gas exraction | Other mining | Support activities for mining |  | Total | Construction of buildings |
|  | (8) | (9) | (10) | (11) | (12) | (13) | (14) |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | 34,701 | 26,999 | 3,975 | 3,727 | 2,924 | 192,006 | 89,225 |
| Number of partners | 729,365 | 611,350 | 96,385 | 21,630 | 84,157 | 511,144 | 247,411 |
| Partnerships reporting balance sheet data: Number of partnerships | 27,179 | 21,561 | 3,336 | 2,281 | 2,692 | 134,849 | 68,295 |
| Number of partners | 659,846 | 549,027 | 93,847 | 16,972 | 83,171 | 372,460 | 191,283 |
| Total assets | 228,894,212 | 199,888,841 | 21,386,253 | 7,619,118 | 201,727,801 | 323,355,227 | 221,576,856 |
| Cash | 14,724,567 | 13,418,617 | 722,025 | 583,926 | 5,707,911 | 20,742,740 | 12,916,890 |
| Trade notes and accounts receivable | 23,334,602 | 19,231,949 | 2,589,717 | 1,512,937 | 21,612,930 | 25,415,413 | 12,114,318 |
| Less: Allowance for bad debts | 95,043 | 77,966 | 8,908 | 8,169 | 408,683 | 99,437 | 28,325 |
| Inventories | 2,675,934 | 843,036 | 1,434,487 | 398,411 | 3,357,470 | 71,433,405 | 54,151,294 |
| U.S. Government obligations | * 193,618 | * 173,876 | 0 | * 19,742 | * 2,345 | 172,268 | * 141,940 |
| Tax-exempt securities | * 588,986 | * 588,986 | 0 | 0 | 628 | 394,727 | * 357,485 |
| Other current assets | 16,959,937 | 15,987,135 | 828,227 | 144,574 | 8,682,263 | 68,278,588 | 53,604,508 |
| Mortgage and real estate loans | * 47,076 | 0 | * 44,270 | * 2,806 | 0 | 1,842,042 | 862,550 |
| Other investments | 18,729,586 | 17,873,811 | 427,165 | 428,611 | 41,824,011 | 23,442,601 | 14,018,196 |
| Depreciable assets | 106,163,341 | 87,918,426 | 14,564,468 | 3,680,447 | 108,885,616 | 37,115,534 | 14,994,486 |
| Less: Accumulated depreciation | 52,908,467 | 44,109,445 | 7,415,222 | 1,383,800 | 30,141,311 | 13,525,727 | 3,685,660 |
| Depletable assets | 76,737,164 | 72,166,872 | 4,475,403 | * 94,889 | * 1,304,376 | * 15,419 | * 2,410 |
| Less: Accumulated depletion | 21,968,248 | 20,965,144 | 985,958 | * 17,146 | * 1,136,078 | * 7,210 | * 142 |
| Land | 2,347,897 | 1,566,205 | 730,069 | 51,623 | 1,004,993 | 33,331,513 | 22,921,712 |
| Intangible assets | 12,684,277 | 10,418,303 | 1,543,847 | 722,127 | 13,776,646 | 4,037,301 | 1,590,644 |
| Less: Accumulated amortization | 3,031,313 | 2,513,966 | 359,689 | 157,657 | 2,826,361 | 1,111,121 | 576,098 |
| Other assets | 31,710,296 | 27,368,147 | 2,796,351 | 1,545,797 | 30,081,045 | 51,877,170 | 38,190,649 |
| Total liabilities and capital | 228,894,212 | 199,888,841 | 21,386,253 | 7,619,118 | 201,727,801 | 323,355,227 | 221,576,856 |
| Accounts payable | 12,135,535 | 10,036,537 | 1,501,910 | 597,088 | 21,459,641 | 20,635,345 | 13,354,385 |
| Mortgages, notes, bonds payable in less than 1 year | 4,572,238 | 3,553,711 | 804,284 | 214,244 | 5,728,210 | 32,774,496 | 26,260,420 |
| Other current liabilities | 10,506,494 | 8,573,442 | 1,393,231 | 539,821 | 21,155,093 | 43,653,502 | 29,993,176 |
| Nonrecourse loans | 3,100,243 | 3,027,387 | * 72,856 | 0 | 4,484,860 | 24,241,671 | 13,553,240 |
| Mortgages, notes, bonds payable in 1 year or more | 30,349,702 | 24,634,185 | 4,613,533 | 1,101,983 | 39,171,208 | 84,383,117 | 56,418,085 |
| Other liabilities | 22,917,277 | 18,896,540 | 3,434,662 | 586,075 | 36,058,770 | 32,496,458 | 20,608,997 |
| Partners capital accounts | 145,312,723 | 131,167,039 | 9,565,777 | 4,579,907 | 73,670,018 | 85,170,639 | 61,388,553 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 21,129 | 16,276 | 1,572 | 3,282 | 1,323 | 109,978 | 43,564 |
| Number of partners | 512,695 | 410,220 | 89,441 | 13,034 | 43,375 | 279,309 | 119,747 |
| Partnerships reporting balance sheet data: Number of partnerships | 15,550 | 12,642 | 937 | 1,971 | 1,244 | 72,921 | 31,226 |
| Number of partners | 466,906 | 371,483 | 86,912 | 8,511 | 43,051 | 189,907 | 86,309 |
| Total assets | 163,672,243 | 139,833,029 | 17,676,588 | 6,162,626 | 136,895,467 | 190,837,497 | 126,288,495 |
| Cash | 10,602,780 | 9,645,734 | 515,677 | 441,369 | 4,075,310 | 16,387,354 | 9,904,050 |
| Trade notes and accounts receivable | 21,889,336 | 18,278,314 | 2,156,787 | 1,454,236 | 13,007,488 | 21,203,712 | 9,937,016 |
| Less: Allowance for bad debts | 93,986 | 77,788 | 8,172 | 8,027 | 299,140 | 90,467 | 27,610 |
| Inventories | 2,285,106 | 719,721 | 1,200,775 | 364,610 | 2,959,105 | 40,634,374 | 30,213,039 |
| U.S. Government obligations | * 173,876 | * 173,876 | 0 | 0 | 0 | 172,268 | * 141,940 |
| Tax-exempt securities | * 588,986 | * 588,986 | 0 | 0 | 628 | * 391,554 | * 354,312 |
| Other current assets | 11,229,385 | 10,433,345 | 662,343 | 133,696 | 6,733,880 | 42,994,683 | 34,304,058 |
| Mortgage and real estate loans | * 47,076 | 0 | * 44,270 | * 2,806 | 0 | 1,642,703 | 748,536 |
| Other investments | 11,544,350 | 10,744,768 | 488,544 | 311,038 | 36,214,545 | 14,033,357 | 7,794,116 |
| Depreciable assets | 84,966,300 | 69,520,107 | 12,527,675 | 2,918,518 | 70,895,340 | 21,400,569 | 7,422,132 |
| Less: Accumulated depreciation | 43,425,014 | 35,583,592 | 6,534,430 | 1,306,993 | 25,610,040 | 10,105,561 | 2,827,255 |
| Depletable assets | 59,804,199 | 55,918,594 | 3,791,737 | * 93,869 | * 1,304,376 | * 14,799 | * 1,790 |
| Less: Accumulated depletion | 19,901,822 | 18,927,640 | 957,352 | * 16,830 | * 1,136,078 | * 7,148 | * 80 |
| Land | 1,291,713 | 711,567 | 528,956 | 51,191 | 763,465 | 13,138,070 | 8,408,762 |
| Intangible assets | 7,431,518 | 5,842,818 | 1,145,389 | 443,310 | 7,338,629 | 2,362,330 | 883,388 |
| Less: Accumulated amortization | 2,389,982 | 2,039,918 | 309,476 | 40,587 | 2,033,680 | 544,991 | 259,443 |
| Other assets | 17,628,421 | 13,884,137 | 2,423,865 | 1,320,420 | 22,681,640 | 27,209,893 | 19,289,743 |
| Total liabilities and capital | 163,672,243 | 139,833,029 | 17,676,588 | 6,162,626 | 136,895,467 | 190,837,497 | 126,288,495 |
| Accounts payable | 8,312,240 | 6,594,115 | 1,183,813 | 534,312 | 19,332,297 | 16,381,983 | 10,689,025 |
| Mortgages, notes, bonds payable in less than 1 year | 3,988,646 | 3,496,137 | 367,783 | 124,726 | 3,114,141 | 17,888,568 | 13,735,422 |
| Other current liabilities | 6,218,219 | 4,750,934 | 1,077,093 | 390,192 | 16,362,403 | 28,483,478 | 18,736,407 |
| Nonrecourse loans | 2,517,846 | 2,484,730 | 33,117 | 0 | 3,557,092 | 8,965,531 | 6,247,475 |
| Mortgages, notes, bonds payable in 1 year or more | 21,751,365 | 17,744,031 | 3,300,648 | 706,686 | 20,796,354 | 37,190,078 | 22,788,440 |
| Other liabilities | 17,107,407 | 14,067,450 | 2,543,098 | 496,859 | 19,993,511 | 16,550,230 | 10,455,413 |
| Partners capital accounts | 103,776,520 | 90,695,633 | 9,171,036 | 3,909,851 | 53,739,669 | 65,377,629 | 43,636,313 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Construction-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Heavy and civil engineering construction |  |  |  | Special trade contractors |  |  |
|  | Total | Utility system construction | Land subdivision | Other heavy and civil engineering construction | Total | Foundation, structure, and building exterior contractors | Electrical contractors |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | (15) | (16) | (17) | (18) | (19) | (20) | (21) |
|  | 32,504 | 1,646 | 27,210 | 3,648 | 70,277 | 13,768 | 3,693 |
| Number of partners | 99,303 | 4,491 | 86,409 | 8,403 | 164,431 | 31,013 | 7,905 |
| Partnerships reporting balance sheet data: Number of partnerships | 25,133 | 1,636 | 21,082 | 2,416 | 41,421 | 7,529 | 3,164 |
| Number of partners | 79,716 | 4,430 | 69,429 | 5,856 | 101,461 | 17,059 | 6,847 |
| Total assets | 80,898,537 | 1,942,383 | 66,628,626 | 12,327,529 | 20,879,833 | 3,353,080 | 2,077,848 |
| Cash | 5,571,249 | 284,051 | 3,272,332 | 2,014,866 | 2,254,601 | 441,603 | 241,357 |
| Trade notes and accounts receivable | 6,120,982 | 683,805 | 1,630,491 | 3,806,687 | 7,180,113 | 1,198,164 | 1,081,178 |
| Less: Allowance for bad debts | 18,271 | * 3,753 | * 2,588 | 11,930 | 52,840 | * 5,904 | 3,011 |
| Inventories | 16,062,060 | 103,667 | 15,805,057 | 153,336 | 1,220,051 | 55,351 | 32,181 |
| U.S. Government obligations | * 30,328 | 0 | * 8,347 | 21,981 | 0 | 0 | 0 |
| Tax-exempt securities | 24,717 | 0 | 0 | 24,717 | 12,526 | 489 | 0 |
| Other current assets | 12,031,558 | 241,445 | 9,443,693 | 2,346,421 | 2,642,522 | 310,714 | 378,916 |
| Mortgage and real estate loans | 979,275 | 0 | 979,275 | 0 | * 217 | 0 | 0 |
| Other investments | 7,935,653 | * 63,085 | 7,237,259 | 635,309 | 1,488,752 | * 24,819 | 44,005 |
| Depreciable assets | 13,960,910 | 999,856 | 8,486,276 | 4,474,778 | 8,160,138 | 1,570,948 | 447,977 |
| Less: Accumulated depreciation | 5,142,930 | 574,588 | 2,232,358 | 2,335,984 | 4,697,137 | 845,929 | 277,088 |
| Depletable assets | * 12,963 | 0 | * 67 | 12,896 | * 46 | 0 | 0 |
| Less: Accumulated depletion | * 7,022 | 0 | * 6 | 7,016 | * 46 | 0 | 0 |
| Land | 9,982,108 | * 1,674 | 9,769,177 | 211,257 | 427,693 | 27,982 | 28,912 |
| Intangible assets | 905,683 | 41,286 | 557,338 | 307,059 | 1,540,974 | 331,386 | 79,107 |
| Less: Accumulated amortization | 351,766 | 11,559 | 310,269 | 29,938 | 183,257 | 16,327 | 11,041 |
| Other assets | 12,801,040 | 113,414 | 11,984,535 | 703,091 | 885,482 | 259,783 | 35,354 |
| Total liabilities and capital | 80,898,537 | 1,942,383 | 66,628,626 | 12,327,529 | 20,879,833 | 3,353,080 | 2,077,848 |
| Accounts payable | 3,990,224 | 379,311 | 1,356,763 | 2,254,150 | 3,290,736 | 405,194 | 458,061 |
| Mortgages, notes, bonds payable in less than 1 year | 4,924,753 | 133,797 | 4,325,873 | 465,083 | 1,589,323 | 261,502 | 192,180 |
| Other current liabilities | 8,741,219 | 338,853 | 5,832,311 | 2,570,055 | 4,919,106 | 699,567 | 378,919 |
| Nonrecourse loans | 10,460,670 | 0 | 9,421,215 | * 1,039,455 | 227,761 | * 4,553 | * 3,333 |
| Mortgages, notes, bonds payable in 1 year or more | 23,812,709 | 292,819 | 22,440,256 | 1,079,635 | 4,152,322 | 620,909 | 158,768 |
| Other liabilities | 11,151,064 | * 29,516 | 9,936,758 | 1,184,790 | 736,398 | 66,973 | 218,986 |
| Partners capital accounts | 17,817,898 | 768,087 | 13,315,450 | 3,734,362 | 5,964,187 | 1,294,382 | 667,602 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 16,017 | 802 | 12,899 | 2,316 | 50,397 | 10,377 | 3,059 |
| Number of partners | 48,416 | 2,073 | 40,940 | 5,402 | 111,147 | 23,620 | 6,625 |
| Partnerships reporting balance sheet data: Number of partnerships | 13,572 | 792 | 11,056 | 1,723 | 28,123 | 5,509 | 2,530 |
| Number of partners | 39,909 | 2,013 | 33,680 | 4,216 | 63,689 | 12,407 | 5,568 |
| Total assets | 48,190,447 | 1,654,430 | 37,672,279 | 8,863,738 | 16,358,555 | 2,829,226 | 1,590,083 |
| Cash | 4,517,479 | 250,653 | 2,413,400 | 1,853,426 | 1,965,824 | 363,876 | 209,172 |
| Trade notes and accounts receivable | 5,059,063 | 575,227 | 1,166,535 | 3,317,301 | 6,207,633 | 1,147,465 | 905,181 |
| Less: Allowance for bad debts | 14,810 | * 2,873 | * 613 | 11,325 | 48,048 | * 5,904 | 1,944 |
| Inventories | 9,843,605 | * 68,405 | 9,634,628 | 140,572 | 577,729 | 49,320 | 25,394 |
| U.S. Government obligations | * 30,328 | 0 | * 8,347 | 21,981 | 0 | 0 | 0 |
| Tax-exempt securities | 24,717 | 0 | 0 | 24,717 | 12,526 | 489 | 0 |
| Other current assets | 6,788,411 | 195,779 | 5,560,036 | 1,032,596 | 1,902,215 | 284,316 | 219,031 |
| Mortgage and real estate loans | 894,153 | 0 | 894,153 | 0 | 14 | 0 | 0 |
| Other investments | 5,077,537 | * 63,003 | 4,493,496 | 521,038 | 1,161,704 | * 24,476 | 28,201 |
| Depreciable assets | 7,376,782 | 839,473 | 3,122,066 | 3,415,242 | 6,601,655 | 1,483,699 | 379,481 |
| Less: Accumulated depreciation | 3,275,131 | 480,049 | 883,370 | 1,911,712 | 4,003,175 | 805,850 | 255,607 |
| Depletable assets | * 12,963 | 0 | * 67 | 12,896 | * 46 | 0 | 0 |
| Less: Accumulated depletion | * 7,022 | 0 | * 6 | 7,016 | * 46 | 0 | 0 |
| Land | 4,375,699 | * 1,674 | 4,243,743 | 130,283 | 353,609 | 27,982 | 11,072 |
| Intangible assets | 317,387 | * 41,234 | 189,433 | 86,719 | 1,161,555 | 182,729 | 40,586 |
| Less: Accumulated amortization | 121,142 | * 11,507 | 95,134 | 14,501 | 164,407 | 14,611 | 3,375 |
| Other assets | 7,290,428 | 113,411 | 6,925,498 | 251,519 | 629,722 | 91,237 | 32,892 |
| Total liabilities and capital | 48,190,447 | 1,654,430 | 37,672,279 | 8,863,738 | 16,358,555 | 2,829,226 | 1,590,083 |
| Accounts payable | 3,008,392 | 296,629 | 867,877 | 1,843,885 | 2,684,567 | 377,697 | 356,334 |
| Mortgages, notes, bonds payable in less than 1 year | 3,167,575 | 107,146 | 2,697,300 | 363,128 | 985,571 | 126,783 | 119,763 |
| Other current liabilities | 5,756,425 | 287,639 | 3,375,174 | 2,093,611 | 3,990,647 | 659,248 | 286,944 |
| Nonrecourse loans | 2,585,901 | 0 | 2,544,958 | 40,943 | 132,155 | * 4,553 | 1,388 |
| Mortgages, notes, bonds payable in 1 year or more | 11,887,384 | 221,678 | 10,928,305 | 737,402 | 2,514,253 | 552,064 | 120,700 |
| Other liabilities | 5,899,494 | * 20,022 | 5,225,789 | 653,683 | 195,323 | -143,887 | 114,039 |
| Partners capital accounts | 15,885,276 | 721,314 | 12,032,875 | 3,131,086 | 5,856,040 | 1,252,768 | 590,915 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Manufacturing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Apparel manufacturing | Leather and allied product manufacturing | Wood product manufacturing | Paper manufacturing | Printing and related support activities | Petroleum and coal products manufacturing | Chemical manufacturing |
|  | (29) | (30) | (31) | (32) | (33) | (34) | (35) |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | 2,417 | * 82 | 2,277 | 386 | 5,605 | 335 | 1,573 |
| Number of partners | 6,962 | * 384 | 6,532 | 1,856 | 13,918 | 42,211 | 59,576 |
| Partnerships reporting balance sheet data: Number of partnerships | 829 | d | 1,355 | d | 3,215 | d | 1,516 |
| Number of partners | 3,197 | * 377 | 4,687 | 1,748 | 9,096 | 42,199 | 58,680 |
| Total assets | 3,487,526 | * 308,207 | 5,412,898 | 12,136,831 | 4,497,370 | 134,455,760 | 107,630,251 |
| Cash | 219,161 | * 29,686 | 327,295 | 436,900 | 332,416 | 2,765,986 | 4,202,506 |
| Trade notes and accounts receivable | 759,857 | * 28,244 | 625,580 | 1,878,502 | 967,590 | 11,194,147 | 17,963,915 |
| Less: Allowance for bad debts | 27,116 | 2,839 | 9,294 | 28,541 | 9,218 | 53,051 | 201,478 |
| Inventories | 1,079,428 | * 60,859 | 1,065,919 | 1,771,749 | 206,518 | 7,993,951 | 10,772,571 |
| U.S. Government obligations | 0 | 0 | 0 | 0 | 0 | 19,713 | * 9,668 |
| Tax-exempt securities | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other current assets | 227,123 | * 174,547 | 211,000 | 444,182 | 300,223 | 2,130,788 | 8,798,817 |
| Mortgage and real estate loans | 0 | 0 | 749 | 0 | 0 | 0 | * 1,461 |
| Other investments | 132,981 | * 2,173 | 168,183 | 118,199 | 320,792 | 70,253,557 | 8,683,204 |
| Depreciable assets | 574,951 | * 32,188 | 3,522,418 | 10,029,659 | 2,681,240 | 47,302,080 | 56,390,723 |
| Less: Accumulated depreciation | 276,208 | * 17,696 | 1,677,415 | 3,956,847 | 1,592,497 | 15,594,242 | 28,927,163 |
| Depletable assets | 0 | 0 | * 155,978 | 11,099 | 0 | * 8,062 | 628,084 |
| Less: Accumulated depletion | 0 | 0 | * 5,102 | 0 | 0 | 859 | 231,546 |
| Land | * 16,338 | 32 | 160,930 | 238,866 | 43,005 | 1,482,701 | 926,032 |
| Intangible assets | 470,263 | 0 | 307,433 | 798,888 | 551,229 | 2,153,666 | 19,915,512 |
| Less: Accumulated amortization | 72,382 | 0 | 55,312 | 65,587 | 67,232 | 185,757 | 3,802,411 |
| Other assets | 383,129 | * 1,015 | 614,534 | 459,761 | 763,305 | 4,985,020 | 12,500,357 |
| Total liabilities and capital | 3,487,526 | * 308,207 | 5,412,898 | 12,136,831 | 4,497,370 | 134,455,760 | 107,630,251 |
| Accounts payable | 673,430 | * 23,432 | 412,759 | 1,652,240 | 474,222 | 11,792,169 | 9,225,795 |
| Mortgages, notes, bonds payable in less than 1 year | 220,610 | 2,295 | 427,465 | 353,598 | 238,789 | 2,015,390 | 2,855,592 |
| Other current liabilities | 526,424 | * 160,204 | 403,914 | 1,095,236 | 585,308 | 11,412,792 | 10,489,178 |
| Nonrecourse loans | * 124,745 | 0 | 22,969 | * 54,833 | 12,696 | * 858,354 | * 29,078 |
| Mortgages, notes, bonds payable in 1 year or more | 657,907 | 350 | 1,836,019 | 5,450,282 | 995,424 | 14,065,111 | 14,618,295 |
| Other liabilities | 599,257 | 3,541 | 258,567 | 671,893 | 343,871 | 7,313,137 | 2,547,403 |
| Partners capital accounts | 685,154 | * 118,384 | 2,051,205 | 2,858,747 | 1,847,060 | 86,998,807 | 67,864,911 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 612 | * 82 | 765 | 291 | 2,231 | 140 | 659 |
| Number of partners | 1,656 | * 384 | 2,692 | 1,027 | 5,816 | 41,163 | 48,006 |
| Partnerships reporting balance sheet data: Number of partnerships | 219 | d | 722 | d | 1,408 | d | 647 |
| Number of partners | 869 | * 377 | 2,606 | 933 | 4,130 | 41,153 | 47,922 |
| Total assets | 2,357,181 | * 308,207 | 3,460,693 | 3,855,896 | 2,686,997 | 124,984,339 | 89,658,983 |
| Cash | 167,499 | * 29,686 | 271,839 | 164,558 | 257,903 | 2,544,421 | 2,959,337 |
| Trade notes and accounts receivable | 539,120 | * 28,244 | 417,441 | 875,869 | 552,118 | 9,374,935 | 16,124,623 |
| Less: Allowance for bad debts | 22,390 | 2,839 | 8,177 | 14,739 | 5,733 | 36,794 | 155,530 |
| Inventories | 649,746 | * 60,859 | 747,326 | 503,713 | 106,032 | 7,637,416 | 9,210,069 |
| U.S. Government obligations | 0 | 0 | 0 | 0 | 0 | 19,713 | * 9,668 |
| Tax-exempt securities | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other current assets | 144,747 | * 174,547 | 134,636 | 63,237 | 278,613 | 1,234,536 | 7,749,806 |
| Mortgage and real estate loans | 0 | 0 | 749 | 0 | 0 | 0 | * 1,461 |
| Other investments | * 124,130 | * 2,173 | 159,572 | 46,055 | * 109,914 | 69,131,737 | 5,567,165 |
| Depreciable assets | 323,944 | * 32,188 | 2,126,631 | 4,896,874 | 1,424,739 | 41,618,752 | 45,322,741 |
| Less: Accumulated depreciation | 138,927 | * 17,696 | 1,249,957 | 3,055,497 | 933,292 | 13,581,969 | 24,076,563 |
| Depletable assets | 0 | 0 | 153,767 | 0 | 0 | 2,079 | 628,084 |
| Less: Accumulated depletion | 0 | 0 | 2,974 | 0 | 0 | 859 | 231,546 |
| Land | * 16,053 | 32 | 112,063 | 62,190 | 4,718 | 1,419,635 | 741,573 |
| Intangible assets | 246,925 | 0 | 215,421 | 79,870 | 253,240 | 1,670,220 | 18,907,779 |
| Less: Accumulated amortization | 41,188 | 0 | 25,861 | 27,381 | 37,937 | 89,193 | 3,704,666 |
| Other assets | 347,522 | * 1,015 | 408,217 | 261,147 | 676,683 | 4,039,711 | 10,604,983 |
| Total liabilities and capital | 2,357,181 | * 308,207 | 3,460,693 | 3,855,896 | 2,686,997 | 124,984,339 | 89,658,983 |
| Accounts payable | 347,264 | * 23,432 | 216,254 | 752,361 | 308,637 | 10,743,203 | 7,652,510 |
| Mortgages, notes, bonds payable in less than 1 year | 148,081 | 2,295 | 226,088 | 172,388 | 163,376 | 655,620 | 1,849,383 |
| Other current liabilities | 310,968 | * 160,204 | 289,713 | 313,824 | 198,008 | 4,668,918 | 9,077,649 |
| Nonrecourse loans | * 102,463 | 0 | 22,969 | 33,340 | 12,696 | * 856,208 | * 10,684 |
| Mortgages, notes, bonds payable in 1 year or more | 466,500 | 350 | 688,462 | 1,055,751 | 497,137 | 12,419,714 | 8,509,310 |
| Other liabilities | 112,740 | 3,541 | 89,374 | 106,735 | 70,474 | 6,602,336 | 271,989 |
| Partners capital accounts | 869,164 | * 118,384 | 1,927,833 | 1,421,498 | 1,436,668 | 89,038,341 | 62,287,459 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Manufacturing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Plastics and rubber products manufacturing | Nonmetallic mineral products manufacturing | $\begin{gathered} \text { Primary } \\ \text { metal } \\ \text { manufacturing } \end{gathered}$ | Fabricated metal products manufacturing | Machinery manufacturing | Computer and electrical product manufacturing | Electrical equipment, appliance, and component manufacturing |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | (36) | (37) | (38) | (39) | (40) | (41) | (42) |
|  | 1,863 | 1,284 | 595 | 5,773 | 2,607 | 2,896 | 1,048 |
| Number of partners | 10,237 | 3,624 | 1,985 | 18,168 | 24,420 | 17,246 | 3,606 |
| Partnerships reporting balance sheet data: Number of partnerships | 1,626 | 826 | 570 | 3,986 | 1,790 | 1,711 | 1,036 |
| Number of partners | 9,599 | 2,314 | 1,936 | 14,346 | 6,376 | 14,335 | 3,560 |
| Total assets | 16,565,824 | 5,815,102 | 15,663,105 | 19,376,549 | 12,682,828 | 15,529,910 | 4,334,527 |
| Cash | 364,466 | 315,632 | 878,454 | 1,189,641 | 441,979 | 1,039,377 | 148,225 |
| Trade notes and accounts receivable | 3,040,344 | 933,971 | 3,098,091 | 3,086,331 | 2,601,175 | 2,392,615 | 698,444 |
| Less: Allowance for bad debts | 37,728 | 16,453 | 33,183 | 86,353 | 38,533 | 46,963 | 15,720 |
| Inventories | 1,733,093 | 646,054 | 3,027,501 | 2,738,452 | 2,791,400 | 1,167,726 | 732,138 |
| U.S. Government obligations | 0 | 0 | 7,926 | 0 | 0 | 1,167,726 | 0 |
| Tax-exempt securities | 0 | 0 | * 3,216 | 0 | * 12,320 | 0 | 0 |
| Other current assets | 1,319,376 | 351,546 | 926,839 | 1,053,056 | 656,078 | 1,189,830 | 308,629 |
| Mortgage and real estate loans | 0 | 0 | 0 | 0 | 0 | 0 | 2,202 |
| Other investments | 813,676 | 117,138 | 1,299,371 | 306,141 | 855,059 | 563,385 | 235,726 |
| Depreciable assets | 8,494,329 | 4,504,111 | 9,076,904 | 8,427,128 | 3,388,473 | 4,743,083 | 2,009,895 |
| Less: Accumulated depreciation | 4,427,004 | 2,249,650 | 4,768,962 | 4,381,303 | 1,879,168 | 2,208,180 | 1,263,780 |
| Depletable assets | 0 | 55,025 | 0 | 106 | 0 | * 1,860 | 0 |
| Less: Accumulated depletion | 0 | 12,431 | 0 | 90 | 0 | * 1,405 | 0 |
| Land | 86,457 | 226,867 | 125,002 | 129,132 | 92,908 | 35,462 | 39,304 |
| Intangible assets | 2,453,566 | 697,105 | 604,296 | 3,091,162 | 3,077,953 | 4,397,259 | 903,511 |
| Less: Accumulated amortization | 302,383 | 121,897 | 219,386 | 448,920 | 291,485 | 290,942 | 82,610 |
| Other assets | 3,027,631 | 368,084 | 1,637,036 | 4,272,066 | 974,670 | 2,546,804 | 618,563 |
| Total liabilities and capital | 16,565,824 | 5,815,102 | 15,663,105 | 19,376,549 | 12,682,828 | 15,529,910 | 4,334,527 |
| Accounts payable | 2,030,947 | 477,551 | 2,956,248 | 1,724,912 | 1,519,893 | 2,428,948 | 503,916 |
| Mortgages, notes, bonds payable in less than 1 year | 888,352 | 187,367 | 836,278 | 1,160,491 | 724,987 | 152,088 | 404,674 |
| Other current liabilities | 1,067,574 | 582,819 | 1,515,342 | 2,251,489 | 447,852 | 2,424,663 | 810,850 |
| Nonrecourse loans | * 2,555,496 | * 5,865 | * 370,838 | * 148,036 | * 34,747 | * 279,199 | * 10,807 |
| Mortgages, notes, bonds payable in 1 year or more | 2,796,716 | 845,364 | 1,786,662 | 2,626,301 | 1,626,699 | 833,879 | 778,073 |
| Other liabilities | 555,283 | 233,121 | 1,716,680 | 4,063,799 | 1,055,265 | 1,483,487 | 119,870 |
| Partners capital accounts | 6,671,456 | 3,483,016 | 6,481,056 | 7,401,522 | 7,273,385 | 7,927,647 | 1,706,337 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] |  | 326 | 309 | 2,838 | 1,208 | 2,018 | 219 |
| Number of partners | 2,520 | 1,161 | 1,328 | 8,572 | 4,042 | 5,596 | 1,141 |
| Partnerships reporting balance sheet data: Number of partnerships | 576 | 259 | 296 | 2,251 | 1,197 | 845 | 207 |
| Number of partners | 2,330 | 1,023 | 1,302 | 7,355 | 4,020 | 2,709 | 1,095 |
| Total assets | 7,232,622 | 5,001,931 | 13,360,358 | 13,579,214 | 10,456,426 | 10,866,583 | 3,035,424 |
| Cash | 231,157 | 277,074 | 828,895 | 1,051,056 | 401,859 | 938,660 | 94,704 |
| Trade notes and accounts receivable | 1,403,011 | 777,953 | 2,849,004 | 2,187,488 | 2,265,622 | 1,731,361 | 471,707 |
| Less: Allowance for bad debts | 20,919 | 12,952 | 29,756 | 60,093 | 34,437 | 36,246 | 12,450 |
| Inventories | 997,841 | 548,356 | 2,785,772 | 1,927,388 | 2,404,113 | 844,430 | 491,079 |
| U.S. Government obligations | 0 | 0 | 7,926 | 0 | 0 | 0 | 0 |
| Tax-exempt securities | 0 | 0 | * 3,216 | 0 | * 12,320 | 0 |  |
| Other current assets | 567,119 | 208,738 | 689,210 | 537,819 | 583,814 | 869,145 | 289,469 |
| Mortgage and real estate loans | 0 | 0 | 0 | 0 | 0 | 0 | 2,202 |
| Other investments | 66,731 | 113,890 | 1,298,979 | 184,319 | 602,447 | 155,372 | 137,180 |
| Depreciable assets | 4,880,299 | 3,661,710 | 7,877,141 | 5,692,863 | 3,099,678 | 3,821,198 | 965,378 |
| Less: Accumulated depreciation | 2,797,474 | 1,696,565 | 4,287,316 | 3,204,445 | 1,749,127 | 1,742,784 | 626,425 |
| Depletable assets | 0 | 43,161 | 0 | 106 | 0 | * 1,860 | 0 |
| Less: Accumulated depletion | 0 | 7,615 | 0 | 90 | 0 | * 1,405 | 0 |
| Land | 33,902 | 196,690 | 102,302 | 84,083 | 90,716 | 30,046 | 36,709 |
| Intangible assets | 1,383,080 | 665,231 | 332,174 | 1,712,934 | 2,107,465 | 3,805,058 | 651,012 |
| Less: Accumulated amortization | 179,123 | 116,511 | 69,442 | 310,538 | 197,378 | 146,540 | 68,599 |
| Other assets | 666,996 | 342,769 | 972,252 | 3,776,323 | 869,334 | 596,427 | 603,457 |
| Total liabilities and capital | 7,232,622 | 5,001,931 | 13,360,358 | 13,579,214 | 10,456,426 | 10,866,583 | 3,035,424 |
| Accounts payable | 585,416 | 397,888 | 2,646,832 | 1,071,282 | 1,213,072 | 2,209,156 | 249,707 |
| Mortgages, notes, bonds payable in less than 1 year | 581,847 | 124,300 | 632,502 | 519,458 | 351,455 | 105,578 | 70,327 |
| Other current liabilities | 656,694 | 418,501 | 1,035,439 | 1,371,171 | 210,053 | 1,525,677 | 449,580 |
| Nonrecourse loans | * 23,200 | * 5,865 | * 60,934 | * 71,967 | * 34,747 | 0 | 5,107 |
| Mortgages, notes, bonds payable in 1 year or more | 1,065,443 | 662,017 | 1,288,591 | 933,835 | 1,287,243 | 376,866 | 455,653 |
| Other liabilities | -51,705 | 128,383 | 1,050,514 | 3,657,752 | 695,186 | 61,609 | 55,501 |
| Partners capital accounts | 4,371,727 | 3,264,975 | 6,645,544 | 5,953,751 | 6,664,670 | 6,587,697 | 1,749,548 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


Footnotes at end of table.

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


[^63]Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Information-continued |  |  | Finance and insurance |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Telecommunications | Internet service providers, web search portals, and data processing services | Other information services | Total | Depository credit intermediation | Non depository credit intermediation | Activities related to credit intermediation |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | (78) | (79) | (80) | (81) | (82) | (83) | (84) |
|  | 5,649 | 7,332 | 1,773 | 294,730 | 65 | 11,614 | 3,813 |
| Number of partners | 32,076 | 24,598 | 6,414 | 3,413,610 | 515 | 65,402 | 11,152 |
|  |  |  |  |  |  |  |  |
| Number of partners | 25,246 | 15,578 | 5,926 | 3,006,829 | 515 | 58,430 | 8,760 |
| Total assets | 404,422,910 | 4,141,610 | 4,475,934 | 10,084,596,024 | 27,837,007 | 463,169,843 | 32,729,984 |
| Cash | 4,229,239 | 177,844 | 1,216,717 | 408,001,448 | 969,145 | 25,897,148 | 5,434,087 |
| Trade notes and accounts receivable | 20,582,007 | 1,441,765 | 487,276 | 466,197,353 | * 2,937,146 | 170,964,165 | 1,981,656 |
| Less: Allowance for bad debts | 900,667 | 6,885 | * 10,105 | 5,119,977 | * 38,706 | 4,299,549 | 22,989 |
| Inventories | 2,048,761 | * 37,906 | * 3,684 | 173,377,219 | * 2,968 | 2,600,752 | 270,685 |
| U.S. Government obligations | * 3,331 | 14,791 | 0 | 64,862,710 | 349,777 | 752,192 | 0 |
| Tax-exempt securities | 0 | 0 | 0 | 37,723,772 | 193,004 | * 36,202 | 0 |
| Other current assets | 22,539,556 | 657,217 | 259,238 | 2,482,967,621 | 5,779,893 | 25,815,466 | 1,823,697 |
| Mortgage and real estate loans | 726 | 0 | * 1,411 | 132,340,679 | 0 | 99,451,930 | * 4,464,367 |
| Other investments | 132,512,082 | 343,071 | 246,893 | 5,752,385,822 | 14,408,698 | 50,273,753 | 2,861,796 |
| Depreciable assets | 117,964,690 | 1,865,531 | 2,787,160 | 56,622,612 | * 68,647 | 17,461,482 | 600,417 |
| Less: Accumulated depreciation | 51,786,770 | 891,635 | 1,558,587 | 13,103,965 | * 6,285 | 3,352,170 | 296,278 |
| Depletable assets | 0 | 0 | 0 | 991,681 | 0 | * 28,395 | 0 |
| Less: Accumulated depletion | 0 | 0 | 0 | 164,561 | 0 | 0 | 0 |
| Land | 473,061 | * 1,046 | 60,614 | 10,893,345 | 0 | 194,511 | * 13,563 |
| Intangible assets | 155,092,678 | 552,395 | 760,074 | 54,900,026 | * 368,278 | 31,810,797 | 7,715,976 |
| Less: Accumulated amortization | 9,477,834 | 157,895 | 193,154 | 10,273,919 | * 3,114 | 6,126,737 | 826,009 |
| Other assets | 11,142,050 | 106,459 | 414,714 | 471,994,157 | 2,807,557 | 51,661,503 | 8,709,016 |
| Total liabilities and capital | 404,422,910 | 4,141,610 | 4,475,934 | 10,084,596,024 | 27,837,007 | 463,169,843 | 32,729,984 |
| Accounts payable | 16,141,265 | 778,160 | 418,125 | 244,828,837 | * 18,344 | 12,309,664 | 4,216,562 |
| Mortgages, notes, bonds payable in less than 1 year | 8,329,076 | 221,263 | 43,733 | 217,340,155 | * 5,986,509 | 91,608,392 | 7,939,826 |
| Other current liabilities | 42,223,228 | 561,586 | 3,415,339 | 3,201,960,434 | 5,785,602 | 26,799,483 | 2,866,385 |
| Nonrecourse loans | 1,211,131 | * 70,387 | * 191 | 97,230,543 | 0 | 8,345,238 | * 614,064 |
| Mortgages, notes, bonds payable in 1 year or more | 40,608,539 | 430,177 | 154,399 | 380,062,358 | * 1,218,102 | 193,426,341 | 808,122 |
| Other liabilities | 29,157,441 | 314,818 | 659,318 | 748,851,041 | 12,095,887 | 19,708,461 | 1,264,425 |
| Partners capital accounts | 266,752,230 | 1,765,220 | -215,172 | 5,194,322,656 | 2,732,562 | 110,972,265 | 15,020,600 |
| PARTNERSHIPS WITH NET INCOME |  |  |  |  |  |  |  |
| Number of partners | 14,707 | 7,674 | 3,342 | 2,725,859 | 357 | 39,572 | 5,530 |
| Partnerships reporting balance sheet data: Number of partnerships | 1,975 | 2,143 | 1,016 | 163,106 | 41 | 4,691 | 1,277 |
| Number of partners | 11,764 | 4,808 | 3,220 | 2,404,411 | 357 | 37,017 | 5,530 |
| Total assets | 374,694,338 | 2,722,512 | 3,925,489 | 7,913,029,328 | 27,123,766 | 217,902,265 | 31,725,762 |
| Cash | 3,128,214 | 88,401 | 1,089,045 | 326,137,209 | 831,138 | 13,157,577 | 5,180,771 |
| Trade notes and accounts receivable | 18,832,826 | 1,301,897 | 469,222 | 363,151,555 | * 2,866,875 | 84,957,282 | 1,968,411 |
| Less: Allowance for bad debts | 833,838 | * 2,886 | * 9,842 | 3,452,697 | * 36,058 | 2,923,358 | 22,909 |
| Inventories | 1,782,420 | * 36,896 | 2,437 | 168,789,158 | * 2,968 | 269,463 | * 270,685 |
| U.S. Government obligations | * 3,331 | 14,791 | 0 | 43,282,734 | 349,777 | 343,447 | 0 |
| Tax-exempt securities | 0 | 0 | 0 | 21,111,222 | 193,004 | * 35,103 | 0 |
| Other current assets | 19,416,610 | 316,750 | 236,428 | 1,805,113,400 | 5,775,673 | 20,254,400 | 1,649,903 |
| Mortgage and real estate loans | 0 | 0 | * 1,411 | 53,456,361 | 0 | 24,578,752 | * 4,464,367 |
| Other investments | 126,360,703 | * 201,320 | * 71,968 | 4,729,161,880 | * 14,238,334 | 25,391,633 | * 2,644,714 |
| Depreciable assets | 107,790,951 | 1,181,919 | 2,622,113 | 29,771,887 | * 65,892 | 814,275 | 462,658 |
| Less: Accumulated depreciation | 47,821,158 | 538,204 | 1,444,341 | 7,947,876 | * 4,859 | 464,519 | 199,862 |
| Depletable assets | 0 | 0 | 0 | 900,859 | 0 | 0 | 0 |
| Less: Accumulated depletion | 0 | 0 | 0 | 148,901 | 0 | 0 | 0 |
| Land | 428,270 | 530 | 60,614 | 7,235,134 | 0 | 55,532 | * 13,563 |
| Intangible assets | 145,565,567 | 160,278 | 724,217 | 39,584,997 | * 362,272 | 20,537,570 | 7,598,328 |
| Less: Accumulated amortization | 8,281,291 | 60,540 | 182,853 | 3,526,328 | * 2,123 | 253,592 | 796,496 |
| Other assets | 8,321,733 | 21,361 | 285,070 | 340,408,733 | 2,480,874 | 31,148,700 | 8,491,629 |
| Total liabilities and capital | 374,694,338 | 2,722,512 | 3,925,489 | 7,913,029,328 | 27,123,766 | 217,902,265 | 31,725,762 |
| Accounts payable | 13,501,072 | 711,349 | 397,458 | 235,314,599 | * 14,399 | 9,602,791 | 4,093,428 |
| Mortgages, notes, bonds payable in less than 1 year | 7,197,957 | * 9,606 | * 40,148 | 163,421,996 | * 5,940,865 | 57,597,168 | * 7,561,174 |
| Other current liabilities | 36,789,051 | 338,146 | 3,387,158 | 2,247,872,780 | 5,701,752 | 17,652,103 | 2,781,556 |
| Nonrecourse loans | 349,191 | * 70,387 | * 191 | 80,733,066 | 0 | 5,016,043 | * 499,365 |
| Mortgages, notes, bonds payable in 1 year or more | 32,917,630 | * 39,584 | * 134,178 | 171,275,069 | * 1,199,067 | 28,009,711 | * 712,044 |
| Other liabilities | 26,261,353 | 123,920 | 519,799 | 526,031,512 | * 11,744,693 | 10,108,614 | 851,387 |
| Partners capital accounts | 257,678,084 | 1,429,521 | -553,443 | 4,488,380,306 | 2,522,990 | 89,915,835 | 15,226,808 |

Partnership Returns, 2006
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Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Finance and insurance-continued |  |  |  |  | Real estate and rental and leasing |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Securities, commodity contracts, and other financial investments and related activities |  |  | Insurance carriers and related activities | Funds, trusts, and other financial vehicles | Total | Real estate |
|  | Total | Securities and commodity contracts and exchanges | Other financial investment activities |  |  |  | Total |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | (85) | (86) | (87) | (88) | (89) | (90) | (91) |
|  | 224,500 | 7,972 | 216,528 | 11,653 | 43,085 | 1,394,549 | 1,348,604 |
|  | 2,806,863 | 211,427 | 2,595,436 | 131,580 | 398,097 | 6,570,303 | 6,396,539 |
| Partnerships reporting balance sheet data: Number of partnerships | 168,996 | 6,127 | 162,869 | 7,896 | 33,981 | 1,133,879 | 1,103,165 |
| Number of partners | 2,450,441 | 206,258 | 2,244,183 | 119,327 | 369,356 | 5,636,431 | 5,503,235 |
| Total assets | 8,287,620,684 | 1,692,076,730 | 6,595,543,954 | 24,566,028 | 1,248,672,477 | 3,725,244,205 | 3,600,820,706 |
| Cash | 342,845,554 | 47,996,975 | 294,848,578 | 2,596,456 | 30,259,058 | 151,259,623 | 147,299,550 |
| Trade notes and accounts receivable | 275,128,610 | 179,396,507 | 95,732,102 | 3,491,183 | 11,694,592 | 46,998,535 | 34,061,315 |
| Less: Allowance for bad debts | 677,569 | 335,836 | 341,733 | 49,671 | 31,493 | 836,702 | 708,237 |
| Inventories | 169,576,910 | 157,770,753 | 11,806,157 | * 25,902 | 900,001 | 42,701,640 | 40,587,678 |
| U.S. Government obligations | 45,757,586 | 5,180,220 | 40,577,366 | * 212,824 | 17,790,330 | 3,182,372 | 3,112,427 |
| Tax-exempt securities | 33,511,327 | 2,315,029 | 31,196,298 | 101 | 3,983,138 | 4,417,887 | 4,417,279 |
| Other current assets | 2,275,345,160 | 1,133,098,144 | 1,142,247,016 | 1,221,968 | 172,981,438 | 198,368,825 | 190,599,586 |
| Mortgage and real estate loans | 23,945,010 | * 991,056 | 22,953,954 | 5,447 | 4,473,925 | 28,655,370 | 28,297,101 |
| Other investments | 4,719,054,568 | 100,313,532 | 4,618,741,037 | 13,141,440 | 952,645,566 | 573,458,791 | 557,026,380 |
| Depreciable assets | 28,557,427 | 4,890,869 | 23,666,557 | 799,349 | 9,135,290 | 2,287,033,018 | 2,176,665,783 |
| Less: Accumulated depreciation | 8,391,858 | 2,413,939 | 5,977,919 | 501,300 | 556,073 | 565,312,004 | 515,957,699 |
| Depletable assets | 764,462 | * 38,383 | 726,079 | 0 | * 198,823 | 2,367,133 | 2,365,771 |
| Less: Accumulated depletion | 149,215 | * 2,544 | 146,671 | 0 | * 15,346 | 522,423 | 522,423 |
| Land | 9,277,242 | 353,397 | 8,923,845 | * 63,069 | 1,344,960 | 596,428,634 | 594,476,145 |
| Intangible assets | 11,860,397 | 3,666,533 | 8,193,864 | 1,160,985 | 1,983,592 | 93,067,909 | 84,797,041 |
| Less: Accumulated amortization | 2,682,508 | 512,643 | 2,169,865 | 343,089 | 292,461 | 31,121,868 | 30,286,522 |
| Other assets | 363,897,581 | 59,330,292 | 304,567,288 | 2,741,364 | 42,177,137 | 295,097,465 | 284,589,532 |
| Total liabilities and capital | 8,287,620,684 | 1,692,076,730 | 6,595,543,954 | 24,566,028 | 1,248,672,477 | 3,725,244,205 | 3,600,820,706 |
| Accounts payable | 223,209,958 | 207,023,775 | 16,186,183 | 2,484,273 | 2,590,036 | 36,940,541 | 34,248,035 |
| Mortgages, notes, bonds payable in less than 1 year | 36,378,117 | 2,446,923 | 33,931,195 | 542,056 | 74,885,254 | 94,050,482 | 90,066,045 |
| Other current liabilities | 2,975,157,449 | 1,252,643,964 | 1,722,513,486 | 2,872,944 | 188,478,570 | 168,572,039 | 156,678,538 |
| Nonrecourse loans | 72,410,949 | 21,118,236 | 51,292,713 | * 76,554 | 15,783,739 | 896,360,959 | 881,586,086 |
| Mortgages, notes, bonds payable in 1 year or more | 159,040,155 | 23,042,121 | 135,998,034 | 1,465,252 | 24,104,385 | 1,215,737,163 | 1,175,547,440 |
| Other liabilities | 584,863,576 | 64,864,527 | 519,999,049 | 15,250,371 | 115,668,321 | 298,503,211 | 285,791,642 |
| Partners capital accounts | 4,236,560,479 | 120,937,185 | 4,115,623,294 | 1,874,577 | 827,162,173 | 1,015,079,810 | 976,902,919 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 165,208 | 4,611 | 160,597 | 9,311 | 33,136 | 722,087 | 699,094 |
| Number of partners | 2,299,906 | 192,806 | 2,107,100 | 32,836 | 347,658 | 3,587,259 | 3,503,342 |
| Partnerships reporting balance sheet data: Number of partnerships | 124,603 | 3,994 | 120,609 | 6,249 | 26,244 | 607,823 | 593,360 |
| Number of partners | 2,013,757 | 191,270 | 1,822,487 | 22,561 | 325,190 | 3,155,649 | 3,096,732 |
| Total assets | 6,630,078,492 | 1,329,587,222 | 5,300,491,271 | 22,199,366 | 983,999,677 | 2,081,166,031 | 2,008,754,320 |
| Cash | 280,266,537 | 34,597,907 | 245,668,630 | 2,078,206 | 24,622,980 | 104,885,776 | 102,664,846 |
| Trade notes and accounts receivable | 259,899,150 | 176,489,653 | 83,409,497 | 3,283,221 | 10,176,616 | 32,659,280 | 23,330,457 |
| Less: Allowance for bad debts | 391,473 | 240,785 | 150,688 | 48,962 | 29,937 | 587,802 | 525,595 |
| Inventories | 167,818,654 | 156,906,728 | 10,911,926 | * 6,726 | * 420,662 | 23,809,602 | 21,952,002 |
| U.S. Government obligations | 37,600,169 | 4,603,751 | 32,996,419 | * 24,981 | 4,964,359 | 2,779,347 | 2,709,524 |
| Tax-exempt securities | 17,989,084 | * 2,315,029 | 15,674,055 | 101 | 2,893,931 | 3,387,773 | 3,387,165 |
| Other current assets | 1,696,407,129 | 825,048,732 | 871,358,397 | 478,603 | 80,547,693 | 115,864,543 | 110,642,409 |
| Mortgage and real estate loans | 19,934,197 | * 359,372 | 19,574,825 | 5,447 | 4,473,599 | 22,039,036 | 21,680,767 |
| Other investments | 3,866,144,461 | 90,335,135 | 3,775,809,326 | 12,966,862 | 807,775,875 | 321,449,849 | 312,111,756 |
| Depreciable assets | 19,230,063 | 3,463,487 | 15,766,576 | 655,187 | 8,543,812 | 1,323,800,596 | 1,260,977,332 |
| Less: Accumulated depreciation | 6,464,633 | 2,019,946 | 4,444,686 | 425,327 | 388,676 | 399,538,833 | 365,480,807 |
| Depletable assets | 702,036 | * 38,383 | 663,652 | 0 | * 198,823 | 1,507,618 | 1,507,618 |
| Less: Accumulated depletion | 133,555 | * 2,544 | 131,011 | 0 | * 15,346 | 455,446 | 455,446 |
| Land | 6,051,253 | * 320,051 | 5,731,202 | * 15,475 | 1,099,311 | 325,535,245 | 324,232,906 |
| Intangible assets | 8,923,881 | 3,085,016 | 5,838,865 | 844,450 | 1,318,497 | 56,193,156 | 48,557,938 |
| Less: Accumulated amortization | 2,021,789 | 407,170 | 1,614,619 | 253,577 | 198,751 | 20,279,276 | 19,604,857 |
| Other assets | 258,123,327 | 34,694,422 | 223,428,905 | 2,567,972 | 37,596,232 | 168,115,566 | 161,066,306 |
| Total liabilities and capital | 6,630,078,492 | 1,329,587,222 | 5,300,491,271 | 22,199,366 | 983,999,677 | 2,081,166,031 | 2,008,754,320 |
| Accounts payable | 217,049,994 | 203,104,256 | 13,945,737 | 2,395,438 | 2,158,549 | 19,790,796 | 17,606,967 |
| Mortgages, notes, bonds payable in less than 1 year | 29,579,381 | 1,731,714 | 27,847,667 | 53,590 | 62,689,818 | 44,459,282 | 42,272,191 |
| Other current liabilities | 2,121,312,210 | 946,889,190 | 1,174,423,019 | 2,085,722 | 98,339,438 | 89,756,918 | 80,029,741 |
| Nonrecourse loans | 59,751,625 | * 20,366,274 | 39,385,351 | 5,714 | 15,460,319 | 460,942,903 | 455,163,968 |
| Mortgages, notes, bonds payable in 1 year or more | 123,061,077 | 17,072,308 | 105,988,769 | 763,670 | 17,529,501 | 617,615,259 | 604,319,913 |
| Other liabilities | 461,011,428 | 39,862,879 | 421,148,550 | 15,212,976 | 27,102,414 | 159,692,732 | 149,472,207 |
| Partners capital accounts | 3,618,312,778 | 100,560,601 | 3,517,752,177 | 1,682,256 | 760,719,639 | 688,908,141 | 659,889,334 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Real estate and rental and leasing-continued |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Real estate-continued |  |  |  |  | Rental <br> and leasing services | Lessors of nonfinancial intangible assets (except copyrighted works) |
|  | Lessors of residential buildings and dwellings and co-operative housing | Lessors of nonresidential buildings (except mini- warehouses) | Lessors of mini- <br> warehouses and self-storage units | Lessors of other real estate property | Other real estate activities |  |  |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | (92) | (93) | (94) | (95) | (96) | (97) | (98) |
|  | 404,677 | 478,201 | 16,393 | 95,090 | 354,244 | 44,657 | 1,288 |
| Number of partners | 1,823,540 | 2,099,934 | 109,098 | 562,040 | 1,801,927 | 170,557 | 3,207 |
| Partnerships reporting balance sheet data: Number of partnerships | 314,792 | 414,390 | 12,811 | 72,200 | 288,972 | 29,819 | 896 |
| Number of partners | 1,575,812 | 1,822,062 | 101,409 | 447,289 | 1,556,663 | 130,773 | 2,423 |
| Total assets | 892,415,935 | 1,411,107,277 | 47,959,614 | 181,210,158 | 1,068,127,722 | 112,910,589 | 11,512,911 |
| Cash | 39,774,638 | 53,962,789 | 1,165,419 | 7,973,374 | 44,423,329 | 3,759,989 | 200,083 |
| Trade notes and accounts receivable | 4,924,167 | 12,886,370 | 981,934 | 1,809,682 | 13,459,162 | 12,031,168 | 906,053 |
| Less: Allowance for bad debts | 56,126 | 300,546 | 2,170 | 38,960 | 310,435 | 122,949 | * 5,516 |
| Inventories | 2,165,285 | 981,926 | 43,413 | 634,871 | 36,762,183 | 2,113,962 | 0 |
| U.S. Government obligations | * 880,281 | 2,068,034 | 0 | * 9,436 | * 154,677 | * 69,945 | 0 |
| Tax-exempt securities | * 904,518 | 2,528,688 | 0 | * 78,540 | * 905,532 | * 608 | 0 |
| Other current assets | 38,675,291 | 52,542,017 | 1,708,938 | 8,851,951 | 88,821,388 | 7,554,632 | 214,608 |
| Mortgage and real estate loans | 4,501,091 | 5,481,315 | * 8,103 | 3,047,592 | 15,259,001 | 358,269 | 21,608 |
| Other investments | 100,647,782 | 109,654,738 | 7,538,873 | 20,305,521 | 318,879,466 | 15,242,934 | * 1,189,477 |
| Depreciable assets | 712,740,578 | 1,065,727,715 | 30,701,613 | 98,233,485 | 269,262,391 | 109,627,992 | * 739,243 |
| Less: Accumulated depreciation | 203,127,463 | 246,148,703 | 5,854,037 | 24,339,631 | 36,487,866 | 49,066,162 | * 288,143 |
| Depletable assets | * 12,565 | 741,595 | 0 | 963,951 | 647,661 | * 1,362 | 0 |
| Less: Accumulated depletion | * 11,059 | 157,857 | 0 | * 247,976 | 105,530 | 0 | 0 |
| Land | 127,197,974 | 246,595,905 | 9,373,279 | 46,597,784 | 164,711,202 | 1,641,123 | * 311,366 |
| Intangible assets | 19,692,833 | 42,802,719 | 1,393,281 | 4,142,550 | 16,765,657 | 1,429,486 | 6,841,382 |
| Less: Accumulated amortization | 6,691,975 | 16,678,573 | 375,973 | 1,209,668 | 5,330,333 | 477,770 | 357,577 |
| Other assets | 50,185,555 | 78,419,147 | 1,276,939 | 14,397,654 | 140,310,238 | 8,745,998 | 1,761,935 |
| Total liabilities and capital | 892,415,935 | 1,411,107,277 | 47,959,614 | 181,210,158 | 1,068,127,722 | 112,910,589 | 11,512,911 |
| Accounts payable | 7,461,598 | 11,341,707 | 322,050 | 1,429,539 | 13,693,141 | 2,630,076 | 62,429 |
| Mortgages, notes, bonds payable in less than 1 year | 12,319,675 | 34,724,302 | 673,371 | 4,851,506 | 37,497,192 | 3,892,629 | * 91,808 |
| Other current liabilities | 40,976,818 | 51,859,634 | 1,283,057 | 8,001,556 | 54,557,472 | 11,743,368 | 150,133 |
| Nonrecourse loans | 329,868,285 | 371,575,557 | 4,542,538 | 31,726,499 | 143,873,208 | 14,774,873 | 0 |
| Mortgages, notes, bonds payable in 1 year or more | 302,619,882 | 510,959,883 | 18,422,687 | 56,766,513 | 286,778,475 | 39,642,913 | * 546,810 |
| Other liabilities | 73,646,171 | 84,691,245 | 1,192,380 | 12,893,170 | 113,368,676 | 12,536,717 | 174,852 |
| Partners capital accounts | 125,523,506 | 345,954,948 | 21,523,531 | 65,541,374 | 418,359,560 | 27,690,013 | 10,486,878 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 167,517 | 324,047 | 9,787 | 53,714 | 144,029 | 22,385 | 608 |
| Number of partners | 791,862 | 1,459,330 | 62,863 | 395,233 | 794,056 | 82,072 | 1,845 |
|  |  |  |  |  |  |  |  |
| Number of partners | 708,187 | 1,310,555 | 59,886 | 325,521 | 692,583 | 57,856 | 1,061 |
| Total assets | 387,801,682 | 947,815,407 | 33,131,742 | 105,612,580 | 534,392,909 | 61,837,215 | 10,574,496 |
| Cash | 25,806,069 | 41,779,450 | 905,671 | 5,827,836 | 28,345,820 | 2,081,598 | 139,332 |
| Trade notes and accounts receivable | 3,182,680 | 9,268,052 | 883,219 | 1,413,264 | 8,583,241 | 8,422,771 | 906,053 |
| Less: Allowance for bad debts | 34,330 | 214,565 | * 1,094 | 30,601 | 245,005 | 56,691 | * 5,516 |
| Inventories | 1,893,084 | 642,038 | 37,680 | 206,533 | 19,172,668 | 1,857,600 | 0 |
| U.S. Government obligations | * 485,967 | 2,068,034 | 0 | * 9,436 | * 146,088 | * 69,823 | 0 |
| Tax-exempt securities | * 903,901 | 2,120,063 | 0 | * 70,605 | * 292,596 | * 608 | 0 |
| Other current assets | 18,199,452 | 38,146,505 | 1,485,547 | 4,891,696 | 47,919,209 | 5,007,782 | 214,352 |
| Mortgage and real estate loans | 2,119,703 | 3,871,742 | * 8,103 | 2,938,894 | 12,742,324 | 358,269 | 0 |
| Other investments | 48,752,801 | 70,981,635 | 7,282,219 | 10,458,779 | 174,636,322 | 8,148,617 | * 1,189,477 |
| Depreciable assets | 307,758,781 | 751,079,554 | 19,061,347 | 57,188,256 | 125,889,394 | 62,096,038 | * 727,226 |
| Less: Accumulated depreciation | 120,993,688 | 201,292,400 | 4,539,925 | 17,809,404 | 20,845,391 | 33,771,945 | * 286,081 |
| Depletable assets | * 12,565 | * 362,665 | 0 | 923,145 | * 209,243 | 0 | 0 |
| Less: Accumulated depletion | * 11,059 | * 131,587 | 0 | * 215,838 | * 96,962 | 0 | 0 |
| Land | 64,353,561 | 163,045,209 | 6,540,391 | 28,729,012 | 61,564,734 | 1,284,316 | * 18,024 |
| Intangible assets | 8,262,639 | 29,261,210 | 698,848 | 2,148,181 | 8,187,060 | 862,165 | 6,773,054 |
| Less: Accumulated amortization | 3,049,569 | 12,283,864 | 232,046 | 896,769 | 3,142,609 | 327,278 | 347,141 |
| Other assets | 30,159,126 | 49,111,668 | 1,001,781 | 9,759,556 | 71,034,176 | 5,803,543 | 1,245,717 |
| Total liabilities and capital | 387,801,682 | 947,815,407 | 33,131,742 | 105,612,580 | 534,392,909 | 61,837,215 | 10,574,496 |
| Accounts payable | 3,203,053 | 6,831,277 | 130,449 | 831,043 | 6,611,144 | 2,121,400 | 62,429 |
| Mortgages, notes, bonds payable in less than 1 year | 5,337,780 | 18,241,626 | 404,574 | 2,697,859 | 15,590,351 | 2,119,416 | * 67,676 |
| Other current liabilities | 16,633,814 | 32,646,770 | 1,010,530 | 3,523,912 | 26,214,714 | 9,635,239 | 91,938 |
| Nonrecourse loans | 138,836,707 | 241,264,744 | 2,813,966 | 11,225,743 | 61,022,809 | 5,778,935 | 0 |
| Mortgages, notes, bonds payable in 1 year or more | 129,176,623 | 315,579,688 | 9,087,283 | 33,979,449 | 116,496,870 | 13,208,550 | * 86,796 |
| Other liabilities | 32,115,147 | 54,369,623 | 868,160 | 6,791,401 | 55,327,875 | 10,110,267 | * 110,258 |
| Partners capital accounts | 62,498,557 | 278,881,679 | 18,816,779 | 46,563,173 | 253,129,145 | 18,863,409 | 10,155,399 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Professional, scientific, and technical services |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Legal services | Accounting, tax preparation, bookkeeping and payroll services | Architectural, engineering and related services |  | Computer <br> systems design and related services | Other professional, scientific, and technical services |
|  |  |  |  |  |  |  | Total |
| ALL PARTNERSHIPSNumber of partnerships [1] | (99) | (100) | (101) | (102) | (103) | (104) | (105) |
|  | 185,879 | 27,839 | 22,296 | 18,535 | 7,635 | 32,033 | 77,540 |
|  | 641,777 | 157,367 | 78,010 | 48,914 | 44,544 | 83,265 | 229,677 |
| Partnerships reporting balance sheet data: Number of partnerships | 124,320 | 22,294 | 14,051 | 9,933 | 3,815 | 20,588 | 53,639 |
| Number of partners | 504,569 | 143,949 | 61,488 | 31,000 | 36,222 | 58,645 | 173,265 |
| Total assets | 156,876,518 | 30,915,698 | 15,892,336 | 7,946,673 | 448,500 | 9,304,117 | 92,369,193 |
| Cash | 26,942,183 | 11,545,249 | 4,234,719 | 1,214,108 | 43,431 | 1,585,245 | 8,319,431 |
| Trade notes and accounts receivable | 27,191,538 | 2,733,596 | 3,544,179 | 1,787,328 | 129,980 | 1,708,608 | 17,287,848 |
| Less: Allowance for bad debts | 678,450 | 58,046 | 250,513 | 30,889 | * 2,212 | 34,813 | 301,976 |
| Inventories | 2,017,096 | * 2,098 | * 4,756 | * 235,472 | * 51,029 | 101,693 | 1,622,048 |
| U.S. Government obligations | 323,949 | * 214,012 | 0 | 0 | 0 | 0 | * 109,937 |
| Tax-exempt securities | * 65,542 | * 9,592 | 0 | 0 | 0 | 0 | * 55,950 |
| Other current assets | 25,873,167 | 5,187,027 | 1,661,141 | 690,621 | 56,222 | 912,893 | 17,365,265 |
| Mortgage and real estate loans | * 43,565 | 329 | 0 | 0 | 0 | 0 | * 43,236 |
| Other investments | 20,558,744 | 827,941 | 666,736 | 233,539 | * 498 | 374,953 | 18,455,077 |
| Depreciable assets | 45,276,327 | 20,178,815 | 5,279,496 | 2,843,788 | 151,046 | 2,682,491 | 14,140,691 |
| Less: Accumulated depreciation | 26,060,877 | 12,524,728 | 3,433,214 | 1,790,891 | 82,861 | 1,540,948 | 6,688,236 |
| Depletable assets | * 110,358 | * 26 | * 2,022 | 7,577 | 0 | 0 | 100,733 |
| Less: Accumulated depletion | * 4,494 | 0 | * 17 | 2,564 | 0 | 0 | * 1,913 |
| Land | 1,400,683 | 192,079 | 24,984 | 45,626 | 0 | * 11,836 | 1,126,158 |
| Intangible assets | 19,613,088 | 813,960 | 1,074,807 | 2,133,137 | 27,484 | 2,799,419 | 12,764,280 |
| Less: Accumulated amortization | 3,556,725 | 286,489 | 322,367 | 260,205 | 3,136 | 690,133 | 1,994,395 |
| Other assets | 17,760,824 | 2,080,237 | 3,405,606 | 840,029 | 77,019 | 1,392,875 | 9,965,060 |
| Total liabilities and capital | 156,876,518 | 30,915,698 | 15,892,336 | 7,946,673 | 448,500 | 9,304,117 | 92,369,193 |
| Accounts payable | 9,774,213 | 1,063,780 | 331,022 | 1,034,593 | 106,127 | 755,517 | 6,483,173 |
| Mortgages, notes, bonds payable in less than 1 year | 5,840,661 | 1,483,151 | 739,116 | 775,110 | * 21,553 | 332,096 | 2,489,634 |
| Other current liabilities | 28,152,689 | 6,485,524 | 2,891,157 | 1,157,655 | 180,657 | 2,140,954 | 15,296,743 |
| Nonrecourse loans | 3,531,368 | 456,946 | * 450,253 | * 179,560 | * 2,851 | * 244,479 | 2,197,279 |
| Mortgages, notes, bonds payable in 1 year or more | 19,003,294 | 2,913,240 | 1,850,188 | 916,239 | * 59,690 | 819,148 | 12,444,790 |
| Other liabilities | 17,302,922 | 3,451,449 | 2,200,420 | 208,875 | * 33,411 | 2,340,917 | 9,067,850 |
| Partners capital accounts | 73,271,370 | 15,061,608 | 7,430,180 | 3,674,641 | 44,211 | 2,671,006 | 44,389,725 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 118,034 | 21,761 | 16,284 | 13,257 | 4,301 | 15,417 | 47,014 |
| Number of partners | 422,035 | 140,847 | 63,227 | 31,293 | 9,739 | 39,333 | 137,596 |
| Partnerships reporting balance sheet data: Number of partnerships | 81,356 | 18,892 | 10,934 | 7,674 | 2,104 | 10,524 | 31,228 |
| Number of partners | 343,155 | 133,714 | 52,179 | 20,202 | 5,386 | 29,462 | 102,213 |
| Total assets | 131,158,681 | 29,473,395 | 14,374,581 | 6,704,171 | 324,619 | 6,511,975 | 73,769,939 |
| Cash | 24,084,066 | 11,371,678 | 3,977,552 | 981,330 | 37,885 | 1,190,686 | 6,524,934 |
| Trade notes and accounts receivable | 24,290,206 | 2,650,563 | 3,399,588 | 1,624,788 | * 100,070 | 1,199,936 | 15,315,260 |
| Less: Allowance for bad debts | 600,750 | 56,812 | 247,205 | 29,769 | * 1,734 | 32,347 | 232,883 |
| Inventories | 1,422,890 | * 2,098 | 43 | * 235,472 | * 43,474 | 89,194 | 1,052,609 |
| U.S. Government obligations | * 320,282 | * 214,012 | 0 | 0 | 0 | 0 | 106,270 |
| Tax-exempt securities | * 65,542 | * 9,592 | 0 | 0 | 0 | 0 | * 55,950 |
| Other current assets | 22,872,496 | 4,800,872 | 1,607,492 | 475,185 | * 37,761 | 673,915 | 15,277,272 |
| Mortgage and real estate loans | * 43,565 | 329 | 0 | 0 | 0 | 0 | * 43,236 |
| Other investments | 17,205,550 | 796,771 | 435,801 | 239,824 | 0 | 300,336 | 15,432,817 |
| Depreciable assets | 37,995,315 | 18,924,477 | 4,790,444 | 2,310,741 | 130,206 | 1,729,781 | 10,109,667 |
| Less: Accumulated depreciation | 22,664,597 | 11,806,826 | 3,143,136 | 1,698,498 | 75,507 | 1,003,668 | 4,936,963 |
| Depletable assets | * 14,920 | * 26 | * 2,022 | 7,577 | 0 | 0 | * 5,295 |
| Less: Accumulated depletion | * 4,494 | 0 | * 17 | 2,564 | 0 | 0 | * 1,913 |
| Land | 976,472 | 69,399 | 22,321 | * 17,194 | 0 | * 11,311 | 856,247 |
| Intangible assets | 13,478,735 | 796,401 | 841,650 | 1,891,642 | * 20,918 | 1,843,351 | 8,084,773 |
| Less: Accumulated amortization | 2,741,385 | 280,922 | 303,477 | 179,038 | * 1,802 | 470,786 | 1,505,362 |
| Other assets | 14,399,867 | 1,981,737 | 2,991,501 | 830,286 | * 33,348 | 980,266 | 7,582,729 |
| Total liabilities and capital | 131,158,681 | 29,473,395 | 14,374,581 | 6,704,171 | 324,619 | 6,511,975 | 73,769,939 |
| Accounts payable | 7,261,053 | 839,532 | 193,764 | 782,297 | * 37,450 | 474,828 | 4,933,182 |
| Mortgages, notes, bonds payable in less than 1 year | 3,840,345 | 988,303 | 690,303 | 658,212 | * 323 | 196,835 | 1,306,369 |
| Other current liabilities | 22,912,068 | 5,856,512 | 2,509,597 | 842,543 | 63,102 | 1,319,886 | 12,320,429 |
| Nonrecourse loans | 1,648,448 | 195,154 | * 447,665 | * 13,418 | 0 | * 56,864 | 935,347 |
| Mortgages, notes, bonds payable in 1 year or more | 13,660,791 | 2,810,332 | 1,558,823 | 801,117 | * 44,496 | 247,951 | 8,198,072 |
| Other liabilities | 12,399,796 | 3,219,199 | 2,096,368 | 5,681 | * 25,020 | 1,772,638 | 5,280,890 |
| Partners capital accounts | 69,436,181 | 15,564,363 | 6,878,062 | 3,600,903 | 154,229 | 2,442,974 | 40,795,651 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Educational services | Health care and social assistance |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Offices of physicians and dentists | Offices of other health practitioners | Outpatient care centers | Medical and diagnostic laboratories | Home <br> health care services |
|  | (113) | (114) | (115) | (116) | (117) | (118) | (119) |
| ALL PARTNERSHIPS Number of partnerships [1] | 11,552 | 63,777 | 18,199 | 13,341 | 6,177 | 4,719 | 3,300 |
| Number of partners | 34,730 | 308,605 | 97,627 | 35,929 | 56,807 | 30,924 | 10,312 |
| Partnerships reporting balance sheet data: Number of partnerships | 6,209 | 49,189 | 15,666 | 9,440 | 5,425 | 4,121 | 2,395 |
| Number of partners | 22,033 | 245,813 | 71,176 | 25,675 | 53,192 | 28,699 | 8,123 |
| Total assets | 4,095,186 | 86,621,957 | 7,759,722 | 1,442,841 | 12,181,028 | 6,739,388 | 1,601,195 |
| Cash | 269,586 | 7,295,693 | 1,633,137 | 464,402 | 1,462,296 | 671,096 | 197,680 |
| Trade notes and accounts receivable | 354,145 | 15,992,982 | 1,429,080 | 150,465 | 2,917,178 | 1,377,724 | 362,469 |
| Less: Allowance for bad debts | * 4,027 | 4,821,425 | 232,222 | * 8,789 | 1,088,422 | 566,896 | 50,807 |
| Inventories | 33,720 | 519,806 | 41,897 | 35,203 | 210,088 | 59,761 | 25,625 |
| U.S. Government obligations | * 7,465 | * 4,869 | 500 | 0 | 0 | * 956 | 0 |
| Tax-exempt securities | 0 | * 10,855 | * 1,511 | 0 | * 144 | 0 | 0 |
| Other current assets | 213,604 | 5,927,112 | 528,053 | 90,956 | 925,632 | 648,501 | 300,407 |
| Mortgage and real estate loans | * 6,288 | * 91,464 | 0 | * 65 | 0 | * 27,793 | * 388 |
| Other investments | 790,278 | 2,401,800 | 323,802 | 182,504 | 755,737 | 194,661 | 111,310 |
| Depreciable assets | 1,567,662 | 61,284,905 | 6,618,235 | 867,773 | 7,308,617 | 6,208,775 | 566,497 |
| Less: Accumulated depreciation | 696,436 | 24,468,853 | 4,241,590 | 567,744 | 3,387,955 | 3,590,026 | 328,359 |
| Depletable assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Less: Accumulated depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Land | 54,404 | 3,977,397 | 105,662 | * 18,569 | 133,451 | 74,310 | * 51,136 |
| Intangible assets | 1,380,480 | 12,203,179 | 1,519,843 | 141,357 | 2,686,995 | 1,558,522 | 281,806 |
| Less: Accumulated amortization | 136,081 | 1,948,371 | 341,832 | 64,935 | 519,101 | 241,191 | 53,470 |
| Other assets | 254,097 | 8,150,543 | 373,645 | 133,013 | 776,367 | 315,403 | 136,514 |
| Total liabilities and capital | 4,095,186 | 86,621,957 | 7,759,722 | 1,442,841 | 12,181,028 | 6,739,388 | 1,601,195 |
| Accounts payable | 227,048 | 4,037,900 | 200,062 | 45,193 | 689,441 | 191,948 | 94,702 |
| Mortgages, notes, bonds payable in less than 1 year | 126,571 | 3,451,498 | 535,718 | 96,118 | 531,189 | 454,385 | 87,807 |
| Other current liabilities | 781,821 | 9,808,100 | 1,759,995 | 483,544 | 1,224,451 | 609,598 | 175,861 |
| Nonrecourse loans | * 301,782 | 9,508,754 | 96,085 | * 11,939 | * 91,502 | 182,881 | 39,741 |
| Mortgages, notes, bonds payable in 1 year or more | 670,047 | 23,621,627 | 2,323,914 | 176,049 | 2,529,187 | 2,219,128 | 347,482 |
| Other liabilities | 335,660 | 10,393,291 | 2,929,427 | 63,040 | 770,588 | 200,278 | 284,867 |
| Partners capital accounts | 1,652,257 | 25,800,786 | -85,478 | 566,958 | 6,344,669 | 2,881,170 | 570,734 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 5,486 | 39,807 | 13,772 | 8,549 | 3,483 | 2,698 | 1,595 |
| Number of partners | 13,897 | 185,222 | 60,144 | 22,280 | 39,105 | 17,023 | 4,653 |
| Partnerships reporting balance sheet data: Number of partnerships | 3,068 | 32,619 | 12,642 | 6,516 | 3,234 | 2,318 | 1,403 |
| Number of partners | 9,098 | 166,251 | 57,538 | 17,147 | 37,816 | 15,946 | 4,269 |
| Total assets | 1,905,841 | 56,898,197 | 6,217,187 | 1,115,033 | 9,247,006 | 4,617,452 | 1,203,174 |
| Cash | 226,844 | 6,198,955 | 1,516,212 | 540,757 | 1,286,663 | 603,712 | 161,867 |
| Trade notes and accounts receivable | 157,477 | 11,850,701 | 1,297,923 | 127,781 | 2,225,030 | 1,020,710 | 245,018 |
| Less: Allowance for bad debts | * 1,667 | 3,563,154 | 190,213 | * 1,670 | 782,612 | 374,555 | 18,298 |
| Inventories | 22,471 | 382,993 | 21,990 | 30,142 | 170,830 | 42,935 | 20,358 |
| U.S. Government obligations | * 7,465 | 3,303 | 0 | 0 | 0 | 0 | 0 |
| Tax-exempt securities | 0 | * 8,958 | * 1,511 | 0 | * 144 | 0 | 0 |
| Other current assets | 132,804 | 4,412,165 | 392,625 | 63,345 | 718,795 | 528,714 | 290,013 |
| Mortgage and real estate loans | * 6,288 | * 41,718 | 0 | * 65 | 0 | 0 | * 388 |
| Other investments | * 641,846 | 1,655,994 | 302,056 | *-2,264 | 803,059 | 242,375 | * 71,830 |
| Depreciable assets | 488,054 | 40,580,151 | 5,604,936 | 688,284 | 5,088,852 | 4,393,990 | 344,427 |
| Less: Accumulated depreciation | 194,649 | 19,616,763 | 3,762,600 | 457,649 | 2,704,782 | 2,713,418 | 218,801 |
| Depletable assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Less: Accumulated depletion | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Land | * 23,739 | 1,992,680 | 103,161 | * 13,552 | 85,700 | 60,569 | * 2,063 |
| Intangible assets | 395,091 | 7,920,889 | 884,398 | 83,844 | 2,184,337 | 750,766 | 256,482 |
| Less: Accumulated amortization | 65,511 | 1,372,625 | 245,672 | 33,043 | 447,448 | 150,092 | 51,093 |
| Other assets | 65,589 | 6,402,233 | 290,859 | 61,889 | 618,438 | 211,745 | 98,920 |
| Total liabilities and capital | 1,905,841 | 56,898,197 | 6,217,187 | 1,115,033 | 9,247,006 | 4,617,452 | 1,203,174 |
| Accounts payable | 70,048 | 2,515,727 | 138,523 | 36,061 | 520,053 | 154,264 | 59,977 |
| Mortgages, notes, bonds payable in less than 1 year | 50,609 | 1,861,622 | 421,274 | 82,214 | 283,813 | 264,109 | 58,432 |
| Other current liabilities | 264,842 | 6,215,192 | 1,508,149 | 386,921 | 801,075 | 362,536 | 116,595 |
| Nonrecourse loans | * 8,150 | 5,050,080 | 62,962 | * 4,228 | * 52,643 | * 68,012 | 0 |
| Mortgages, notes, bonds payable in 1 year or more | 201,905 | 11,058,055 | 1,581,276 | 123,770 | 1,190,599 | 1,115,242 | 131,013 |
| Other liabilities | 149,970 | 6,141,702 | 2,469,033 | 28,159 | 488,290 | 99,006 | * 78,417 |
| Partners capital accounts | 1,160,317 | 24,055,820 | 35,969 | 453,680 | 5,910,534 | 2,554,283 | 758,739 |

Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued


[^64]Table 3. All Partnerships: Balance Sheet, by Profit Status and Selected Industrial Group, 2006 -Continued

| Item | Arts,entertainment,andrecreation-continued $\|$ | Accommodation and food services |  |  | Other services |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | Accommodation | Food service and drinking places | Total | Repair and maintenance |  |
|  |  |  |  |  |  | Total | Automotive repair and maintenance |
| ALL PARTNERSHIPS <br> Number of partnerships [1] | (127) | (128) | (129) | (130) | (131) | (132) | (133) |
|  | 19,598 | 105,486 | 33,241 | 72,245 | 64,247 | 28,109 | 20,979 |
| Number of partners | 163,526 | 402,247 | 158,055 | 244,192 | 190,342 | 79,957 | 52,95014,457 |
| Partnerships reporting balance sheet data: Number of partnerships | 12,762 | 80,607 | 28,274 | 52,333 | 37,157 | 17,315 |  |
| Number of partners | 146,047 | 327,408 | 135,568 | 191,840 | 115,112 | 56,342 | 38,449 |
| Total assets | 50,652,657 | 186,196,242 | 148,890,398 | 37,305,844 | 17,018,595 | 6,720,628 | 4,620,487 |
| Cash | 2,372,691 | 13,617,619 | 8,600,659 | 5,016,960 | 1,103,974 | 503,806 | 303,330 |
| Trade notes and accounts receivable | 1,056,727 | 5,162,157 | 3,597,701 | 1,564,456 | 1,771,731 | 695,119 | 175,333 |
| Less: Allowance for bad debts | 53,017 | 91,594 | 83,478 | 8,117 | 12,352 | * 4,633 | * 368 |
| Inventories | 507,761 | 1,435,886 | 493,027 | 942,859 | 739,619 | 605,244 | 261,258 |
| U.S. Government obligations | * 34,555 | * 1,758 | * 1,758 | 0 | 5,870 | 0 | 0 |
| Tax-exempt securities | * 103,734 | * 6,556 | * 6,330 | * 226 | 0 | 0 | 0 |
| Other current assets | 3,512,669 | 12,170,812 | 8,000,652 | 4,170,159 | 722,864 | 118,861 | 47,168 |
| Mortgage and real estate loans | 0 | * 367,317 | * 367,289 | * 28 | * 16,201 | * 10,694 | * 10,694 |
| Other investments | 5,117,898 | 4,011,813 | 4,052,386 | -40,573 | 1,504,188 | 134,549 | 95,785 |
| Depreciable assets | 35,725,052 | 152,206,260 | 122,087,913 | 30,118,348 | 9,984,125 | 5,205,847 | 4,195,843 |
| Less: Accumulated depreciation | 13,434,276 | 46,200,393 | 33,499,013 | 12,701,380 | 4,544,301 | 2,287,246 | 1,784,476 |
| Depletable assets | 0 | * 70,755 | * 28,641 | * 42,114 | * 7,549 | * 7,549 | * 7,549 |
| Less: Accumulated depletion | 0 | * 61,129 | * 21,906 | * 39,224 | * 4,924 | * 4,924 | * 4,924 |
| Land | 5,625,900 | 21,112,694 | 19,357,808 | 1,754,885 | 1,480,713 | 700,734 | 648,988 |
| Intangible assets | 3,640,393 | 14,020,235 | 7,687,058 | 6,333,176 | 1,883,820 | 758,310 | 666,059 |
| Less: Accumulated amortization | 696,758 | 3,597,583 | 1,818,801 | 1,778,782 | 412,669 | 191,974 | 181,372 |
| Other assets | 7,139,326 | 11,963,079 | 10,032,372 | 1,930,707 | 2,772,183 | 468,691 | 179,618 |
| Total liabilities and capital | 50,652,657 | 186,196,242 | 148,890,398 | 37,305,844 | 17,018,595 | 6,720,628 | 4,620,487 |
| Accounts payable | 1,319,391 | 5,391,306 | 3,139,154 | 2,252,152 | 675,357 | 470,138 | 278,332 |
| Mortgages, notes, bonds payable in less than 1 year | 1,888,384 | 6,648,655 | 4,468,950 | 2,179,705 | 566,559 | 312,450 | 204,151 |
| Other current liabilities | 5,351,106 | 16,358,998 | 10,712,168 | 5,646,830 | 2,346,585 | 493,761 | 205,562 |
| Nonrecourse loans | 2,997,531 | 30,673,253 | 29,673,586 | 999,667 | 1,128,702 | 337,437 | * 309,095 |
| Mortgages, notes, bonds payable in 1 year or more | 23,602,884 | 82,083,633 | 67,834,243 | 14,249,390 | 5,977,775 | 3,229,205 | 2,623,317 |
| Other liabilities | 4,674,841 | 12,048,265 | 9,270,594 | 2,777,671 | 752,076 | 439,111 | 329,361 |
| Partners capital accounts | 10,818,519 | 32,992,132 | 23,791,703 | 9,200,429 | 5,571,540 | 1,438,525 | 670,668 |
| PARTNERSHIPS WITH NET INCOME Number of partnerships [1] | 6,623 | 54,357 | 16,476 | 37,881 | 36,918 | 18,834 | 12,421 |
| Number of partners | 33,194 | 216,568 | 87,259 | 129,310 | 113,738 | 49,000 | 33,261 |
| Partnerships reporting balance sheet data: Number of partnerships | 4,760 | 43,117 | 15,223 | 27,894 | 19,483 | 10,547 | 8,231 |
| Number of partners | 26,639 | 186,321 | 82,970 | 103,351 | 60,031 | 31,238 | 23,963 |
| Total assets | 22,808,712 | 101,377,150 | 80,137,824 | 21,239,326 | 10,509,851 | 3,900,818 | 2,396,601 |
| Cash | 1,395,514 | 9,981,400 | 5,748,261 | 4,233,139 | 703,982 | 371,040 | 227,702 |
| Trade notes and accounts receivable | 450,901 | 3,354,910 | 2,237,389 | 1,117,521 | 1,593,754 | 617,903 | 164,644 |
| Less: Allowance for bad debts | 15,375 | 64,874 | 60,773 | 4,101 | 6,099 | * 1,840 | * 368 |
| Inventories | 144,829 | 839,173 | 249,993 | 589,180 | 592,804 | 495,449 | 221,129 |
| U.S. Government obligations | * 34,555 | * 16 | * 16 | 0 | 5,870 | 0 | 0 |
| Tax-exempt securities | * 103,734 | * 6,556 | * 6,330 | * 226 | 0 | 0 | 0 |
| Other current assets | 1,158,291 | 7,836,050 | 4,322,872 | 3,513,178 | 443,000 | 94,081 | 31,587 |
| Mortgage and real estate loans | 0 | * 154,051 | * 154,051 | 0 | * 10,694 | * 10,694 | 10,694 |
| Other investments | 3,845,394 | 1,775,998 | 2,449,384 | -673,387 | 1,232,023 | 88,338 | * 79,298 |
| Depreciable assets | 14,602,215 | 84,913,654 | 68,587,524 | 16,326,130 | 5,223,880 | 2,741,221 | 1,983,325 |
| Less: Accumulated depreciation | 5,892,703 | 30,761,267 | 22,499,740 | 8,261,527 | 2,591,336 | 1,406,917 | 1,032,975 |
| Depletable assets | 0 | * 70,755 | * 28,641 | * 42,114 | 0 | 0 | 0 |
| Less: Accumulated depletion | 0 | * 61,129 | * 21,906 | * 39,224 | 0 | 0 | 0 |
| Land | 1,721,937 | 10,388,381 | 9,756,595 | 631,786 | 615,906 | 294,866 | 243,508 |
| Intangible assets | 2,629,888 | 8,235,245 | 4,356,485 | 3,878,760 | 880,334 | 448,751 | 403,901 |
| Less: Accumulated amortization | 278,486 | 2,273,991 | 1,058,252 | 1,215,739 | 245,812 | 114,288 | 109,353 |
| Other assets | 2,908,019 | 6,982,222 | 5,880,954 | 1,101,268 | 2,050,850 | 261,517 | 173,510 |
| Total liabilities and capital | 22,808,712 | 101,377,150 | 80,137,824 | 21,239,326 | 10,509,851 | 3,900,818 | 2,396,601 |
| Accounts payable | 484,883 | 2,615,731 | 1,345,134 | 1,270,597 | 515,410 | 381,365 | 204,631 |
| Mortgages, notes, bonds payable in less than 1 year | 194,372 | 3,178,535 | 2,635,577 | 542,958 | 263,348 | 185,906 | 112,309 |
| Other current liabilities | 2,060,037 | 7,459,274 | 4,193,226 | 3,266,048 | 1,601,772 | 402,497 | 160,568 |
| Nonrecourse loans | * 527,878 | 15,310,470 | 14,577,974 | 732,496 | 677,770 | * 251,985 | * 223,643 |
| Mortgages, notes, bonds payable in 1 year or more | 8,688,150 | 37,539,931 | 31,640,053 | 5,899,879 | 2,751,222 | 1,359,977 | 899,477 |
| Other liabilities | 344,286 | 4,978,380 | 4,124,642 | 853,738 | 199,751 | 132,717 | 97,349 |
| Partners capital accounts | 10,509,107 | 30,294,828 | 21,621,218 | 8,673,610 | 4,500,579 | 1,186,371 | 698,624 |

Table 3. All Partnerships: Balance Sheet by Profit Status and Selected Industrial Group, 2006 —Continued


* Estimate should be used with caution because of the small number of sample returns on which it is based.
d-In order to avoid disclosure for specific partnerships, these data are not shown. However, the data are included in the appropriate totals.
[1] The difference between "number of partnerships" and "number of partnerships reporting balance sheet data" is due to partnerships exempt from filing balance sheets. Since these partnerships are generally small--total assets less than $\$ 500,000$ and total receipts less than $\$ 250,000$--balance sheet data for partnerships are slightly understated. NOTE: Detail may not add to totals because of rounding.

Table 4. Partnerships with Net Rental Real Estate Income (Loss), by Selected Industrial Group, 2006


[^65]Table 4. Partnerships with Net Rental Real Estate Income (Loss), by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Real estate and rental and leasing |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Total | Real estate |  |  |  |  |  | Rental and leasing services and lessors of nonfinancial intangible assets |
|  |  | Total | Lessors of residential buildings and dwellings and co-operative housing | Lessors of nonresidential buildings (except miniwarehouses) | $\begin{aligned} & \text { Lessors of } \\ & \text { mini- } \\ & \text { warehouses } \\ & \text { and self- } \\ & \text { storage } \\ & \text { units } \end{aligned}$ | Lessors of other real estate property | Other real estate activities |  |
|  | (17) | (18) | (19) | (20) | (21) | (22) | (23) | (24) |
| Number of partnerships | 1,060,972 | 1,053,837 | 370,289 | 451,975 | 12,738 | 74,744 | 144,090 | 7,136 |
| Number of partners | 5,074,164 | 5,053,828 | 1,716,707 | 2,019,923 | 95,778 | 401,213 | 820,206 | 20,336 |
| Gross rents from rental real estate | 366,750,488 | 365,685,968 | 125,133,340 | 185,339,428 | 5,182,884 | 17,128,903 | 32,901,412 | 1,064,521 |
| Real estate rental expenses, total | 347,980,490 | 347,208,910 | 130,707,442 | 159,717,052 | 4,529,114 | 14,955,327 | 37,299,975 | 771,580 |
| Advertising | 2,086,028 | 2,083,993 | 1,045,553 | 668,035 | 133,732 | 52,682 | 183,991 | * 2,035 |
| Auto and travel | 528,320 | 526,609 | 194,357 | 193,582 | 22,034 | 44,374 | 72,261 | * 1,711 |
| Cleaning and maintenance | 13,581,664 | 13,558,835 | 5,153,267 | 6,818,499 | 69,965 | 398,795 | 1,118,310 | 22,829 |
| Commissions | 1,473,624 | 1,456,859 | 468,084 | 763,556 | 15,221 | 48,415 | 161,584 | * 16,765 |
| Insurance | 9,085,272 | 9,074,429 | 4,521,404 | 3,268,032 | 133,976 | 380,930 | 770,087 | 10,843 |
| Legal and other professional fees | 19,079,316 | 19,048,970 | 7,504,171 | 8,081,095 | 266,441 | 780,680 | 2,416,583 | 30,346 |
| Interest expense | 109,985,451 | 109,767,381 | 36,052,229 | 54,669,964 | 1,150,882 | 4,991,333 | 12,902,974 | 218,070 |
| Repairs | 16,026,716 | 16,002,623 | 7,766,611 | 6,422,116 | 137,013 | 580,046 | 1,096,837 | 24,093 |
| Taxes | 39,139,578 | 39,100,650 | 13,272,412 | 19,987,446 | 504,264 | 1,679,968 | 3,656,561 | 38,927 |
| Utilities | 23,240,682 | 23,215,142 | 11,123,692 | 9,168,937 | 211,830 | 883,882 | 1,826,800 | 25,540 |
| Wages and salaries | 14,197,153 | 14,193,544 | 8,204,148 | 3,835,397 | 427,431 | 534,982 | 1,191,586 | * 3,609 |
| Depreciation | 62,500,161 | 62,271,851 | 23,430,860 | 28,707,651 | 735,885 | 2,927,876 | 6,469,578 | 228,311 |
| Other expenses | 37,056,526 | 36,908,025 | 11,970,655 | 17,132,742 | 720,439 | 1,651,365 | 5,432,824 | 148,501 |
| Net gain (loss) from sales of business property | 1,927,827 | 1,927,827 | 289,580 | 1,172,441 | *-1,350 | 6,083 | 461,072 | 0 |
| Net income (loss) from partnerships, estates and trusts | -5,492,714 | -5,514,490 | -3,497,765 | 3,406,646 | 199,521 | -135,148 | -5,487,743 | * 21,776 |
| Net income | 16,422,280 | 16,399,856 | 3,992,038 | 7,408,099 | 242,219 | 489,184 | 4,268,315 | * 22,424 |
| Loss | 21,914,994 | 21,914,346 | 7,489,803 | 4,001,454 | * 42,698 | 624,333 | 9,756,058 | * 648 |
| Net rental real estate income (loss) | 15,205,110 | 14,890,393 | -8,782,287 | 30,201,463 | 851,940 | 2,044,511 | -9,425,234 | 314,717 |
| Net income | 84,001,663 | 83,593,738 | 19,848,674 | 49,163,155 | 1,407,529 | 4,958,042 | 8,216,339 | 407,925 |
| Loss | 68,796,552 | 68,703,344 | 28,630,961 | 18,961,692 | 555,589 | 2,913,530 | 17,641,572 | 93,208 |
| Item | Professional, scientific, and technical services | Management of companies (holding companies) | Administrative and support and waste management and remediation services | Educational services | Health care and social assistance | Arts, entertainment, and recreation | Accommodation and food services | Other services |
|  | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
| Number of partnerships | 6,103 | 7,402 | 2,539 | * 14 | 1,797 | 1,608 | 5,566 | 1,073 |
| Number of partners | 26,242 | 31,013 | 5,843 | * 34 | 12,847 | 92,360 | 26,153 | 3,646 |
| Gross rents from rental real estate | 377,769 | 889,995 | 130,006 | * 14,624 | 804,982 | 228,849 | 2,356,448 | 165,253 |
| Real estate rental expenses, total | 417,095 | 772,688 | 126,776 | * 11,067 | 813,320 | 189,826 | 1,975,871 | 114,284 |
| Advertising | 2,932 | 1,521 | * 1,102 | 0 | 5,358 | * 203 | 10,449 | * 114 |
| Auto and travel | * 4,178 | * 1,129 | * 1,381 | 0 | 2,104 | * 1,302 | 9,272 | 0 |
| Cleaning and maintenance | 8,963 | 26,849 | * 2,281 | 0 | 7,976 | 2,960 | 26,444 | 2,130 |
| Commissions | 17,318 | 3,417 | * 9 | 0 | * 1,360 | * 264 | 9,695 | 0 |
| Insurance | 8,889 | 11,643 | * 5,552 | 0 | 25,110 | 3,416 | 57,693 | * 1,711 |
| Legal and other professional fees | 18,902 | 46,115 | * 4,356 | * 396 | 32,846 | 7,858 | 55,870 | * 9,931 |
| Interest expense | 86,248 | 253,263 | 26,377 | * 3,147 | 219,195 | 58,444 | 545,928 | * 9,067 |
| Repairs | 9,534 | 36,381 | * 3,863 | * 18 | 19,489 | * 2,558 | 58,688 | * 1,381 |
| Taxes | 23,131 | 85,681 | 20,526 | 0 | 45,208 | 7,355 | 129,527 | 5,733 |
| Utilities | 11,916 | 25,917 | * 5,297 | * 30 | 42,051 | 10,472 | 133,398 | 2,495 |
| Wages and salaries | * 27,449 | 10,435 | * 13,166 | 0 | 154,489 | * 600 | 168,659 | 3,535 |
| Depreciation | 43,867 | 189,726 | 25,193 | * 3,015 | 138,638 | 53,330 | 334,250 | 42,087 |
| Other expenses | 153,768 | 80,611 | * 17,675 | * 4,461 | 119,494 | 41,063 | 435,999 | 36,100 |
| Net gain (loss) from sales of business property | 2,043 | 870 | 0 | 0 | *-17 | 1,877 | * 7,881 | -3,164 |
| Net income (loss) from partnerships, estates and trusts | -68,507 | -150,999 | 3,193 | 0 | 1,058 | 46,787 | 95,384 | * -140,778 |
| Net income | 29,961 | 515,346 | 3,483 | 0 | 10,928 | 48,127 | 141,180 | * 12,476 |
| Loss | 98,468 | 666,345 | * 290 | 0 | 9,870 | * 1,340 | 45,796 | * 153,254 |
| Net rental real estate income (loss) | -105,790 | -32,823 | 6,423 | * 3,557 | -7,297 | 87,686 | 483,842 | -92,973 |
| Net income | 73,082 | 703,661 | 26,879 | * 3,557 | 116,213 | 146,858 | 695,275 | 69,899 |
| Loss | 178,873 | 736,485 | * 20,456 | 0 | 123,510 | 59,171 | 211,433 | * 162,872 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] "Nature of business not allocable" is not shown in this table because no partnership returns classified in this industrial group reported real estate rental income.
[2] Less than $\$ 500$.
NOTE: Detail may not add to totals because of rounding


## Partnership Returns, 2006

Statistics of Income Bulletin | Fall 2008

Table 5. Partnerships with Income (or Loss) Allocated to Partners, by Selected Industrial Group, 2006

|  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Item | All industries | Agriculture, forestry, fishing, and hunting | Mining | Utilities | Construction | Manufacturing | Wholesale trade |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| AVAILABLE FOR ALLOCATION | 2 | 131 | 34,691 | 2.909 | 189,514 | 42.557 | 48,246 |
| Number of partners | 16,573,877 | 443,917 | 729,344 | 84,128 | 504,864 | 274,483 | 217,124 |
| Total income (loss) | 1,485,994,733 | 9,722,527 | 60,762,350 | 11,043,528 | 31,695,716 | 65,508,662 | 18,271,619 |
| Ordinary business income (loss) | 357,055,417 | -316,629 | 39,129,158 | 7,830,005 | 23,018,314 | 52,776,947 | 15,010,354 |
| Net rental real estate income (loss) | 15,122,150 | 605,410 | 13,039 | 2,095 | -434,258 | 34,012 | 50,458 |
| Other net rental income (loss) | 2,923,321 | 182,641 | 40,826 | * 29,522 | 72,799 | 704,569 | 38,807 |
| Interest income | 193,499,813 | 1,065,175 | 1,954,047 | 1,241,948 | 1,573,876 | 3,540,638 | 724,851 |
| Dividend income | 83,897,950 | 147,546 | 342,174 | 49,592 | 99,876 | 2,952,533 | 263,000 |
| Royalties | 14,219,959 | 365,931 | 4,428,993 | * 4,427 | 110,294 | 2,211,693 | 66,992 |
| Net short-term capital gain (loss) | 54,613,689 | 36,370 | 367,004 | 81,564 | 158,950 | 216,517 | 23,633 |
| Net long-term capital gain (loss) | 376,195,114 | 2,163,939 | 2,258,616 | 191,446 | 2,913,945 | 1,848,413 | 436,204 |
| Guaranteed payments to partners | 51,754,217 | 1,029,785 | 597,819 | 211,663 | 2,580,501 | 1,201,671 | 1,200,196 |
| Net section 1231 gain (loss) | 157,886,152 | 4,360,462 | 8,551,251 | 1,339,658 | 1,429,235 | 459,978 | 419,860 |
| Other income (loss) | 178,826,952 | 81,896 | 3,079,422 | 61,607 | 172,184 | -438,310 | 37,264 |
| Total deductions | 235,345,682 | 1,973,344 | 23,820,292 | 963,064 | 1,613,861 | 5,389,655 | 657,085 |
| Charitable contributions | 5,695,439 | 495,418 | 48,720 | 17,397 | 212,439 | 288,211 | 112,225 |
| Section 179 deductions | 5,511,560 | 942,342 | 111,581 | 10,031 | 680,403 | 216,942 | 208,085 |
| Interest expense on investment debts | 108,209,621 | 292,831 | 104,393 | 80,197 | 259,930 | 68,363 | 47,583 |
| Foreign taxes | 15,954,465 | 11,108 | 5,675,413 | * 34,893 | 21,759 | 2,284,347 | 106,189 |
| Qualified expenditures [section 59(e)] | 20,602,086 | * 7,282 | 15,440,678 | * 52,287 | 4,761 | 1,002,711 | * 16,826 |
| Other deductions | 79,372,512 | 224,363 | 2,439,507 | 768,258 | 434,570 | 1,529,080 | 166,178 |
| Total income (loss) minus total deductions | 1,250,649,052 | 7,749,183 | 36,942,058 | 10,080,464 | 30,081,855 | 60,119,007 | 17,614,534 |
| Income (loss) allocated to partners by type of partner [1]: <br> All partners | 1,214,103,665 | 7,728,956 | 37,037,171 | 10,038,107 | 29,739,883 | 59,872,188 | 16,384,315 |
| Corporate general partners | 114,195,107 | 606,332 | 2,982,114 | 1,472,311 | 3,698,274 | 24,575,064 | 1,415,830 |
| Corporate limited partners | 248,317,698 | 1,585,603 | 17,557,827 | 5,884,709 | 5,273,954 | 23,874,270 | 8,186,930 |
| Individual general partners | 76,074,567 | 2,469,912 | 709,341 | * 19,338 | 2,540,233 | 483,459 | 408,857 |
| Individual limited partners | 254,454,498 | 424,862 | 7,687,118 | 311,020 | 9,538,952 | 2,786,119 | 4,464,600 |
| Partnership general partners | 83,338,184 | 134,068 | 874,455 | 551,617 | 604,076 | 1,932,519 | 91,502 |
| Partnership limited partners | 246,456,795 | 825,021 | 4,575,540 | 1,389,260 | 6,756,140 | 4,762,490 | 1,385,365 |
| Tax-exempt organization general partners | 2,738,867 | * 17,953 | * 32,651 | 0 | 0 | * 3,353 | 5,058 |
| Tax-exempt organization limited partners | 58,672,478 | 413,186 | 836,434 | 9,201 | 111,698 | 58,743 | 3,716 |
| Nominee and other general partners | 13,575,519 | 155,874 | 124,039 | * 13,352 | 21,476 | 156,913 | 35,054 |
| Nominee and other limited partners | 116,279,952 | 1,096,145 | 1,657,651 | 387,300 | 1,195,080 | 1,239,258 | 387,402 |

[^66]Table 5. Partnerships with Income (or Loss) Allocated to Partners, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Retail trade | Transportation and warehousing | Information | Finance and insurance |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | Total | Securities, commodity contracts, and other financial investments and related activities |  |  |
|  |  |  |  |  | Total | Securities and commodity contracts and exchanges | Other financial investment activities |
|  | (8) | (9) | (10) | (11) | (12) | (13) | (14) |
| AVAILABLE FOR ALLOCATION <br> Number of partnerships | 150,840 | 43,158 | 38,774 | 292,519 | 223,816 | 7,972 | 215,844 |
| Number of partners | 468,015 | 1,185,482 | 177,673 | 3,316,792 | 2,805,446 | 211,427 | 2,594,019 |
| Total income (loss) | 5,367,295 | 7,299,972 | 37,151,703 | 806,900,936 | 699,422,686 | 23,802,044 | 675,620,642 |
| Ordinary business income (loss) | 2,654,262 | 5,691,042 | 24,508,139 | 65,843,002 | 49,272,387 | 4,962,251 | 44,310,136 |
| Net rental real estate income (loss) | 111,854 | 105,235 | 36,603 | -950,035 | -1,160,478 | -24,015 | -1,136,462 |
| Other net rental income (loss) | 49,160 | -81,798 | 321,421 | -307,083 | -230,225 | -421 | -229,804 |
| Interest income | 528,289 | 630,979 | 4,909,934 | 147,714,945 | 122,159,612 | 4,024,256 | 118,135,356 |
| Dividend income | 16,123 | 293,496 | 306,103 | 67,535,145 | 57,890,836 | 3,940,469 | 53,950,367 |
| Royalties | * 98,491 | * 437 | 1,971,720 | 1,916,562 | 1,631,676 | 6,747 | 1,624,930 |
| Net short-term capital gain (loss) | -8,818 | -697 | 84,108 | 50,356,200 | 45,897,696 | 1,931,320 | 43,966,376 |
| Net long-term capital gain (loss) | 212,392 | 166,307 | 5,447,272 | 285,991,458 | 248,694,403 | 2,738,669 | 245,955,734 |
| Guaranteed payments to partners | 1,361,558 | 526,822 | 635,349 | 15,080,941 | 12,537,172 | 1,449,975 | 11,087,196 |
| Net section 1231 gain (loss) | 26,933 | 49,167 | -1,216,349 | 8,241,643 | 7,456,432 | -6,486 | 7,462,918 |
| Other income (loss) | 317,050 | -81,017 | 147,403 | 165,478,158 | 155,273,175 | 4,779,279 | 150,493,896 |
| Total deductions | 645,430 | 1,372,800 | 3,202,766 | 159,166,577 | 138,778,709 | 3,135,624 | 135,643,086 |
| Charitable contributions | 113,054 | 17,028 | 115,871 | 1,261,702 | 1,091,242 | 109,264 | 981,978 |
| Section 179 deductions | 298,831 | 199,398 | 58,445 | 212,003 | 147,575 | 14,846 | 132,729 |
| Interest expense on investment debts | 52,742 | 146,025 | 118,065 | 98,430,436 | 86,917,846 | 1,251,016 | 85,666,830 |
| Foreign taxes | 12,663 | 37,892 | 360,300 | 4,794,258 | 4,132,975 | 531,333 | 3,601,643 |
| Qualified expenditures [section 59(e)] | 0 | 76,162 | 161,664 | 2,481,343 | 2,226,684 | 16,952 | 2,209,731 |
| Other deductions | 168,141 | 896,295 | 2,388,421 | 51,986,836 | 44,262,388 | 1,212,212 | 43,050,176 |
| Total income (loss) minus total deductions | 4,721,865 | 5,927,172 | 33,948,937 | 647,734,359 | 560,643,977 | 20,666,420 | 539,977,557 |
| Income (loss) allocated to partners by type of partner [1]: <br> All partners | 4,854,670 | 5,881,327 | 34,108,766 | 614,551,300 | 531,300,919 | 20,622,256 | 510,678,663 |
| Corporate general partners | 276,587 | 1,830,271 | 10,719,037 | 39,091,120 | 28,343,471 | 1,998,944 | 26,344,528 |
| Corporate limited partners | 444,150 | 936,990 | 5,285,915 | 129,631,668 | 110,926,163 | 2,802,301 | 108,123,863 |
| Individual general partners | 701,921 | 533,640 | 98,069 | 9,981,999 | 8,147,845 | 445,452 | 7,702,393 |
| Individual limited partners | 1,740,295 | 478,933 | 1,244,741 | 98,253,095 | 87,839,947 | 5,099,747 | 82,740,200 |
| Partnership general partners | 177,978 | 790,203 | 11,772,119 | 52,787,132 | 48,561,892 | 861,334 | 47,700,558 |
| Partnership limited partners | 1,340,810 | 1,428,524 | 3,597,910 | 150,876,121 | 141,351,811 | 4,476,727 | 136,875,084 |
| Tax-exempt organization general partners | 0 | 0 | 0 | 2,416,723 | 1,160,533 | * 29,244 | 1,131,289 |
| Tax-exempt organization limited partners | * 24,062 | -94,916 | 129,014 | 48,877,211 | 38,082,471 | 510,444 | 37,572,027 |
| Nominee and other general partners | 51,268 | * 3,314 | -92,476 | 7,067,649 | 3,879,371 | 67,675 | 3,811,697 |
| Nominee and other limited partners | 97,600 | -25,633 | 1,354,437 | 75,568,581 | 63,007,413 | 4,330,388 | 58,677,025 |

[^67]Table 5. Partnerships with Income (or Loss) Allocated to Partners, by Selected Industrial Group, 2006-Continued

| Item | Finance and insurance-continued |  | Real estate and rental and leasing |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Total | Real estate |  |  |  |
|  | Funds, trusts, and other financial vehicles | Other finance and insurance |  | Total | Lessors of residential buildings and dwellings and co-operative housing | Lessors of nonresidential buildings (except miniwarehouses) | Lessors of miniwarehouses and selfstorage units |
| AVAILABLE FOR ALLOCATIONNumber of partnerships | (15) | (16) | (17) | (18) | (19) | (20) | (21) |
|  | 41,811 | 26,892 | 1,388,599 | 1,342,655 | 404,656 | 477,326 | 16,393 |
| Number of partners | 389,017 | 122,329 | 6,554,268 | 6,380,504 | 1,823,499 | 2,098,101 | 109,098 |
| Total income (loss) | 86,924,964 | 20,553,286 | 234,846,028 | 227,590,758 | 32,544,459 | 96,602,593 | 2,007,931 |
| Ordinary business income (loss) | 2,209,360 | 14,361,255 | 15,473,724 | 12,871,954 | 1,136,462 | 1,951,873 | 50,824 |
| Net rental real estate income (loss) | 204,314 | 6,129 | 15,205,110 | 14,890,393 | -8,782,287 | 30,201,463 | 851,940 |
| Other net rental income (loss) | 13,182 | -90,039 | 1,424,728 | 97,009 | -117,662 | 370,409 | *-82,421 |
| Interest income | 22,343,052 | 3,212,281 | 19,586,815 | 18,163,836 | 3,652,557 | 4,952,949 | 66,699 |
| Dividend income | 9,379,921 | 264,388 | 6,749,789 | 6,705,101 | 839,251 | 1,024,294 | 17,490 |
| Royalties | 279,402 | * 5,483 | 1,001,610 | 573,089 | 40,617 | 51,558 | * 3,002 |
| Net short-term capital gain (loss) | 4,372,572 | 85,931 | 2,274,570 | 2,262,182 | 366,929 | 463,534 | *-1,929 |
| Net long-term capital gain (loss) | 35,917,392 | 1,379,663 | 48,343,022 | 48,097,887 | 3,593,664 | 8,269,631 | 177,166 |
| Guaranteed payments to partners | 1,730,952 | 812,817 | 3,824,522 | 3,538,264 | 306,439 | 821,804 | 31,517 |
| Net section 1231 gain (loss) | 761,372 | 23,838 | 118,207,737 | 117,788,629 | 31,351,843 | 48,316,895 | 893,189 |
| Other income (loss) | 9,713,444 | 491,540 | 2,754,400 | 2,602,414 | 156,646 | 178,182 | * 455 |
| Total deductions | 18,958,274 | 1,429,593 | 20,893,764 | 20,254,006 | 3,324,592 | 5,086,129 | 90,001 |
| Charitable contributions | 144,321 | 26,138 | 1,862,146 | 1,846,087 | 86,986 | 580,593 | 12,074 |
| Section 179 deductions | 10,117 | 54,311 | 554,850 | 359,674 | 39,193 | 104,802 | * 4,716 |
| Interest expense on investment debts | 10,649,791 | 862,799 | 6,935,167 | 6,783,163 | 806,611 | 939,713 | * 10,477 |
| Foreign taxes | 504,810 | 156,472 | 1,330,105 | 1,292,341 | 42,369 | 20,668 | * 390 |
| Qualified expenditures [section 59(e)] | 250,879 | * 3,780 | 334,788 | 333,896 | * 108,931 | 181,087 | 0 |
| Other deductions | 7,398,355 | 326,093 | 9,876,709 | 9,638,846 | 2,240,502 | 3,259,267 | 62,344 |
| Total income (loss) minus total deductions | 67,966,689 | 19,123,693 | 213,952,264 | 207,336,752 | 29,219,866 | 91,516,464 | 1,917,930 |
| Income (loss) allocated to partners by type of partner [1]: <br> All partners | 64,285,502 | 18,964,879 | 213,550,194 | 206,841,047 | 29,103,140 | 91,550,374 | 1,917,930 |
| Corporate general partners | 7,314,839 | 3,432,810 | 9,784,763 | 8,995,689 | 2,035,853 | 4,579,783 | 49,019 |
| Corporate limited partners | 10,264,760 | 8,440,745 | 24,143,864 | 21,424,495 | -1,291,902 | 10,919,355 | 371,451 |
| Individual general partners | 1,340,893 | 493,260 | 18,555,642 | 18,016,682 | 5,278,146 | 8,008,554 | 182,361 |
| Individual limited partners | 7,404,313 | 3,008,835 | 63,519,551 | 62,117,652 | 9,403,425 | 25,157,668 | 734,066 |
| Partnership general partners | 4,065,015 | 160,225 | 9,181,995 | 9,123,604 | 1,788,243 | 3,503,594 | 151,332 |
| Partnership limited partners | 7,071,411 | 2,452,900 | 49,812,977 | 49,416,698 | 5,819,863 | 21,033,926 | 179,881 |
| Tax-exempt organization general partners | 1,255,781 | 409 | 41,539 | 41,539 | 25,353 | * 145,782 | 0 |
| Tax-exempt organization limited partners | 10,673,544 | 121,196 | 6,607,224 | 6,613,765 | 1,018,936 | 2,741,943 | * 9,507 |
| Nominee and other general partners | 3,183,847 | * 4,430 | 5,625,396 | 5,537,280 | 1,353,703 | 3,032,769 | * 7,452 |
| Nominee and other limited partners | 11,711,099 | 850,069 | 26,277,243 | 25,553,643 | 3,671,519 | 12,426,999 | 232,861 |

[^68]Table 5. Partnerships with Income (or Loss) Allocated to Partners, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Real estate and rental and leasing-continued |  |  | Professional, scientific, and technical services | Management of companies (holding companies) | Administrative and support and waste management and remediation services | Educational services |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Real estate-continued |  | Rental and leasing services and lessors of nonfinancial intangible assets |  |  |  |  |
|  | Lessors of other real estate property | Other real estate activities |  |  |  |  |  |
|  | (22) | (23) | (24) | (25) | (26) | (27) | (28) |
| Number of partnerships | 94,372 | 349,908 | 45,945 | 184,812 | 28,717 | 59,751 | 11,552 |
| Number of partners | 557,969 | 1,791,838 | 173,764 | 639,641 | 605,305 | 143,990 | 34,730 |
| Total income (loss) | 9,981,116 | 86,454,660 | 7,255,270 | 97,322,407 | 43,214,308 | 7,118,512 | 149,672 |
| Ordinary business income (loss) | -169,911 | 9,902,706 | 2,601,770 | 71,171,110 | 7,902,725 | 4,501,529 | 50,102 |
| Net rental real estate income (loss) | 2,044,511 | -9,425,234 | 314,717 | -105,790 | -32,823 | 6,423 | * 3,557 |
| Other net rental income (loss) | 20,610 | -93,927 | 1,327,719 | 159,881 | 37,765 | -4,600 | 0 |
| Interest income | 766,820 | 8,724,812 | 1,422,979 | 1,896,678 | 5,811,596 | 366,732 | 33,476 |
| Dividend income | 197,146 | 4,626,920 | 44,688 | 492,211 | 4,165,953 | 140,665 | * 8,562 |
| Royalties | 195,177 | 282,734 | 428,522 | 1,541,007 | 352,901 | * 1,123 | 0 |
| Net short-term capital gain (loss) | 25,638 | 1,408,011 | 12,387 | 105,984 | 550,599 | 84,929 | *-70 |
| Net long-term capital gain (loss) | 2,506,616 | 33,550,809 | 245,135 | 5,117,609 | 17,310,112 | 907,516 | * 8,027 |
| Guaranteed payments to partners | 182,318 | 2,196,186 | 286,259 | 14,710,445 | 333,187 | 863,798 | 65,577 |
| Net section 1231 gain (loss) | 4,102,010 | 33,124,692 | 419,108 | 252,084 | 2,231,837 | 246,334 | -15,596 |
| Other income (loss) | 110,181 | 2,156,951 | 151,985 | 1,981,188 | 4,550,455 | 4,062 | *-3,962 |
| Total deductions | 878,995 | 10,874,288 | 639,758 | 6,249,740 | 5,549,852 | 507,683 | 43,188 |
| Charitable contributions | 321,283 | 845,151 | 16,059 | 628,768 | 207,177 | 36,333 | 3,990 |
| Section 179 deductions | 44,256 | 166,708 | 195,175 | 759,015 | 22,735 | 264,344 | 18,187 |
| Interest expense on investment debts | 136,917 | 4,889,444 | 152,004 | 191,453 | 1,157,750 | * 29,554 | 4,364 |
| Foreign taxes | 22,056 | 1,206,857 | 37,764 | 482,552 | 673,022 | * 1,422 | 0 |
| Qualified expenditures [section 59(e)] | [2] | 43,877 | * 893 | 157,136 | 864,007 | * 2,420 | 0 |
| Other deductions | 354,483 | 3,722,251 | 237,863 | 4,030,818 | 2,625,162 | 173,610 | 16,648 |
| Total income (loss) minus total deductions | 9,102,121 | 75,580,371 | 6,615,512 | 91,072,667 | 37,664,456 | 6,610,829 | 106,484 |
| Income (loss) allocated to partners by type of partner [1]: <br> All partners | 8,766,848 | 75,502,756 | 6,709,147 | 90,761,829 | 37,907,874 | 6,429,410 | 99,403 |
| Corporate general partners | 104,969 | 2,226,064 | 789,074 | 6,857,312 | 5,213,925 | 153,035 | * 783 |
| Corporate limited partners | 658,455 | 10,767,136 | 2,719,369 | 7,499,106 | 6,874,947 | 2,041,294 | 177,282 |
| Individual general partners | 1,481,780 | 3,065,840 | 538,960 | 33,500,350 | 806,727 | 550,812 | 36,533 |
| Individual limited partners | 2,863,991 | 23,958,502 | 1,401,899 | 37,486,222 | 8,160,815 | 2,634,491 | -18,328 |
| Partnership general partners | 492,594 | 3,187,841 | 58,390 | 1,592,080 | 1,326,399 | 200,043 | *-2,800 |
| Partnership limited partners | 1,449,088 | 20,933,940 | 396,279 | 1,978,283 | 9,333,763 | 561,648 | -100,948 |
| Tax-exempt organization general partners | 0 | *-129,595 | 0 | 0 | -3 | * 10,557 | * 2,764 |
| Tax-exempt organization limited partners | -115,027 | 2,958,406 | * -6,541 | 423,138 | 526,110 | * 6,105 | 0 |
| Nominee and other general partners | 337,349 | 806,008 | * 88,116 | 36,788 | 274,147 | * 522 | 0 |
| Nominee and other limited partners | 1,493,649 | 7,728,614 | 723,600 | 1,388,550 | 5,391,042 | 270,902 | * 4,118 |

[^69]
## Partnership Returns, 2006

Statistics of Income Bulletin | Fall 2008

Table 5. Partnerships with Income (or Loss) Allocated to Partners, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Health care and social assistance | Arts, entertainment, and recreation | Accommodation and food services | Other services | Nature of business not allocable |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | (29) | (30) | (31) | (32) | (33) |
| Number of partnerships | 63,291 | 49,099 | 105,352 | 64,113 | * 1,296 |
| Number of partners | 286,050 | 312,841 | 401,977 | 190,073 | * 3,179 |
| Total income (loss) | 28,989,029 | 1,423,388 | 16,619,971 | 2,606,963 | *-19,851 |
| Ordinary business income (loss) | 19,786,609 | -310,620 | 1,217,376 | 1,138,310 | *-20,045 |
| Net rental real estate income (loss) | -7,297 | 87,686 | 483,842 | -92,973 | 0 |
| Other net rental income (loss) | 200,111 | 8,345 | 32,426 | * 13,801 | 0 |
| Interest income | 437,469 | 454,324 | 853,650 | 174,197 | * 195 |
| Dividend income | 26,484 | 44,309 | 105,447 | 158,941 | 0 |
| Royalties | \{2\} | 45,031 | 61,453 | * 41,294 | 0 |
| Net short-term capital gain (loss) | -1,487 | 31,289 | 233,032 | * 20,013 | 0 |
| Net long-term capital gain (loss) | 1,246,068 | 187,290 | 1,018,262 | 427,214 | 0 |
| Guaranteed payments to partners | 5,806,308 | 474,156 | 746,795 | 503,124 | 0 |
| Net section 1231 gain (loss) | 1,115,232 | 186,860 | 11,777,700 | 222,125 | 0 |
| Other income (loss) | 379,530 | 214,717 | 89,988 | * 916 | 0 |
| Total deductions | 1,513,781 | 631,916 | 866,034 | 283,953 | * 896 |
| Charitable contributions | 76,985 | 129,972 | 56,042 | 11,961 | 0 |
| Section 179 deductions | 444,114 | 88,169 | 273,826 | 147,365 | * 896 |
| Interest expense on investment debts | 19,156 | 155,634 | 66,240 | * 49,740 | 0 |
| Foreign taxes | * 8 | 47,189 | 81,008 | * 339 | 0 |
| Qualified expenditures [section 59(e)] | 0 | * 20 | * 1 | 0 | 0 |
| Other deductions | 973,517 | 210,934 | 388,917 | 74,548 | 0 |
| Total income (loss) minus total deductions | 27,475,248 | 791,471 | 15,753,936 | 2,323,010 | * -20,746 |
| Income (loss) allocated to partners by type of partner [1]: <br> All partners | 26,408,030 | 835,115 | 15,724,895 | 2,210,979 | *-20,746 |
| Corporate general partners | 3,261,415 | 605,769 | 1,603,221 | 47,945 | 0 |
| Corporate limited partners | 4,619,027 | 240,978 | 3,544,423 | 514,758 | 0 |
| Individual general partners | 2,709,979 | 201,621 | 1,115,959 | 652,730 | * -2,554 |
| Individual limited partners | 11,990,822 | -219,279 | 3,412,201 | 560,189 | *-1,921 |
| Partnership general partners | 375,257 | 439,437 | 461,909 | 48,196 | 0 |
| Partnership limited partners | 2,238,077 | -53,967 | 5,359,383 | 406,644 | *-16,247 |
| Tax-exempt organization general partners | 198,451 | * 36 | 0 | * 9,786 | 0 |
| Tax-exempt organization limited partners | 778,359 | -3,936 | -32,872 | 0 | 0 |
| Nominee and other general partners | 5,358 | * 36,891 | 47,991 | * 11,963 | 0 |
| Nominee and other limited partners | 231,284 | -412,435 | 212,681 | -41,231 | *-24 |

[^70][1] Total income (loss) minus total deductions does not equal income (loss) allocated to partners by type of partner because not all partnerships report their allocations.
[2] Less than $\$ 500$
NOTE: Detail may not add to totals because of rounding

Table 6. Domestic Limited Liability Companies: Selected Items for Selected Industrial Groups, 2006
[All figures are estimates based on samples - money amounts are in thousands of dollars]

| Item | All industries | Agriculture, forestry, fishing, and hunting | Mining | Utilities | Construction | Manufacturing | Wholesale trade |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| Number of LLCs | 1,630,161 | 39,570 | 14,211 | 1,810 | 118,193 | 26,896 | 33,219 |
| Number of partners | 6,361,958 | 131,539 | 123,803 | 17,446 | 316,042 | 178,290 | 113,308 |
| Total assets | 6,522,576,491 | 62,233,557 | 80,941,698 | 112,376,078 | 202,054,741 | 246,312,716 | 65,168,116 |
| Total income | 879,613,475 | 5,095,691 | 26,517,417 | 18,475,220 | 41,057,857 | 96,780,377 | 37,212,547 |
| Total deductions | 752,579,999 | 6,304,389 | 12,627,686 | 13,425,395 | 28,465,802 | 71,651,109 | 28,338,880 |
| Ordinary business income (loss) | 127,033,476 | -1,208,699 | 13,889,731 | 5,049,824 | 12,592,055 | 25,129,268 | 8,873,667 |
| Portfolio income (loss) distributed directly to partners | 200,433,131 | 1,225,459 | 2,352,616 | 887,438 | 3,431,806 | 4,387,261 | 806,590 |
| Interest income | 58,395,476 | 632,594 | 606,838 | 855,262 | 941,283 | 1,375,286 | 468,368 |
| Dividend income | 20,782,978 | 45,453 | 51,240 | 35,068 | 63,111 | 562,155 | 41,665 |
| Royalties | 3,880,925 | 110,554 | 517,576 | * 4,389 | * 2,432 | 706,566 | 52,844 |
| Net short-term capital gain (loss) | 11,835,858 | 35,304 | 64,863 | * 81,883 | 65,624 | 9,339 | 14,415 |
| Net long-term capital gain (loss) | 105,537,895 | 401,554 | 1,112,098 | -89,165 | 2,359,355 | 1,733,914 | 229,298 |
| Net rental real estate income (loss) | -6,435,840 | 88,666 | 9,943 | 1,125 | -371,195 | 15,774 | 16,472 |
| Other net rental income (loss) | 1,632,081 | -4,637 | 28,787 | * 6,652 | 71,937 | 482,537 | 20,374 |
| Total net income (loss) [1] | 205,289,095 | -336,068 | 15,104,116 | 5,952,320 | 13,299,624 | 28,271,586 | 9,473,391 |
| Item | Retail trade | Transportation and warehousing | Information | Total | Finance and insurance |  |  |
|  |  |  |  |  | Securities, commodity contracts, and other financial investments and related activities |  |  |
|  |  |  |  |  | Total | Securities and commodity contracts and exchanges | Other financial investment activities |
|  | (8) | (9) | (10) | (11) | (12) | (13) | (14) |
| Number of LLCs | 80,175 | 27,499 | 24,657 | 113,171 | 80,606 | 3,824 | 76,782 |
| Number of partners | 236,412 | 64,726 | 100,519 | 795,689 | 631,582 | 20,101 | 611,481 |
| Total assets | 66,553,391 | 43,610,694 | 287,749,008 | 2,942,027,694 | 2,114,315,091 | 655,288,441 | 1,459,026,650 |
| Total income | 45,477,930 | 25,326,142 | 75,092,663 | 157,333,854 | 108,559,294 | 52,442,411 | 56,116,883 |
| Total deductions | 44,414,038 | 24,388,747 | 77,078,167 | 125,131,431 | 88,608,133 | 49,801,627 | 38,806,506 |
| Ordinary business income (loss) | 1,063,892 | 937,395 | -1,985,504 | 32,202,423 | 19,951,161 | 2,640,784 | 17,310,377 |
| Portfolio income (loss) distributed directly to partners | 446,892 | 592,079 | 4,940,135 | 117,776,850 | 100,137,525 | 2,990,383 | 97,147,143 |
| Interest income | 208,916 | 240,082 | 3,039,908 | 36,317,366 | 28,959,511 | 683,566 | 28,275,945 |
| Dividend income | 7,704 | 230,970 | 75,801 | 15,348,476 | 13,821,666 | 235,879 | 13,585,787 |
| Royalties | * 35,020 | 0 | 456,711 | 850,832 | 674,690 | * 6,599 | 668,091 |
| Net short-term capital gain (loss) | 3,004 | * 511 | 53,614 | 9,351,640 | 8,410,187 | 925,067 | 7,485,120 |
| Net long-term capital gain (loss) | 192,248 | 120,517 | 1,314,100 | 55,908,537 | 48,271,472 | 1,139,272 | 47,132,200 |
| Net rental real estate income (loss) | 70,818 | 15,132 | 21,968 | -338,005 | -199,787 | -2,079 | -197,707 |
| Other net rental income (loss) | 11,248 | -100,099 | 177,642 | -167,823 | -73,203 | * 170 | -73,373 |
| Total net income (loss) [1] | 1,397,598 | 1,323,479 | 1,786,527 | 84,213,268 | 63,134,038 | 3,564,918 | 59,569,120 |
| Item | Finance andinsurance-continued |  | Real estate and rental and leasing |  |  |  |  |
|  |  |  | Real estate |  |  |  |  |
|  | Funds, trusts and other financial vehicles | Other finance and insurance | Total | Total | Lessors of residential buildings and dwellings and co-operative housing | Lessors of nonresidential buildings (except miniwarehouses) | ```Lessors of mini- warehouses and self-storage units``` |
| Number of LLCs | (15) | (16) | (17) | (18) | (19) | (20) | (21) |
|  | 14,952 | 17,613 | 809,131 | 781,331 | 215,689 | 283,106 | 7,156 |
| Number of partners | 91,738 | 72,368 | 3,037,514 | 2,944,342 | 708,351 | 1,052,775 | 30,928 |
| Total assets | 367,106,432 | 460,606,171 | 1,894,949,062 | 1,839,636,671 | 380,236,653 | 714,313,767 | 23,187,329 |
| Total income | 9,684,363 | 39,090,196 | 54,583,102 | 46,191,225 | 2,643,239 | 4,255,569 | 356,808 |
| Total deductions | 8,271,726 | 28,251,572 | 49,062,841 | 40,899,224 | 2,384,842 | 3,949,213 | 347,655 |
| Ordinary business income (loss) | 1,412,637 | 10,838,625 | 5,520,261 | 5,292,000 | 258,397 | 306,357 | 9,153 |
| Portfolio income (loss) distributed directly to partners | 14,723,596 | 2,915,729 | 37,996,144 | 37,171,482 | 3,731,059 | 6,620,873 | 131,234 |
| Interest income | 5,389,211 | 1,968,644 | 7,941,579 | 7,463,122 | 1,424,153 | 1,735,958 | 24,178 |
| Dividend income | 1,414,081 | 112,729 | 1,747,394 | 1,718,335 | 117,038 | 237,465 | * 1,253 |
| Royalties | 176,139 | * 3 | 432,314 | 180,966 | * 19,803 | * 38,859 | 0 |
| Net short-term capital gain (loss) | 883,606 | 57,846 | 1,332,352 | 1,327,971 | 415,150 | 313,366 | * 3 |
| Net long-term capital gain (loss) | 6,860,559 | 776,507 | 26,542,505 | 26,481,088 | 1,754,915 | 4,295,226 | 105,800 |
| Net rental real estate income (loss) | -115,544 | -22,675 | -5,776,391 | -5,842,540 | -5,943,339 | 7,164,633 | 172,420 |
| Other net rental income (loss) | -580 | -94,039 | 889,509 | -25,467 | -54,557 | 208,159 | *-83,477 |
| Total net income (loss) [1] | 8,275,944 | 12,803,286 | 10,754,666 | 8,786,417 | -4,178,505 | 9,691,430 | 123,527 |

Table 6. Domestic Limited Liability Companies: Selected Items for Selected Industrial Groups, 2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Real estate and rental and leasing -continued |  |  | Professional, scientific, and technical services | Management of companies (holding companies) | Administrative and support and waste management and remediation services | Educational services |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Real estate-continued |  | Rental and leasing services and lessors of nonfinancial intangible assets |  |  |  |  |
|  | Lessors of other real estate property | Other <br> real estate activities |  |  |  |  |  |
|  | (22) | (23) | (24) | (25) | (26) | (27) | (28) |
| Number of LLCs | 48,932 | 226,448 | 27,800 | 116,621 | 16,211 | 34,617 | 7,438 |
| Number of partners | 168,015 | 984,273 | 93,172 | 362,565 | 130,915 | 87,648 | 25,028 |
| Total assets | 104,174,585 | 617,724,338 | 55,312,390 | 71,780,850 | 189,268,287 | 27,942,590 | 3,439,142 |
| Total income | 1,257,732 | 37,677,877 | 8,391,877 | 82,938,429 | 11,063,512 | 33,158,603 | 2,710,210 |
| Total deductions | 1,690,049 | 32,527,466 | 8,163,617 | 69,450,022 | 9,798,015 | 29,934,239 | 2,798,451 |
| Ordinary business income (loss) | -432,317 | 5,150,411 | 228,260 | 13,488,407 | 1,265,497 | 3,224,364 | -88,241 |
| Portfolio income (loss) distributed directly to partners | 1,821,816 | 24,866,500 | 824,662 | 5,571,115 | 15,270,935 | 1,132,611 | 42,051 |
| Interest income | 382,741 | 3,896,092 | 478,457 | 1,039,752 | 3,392,000 | 247,060 | 27,249 |
| Dividend income | 85,080 | 1,277,498 | 29,058 | 255,886 | 2,089,787 | 70,481 | * 7,834 |
| Royalties | * 105,082 | 17,222 | * 251,348 | 558,410 | 128,309 | * 616 | 0 |
| Net short-term capital gain (loss) | 22,981 | 576,471 | * 4,381 | 68,241 | 393,521 | 94,390 | 53 |
| Net long-term capital gain (loss) | 1,225,931 | 19,099,216 | * 61,417 | 3,648,826 | 9,267,317 | 720,063 | * 6,915 |
| Net rental real estate income (loss) | 164,006 | -7,400,259 | 66,149 | -67,311 | -127,251 | 6,742 | * 3,557 |
| Other net rental income (loss) | 7,161 | -102,752 | 914,976 | 147,032 | 8,804 | *-6,197 | 0 |
| Total net income (loss) [1] | 311,753 | 2,838,212 | 1,968,249 | 15,422,176 | 6,757,148 | 3,543,067 | -49,602 |
| Number of LLCs |  |  | Health care and social assistance | Arts, entertainment, and recreation | Accommodation and food services | Other services | Nature of business not allocable |
|  |  |  | (29) | (30) | (31) | (32) | (33) |
|  |  |  | 38,303 | 28,550 | 66,870 | 31,774 | * 1,246 |
| Number of partners |  |  | 164,016 | 134,587 | 234,344 | 105,037 | * 2,530 |
| Total assets |  |  | 51,725,280 | 43,206,456 | 119,554,461 | 11,144,359 | * 538,309 |
| Total income |  |  | 78,494,198 | 19,070,818 | 60,510,453 | 8,701,892 | * 12,561 |
| Total deductions |  |  | 68,732,233 | 20,701,016 | 61,866,507 | 8,400,667 | * 10,364 |
| Ordinary business income (loss) |  |  | 9,761,964 | -1,630,198 | -1,356,054 | 301,225 | * 2,197 |
| Portfolio income (loss) distributed directly to partners |  |  | 1,019,777 | 363,024 | 1,558,374 | 631,973 | 0 |
| Interest income |  |  | 191,547 | 201,241 | 558,157 | 110,989 | 0 |
| Dividend income |  |  | 17,186 | 19,015 | 22,825 | 90,925 | 0 |
| Royalties |  |  | 0 | 14,787 | * 9,562 | 0 | 0 |
| Net short-term capital gain (loss) |  |  | -3,783 | 17,888 | 232,982 | * 20,017 | 0 |
| Net long-term capital gain (loss) |  |  | 814,827 | 110,093 | 734,847 | * 410,042 | 0 |
| Net rental real estate income (loss) |  |  | -9,378 | 9,726 | 128,086 | -134,319 | 0 |
| Other net rental income (loss) |  |  | 47,769 | * 1,662 | * 13,443 | * 3,443 | 0 |
| Total net income (loss) [1] |  |  | 10,009,088 | -1,383,767 | -623,981 | 372,263 | * 2,197 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] Total net income (loss) is the sum of ordinary business income (loss), interest income, dividend income, royalties, net rental real estate income (loss), and other net rental income (loss).

Table 7. All Partnerships: Total Receipts, by Selected Industrial Group, 2006
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Industrial grouping | Total receipts | Business receipts | Ordinary income from other partnerships and fiduciaries | Farm net profit | Net gain, noncapital assets | Other income from trade or business | Portfolio income |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  | Total | Interest income |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| All industries | 5,133,564,943 | 3,571,281,519 | 87,011,698 | 4,916,630 | 15,157,978 | 234,537,262 | 755,221,740 | 193,499,813 |
| Agriculture, forestry, fishing, and hunting | 39,157,481 | 22,557,535 | 1,031,931 | 4,770,716 | 488,318 | 792,274 | 3,796,424 | 1,065,175 |
| Mining | 125,714,823 | 95,913,240 | 2,910,345 | * 7,365 | 2,372,373 | 3,141,915 | 9,476,259 | 1,954,047 |
| Utilities | 152,387,633 | 144,263,833 | 2,301,117 | * 8 | 438,059 | 1,536,442 | 1,879,858 | 1,241,948 |
| Construction | 323,599,254 | 310,113,554 | 2,782,015 | * 82 | 397,648 | 3,069,256 | 5,041,195 | 1,573,876 |
| Manufacturing | 804,198,835 | 775,643,178 | 2,885,013 | * 15,601 | 607,991 | 11,649,899 | 11,175,075 | 3,540,638 |
| Wholesale trade | 473,087,998 | 465,812,479 | 568,373 | * 47 | 213,421 | 4,259,209 | 1,613,251 | 724,851 |
| Retail trade | 359,196,415 | 349,324,645 | 426,621 | * 683 | 387,954 | 6,855,775 | 968,481 | 528,289 |
| Transportation and warehousing | 108,339,368 | 101,378,135 | 2,296,728 | * 15,468 | 970,342 | 2,145,468 | 1,109,914 | 630,979 |
| Information | 255,267,754 | 218,385,802 | 10,680,001 | 0 | 1,163,659 | 10,080,731 | 12,968,173 | 4,909,934 |
| Finance and insurance | 1,120,495,267 | 167,650,849 | 27,053,253 | 32,164 | 2,887,797 | 145,082,027 | 580,500,778 | 147,714,944 |
| Securities, commodity contracts, and other financial investments and related activities | 941,348,561 | 117,274,046 | 23,240,163 | * 30,501 | 2,581,457 | 118,560,838 | 495,598,019 | 122,159,612 |
| Securities and commodity contracts and exchanges | 126,164,237 | 46,644,948 | 816,180 | 0 | 135,444 | 60,258,186 | 12,832,156 | 4,024,256 |
| Other financial investment activities | 815,184,323 | 70,629,098 | 22,423,983 | * 30,501 | 2,446,013 | 58,302,652 | 482,765,864 | 118,135,356 |
| Funds, trusts, and other financial vehicles | 106,696,303 | 6,502,099 | 3,236,592 | * 1,662 | 207,340 | 4,240,408 | 79,933,607 | 22,343,052 |
| Other finance and insurance | 72,450,404 | 43,874,704 | 576,497 | 0 | 99,000 | 22,280,781 | 4,969,151 | 3,212,281 |
| Real estate and rental and leasing | 493,611,243 | 169,984,643 | 12,354,392 | 60,193 | 3,863,848 | 14,859,890 | 80,060,112 | 19,586,815 |
| Real estate | 460,788,542 | 147,052,329 | 12,287,112 | 60,193 | 2,623,917 | 13,131,453 | 77,867,154 | 18,163,836 |
| Lessors of residential buildings and dwellings and cooperative housing | 74,978,887 | 11,600,978 | 970,527 | * 22,500 | 927,162 | 785,234 | 8,738,015 | 3,652,557 |
| Lessors of nonresidential buildings (excepti miniwarehouses) | 128,827,099 | 10,113,034 | 1,526,645 | * 4,327 | 781,824 | 2,097,237 | 14,970,162 | 4,952,949 |
| Lessors of miniwarehouses and self-storage units | 3,264,090 | 653,142 | * 1,530 | 0 | * 16,638 | 2,718 | 276,206 | 66,699 |
| Lessors of other real estate property | 18,351,259 | 4,094,446 | 210,526 | * 14,862 | 73,013 | 769,234 | 3,844,441 | 766,820 |
| Other real estate activities | 235,367,207 | 120,590,728 | 9,577,884 | * 18,504 | 825,279 | 9,477,029 | 50,038,330 | 8,724,812 |
| Rental and leasing services and lessors of nonfinancial intangible assets | 32,822,701 | 22,932,314 | 67,280 | 0 | 1,239,931 | 1,728,436 | 2,192,958 | 1,422,979 |
| Professional, scientific, and technical services | 336,694,025 | 309,482,186 | 3,962,782 | 0 | 161,655 | 10,814,405 | 9,488,380 | 1,896,678 |
| Management of companies (holding companies) | 75,469,365 | 21,575,856 | 13,243,642 | 0 | 185,580 | 2,438,403 | 29,739,772 | 5,811,596 |
| Administrative and support and waste management and remediation services | 75,324,709 | 69,534,681 | 463,748 | 0 | 34,682 | 3,445,598 | 1,521,107 | 366,732 |
| Educational services | 4,868,890 | 4,483,434 | * 60,453 | 0 | * 2,618 | 259,286 | 53,783 | 33,476 |
| Health care and social assistance | 155,797,795 | 143,274,055 | 1,501,508 | * 1,126 | 119,840 | 7,234,666 | 1,720,733 | 437,469 |
| Arts, entertainment, and recreation | 50,938,234 | 43,689,714 | 1,456,109 | 0 | 301,133 | 3,849,028 | 896,552 | 454,324 |
| Accommodation and food services | 154,452,836 | 134,848,275 | 966,879 | * 1,161 | 501,251 | 2,709,712 | 2,378,238 | 853,649 |
| Other services | 24,916,451 | 23,323,285 | 66,788 | * 12,017 | 59,809 | 309,049 | 833,461 | 174,197 |
| Nature of business not allocable | * 46,567 | * 42,143 | 0 | 0 | 0 | * 4,230 | * 195 | * 195 |

[^71]Table 7. All Partnerships: Total Receipts, by Selected Industrial Group, 2006-Continued
[All figures are estimates based on samples -money amounts are in thousands of dollars]

| Industrial grouping | Portfolio income-continued |  |  |  | Net gain from sales and exchanges of property (Section 1231) | Other income | Real estate rental net income | Other rental net income |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Dividend income | Royalties | Net short-term capital gain | Net long-term capital gain |  |  |  |  |
|  | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
| All industries | 83,897,950 | 14,219,959 | 64,764,956 | 398,839,062 | 167,493,903 | 201,604,282 | 89,508,702 | 6,831,229 |
| Agriculture, forestry, fishing, and hunting | 147,546 | 365,931 | 44,312 | 2,173,460 | 4,521,312 | 163,285 | 829,192 | 206,495 |
| Mining | 342,174 | 4,428,993 | 401,562 | 2,349,483 | 8,632,465 | 3,170,300 | 49,676 | 40,886 |
| Utilities | 49,592 | * 4,427 | * 103,912 | 479,979 | 1,737,150 | 199,520 | * 2,125 | * 29,522 |
| Construction | 99,876 | 110,294 | 271,393 | 2,985,756 | 1,536,810 | 217,206 | 358,572 | 82,915 |
| Manufacturing | 2,952,533 | 2,211,693 | 219,870 | 2,250,341 | 1,233,719 | 245,428 | 37,598 | 705,335 |
| Wholesale trade | 263,000 | 66,992 | 27,781 | 530,627 | 470,748 | 49,705 | 53,993 | 46,771 |
| Retail trade | 16,123 | * 98,491 | 6,470 | 319,108 | 721,008 | 335,827 | 120,579 | 54,843 |
| Transportation and warehousing | 293,496 | * 437 | * 2,323 | 182,679 | 223,691 | 4,197 | 139,699 | 55,727 |
| Information | 306,103 | 1,971,720 | 84,525 | 5,695,891 | 1,327,172 | 165,885 | 38,419 | 457,910 |
| Finance and insurance | 67,535,145 | 1,916,562 | 59,593,765 | 303,740,362 | 9,049,789 | 185,959,842 | 2,041,764 | 237,006 |
| Securities, commodity contracts, and other financial investments and related activities | 57,890,836 | 1,631,676 | 53,875,481 | 260,040,414 | 7,985,283 | 174,439,179 | 1,475,252 | 163,823 |
| Securities and commodity contracts and exchanges | 3,940,469 | 6,747 | 2,069,655 | 2,791,029 | 30,265 | 5,424,440 | 22,445 | 175 |
| Other financial investment activities | 53,950,367 | 1,624,930 | 51,805,826 | 257,249,385 | 7,955,018 | 169,014,739 | 1,452,807 | 163,648 |
| Funds, trusts, and other financial vehicles | 9,379,921 | 279,402 | 5,626,132 | 42,305,100 | 996,759 | 11,022,579 | 519,251 | 36,005 |
| Other finance and insurance | 264,388 | * 5,483 | 92,151 | 1,394,848 | 67,747 | 498,084 | 47,260 | 37,178 |
| Real estate and rental and leasing | 6,749,789 | 1,001,610 | 2,770,903 | 49,950,995 | 120,513,280 | 3,602,533 | 84,001,663 | 4,310,688 |
| Real estate | 6,705,101 | 573,089 | 2,758,515 | 49,666,613 | 120,017,416 | 3,447,909 | 83,593,738 | 707,322 |
| Lessors of residential buildings and dwellings and cooperative housing | 839,251 | 40,617 | 520,832 | 3,684,758 | 31,818,914 | 238,056 | 19,848,674 | 28,826 |
| Lessors of nonresidential buildings (excepti miniwarehouses) | 1,024,294 | 51,558 | 541,077 | 8,400,284 | 49,128,437 | 558,631 | 49,163,155 | 483,647 |
| Lessors of miniwarehouses and self-storage units | 17,490 | * 3,002 | * 1,308 | 187,707 | 895,316 | * 888 | 1,407,529 | * 10,123 |
| Lessors of other real estate property | 197,146 | 195,177 | 37,992 | 2,647,306 | 4,163,170 | 140,309 | 4,958,042 | 83,215 |
| Other real estate activities | 4,626,920 | 282,734 | 1,657,307 | 34,746,557 | 34,011,578 | 2,510,025 | 8,216,339 | 101,511 |
| Rental and leasing services and lessors of nonfinancial intangible assets | 44,688 | 428,522 | 12,387 | 284,382 | 495,863 | 154,625 | 407,925 | 3,603,367 |
| Professional, scientific, and technical services | 492,211 | 1,541,007 | 135,797 | 5,422,687 | 504,434 | 2,046,639 | 73,082 | 160,463 |
| Management of companies (holding companies) | 4,165,953 | 352,901 | 705,195 | 18,704,127 | 2,788,821 | 4,617,195 | 703,661 | 176,435 |
| Administrative and support and waste management and remediation services | 140,665 | * 1,123 | 95,523 | 917,064 | 283,058 | 12,886 | 26,879 | * 2,070 |
| Educational services | * 8,562 | 0 | * 67 | * 11,678 | * 343 | * 5,416 | * 3,557 | 0 |
| Health care and social assistance | 26,484 | [1] | 6,709 | 1,250,071 | 1,220,932 | 406,895 | 116,213 | 201,825 |
| Arts, entertainment, and recreation | 44,309 | 45,031 | 31,639 | 321,249 | 289,818 | 293,796 | 146,858 | 15,227 |
| Accommodation and food services | 105,447 | 61,453 | 239,241 | 1,118,448 | 12,212,176 | 106,563 | 695,275 | 33,308 |
| Other services | 158,941 | * 41,294 | * 23,971 | 435,058 | 227,176 | * 1,165 | 69,899 | * 13,801 |
| Nature of business not allocable | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] Less than $\$ 500$.
NOTE: Detail may not add to totals because of rounding.

Table 8. General Partnerships, Limited Partnerships, and Limited Liability Companies: Selected Items, by Selected Industrial Group, 2005-2006
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Tax year, industrial grouping | Domestic general partnerships |  |  | Domestic limited partnerships |  |  | Domestic limited liability companies |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of partnerships | Number of partners | Total net income (loss) | Number of partnerships | Number of partners | Total net income (loss) | Number of limited liability companies | Number of partners | Total net income (loss) |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
| All industries | 729,379 | 2,672,491 | 88,556,997 | 413,712 | 6,946,986 | 179,867,080 | 1,465,223 | 5,640,146 | 168,482,425 |
| Agriculture, forestry, fishing, and hunting | 69,569 | 215,411 | 2,466,908 | 14,314 | 88,603 | -152,751 | 36,513 | 118,976 | -827,284 |
| Mining | 9,523 | 99,612 | 695,790 | 6,775 | 330,483 | 17,609,375 | 11,066 | 95,085 | 13,129,767 |
| Utilities | 235 | 621 | 1,207,662 | 995 | 69,019 | 2,269,817 | 1,658 | 14,985 | -348,471 |
| Construction | 51,096 | 132,971 | 5,363,045 | 13,048 | 53,115 | 4,961,192 | 106,883 | 281,027 | 16,202,864 |
| Manufacturing | 11,119 | 26,809 | 15,234,532 | 2,091 | 71,195 | 13,199,117 | 28,473 | 147,552 | 20,518,078 |
| Wholesale trade | 13,263 | 31,866 | 2,236,163 | 2,948 | 64,275 | 3,421,029 | 29,617 | 93,696 | 7,094,397 |
| Retail trade | 53,202 | 116,812 | 903,916 | 7,692 | 204,703 | 1,333,377 | 71,654 | 191,815 | 1,622,633 |
| Transportation and warehousing | 9,623 | 23,294 | 1,405,726 | 1,553 | 950,260 | 4,189,373 | 27,205 | 65,800 | 227 |
| Information | 9,667 | 25,365 | 10,153,040 | 3,313 | 61,687 | 12,455,625 | 22,576 | 108,448 | 182,410 |
| Finance and insurance | 76,962 | 591,172 | 15,284,368 | 90,341 | 1,869,811 | 75,545,910 | 104,404 | 757,624 | 56,469,910 |
| Securities, commodity contracts, and other financial investments and related activities | 61,520 | 442,949 | 8,975,375 | 72,651 | 1,678,110 | 64,031,981 | 72,394 | 585,855 | 41,392,147 |
| Securities and commodity contracts and exchanges | 2,106 | 11,968 | 989,998 | 1,738 | 172,623 | 3,321,617 | 4,082 | 23,879 | 2,774,455 |
| Other financial investment activities | 59,414 | 430,981 | 7,985,376 | 70,913 | 1,505,486 | 60,710,365 | 68,312 | 561,976 | 38,617,692 |
| Funds, trusts, and other financial vehicles | 9,781 | 69,795 | 5,368,745 | 14,488 | 164,665 | 9,425,512 | 15,606 | 100,212 | 5,204,399 |
| Other finance and insurance | 5,661 | 78,428 | 940,249 | 3,202 | 27,036 | 2,088,416 | 16,403 | 71,558 | 9,873,365 |
| Real estate and rental and leasing | 280,055 | 989,412 | 16,375,990 | 231,733 | 2,522,647 | 27,834,983 | 724,289 | 2,622,076 | 25,837,372 |
| Real estate | 271,969 | 965,855 | 15,574,072 | 228,349 | 2,433,464 | 24,386,150 | 705,523 | 2,561,146 | 22,742,989 |
| Lessors of residential buildings and dwellings and cooperative housing | 83,719 | 291,747 | 3,192,889 | 85,804 | 1,025,637 | -1,509,739 | 212,379 | 667,337 | -2,019,767 |
| Lessors of nonresidential buildings (excepti miniwarehouses) | 108,545 | 390,955 | 9,354,036 | 70,533 | 606,267 | 16,433,884 | 259,158 | 983,245 | 11,208,372 |
| Lessors of miniwarehouses and self-storage units | 4,988 | 12,771 | 202,442 | 3,227 | 35,796 | 607,579 | 7,744 | 26,173 | 80,879 |
| Lessors of other real estate property | 19,419 | 93,128 | 595,192 | 13,513 | 224,559 | 1,275,930 | 35,494 | 121,294 | 1,171,084 |
| Other real estate activities | 55,298 | 177,255 | 2,229,514 | 55,273 | 541,205 | 7,578,496 | 190,748 | 763,097 | 12,302,421 |
| Rental and leasing services and lessors of nonfinancial intangible assets | 8,087 | 23,556 | 801,918 | 3,384 | 89,183 | 3,448,833 | 18,766 | 60,929 | 3,094,383 |
| Professional, scientific, and technical services | 40,875 | 101,609 | 7,312,916 | 6,672 | 25,698 | 5,521,282 | 103,425 | 338,014 | 11,514,262 |
| Management of companies (holding companies) | 2,583 | 41,292 | 2,637,482 | 6,598 | 321,526 | 5,384,898 | 14,270 | 79,159 | 5,493,245 |
| Administrative and support and waste management and remediation services | 14,776 | 35,957 | 554,241 | 2,926 | 9,371 | 1,134,947 | 27,059 | 96,195 | 3,275,159 |
| Educational services | 2,185 | 4,914 | 47,722 | 686 | 2,007 | 77,360 | 6,908 | 19,796 | 125,518 |
| Health care and social assistance | 12,078 | 54,188 | 4,161,789 | 5,765 | 53,416 | 2,668,700 | 36,410 | 168,520 | 9,018,560 |
| Arts, entertainment, and recreation | 15,741 | 42,629 | 1,043,903 | 3,382 | 132,532 | 325,118 | 27,929 | 151,455 | -1,380,903 |
| Accommodation and food services | 26,096 | 70,345 | 1,021,897 | 10,847 | 107,435 | 1,717,020 | 56,035 | 201,641 | 325,737 |
| Other services | 30,731 | 68,210 | 449,906 | 2,035 | 9,204 | 370,709 | 28,850 | 88,283 | 228,943 |

[^72]Table 8. General Partnerships, Limited Partnerships, and Limited Liability Companies: Selected Items, by Selected Industrial Group, 2005-2006-Continued
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Tax year, industrial grouping | Domestic general partnerships |  |  | Domestic limited partnerships |  |  | Domestic limited liability companies |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of partnerships | Number of partners | Total net income (loss) | Number of partnerships | Number of partners | Total net income (loss) | Number of limited liability companies | Number of partners | Total net income (loss) |
| 2006 | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
| All industries | 718,765 | $2,665,197$192,773 | $\begin{array}{r} 87,881,048 \\ 1,348,042 \end{array}$ | 432,550 | 6,738,737 | 221,565,385 | 1,630,161 | 6,361,958 | 205,289,095 |
| Agriculture, forestry, fishing, and hunting | 67,104 |  |  | 16,243 | 88,936448,138 | 312,389$21,354,845$ | 39,570 | 131,539 | -336,068 |
| Mining | 11,068420 | 155,8941,152 | $\begin{array}{r} 1,348,042 \\ 221,795 \end{array}$ | 9,002 |  |  | 14,211 | 123,803 | 15,104,116 |
| Utilities |  |  | 1,370,131 |  | 65,425 | 1,793,577 | 1,810 | 17,446 | 5,952,320 |
| Construction | 49,055 | 116,908 | 4,895,578 | 14,158 | 50,872 | 5,611,071 | 118,193 | 316,042 | $13,299,624$$28,271,586$ |
| Manufacturing | 10,8789,950 | 26,22722,378 | 14,253,530 | 2,723 | 62,536 | 17,873,783 | 26,89633,219 | 178,290 |  |
| Wholesale trade |  |  | 2,337,914 | 3,119 | 75,662 | 3,860,126 |  | 113,308 | 9,473,391 |
| Retail trade | 52,574 | 116,973 | 402,085 | 8,654 | 92,078 | 1,516,371 | 80,175 | 236,412 | $1,397,598$$1,323,479$ |
| Transportation and warehousing | 10,4529,269 | 24,689 | 1,169,395 | 2,510 | 1,073,983 | 4,625,780 | 27,499 | 64,726 |  |
| Information |  | 25,447 | 13,037,451 | 2,796 | 45,843 | 16,047,778 | 24,657 | 100,519 | $\begin{aligned} & 1,323,479 \\ & 1,786,527 \end{aligned}$ |
| Finance and insurance | 72,400 | 595,067 | 17,033,595 | 91,440 | 1,734,741 | 97,790,113 | 113,171 | 795,689 | 84,213,268 |
| Securities, commodity contracts, and other financial investments and related activities | 58,2081,615 |  |  | 71,9872,219 | $1,530,552$184,936 | 83,389,428 | 80,6063,824 | 631,582 |  |
| Securities and commodity contracts and exchanges |  | 420,112 5,461 | $10,658,864$ 977,905 |  |  | 6,615,423 |  | 20,101 | $63,134,038$ $3,564,918$ |
| Other financial investment activities | 56,593 | 414,651 | 9,680,959 | 69,769 | 1,345,615 | 76,774,005 | 76,782 | 611,481 | 59,569,120 |
| Funds, trusts, and other financial vehicles | $\begin{array}{r} 10,079 \\ 4,113 \end{array}$ | $\begin{aligned} & 76,892 \\ & 98,063 \end{aligned}$ | 5,062,760 | $\begin{array}{r} 15,961 \\ 3,491 \end{array}$ | $\begin{array}{r} 170,383 \\ 33,807 \end{array}$ | $\begin{array}{r} 11,040,571 \\ 3,360,114 \end{array}$ | $\begin{aligned} & 14,952 \\ & 17,613 \end{aligned}$ | 91,73872,368 | $\begin{array}{r} 8,275,944 \\ 12,803,286 \end{array}$ |
| Other finance and insurance |  |  | 1,311,971 |  |  |  |  |  |  |
| Real estate and rental and leasing | $\begin{aligned} & 275,148 \\ & 265,741 \end{aligned}$ | $\begin{aligned} & 986,448 \\ & 961,192 \end{aligned}$ | 15,307,030 | $\begin{aligned} & 243,906 \\ & 238,038 \end{aligned}$ | $\begin{aligned} & 2,232,315 \\ & 2,183,998 \end{aligned}$ | 31,688,325 | $\begin{aligned} & 809,131 \\ & 781,331 \end{aligned}$ | $\begin{aligned} & 3,037,514 \\ & 2,944,342 \end{aligned}$ | $\begin{array}{r} 10,754,666 \\ 8,786,417 \end{array}$ |
| Real estate |  |  | 14,259,749 |  |  | 28,610,159 |  |  |  |
| Lessors of residential buildings and dwellings and cooperative housing | 80,524 | 290,201 | 2,782,735 | 91,050 | 721,002 | -1,879,921 | 215,689 | 708,351 | -4,178,505 |
| Lessors of nonresidential buildings (excepti miniwarehouses) | 104,553 | 375,402 | 8,714,034 | $68,191$ | 581,949 | 19,025,581 | 283,106 | 1,052,775 | $\begin{array}{r} 9,691,430 \\ 123,527 \end{array}$ |
| Lessors of miniwarehouses and self-storage units | 5,625 | 15,606 | 275,410 |  | 58,708 | 497,719 | 7,156 | 30,928 |  |
| Lessors of other real estate property | $\begin{aligned} & 24,268 \\ & 50,771 \end{aligned}$ | $\begin{aligned} & 109,333 \\ & 170,651 \end{aligned}$ | $1,025,781$$1,461,788$ | $\begin{aligned} & 17,274 \\ & 58,963 \end{aligned}$ | $\begin{aligned} & 267,129 \\ & 555,211 \end{aligned}$ | $\begin{aligned} & 1,662,275 \\ & 9,304,505 \end{aligned}$ | $\begin{array}{r} 48,932 \\ 226,448 \end{array}$ | $\begin{aligned} & 168,015 \\ & 984,273 \end{aligned}$ | $\begin{array}{r} 311,753 \\ 2,838,212 \end{array}$ |
| Other real estate activities |  |  |  |  |  |  |  |  |  |
| Rental and leasing services and lessors of nonfinancial intangible assets | $\begin{array}{r} 9,407 \\ 45,880 \end{array}$ | $\begin{array}{r} 25,256 \\ 109,834 \\ 12,844 \end{array}$ | $\begin{aligned} & 1,047,281 \\ & 6,983,436 \\ & 2,124,178 \end{aligned}$ | $\begin{aligned} & 5,869 \\ & 6,034 \\ & 6,166 \end{aligned}$ | $\begin{array}{r} 48,316 \\ 25,190 \\ 447,656 \end{array}$ | $\begin{aligned} & 3,078,166 \\ & 5,539,349 \\ & 6,334,960 \end{aligned}$ | $\begin{array}{r} 27,800 \\ 116,621 \\ 16,211 \end{array}$ | $\begin{array}{r} 93,172 \\ 362,565 \\ 130,915 \end{array}$ | $\begin{array}{r} 1,968,249 \\ 15,422,176 \\ 6,757,148 \end{array}$ |
| Professional, scientific, and technical services |  |  |  |  |  |  |  |  |  |
| Management of companies (holding companies) | 3,00118,918 |  |  |  |  |  |  |  |  |
| Administrative and support and waste management and remediation services |  | 41,141 | $\begin{array}{r} 565,245 \\ 41.881 \end{array}$ | 2,210 | 6,416 | 913,030 | 34,617 | 87,648 | 3,543,067 |
| Educational services | 2,853 | 6,617 |  |  |  | 108,169 | $\begin{array}{r} 7,438 \\ 38,303 \end{array}$ | 25,028 | $\begin{array}{r} -49,602 \\ 10,009,088 \end{array}$ |
| Health care and social assistance | 13,166 | 59,775 | $\begin{array}{r} 41,881 \\ 4,038,742 \end{array}$ | 5,904 | 55,593 | 3,005,332 |  | 164,016134,587 |  |
| Arts, entertainment, and recreation | 14,146 | $\begin{aligned} & 43,269 \\ & 65,895 \end{aligned}$ | $\begin{aligned} & 1,161,058 \\ & 1,137,820 \end{aligned}$ | 2,925 | $\begin{array}{r} 125,082 \\ 94,323 \end{array}$ | 651,074 | 28,550 |  | -1,383,767 |
| Accommodation and food services |  |  |  | 10,414 |  | 2,218,946 | 66,870 | 234,344 | -623,981 |
| Other services | 26,795 | 61,8670 | $452,142$ | 2,924 | 11,642 | 342,413 | 31,774 | 105,037 | 372,263 |
| Nature of business not allocable............................... |  |  | 0 | * 50 | * 649 | *-22,047 | * 1,246 | * 2,530 | * 2,197 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] "In order to avoid disclosure of information for specific partnerships, the "Nature of business not allocable" stub line is merged with "Other services."
NOTES: Detail may not add to totals because of rounding. The sum of the number of partnerships for all three categories does not sum to the total number of partnerships in other tables and figures because companies classified as limited liability partnerships (LLPs), foreign partnerships, "other" or "nonresponse" were not included in this table due to the small number of returns. For 2006, there were 109,071 partnerships classified as "LLPs," 6,875 partnerships classified as "foreign," 7,300 partnerships classified as "other," and 42,394 classified as "no response."


# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

by Mark R. Lowe

The total value of nonloan transactions between large foreign-owned domestic corporations (see Explanation of Terms) and related foreign parties reached $\$ 1$ trillion for the first time in 2004, an increase of over 100 percent from 2002. While the increase between 2002 and 2004 ( $\$ 520$ billion to $\$ 1,134$ billion, respectively) appears dramatic, it brings the average value of nonloan transactions by 1120 parent corporations back in line with the figures from previous years. Sales and purchases of stock in trade represent the bulk of the total value of nonloan transactions, 86 percent, which is consistent with prior years.

The total amounts received (excluding loan balances) rose 163 percent between 2002 and 2004, from $\$ 167$ billion to $\$ 439$ billion, respectively. A similar rise occurred in the total amounts paid. When these amounts are averaged by the number of parent corporations, they appear more in line with previous studies. The average amounts received and paid, however, are at their highest since this study began in 1988 (see Figure A for a comparison of Study Years 1992 through 2004).

The large U.S. companies represented in this study continued to send out more in property, services, and money than they received through transactions with related foreign parties. This net outflow came to $\$ 224$ billion in 2004 compared to $\$ 176$ billion in 2002. A precipitous rise can be seen in net outflows from 1996 to 2004 (with the exception of 2002). Net outflows are the difference between total outflows (total amounts paid plus the net amount loaned) and total inflows (total amounts received plus the net amount borrowed).

There was a modest 5 -percent increase in the number of large foreign parent corporations since 2002 , rising from 737 to 774 . The number of related persons increased from 14,515 to 16,565 between 2002 and 2004. (See the sample selection information below for an explanation of the increasing sample size.) For 2004, the 774 large foreign-owned domestic corporations filing Forms 5472 comprised only 1.2 percent of all 25 -percent or more foreign-

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owned domestic corporations but accounted for 77.7 percent of the total assets and 73.6 percent of the total receipts. These large corporations accounted for 10.5 percent of the total assets and 10.1 percent of the total receipts reported by all domestic corporations for 2004. (See Figure D for more data.) These data showed a relative lessening of the importance of these corporations among the total population of domestic corporations. Compared to 2002, the 774 returns in this study experienced an increase in their shares of corporate receipts, assets, income subject to tax, and income tax after credits for all domestic returns.

## Transactions by Industrial Sector

As in prior studies, over three-fourths of the foreignowned domestic corporations with reportable transactions in this study can be classified in three industrial sectors: manufacturing (41 percent); wholesale trade ( 26 percent); and finance and insurance ( 9.3 percent). This same group accounts for 80 percent of the related foreign persons and 95 percent of all nonloan transactions. See Figure B for the number of returns by industry.

While the manufacturing sector had the most related foreign persons ( 9,671 ), the finance and insurance sector had more than twice the value of nonloan transactions as manufacturing ( $\$ 559$ billion to $\$ 269$ billion, respectively). The finance and insurance sector had the third most related persons (772). (See Table 1 for statistics by industry of the for-eign-owned domestic corporation.) The number of foreign-owned domestic corporations in the finance and insurance sector declined by 15 percent between 2002 and 2004; however, the total value of nonloan transactions increased by over 400 percent ( $\$ 104.9$ billion to $\$ 559$ billion). While this increase is dramatic, it largely makes up for the 66-percent decline between 2000 and 2002 ( $\$ 309.9$ billion to $\$ 104.9$ billion, respectively). The manufacturing sector edged out wholesale trade for the second largest amount of total nonloan transactions ( $\$ 268.7$ billion to $\$ 250.1$ billion, respectively). Both sectors experienced an increase in these transactions over 2002 (manufacturing by 55 percent and wholesale by 26 percent).

It is important to note that the number of related foreign persons is not necessarily the same as the

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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## Figure A

Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Selected Items for Selected Tax Years 1992 through 2004

| Item | 1992 | 1993 | 1994 | 1996 | 1998 | 2000 | 2002 | 2004 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Foreign-owned domestic corporations with total receipts of $\$ 500$ million or more and with Form 5472 [1] Number of returns | 366 | 437 | 444 | 545 | 610 | 612 | 737 | 774 |
| Total assets | 1,317.3 | 1,540.5 | 1,681.6 | 2,125.8 | 2,929.4 | 4,486.1 | 4,712.3 | 6,293.0 |
| Total receipts | 808.0 | 871.4 | 944.6 | 1,175.4 | 1,292.9 | 1,920.8 | 1,851.1 | 2,301.7 |
| Income subject to U.S. tax | 14.5 | 15.7 | 18.5 | 36.2 | 36.4 | 72.7 | 46.4 | 74.9 |
| Total U.S. income tax after credits | 4.1 | 4.9 | 5.8 | 10.2 | 10.8 | 20.2 | 12.1 | 20.4 |
| Transactions between foreign-owned domestic corporations and related foreign persons <br> Number of related foreign persons | 6,708 | 7,662 | 8,540 | 10,316 | 11,379 | 12,276 | 14,515 | 16,565 |
| Amounts received from related foreign persons: Total (excluding loan balances) [2] | 63.1 | 77.1 | 112.3 | 132.5 | 297.9 | 265.3 | 166.7 | 439.0 |
| Sales of stock in trade | 49.0 | 53.1 | 69.4 | 65.8 | 259.4 | 159.2 | 110.3 | 371.4 |
| Sales of tangible property other than stock in trade | 0.7 | 0.5 | 1.1 | 2.8 | 3.3 | 4.7 | 8.2 | 4.7 |
| Consideration for technical, managerial or like services | 3.0 | 3.1 | 3.6 | 4.4 | 10.6 | 10.9 | 12.2 | 14.6 |
| Interest | 1.1 | 1.1 | 1.1 | 1.8 | 2.7 | 4.6 | 4.2 | 6.2 |
| Premiums for insurance or reinsurance | 2.8 | 1.4 | 0.7 | 0.9 | 1.0 | 1.2 | 1.4 | 4.5 |
| Other amounts | 4.7 | 15.7 | 33.6 | 53.3 | 17.0 | 79.7 | 20.9 | 26.5 |
| Amounts borrowed, ending balance | 67.9 | 88.6 | 87.9 | 134.2 | 206.5 | 418.2 | 498.8 | 679.4 |
| Amounts paid to related foreign persons: Total (excluding loan balances) [2] | 139.2 | 185.3 | 220.0 | 212.3 | 398.9 | 480.2 | 353.6 | 695.2 |
| Purchases of stock in trade | 120.8 | 153.4 | 177.9 | 178.0 | 348.7 | 347.0 | 278.2 | 608.2 |
| Purchases of tangible property other than stock in trade | 2.6 | 3.9 | 2.7 | 3.9 | 5.3 | 7.4 | 2.4 | 6.8 |
| Consideration for technical, managerial or like services | 2.1 | 2.5 | 3.4 | 4.4 | 6.5 | 8.5 | 7.3 | 8.7 |
| Interest | 5.4 | 5.7 | 6.2 | 8.8 | 14.5 | 26.1 | 24.6 | 26.0 |
| Premiums for insurance or reinsurance | 3.1 | 1.7 | 1.8 | 1.8 | 1.8 | 2.0 | 14.0 | 13.8 |
| Other amounts | 3.4 | 15.5 | 23.2 | 9.6 | 15.0 | 81.1 | 15.0 | 15.2 |
| Amounts loaned, ending balance | 19.2 | 24.0 | 28.4 | 30.4 | 55.8 | 97.0 | 189.1 | 307.3 |

[1] Includes data for a few foreign life insurance companies filing Form 1120L. See footnote 4 at the end of this article.
[2] Includes items not shown separately.
NOTE: Detail may not add to totals because of rounding
number of transactions. A related foreign person may have had multiple transactions with a foreignowned domestic corporation during an accounting period included in this study. The number of transactions was not available for this study.

## Transactions with Whom?

Nearly 80 percent of the total nonloan transactions come from related persons in just five countries. In descending order of total nonloan transactions, the five countries are: the United Kingdom, Japan, Canada, Germany, and Switzerland. This group of five was the same in 2002, with the exception that the United Kingdom was second to Japan. As the country with the most transactions, the UK alone
accounted for 48.8 percent of the total amount of transactions. Figure C shows a chart of countries and their percentages of contribution to total transactions. This figure only includes the 12 countries with at least 1 percent of the total value of transactions. Table 3 shows transactions by industry and country of related party. For the UK, over 95 percent of the value of total transactions comes from the finance and insurance industry.

Domestic corporations reporting transactions with related persons from four of the five countries mentioned above paid out more in transactions than they received (meaning that there was a net outflow of money during 2004 from the domestic corporations to the related persons from these particular

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## Figure B

Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Number of Returns, by NAICS Industrial Sector of Domestic Corporation, Tax Year 2004

[1] "Administrative and support and waste management and remediation services"
NOTE: NAICS is the abbreviation for the North American Industry Classification System. Not shown to avoid disclosure of information about specific corporations are the NAICS industrial sectors, "Arts, entertainment, and recreation;" "Agriculture, forestry, fishing, and hunting;" and, "Other services (except Public Administration)."
countries). (See Explanation of Selected Terms for more information.) Additionally, 80 percent of the 60 selected countries and regions shown in Table 2 had net outflows.

The largest net outflow of transactions was between domestic corporations and related persons resident and doing business in Japan, which were paid $\$ 103.5$ billion more than U.S. corporations transacting with them received. The largest net inflow of money came from Switzerland, where U.S. corporations received $\$ 35$ billion more than was paid to the foreign persons transacting with them. The industry with the largest net outflow of transactions was wholesale trade, with $\$ 153$ billion more in transactions paid out than received. The largest net inflow ( $\$ 22.8$ billion) came to U.S. domestic corporations in the finance and insurance sector.

## Study History and Inclusion Criteria

This study covers transactions between reporting corporations and foreign related persons. A reporting corporation is defined as either a domestic corporations that is 25 percent or more owned by a single foreign person or a foreign corporation engaged in a U.S. trade or business (i.e., a U.S. branch of a foreign corporation). More than 99 percent of the reporting corporations included in this study are companies incorporated in the United States. These corporations must report transactions made with each foreign related party during the taxable year. ${ }^{1}$

Foreign related persons include any direct or indirect 25 -percent foreign shareholder as well as any foreign person related to either the reporting corporation or a 25 -percent foreign shareholder as defined by the Internal Revenue Code. ${ }^{2}$ The

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# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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## Figure C

Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign
Persons: Total Value of Non-loan Transactions by Country of Selected Related Foreign Persons


## Figure D

Foreign-Owned and Other Domestic Corporations, Tax Year 2004
[Money amounts are in billions of dollars]

| Item | All domestic corporations | 25 percent or more foreign-owned domestic corporations [1] |  | 25 percent or more foreign-owned domestic corporations with total receipts of $\$ 500$ million or more and with Form 5472 as a percentage of: |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total | With total receipts of $\$ 500$ million or more and with Form 5472 | All domestic corporations | 25 percent or more foreign-owned domestic corporations [1] |
|  | (1) | (2) | (3) | (4) | (5) |
| Number of returns | 5,557,965 | 62,706 | 774 | 0.01 | 1.23 |
| Total assets | 60,117.8 | 8,094.8 | 6,293.0 | 10.47 | 77.74 |
| Total receipts | 22,711.9 | 3,127.9 | 2,301.7 | 10.13 | 73.59 |
| Income subject to U.S. tax | 857.4 | 108.5 | 74.9 | 8.74 | 69.03 |
| Total U.S. income tax after credits | 224.4 | 31.0 | 20.4 | 9.09 | 65.81 |

[1] Includes data for a few foreign life insurance corporations filing Form 1120-L. See footnote 4 at the end of this article.
transactions are reported on Form 5472, Information Return of a 25-Percent Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. A consolidated corporate tax return can and frequently does include multiple Forms 5472, ranging in 2004 from 1 to 1,875 . Data
in this study are not published by individual reporting corporations but instead are published by either the corporation on whose Form 1120 tax return the Form 5472 was filed or by the country of the foreign related person (or both) (see Tables 1, 2, and 3).

Statistics of Income conducted this study annually beginning in 1988, then biennially since

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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1994. ${ }^{3,4}$ For inclusion in this study, a corporation must report $\$ 500$ million or more in total receipts and have filed a Form 5472. In 2004, a domestic corporation was required to file a Form 5472 if it was at least 25 -percent foreign owned and engaged in transactions with at least one foreign related party. The Internal Revenue Code subjects each reporting corporation to a fine of $\$ 10,000$ for each related party failing to file all reportable transactions on Form $5472 .{ }^{5}$

Congress, concerned that related party transactions could be manipulated to avoid U.S. taxation, added reporting requirements to corporations so that they provide the Internal Revenue Service with more information about the nature and amount of these transactions. This led the IRS to publish and distribute Form 5472. ${ }^{6}$ This new form was attached to corporation income tax returns for tax years beginning after December 31, 1983. The data in this study are of particular interest because they cover transactions between U.S. and foreign companies where an armslength relationship cannot be assumed.

## Sample Selection, Data Sources, and Limitations

The corporation Statistics of Income study is based on a sample of over 145,000 corporate income tax returns chosen from 5.98 million returns, which companies filed for Tax Year 2004, i.e., accounting periods ending July 2004 through June 2005. These returns were selected after completion of administrative processing, but before the start of any audit examinations. ${ }^{7}$ From the sample, only those returns of domestic corporations reporting total receipts of $\$ 500$ million or more and with attached Forms 5472
were selected for this study. Returns, however, with at least one Form 5472 attached and selected in previous studies were included in these statistics, even if the corporation fell below the $\$ 500$-million receipts threshold. Foreign corporations (filing Form 1120F) engaged in a U.S. trade or business were not included in these statistics, even though the corporation may have filed Forms 5472 for transactions with related foreign persons. ${ }^{8}$ Because corporation income tax returns with total receipts of $\$ 500$ million or more are sampled at the 100-percent rate, the data in this study are not subject to sampling variability, though possibly subject to nonsampling error.

The industry code used to classify returns for Figure B and Tables 1 and 3 represents the principal business activity of the corporation filing the tax return (i.e., the activity that accounted for the largest portion of total receipts as reported in the corporation's income statement. ${ }^{9}$ However, a given return may refer to a company engaged in several business activities or an affiliated group of corporations that conducted different business activities (consolidated return filing). To the extent that some consolidated (and nonconsolidated) returns were engaged in more than one type of business activity, transaction data in this article are not entirely related to the industrial activity under which they are shown.

## Explanation of Selected Terms

Amounts borrowed and loaned - Because the beginning and ending balances, in general, reflect only the amounts outstanding at the beginning and end of the accounting period, respectively, these amounts do not reflect amounts borrowed and loaned in transactions that took place entirely within the accounting period.

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# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Country of residence of a related person-Based on the income tax regulations related to Internal Revenue Code section 6038A, Form 5472 requires the reporting of each country in which a related person files an income tax return as a resident under the tax laws of that country. The statistics in Tables 2 and 3 are based on this reported residence, and, within this meaning, the related foreign person is a resident of a particular foreign country.

Foreign-owned domestic corporations-For purposes of these statistics, a domestic corporation was considered foreign-owned if at least 25 percent of the total voting power of all classes of stock permitted to vote, or 25 percent of the total value of all classes of stock of the corporation, was owned, directly or indirectly, at any time in the tax year, by a single foreign shareholder (generally a foreign parent corporation). This is in contrast to the other Statistics of Income data on "foreign-controlled" domestic corporations, which are based on 50 -percent or more ownership by a foreign person. ${ }^{10}$

Foreign person-The term "foreign person" generally includes: (1) any partnership, association, company, or corporation that was not created or organized under the laws of the United States or of any of its States; (2) any individual who is not a citizen or resident of the United States; (3) any individual who is a citizen of a U.S. possession, but is not otherwise a U.S. citizen or resident; and (4) any foreign trust, estate, or government. For the most part, the foreign persons referred to in this article are corporations. See also "Related Foreign Person," below.

Number of foreign persons-The data shown in the figures and tables, in general, represent the number of foreign persons reported on the Forms 5472 appended to the 774 income tax returns filed by domestic corporations with $\$ 500$ million or more in total receipts (defined below) that were 25 -percent-ormore owned by a foreign person. Domestic member corporations of an affiliated group that filed a consolidated income tax return could also join in filing a consolidated Form 5472 for transactions with a given related foreign person. However, some affiliated domestic corporations that could have filed consolidated Forms 5472 filed separate forms instead. When these forms were identified during statistical processing, the information on them was combined, and the
result treated as a single Form 5472 for consistency. To this extent, the "number of persons" understates the actual number of Forms 5472 attached to the 774 income tax returns included in the statistics.

OPEC countries-Summary statistics are provided in Table 2 for the following Middle Eastern countries that were members of the Organization of Petroleum Exporting Countries (OPEC) for 2002: Iran, Iraq, Kuwait, Qatar, Saudi Arabia, and the United Arab Emirates. Data for non-Middle Eastern OPEC members are not shown by country.

Related foreign person-Persons related to the domestic corporation that filed a Form 5472 include the 25 -percent-or-more foreign shareholder, any foreign person who was related to the reporting corporation or the 25 -percent-or-more shareholder (as described in Internal Revenue Code sections 267(b) or 707(b)), or any other foreign person who was related to the reporting corporation within the meaning of Internal Revenue Code section 482 (covering the allocation of income and deductions among related taxpayers) and the associated regulations. See also "Foreign Person," above, for the definition of "person."

Total nonloan transactions-A term used in the article for the total value of transactions paid to or received from a foreign related person, excluding the net borrowed or loaned amount.

Total receipts-Total receipts are the total income of the domestic corporation as reported in the U.S. income tax return. In general, they are derived from the tax return as follows: (1) gross taxable receipts (before deduction of cost of sales and operations, and ordinary and necessary business expenses), plus (2) tax-exempt interest received from State and local government obligations, less (1) net losses from sales of property other than capital assets and (2) certain taxable income from related foreign corporations only constructively received.

Net outflows/inflows-The flow of transactions can be calculated by adding back net loaned amounts to amounts paid and net borrowed amounts to total received. The difference between this computed total received and total paid is the net flow of transactions. A negative amount indicates more money was paid out by the U.S. domestic corporations to related foreign parties than was received from them (net outflow); a positive amount is a net inflow.

[^75]
# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

Statistics of Income Bulletin | Fall 2008

Table 1. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation, 2004

|  |  |  |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: |
| [Money amounts are in thousands of dollars] |  |  |  |  |
|  |  |  |  |  |

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## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

Statistics of Income Bulletin | Fall 2008

Table 1. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation, 2004—Continued
[Money amounts are in thousands of dollars]

| Industrial sector | Transactions between foreign-owned domestic corporations and related foreign persons |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts received from related foreign persons |  |  |  |  |
|  | Number of related foreign persons | Total (excluding loan balances) | Sales of stock in trade | Sales of tangible property other than stock in trade | Rents and royalties |
|  | (6) | (7) | (8) | (9) | (10) |
| All industries | 16,565 | 439,038,479 | 371,445,143 | 4,724,233 | 1,430,815 |
| Agriculture, forestry, fishing, and hunting | d | d | d | d | d |
| Mining | 408 | 5,044,606 | 4,046,447 | 83,431 | 92,681 |
| Utilities | 44 | 569,638 | 349,205 | 0 | 250 |
| Construction | 300 | 349,970 | 190,783 | 13,744 | 85 |
| Manufacturing | 9,671 | 75,935,007 | 58,118,172 | 862,884 | 906,449 |
| Wholesale trade | 2,744 | 48,376,166 | 37,109,300 | 1,368,780 | 307,111 |
| Retail trade | 222 | 962,274 | 272,304 | 0 | 9,826 |
| Transportation and warehousing | 612 | 6,615,598 | 262,964 | 6,924 | 71,311 |
| Information | 656 | 2,236,277 | 314,937 | 18,358 | 11,919 |
| Finance and insurance | 772 | 291,535,515 | 270,143,708 | 0 | 24,336 |
| Real estate and rental and leasing | 113 | 568,172 | 134,587 | 1,270 | 0 |
| Professional, scientific, and technical services | 597 | 996,218 | 155,903 | 2,736 | 0 |
| Management of companies and enterprises | 168 | 2,668,060 | 77,799 | 0 | 3,149 |
| Administrative and support and waste management and remediation services | 83 | 2,800,328 | 86,991 | 2,366,106 | 0 |
| Health care and social assistance | 30 | 119,855 | 119,855 | 0 | 0 |
| Arts, entertainment, and recreation | d | d | d | d | d |
| Accommodation and food services | 134 | 253,789 | 61,848 | 0 | 3,699 |
| Other services | d | d | d | d | d |

Footnotes at end of table.

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

Statistics of Income Bulletin | Fall 2008

Table 1. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation, 2004—Continued
[Money amounts are in thousands of dollars]

| Industrial sector | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts received from related foreign persons-continued |  |  |  |  |
|  | Sales, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions | Interest | Premiums for insurance or reinsurance |
|  | (11) | (12) | (13) | (14) | (15) |
| All industries | 1,717,863 | 14,592,991 | 7,992,736 | 6,169,075 | 4,462,034 |
| Agriculture, forestry, fishing, and hunting | d | d | d | d | d |
| Mining | 658 | 489,083 | 252 | 57,156 | 45,408 |
| Utilities | 0 | 9,003 | 0 | 49,263 | 0 |
| Construction | 6,157 | 109,995 | 724 | 13,971 | 2,220 |
| Manufacturing | 879,649 | 5,263,063 | 261,368 | 1,417,727 | 6,188 |
| Wholesale trade | 339,538 | 5,588,603 | 430,027 | 366,072 | 9,002 |
| Retail trade | 284 | 223,267 | 3,610 | 17,025 | 174,415 |
| Transportation and warehousing | 296,910 | 291,488 | 2,510,500 | 3,225 | 654 |
| Information | 150,147 | 731,502 | 62,169 | 235,853 | 5,412 |
| Finance and insurance | 384 | 911,955 | 4,634,056 | 3,523,136 | 4,218,735 |
| Real estate and rental and leasing | 0 | 63,836 | 600 | 95,200 | 0 |
| Professional, scientific, and technical services | 590 | 757,657 | 2,325 | 71,452 | 0 |
| Management of companies and enterprises | 0 | 54,774 | 84,956 | 258,697 | 0 |
| Administrative and support and waste management and remediation services | 419 | 39,705 | 2,150 | 2,838 | [1] |
| Health care and social assistance | 0 | 0 | 0 | 0 | 0 |
| Arts, entertainment, and recreation | d | d | d | d | d |
| Accommodation and food services | 43,128 | 53,414 | 0 | 57,460 | 0 |
| Other services | d | d | d | d | d |

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## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 1. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation, 2004-Continued

| Industrial sector | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts received from related foreign persons-continued |  |  | Amounts paid to related foreign persons |  |
|  | Other | Amounts borrowed |  |  |  |
|  |  | Beginning balance | Ending balance | Total (excluding loan balances) | Purchases of stock in trade |
|  | (16) | (17) | (18) | (19) | (20) |
| All industries | 26,503,590 | 503,994,226 | 679,401,133 | 695,175,300 | 608,203,199 |
| Agriculture, forestry, fishing, and hunting | d | d | d | d | d |
| Mining | 229,490 | 9,178,781 | 5,424,427 | 5,576,482 | 4,275,372 |
| Utilities | 161,917 | 13,534,372 | 16,244,585 | 2,602,305 | 298,504 |
| Construction | 12,291 | 516,381 | 806,806 | 742,977 | 432,978 |
| Manufacturing | 8,219,507 | 101,371,222 | 151,008,634 | 192,769,719 | 165,939,175 |
| Wholesale trade | 2,857,734 | 22,182,854 | 25,134,341 | 201,763,544 | 188,571,589 |
| Retail trade | 261,541 | 11,230,247 | 10,249,130 | 4,735,385 | 3,308,054 |
| Transportation and warehousing | 3,171,624 | 7,210,634 | 7,373,332 | 5,096,395 | 109,768 |
| Information | 705,980 | 46,269,270 | 45,357,015 | 5,820,299 | 1,898,383 |
| Finance and insurance | 8,079,204 | 242,050,934 | 350,223,322 | 267,494,055 | 240,635,418 |
| Real estate and rental and leasing | 272,679 | 12,621,280 | 10,157,101 | 711,683 | 329,506 |
| Professional, scientific, and technical services | 5,556 | 5,930,677 | 5,729,137 | 4,478,364 | 2,080,413 |
| Management of companies and enterprises | 2,188,685 | 13,515,548 | 32,361,406 | 1,526,982 | 178,429 |
| Administrative and support and waste |  |  |  |  |  |
| management and remediation services | 302,119 | 9,687,103 | 10,962,064 | 902,119 | 13,146 |
| Health care and social assistance | 0 | 1,770,405 | 1,674,491 | 270,901 | 116,324 |
| Arts, entertainment, and recreation | d | d | d | d | d |
| Accommodation and food services | 34,239 | 6,226,950 | 6,096,968 | 573,968 | 0 |
| Other services | d | d | d | d | d |

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# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 1. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation, 2004-Continued
[Money amounts are in thousands of dollars]

| Industrial sector | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts paid to related foreign persons-continued |  |  |  |  |
|  | Purchases of tangible property other than stock in trade | Rents and royalties | Purchases, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions |
|  | (21) | (22) | (23) | (24) | (25) |
| All industries | 6,801,008 | 7,687,864 | 5,201,419 | 8,654,370 | 3,699,590 |
| Agriculture, forestry, fishing, and hunting | d | d | d | d | d |
| Mining | 62,512 | 134,115 | 0 | 377,649 | 5,683 |
| Utilities | 0 | 0 | 1 | 56,196 | 0 |
| Construction | 16,986 | 526 | 30,933 | 140,723 | 336 |
| Manufacturing | 2,035,574 | 4,021,623 | 3,010,670 | 4,237,464 | 272,362 |
| Wholesale trade | 4,567,866 | 2,875,412 | 863,449 | 1,287,680 | 114,442 |
| Retail trade | 489 | 14,451 | 10 | 170,461 | 52,240 |
| Transportation and warehousing | 16,056 | 115,702 | 5,720 | 344,159 | 2,688,381 |
| Information | 110 | 228,426 | 255,155 | 121,694 | 96,738 |
| Finance and insurance | 46,155 | 143,458 | 36,930 | 697,681 | 368,749 |
| Real estate and rental and leasing | 17,521 | 73 | 0 | 9,556 | 242 |
| Professional, scientific, and technical services | 37,739 | 200 | 910,730 | 860,296 | 58,560 |
| Management of companies and enterprises | 0 | 798 | 33 | 74,602 | 41,858 |
| Administrative and support and waste management and remediation services | 0 | 131,234 | 63,184 | 35,300 | 0 |
| Health care and social assistance | 0 | 3,000 | 0 | 0 | 0 |
| Arts, entertainment, and recreation | d | d | d | d | d |
| Accommodation and food services | 0 | 18,845 | 24,605 | 240,908 | 0 |
| Other services | d | d | d | d | d |

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## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 1. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation, 2004-Continued
[Money amounts are in thousands of dollars]

| Industrial sector | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts paid to related foreign persons-continued |  |  | Amounts loaned |  |
|  | Interest | Premiums for insurance or reinsurance | Other | Beginning balance | Ending balance |
|  | (26) | (27) | (28) | (29) | (30) |
| All Industries | 26,000,543 | 13,755,679 | 15,171,630 | 164,062,547 | 307,259,008 |
| Agriculture, forestry, fishing, and hunting | d | d | d | d | d |
| Mining | 405,820 | 3,387 | 311,944 | 1,413,598 | 1,434,306 |
| Utilities | 938,723 | 20,506 | 1,288,375 | 1,581,728 | 4,484,999 |
| Construction | 49,807 | 558 | 70,129 | 375,605 | 884,503 |
| Manufacturing | 8,510,503 | 585,235 | 4,157,114 | 37,387,292 | 52,366,057 |
| Wholesale trade | 1,051,942 | 41,348 | 2,389,817 | 5,423,746 | 8,081,500 |
| Retail trade | 702,154 | 361,538 | 125,989 | 1,472,304 | 1,743,197 |
| Transportation and warehousing | 360,475 | 39,851 | 1,416,282 | 1,495,531 | 2,042,841 |
| Information | 2,784,610 | 2,894 | 432,288 | 4,503,815 | 7,682,849 |
| Finance and insurance | 8,466,672 | 12,595,009 | 4,503,983 | 91,959,744 | 201,336,043 |
| Real estate and rental and leasing | 353,010 | 374 | 1,401 | 2,125,942 | 1,952,921 |
| Professional, scientific, and technical services | 477,262 | 5,909 | 47,254 | 3,902,277 | 4,414,402 |
| Management of companies and enterprises | 945,637 | 833 | 284,792 | 9,801,113 | 17,139,765 |
| Administrative and support and waste management and remediation services | 530,928 | 69,435 | 58,892 | 175,884 | 385,940 |
| Health care and social assistance | 133,476 | 18,102 | 0 | 1,524,155 | 1,685,155 |
| Arts, entertainment, and recreation | d | d | d | d | d |
| Accommodation and food services | 213,425 | 0 | 76,186 | 918,952 | 1,620,134 |
| Other services | d | d | d | d | d |

[^80][1] Amounts less than $\$ 500$
NOTE: Detail may not add to totals because of rounding

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 2. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transaction Between Corporations and Related Foreign Persons, by Selected Country of Residence of Related Foreign Person, 2004

| Residence of related foreign person [1] | Number of related foreign persons | Transactions between foreign-owned domestic corporations and related foreign persons |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Amounts received from related foreign persons |  |  |  |  |  |  |  |
|  |  | Total (excluding Ioan balances) | Sales of stock in trade | Sales of tangible property other than stock in trade | Rents and royalties | Sales, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions | Interest |
| All geographic areas, total | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|  | 16,565 | 439,038,479 | 371,445,143 | 4,724,233 | 1,430,815 | 1,717,863 | 14,592,991 | 7,992,736 | 6,169,075 |
| Canada | 896 | 29,560,117 | 24,288,460 | 112,054 | 132,750 | 6,724 | 1,386,791 | 125,423 | 187,576 |
| Latin America, total | 2,224 | 17,837,594 | 12,999,498 | 86,219 | 88,132 | 22,242 | 866,486 | 34,044 | 147,585 |
| Argentina | 211 | 277,816 | 226,477 | 382 | 1,945 | 1,654 | 6,877 | 3,154 | 19,838 |
| Brazil | 462 | 1,292,325 | 1,145,202 | 15,331 | 7,943 | 1,744 | 56,721 | 4,613 | 16,646 |
| Mexico | 592 | 9,624,742 | 8,591,512 | 43,438 | 35,261 | 15,334 | 653,811 | 13,545 | 31,105 |
| Panama | 86 | 1,479,948 | 1,256,779 | 14,942 | 17 | 1,244 | 49,721 | 8,000 | 1,767 |
| Venezuela | 112 | 314,899 | 272,704 | 1,602 | 490 | 187 | 8,617 | 54 | 599 |
| Other Western Hemisphere, total | 241 | 3,050,730 | 405,871 | 26,933 | 1,298 | 8,004 | 439,558 | 231,451 | 142,239 |
| Bermuda | 128 | 2,072,275 | 52,502 | 90 | 3 | 0 | 126,874 | 231,219 | 61,696 |
| Europe, total | 8,114 | 352,750,514 | 307,230,059 | 3,024,351 | 1,024,032 | 1,504,148 | 8,935,198 | 5,817,191 | 5,391,763 |
| Belgium | 341 | 1,970,732 | 879,720 | 268,818 | 3,456 | 11,111 | 54,343 | 10,826 | 374,608 |
| Finland | 161 | 836,253 | 120,258 | 816 | 3,617 | 5,964 | 678,069 | 6,110 | 7,245 |
| France | 1,016 | 4,907,501 | 1,994,274 | 7,368 | 22,360 | 84,166 | 775,272 | 597,603 | 551,253 |
| Germany | 1,235 | 19,728,894 | 14,382,219 | 16,146 | 108,073 | 200,142 | 1,902,733 | 425,759 | 168,015 |
| Hungary | 137 | 2,165,801 | 21,644 | 222 | 2,203 | 78,109 | 5,616 | [2] | 867 |
| Ireland | 235 | 8,301,232 | 682,721 | 2,505 | 43,146 | 33,419 | 945,066 | 1,903,815 | 115,047 |
| Italy | 366 | 1,363,741 | 1,227,712 | 9,242 | 2,423 | 9,220 | 35,045 | 6,429 | 47,506 |
| Netherlands | 699 | 5,056,292 | 2,781,747 | 41,231 | 85,682 | 357,001 | 804,814 | 17,800 | 165,240 |
| Spain | 327 | 414,121 | 364,598 | 1,975 | 3,207 | 1,899 | 12,373 | 2,123 | 2,392 |
| Sweden | 407 | 2,885,758 | 1,914,954 | [1] | 4,082 | 46,155 | 508,996 | 2,685 | 19,674 |
| Switzerland | 423 | 15,071,518 | 5,058,262 | 2,369,362 | 600,864 | 412,386 | 1,401,400 | 1,165,501 | 1,239,876 |
| United Kingdom | 1,623 | 286,764,037 | 277,030,370 | 34,676 | 103,599 | 115,850 | 1,570,496 | 426,292 | 2,421,497 |
| Africa, total | 337 | 477,066 | 401,422 | 2,028 | 21,474 | 10,526 | 26,080 | 455 | 183 |
| South Africa | 196 | 334,116 | 292,752 | 604 | 6,103 | 10,443 | 12,066 | 89 | 0 |
| Asia, total | 3,995 | 32,606,283 | 24,076,872 | 1,426,937 | 118,776 | 151,003 | 2,764,622 | 1,774,735 | 163,200 |
| China | 529 | 1,504,931 | 1,405,365 | 33,188 | 4,023 | 4,828 | 33,962 | 7,817 | 48 |
| Hong Kong | 339 | 838,723 | 687,386 | 743 | 2,722 | 3,071 | 29,734 | 34,091 | 14,958 |
| Indonesia | 142 | 96,507 | 77,113 | 1,952 | 722 | 661 | 5,262 | 187 | 327 |
| Japan | 957 | 18,621,984 | 14,390,637 | 106,777 | 70,915 | 131,105 | 1,720,874 | 426,241 | 140,584 |
| Middle East countries (except OPEO | 79 | 174,177 | 80,020 | 10,397 | 7 | 771 | 4,723 | 1,868 | 47 |
| OPEC countries (excluding Indonesi | 115 | 466,775 | 404,709 | 1,638 | 683 | 3,005 | 23,166 | 61 | 0 |
| Singapore | 469 | 5,913,262 | 3,755,520 | 23,752 | 7,309 | 3,943 | 591,131 | 1,296,968 | 3,453 |
| South Korea | 260 | 2,997,245 | 1,505,901 | 1,206,851 | 7,521 | 1,534 | 257,752 | 4,062 | 3,273 |
| Taiwan | 255 | 442,845 | 390,715 | 9,872 | 1,960 | 610 | 26,962 | 616 | 18 |
| Oceania, total | 682 | 2,125,663 | 1,542,776 | 39,569 | 34,518 | 15,217 | 98,019 | 7,835 | 135,374 |
| Australia | 519 | 1,775,735 | 1,251,897 | 3,921 | 34,098 | 13,681 | 93,815 | 7,791 | 135,374 |
| Puerto Rico and U.S. Possessions | 74 | 630,513 | 500,185 | 6,142 | 9,835 | 0 | 76,238 | 1,600 | 1,155 |

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 2. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by Selected Country of Residence of Related Foreign Person, 2004—Continued

| Residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts received from related foreign persons-continued |  | Amounts borrowed |  | Amounts paid to related forreign persons |  |  |  |
|  | Premiums for insurance or reinsurance | Other | Beginning balance | Ending balance | Total (excluding loan balances) | Purchases of stock in trade | Purchases of tangible property other than stock in trade | Rents and royalties |
|  | (10) | (11) | (12) | (13) | (14) | (15) | (16) | (17) |
|  | 4,462,034 | 26,503,590 | 503,994,226 | 679,401,133 | 695,175,300 | 608,203,199 | 6,801,008 | 7,687,864 |
| Canada | 179,866 | 3,140,473 | 14,878,757 | 20,490,892 | 57,784,701 | 51,206,242 | 2,668,407 | 255,610 |
| Latin America, total | 80,779 | 3,512,609 | 8,833,976 | 5,044,472 | 30,477,873 | 27,651,133 | 82,779 | 126,486 |
| Argentina | 11,094 | 6,395 | 77,753 | 7,551 | 429,059 | 379,962 | 1 | 26 |
| Brazil | 567 | 43,558 | 60,113 | 225,620 | 4,655,215 | 4,549,031 | 15,133 | 12,923 |
| Mexico | 47,729 | 193,006 | 1,834,261 | 859,667 | 14,296,502 | 13,798,019 | 59,320 | 3,883 |
| Panama | 8 | 147,469 | 118,254 | 93,890 | 615,616 | 542,702 | 6,144 | 0 |
| Venezuela | 3,061 | 27,585 | 41,251 | 49,423 | 5,769,684 | 5,590,496 | 1 | 0 |
| Other Western Hemisphere, total | 548,660 | 1,246,717 | 3,466,691 | 3,014,982 | 5,880,894 | 3,139,248 | 723 | 64,449 |
| Bermuda | 548,660 | 1,051,230 | 2,992,563 | 2,520,378 | 3,026,361 | 901,782 | 0 | 0 |
| Europe, total | 3,508,105 | 16,315,666 | 468,612,121 | 636,866,911 | 411,214,903 | 349,389,471 | 3,250,253 | 3,075,597 |
| Belgium | 290,434 | 77,416 | 5,170,846 | 57,974,375 | 1,879,590 | 1,007,844 | 13,572 | 52,373 |
| Finland | 238 | 13,936 | 1,342,787 | 744,426 | 3,369,338 | 3,194,141 | 5,813 | 74,060 |
| France | 27,566 | 847,640 | 55,605,263 | 46,919,088 | 15,157,223 | 7,811,546 | 2,643,160 | 489,370 |
| Germany | 12,415 | 2,513,392 | 20,695,317 | 24,165,479 | 49,220,759 | 42,858,282 | 293,996 | 426,236 |
| Hungary | 289 | 2,056,851 | 17,450,581 | 19,969,335 | 1,485,544 | 119,359 | 6 | 32,377 |
| Ireland | 2,679,042 | 1,896,471 | 13,363,369 | 13,057,357 | 5,598,368 | 967,414 | 15,864 | 99,732 |
| Italy | 5,172 | 20,993 | 559,498 | 560,249 | 1,561,606 | 1,410,625 | 17,546 | 5,573 |
| Netherlands | 144,899 | 657,878 | 55,716,227 | 77,172,758 | 20,383,640 | 14,597,490 | 106,232 | 268,795 |
| Spain | 8,691 | 16,864 | 7,966 | 22,554 | 576,568 | 521,342 | 972 | 520 |
| Sweden | 843 | 388,368 | 7,274,395 | 8,167,170 | 3,714,378 | 2,411,659 | 14,007 | 450,405 |
| Switzerland | 269,208 | 2,554,660 | 75,969,546 | 140,501,449 | 31,609,695 | 15,435,355 | 74,431 | 818,891 |
| United Kingdom | 61,927 | 4,999,331 | 176,283,469 | 205,517,739 | 266,572,322 | 252,504,204 | 27,640 | 280,376 |
| Africa, total | 4,903 | 9,994 | 10,101 | 407,515 | 458,345 | 397,755 | 16,481 | 5 |
| South Africa | 4,846 | 7,213 | 9,468 | 16,923 | 214,714 | 191,738 | 95 | 2 |
| Asia, total | 52,452 | 2,077,685 | 5,210,931 | 9,365,130 | 184,807,444 | 172,557,830 | 779,873 | 4,144,211 |
| China | 1,481 | 14,218 | 4,378 | 24,661 | 3,135,770 | 3,032,852 | 7,902 | 12,539 |
| Hong Kong | 1,821 | 64,195 | 1,932,102 | 5,345,030 | 3,878,029 | 3,518,856 | 12,900 | 2,736 |
| Indonesia | 3,426 | 6,857 | 1,952 | 837 | 470,600 | 446,193 | 11,636 | 1 |
| Japan | 33,647 | 1,601,204 | 2,617,497 | 3,070,324 | 121,463,313 | 114,094,136 | 573,959 | 4,011,114 |
| Middle East countries (except OPEC) | 13 | 76,330 | 10,249 | 28,553 | 1,369,219 | 1,130,818 | 839 | 0 |
| OPEC countries (excluding Indonesia) | 0 | 33,513 | 2,996 | 2,834 | 489,621 | 457,617 | 45 | 0 |
| Singapore | 6,458 | 224,728 | 114,724 | 128,939 | 10,104,485 | 6,799,538 | 46,741 | 900 |
| South Korea | 39 | 10,314 | 429,650 | 296,261 | 29,639,893 | 29,086,619 | 58,210 | 115,873 |
| Taiwan | 977 | 11,114 | 1,698 | 128,468 | 11,071,073 | 10,974,737 | 42,306 | 743 |
| Oceania, total | 78,190 | 174,164 | 2,703,085 | 3,733,396 | 2,483,001 | 1,808,472 | 2,484 | 21,504 |
| Australia | 73,265 | 161,893 | 2,298,581 | 3,125,911 | 1,571,741 | 1,002,566 | 2,176 | 21,504 |
| Puerto Rico and U.S. Possessions | 9,078 | 26,280 | 278,564 | 477,834 | 2,068,138 | 2,053,049 | 9 | 1 |

[^81]
# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 2. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by Selected Country of Residence of Related Foreign Person, 2004—Continued

| Residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts paid to related foreign persons-continued |  |  |  |  |  | Amounts loaned |  |
|  | Purchases, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions | Interest | Premiums for insurance <br> or reinsurance | Other | Beginning balance | Ending balance |
|  | (18) | (19) | (20) | (21) | (22) | (23) | (24) | (25) |
| All geographic areas, total | 5,201,419 | 8,654,370 | 3,699,590 | 26,000,543 | 13,755,679 | 15,171,630 | 164,062,547 | 307,259,008 |
| Canada | 86,026 | 1,346,229 | 165,267 | 379,656 | 121,865 | 1,555,401 | 5,731,176 | 10,827,248 |
| Latin America, total | 23,467 | 346,896 | 39,773 | 683,798 | 907,851 | 615,688 | 2,107,358 | 3,407,015 |
| Argentina | 130 | 30,994 | 3,227 | 633 | 0 | 14,086 | 19,546 | 25,313 |
| Brazil | 3,926 | 31,661 | 7,826 | 1,395 | 1,341 | 31,979 | 201,515 | 238,734 |
| Mexico | 19,169 | 198,646 | 16,997 | 33,612 | 13,204 | 153,652 | 831,125 | 1,208,487 |
| Panama | 0 | 1,294 | 3,390 | 618 | 0 | 61,467 | 25,933 | 48,858 |
| Venezuela | 0 | 675 | 1,100 | 144 | 25 | 177,243 | 18,386 | 16,553 |
| Other Western Hemisphere, total | 6,317 | 172,040 | 155,670 | 140,567 | 1,764,713 | 437,167 | 3,381,401 | 4,520,451 |
| Bermuda | 0 | 8,799 | 155,366 | 134,761 | 1,452,944 | 372,709 | 1,589,990 | 2,563,588 |
| Europe, total | 3,127,551 | 5,546,148 | 478,999 | 24,388,830 | 10,937,137 | 11,020,918 | 147,949,817 | 276,023,714 |
| Belgium | 1,271 | 67,608 | 13,731 | 590,862 | 3,549 | 128,781 | 4,017,568 | 51,318,586 |
| Finland | 6,468 | 43,859 | 2,177 | 36,847 | 48 | 5,925 | 35,578 | 582,483 |
| France | 427,627 | 1,144,024 | 128,339 | 1,333,068 | 59,177 | 1,120,912 | 12,368,798 | 9,787,326 |
| Germany | 1,007,770 | 432,581 | 34,320 | 1,336,046 | 1,329,700 | 1,501,829 | 2,587,574 | 6,725,939 |
| Hungary | 1 | 9,736 | 40 | 1,279,326 | 0 | 44,699 | 726 | 14,330 |
| Ireland | 13,848 | 61,570 | 7,943 | 660,310 | 2,790,108 | 981,580 | 3,527,755 | 2,484,591 |
| Italy | 1,259 | 48,228 | 8,529 | 6,067 | 4,049 | 59,730 | 851,942 | 855,935 |
| Netherlands | 127,048 | 459,228 | 97,931 | 3,157,313 | 10,395 | 1,559,209 | 6,763,557 | 8,260,761 |
| Spain | 1,157 | 31,660 | 2,375 | 2 | 1,272 | 17,269 | 49,277 | 37,572 |
| Sweden | 13,660 | 159,175 | 20,199 | 316,249 | 4,943 | 324,081 | 1,744,917 | 2,341,051 |
| Switzerland | 1,276,684 | 871,696 | 39,864 | 6,381,108 | 5,699,202 | 1,012,464 | 39,168,733 | 52,030,460 |
| United Kingdom | 239,312 | 2,024,699 | 117,097 | 6,865,689 | 986,087 | 3,527,218 | 72,739,342 | 134,471,561 |
| Africa, total | 3,462 | 20,435 | 6,898 | 7,416 | 137 | 5,755 | 5,691 | 25,340 |
| South Africa | 12 | 13,004 | 6,363 | 36 | 0 | 3,465 | 1,084 | 1,802 |
| Asia, total | 1,953,389 | 1,105,646 | 2,842,659 | 156,846 | 18,227 | 1,248,763 | 4,068,318 | 9,628,340 |
| China | 0 | 9,996 | 6,042 | 3 | 0 | 66,437 | 24,967 | 27,460 |
| Hong Kong | 38 | 73,948 | 64,711 | 36,627 | 137 | 168,075 | 888,060 | 5,359,375 |
| Indonesia | 0 | 8,162 | 474 | 0 | 1 | 4,133 | 7,064 | 1,486 |
| Japan | 1,374,857 | 518,842 | 114,731 | 89,050 | 6,847 | 679,778 | 2,694,253 | 3,758,052 |
| Middle East countries (except OPEC) | 11,078 | 94,635 | 344 | 4,665 | 11,087 | 115,753 | 64,024 | 49,888 |
| OPEC countries (excluding Indonesia) | 44 | 5,990 | 950 | 0 | 0 | 24,975 | 292 | 209 |
| Singapore | 403,924 | 151,683 | 2,639,287 | 15,160 | [2] | 47,252 | 174,909 | 284,851 |
| South Korea | 160,587 | 176,065 | 7,482 | 2,777 | 113 | 32,167 | 172,779 | 110,305 |
| Taiwan | 1,475 | 14,421 | 1,527 | 0 | 24 | 35,841 | 7,524 | 14,781 |
| Oceania, total | 724 | 113,942 | 9,779 | 239,369 | 5,749 | 280,979 | 736,685 | 2,787,674 |
| Australia | 704 | 56,238 | 9,281 | 200,682 | 5,654 | 272,937 | 731,877 | 2,786,110 |
| Puerto Rico and U.S. Possessions | 482 | 3,034 | 543 | 4,062 | 0 | 6,960 | 82,093 | 39,227 |

[1] Selected country data have been deleted to prevent disclosure of information for individual taxpayers. However, the data are included in the appropriate totals.
[2] Amounts less than $\$ 500$.
NOTE: Detail may not add to totals because of rounding.

## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004
[Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Number of related foreign persons | Amounts received from related foreign persons |  |  |  |  |  |  |
|  |  |  | Total (excluding loan balances | Sales of stock in trade | Sales of tangible property other than stock in trade | Rents and royalties | Sales, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions |
| All industries | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|  | 774 | 16,565 | 439,038,479 | 371,445,143 | 4,724,233 | 1,430,815 | 1,717,863 | 14,592,991 | 7,992,736 |
| Australia | 267 | 519 | 1,775,735 | 1,251,897 | 3,921 | 34,098 | 13,681 | 93,815 | 7,791 |
| Belgium | 169 | 341 | 1,970,732 | 879,720 | 268,818 | 3,456 | 11,111 | 54,343 | 10,826 |
| Bermuda | 57 | 128 | 2,072,275 | 52,502 | 90 | 3 | 0 | 126,874 | 231,219 |
| Brazil | 224 | 462 | 1,292,325 | 1,145,202 | 15,331 | 7,943 | 1,744 | 56,721 | 4,613 |
| Canada | 386 | 896 | 29,560,117 | 24,288,460 | 112,054 | 132,750 | 6,724 | 1,386,791 | 125,423 |
| China | 204 | 529 | 1,504,931 | 1,405,365 | 33,188 | 4,023 | 4,828 | 33,962 | 7,817 |
| France | 277 | 1,016 | 4,907,501 | 1,994,274 | 7,368 | 22,360 | 84,166 | 775,272 | 597,603 |
| Germany | 329 | 1,235 | 19,728,894 | 14,382,219 | 16,146 | 108,073 | 200,142 | 1,902,733 | 425,759 |
| Hong Kong | 197 | 339 | 838,723 | 687,386 | 743 | 2,722 | 3,071 | 29,734 | 34,091 |
| Hungary | 109 | 137 | 2,165,801 | 21,644 | 222 | 2,203 | 78,109 | 5,616 | [2] |
| Ireland | 129 | 235 | 8,301,232 | 682,721 | 2,505 | 43,146 | 33,419 | 945,066 | 1,903,815 |
| Japan | 326 | 957 | 18,621,984 | 14,390,637 | 106,777 | 70,915 | 131,105 | 1,720,874 | 426,241 |
| Mexico | 255 | 592 | 9,624,742 | 8,591,512 | 43,438 | 35,261 | 15,334 | 653,811 | 13,545 |
| Netherlands | 250 | 699 | 5,056,292 | 2,781,747 | 41,231 | 85,682 | 357,001 | 804,814 | 17,800 |
| Singapore | 232 | 469 | 5,913,262 | 3,755,520 | 23,752 | 7,309 | 3,943 | 591,131 | 1,296,968 |
| South Korea | 156 | 260 | 2,997,245 | 1,505,901 | 1,206,851 | 7,521 | 1,534 | 257,752 | 4,062 |
| Sweden | 130 | 407 | 2,885,758 | 1,914,954 | [1] | 4,082 | 46,155 | 508,996 | 2,685 |
| Switzerland | 175 | 423 | 15,071,518 | 5,058,262 | 2,369,362 | 600,864 | 412,386 | 1,401,400 | 1,165,501 |
| Taiwan | 148 | 255 | 442,845 | 390,715 | 9,872 | 1,960 | 610 | 26,962 | 616 |
| United Kingdom | 420 | 1,623 | 286,764,037 | 277,030,370 | 34,676 | 103,599 | 115,850 | 1,570,496 | 426,292 |
| Agriculture, forestry, fishing, and hunting <br> All geographic areas | ** | ** | ** | ** | ** | ** | ** | ** | ** |
| Mining |  |  |  |  |  |  |  |  |  |
| All geographic areas | 15 | 408 | 5,044,606 | 4,046,447 | 83,431 | 92,681 | 658 | 489,083 | 252 |
| Australia | 7 | 29 | 75,084 | 5,009 | 289 | 14,091 | 0 | 9,941 | 0 |
| Belgium | 3 | 4 | 787 | 0 | 665 | 0 | 0 | 0 | 0 |
| Brazil | 7 | 18 | 476,323 | 474,180 | 584 | 0 | 0 | 1,334 | 0 |
| Canada | 9 | 29 | 1,753,819 | 1,647,288 | 6,475 | 24 | 0 | 27,155 | 0 |
| France | 5 | 18 | 41,245 | 15,250 | 2,796 | 9 | 0 | 5,758 | 0 |
| Germany | 3 | 6 | 2,273 | 840 | 41 | 3 | 0 | 1,263 | 0 |
| Hungary | 3 | 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Ireland | 4 | 6 | 27,791 | 14,927 | 1,978 | 1 | 0 | 835 | 0 |
| Japan | 3 | 4 | 48,605 | 31,737 | 251 | 0 | 0 | 1,034 | 0 |
| Mexico | 4 | 13 | 108,241 | 33,655 | 7,320 | 1,991 | 0 | 45,703 | 58 |
| Netherlands | 5 | 12 | 27,042 | 4,992 | 130 | 0 | 0 | 16,674 | 0 |
| Singapore | 5 | 17 | 16,901 | 7,841 | 113 | 3,845 | 0 | 2,466 | 0 |
| United Kingdom | 9 | 48 | 151,783 | 96,037 | 198 | 2,025 | 0 | 7,784 | 194 |
| Utilities <br> All geographic areas, total | 8 | 44 | 569,638 | 349,205 | 0 | 250 | 0 | 9,003 | 0 |
| Canada | 4 | 9 | 511,601 | 348,702 | 0 | 250 | 0 | 0 | 0 |
| United Kingdom | 5 | 17 | 48,677 | 503 | 0 | 0 | 0 | 7,846 | 0 |

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Number of related foreign persons | Amounts received from related foreign persons |  |  |  |  |  |  |
|  |  |  | Total (excluding loan balances) | Sales of stock in trade | Sales of tangible property other than stock in trade | Rents and royalties | Sales, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions |
| Construction <br> All geographic areas, total | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|  | 15 | 300 | 349,970 | 190,783 | 13,744 | 85 | 6,157 | 109,995 | 724 |
| Australia | 3 | 8 | 12,975 | 5,760 | 0 | 0 | 0 | 4,363 | 0 |
| Brazil | 3 | 3 | 4,114 | 3,487 | 0 | 0 | 625 | 2 | 0 |
| Canada | 4 | 6 | 55,328 | 49,257 | 450 | 0 | 0 | 4,770 | 0 |
| France | 4 | 14 | 3,490 | 3,392 | 0 | 0 | 0 | 4 | 0 |
| Germany | 5 | 18 | 9,843 | 7,049 | 0 | 0 | 0 | 2,679 | 115 |
| Japan | 3 | 5 | 1,774 | 1,608 | 0 | 0 | 0 | 80 | 0 |
| Mexico | 3 | 6 | 5,420 | 5,199 | 0 | 85 | 0 | 0 | 0 |
| Singapore | 3 | 4 | 6,867 | 6,806 | 0 | 0 | 0 | 61 | 0 |
| Sweden | 3 | 21 | 6,371 | 2,998 | 0 | 0 | 336 | 1,708 | 300 |
| United Kingdom | 8 | 29 | 30,513 | 15,287 | 0 | 0 | 0 | 2,940 | 29 |
| Manufacturing All geographic areas, total | 320 | 9,671 | 75,935,007 | 58,118,172 | 862,884 | 906,449 | 879,649 | 5,263,063 | 261,368 |
| Australia | 137 | 293 | 1,250,215 | 1,051,652 | 301 | 18,037 | 266 | 30,818 | 1,323 |
| Belgium | 101 | 223 | 1,130,346 | 767,898 | 267,234 | 2,174 | 8,578 | 41,840 | 10,190 |
| Bermuda | 22 | 42 | 111,782 | 0 | 0 | 3 | 0 | 91,149 | 0 |
| Brazil | 142 | 315 | 638,522 | 566,526 | 14,162 | 7,886 | 442 | 20,175 | 2,002 |
| Canada | 198 | 485 | 17,919,011 | 16,414,854 | 88,307 | 44,323 | 3,003 | 449,688 | 35,669 |
| China | 123 | 336 | 264,620 | 252,939 | 1,764 | 3,681 | 307 | 3,021 | 79 |
| France | 153 | 651 | 2,157,993 | 1,537,625 | 4,567 | 11,786 | 29,939 | 273,301 | 116,523 |
| Germany | 180 | 799 | 9,298,053 | 8,211,919 | 14,428 | 70,904 | 174,669 | 362,653 | 16,541 |
| Hong Kong | 85 | 154 | 472,108 | 459,398 | 396 | 1,569 | 1,298 | 6,072 | 1,309 |
| Hungary | 63 | 84 | 2,150,045 | 9,565 | 171 | 1,470 | 78,041 | 4,025 | 0 |
| Ireland | 62 | 126 | 990,583 | 647,461 | 0 | 42,649 | 32,904 | 200,323 | 1,073 |
| Japan | 153 | 383 | 2,927,936 | 1,896,441 | 26,278 | 14,949 | 79 | 526,105 | 13,938 |
| Mexico | 154 | 378 | 7,273,579 | 7,007,803 | 24,966 | 31,892 | 4,802 | 55,315 | 7,824 |
| Netherlands | 129 | 423 | 3,505,576 | 2,426,176 | 41,093 | 59,054 | 16,092 | 617,704 | 11,703 |
| Singapore | 115 | 251 | 2,131,436 | 2,052,157 | 17,369 | 732 | 539 | 44,839 | 5,324 |
| South Korea | 94 | 163 | 749,296 | 740,332 | 250 | 1,168 | 753 | 3,450 | 163 |
| Sweden | 89 | 283 | 793,783 | 260,067 | 0 | 925 | 43,256 | 239,165 | 2,283 |
| Switzerland | 99 | 249 | 5,339,753 | 3,105,056 | 2,855 | 472,736 | 407,487 | 509,757 | 8,122 |
| Taiwan | 73 | 148 | 247,992 | 239,652 | 2,636 | 1,287 | , | 1,319 | 1 |
| United Kingdom | 196 | 879 | 8,789,690 | 5,250,053 | 13,316 | 54,424 | 36,782 | 881,658 | 13,901 |
| Wholesale trade All geographic areas, total | 202 | 2,744 | 48,376,166 | 37,109,300 | 1,368,780 | 307,111 | 339,538 | 5,588,603 | 430,027 |
| Australia | 61 | 78 | 287,610 | 182,481 | 889 | 1,145 | 0 | 14,849 | 1,207 |
| Belgium | 28 | 39 | 72,970 | 64,767 | 920 | 1,276 | 287 | 4,068 | 186 |
| Bermuda | 7 | 10 | 249,328 | 19,934 | 0 | 0 | 0 | 290 | 1,272 |
| Brazil | 41 | 72 | 123,159 | 94,668 | 585 | 0 | 0 | 24,895 | 2,398 |
| Canada | 79 | 139 | 6,016,713 | 5,324,289 | 1,277 | 5,106 | 2 | 641,064 | 3,657 |
| China | 60 | 139 | 1,189,625 | 1,120,920 | 31,424 | 0 | 0 | 25,711 | 7,572 |
| France | 51 | 117 | 701,546 | 291,718 | 6 | 10,555 | 35,631 | 330,671 | 1,627 |
| Germany | 82 | 192 | 7,757,887 | 6,032,598 | 1,678 | 37,156 | 0 | 1,127,300 | 2,015 |
| Hong Kong | 56 | 89 | 236,736 | 214,759 | 339 | 1,133 | 539 | 9,463 | 4,187 |
| Hungary | 17 | 19 | 12,698 | 12,019 | [2] | 4 | 0 | 662 | 0 |
| Ireland | 16 | 19 | 874,946 | 11,835 | 0 | 496 | 0 | 97,002 | 952 |
| Japan | 104 | 421 | 14,539,846 | 12,265,894 | 80,249 | 47,628 | 123,433 | 966,502 | 318,049 |
| Mexico | 57 | 125 | 2,105,678 | 1,522,924 | 11,153 | 961 | 0 | 530,966 | 5,606 |
| Netherlands | 50 | 89 | 650,104 | 347,525 | 7 | 25,153 | 43,949 | 76,018 | 314 |
| Singapore | 67 | 107 | 2,325,904 | 1,682,023 | 6,270 | 998 | 2,690 | 500,206 | 4,192 |
| South Korea | 36 | 65 | 2,236,577 | 761,975 | 1,206,270 | 6,353 | 0 | 253,004 | 3,866 |
| Sweden | 12 | 38 | 1,848,799 | 1,536,408 | [2] | 3,156 | 0 | 181,056 | 69 |
| Switzerland | 27 | 51 | 2,462,240 | 1,766,939 | 401 | 128,128 | 0 | 544,396 | 1,759 |
| Taiwan | 50 | 77 | 177,252 | 148,701 | 7,236 | 673 | 0 | 17,004 | 556 |
| United Kingdom | 89 | 183 | 1,788,747 | 1,556,892 | 10,602 | 30,019 | 0 | 56,293 | 4,373 |

Footnotes at end of table.

## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Number of related foreign persons | Amounts received from related foreign persons |  |  |  |  |  |  |
|  |  |  | Total (excluding loan balances) | Sales of stock in trade | Sales of tangible property other than stock in trade | Rents and royalties | Sales, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions |
| Retail trade <br> All geographic areas, total | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|  | 28 | 222 | 962,274 | 272,304 | 0 | 9,826 | 284 | 223,267 | 3,610 |
| Australia | 3 | 3 | 737 | 7 | 0 | 0 | 0 | 730 | 0 |
| Belgium | 3 | 3 | 18,752 | 0 | 0 | 0 | 0 | 0 | 0 |
| Brazil | 4 | 4 | 620 | 620 | 0 | 0 | 0 | 0 | 0 |
| Canada | 7 | 20 | 105,825 | 96,914 | 0 | 0 | 0 | 7,639 | 0 |
| France | 7 | 33 | 107,442 | 91,983 | 0 | 0 | 0 | 18 | 75 |
| Germany | 5 | 10 | 23,930 | 16,755 | 0 | 0 | 0 | 6,760 | 0 |
| Hong Kong | 5 | 12 | 906 | 906 | 0 | 0 | 0 | 0 | 0 |
| Ireland | 4 | 4 | 166,640 | 0 | 0 | 0 | 0 | 131,967 | 0 |
| Japan | 6 | 20 | 88,519 | 60,296 | 0 | 0 | 0 | 23,395 | 3,534 |
| Mexico | 4 | 5 | 3,701 | 440 | 0 | 0 | 0 | 0 | 0 |
| Netherlands | 7 | 10 | 140,002 | 260 | 0 | 0 | 0 | 0 | 0 |
| Switzerland | 6 | 14 | 3,620 | 90 | 0 | 0 | 0 | 0 | 0 |
| United Kingdom | 11 | 17 | 54,432 | 1,674 | 0 | 0 | 0 | 52,758 | 0 |
| Transportation and warehousing |  |  |  |  |  |  |  |  |  |
| All geographic areas, total | 17 | 612 | 6,615,598 | 262,964 | 6,924 | 71,311 | 296,910 | 291,488 | 2,510,500 |
| Australia | 9 | 14 | 16,769 | 0 | 0 | 0 | 0 | 4,486 | 72 |
| Belgium | 5 | 11 | 24,865 | 0 | 0 | 0 | 0 | 1,817 | 0 |
| Bermuda | 3 | 7 | 101,815 | 18,053 | 1 | 0 | 0 | 23,300 | 0 |
| Brazil | 7 | 18 | 36,902 | 4,253 | 0 | 0 | 0 | 3,433 | 92 |
| Canada | 12 | 25 | 2,080,663 | 182,433 | 6,871 | 63,040 | 0 | 12,039 | 11 |
| China | 3 | 9 | 7,800 | 0 | 0 | 0 | 0 | 616 | 15 |
| France | 5 | 15 | 11,193 | 0 | 0 | 0 | 0 | 1,959 | 8 |
| Germany | 7 | 29 | 370,106 | 7,941 | 0 | 0 | 0 | 11,031 | 262 |
| Hong Kong | 8 | 14 | 34,872 | 5,665 | 0 | 0 | 0 | 9,577 | 7,476 |
| Hungary | 6 | 6 | 671 | 0 | 0 | 0 | 0 | 0 | [2] |
| Ireland | 4 | 7 | 11,501 | 0 | 0 | 0 | 0 | 547 | 7 |
| Japan | 7 | 16 | 282,566 | 912 | 0 | 8,271 | 0 | 134,188 | 18,087 |
| Mexico | 7 | 15 | 38,685 | 3,969 | 0 | 0 | 9,159 | 1,402 | 13 |
| Netherlands | 6 | 14 | 298,576 | 0 | 0 | 0 | 287,750 | 0 | 80 |
| Singapore | 7 | 27 | 1,343,173 | 0 | 0 | 0 | 0 | 41,279 | 1,283,663 |
| South Korea | 4 | 6 | 3,682 | 0 | 0 | 0 | 0 | 884 | 13 |
| Sweden | 4 | 6 | 3,274 | 0 | 0 | 0 | 0 | 102 | 0 |
| Switzerland | 4 | 6 | 2,173 | 0 | 0 | 0 | 0 | 174 | 3 |
| Taiwan | 5 | 6 | 3,927 | 0 | 0 | 0 | 0 | 1,815 | 37 |
| United Kingdom | 12 | 44 | 323,957 | 4,232 | 0 | 0 | 0 | 20,352 | 614 |
| Information <br> All geographic areas, total |  |  |  |  |  |  |  |  |  |
|  | 24 | 656 | 2,236,277 | 314,937 | 18,358 | 11,919 | 150,147 | 731,502 | 62,169 |
| Australia | 10 | 26 | 23,294 | 4,776 | 284 | 825 | 9,721 | 7,144 | 366 |
| Belgium | 7 | 16 | 6,203 | 717 | 0 | 0 | 1,428 | 3,370 | 0 |
| Bermuda | 5 | 12 | 212,335 | 14,516 | 0 | 0 | 0 | 0 | 0 |
| Brazil | 6 | 9 | 2,486 | 313 | 0 | 57 | 678 | 116 | 0 |
| Canada | 15 | 38 | 95,187 | 62,494 | 7,403 | 3,017 | 3,719 | 5,190 | 628 |
| China | 3 | 4 | 428 | 85 | 0 | 343 | 0 | 0 | 0 |
| France | 11 | 31 | 30,891 | 531 | 0 | 0 | 16,204 | 945 | 654 |
| Germany | 12 | 55 | 172,323 | 5,146 | 0 | 0 | 23,380 | 4,606 | 2,147 |
| Hong Kong | 8 | 16 | 5,543 | 108 | 0 | 20 | 655 | 3,597 | 7 |
| Hungary | 6 | 9 | 168 | [2] | 0 | 0 | 69 | 99 | 0 |
| Ireland | 10 | 18 | 62,350 | 137 | 0 | 0 | 216 | 7,888 | 0 |
| Japan | 9 | 21 | 59,026 | 12,529 | 0 | 24 | 7,593 | 22,267 | 1,377 |
| Mexico | 5 | 11 | 12,433 | 9,551 | 0 | 331 | 1,373 | 511 | 0 |
| Netherlands | 15 | 35 | 38,534 | 10 | 0 | 739 | 6,152 | 26,574 | 0 |
| Singapore | 8 | 14 | 10,352 | 5,635 | 0 | 1,735 | 453 | 1,077 | 504 |
| South Korea | 6 | 10 | 2,783 | 636 | 0 | 0 | 782 | 296 | 0 |
| Sweden | 7 | 19 | 113,382 | 1 | 0 | 1 | 2,562 | 86,825 | 0 |
| Switzerland | 8 | 14 | 348,012 | 13,413 | 0 | 0 | 647 | 183,531 | 0 |
| Taiwan | 4 | 7 | 1,830 | 76 | 0 | 0 | 550 | 0 | 0 |
| United Kingdom | 17 | 90 | 798,703 | 64,656 | 10,559 | 4,470 | 59,074 | 351,354 | 53,236 |

Footnotes at end of table.

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Number of related foreign persons | Amounts received from related foreign persons |  |  |  |  |  |  |
|  |  |  | Total (excluding loan balances) | Sales of stock in trade | Sales of tangible property other than stock in trade | Rents and royalties | Sales, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions |
| Finance and insurance <br> All geographic areas, total | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|  | 72 | 772 | 291,535,515 | 270,143,708 | 0 | 24,336 | 384 | 911,955 | 4,634,056 |
| Australia | 22 | 34 | 96,282 | 0 | 0 | 0 | 0 | 20,658 | 3,736 |
| Belgium | 10 | 17 | 666,059 | 0 | 0 | 6 | 0 | 1,007 | 299 |
| Bermuda | 15 | 49 | 1,386,072 | 0 | 0 | 0 | 0 | 10,863 | 229,753 |
| Brazil | 4 | 4 | 64 | 0 | 0 | 0 | 0 | 0 | 0 |
| Canada | 30 | 63 | 678,549 | 0 | 0 | 11,650 | 0 | 178,739 | 65,571 |
| China | 4 | 5 | 2,932 | 0 | 0 | 0 | 0 | 1,300 | 151 |
| France | 18 | 34 | 1,393,952 | 0 | 0 | 9 | 0 | 39,890 | 475,044 |
| Germany | 14 | 38 | 1,604,6/7 | 0 | 0 | 10 | 0 | 5,153 | 401,952 |
| Hong Kong | 18 | 21 | 60,629 | 0 | 0 | 0 | 0 | 632 | 3,802 |
| Hungary | 4 | 5 | 302 | 0 | 0 | 0 | 0 | 13 | 0 |
| Ireland | 17 | 36 | 5,871,106 | 0 | 0 | 0 | 0 | 308,510 | 1,901,533 |
| Japan | 23 | 40 | 529,034 | 109,375 | 0 | 0 | 0 | 13,383 | 71,233 |
| Mexico | 9 | 11 | 61,832 | 0 | 0 | 0 | 0 | 12,890 | 44 |
| Netherlands | 14 | 36 | 265,931 | 0 | 0 | 0 | 0 | 34,151 | 373 |
| Singapore | 13 | 21 | 10,368 | 0 | 0 | 0 | 0 | 318 | 1,491 |
| South Korea | 3 | 3 | 861 | 0 | 0 | 0 | 0 | 0 | 0 |
| Sweden | 4 | 4 | 550 | 0 | 0 | 0 | 0 | 0 | 33 |
| Switzerland | 16 | 39 | 4,024,178 | 0 | 0 | 0 | 0 | 122,289 | 1,153,011 |
| Taiwan | 4 | 4 | 1,927 | 0 | 0 | 0 | 0 | 516 | 22 |
| United Kingdom | 38 | 161 | 214,321,699 | 210,034,333 | 0 | 12,661 | 384 | 112,345 | 319,841 |
| Real estate and rental and leasing <br> All geographic areas, total | 7 | 113 | 568,172 | 134,587 | 1,270 | 0 | 0 | 63,836 | 600 |
| Canada | 3 | 10 | 54,193 | 33,993 | 1,270 | 0 | 0 | 0 | 13 |
| Netherlands | 3 | 6 | 9 | 9 | 0 | 0 | 0 | 0 | 0 |
| Professional, scientific, and technical services All geographic areas, total | 25 | 597 | 996,218 | 155,903 | 2,736 | 0 | 590 | 757,657 | 2,325 |
| Australia | 8 | 18 | 5,418 | 40 | 2,158 | 0 | 0 | 537 | 0 |
| Belgium | 6 | 11 | 3,188 | 2,590 | 0 | 0 | 0 | 618 | 86 |
| Brazil | 6 | 11 | 7,168 | 268 | 0 | 0 | 0 | 6,766 | 1 |
| Canada | 14 | 53 | 146,332 | 122,067 | 0 | 0 | 0 | 21,981 | 0 |
| China | 6 | 10 | 963 | 77 | 0 | 0 | 0 | 887 | 0 |
| France | 8 | 63 | 61,792 | 3,682 | 0 | 0 | 0 | 53,987 | 32 |
| Germany | 8 | 49 | 377,965 | 8,211 | 0 | 0 | 0 | 367,054 | 2,108 |
| Hong Kong | 8 | 13 | 393 | 0 | 0 | 0 | 0 | 393 | 0 |
| Hungary | 3 | 3 | 307 | 0 | 51 | 0 | 0 | [1] | 0 |
| Ireland | 4 | 7 | 198,568 | 42 | 527 | 0 | 0 | 197,994 | 0 |
| Japan | 10 | 26 | 56,962 | 11,235 | 0 | 0 | 0 | 30,646 | 0 |
| Mexico | 5 | 17 | 9,056 | 1,992 | 0 | 0 | 0 | 7,024 | 0 |
| Netherlands | 8 | 21 | 19,095 | 349 | 0 | 0 | 0 | 10,019 | 0 |
| Singapore | 7 | 11 | 478 | 20 | 0 | 0 | 0 | 454 | 0 |
| South Korea | 3 | 3 | 118 | 0 | 0 | 0 | 0 | 118 | 0 |
| Sweden | 4 | 6 | 1,822 | 15 | 0 | 0 | 0 | 45 | 0 |
| Switzerland | 4 | 8 | 660 | 24 | 0 | 0 | 0 | 634 | 0 |
| Taiwan | 5 | 5 | 1,626 | 0 | 0 | 0 | 0 | 664 | 0 |
| United Kingdom | 13 | 81 | 81,776 | 2,823 | 0 | 0 | 590 | 43,141 | 0 |
| $\left.\begin{array}{c}\text { Management of companies } \\ \text { and enterprises }\end{array}\right\}$ All geographic areas, total | 12 | 168 | 2,668,060 | 77,799 | 0 | 3,149 | 0 | 54,774 | 84,956 |
| Australia | 3 | 5 | 1,282 | 128 | 0 | 0 | 0 | 0 | 1,087 |
| Canada | 4 | 7 | 134,512 | 6,148 | 0 | 3,130 | 0 | 33,099 | 19,875 |
| France | 3 | 8 | 52,184 | 40,510 | 0 | 0 | 0 | 1,335 | 3,640 |
| Japan | 3 | 8 | 77,362 | 0 | 0 | 18 | 0 | 3,274 | 5 |
| United Kingdom | 6 | 23 | 259,222 | 2,988 | 0 | 0 | 0 | 329 | 32,090 |

## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number of returns | Number of related foreign persons | Amounts received from related foreign persons |  |  |  |  |  |  |
|  |  |  | Total (excluding loan balances) | Sales of stock in trade | Sales of tangible property other than stock in trade | Rents and royalties | Sales, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions |
| Administrative and support and waste management and remediation services | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|  | 12 | 83 | 2,800,328 | 86,991 | 2,366,106 | 0 | 419 | 39,705 | 2,150 |
| All geographic areas, total |  |  |  |  |  |  |  |  |  |
| Canada | 3 | 4 | 354 | 0 | 0 | 0 | 0 | 354 | 0 |
| France | 3 | 6 | 166 | 0 | 0 | 0 | 0 | 0 | 0 |
| Netherlands | 5 | 9 | 3,517 | 0 | 0 | 0 | 0 | 0 | 0 |
| Switzerland | 3 | 8 | 2,663,685 | 0 | 2,366,106 | 0 | 0 | 0 | 0 |
| United Kingdom | 7 | 16 | 6,683 | 0 | 0 | 0 | 419 | 3,870 | 1,900 |
| Health care and social assistance | 3 | 30 | 119,855 | 119,855 | 0 | 0 | 0 | 0 | 0 |
| Arts, entertainment, and recreation All geographic areas, total | d | d | d | d | d | d | d | d | d |
| Accommodation and food services <br> All geographic areas, total | 10 | 134 | 253,789 | 61,848 | 0 | 3,699 | 43,128 | 53,414 | 0 |
| France | 3 | 14 | 6,068 | 0 | 0 | 0 | 2,392 | 3,564 | 0 |
| Germany | 3 | 8 | 67,959 | 61,848 | 0 | 0 | 2,093 | 934 | 0 |
| United Kingdom | 6 | 26 | 101,149 | 0 | 0 | 0 | 18,601 | 29,826 | 0 |
| Other services <br> All geographic areas, total | d | d | d | d | d | d | d | d | d |

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]


[^82]
## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts received from related foreign persons-continued |  |  |  |  | Amounts paid to related foreign persons |  |  |  |
|  | Interest | Premiums for insurance or reinsurance | Other | Amounts borrowed |  | Total (excluding loan balances) | Purchases of stock in trade | Purchases of tangible property other than stock in trade | Rents and royalties |
|  |  |  |  | Beginning balance | Ending balance |  |  |  |  |
| Construction <br> All geographic areas, total | (10) | (11) | (12) | (13) | (14) | (15) | (16) | (17) | (18) |
|  | 13,971 | 2,220 | 12,291 | 516,381 | 806,806 | 742,977 | 432,978 | 16,986 | 526 |
| Australia | 0 | 152 | 2,700 | 117 | 188 | 65,600 | 689 | 0 | 0 |
| Brazil | 0 | 0 | 0 | 2,505 | 2,533 | 104 | 2 | 10 | 0 |
| Canada | 329 | 94 | 428 | 0 | 84,239 | 31,855 | 22,837 | 709 | 0 |
| France | 0 | 0 | 94 | 0 | 0 | 42,656 | 16,070 | 3,579 | 0 |
| Germany | 0 | 0 | 0 | 88,411 | 178,392 | 80,522 | 68,995 | 692 | 0 |
| Japan | 0 | 0 | 86 | 0 | 0 | 5,163 | 4,974 | 0 | 0 |
| Mexico | 0 | 0 | 137 | 0 | 0 | 1,098 | 640 | 0 | 0 |
| Singapore | 0 | 0 | [2] | 0 | 0 | 2,862 | 220 | 0 | 0 |
| Sweden | 1,029 | 0 | 0 | 0 | 0 | 158,718 | 142,404 | 196 | 0 |
| United Kingdom | 7,110 | 1,256 | 3,891 | 226,216 | 413,732 | 39,011 | 7,202 | 242 | 0 |
| Manufacturing <br> All geographic areas, total | 1,417,727 | 6,188 | 8,219,507 | 101,371,222 | 151,008,634 | 192,769,719 | 165,939,175 | 2,035,574 | 4,021,623 |
| Australia | 22,314 | 140 | 125,363 | 724,639 | 658,168 | 889,130 | 637,116 | 2,070 | 15,509 |
| Belgium | 24,221 | 1,238 | 6,973 | 5,120,379 | 3,576,112 | 1,091,906 | 752,611 | 9,387 | 52,067 |
| Bermuda | 20,267 | 0 | 362 | 1,261,421 | 1,307,727 | 190,353 | 45,001 | 0 | 0 |
| Brazil | 13,932 | 531 | 12,866 | 27,157 | 153,423 | 1,481,026 | 1,408,519 | 14,418 | 0 |
| Canada | 91,635 | 101 | 791,430 | 2,501,256 | 2,059,646 | 35,648,248 | 33,008,327 | 1,047,380 | 201,740 |
| China | 29 | [2] | 2,800 | 1,079 | 5,823 | 888,094 | 876,548 | 903 | 239 |
| France | 45,224 | 483 | 138,545 | 5,151,592 | 11,106,139 | 7,294,553 | 5,802,527 | 33,465 | 230,124 |
| Germany | 14,367 | 256 | 432,317 | 3,437,054 | 8,160,554 | 21,479,054 | 19,979,505 | 274,621 | 390,072 |
| Hong Kong | 99 | 6 | 1,961 | 168,510 | 180,700 | 1,580,980 | 1,564,539 | 318 | 340 |
| Hungary | 867 | 0 | 2,055,906 | 9,468,994 | 10,692,954 | 948,314 | 77,982 | 0 | 32,377 |
| Ireland | 16,647 | 365 | 49,160 | 3,706,773 | 4,443,549 | 1,463,183 | 834,698 | 133 | 63,065 |
| Japan | 225 | 435 | 449,484 | 352,645 | 506,358 | 32,139,946 | 28,053,966 | 333,009 | 1,965,009 |
| Mexico | 19,799 | 516 | 120,663 | 1,446,671 | 178,940 | 10,457,639 | 10,120,757 | 58,775 | 26 |
| Netherlands | 19,240 | 220 | 314,294 | 8,452,832 | 10,874,906 | 14,540,330 | 12,703,080 | 56,218 | 146,850 |
| Singapore | 737 | 88 | 9,650 | 85,664 | 83,063 | 3,496,598 | 3,405,718 | 21,106 | 874 |
| South Korea | 0 | 12 | 3,167 | 1,849 | 1,256 | 3,475,203 | 3,458,234 | 2,605 | 0 |
| Sweden | 11,633 | 46 | 236,409 | 4,773,577 | 6,175,550 | 2,895,592 | 1,868,842 | 13,786 | 360,534 |
| Switzerland | 599,043 | 197 | 234,500 | 14,224,154 | 32,021,513 | 15,437,592 | 11,252,524 | 52,419 | 255,958 |
| Taiwan | 18 | 1 | 3,078 | 637 | 3,327 | 350,934 | 324,891 | 5,022 | 743 |
| United Kingdom | 417,635 | 673 | 2,121,247 | 28,331,041 | 42,561,102 | 14,312,128 | 9,221,963 | 21,081 | 164,990 |
| Wholesale trade All geographic areas, total | 366,072 | 9,002 | 2,857,734 | 22,182,854 | 25,134,341 | 201,763,544 | 188,571,589 | 4,567,866 | 2,875,412 |
| Australia | 86,367 | 0 | 672 | 925,910 | 1,030,501 | 487,562 | 326,734 | 0 | 0 |
| Belgium | 351 | 0 | 1,116 | 15,159 | 1,756 | 16,144 | 13,810 | 8 | 0 |
| Bermuda | 36,198 | 0 | 191,635 | 133,214 | 700 | 876,259 | 853,620 | 0 | 0 |
| Brazil | 496 | 0 | 116 | 1,539 | 1,474 | 378,297 | 374,009 | 703 | 0 |
| Canada | 13,163 | 8,462 | 19,693 | 489,757 | 1,779,048 | 18,739,289 | 16,391,816 | 1,602,238 | 8,221 |
| China | 0 | 0 | 3,996 | 458 | 14,174 | 2,185,135 | 2,151,997 | 7,000 | 12,300 |
| France | 21,624 | 251 | 9,465 | 2,015,455 | 1,280,320 | 3,714,864 | 491,427 | 2,584,277 | 235,523 |
| Germany | 36,406 | 0 | 520,736 | 809,080 | 797,895 | 23,385,292 | 22,489,324 | 5,810 | 7,530 |
| Hong Kong | 3,837 | 0 | 2,480 | 6,172 | 8,054 | 1,979,214 | 1,938,022 | 10,107 | 0 |
| Hungary | 0 | 0 | 12 | 1,517,392 | 2,557,722 | 122,069 | 41,377 | 6 | 0 |
| Ireland | 1,087 | 0 | 763,575 | 588,439 | 377,127 | 858,503 | 90,878 | 0 | 0 |
| Japan | 39,405 | 63 | 698,623 | 415,201 | 1,174,449 | 86,181,703 | 83,509,662 | 198,568 | 2,011,344 |
| Mexico | 6,329 | 0 | 27,740 | 220,299 | 207,430 | 3,747,731 | 3,663,944 | 211 | 137 |
| Netherlands | 19,886 | 111 | 137,141 | 3,949,977 | 5,325,623 | 2,182,655 | 1,885,910 | 3,860 | 118,393 |
| Singapore | 2,547 | 0 | 126,977 | 13,625 | 8,010 | 3,858,163 | 3,348,346 | 25,021 | 0 |
| South Korea | 3,273 | 0 | 1,836 | 427,801 | 293,263 | 26,132,161 | 25,623,703 | 55,606 | 115,510 |
| Sweden | 2,377 | 0 | 125,733 | 523,644 | 226,287 | 411,548 | 359,814 | 26 | 9,051 |
| Switzerland | 12,658 | 0 | 7,960 | 3,213,273 | 3,278,908 | 3,945,665 | 3,323,032 | 21,050 | 333,016 |
| Taiwan | 0 | 0 | 3,081 | 225 | 124,503 | 9,042,697 | 9,003,459 | 37,284 | 0 |
| United Kingdom | 52,810 | 0 | 77,758 | 2,043,032 | 1,920,808 | 3,083,781 | 2,576,993 | 3,492 | 13,156 |

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts received from related foreign persons-continued |  |  |  |  | Amounts paid to related foreign persons |  |  |  |
|  |  | Premiums for insurance or reinsurance | Other | Amounts borrowed |  | Total (excluding loan balances) | Purchases of stock in trade | Purchases of tangible property other than stock in trade | Rents and royalties |
|  | Interest |  |  | Beginning balance | Ending balance |  |  |  |  |
|  | (10) | (11) | (12) | (13) | (14) | (15) | (16) | (17) | (18) |
| Retail trade <br> All geographic areas, total | 17,025 | 174,415 | 261,541 | 11,230,247 | 10,249,130 | 4,735,385 | 3,308,054 | 489 | 14,451 |
| Australia | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Belgium | 12,528 | 0 | 6,224 | 0 | 0 | 8,063 | 0 | 0 | 0 |
| Brazil | 0 | 0 | 0 | 0 | 0 | 27 | 0 | 0 | 0 |
| Canada | 0 | 0 | 1,271 | 35,193 | 37,038 | 122,360 | 23,110 | 0 | 0 |
| France | 0 | 0 | 15,366 | 7,920 | 4,418 | 1,316,694 | 1,284,532 | [1] | 0 |
| Germany | 0 | 0 | 415 | 114 | 123 | 36,002 | 32,667 | 401 | 0 |
| Hong Kong | 0 | 0 | 0 | 561 | 320 | 29,406 | 11,025 | 0 | 0 |
| Ireland | 0 | 34,673 | 0 | 340,039 | 352,846 | 65,867 | 0 | 0 | 0 |
| Japan | 0 | 0 | 1,295 | 227,595 | 1,877 | 881,540 | 844,207 | 88 | 1,975 |
| Mexico | 3,261 | 0 | 0 | 7,162 | 7,043 | 10,371 | 0 | 0 | 0 |
| Netherlands | 0 | 139,742 | 0 | 2,523,524 | 2,295,375 | 310,045 | 3,221 | 0 | 129 |
| Switzerland | 977 | 0 | 2,553 | 5,528,593 | 4,646,270 | 1,178,896 | 783,473 | 0 | 12,347 |
| United Kingdom | 0 | 0 | 0 | 2,090,351 | 2,415,540 | 41,379 | 5,223 | 0 | 0 |
| Transportation and warehousing All geographic areas, total | 3,225 | 654 | 3,171,624 | 7,210,634 | 7,373,332 | 5,096,395 | 109,768 | 16,056 | 115,702 |
| Australia | 0 | 654 | 11,556 | 32 | 66 | 20,531 | 0 | 0 | 5,850 |
| Belgium | 0 | 0 | 23,049 | 0 | 321 | 24,740 | 0 | 0 | 0 |
| Bermuda | 10 | 0 | 60,451 | 116,560 | 45,418 | 12,775 | 0 | 0 | 0 |
| Brazil | 0 | 0 | 29,123 | 184 | 255 | 11,858 | 5 | 2 | 0 |
| Canada | 0 | 0 | 1,816,268 | 1,024,010 | 988,219 | 354,630 | 106,156 | 13,113 | 45,403 |
| China | 0 | 0 | 7,169 | 0 | 0 | 53,623 | 0 | 0 | 0 |
| France | 0 | 0 | 9,227 | 0 | 0 | 23,404 | 0 | 0 | 0 |
| Germany | 839 | 0 | 350,033 | 124,368 | 37,424 | 466,794 | 1,665 | 0 | 0 |
| Hong Kong | 0 | 0 | 12,154 | 0 | 0 | 178,165 | 4 | 2,475 | 0 |
| Hungary | 0 | 0 | 671 | 506,361 | 819,130 | 27,589 | 0 | 0 | 0 |
| Ireland | 0 | 0 | 10,947 | 0 | 0 | 14,644 | 0 | 0 | 0 |
| Japan | 0 | 0 | 121,109 | 239,671 | 146,641 | 50,403 | 0 | 0 | 0 |
| Mexico | 99 | 0 | 24,042 | 7,104 | 7,274 | 38,184 | 157 | 1 | 0 |
| Netherlands | 573 | 0 | 10,172 | 778,365 | 790,789 | 36,815 | 0 | 0 | 0 |
| Singapore | 0 | 0 | 18,230 | 0 | 0 | 2,644,844 | 0 | 0 | 0 |
| South Korea | 0 | 0 | 2,785 | 0 | 0 | 22,030 | 0 | 0 | 0 |
| Sweden | 0 | 0 | 3,172 | 0 | 0 | 7,161 | 0 | 0 | 0 |
| Switzerland | 0 | 0 | 1,997 | 0 | 0 | 14,305 | 0 | 0 | 0 |
| Taiwan | 0 | 0 | 2,076 | 0 | 0 | 30,371 | 0 | 0 | 0 |
| United Kingdom | 1,162 | 0 | 297,597 | 1,921,063 | 1,660,230 | 257,427 | 1,781 | 0 | 0 |
| Information <br> All geographic areas, total | 235,853 | 5,412 | 705,980 | 46,269,270 | 45,357,015 | 5,820,299 | 1,898,383 | 110 | 228,426 |
| Australia | 0 | 0 | 179 | 1,038 | [1] | 34,307 | 31,367 | 105 | 145 |
| Belgium | 0 | 0 | 688 | 302 | 0 | 8,448 | 7,078 | 0 | 305 |
| Bermuda | 4,043 | 0 | 193,776 | 896,299 | 902,637 | 197,941 | 3,162 | 0 | 0 |
| Brazil | 0 | 0 | 1,324 | 0 | 0 | 524 | 202 | 0 | 0 |
| Canada | 3,327 | 0 | 9,409 | 573,772 | 636,071 | 213,878 | 199,791 | 1 | 221 |
| China | 0 | 0 | 0 | 0 | 0 | 1 | 1 | 0 | 0 |
| France | 0 | 0 | 12,558 | 11,175 | 11,096 | 7,893 | 1,680 | 0 | 1,035 |
| Germany | 47,619 | 0 | 89,424 | 1,212,190 | 431,579 | 123,716 | 1,948 | 0 | 24,886 |
| Hong Kong | 0 | 0 | 1,155 | 4,354 | 4,370 | 5,593 | 3,438 | 0 | 1,772 |
| Hungary | 0 | 0 | 0 | 2,320,088 | 2,371,034 | 89,016 | 0 | 0 | 0 |
| Ireland | 0 | 0 | 54,108 | 8,566 | 239 | 9,447 | 0 | 0 | 0 |
| Japan | 3 | 0 | 15,233 | 0 | 0 | 1,600,394 | 1,409,918 | 0 | 32,102 |
| Mexico | 22 | 0 | 644 | 0 | 0 | 15,817 | 9,357 | 0 | 3,719 |
| Netherlands | 3,698 | 0 | 1,361 | 10,812,791 | 10,751,961 | 809,864 | 2,798 | 0 | 2,228 |
| Singapore | 0 | 0 | 948 | 10 | 10 | 29,021 | 22,712 | 0 | 0 |
| South Korea | 0 | 0 | 1,070 | 0 | 0 | 4,617 | 1,585 | 0 | 363 |
| Sweden | 2,502 | 0 | 21,490 | 99,717 | 117 | 96,830 | 4,087 | 0 | 80,748 |
| Switzerland | 0 | 0 | 150,422 | 9,121,688 | 10,072,003 | 841,256 | 0 | 0 | 44,700 |
| Taiwan | 0 | 0 | 1,204 | 3 | 3 | 314 | 293 | 0 | 0 |
| United Kingdom | 111,426 | 0 | 143,927 | 3,419,021 | 3,105,620 | 545,650 | 133,604 | 0 | 35,680 |

[^83]
## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]


# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004—Continued [Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts received from related foreign persons-continued |  |  |  |  | Amounts paid to related foreign persons |  |  |  |
|  | Interest | Premiums for insurance or reinsurance | Other | Amounts borrowed |  | Total (excluding loan balances) | Purchases of stock in trade | Purchases of tangible property other than stock in trade | Rents and royalties |
|  |  |  |  | Beginning balance | Ending balance |  |  |  |  |
|  | (10) | (11) | (12) | (13) | (14) | (15) | (16) | (17) | (18) |
| Administrative and support and waste management and remediation services |  |  |  |  |  |  |  |  |  |
| All geographic areas, total | 2,838 | [2] | 302,119 | 9,687,103 | 10,962,064 | 902,119 | 13,146 | 0 | 131,234 |
| Canada | 0 | 0 | 0 | 859 | 18,794 | 3,231 | 0 | 0 | 0 |
| France | 0 | 0 | 166 | 3,960,318 | 1,936,863 | 132,586 | 0 | 0 | 19,697 |
| Netherlands | 1 | 0 | 3,516 | 424,575 | 424,575 | 62,465 | 0 | 0 | 0 |
| Switzerland | 0 | 0 | 297,579 | 972,473 | 3,717,586 | 325,545 | 0 | 0 | 80,259 |
| United Kingdom | 28 | 0 | 467 | 3,425,122 | 3,818,693 | 206,453 | 13,146 | 0 | 0 |
| Health care and social assistance All geographic areas, total | 0 | 0 | 0 | 1,770,405 | 1,674,491 | 270,901 | 116,324 | 0 | 3,000 |
| Arts, entertainment, and recreation All geographic areas | d | d | d | d | d | d | d | d | d |
| Accommodation and food services All geographic areas, total | 57,460 | 0 | 34,239 | 6,226,950 | 6,096,968 | 573,968 | 0 | 0 | 18,845 |
| France | 0 | 0 | 112 | 0 | 0 | 9,648 | 0 | 0 | 1,094 |
| Germany | 133 | 0 | 2,950 | 453,489 | 607,087 | 65,446 | 0 | 0 | 0 |
| United Kingdom | 24,998 | 0 | 27,725 | 3,719,009 | 3,313,601 | 363,213 | 0 | 0 | 16,217 |
| Other services <br> All geographic areas, total | d | d | d | d | d | d | d | d | d |

Footnotes at end of table.

## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004-Continued

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts paid to related foreign persons-continued |  |  |  |  |  |  |  |
|  | Purchases, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions | Interest | Premiums for insurance or reinsurance | Other | Amounts loaned |  |
|  |  |  |  |  |  |  | Beginning balance | Ending balance |
| All industries | (19) | (20) | (21) | (22) | (23) | (24) | (25) | (26) |
| All geographic areas | 5,201,419 | 8,654,370 | 3,699,590 | 26,000,543 | 13,755,679 | 15,171,630 | 164,062,547 | 307,259,008 |
| Australia | 704 | 56,238 | 9,281 | 200,682 | 5,654 | 272,937 | 731,877 | 2,786,110 |
| Belgium | 1,271 | 67,608 | 13,731 | 590,862 | 3,549 | 128,781 | 4,017,568 | 51,318,586 |
| Bermuda | 0 | 8,799 | 155,366 | 134,761 | 1,452,944 | 372,709 | 1,589,990 | 2,563,588 |
| Brazil | 3,926 | 31,661 | 7,826 | 1,395 | 1,341 | 31,979 | 201,515 | 238,734 |
| Canada | 86,026 | 1,346,229 | 165,267 | 379,656 | 121,865 | 1,555,401 | 5,731,176 | 10,827,248 |
| China | 0 | 9,996 | 6,042 | 3 | 0 | 66,437 | 24,967 | 27,460 |
| France | 427,627 | 1,144,024 | 128,339 | 1,333,068 | 59,177 | 1,120,912 | 12,368,798 | 9,787,326 |
| Germany | 1,007,770 | 432,581 | 34,320 | 1,336,046 | 1,329,700 | 1,501,829 | 2,587,574 | 6,725,939 |
| Hong Kong | 38 | 73,948 | 64,711 | 36,627 | 137 | 168,075 | 888,060 | 5,359,375 |
| Hungary | 1 | 9,736 | 40 | 1,279,326 | 0 | 44,699 | 726 | 14,330 |
| Ireland | 13,848 | 61,570 | 7,943 | 660,310 | 2,790,108 | 981,580 | 3,527,755 | 2,484,591 |
| Japan | 1,374,857 | 518,842 | 114,731 | 89,050 | 6,847 | 679,778 | 2,694,253 | 3,758,052 |
| Mexico | 19,169 | 198,646 | 16,997 | 33,612 | 13,204 | 153,652 | 831,125 | 1,208,487 |
| Netherlands | 127,048 | 459,228 | 97,931 | 3,157,313 | 10,395 | 1,559,209 | 6,763,557 | 8,260,761 |
| Singapore | 403,924 | 151,683 | 2,639,287 | 15,160 | [2] | 47,252 | 174,909 | 284,851 |
| South Korea | 160,587 | 176,065 | 7,482 | 2,777 | 113 | 32,167 | 172,779 | 110,305 |
| Sweden | 13,660 | 159,175 | 20,199 | 316,249 | 4,943 | 324,081 | 1,744,917 | 2,341,051 |
| Switzerland | 1,276,684 | 871,696 | 39,864 | 6,381,108 | 5,699,202 | 1,012,464 | 39,168,733 | 52,030,460 |
| Taiwan | 1,475 | 14,421 | 1,527 | 0 | 24 | 35,841 | 7,524 | 14,781 |
| United Kingdom | 239,312 | 2,024,699 | 117,097 | 6,865,689 | 986,087 | 3,527,218 | 72,739,342 | 134,471,561 |
| Agriculture, forestry, <br> fishing, and huntingAll geographic areas | ** | ** | ** | ** | ** | ** | ** | ** |
| Mining <br> All geographic areas, total | 0 | 377,649 | 5,683 | 405,820 | 3,387 | 311,944 | 1,413,598 | 1,434,306 |
| Australia | 0 | 8,925 | 0 | 0 | 0 | 199 | 8,793 | 13,579 |
| Belgium | 0 | 2,201 | 8 | 0 | 0 | 4,028 | 0 | 0 |
| Brazil | 0 | 168 | 2 | 0 | 0 | 384 | 2,693 | 26,713 |
| Canada | 0 | 26,338 | 0 | 14,135 | 286 | 10,493 | 113,885 | 225,373 |
| France | 0 | 34,438 | 0 | 8,379 | 0 | 26,762 | 440,467 | 573,451 |
| Germany | 0 | 72 | 0 | 29,773 | 0 | 256 | 0 | 0 |
| Hungary | 0 | 0 | 0 | 154,327 | 0 | 0 | 0 | 0 |
| Ireland | 0 | 1,173 | 0 | 0 | 0 | 6,943 | 29 | 22 |
| Japan | 0 | 0 | 15 | 0 | 0 | 467 | 0 | 0 |
| Mexico | 0 | 0 | 0 | 0 | 0 | 832 | 2,386 | 0 |
| Netherlands | 0 | 0 | 0 | 1,898 | 0 | 497 | 7,956 | 7,648 |
| Singapore | 0 | 2,763 | 551 | 0 | 0 | 1,155 | 185 | 142 |
| United Kingdom | 0 | 37,127 | 102 | 79,797 | 0 | 36,266 | 554,389 | 331,543 |
| Utilities All geographic areas, total | 1 | 56,196 | 0 | 938,723 | 20,506 | 1,288,375 | 1,581,728 | 4,484,999 |
| Canada | 0 | 19,119 | 0 | 63,172 | 0 | 524,614 | 4,565 | 17 |
| United Kingdom | 1 | 35,985 | 0 | 587,655 | 0 | 1,870 | 162 | 2,680,281 |

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004-Continued


## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004-Continued

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts paid to related foreign persons-continued |  |  |  |  |  |  |  |
|  | Purchases, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions | Interest | Premiums for insurance or reinsurance | Other | Amounts loaned |  |
|  |  |  |  |  |  |  | Beginning balance | Ending balance |
| Retail trade <br> All geographic areas, total | (19) | (20) | (21) | (22) | (23) | (24) | (25) | (26) |
|  | 10 | 170,461 | 52,240 | 702,154 | 361,538 | 125,989 | 1,472,304 | 1,743,197 |
| Australia | 0 | 0 | 0 | 0 | 0 | 0 | 908 | 201 |
| Belgium | 0 | 1,840 | 0 | 0 | 0 | 6,224 | 547,460 | 225,939 |
| Brazil | 0 | 0 | 27 | 0 | 0 | 0 | 811 | 1,747 |
| Canada | 0 | 91,521 | 0 | 5,685 | 0 | 2,044 | 170,176 | 472,193 |
| France | 0 | 7,147 | 0 | 699 | 0 | 24,316 | 1,900 | 4,783 |
| Germany | 10 | 2,008 | 287 | 0 | 0 | 629 | 2,968 | 5,316 |
| Hong Kong | 0 | 0 | 18,381 | 0 | 0 | 0 | 0 | 0 |
| Ireland | 0 | 0 | 0 | 13,188 | 52,679 | 0 | 0 | 0 |
| Japan | 0 | 31,608 | 55 | 898 | 0 | 2,709 | 19,046 | 14,819 |
| Mexico | 0 | 0 | 0 | 10,371 | 0 | 0 | 289,084 | 374,544 |
| Netherlands | 0 | 8,287 | 0 | 224,864 | 0 | 73,544 | 436,130 | 630,992 |
| Switzerland | 0 | 478 | 14,272 | 362,564 | 0 | 5,762 | 19 | 0 |
| United Kingdom | 0 | 6,231 | 0 | 29,926 | 0 | 0 | 2,971 | 2,953 |
| Transportation and warehousing |  |  |  |  |  |  |  |  |
| All geographic areas, total | 5,720 | 344,159 | 2,688,381 | 360,475 | 39,851 | 1,416,282 | 1,495,531 | 2,042,841 |
| Australia | 0 | 2,682 | 3,095 | 0 | 0 | 8,904 | 636 | 88 |
| Belgium | 0 | 2,365 | 0 | 0 | 0 | 22,375 | 0 | 0 |
| Bermuda | 0 | 0 | 12,698 | 77 | 0 | 0 | 94,485 | 47,045 |
| Brazil | 0 | 2,799 | 62 | 0 | 0 | 8,990 | 0 | 0 |
| Canada | 0 | 56,382 | 1 | 46,113 | 0 | 87,462 | 337,869 | 473,823 |
| China | 0 | 0 | 3,907 | 0 | 0 | 49,715 | 0 | 0 |
| France | 0 | 4,574 | 42 | 0 | 0 | 18,788 | 0 | 0 |
| Germany | 0 | 17,975 | 3,947 | 21,694 | 670 | 420,844 | 529,752 | 898,114 |
| Hong Kong | 0 | 65,069 | 698 | 0 | 0 | 109,918 | 0 | 0 |
| Hungary | 0 | 0 | [2] | 25,135 | 0 | 2,454 | 0 | 0 |
| Ireland | 0 | 375 | 7 | 0 | 0 | 14,262 | 0 | 0 |
| Japan | 0 | 4,044 | 18,155 | 3,223 | 0 | 24,981 | 4,409 | 5,300 |
| Mexico | 0 | 1,599 | 3,266 | 204 | 0 | 32,957 | 0 | 301 |
| Netherlands | 5,720 | 6,818 | 47 | 12,718 | 0 | 11,513 | 14,912 | 40,560 |
| Singapore | 0 | 2,054 | 2,630,541 | 0 | 0 | 12,249 | 0 | 0 |
| South Korea | 0 | 3,991 | 0 | 0 | 0 | 18,039 | 0 | 0 |
| Sweden | 0 | 278 | 12 | 0 | 0 | 6,871 | 0 | 0 |
| Switzerland | 0 | 920 | 36 | 0 | 0 | 13,349 | 0 | 0 |
| I aiwan | 0 | 6,082 | 35 | 0 | 0 | 24,255 | 0 | 0 |
| United Kingdom | 0 | 61,649 | 7,508 | 103,713 | 39,181 | 43,596 | 508,901 | 537,232 |
| Information |  |  |  |  |  |  |  |  |
| All geographic areas, total | 255,155 | 121,694 | 96,738 | 2,784,610 | 2,894 | 432,288 | 4,503,815 | 7,682,849 |
| Australia | 317 | 751 | 754 | 0 | 0 | 867 | 1,790 | 2,900 |
| Belgium | 82 | 2 | 189 | 0 | 0 | 791 | 10 | 10 |
| Bermuda | 0 | 0 | 0 | 12,751 | 926 | 181,102 | 398,702 | 327,367 |
| Brazil | 95 | 46 | 0 | 0 | 0 | 182 | 0 | 0 |
| Canada | 3,256 | 6,672 | 828 | 96 | 0 | 3,014 | 364,287 | 466,456 |
| China | 0 | 0 | 0 | 0 | 0 | 0 | 45 | 0 |
| France | 2,676 | 1,056 | 872 | 0 | 0 | 574 | 19,688 | 19,116 |
| Germany | 11,903 | 2,629 | 848 | 53,701 | 0 | 27,801 | 123,775 | 3,343,444 |
| Hong Kong | 3 | 81 | 130 | 0 | 0 | 169 | 8,151 | 5,151 |
| Hungary | 1 | 0 | 0 | 89,015 | 0 | 0 | 76 | 76 |
| Ireland | 0 | 39 | 2,387 | 0 | 0 | 7,021 | 23,413 | 12 |
| Japan | 138,534 | 1,194 | 17,656 | 0 | 0 | 990 | 2,242 | 179 |
| Mexico | 2,524 | 17 | 4 | 0 | 0 | 195 | 0 | 0 |
| Netherlands | 2,620 | 6,112 | 51,764 | 741,180 | 0 | 3,163 | 6,159 | 6,678 |
| Singapore | 172 | 4,031 | 62 | 0 | 0 | 2,044 | 248 | 248 |
| South Korea | 1,634 | 42 | 876 | 0 | 0 | 118 | 0 | 0 |
| Sweden | 10,008 | 569 | 395 | 14 | 0 | 1,009 | 10 | 10 |
| Switzerland | 10 | 14,808 | 2 | 619,549 | 0 | 162,188 | 11,488 | 5 |
| Taiwan | 0 | 0 | 20 | 0 | 0 | 0 | 193 | 193 |
| United Kingdom | 76,397 | 82,974 | 13,956 | 161,491 | 1,968 | 39,580 | 2,967,412 | 2,854,806 |

Footnotes at end of table.

# Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004 

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004-Continued

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts paid to related foreign persons-continued |  |  |  |  |  |  |  |
|  | Purchases, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions | Interest | Premiums for insurance or reinsurance | Other | Amounts loaned |  |
|  |  |  |  |  |  |  | Beginning balance | Ending balance |
| Finance and insurance All geographic areas, total | (19) | (20) | (21) | (22) | (23) | (24) | (25) | (26) |
|  | 36,930 | 697,681 | 368,749 | 8,466,672 | 12,595,009 | 4,503,983 | 91,959,744 | 201,336,043 |
| Australia | 0 | 257 | 1,667 | 18,266 | 3,489 | 16,184 | 19,792 | 1,413,841 |
| Belgium | 0 | 198 | 1,714 | 405,006 | 2,868 | 65,523 | 3,185,875 | 50,802,185 |
| Bermuda | 0 | 3,476 | 138,325 | 52,837 | 1,394,208 | 116,879 | 14,857 | 325,625 |
| Brazil | 0 | 0 | 81 | 0 | 0 | 544 | 6 | 6 |
| Canada | 1,784 | 40,832 | 38,174 | 190,974 | 113,274 | 56,557 | 1,564,455 | 4,547,432 |
| China | 0 | 875 | 210 | 0 | 0 | 0 | 145 | 663 |
| France | 1,000 | 49,701 | 109,281 | 598,159 | 34,992 | 86,171 | 8,658,588 | 5,083,325 |
| Germany | 0 | 297 | 1,572 | 602,838 | 1,327,189 | 107,961 | 530,872 | 620,779 |
| Hong Kong | 0 | 1,130 | 731 | 749 | 137 | 53,559 | 101,160 | 5,179,532 |
| Hungary | 0 | 0 | 30 | 48,084 | 0 | 0 | 0 | 0 |
| Ireland | 0 | 19,748 | 5,549 | 19,404 | 2,558,659 | 139,728 | 364,339 | 295,739 |
| Japan | 0 | 5,328 | 10,530 | 54,102 | 687 | 126,325 | 1,166,465 | 1,028,724 |
| Mexico | 0 | 0 | 5 | 0 | 12,524 | 356 | 125 | 131 |
| Netherlands | 0 | 45,021 | 512 | 872,788 | 5,617 | 743,528 | 5,622,270 | 5,971,173 |
| Singapore | 0 | 0 | 3,761 | 6,423 | [2] | 10,458 | 26,306 | 64,589 |
| South Korea | 0 | 0 | 0 | 0 | 0 | 1,313 | 5,180 | 5,072 |
| Sweden | 0 | 0 | 82 | 0 | 172 | 0 | 0 | 0 |
| Switzerland | 34,146 | 461,426 | 14,173 | 2,833,438 | 5,688,115 | 530,370 | 25,016,405 | 31,706,774 |
| Taiwan | 0 | 0 | 113 | 0 | 24 | 84 | 0 | 0 |
| United Kingdom | 0 | 66,711 | 36,962 | 2,357,460 | 580,621 | 2,406,011 | 42,515,540 | 88,503,651 |
| Real estate and rental and leasing All geographic areas, total |  |  |  |  |  |  |  |  |
|  | 0 | 9,556 | 242 | 353,010 | 374 | 1,401 | 2,125,942 | 1,952,921 |
| Canada | 0 | 63 | 0 | 2,050 | 0 | 147 | 341,000 | 587,879 |
| Netherlands | 0 | 1,524 | 0 | 57,288 | 0 | 1,029 | 0 | 0 |
| Professional, scientific, and technical services |  |  |  |  |  |  |  |  |
| All geographic areas, total | 910,730 | 860,296 | 58,560 | 477,262 | 5,909 | 47,254 | 3,902,277 | 4,414,402 |
| Australia | 0 | 16,399 | 1,311 | 0 | 0 | 116 | 31,733 | 35,578 |
| Belgium | 0 | 2,139 | 1,179 | 0 | 0 | 0 | 7,988 | 8,716 |
| Brazil | 0 | 677 | 177 | 0 | 0 | 626 | 2,412 | 3,398 |
| Canada | 0 | 14,989 | 1,245 | 0 | 0 | 2,591 | 12,460 | 39,063 |
| China | 0 | 63 | 0 | 0 | 0 | 1 | 29 | 0 |
| France | 44,858 | 454,120 | 4,974 | 11,974 | 926 | 139 | 84,731 | 102,637 |
| Germany | 865,872 | 103,278 | 7,333 | 21,187 | 763 | 12,035 | 61,493 | 145,334 |
| Hong Kong | 0 | 2 | 1,271 | 38 | 0 | 213 | 186 | 1,147 |
| Hungary | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Ireland | 0 | 64 | 0 | 0 | 0 | 63 | 55 | 0 |
| Japan | 0 | 6,802 | 2,484 | 13 | 0 | 1 | 481,853 | 1,121,684 |
| Mexico | 0 | 630 | 2,198 | 5 | 0 | 0 | 422 | 335 |
| Netherlands | 0 | 52,068 | 739 | 149,826 | 4,113 | 450 | 122,507 | 200,671 |
| Singapore | 0 | 598 | 0 | 0 | 0 | 83 | 55 | 102 |
| South Korea | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 33 |
| Sweden | 0 | 0 | 0 | 0 | 0 | [2] | 19,609 | 24,503 |
| Switzerland | 0 | 413 | 444 | 0 | 0 | 3 | 113 | 116 |
| Taiwan | 0 | 0 | 0 | 0 | 0 | 3 | 0 | 0 |
| United Kingdom | 0 | 104,794 | 18,264 | 255,434 | 108 | 23,312 | 3,019,124 | 2,682,792 |
| Management of companies and enterprises |  |  |  |  |  |  |  |  |
| All geographic areas, total | 33 | 74,602 | 41,858 | 945,637 | 833 | 284,792 | 9,801,113 | 17,139,765 |
| Australia | 0 | 47 | 234 | 182 | 0 | 675 | 3,211 | 4,604 |
| Canada | 33 | 50,018 | 2,802 | 1,049 | 833 | 14,989 | 747,505 | 685,229 |
| France | 0 | 0 | 2,224 | 64,243 | 0 | 0 | 728,901 | 843,561 |
| Japan | 0 | 2,366 | 441 | 3,845 | 0 | 59,036 | 329 | 2,296 |
| United Kingdom | 0 | 6,770 | 25,209 | 424,177 | 0 | 40,132 | 6,942,525 | 10,105,660 |

[^84]
## Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2004

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Table 3. Foreign-Owned Domestic Corporations with Total Receipts of $\$ 500$ Million or More and with Forms 5472: Transactions Between Corporations and Related Foreign Persons, by NAICS Industrial Sector of Domestic Corporation and Selected Country of Residence of Related Foreign Person, 2004-Continued
[Money amounts are in thousands of dollars]

| Selected NAICS industrial sector of domestic corporation and residence of related foreign person [1] | Transactions between foreign-owned domestic corporations and related foreign persons-continued |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amounts paid to related foreign persons-continued |  |  |  |  |  |  |  |
|  | Purchases, leases, and licenses of intangible property rights | Consideration for technical, managerial, or like services | Commissions | Interest | Premiums for insurance or reinsurance | Other | Amounts loaned |  |
|  |  |  |  |  |  |  | Beginning balance | Ending balance |
| Administrative and support and All geographic areas, total | (19) | (20) | (21) | (22) | (23) | (24) | (25) | (26) |
|  | 63,184 | 35,300 | 0 | 530,928 | 69,435 | 58,892 | 175,884 | 385,940 |
| Canada | 0 | 3,231 | 0 | 0 | 0 | 0 | 39 | 51 |
| France | 0 | 0 | 0 | 111,549 | 1,340 | 0 | 0 | 0 |
| Netherlands | 0 | 0 | 0 | 31,109 | 0 | 31,355 | 51,341 | 527 |
| Switzerland | 60,859 | 16,731 | 0 | 166,078 | 0 | 1,618 | 0 | 0 |
| United Kingdom | 2,325 | 13,507 | 0 | 169,422 | 6,063 | 1,990 | 7,997 | 135,424 |
| Health care and social assistance All geographic areas, total | 0 | 0 | 0 | 133,476 | 18,102 | 0 | 1,524,155 | 1,685,155 |
| Arts, entertainment, and recreation All geographic areas | d | d | d | d | d | d | d | d |
| Accommodation and food services All geographic areas, total | 24,605 | 240,908 | 0 | 213,425 | 0 | 76,186 | 918,952 | 1,620,134 |
| France | 0 | 3,462 | 0 | 1,972 | 0 | 3,120 | 0 | 0 |
| Germany | 0 | 0 | 0 | 10,696 | 0 | 54,750 | 6,519 | 45,543 |
| United Kingdom | 16,225 | 191,923 | 0 | 133,259 | 0 | 5,589 | 440,585 | 861,862 |
| Other services All geographic areas, total | d | d | d | d | d | d | d | d |

d-In order to avoid disclosure of information for specific corporations, some data have been deleted. Data are included in appropriate totals.
[1] Selected country data have been deleted to prevent disclosure of information for individual taxpayers. However, the data are included in the appropriate totals.
[2] Amounts less than $\$ 500$.
NOTES: NAICS is the abbreviation for the North American Industry Classification System. Detail may not add to totals because of rounding.

## Tax-Exempt Bonds, 2006

by Cynthia Belmonte and Emily Shammas

The total amount of tax-exempt bonds issued by State and local governments declined 9.8 percent between Calendar Years 2005 and 2006, from $\$ 474.8$ billion in 2005 to $\$ 428.3$ billion in 2006. For 2006, Governmental bonds accounted for $\$ 319.4$ billion ( 74.6 percent) of total tax-exempt bond proceeds, while private activity bonds accounted for the remaining $\$ 108.9$ billion ( 25.4 percent).

Tax-exempt bonds are issued by State and local governments to finance a variety of projects, including construction or improvement of essential facilities and infrastructure, as well as to help provide services for citizens. ${ }^{1}$ Bonds issued by State and local governments are classified as either "Governmental" or "private activity," depending on whether the proceeds are used and secured by public or private entities and resources.

When a bond is issued, the issuer is obligated to repay the borrowed bond proceeds, at a specified rate of interest, by some future date. For Federal income tax purposes, investors who purchase Governmental bonds and certain types of private activity bonds are allowed to exclude the bond interest from their gross incomes. ${ }^{2}$ This tax exemption effectively lowers the borrowing cost incurred by tax-exempt debt issuers, since holders of tax-exempt bonds are generally willing to accept an interest rate lower than that earned on comparable taxable bonds.

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The interest exclusion for tax-exempt bonds is not allowed for arbitrage bonds and bonds not in registered form. ${ }^{3,4}$

Both Governmental and private activity bonds are obligations issued by or on behalf of State and local governmental units; it is the use of proceeds that differentiates the two. Governmental bond proceeds finance essential government operations, facilities, and services that are for general public use, and the debt service on these bonds is paid from general Governmental sources. Private activity bond proceeds are used by one or more private entities, and the debt service is paid or secured by one or more private entities. Specifically, Internal Revenue Code (IRC) section 141 defines a bond as a private activity bond if either of the following applies: 1) the private business tests set forth in IRC section 141(b); or 2) the private loan financing test set forth in IRC section $141(\mathrm{c}) .{ }^{5}$ Interest income earned on private activity bonds is taxable. Over the years, Congress has deemed certain types of private activities necessary for the public good and, therefore, allows for a similar treatment of interest income as that allowed for Governmental bonds. Interest income earned on "qualified private activity bonds," as defined in IRC section 141(e), is generally tax-exempt. ${ }^{6,7}$

In recent years, Congress has expanded the list of qualified private activities eligible for tax-exempt financing. Some of the recently enacted tax-exempt bond legislation was introduced to encourage development and construction of key infrastructure in targeted communities, such as disaster-stricken areas around New York City and the Gulf Coast region. ${ }^{8}$

[^85]
# Tax-Exempt Bonds, 2006 

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## Bond Volume, by Term of Issue

Bonds are classified as either short-term or longterm, depending on the length of time from issuance to maturity. Bonds having maturities of less than 13 months are typically classified as short-term, while those having maturities of 13 months or more are classified as long-term. Governmental bond issues totaled $\$ 319.4$ billion in 2006, a 12.4-percent decrease from the record $\$ 364.5$ billion issued in 2005. Long-term bonds accounted for $\$ 272.2$ billion, more than 85 percent of all Governmental bond proceeds. Long-term bonds are generally used to finance construction or other capital improvement projects. The remaining $\$ 47.2$ billion of Governmental bonds was issued for short-term projects.

Most short-term Governmental bonds are issued in the form of tax anticipation notes (TANs), revenue anticipation notes (RANs), or bond anticipation notes (BANs). TANs and RANs generally mature within 1 year of issuance, at which time the proceeds are paid from specific tax receipts or other revenue sources. The proceeds of a BAN are typically used to pay for startup costs associated with a future, long-term bond-financed project. A renewal BAN can be issued on maturity of an outstanding BAN, until, eventually, the proceeds of the future bond issue are used to pay off, or retire, the outstanding BAN. Combined, TANs, RANs, and BANs comprised 89.5 percent of all short-term Governmental bond proceeds for 2006.

Tax-exempt private activity bond issues totaled $\$ 108.9$ billion in 2006, a 1.3-percent decrease from the $\$ 110.3$ billion issued in 2005. Short-term bonds accounted for $\$ 0.3$ billion, only 0.3 percent, of the total private activity bond proceeds for 2006.

## Long-Term Bond Volume, by Type of Issue

Total bond issuance is composed of both nonrefunding ("new money") issues and refunding issues. The proceeds of new money issues finance new capital projects, while proceeds of refunding issues retire outstanding debt of prior bond issues. A bond issue can include both new and refunding proceeds.

Figures A1 and A2 show total issuance, as well as the split between new money and refunding issues, for both Governmental and tax-exempt private activity bonds issued between 2001 and 2006. Of the $\$ 272.2$ billion of long-term Governmental bond proceeds issued during 2006, new money issues outnumbered refunding issues 2 to 1 . For tax-exempt
private activity bonds, this ratio was slightly less-of the $\$ 108.6$ billion of total long-term issues, 58.3 percent was new money, and 41.7 percent was refunding. For 2005, long-term new money and refunding proceeds were nearly equal, for both Governmental and tax-exempt private activity bonds.

Figure A3 charts the behavior of tax-exempt bond interest rates over the same period. Refunding activity occurs more often when interest rates are

## Figure A1

Volume of Long-Term Governmental Bonds Issued, by Type and Issue Year, 2001-2006


## Figure A2

Volume of Long-Term Private Activity Bonds Issued, by Type and Issue Year, 2001-2006
Billions of dollars


## Figure A3


[1] Interest rate data obtained from Federal Reserve Board, "Federal Statistical Release H.15: Selected Interest Rates, Historical Data." These data can be found at: http://www.federalreserve.gov/releases/H15/data.htm.
NOTE: Detail may not add to total because of rounding.
falling, as borrowers look to reduce future debt service payments over the life of the bond. The overall increase in refunding issues for Issue Years 2001 through 2005 illustrates this point. The sharp reduction in refundings between 2005 and 2006 might be attributed to uncertainty about market conditions and future changes in interest rates, as well as the reduced inventory of outstanding bonds resulting from refunding activity in recent years. ${ }^{9}$

## Long-Term Bond Volume, by Selected Purpose

Figure B presents the composition of long-term taxexempt bond proceeds, by selected purpose as well as type of issue, for both Governmental and private activity bond issues. More than half (61.9 percent) of the total $\$ 272.2$ billion long-term Governmental bond proceeds for 2006 financed education, utilities, and transportation projects. Just over one-fourth (26.3 percent) of the long-term Governmental bond proceeds were allocated for "other bond purposes" (i.e., specific purpose(s) did not apply or were not separately allocated by the issuer). For all of the Governmental bond purposes shown in Figure B, more proceeds were spent financing new capital projects than were put toward refunding prior bond issues.

Qualified section 501(c)(3) bonds, which include total qualified hospital bonds and qualified nonhos-
pital bonds issued to benefit entities exempt from income tax under IRC section 501(c)(3), combined, accounted for 51.9 percent of the $\$ 108.6$ billion of long-term private activity bonds issued for 2006. Private activity bonds issued to provide housing assistance in the form of qualified residential rental projects and qualified mortgages (including Gulf Opportunity Zone mortgages and qualified veterans' mortgages not shown in Figure B) accounted for another 28.9 percent of total proceeds.

## Overview of Bond Issues, by State

Total new money long-term Governmental bond volume increased $\$ 28.6$ billion ( 18.9 percent) from 2005 to 2006. States with significant increases in new money long-term Governmental bond issues from 2005 to 2006 include Tennessee, whose issuance jumped from $\$ 1.2$ billion in 2005 to $\$ 6.4$ billion in 2006; Wyoming, whose issuance rose 172.6 percent, from slightly less than $\$ 49$ million in 2005 to $\$ 133.7$ million in 2006; the District of Columbia, whose issuance more than doubled, from just less than $\$ 0.5$ billion in 2005 to $\$ 0.9$ billion in 2006; and Louisiana, whose issuance also more than doubled, from $\$ 1.6$ billion in 2005 to $\$ 3.3$ billion in 2006.

Vermont experienced a significant decrease in new money long-term Governmental bond issues, from $\$ 314.0$ million in 2005 to $\$ 94.4$ million in 2006, as did Massachusetts, whose issuance fell 47.5 percent, from $\$ 5.5$ billion in 2005 to $\$ 2.9$ billion in 2006. In all, 18 States reduced the amount of new money long-term Governmental bonds issued from 2005 to 2006, by $\$ 10.2$ billion, down from the 23 States whose combined issuance fell $\$ 23.7$ billion for the corresponding 2004 to 2005 timeframe.

Figure C1 presents the amount of Governmental bonds issued for the top 15 States, in terms of total dollar volume of new money long-term tax-exempt Governmental bonds issued for 2006. Combined, the top 15 States accounted for 68.2 percent of the total $\$ 180.2$ billion of new money long-term Governmental bond issues for the year. About $\$ 78.5$ billion ( 43.5 percent) of the total were issued by authorities in the following five States: California ( 12.8 percent), Texas ( 10.6 percent), New York ( 8.3 percent), Florida ( 7.4 percent), and Illinois ( 4.4 percent). According to 2006 Census estimates, together, these

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## Tax-Exempt Bonds, 2006

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## Figure B

Long-Term Governmental Bonds, by Selected Bond Purpose and Type of Issue, 2006


Long-Term Tax-Exempt Private Activity Bonds, by Selected Bond Purpose and Type of Issue, 2006 Billions of dollars


[^87]
## Figure C 1

## New Money Long-Term Governmental Bonds, by Selected Bond Purpose, for Top 15 States, Ranked by Total Governmental Bond Issuance, 2006

| State of issue | Total | Selected bond purpose |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Education |  | Other purposes [1] |  | Transportation |  | Utilities |  | Environment |  |
|  | Amount | Amount | Percentage of State total | Amount | Percentage of State total | Amount | Percentage of State total | Amount | Percentage of State total | Amount | Percentage of State total |
| Total, all States | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
|  | 180,167 | 57,162 | 31.7 | 46,480 | 25.8 | 28,912 | 16.0 | 26,980 | 15.0 | 9,849 | 5.5 |
| California | 23,069 | 9,698 | 42.0 | 4,625 | 20.0 | 3,509 | 15.2 | 2,396 | 10.4 | 1,736 | 7.5 |
| Texas | 19,175 | 6,625 | 34.6 | 2,249 | 11.7 | 4,494 | 23.4 | 4,990 | 26.0 | 216 | 1.1 |
| New York | 15,017 | 3,633 | 24.2 | 5,619 | 37.4 | 4,726 | 31.5 | 353 | 2.4 | 377 | 2.5 |
| Florida | 13,345 | 4,208 | 31.5 | 4,523 | 33.9 | 814 | 6.1 | 2,648 | 19.8 | 315 | 2.4 |
| Illinois | 7,845 | 2,757 | 35.1 | 1,656 | 21.1 | 1,842 | 23.5 | 749 | 9.5 | 567 | 7.2 |
| Tennessee | 6,404 | 283 | 4.4 | 516 | 8.1 | 34 | 0.5 | 5,327 | 83.2 | 4 | 0.1 |
| Pennsylvania | 5,399 | 2,155 | 39.9 | 1,706 | 31.6 | 568 | 10.5 | 70 | 1.3 | 572 | 10.6 |
| Missouri | 4,854 | 1,022 | 21.1 | 1,024 | 21.1 | 1,000 | 20.6 | 1,284 | 26.5 | 167 | 3.4 |
| Washington | 4,486 | 1,585 | 35.3 | 970 | 21.6 | 593 | 13.2 | 795 | 17.7 | 212 | 4.7 |
| Georgia | 4,409 | 1,132 | 25.7 | 1,355 | 30.7 | 960 | 21.8 | 35 | 0.8 | 585 | 13.3 |
| New Jersey | 4,142 | 1,579 | 38.1 | 771 | 18.6 | 1,314 | 31.7 | 21 | 0.5 | 234 | 5.6 |
| Colorado | 3,916 | 1,365 | 34.9 | 805 | 20.6 | 711 | 18.2 | 363 | 9.3 | 77 | 2.0 |
| Virginia | 3,842 | 1,663 | 43.3 | 1,325 | 34.5 | 129 | 3.4 | 193 | 5.0 | 135 | 3.5 |
| Arizona | 3,498 | 1,054 | 30.1 | 864 | 24.7 | 537 | 15.4 | 591 | 16.9 | 315 | 9.0 |
| North Carolina | 3,477 | 1,568 | 45.1 | 918 | 26.4 | 83 | 2.4 | 501 | 14.4 | 103 | 3.0 |

Footnotes at end of figure C2.
five States accounted for 36.7 percent of the total U.S. population. ${ }^{10}$

An examination of issuance by State reveals some differences in the allocation of proceeds by bond purpose. Overall, for 2006, 31.7 percent of the $\$ 180.2$ billion of new money long-term Governmental bonds was issued for educational purposes. However, of the total amount of new money longterm bonds issued in North Carolina, 45.1 percent was issued for education, compared to 24.2 percent in New York and 4.4 percent in Tennessee for the same purpose.

Transportation projects accounted for 16.0 percent of States' total new money long-term proceeds. In New Jersey, however, 31.7 percent of the total new money long-term Governmental bond proceeds was for transportation, while, in Florida, only 6.1 percent was allocated for the same purpose. Transportation bonds accounted for only 3.4 percent of

Virginia's total amount of new money long-term bond issues.

Tennessee allocated 83.2 percent of its total amount of new money long-term bonds to utility projects, considerably more than the U.S. total (15.0 percent). Missouri and Texas also spent large portions of their totals on utility projects- 26.5 percent and 26.0 percent, respectively.

Total new money long-term tax-exempt private activity bond volume increased $\$ 8.6$ billion (15.7 percent) from 2005 to 2006. Figure C2 presents the amount of bonds issued for the top 15 states, in terms of total dollar volume of new money longterm tax-exempt private activity bonds. Mississippi substantially increased its issuance of new money long-term private activity bonds from 2005 to 2006, from $\$ 217.2$ million in 2005 to $\$ 814.2$ million in 2006. The majority of this increase is attributed to the $\$ 419.0$ million of Gulf Opportunity Zone and

[^88]
## Figure C2

New Money Long-Term Tax-Exempt Private Activity Bonds, by Selected Bond Purpose, for Top 15 States, Ranked by Total Tax-Exempt Private Activity Bond Issuance, 2006
[Money amounts are in millions of dollars]

| State of issue | Total | Selected bond purpose |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Qualified section 501(c)(3) nonhospital |  | Qualified hospital |  | Qualified mortgage |  | Qualified residential rental |  | Airports, docks, and wharves [2] |  |
|  | Amount | Amount | Percentage of State total | Amount | Percentage of State total | Amount | Percentage of State total | Amount | Percentage of State total | Amount | Percentage of State total |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
| Total, all States | 63,286 | 19,791 | 31.3 | 14,846 | 23.5 | 10,318 | 16.3 | 6,036 | 9.5 | 3,496 | 5.5 |
| California | 6,031 | 2,957 | 49.0 | 745 | 12.4 | 423 | 7.0 | 1,451 | 24.1 | d | d |
| New York | 4,529 | 2,375 | 52.4 | 184 | 4.1 | 181 | 4.0 | 1,307 | 28.9 | 260 | 5.7 |
| Texas | 3,867 | 907 | 23.5 | 1,061 | 27.4 | 500 | 12.9 | 436 | 11.3 | d | d |
| Ohio | 3,443 | 603 | 17.5 | 1,360 | 39.5 | 910 | 26.4 | 161 | 4.7 | d | d |
| Florida | 2,929 | 631 | 21.5 | 926 | 31.6 | 522 | 17.8 | 267 | 9.1 | 284 | 9.7 |
| Pennsylvania | 2,668 | 1,368 | 51.3 | 435 | 16.3 | 416 | 15.6 | d | d | 0 | 0.0 |
| Indiana | 2,320 | 484 | 20.9 | 624 | 26.9 | 309 | 13.3 | d | d | d | d |
| North Carolina | 2,308 | 309 | 13.4 | 1,043 | 45.2 | 130 | 5.6 | d | d | d | d |
| Illinois | 2,034 | 847 | 41.6 | 366 | 18.0 | 520 | 25.6 | 203 | 10.0 | d | d |
| Washington | 1,852 | 813 | 43.9 | 480 | 25.9 | 188 | 10.2 | 243 | 13.1 | d | d |
| Maryland | 1,833 | 1,287 | 70.2 | 254 | 13.9 | 205 | 11.2 | 45 | 2.5 | d | d |
| Virginia | 1,814 | 690 | 38.0 | 391 | 21.6 | d | d | 119 | 6.6 | d | d |
| Massachusetts | 1,774 | 903 | 50.9 | 224 | 12.6 | d | d | 272 | 15.3 | 0 | 0.0 |
| Colorado | 1,710 | 464 | 27.1 | 861 | 50.4 | 135 | 7.9 | 80 | 4.7 | 58 | 3.4 |
| Wisconsin | 1,661 | 575 | 34.6 | 520 | 31.3 | 414 | 24.9 | d | d | d | d |

d-Data deleted to avoid disclosure of information about specific bonds. However, the data are included in the appropriate totals.
[1] For purposes of this figure, "other purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038 -G. It does not include specific purposes, such as public safety and housing, that are not shown separately in this figure. See Table 1.
[2] For purposes of this figure, certain bond purposes were combined. For this reason, data in this figure will differ slightly from the data in Tables 8 and 9
NOTE: Detail may not add to totals because of rounding.

Gulf Opportunity Zone mortgage bonds issued to provide relief from the effects of Hurricane Katrina. Significant increases also occurred in Alabama, whose issuance more than tripled, from $\$ 243.9$ million in 2005 to $\$ 903.0$ million in 2006; California, whose issuance was up from $\$ 4.8$ billion in 2005 to $\$ 6.0$ billion in 2006; Texas, whose issuance increased from $\$ 2.8$ billion in 2005 to $\$ 3.9$ billion in 2006; Florida, whose issuance increased from $\$ 2.0$ billion in 2005 to $\$ 2.9$ billion in 2006; and Maryland, whose issuance doubled, from $\$ 0.9$ billion in 2005 to $\$ 1.8$ billion in 2006.

New York experienced a significant decrease in new money long-term private activity bond issuance, from $\$ 6.8$ billion in 2005 to $\$ 4.5$ billion in 2006, as did Arizona, whose issuance fell 63.2 percent, from $\$ 1.6$ billion in 2005 to $\$ 0.6$ billion in 2006; Georgia,
whose issuance fell 48.1 percent, from $\$ 1.8$ billion in 2005 to $\$ 0.9$ billion in 2006; and Michigan, whose issuance fell 31.2 percent, from $\$ 2.3$ billion in 2005 to $\$ 1.6$ billion in 2006. In all, 17 States issued a smaller amount of new money long-term private activity bonds in 2006 than in 2005, for a total reduction of $\$ 6.6$ billion.

Combined, the top 15 States accounted for 64.4 percent of the total $\$ 63.3$ billion of new money longterm private activity bond issues for the year. Close to one-third ( $\$ 20.8$ billion) of the total was issued by authorities in the following five States: California ( 9.5 percent), New York ( 7.2 percent), Texas ( 6.1 percent), Ohio ( 5.4 percent), and Florida ( 4.6 percent).

Similar to Governmental bond issuance, there were differences in the composition of total new money long-term private activity bond issuance, by
purpose, among the States. Examining the bond allocations by purpose for 2006, overall, 31.3 percent of the amount of new money long-term private activity bonds was issued for qualified IRC section 501(c)(3) nonhospital organizations. Another 23.5 percent was issued for qualified hospital bonds.

Of the total amount of new money long-term private activity bonds issued in Maryland, 70.2 percent was issued for IRC section 501(c)(3) nonhospital organizations, compared to 17.5 percent in Ohio and 13.4 percent in North Carolina for the same purpose. Qualified hospital bonds accounted for 50.4 percent of Colorado's new money long-term private activity bond issues, compared to 12.6 percent in Massachusetts and 4.1 percent in New York for the same purpose.

Together, States allocated only 9.5 percent of the $\$ 63.3$ billion of new money long-term private activity bonds in 2006 for qualified residential rental projects. However, both New York and California directed a much larger share of their total new money long-term issuances to this purpose, 28.9 percent and 24.1 percent, respectively.

Tax-exempt private activity bonds are subject to State volume limitations, or volume caps. Most types of private activity bonds are subject to the unified State volume cap, which limits the aggregate dollar amount of bonds that each State can issue annually. For each of the qualified issue types subject to the unified volume cap, there is no specific limit on the dollar amount of issuance; rather, each State must allocate issuance authority in such a way that the combined issuance does not exceed the annual volume cap. The unified State volume cap is adjusted annually for population growth and is also indexed for inflation. ${ }^{11}$ Other types of private activity bonds are subject to separate volume limitations based on the specific bond purpose, or types of projects being financed. Refunding bonds are not subject to volume cap limitations, as long as there is no increase in the principal amount of the outstanding bond. Issuers can elect to carry forward unused volume cap for a specified bond purpose, and bonds issued with respect to the specified bond purpose
during the following 3 calendar years are not subject to the volume cap.

Figure D shows the total amount of new money long-term tax-exempt private activity bond issuance, new issues subject to the unified State volume cap, amounts applied from prior-year carryforward elections, and volume cap allocations, by State, for 2006. The total amount of new bonds issued by a State can exceed that State's total volume cap allocation in instances where bonds are issued for purposes other than those subject to the unified State volume cap and where amounts are being carried forward from previous years' allocations.

Unlike private activity bonds, Governmental bonds are generally not subject to the volume cap; however, if more than $\$ 15$ million of the proceeds of an issue are used in private use or disproportionate use, then the amount in excess of $\$ 15$ million is subject to the volume cap, and the issuer is required to report the amount of the State volume cap allocated to the Governmental issue. ${ }^{12,13}$ For 2006, issuers reported allocating a combined $\$ 408.1$ million of State volume cap to the total $\$ 319.4$ billion of total Governmental bond issues. This indicates some private business involvement, but not in an amount sufficient to satisfy the 10 -percent use criteria for private activity bonds for each Governmental bond issue.

## Summary

Over 25,000 Governmental bonds were issued in 2006, raising $\$ 319.4$ billion of proceeds for public projects such as schools, transportation infrastructure, and utilities. Of the $\$ 272.2$ billion of long-term Governmental bonds issued, $\$ 180.2$ billion of proceeds were used to finance new projects, while the remaining $\$ 92.0$ billion of proceeds refunded prior Governmental bond issues. In addition, over 3,800 tax-exempt private activity bonds were issued in 2006 , for a total $\$ 108.9$ billion in proceeds. These tax-exempt private activity bond proceeds financed qualified private facilities (such as residential rental facilities, single family housing, and airports), as well as the facilities of Internal Revenue Code section 501(c)(3) organizations (such as hospitals and

[^89]
## Figure D

## New Money Long-Term Tax-Exempt Private Activity Bonds, Carryforward, and Volume Cap, by State of Issue, 2006

[Money amounts are in millions of dollars]

| State of issue | Total amount of bonds issued | Amount subject to the unified State volume cap [1] | Amount not subject to the volume cap under a carryforward election [2] | Total volume cap allocation [3] |
| :---: | :---: | :---: | :---: | :---: |
|  | (1) | (2) | (3) | (4) |
| Total, all States | 63,285.9 | 24,023.0 | 11,098.7 | 26,751.0 |
| Alabama | 903.0 | 318.8 | 257.9 | 364.6 |
| Alaska | 730.6 | 386.8 | 339.8 | 246.6 |
| Arizona | 574.4 | 268.8 | d | 475.1 |
| Arkansas | 401.3 | 291.5 | d | 246.6 |
| California | 6,030.9 | 2,321.2 | 649.1 | 2,890.6 |
| Colorado | 1,710.4 | 327.4 | 162.3 | 373.2 |
| Connecticut | 910.6 | 339.8 | d | 280.8 |
| Delaware | 373.4 | 296.5 | 296.5 | 246.6 |
| District of Columbia | 775.0 | 44.7 | 41.8 | 246.6 |
| Florida | 2,928.8 | 1,060.6 | 606.0 | 1,423.2 |
| Georgia | 911.8 | 329.1 | 256.0 | 725.8 |
| Hawaii | d | d | d | 246.6 |
| Idaho | 250.9 | 243.9 | 195.0 | 246.6 |
| Illinois | 2,033.9 | 777.0 | 509.3 | 1,021.1 |
| Indiana | 2,319.6 | 501.6 | d | 501.8 |
| lowa | 577.3 | 301.5 | 142.3 | 246.6 |
| Kansas | 642.6 | 262.2 | 215.4 | 246.6 |
| Kentucky | 694.0 | 215.7 | 42.8 | 333.9 |
| Louisiana | 832.6 | 430.5 | 153.4 | 361.9 |
| Maine | 454.8 | 83.5 | 77.9 | 246.6 |
| Maryland | 1,833.1 | 264.7 | 236.9 | 448.0 |
| Massachusetts | 1,773.7 | 646.9 | d | 511.9 |
| Michigan | 1,596.0 | 451.5 | 241.6 | 809.7 |
| Minnesota | 1,190.4 | 444.4 | 137.0 | 410.6 |
| Mississippi | 814.2 | 356.8 | 299.3 | 246.6 |
| Missouri | 980.6 | 602.9 | 334.6 | 464.0 |

Footnotes at end of figure.
private universities). Of the $\$ 108.6$ billion of longterm private activity bonds issued, $\$ 63.3$ billion of proceeds were used to finance new projects, while the remaining $\$ 45.3$ billion of proceeds refunded prior tax-exempt private activity bond issues.

## Data Sources and Limitations

The data presented in this data release are based on the populations of Forms 8038, Information Return for Tax-Exempt Private Activity Bond Issues, and Forms 8038-G, Information Return for Tax-Exempt Governmental Obligations, filed with the Internal Revenue Service for bonds issued during Calendar

Year 2006. The data exclude returns filed for commercial paper transactions, as well as issues that are loans from the proceeds of another tax-exempt bond issue (pooled financings).

Bond issuers were required to file these tax-exempt bond information returns by the 15th day of the second calendar month after the close of the calendar quarter in which the bond was issued. However, in an effort to include as many applicable returns for a particular issue year as possible, the study period extended well beyond this timeframe. The study includes returns processed from January 1, 2006, to May 4, 2008, for bonds issued in 2006. Where pos-

## Figure D-Continued

## New Money Long-Term Tax-Exempt Private Activity Bonds, Carryforward, and Volume Cap, by State of Issue, 2006-Continued

[Money amounts are in millions of dollars]

| State of issue | Total amount of bonds issued | Amount subject to the unified State volume cap [1] | Amount not subject to the volume cap under a carryforward election [2] | Total volume cap allocation [3] |
| :---: | :---: | :---: | :---: | :---: |
|  | (1) | (2) | (3) | (4) |
| Montana | 442.4 | 330.0 | 270.1 | 246.6 |
| Nebraska | 461.4 | 407.4 | 349.8 | 246.6 |
| Nevada | 541.6 | 125.4 | 110.8 | 246.6 |
| New Hampshire | 419.4 | 214.5 | 51.8 | 246.6 |
| New Jersey | 1,221.1 | 458.8 | 94.7 | 697.4 |
| New Mexico | 235.4 | 189.7 | d | 246.6 |
| New York | 4,529.4 | 1,525.2 | 706.9 | 1,540.4 |
| North Carolina | 2,307.8 | 655.7 | 382.7 | 694.7 |
| North Dakota | 175.8 | 123.2 | d | 246.6 |
| Ohio | 3,443.2 | 1,472.7 | d | 917.1 |
| Oklahoma | 612.3 | 290.4 | 65.7 | 283.8 |
| Oregon | 291.8 | 25.1 | 21.4 | 291.3 |
| Pennsylvania | 2,667.5 | 859.5 | 521.9 | 994.4 |
| Rhode Island | 430.4 | 319.7 | 216.5 | 246.6 |
| South Carolina | 633.0 | 403.4 | 82.9 | 340.4 |
| South Dakota | 138.1 | 82.9 | d | 246.6 |
| Tennessee | 1,422.4 | 338.3 | 171.6 | 477.0 |
| Texas | 3,867.1 | 1,787.6 | 414.1 | 1,828.8 |
| Utah | 209.4 | 191.6 | 66.3 | 246.6 |
| Vermont | 377.4 | 311.8 | d | 246.6 |
| Virginia | 1,814.1 | 629.1 | 524.2 | 605.4 |
| Washington | 1,852.2 | 472.0 | 81.7 | 503.0 |
| West Virginia | 562.4 | 272.3 | 251.2 | 246.6 |
| Wisconsin | 1,661.1 | 539.8 | 420.3 | 442.9 |
| Wyoming | 387.0 | 386.3 | 230.8 | 246.6 |
| U.S. Possessions [4] | d | d | d | 313.0 |

d-Data deleted to avoid disclosure of information for specific bonds when compared to other published data. However, the data are included in the appropriate totals.
[1] These calculations are based on the data reported on Part II of Form 8038 for type of issue, and include the following: mass commuting facilities, water furnishing facilities, sewage facilities, solid waste disposal facilities, qualified residential rental projects, local electric energy or gas furnishing facilities, local district heating and cooling facilities, qualified hazardous waste facilities, high-speed intercity rail facilities, qualified mortgage bonds, qualified small issue bonds, qualified student loan bonds, and qualified redevelopment bonds. No distinction was made for governmentally-owned solid waste or high-speed intercity rail facilities (which are not subject to the volume cap). As a result, figures could be slightly overstated.
[2] As reported on Form 8038, line 44b. An issuing authority can elect to carry forward its unused volume cap for one or more carryforward purposes (see IRC section $146(\mathrm{f})$ ). If the election is made, bonds issued with respect to a specified carryforward purpose are not subject to the volume cap under IRC section 146(a) during the 3 calendar years following the calendar year in which the carryforward arose, but only to the extent that the amount of such bonds does not exceed the amount of the carryforward elected for that purpose.
[3] The volume cap amount was calculated based on State population estimates produced by the U.S. Bureau of the Census and published in Internal Revenue Bulletin Number 200611 (Notice 2006-22). For 2006, the volume cap was the greater of $\$ 80$ per capita or $\$ 246.6$ million.
[4] U.S. possessions include Puerto Rico, the U.S. Virgin Islands, Guam, and the Northern Mariana Islands.
sible, data from amended returns filed and processed before the cutoff date were included. Late-filed returns for tax-exempt bonds issued during 2006 processed after the cutoff date were not included in the statistics.

During statistical processing, returns were subject to thorough testing and correction procedures
to ensure data accuracy and validity. Additional checks were conducted to identify and exclude duplicate returns. Wherever possible, returns with incomplete information, mathematical errors, or other reporting anomalies were edited to resolve internal inconsistencies. However, in other cases, it was not possible to reconcile reporting discrepancies. Thus,

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a certain amount of reporting and processing error may remain.

## Explanation of Selected Terms

Commercial paper-Commercial paper consists of short-term notes that are continually rolled-over. Maturities average about 30 days but can extend up to 270 days. Many localities use commercial paper to raise cash needed for current transactions.

Enterprise Zone facility bond-Established by the passage of the Revenue Reconciliation Act of 1993, this type of exempt facility bond may be issued for certain businesses in "empowerment zones" or "enterprise communities." Empowerment Zone and Enterprise Community designations are made by the Secretaries of Agriculture and Housing and Urban Development and last for a 10 -year period. The Taxpayer Relief Act of 1997 provided certain economically depressed census tracts within the District of Columbia designation as the "District of Columbia Enterprise Zone." Qualified enterprise zone facility bonds are generally subject to the same rules as exempt facility bonds.

Exempt facility bond-Bond issue of which 95 percent or more of the net proceeds is used to finance a tax-exempt facility (as listed in IRC sections 142(a)(1) through (13) and 142(k)). These facilities include airports, docks and wharves, mass commuting facilities, facilities for the furnishing of water, sewage facilities, solid waste disposal facilities, qualified residential rental projects, facilities for the local furnishing of electric energy or gas, local district heating or cooling facilities, qualified hazardous waste facilities, high-speed intercity rail facilities, environmental enhancements of hydroelectric generating facilities, and qualified public educational facilities.

Governmental bond-Any obligation issued by a State or local government unit that is not a private activity bond (see below). The interest on a Governmental bond is excluded from gross income under IRC section 103.

Gulf Opportunity Zone bond-The Gulf Opportunity Zone Act of 2005, signed into law as Public Law 109-135 on December 21, 2005, authorized a new category of tax-exempt bonds. The proceeds of such bonds are used to finance the construction and rehabilitation of certain residential and nonresidential property located in certain localities in Alabama, Louisiana, and Mississippi, designated as the "Gulf

Opportunity Zone." This area constitutes the portion of the Hurricane Katrina disaster area determined by the President to warrant individual or individual and public assistance from the Federal Government, under the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

IRC section $1400 \mathrm{~N}(\mathrm{a})(2)$ defines a qualified Gulf Opportunity Zone Bond as any bond issued as part of an issue if it meets the following requirements: (1) 95 percent or more of the net proceeds is to be used for qualified project costs, or such issue meets the requirements of a qualified mortgage issue, except as otherwise provided in IRC section 1400 N (a); (2) such bond is issued by the State of Alabama, Louisiana, or Mississippi or any political subdivision thereof; (3) such bond is designated for purposes of IRC section 1400 N (a) either by the Governor, or approved bond commission, of such State; (4) the bond is issued after December 21, 2005, and before January 1, 2011; and (5) no portion of the proceeds of such issue is to be used to provide any property described in IRC section 144(c)(6)(B).

Gulf Opportunity Zone Bonds that meet the general requirements of a qualified mortgage bond issue, and the proceeds of such bond issues that finance residences located in the Gulf Opportunity Zone, shall be treated as qualified mortgage bonds ("Gulf Opportunity Zone Mortgage Bonds"), as described in IRC section $1400 \mathrm{~N}(\mathrm{a})(2)(\mathrm{A})(\mathrm{ii})$. The Act also authorized the issuance of "Gulf Opportunity Zone Advance Refunding Bonds," which allow for an additional advance refunding for certain bonds, issued by the States of Alabama, Louisiana, or Mississippi (or any political subdivision thereof), and outstanding on August 28, 2005. This provision was effective for bonds issued between December 21, 2005, and January 1, 2011. (See Internal Revenue Service Notice 2006-41, Internal Revenue Bulletin 2006-18, for additional information.)

New York Liberty Zone bonds-The Job Creation and Worker Assistance Act of 2002 created Section 1400L of the Internal Revenue Code of 1986 to provide various tax benefits for the area of New York City damaged or affected by the terrorist attack on September 11, 2001. IRC section 1400L(d) authorizes the issuance of an additional type of exempt facility bond, namely, "Liberty Bonds." Liberty Bonds are subject to the following additional requirements: (1) 95 percent or more of the net proceeds of such issue must be used for qualified project costs; (2) the
bond must be issued by the State of New York or any political subdivision thereof; (3) the Governor of the State of New York or the Mayor of the City of New York must designate the bond for purposes of section 1400L(d); and (4) the bond must be issued after March 9, 2002, and before January 1, 2005. The maximum aggregate face amount of bonds that may be designated as Liberty Bonds is $\$ 8$ billion.

Nongovernmental output property bond-Bonds used to finance the acquisition of property used by a nongovernmental entity in connection with an output facility (such as an electric or gas power project). This bond must meet additional tests under IRC section 141(d).

Pooled financing-An arrangement whereby a portion of the proceeds of a Governmental bond issue is used to make loans to other governmental units.

Private activity bond-Bond issue of which more than 10 percent of the proceeds is used for any private business use, and more than 10 percent of the payment of the principal or interest is either secured by an interest in property to be used for private business use (or payment for such property), or is derived from payments for property (or borrowed money) used for a private business use. A bond is also considered a private activity bond if the amount of the proceeds used to make or finance loans (other than loans described in IRC section 141(c)(2)) to persons other than governmental units exceeds the lesser of 5 percent of the proceeds or $\$ 5$ million.

Qualified green building and sustainable design project-Bond issue of which 95 percent or more of the net proceeds is used to finance qualified green building and sustainable design projects, as designated by the Secretary of the Treasury, after consultation with the Administrator of the Environmental Protection Agency. The project must be nominated by a State or local government, and the issuer must submit a detailed application to the Treasury Department for consideration, and, on approval, allocation of a specified issuance amount. Section 701 of the American Jobs Creation Act of 2004 added IRC sections 142(a)(14) and 142(1), authorizing up to $\$ 2$ billion of tax-exempt private activity bonds, not subject to the unified volume cap, for qualified green building and sustainable design projects, to be issued between December 31, 2004, and October 1, 2009. (See Internal Revenue Service Notice 200641, Internal Revenue Bulletin 2006-18, for additional information.)

Qualified highway or surface transfer freight facility bond-Bond issue of which 95 percent or more of the net proceeds is used to provide qualified highway or surface freight transfer facilities. Section 11143 of the Safe, Accountable, Flexible, Efficient, Transportation Equity Act: A Legacy for Users (SAF-ETEA-LU) Public Law 109-59, signed into law on August 10, 2005, added IRC sections 142(a)(15) and 142(m). Section $142(\mathrm{~m})(1)$ defines the term "qualified highway or surface freight transfer facilities" as: (a) any surface transportation project that receives Federal assistance under title 23, United States Code (as in effect on August 10, 2005); (b) any project for an international bridge or tunnel for which an international entity authorized under Federal or State law is responsible and that receives Federal assistance under title 23, United States Code (as so in effect); or, (c) any facility for the transfer of freight from truck to rail or rail to truck (including any temporary storage facilities directly related to such transfers) that receives Federal assistance under either title 23 or title 49, United States Code (as so in effect). This legislation authorized issuance of up to $\$ 15$ billion of such bonds, not subject to the unified volume cap, applicable to bonds issued after August 10, 2005. Allocation of the $\$ 15$-billion national limitation is under the jurisdiction of the Department of Transportation. (See Internal Revenue Service Notice 200645, Internal Revenue Bulletin 2006-20, for additional information.)

Qualified mortgage bond-Bond issue of which the proceeds (except issuance costs and reasonably required reserves) are used to provide financing assistance for single-family residential property, and which meets the additional requirements in IRC section 143. Bond proceeds can be applied toward the purchase, improvement, or rehabilitation of owneroccupied residences, as well as to finance qualified home-improvement loans.

Qualified public educational facility bondBond issue of which 95 percent or more of the net proceeds is used to provide qualified public educational facilities, defined by IRC section 142(k)(1) as any school facility that is: (a) part of a public elementary or secondary school; and (b) is owned by a private, for-profit corporation under a publicprivate partnership agreement with a State or local educational agency. Under a "public-private partnership agreement," the corporation agrees to construct, rehabilitate, refurbish, or equip a school facility and,

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at the end of the term of the agreement, to transfer the school facility to the State or local educational agency for no additional consideration. Such bonds are not subject to the unified volume cap; rather, the annual State limit is equal to the lesser of $\$ 10$ per resident or $\$ 5$ million.

Qualified redevelopment bond-Bond issue of which 95 percent or more of the net proceeds is used to finance certain specified real property acquisition and redevelopment in blighted areas (see IRC section 144(c) for additional requirements).

Qualified section 501(c)(3) bond-Bonds issued by State and local governments to finance the activities of charitable organizations that are tax-exempt under IRC section 501(c)(3). A bond must meet the following conditions to be classified as a section $501(\mathrm{cc}(3)$ bond: 1) all property financed by the net proceeds of the bond issue is to be owned by a section 501(c)(3) organization or a governmental unit; and 2) the bond would not be a private activity bond if section 501(c)(3) organizations were treated as governmental units with respect to their activities that are not related trades or businesses, and the private activity bond definition was applied using a 5 -percent threshold rather than a 10 -percent threshold. The primary beneficiaries of these bonds are private, nonprofit hospitals, colleges, and universities. A qualified hospital bond issue is one in which 95 percent or more of the net proceeds is to be used for a hospital.

Qualified small issue bond-Bond issue generally not exceeding $\$ 1$ million, and of which 95 percent or more of the net proceeds is used to finance the acquisition of land and depreciable property or to refund such issues. In certain instances, an election to take certain capital expenditures into account can increase the limit on bond size, from $\$ 1$ million to $\$ 10$ million. These bonds may only be used to finance manufacturing facilities and to benefit certain first-time farmers.

Qualified student loan bond-Bond issue of which 90 percent or more of the net proceeds is used to make or finance student loans under a program of general application subject to the Higher Education Act of 1965 (see IRC section 144(b)(1)(A) for additional requirements), or of which 95 percent or more of the net proceeds is used to make or finance student loans under a program of general application approved by the State (see Code section 144(b)(1)(B) for additional requirements).

Qualified veterans' mortgage bond-In general, a bond issue of which 95 percent or more of the net proceeds is used to finance the purchase, improvement, or rehabilitation of owner-occupied residences for veterans who: 1) served prior to January 1, 1977; and, 2) applied for such a mortgage prior to the date 30 years after leaving active service or January 31, 1985, whichever is later. The payment of interest and principal must be secured by a general obligation of the State, and the bond must meet certain of the requirements of IRC section 143. The issuance of qualified veterans' mortgage bonds was limited to the following five states: Alaska, California, Oregon, Texas, and Wisconsin, each of which had a veterans' mortgage bond program in effect prior to June 22, 1984.

Tax Reform Act transition property bond- A bond issued under transitional rules contained in the Tax Reform Act of 1986. Proceeds from bonds issued under these rules include issues used to fund such items as pollution control facilities, parking facilities, industrial parks, sports stadiums, and convention facilities. Proceeds from other bonds issued under the transitional rules are included in this category only if they could not be identified as another issue type.

NOTE: Additional tax-exempt bond data, including data for prior years, can be found on the SOI Web site: http://www.irs.gov/taxstats. (Click on "Tax-Exempt Bonds.")

Table 1. Governmental Bonds, by Type and Term of Issue, 2006
[Money amounts are in millions of dollars]

| Type and term of issue | Number | Amount |
| :--- | :---: | :---: |
| All issues, total [1] | $\mathbf{2 5 , 2 2 6}$ | $\mathbf{3 1 9 , 3 9 4}$ |
| Short-term | 6,671 | 47,160 |
| Long-term | 18,555 | $\mathbf{2 7 2 , 2 3 4}$ |
| New money issues, total | $\mathbf{2 0 , 8 8 0}$ | $\mathbf{2 1 8 , 3 1 8}$ |
| Short-term | 5,064 | 38,150 |
| Long-term | 15,816 | 180,167 |
| Refunding issues, total | $\mathbf{6 , 4 1 2}$ | $\mathbf{1 0 1 , 0 7 6}$ |
| Short-term | 2,248 | 9,009 |
| Long-term | 4,164 | 92,067 |

[1] A given bond issue can include both new money and refunding proceeds. Thus, the number of new money issues plus the number of refunding issues will sometimes exceed the total number of issues. However, the money amounts add to the totals.
NOTE: Detail may not add to totals because of rounding.

Table 2. Long-Term Governmental Bonds, by Bond Purpose and Type of Issue, 2006
[Money amounts are in millions of dollars]

| Bond purpose | All issues |  | New money issues |  | Refunding issues |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Total [1] | 18,555 | 272,234 | 15,816 | 180,167 | 4,164 | 92,067 |
| Education | 6,109 | 87,605 | 4,979 | 57,162 | 1,526 | 30,443 |
| Health and hospital | 445 | 4,899 | 403 | 3,381 | 80 | 1,518 |
| Transportation | 1,221 | 38,379 | 1,062 | 28,912 | 282 | 9,467 |
| Public safety | 2,399 | 7,261 | 2,291 | 5,390 | 203 | 1,872 |
| Environment | 1,296 | 16,696 | 1,062 | 9,849 | 447 | 6,847 |
| Housing | 143 | 930 | 116 | 444 | 38 | 487 |
| Utilities | 2,109 | 42,546 | 1,655 | 26,980 | 747 | 15,567 |
| Bond and tax/revenue anticipation notes | 319 | 2,204 | 297 | 1,570 | 45 | 634 |
| Other purposes [2] | 5,690 | 71,713 | 4,931 | 46,480 | 1,319 | 25,233 |

[1] A given bond issue can include more than one purpose and can include both new money and refunding proceeds. Thus, the summation of number of issues by purpose or by type of issue will sometimes exceed the total number of issues. However, the money amounts add to the totals.
[2] "Other purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G. NOTE: Detail may not add to totals because of rounding.

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Table 3. Computation of Lendable Proceeds for Long-Term Governmental Bonds, by Bond Purpose, 2006

| Bond purpose | Entire issue price |  | Bond issuance costs |  | Credit enhancement |  | Allocation to reserve fund |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Total [1] | 18,555 | 272,234 | 11,217 | 2,454 | 4,700 | 847 | 1,507 | 2,838 |
| Education | 6,109 | 87,605 | 3,880 | 771 | 2,010 | 188 | 317 | 385 |
| Health and hospital | 445 | 4,899 | 235 | 56 | 90 | 32 | 43 | 100 |
| Transportation | 1,221 | 38,379 | 814 | 257 | 309 | 121 | 97 | 399 |
| Public safety | 2,399 | 7,261 | 719 | 73 | 294 | 21 | 59 | 73 |
| Environment | 1,296 | 16,696 | 885 | 134 | 344 | 44 | 140 | 198 |
| Housing | 143 | 930 | 93 | 11 | 18 | 2 | 32 | 10 |
| Utilities | 2,109 | 42,546 | 1,741 | 407 | 782 | 150 | 306 | 685 |
| Bond and tax/revenue anticipation notes | 319 | 2,204 | 245 | 10 | 4 | [2] | 3 | 1 |
| Other purposes [3] | 5,690 | 71,713 | 3,675 | 736 | 1,371 | 288 | 554 | 989 |
| Bond purpose |  |  | Total lendable proceeds |  | Proceeds used to refund prior issues |  | Nonrefunding proceeds |  |
|  |  |  | Number | Amount | Number | Amount | Number | Amount |
| Total [1] |  |  | (9) | (10) | (11) | (12) | (13) | (14) |
|  |  |  | 18,555 | 266,095 | 4,164 | 90,333 | 15,816 | 175,762 |
| Education |  |  | 6,109 | 86,261 | 1,526 | 30,013 | 4,979 | 56,248 |
| Health and hospital |  |  | 445 | 4,710 | 80 | 1,453 | 403 | 3,257 |
| Transportation |  |  | 1,221 | 37,602 | 282 | 9,291 | 1,062 | 28,311 |
| Public safety |  |  | 2,399 | 7,095 | 203 | 1,839 | 2,291 | 5,256 |
| Environment |  |  | 1,296 | 16,320 | 447 | 6,732 | 1,062 | 9,588 |
| Housing |  |  | 143 | 907 | 38 | 478 | 116 | 429 |
| Utilities |  |  | 2,109 | 41,304 | 747 | 15,291 | 1,655 | 26,013 |
| Bond and tax/revenue anticipation notes |  |  | 319 | 2,194 | 45 | 633 | 297 | 1,561 |
| Other purposes [3] |  |  | 5,690 | 69,701 | 1,319 | 24,602 | 4,931 | 45,098 |

[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts add to the totals.
[2] Indicates an amount less than $\$ 500,000$
[3] "Other purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G
NOTE: Detail may not add to totals because of rounding.

Table 4. New Money Long-Term Governmental Bonds, by Bond Purpose and Size of Entire Issue, 2006
[Money amounts are in millions of dollars, except for size of entire issue, which is in whole dollars]

| Bond purpose | All issues |  | Size of entire issue |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | $\begin{aligned} & \text { Under } \\ & \$ 500,000[1] \end{aligned}$ |  | $\begin{gathered} \$ 500,000 \\ \text { under } \\ \$ 1,000,000 \end{gathered}$ |  | $\begin{gathered} \$ 1,000,000 \\ \text { under } \\ \$ 5,000,000 \end{gathered}$ |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Total [2] | 15,816 | 180,167 | 5,972 | 1,409 | 1,881 | 1,283 | 3,753 | 8,701 |
| Education | 4,979 | 57,162 | 1,733 | 413 | 543 | 375 | 1,045 | 2,442 |
| Health and hospital | 403 | 3,381 | 94 | 26 | 52 | 34 | 105 | 229 |
| Transportation | 1,062 | 28,912 | 357 | 78 | 117 | 71 | 269 | 488 |
| Public safety | 2,291 | 5,390 | 1,415 | 326 | 266 | 180 | 324 | 619 |
| Environment | 1,062 | 9,849 | 284 | 65 | 133 | 76 | 314 | 572 |
| Housing | 116 | 444 | 19 | 6 | 22 | 15 | 42 | 99 |
| Utilities | 1,655 | 26,980 | 340 | 82 | 198 | 126 | 568 | 1,216 |
| Bond and tax/revenue anticipation notes | 297 | 1,570 | 50 | 14 | 40 | 27 | 151 | 344 |
| Other purposes [3] | 4,931 | 46,480 | 1,739 | 400 | 571 | 379 | 1,226 | 2,693 |
| Size of entire issue-continued |  |  |  |  |  |  |  |  |
| Bond purpose | $\begin{aligned} & \$ 5,000,000 \\ & \text { under } \\ & \$ 10,000,000 \end{aligned}$ |  | $\begin{aligned} & \$ 10,000,000 \\ & \text { under } \\ & \$ 25,000,000 \end{aligned}$ |  | $\begin{aligned} & \$ 25,000,000 \\ & \text { under } \\ & \$ 75,000,000 \end{aligned}$ |  | $\begin{aligned} & \$ 75,000,000 \\ & \text { or more } \end{aligned}$ |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
| Total [2] | 1,546 | 10,265 | 1,276 | 18,367 | 880 | 32,887 | 508 | 107,255 |
| Education | 526 | 3,536 | 537 | 7,725 | 401 | 15,222 | 194 | 27,449 |
| Health and hospital | 53 | 345 | 45 | 623 | 31 | 919 | 23 | 1,206 |
| Transportation | 90 | 363 | 85 | 835 | 58 | 1,691 | 86 | 25,386 |
| Public safety | 120 | 626 | 78 | 752 | 55 | 1,302 | 33 | 1,585 |
| Environment | 127 | 592 | 92 | 977 | 58 | 1,397 | 54 | 6,170 |
| Housing | 13 | 70 | 9 | 116 | 6 | 98 | 5 | 39 |
| Utilities | 259 | 1,430 | 114 | 1,396 | 91 | 2,929 | 85 | 19,801 |
| Bond and tax/revenue anticipation notes | 32 | 210 | 12 | 162 | 9 | 328 | 3 | 486 |
| Other purposes [3] | 518 | 3,093 | 455 | 5,781 | 286 | 9,002 | 136 | 25,133 |

[1] Form 8038-G returns with an entire issue price less than $\$ 100,000$ are excluded from the study. Issuers of these bonds are instructed to file Form 8038 -GC, Information Return for Small Tax-Exempt Governmental Bond Issues, Leases, and Installment Sales. Statistics of Income (SOI) does not process data from the Forms 8038 -GC filed with the Internal Revenue Service. [2] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts add to the totals
[3] "Other purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G. NOTE: Detail may not add to totals because of rounding.

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Table 5. New Money Long-Term Governmental Bonds, by State of Issue and Bond Purpose, 2006
[Money amounts are in millions of dollars]

| State of issue | Total [1] |  | Bond purpose |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Education |  | Health and hospital |  | Transportation |  | Public safety |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) |
| All States | 15,816 | 180,167 | 4,979 | 57,162 | 403 | 3,381 | 1,062 | 28,912 | 2,291 | 5,390 |
| Alabama | 328 | 1,741 | 61 | 400 | 11 | 83 | 9 | 31 | 38 | 101 |
| Alaska | 40 | 792 | 17 | 160 | d | d | 5 | 168 | 3 | 1 |
| Arizona | 335 | 3,498 | 154 | 1,054 | d | d | 15 | 537 | 44 | 133 |
| Arkansas | 284 | 1,092 | 142 | 612 | 3 | 1 | 9 | 79 | 20 | 50 |
| California | 1,177 | 23,069 | 498 | 9,698 | 44 | 599 | 58 | 3,509 | 110 | 309 |
| Colorado | 311 | 3,916 | 67 | 1,365 | 9 | 180 | 22 | 711 | 43 | 381 |
| Connecticut | 131 | 2,251 | 52 | 252 | d | d | 14 | 23 | 34 | 52 |
| Delaware | 33 | 567 | 3 | 174 | 0 | 0 | 18 | 143 | 6 | 24 |
| District of Columbia | 8 | 932 | d | d | d | d | 0 | 0 | d | d |
| Florida | 543 | 13,345 | 69 | 4,208 | 8 | 406 | 33 | 814 | 92 | 355 |
| Georgia | 402 | 4,409 | 84 | 1,132 | 13 | 72 | 15 | 960 | 79 | 234 |
| Hawaii | 18 | 897 | d | d | 10 | 10 | 0 | 0 | d | d |
| Idaho | 81 | 805 | 21 | 311 | 5 | 54 | 15 | 203 | 10 | 4 |
| Illinois | 813 | 7,845 | 369 | 2,757 | 9 | 45 | 41 | 1,842 | 90 | 217 |
| Indiana | 409 | 2,891 | 133 | 1,332 | d | d | 23 | 187 | 88 | 201 |
| lowa | 351 | 1,383 | 89 | 510 | d | d | 35 | 36 | 34 | 138 |
| Kansas | 309 | 1,236 | 55 | 292 | 13 | 139 | 65 | 374 | 25 | 17 |
| Kentucky | 305 | 2,580 | 183 | 706 | d | d | 7 | 228 | 31 | 29 |
| Louisiana | 188 | 3,267 | 36 | 484 | 17 | 51 | 13 | 1,359 | 38 | 84 |
| Maine | 124 | 186 | 47 | 48 | d | d | 19 | 26 | 20 | 7 |
| Maryland | 180 | 2,249 | 54 | 923 | 9 | 35 | 14 | 172 | 43 | 82 |
| Massachusetts | 259 | 2,860 | 76 | 250 | d | d | 29 | 303 | 32 | 36 |
| Michigan | 547 | 3,281 | 184 | 1,173 | 12 | 47 | 32 | 331 | 64 | 70 |
| Minnesota | 640 | 3,038 | 100 | 886 | 9 | 21 | 33 | 121 | 40 | 82 |
| Mississippi | 245 | 987 | 38 | 176 | 12 | 68 | 9 | 159 | 29 | 19 |
| Missouri | 431 | 4,854 | 152 | 1,022 | d | d | 42 | 1,000 | 57 | 231 |
| Montana | 69 | 184 | 13 | 49 | d | d | 9 | 8 | 5 | 34 |
| Nebraska | 575 | 1,648 | 39 | 503 | d | d | 24 | 39 | 26 | 67 |
| Nevada | 69 | 2,606 | 13 | 665 | d | d | 6 | 438 | d | d |
| New Hampshire | 74 | 443 | 25 | 164 | 0 | 0 | 4 | 15 | 21 | 9 |
| New Jersey | 445 | 4,142 | 214 | 1,579 | 11 | 29 | 7 | 1,314 | 103 | 158 |
| New Mexico | 137 | 1,522 | 52 | 301 | 4 | 17 | 6 | 436 | 29 | 96 |
| New York | 756 | 15,017 | 355 | 3,633 | 6 | 71 | 58 | 4,726 | 109 | 171 |
| North Carolina | 471 | 3,477 | 85 | 1,568 | 8 | 22 | 23 | 83 | 158 | 133 |
| North Dakota | 121 | 244 | 29 | 79 | 0 | 0 | 8 | 8 | 0 | 0 |
| Ohio | 420 | 3,376 | 131 | 1,703 | 8 | 45 | 27 | 428 | 96 | 71 |
| Oklahoma | 343 | 1,281 | 238 | 658 | 12 | 74 | 13 | 30 | 18 | 60 |
| Oregon | 99 | 1,842 | 38 | 448 | d | d | 15 | 704 | 17 | 31 |
| Pennsylvania | 602 | 5,399 | 231 | 2,155 | 0 | 0 | 25 | 568 | 106 | 155 |
| Rhode Island | 52 | 768 | 15 | 245 | d | d | 8 | 298 | 12 | 27 |
| South Carolina | 262 | 3,101 | 75 | 1,901 | 6 | 60 | 13 | 152 | 58 | 42 |
| South Dakota | 68 | 192 | 20 | 67 | d | d | 9 | 3 | 13 | 31 |
| Tennessee | 208 | 6,404 | 35 | 283 | 6 | 155 | 17 | 34 | 40 | 62 |
| Texas | 1,217 | 19,175 | 337 | 6,625 | 35 | 155 | 59 | 4,494 | 145 | 415 |
| Utah | 141 | 1,000 | 23 | 389 | 4 | 102 | 12 | 197 | 27 | 43 |
| Vermont | 63 | 94 | d | d | 0 | 0 | d | d | 9 | 2 |
| Virginia | 236 | 3,842 | 90 | 1,663 | 3 | 8 | 12 | 129 | 58 | 340 |
| Washington | 241 | 4,486 | 77 | 1,585 | 19 | 209 | 11 | 593 | 32 | 30 |
| West Virginia | 110 | 284 | 10 | 85 | 3 | 6 | d | d | 48 | 18 |
| Wisconsin | 478 | 2,139 | 107 | 372 | 13 | 38 | 110 | 443 | 75 | 86 |
| Wyoming | 53 | 134 | 25 | 20 | 5 | 44 | d | d | 7 | 4 |
| U.S. Possessions [2] | 14 | 3,399 | 4 | 344 | d | d | 3 | 373 | d | d |

[^90]Table 5. New Money Long-Term Governmental Bonds, by State of Issue and Bond Purpose, 2006-Continued

| State of issue | Bond purpose-continued |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Environment |  | Housing |  | Utilities |  | Bond and tax/revenue anticipation notes |  | Other purposes [3] |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (11) | (12) | (13) | (14) | (15) | (16) | (17) | (18) | (19) | (20) |
| All States | 1,062 | 9,849 | 116 | 444 | 1,655 | 26,980 | 297 | 1,570 | 4,931 | 46,480 |
| Alabama | d | d | 0 | 0 | 49 | 402 | d | d | 160 | 709 |
| Alaska | 0 | 0 | d | d | 0 | 0 | 0 | 0 | 12 | 443 |
| Arizona | 12 | 315 | d | d | 13 | 591 | 0 | 0 | 99 | 864 |
| Arkansas | 16 | 69 | 0 | 0 | 62 | 135 | 0 | 0 | 43 | 145 |
| California | 54 | 1,736 | d | d | 57 | 2,396 | d | d | 353 | 4,625 |
| Colorado | 14 | 77 | d | d | 22 | 363 | d | d | 135 | 805 |
| Connecticut | 15 | 39 | 0 | 0 | 8 | 202 | d | d | 69 | 1,674 |
| Delaware | d | d | 0 | 0 | d | d | d | d | 8 | 96 |
| District of Columbia | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 6 | 464 |
| Florida | 25 | 315 | 5 | 13 | 67 | 2,648 | 5 | 64 | 241 | 4,523 |
| Georgia | 71 | 585 | 4 | 35 | 32 | 35 | 0 | 0 | 118 | 1,355 |
| Hawaii | 0 | 0 | 0 | 0 | d | d | 0 | 0 | 5 | 476 |
| Idaho | 6 | 26 | 0 | 0 | 6 | 15 | 7 | 47 | 13 | 144 |
| Illinois | 42 | 567 | d | d | 67 | 749 | d | d | 211 | 1,656 |
| Indiana | 32 | 532 | d | d | 26 | 251 | 21 | 45 | 74 | 286 |
| Iowa | 32 | 99 | d | d | 36 | 138 | 16 | 78 | 133 | 345 |
| Kansas | 38 | 37 | 0 | 0 | 60 | 89 | 17 | 41 | 106 | 246 |
| Kentucky | 3 | 102 | d | d | 24 | 1,217 | 22 | 120 | 30 | 163 |
| Louisiana | 22 | 66 | 0 | 0 | 27 | 51 | 6 | 25 | 34 | 1,146 |
| Maine | 9 | 8 | 0 | 0 | d | d | 6 | 21 | 35 | 73 |
| Maryland | 40 | 199 | 4 | 21 | 9 | 172 | 4 | 4 | 74 | 640 |
| Massachusetts | 35 | 379 | d | d | 27 | 20 | 5 | 6 | 150 | 1,843 |
| Michigan | 86 | 831 | d | d | 42 | 510 | d | d | 121 | 309 |
| Minnesota | 36 | 94 | 6 | 13 | 84 | 199 | 48 | 124 | 303 | 1,499 |
| Mississippi | 9 | 3 | 0 | 0 | 4 | 112 | 0 | 0 | 144 | 450 |
| Missouri | 27 | 167 | d | d | 48 | 1,284 | d | d | 91 | 1,024 |
| Montana | 5 | 3 | d | d | 5 | 2 | d | d | 26 | 83 |
| Nebraska | 16 | 65 | d | d | 45 | 709 | 24 | 34 | 394 | 195 |
| Nevada | 13 | 516 | 0 | 0 | 9 | 33 | 0 | 0 | 22 | 923 |
| New Hampshire | d | d | d | d | 3 | 13 | 5 | 31 | 16 | 183 |
| New Jersey | 14 | 234 | 4 | 5 | 8 | 21 | 3 | 33 | 99 | 771 |
| New Mexico | 4 | 23 | 0 | 0 | 13 | 201 | 0 | 0 | 29 | 448 |
| New York | 28 | 377 | d | d | 22 | 353 | d | d | 202 | 5,619 |
| North Carolina | 24 | 103 | d | d | 31 | 501 | d | d | 166 | 918 |
| North Dakota | d | d | 13 | 9 | 54 | 112 | d | d | 13 | 31 |
| Ohio | 24 | 153 | 3 | 1 | 16 | 130 | 5 | 12 | 129 | 832 |
| Oklahoma | 3 | 5 | 0 | 0 | 39 | 274 | 0 | 0 | 35 | 180 |
| Oregon | 3 | 291 | 0 | 0 | 10 | 180 | d | d | 16 | 177 |
| Pennsylvania | 88 | 572 | 6 | 15 | 21 | 70 | 12 | 158 | 130 | 1,706 |
| Rhode Island | 5 | 29 | d | d | d | d | 0 | 0 | 24 | 159 |
| South Carolina | 15 | 31 | 9 | 19 | 17 | 559 | 0 | 0 | 80 | 336 |
| South Dakota | d | d | d | d | 13 | 73 | d | d | 7 | 16 |
| Tennessee | 9 | 4 | 7 | 7 | 65 | 5,327 | 16 | 16 | 51 | 516 |
| Texas | 36 | 216 | d | d | 295 | 4,990 | d | d | 326 | 2,249 |
| Utah | d | d | 0 | 0 | 38 | 144 | d | d | 32 | 114 |
| Vermont | 8 | 4 | 0 | 0 | 17 | 12 | d | d | 12 | 58 |
| Virginia | 15 | 135 | 3 | 17 | 22 | 193 | 4 | 31 | 72 | 1,325 |
| Washington | 10 | 212 | 10 | 52 | 29 | 795 | 9 | 40 | 51 | 970 |
| West Virginia | 16 | 50 | 0 | 0 | d | d | 4 | 1 | 25 | 44 |
| Wisconsin | 71 | 428 | 4 | 5 | 93 | 167 | 17 | 71 | 194 | 528 |
| Wyoming | d | d | 0 | 0 | 5 | 11 | 0 | 0 | 5 | 50 |
| U.S. Possessions [2] | d | d | 0 | 0 | d | d | d | d | 7 | 2,046 |

d-Data deleted to avoid disclosure of information about specific bonds. However, the data are included in the appropriate totals.
[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts add to the totals
[2] U.S. Possessions include Puerto Rico, the U.S. Virgin Islands, Guam, and the Northern Mariana Islands.
[3] "Other purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G.
NOTE: Detail may not add to totals because of rounding.

## Tax-Exempt Bonds, 2006

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Table 6. Tax-Exempt Private Activity Bonds, by Type and Term of Issue, 2006
[Money amounts are in millions of dollars]

| Type and term of issue | Number | Amount |
| :--- | :---: | :---: |
| All issues, total [1] | 3,804 | 108,941 |
| Short-term | 58 | 360 |
| Long-term | 3,746 | 108,581 |
| New money issues, total | 3,048 | 63,467 |
| Short-term | 42 | 181 |
| Long-term | 3,006 | 63,286 |
| Refunding issues, total | 1,361 | $\mathbf{4 5 , 4 7 4}$ |
| Short-term | 20 | 179 |
| Long-term | 1,341 | 45,295 |

[1] A given bond issue can include both new money and refunding proceeds. Thus, the number of new money issues plus the number of refunding issues will sometimes exceed the total number of issues. However, the money amounts add to the totals.
NOTE: Detail may not add to totals because of rounding.

Table 7. Long-Term Tax-Exempt Private Activity Bonds, by Bond Purpose and Type of Issue, 2006
[Money amounts are in millions of dollars]

| Bond purpose | All issues |  | New money issues |  | Refunding issues |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Total [1] | 3,746 | 108,581 | 3,006 | 63,286 | 1,341 | 45,295 |
| Airport | 60 | 5,339 | 42 | 2,894 | 24 | 2,445 |
| Docks and wharves | 25 | 1,584 | 12 | 602 | 16 | 982 |
| Water | 13 | 372 | 7 | 54 | 7 | 318 |
| Sewage | 24 | 117 | 18 | 83 | 7 | 34 |
| Solid waste disposal | 114 | 3,049 | 98 | 2,560 | 21 | 490 |
| Qualified residential rental | 574 | 7,757 | 458 | 6,036 | 136 | 1,721 |
| Local electricity or gas furnishing facilities | 7 | 383 | 4 | 128 | 3 | 254 |
| Local district heating or cooling facilities | 3 | 20 | 3 | 20 | 0 | 0 |
| Qualified hazardous waste facilities | d | d | d | d | d | d |
| Tax Reform Act of 1986 transition property | 54 | 3,405 | 3 | 16 | 53 | 3,389 |
| Qualified new empowerment zone | d | d | d | d | d | d |
| Qualified public educational facilities | d | d | d | d | d | d |
| Qualified green building and sustainable design | d | d | d | d | d | d |
| Qualified Gulf Opportunity Zone | 27 | 624 | d | d | d | d |
| Qualified New York Liberty Zone | 6 | 548 | 3 | 183 | 3 | 365 |
| Qualified mortgage | 301 | 22,480 | 230 | 10,318 | 203 | 12,162 |
| Qualified Gulf Opportunity Zone mortgage | 6 | 175 | d | d | d | d |
| Qualified veterans' mortgage | 8 | 954 | 3 | 105 | 6 | 849 |
| Qualified small issue | 534 | 974 | 496 | 878 | 51 | 97 |
| Qualified student loan | 36 | 4,217 | 35 | 3,938 | 9 | 279 |
| Qualified redevelopment | 4 | 21 | d | d | d | d |
| Qualified hospital | 417 | 24,248 | 340 | 14,846 | 172 | 9,403 |
| Qualified section 501(c)(3) nonhospital | 1,584 | 32,112 | 1,253 | 19,791 | 662 | 12,321 |
| Gulf Opportunity Zone advance refunding | d | d | d | d | d | d |
| Other purposes [2] | 14 | 55 | 13 | 29 | 4 | 26 |

d-Data deleted to avoid disclosure of information about specific bonds. However, the data are included in the appropriate totals.
[1] A given bond issue can include more than one purpose and can include both new money and refunding proceeds. Thus, the summation of number of issues by purpose or by type of issue will sometimes exceed the total number of issues. However, the money amounts add to the totals.
[2] For this table, "other purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038.
NOTE: Detail may not add to totals because of rounding.

## Tax-Exempt Bonds, 2006

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Table 8. Computation of Lendable Proceeds for Long-Term Tax-Exempt Private Activity Bonds, by Selected Bond Purpose, 2006
[Money amounts are in millions of dollars]

| Selected bond purpose | Entire issue price |  | Bond issuance costs |  | Credit enhancement |  | Allocation to reserve fund |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Total [1] | 3,746 | 108,581 | 2,259 | 727 | 970 | 513 | 626 | 1,299 |
| Airport | 60 | 5,339 | 49 | 41 | 33 | 23 | 17 | 167 |
| Docks and wharves | 25 | 1,584 | 24 | 10 | 15 | 5 | 7 | 13 |
| Water | 13 | 372 | d | d | d | d | d | d |
| Sewage | 24 | 117 | 18 | 1 | 4 | [2] | 3 | 3 |
| Solid waste disposal | 114 | 3,049 | 85 | 30 | 33 | 9 | 9 | 14 |
| Qualified residential rental | 574 | 7,757 | 119 | 18 | 31 | 5 | 38 | 18 |
| Qualified Gulf Opportunity Zone and Gulf Opportunity Zone mortgage | 33 | 799 | 25 | 6 | d | d | d | d |
| Qualified mortgage | 301 | 22,480 | 72 | 30 | 7 | [2] | 53 | 127 |
| Qualified veterans' mortgage | 8 | 954 | d | d | d | d | 0 | 0 |
| Qualified small issue | 534 | 974 | 233 | 13 | 90 | 4 | 8 | 2 |
| Qualified student loan | 36 | 4,217 | 27 | 19 | 11 | 2 | 17 | 23 |
| Qualified hospital | 417 | 24,248 | 335 | 195 | 152 | 240 | 87 | 356 |
| Qualified section 501(c)(3) nonhospital | 1,584 | 32,112 | 1,286 | 356 | 587 | 219 | 384 | 561 |
| All other bonds, combined [3] | 94 | 4,578 | 26 | 4 | 10 | 3 | 15 | 11 |
| Selected bond purpose |  |  | Total lendable proceeds |  | Proceeds used to refund prior issues |  | Nonrefunding proceeds |  |
|  |  |  | Number | Amount | Number | Amount | Number | Amount |
| Total [1] |  |  | (9) | (10) | (11) | (12) | (13) | (14) |
|  |  |  | 3,746 | 106,042 | 1,341 | 44,480 | 3,094 | 61,562 |
| Airport |  |  | 60 | 5,107 | 24 | 2,384 | 44 | 2,723 |
| Docks and wharves |  |  | 25 | 1,556 | 16 | 969 | 13 | 587 |
| Water |  |  | 13 | 369 | 7 | 317 | 7 | 52 |
| Sewage |  |  | 24 | 112 | 7 | 34 | 18 | 78 |
| Solid waste disposal |  |  | 114 | 2,996 | 21 | 488 | 98 | 2,509 |
| Qualified residential rental |  |  | 574 | 7,716 | 136 | 1,718 | 460 | 5,997 |
| Qualified Gulf Opportunity Zone and Gulf Opportunity Zone mortgage |  |  | 33 | 791 | 3 | 101 | 31 | 689 |
| Qualified mortgage |  |  | 301 | 22,323 | 203 | 12,093 | 242 | 10,229 |
| Qualified veterans' mortgage |  |  | 8 | 953 | 6 | 843 | 4 | 109 |
| Qualified small issue |  |  | 534 | 955 | 51 | 96 | 496 | 859 |
| Qualified student loan |  |  | 36 | 4,173 | 9 | 277 | 35 | 3,896 |
| Qualified hospital |  |  | 417 | 23,457 | 172 | 9,122 | 350 | 14,335 |
| Qualified section 501(c)(3) nonhospital |  |  | 1,584 | 30,975 | 662 | 11,947 | 1,314 | 19,029 |
| All other bonds, combined [3] |  |  | 94 | 4,559 | 67 | 4,091 | 33 | 469 |

d-Data deleted to avoid disclosure of information for specific bonds. However, the data are included in the appropriate totals.
[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts add to the totals.
[2] Indicates an amount less than $\$ 500,000$
[3] For purposes of this table, this category includes all issues for which a specific purpose either did not apply or was not clearly indicated on the Form 8038, as well as bonds issued for: local electricity or gas furnishing facilities, local district heating or cooling facilities, qualified hazardous waste facilities, facilities issued under a transitional rule of the Tax Reform Act of 1986, new empowerment zone facility bonds, qualified public educational facilities, qualified green building and sustainable design projects, New York Liberty Zone bonds, qualified redevelopment bonds, and Gulf Opportunity Zone advance refunding bonds.
NOTE: Detail may not add to totals because of rounding.

Table 9. New Money Long-Term Tax-Exempt Private Activity Bonds, by Selected Bond Purpose and Size of Entire Issue, 2006

| Selected bond purpose | All issues |  | Size of entire issue |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Under \$1,000,000 |  | $\begin{gathered} \$ 1,000,000 \text { under } \\ \$ 5,000,000 \end{gathered}$ |  | $\begin{gathered} \$ 5,000,000 \text { under } \\ \$ 10,000,000 \end{gathered}$ |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total [1] | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|  | 3,006 | 63,286 | 358 | 111 | 757 | 1,995 | 574 | 3,756 |
| Airport | 42 | 2,894 | d | d | d | d | 9 | 61 |
| Docks and wharves | 12 | 602 | 0 | 0 | 0 | 0 | d | d |
| Water | 7 | 54 | 0 | 0 | 3 | 8 | 0 | 0 |
| Sewage | 18 | 83 | 0 | 0 | 3 | 7 | 5 | 19 |
| Solid waste disposal | 98 | 2,560 | 4 | 1 | 14 | 44 | 17 | 94 |
| Qualified residential rental | 458 | 6,036 | 6 | 4 | 88 | 275 | 161 | 1,139 |
| Qualified Gulf Opportunity Zone and Gulf Opportunity Zone mortgage | 31 | 698 | 0 | 0 | d | d | 6 | 38 |
| Qualified mortgage | 230 | 10,318 | d | d | d | d | 3 | 29 |
| Qualified veterans' mortgage | 3 | 105 | 0 | 0 | 0 | 0 | 0 | 0 |
| Qualified small issue | 496 | 878 | 238 | 44 | 212 | 549 | 46 | 285 |
| Qualified student loan | 35 | 3,938 | 0 | 0 | 0 | 0 | 0 | 0 |
| Qualified hospital | 340 | 14,846 | 10 | 5 | 62 | 180 | 51 | 335 |
| Qualified section 501(c)(3) nonhospital | 1,253 | 19,791 | 87 | 53 | 350 | 877 | 277 | 1,736 |
| All other bonds, combined [2] | 33 | 484 | 4 | 2 | 11 | 26 | d | d |
| Selected bond purpose | Size of entire issue-continued |  |  |  |  |  |  |  |
|  | $\begin{gathered} \$ 10,000,000 \text { under } \\ \$ 25,000,000 \end{gathered}$ |  | $\begin{gathered} \$ 25,000,000 \text { under } \\ \$ 50,000,000 \end{gathered}$ |  | $\$ 50,000,000$ under$\$ 100,000,000$ |  | $\begin{aligned} & \$ 100,000,000 \\ & \text { or more } \end{aligned}$ |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total [1] | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
|  | 601 | 8,100 | 285 | 8,106 | 239 | 12,729 | 192 | 28,488 |
| Airport | 3 | 61 | 5 | 173 | 4 | 220 | 10 | 2,360 |
| Docks and wharves | d | d | 4 | 134 | 4 | 290 | d | d |
| Water | d | d | d | d | 0 | 0 | 0 | 0 |
| Sewage | 5 | 20 | d | d | d | d | d | d |
| Solid waste disposal | 26 | 362 | 19 | 675 | 11 | 612 | 7 | 772 |
| Qualified residential rental | 155 | 2,201 | 30 | 1,001 | 13 | 729 | 5 | 687 |
| Qualified Gulf Opportunity Zone and Gulf Opportunity Zone mortgage | 12 | 193 | 3 | 65 | 5 | 193 | d | d |
| Qualified mortgage | 52 | 700 | 49 | 1,212 | 65 | 3,043 | 52 | 5,329 |
| Qualified veterans' mortgage | 0 | 0 | d | d | d | d | 0 | 0 |
| Qualified small issue | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Qualified student loan | d | d | d | d | 15 | 981 | 16 | 2,848 |
| Qualified hospital | 54 | 689 | 48 | 1,312 | 52 | 2,602 | 63 | 9,722 |
| Qualified section 501(c)(3) nonhospital | 300 | 3,768 | 123 | 3,263 | 76 | 3,717 | 40 | 6,378 |
| All other bonds, combined [2] | 5 | 57 | 6 | 113 | 4 | 239 | d | d |

d-Data deleted to avoid disclosure of information for specific bonds. However, the data are included in the appropriate totals.
[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts add to the totals.
[2] For purposes of this table, this category includes all issues for which a specific purpose either did not apply or was not clearly indicated on the Form 8038, as well as bonds issued for: local electricity or gas furnishing facilities, local district heating or cooling facilities, qualified hazardous waste facilities, facilities issued under a transitional rule of the Tax Reform Act of 1986, new empowerment zone facility bonds, qualified public educational facilities, qualified green building and sustainable design projects, New York Liberty Zone bonds, qualified redevelopment bonds, and Gulf Opportunity Zone advance refunding bonds.
NOTE: Detail may not add to totals because of rounding.

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Table 10. New Money Long-Term Tax-Exempt Private Activity Bonds, by State of Issue and Selected Bond Purpose, 2006
[Money amounts are in millions of dollars]

| State of issue | Total [1] |  | Selected bond purpose |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Airports, docks, and wharves [2] |  | Water, sewage, and solid waste disposal [2] |  | Qualified residential rental |  | Qualified Gulf Opportunity Zone and Gulf Opportunity Zone mortgage |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) |
| All States | 3,006 | 63,286 | 54 | 3,496 | 123 | 2,697 | 458 | 6,036 | 31 | 698 |
| Alabama | 49 | 903 | 4 | 75 | d | d | d | d | 10 | 163 |
| Alaska | 13 | 731 | 4 | 254 | 0 | 0 | 0 | 0 | 0 | 0 |
| Arizona | 28 | 574 | d | d | 6 | 82 | d | d | 0 | 0 |
| Arkansas | 21 | 401 | 0 | 0 | d | d | d | d | 0 | 0 |
| California | 223 | 6,031 | d | d | 13 | 208 | 120 | 1,451 | 0 | 0 |
| Colorado | 88 | 1,710 | 5 | 58 | d | d | 10 | 80 | 0 | 0 |
| Connecticut | 25 | 911 | 0 | 0 | d | d | d | d | 0 | 0 |
| Delaware | 14 | 373 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| District of Columbia | 18 | 775 | d | d | 0 | 0 | 3 | 19 | 0 | 0 |
| Florida | 115 | 2,929 | 9 | 284 | 6 | 240 | 26 | 267 | 0 | 0 |
| Georgia | 58 | 912 | 0 | 0 | 3 | 43 | 12 | 126 | 0 | 0 |
| Hawaii | d | d | d | d | 0 | 0 | 0 | 0 | 0 | 0 |
| Idaho | 15 | 251 | 0 | 0 | 4 | 38 | 0 | 0 | 0 | 0 |
| Illinois | 152 | 2,034 | d | d | d | d | 20 | 203 | 0 | 0 |
| Indiana | 74 | 2,320 | d | d | 5 | 97 | d | d | 0 | 0 |
| lowa | 160 | 577 | 0 | 0 | d | d | d | d | 0 | 0 |
| Kansas | 64 | 643 | 0 | 0 | d | d | d | d | 0 | 0 |
| Kentucky | 47 | 694 | d | d | 3 | 50 | d | d | 0 | 0 |
| Louisiana | 41 | 833 | 0 | 0 | 4 | 82 | 3 | 63 | 7 | 115 |
| Maine | 13 | 455 | 0 | 0 | 0 | 0 | d | d | 0 | 0 |
| Maryland | 53 | 1,833 | d | d | 0 | 0 | 6 | 45 | 0 | 0 |
| Massachusetts | 107 | 1,774 | 0 | 0 | 4 | 73 | 11 | 272 | 0 | 0 |
| Michigan | 72 | 1,596 | 0 | 0 | d | d | 6 | 258 | 0 | 0 |
| Minnesota | 146 | 1,190 | d | d | d | d | 13 | 62 | 0 | 0 |
| Mississippi | 19 | 814 | 0 | 0 | 0 | 0 | 0 | 0 | 14 | 419 |
| Missouri | 79 | 981 | d | d | 0 | 0 | 32 | 226 | 0 | 0 |
| Montana | 15 | 442 | 0 | 0 | 0 | 0 | d | d | 0 | 0 |
| Nebraska | 48 | 461 | d | d | d | d | 0 | 0 | 0 | 0 |
| Nevada | 10 | 542 | d | d | 0 | 0 | d | d | 0 | 0 |
| New Hampshire | 29 | 419 | 0 | 0 | 0 | 0 | d | d | 0 | 0 |
| New Jersey | 69 | 1,221 | d | d | d | d | 4 | 130 | 0 | 0 |
| New Mexico | 10 | 235 | 0 | 0 | 0 | 0 | d | d | 0 | 0 |
| New York | 188 | 4,529 | 7 | 260 | 4 | 3 | 46 | 1,307 | 0 | 0 |
| North Carolina | 39 | 2,308 | d | d | d | d | d | d | 0 | 0 |
| North Dakota | 24 | 176 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Ohio | 100 | 3,443 | d | d | 4 | 115 | 18 | 161 | 0 | 0 |
| Oklahoma | 24 | 612 | 0 | 0 | 0 | 0 | d | d | 0 | 0 |
| Oregon | 18 | 292 | d | d | 0 | 0 | 3 | 18 | 0 | 0 |
| Pennsylvania | 173 | 2,668 | 0 | 0 | 4 | 111 | d | d | 0 | 0 |
| Rhode Island | 17 | 430 | 0 | 0 | 0 | 0 | 4 | 95 | 0 | 0 |
| South Carolina | 29 | 633 | 0 | 0 | d | d | 6 | 46 | 0 | 0 |
| South Dakota | 21 | 138 | 0 | 0 | 4 | 1 | 0 | 0 | 0 | 0 |
| Tennessee | 60 | 1,422 | d | d | d | d | 12 | 89 | 0 | 0 |
| Texas | 147 | 3,867 | d | d | 19 | 659 | 39 | 436 | 0 | 0 |
| Utah | 17 | 209 | 0 | 0 | 0 | 0 | d | d | 0 | 0 |
| Vermont | 15 | 377 | 0 | 0 | 0 | 0 | d | d | 0 | 0 |
| Virginia | 66 | 1,814 | d | d | d | d | 6 | 119 | 0 | 0 |
| Washington | 76 | 1,852 | d | d | d | d | 18 | 243 | 0 | 0 |
| West Virginia | 24 | 562 | 0 | 0 | 3 | 119 | 0 | 0 | 0 | 0 |
| Wisconsin | 78 | 1,661 | d | d | 3 | 55 | d | d | 0 | 0 |
| Wyoming | 8 | 387 | 0 | 0 | d | d | 0 | 0 | 0 | 0 |
| U.S. Possessions [4] | d | d | d | d | 0 | 0 | 0 | 0 | 0 | 0 |

Footnotes at end of table.

# Charities, Labor and Agricultural, and Other Tax-Exempt Organizations, 2005 

by Paul Arnsberger

Nonprofit charitable organizations exempt from income tax under Internal Revenue Code (IRC) section 501(c)(3) filed over 286,000 information returns for Tax Year 2005, an increase of 4 percent from 2004. These organizations held over $\$ 2.2$ trillion in assets, an increase of 9 percent from the previous year. They reported nearly $\$ 1.3$ trillion in revenue, 68 percent of which came from program services (Figure A). The statistics in this article exclude private foundations and most organizations with receipts totaling less than $\$ 25,000$, as well as most churches and certain other types of religious organizations.

Labor and agricultural organizations exempt under IRC section 501(c)(5) filed 19,837 Forms 990 and $990-\mathrm{EZ}$ for $2005 .{ }^{1}$ Assets reported by these organizations totaled $\$ 29.7$ billion. Of the $\$ 20.7$ billion in revenue reported by labor and agricultural organizations, the majority ( $\$ 13.5$ billion) came from membership dues and assessments.

The statistics for charities and other tax-exempt organizations reported in this article are based on data compiled from Form 990, Return of Organization Exempt from Income Tax, and Form 990-EZ, the short form version of this information return. The latter form may be completed by smaller organizations, those with end-of-year assets of less than $\$ 250,000$ and gross receipts of $\$ 25,000$ to $\$ 100,000$. Only condensed income statements and balance sheets are required from filers of the short form, which accounted for 21 percent of the returns filed by organizations exempt under Code sections 501(c)(3) and (5) for Tax Year 2005. ${ }^{2}$

## Charitable Organizations Tax-Exempt Under Internal Revenue Code Section 501(c)(3)

In order to qualify for tax-exempt status, an organization must show that its purpose serves the public

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## Figure A

## Nonprofit Charitable Organizations, Selected Financial Data, Tax Years 2004-2005

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

| Item | 2004 | 2005 | Percentage <br> change |
| :--- | ---: | ---: | :---: |
| Number of returns | $(1)$ | $(2)$ | $(3)$ |
|  | 276,199 | 286,615 | 3.8 |
|  | 218,851 | 226,246 | 3.4 |
| Total assets | 57,348 | 60,369 | 5.3 |
| Total liabilities | $2,058,610$ | $2,241,887$ | 8.9 |
| Net assets | 782,510 | 830,635 | 6.2 |
| Total revenue | $1,276,100$ | $1,411,252$ | 10.6 |
| Program service revenue | 801,199 | 852,638 | 6.4 |
| Contributions, gifts, and grants | 248,570 | 276,292 | 11.2 |
| Investment income [1] | 27,830 | 35,999 | 29.4 |
| Other | 75,391 | 87,960 | 16.7 |
| Total expenses | $1,058,489$ | $1,137,908$ | 7.5 |

[1] Includes "interest on savings and temporary cash investments," "dividends and interest from securities," and "other investment income (loss)" from Form 990 and "investment income (loss)" from Form 990-EZ.

NOTES: Data are from both Forms 990 and 990-EZ for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations and most organizations with receipts less than $\$ 25,000$, as well as most churches, and certain other types of religious organizations. Detail may not add to totals because of rounding.
good, as opposed to a private interest. The activities of nonprofit organizations are limited in that they must further one or more of the purposes for which they were granted tax-exempt status. Organizations that are exempt under IRC section 501(c)(3) are those whose purposes are religious, charitable, scientific, literary, or educational. In practice, these categories cover a broad range of activities.

Examples of the varied exempt purposes of these charitable organizations include nonprofit hospitals, educational institutions, youth organizations, community fundraising campaigns, public charities, local housing organizations, historical societies, and environmental preservation groups. These organizations

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may not allow net earnings to inure to the benefit of a shareholder or individual. Activity attempting to influence legislation cannot be a substantial part of an organization's activities, and the organization may not intervene in a political campaign on behalf of, or in opposition to, any candidate. ${ }^{3}$ Generally, a donor's contribution to one of these organizations is taxdeductible.

Of the 807,421 active nonprofit charitable organizations recognized by the Internal Revenue Service (IRS) under Code section 501(c)(3), 286,615 filed Form 990 or 990-EZ returns for accounting periods that began in Calendar Year 2005. ${ }^{4}$ Those not required to file included churches and certain other religious organizations, as well as organizations with annual gross receipts totaling less than $\$ 25,000 .{ }^{5}$ Nonprofit private foundations, which are also taxexempt under Code section 501(c)(3), are required to file separately on Form 990-PF, Return of Private Foundation. ${ }^{6}$

## Financial Characteristics of Nonprofit Charitable Organizations

Although 65 percent of the returns filed by section 501(c)(3) organizations for 2004 were filed by small organizations, those with assets of less than $\$ 500,000$, these organizations held less than 1 percent of the total assets and reported just 4 percent of total revenue (Figure B). In comparison, large organizations, those with assets of $\$ 10$ million or more, represented just 6 percent of the returns filed, but accounted for 90 percent of the total asset holdings and over 83 percent of the total revenue reported.

The nonprofit charitable organizations in this study reported total revenue of nearly $\$ 1.3$ trillion for 2005. Program service revenue, totaling $\$ 852.6$ billion, was the major source of revenue for these organizations. This revenue comprises the fees collected by organizations in support of their tax-exempt purposes and includes tuition and fees at educational institutions, hospital patient charges (including Medi-

## Figure B

Nonprofit Charitable Organizations, by Asset Size, Tax Year 2005

| Asset size | Returns |  | Total assets |  | Total revenue |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Percentage of total | Amount | Percentage of total | Amount | Percentage of total |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Total | 286,615 | 100.0 | 2,241,887 | 100.0 | 1,252,889 | 100.0 |
| Under \$100,000 [1] | 116,475 | 40.6 | 3,912 | 0.2 | 14,026 | 1.1 |
| \$100,000 under \$500,000 | 68,993 | 24.1 | 16,795 | 0.7 | 23,993 | 1.9 |
| \$500,000 under \$1,000,000 | 27,011 | 9.4 | 19,030 | 0.8 | 16,414 | 1.3 |
| \$1,000,000 under \$10,000,000 | 56,717 | 19.8 | 184,239 | 8.2 | 154,082 | 12.3 |
| \$10,000,000 under \$50,000,000 | 11,852 | 4.1 | 253,241 | 11.3 | 169,425 | 13.5 |
| \$50,000,000 or more | 5,567 | 1.9 | 1,764,669 | 78.7 | 874,950 | 69.8 |

[1] Includes returns with zero assets or assets not reported.
NOTES: Data are from Forms 990 and 990-EZ for nonprofit charitable organizations tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations and most organizations with receipts less than $\$ 25,000$, as well as most churches and certain types of religious organizations. Detail may not add to totals because of rounding.

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[1] Includes returns with zero assets or assets not reported.
NOTES: Data are from Forms 990 and 990-EZ for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations and most organizations with receipts less than $\$ 25,000$, as well as most churches and certain other types of religious organizations.
care and Medicaid payments), and admission fees collected by museums, community performing arts groups, and YMCA/YWCA. Figure C illustrates the types of revenue reported by organizations of different sizes. Large organizations received over 72 percent of their total revenue from program service revenue, while small organizations received over half of their revenue from contributions, gifts, and grants.

On Form 990 (but not on Form 990-EZ), expenses for nonprofit charitable organizations are grouped into four major categories: program services, fundraising, management and general, and payments to affiliates. Program service expenses are those associated with activities that further an organization's exempt purpose; fundraising expenses are those incurred in soliciting contributions, gifts, and grants; and management and general expenses include those administrative and overhead costs that are not spe-
cifically related to program services or fundraising activities.

The three categories described above are broken down by such specific functional expense items as grants and allocations, salaries and wages, professional fees, and supplies. (See Table 2 at the end of this article.) The fourth major category, payments to affiliates, which includes distributions to organizations closely related to the reporting organizations, such as dues paid by local chapters to State and national agencies, are not broken down into specific functional expenses. Program service expenses accounted for the vast majority ( 86 percent) of total expenses reported by filers of Form 990; management and general expenses totaled 12 percent; and fundraising expenses and payments to affiliates, combined, accounted for less than 2 percent.

Figure D
Compensation of Nonprofit Charitable Organization Officers, Directors, Trustees, Key Employees, and Other Employees, Reported on Form 990, by Asset Size, Tax Year 2005
[All figures are estimates based on samples-money amounts are in millions of dollars]

| Asset size | Number of Form 990 returns | Total expenses | Officers, directors, trustees, and key employees |  | Other employees |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | Compensation | Contributions and other benefits [1] | Compensation | Contributions and other benefits [2] |
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| Total | 226,246 | 1,135,349 | 15,301 | 1,917 | 380,539 | 71,777 |
| Under \$100,000 [3] | 63,069 | 11,789 | 1,051 | 65 | 2,596 | 236 |
| \$100,000 under \$500,000 | 62,030 | 22,274 | 1,491 | 85 | 6,671 | 820 |
| \$500,000 under \$1,000,000 | 27,011 | 15,423 | 1,029 | 89 | 4,868 | 626 |
| \$1,000,000 under \$10,000,000 | 56,717 | 145,623 | 4,187 | 389 | 53,662 | 8,282 |
| \$10,000,000 under \$50,000,000 | 11,852 | 156,894 | 2,738 | 363 | 53,896 | 9,482 |
| \$50,000,000 or more | 5,567 | 783,346 | 4,805 | 927 | 258,846 | 52,332 |

[1] Includes "contributions to employee benefit plans and deferred compensation plans" and "expense account and other allowances" reported on Part V of Form 990. [2] Includes "pension plan contributions" and "other employee benefits" reported on Part II of Form 990.
[3] Includes returns with zero assets or assets not reported.
NOTES: Data are from Form 990 for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations and most organizations with receipts less than $\$ 25,000$, as well as most churches and certain other types of religious organizations. Detail may not add to totals because of rounding.

## Compensation

Figure D shows compensation data reported by nonprofit charitable organizations on Form 990. Salaries, wages, and benefits are presented for executives, such as officers, directors, trustees, and key employees, as well as other employees. (Data from Form 990-EZ are not included in this section because that return does not distinguish between types of compensation nor types of employee.)

For Tax Year 2005, nonprofit charities reported $\$ 470.0$ billion in compensation and benefits on Form 990. The majority of this, 81 percent, was in the form of other employee salaries and wages. Salaries of executives officers, directors, trustees, and key employees totalled $\$ 15.3$ billion. In addition to salaries and wages, Form 990 filers reported $\$ 73.7$ billion in benefits paid to their employees and executives. Examples of these benefits include contributions to pension, health, and insurance welfare plans; payments to deferred compensation and severance plans; fringe benefits; and expense account reimbursements.

Compensation and benefits represented a significant portion of the total expenses reported by nonprofit charitable organizations on Form 990, over 41 percent. When viewed by size of organization and type of employee, certain patterns emerge.

For small organizations, those reporting assets less than $\$ 500,000$, other employee salaries, wages, and benefits represent slightly more than 30 percent of total expenses for Tax Year 2005; large organizations with assets of at least $\$ 50$ million reported 40 percent of their expenses in the form of employee salaries, wages, and benefits.

For executives, this compensation pattern is reversed. Salaries and benefits paid to executives, such as officers, directors, trustees, and key employees, accounted for nearly 8 percent of total expenses at small organizations, but less than 1 percent at large organizations.

## Nonprofit Charitable Organizations Classified by NTEE Codes

The National Taxonomy of Exempt Entities (NTEE) is a classification system developed by the National Center for Charitable Statistics, which classifies organizations by institutional purpose and major programs and activities. ${ }^{7}$ It recognizes 26 major groups, which can be aggregated into 10 program categories, as shown in Figure E. The organizations were classified for statistical purposes by the IRS Statistics of Income Division on the basis of information provided in the "Statement of Program Service Accomplishments" section of Forms 990 and 990-EZ.

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## Figure E

Selected Items for Nonprofit Charitable Organizations Classified by NTEE Category, Tax Year 2005
[All figures are estimates based on samples-money amounts are in millions of dollars]

| NTEE major category [1] | Number of returns | Total assets | Net assets | Revenue |  |  | Total expenses | Excess of revenue over expenses |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  | Total | Contributions, gifts, and grants | Program service revenue |  |  |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Total | 286,615 | 2,241,887 | 1,411,252 | 1,252,889 | 276,292 | 852,638 | 1,137,908 | 114,981 |
| Arts, culture, and humanities | 28,972 | 89,167 | 72,625 | 29,187 | 15,860 | 6,962 | 23,790 | 5,397 |
| Education | 52,530 | 744,531 | 548,623 | 243,061 | 69,934 | 126,802 | 201,456 | 41,605 |
| Environment, animals | 12,422 | 33,494 | 27,510 | 12,355 | 7,723 | 2,667 | 10,352 | 2,003 |
| Health | 35,669 | 860,780 | 463,266 | 698,535 | 52,146 | 607,470 | 660,350 | 38,185 |
| Human services | 108,283 | 251,228 | 123,486 | 171,451 | 70,069 | 86,278 | 161,401 | 10,050 |
| International, foreign affairs | 4,167 | 17,587 | 12,810 | 19,226 | 16,700 | 1,647 | 17,388 | 1,838 |
| Mutual, membership benefit | 25,722 | 208,372 | 138,191 | 67,360 | 37,460 | 17,818 | 53,119 | 14,241 |
| Public, societal benefit | 18,182 | 21,512 | 17,470 | 9,045 | 6,193 | 1,430 | 7,803 | 1,242 |
| Religion related | 667 | 15,216 | 7,272 | 2,670 | 207 | 1,564 | 2,249 | 421 |

[1] The National Taxonomy of Exempt Entities (NTEE) is a classification system that uses 26 major field areas that are aggregated into the categories shown above. It was developed by the National Center for Charitable Statistics.
NOTES: Data are from Forms 990 and 990-EZ for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations and most organizations with receipts less than $\$ 25,000$, as well as most churches and certain other types of religious organizations. Detail may not add to totals because of rounding.

Health-related organizations comprised the largest NTEE category in terms of financial activity, with 38 percent of all assets and 56 percent of all revenue reported by charitable organizations for 2005. Examples of organizations in the health category are hospitals; nursing facilities; health support services, such as blood banks and emergency services; health care financing activities; substance abuse treatment services; organizations active in the prevention or treatment of diseases; and medical research. Program service revenue was the dominant source of income for health organizations, accounting for 87 percent of total revenue.

The education program category, which includes colleges and universities, elementary and secondary schools, correspondence schools, libraries, and educational testing services, ranked a close second in terms of assets, with $\$ 744.5$ billion. At $\$ 243.1$ billion, total revenue reported by these organizations was considerably less than those in the health category.

The largest NTEE category in terms of returns filed comprised human service organizations, which accounted for 38 percent of all Forms 990 and 990EZ filed for 2005. This category comprises organizations in several classifications performing a broad range of services focused on specific needs within the community: housing and shelter programs; job
training and placement services; public safety, disaster preparedness, and relief services; recreation and sports programs; crime prevention and legal services; and multipurpose organizations which provide a broad range of social or human services to individuals and families. Program service revenue ( $\$ 86.3$ billion) and contributions, gifts, and grants received ( $\$ 70.1$ billion) together represented 91 percent of the total revenue reported by these organizations.

## Labor and Agricultural Organizations TaxExempt under IRC Section 501(c)(5)

Internal Revenue Code section 501(c)(5) grants tax exemption to both labor and agricultural organizations. ${ }^{8}$ The IRS defines a labor organization as "an association of workers who have combined to protect and promote the interests of the members by bargaining collectively with their employers to secure better working conditions." ${ }^{9}$ Examples of labor organizations include labor unions, job training funds, professional societies, and certain member-funded pension plans.

Per IRS regulations, the activities of agricultural organizations "involve raising livestock, forestry, cultivating land, raising and harvesting crops or aquatic resources, cultivating useful or ornamental plants, and similar pursuits." ${ }^{10}$ Farm bureaus and

[^94]granges, agricultural fairs, and animal husbandry programs are examples of agricultural organizations.

To be granted exempt status under section 501(c)(5), an organization must meet two requirements. Its goal must be to better the conditions of workers, improve the grades of their products, and develop a higher degree of efficiency in their respective occupations. Additionally, its net earnings may not inure to the benefit of any member of the organization. This second requirement applies to nonprofit charities, as well as to all other organizations exempt under IRC section 501(c).

Unlike nonprofit charitable organizations, labor and agricultural organizations may legally particpate in some political activity on behalf of, or in opposition to, candidates for public office. They may also engage in an unlimited amount of lobbying, provided
that the lobbying is related to the organization's exempt purpose. In most cases, a donor's contribution to one of these organizations is not tax-deductible. However, it may be deductible as a trade or business expense, if it is ordinary and necessary in the conduct of the taxpayer's trade or business.

## Highlights of Labor and Agricutural Organization Financial Data

Labor and agricultural organizations exempt under IRC section 501(c)(5) filed 19,837 Forms 990 and $990-E Z$ for Tax Year 2005. This figure represents just a fraction of the total number of active 501(c)(5) organizations recognized by the IRS. Organizations with total gross receipts below the filing threshold and noncompliant organizations comprise the differ-

## Figure F



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## Figure G <br> Selected Items for Labor and Agricultural Organizations, by Type of Organization, Tax Year 2005

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

| Type of organization | Number <br> of returns | Total <br> assets | Total <br> revenue |
| :--- | :---: | :---: | ---: |
| Total | $(1)$ | $(2)$ | $(3)$ |
|  | $\mathbf{1 9 , 8 3 7}$ | $\mathbf{2 9 , 6 7 9}$ | $\mathbf{2 0 , 6 8 2}$ |
|  | 14,260 | 20,529 | 16,675 |
| Farm bureaus and granges | 2,054 | 2,124 | 595 |
| Professional societies and associations | 620 | 523 | 672 |
| Agricultural programs | 437 | 1,002 | 366 |
| Job training funds | 429 | 445 | 209 |
| Fairs | 329 | 255 | 241 |
| Animal husbandry | 777 | 331 | 223 |
| Retirement and benefit plans | 250 | 3,035 | 937 |
| Other 501(c)(5) organizations | 681 | 1,434 | 764 |

NOTES: Data are from both Forms 990 and 990-EZ for organizations that are tax-exempt under Internal Revenue Code section 501(c)(5) and exclude most organizations with receipts less than $\$ 25,000$. Detail may not add to totals because of rounding
ence. Labor and agricultural organizations that filed information returns reported total assets of $\$ 29.7$ billion and total revenue of $\$ 20.7$ billion for Tax Year 2005.

Figure F shows the sources of revenue for 501(c)(5) labor and agricultural organizations by size of total assets. When compared to Figure C, the equivalent chart for 501(c)(3) charitable organizations, similarities and differences between the two types of organizations emerge. Figure F shows that labor and agricultural organizations, regardless of their size, rely heavily on membership dues as a source of revenue. In contrast, less than 1 percent of nonprofit charitable organizations' overall revenue came from membership dues.

For both types of organizations, program service revenue represented a larger portion of total revenue as the size of the organization increased. For the largest 501(c)(3) organizations (those with over \$50 million assets), program service income accounted for three-fourths of total revenue. For labor and agricultural organizations of the same size, it represented a third of total revenue.

Figure G shows data for IRC section 501(c)(5) labor and agricultural organizations classified by type. By all measures, labor unions dominate the universe of 501(c)(5) organizations, with 72 percent of the returns filed, nearly 70 percent of total assets, and 81 percent of revenue reported. Retirement and ben-
efit plans ranked a distant second in terms of assets, with $\$ 3.0$ billion, despite a relatively small number of filers. ${ }^{11}$ Section 501(c)(5) agricultural-related programs and organizations together filed over 3,500 information returns and reported over $\$ 1.4$ billion in total revenue for Tax Year 2005.

## Summary

For 2005, nonprofit charitable organizations (excluding private foundations) tax-exempt under section 501(c)(3) reported $\$ 2.2$ trillion in total assets and $\$ 1.3$ trillion in revenue. The number of returns filed by these organizations was 286,615 , including both Form 990 and the shorter Form 990-EZ.

Program service revenue, the fees received for the charitable programs conducted by tax-exempt organizations, was $\$ 852.6$ billion for Tax Year 2005. It represented more than two-thirds of the total revenue reported by charitable organizations. A second source of revenue, contributions, gifts, and grants, which totaled $\$ 276.3$ billion, accounted for more than one-half of the total revenue of organizations with asset holdings of less than $\$ 1$ million dollars, but a much smaller share of the total revenue of the larger organizations.

Using the National Taxonomy of Exempt Entities codes (which classify organizations by institutional purpose and major programs and activities), health care was the predominant major category, accounting for 38 percent of assets and 56 percent of total revenue reported by nonprofit charitable organizations.

Labor and agricultural organizations exempt under IRC section 501(c)(5) filed 19,837 information returns with the IRS, on which they reported $\$ 29.7$ billion in assets and $\$ 20.7$ billion in revenue. Labor unions represented the bulk of section 501(c)(5) filers, reporting $\$ 16.8$ billion in revenue on 14,260 Forms 990 and 990-EZ.

## Data Sources and Limitations

The statistics in this article are based on a sample of the Tax Year 2005 Forms 990, Return of Organization Exempt From Income Tax, and Forms 990-EZ, Short Form Return of Organization Exempt From Income Tax. Organizations were required to file the 2005 form when their accounting periods ended any time between December 31, 2005, and November 30, 2006. The sample did not include private founda-

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## Figure H <br> Coefficient of Variation for Selected Items, by Selected Internal Revenue Code Section, Tax Year 2005

| Type and size of organization | Percentages |  |  |
| :--- | :---: | :---: | :---: |
|  | Number <br> of returns | Total <br> assets | Total <br> revenue |
| All 501(c)(3) organizations [1] | 0.08 | 0.06 | 0.42 |
| Large organizations [2] | 0.79 | 0.11 | 0.36 |
| Medium organizations [3] | 1.21 | 0.57 | 2.03 |
| Small organizations [4] | 1.58 | 2.66 | 5.07 |
| All 501(c)(4) organizations | 4.35 | 0.46 | 0.73 |
| All 501(c)(5) organizations | 5.14 | 1.42 | 2.63 |
| Large organizations [5] | 0.00 | 0.00 | 0.00 |
| Medium organizations [3] | 3.20 | 4.00 | 5.59 |
| Small organizations [4] | 5.71 | 11.90 | 15.00 |
| All 501(c)(6) organizations | 3.92 | 0.88 | 2.13 |
| All 501(c)(7) organizations | 5.07 | 2.03 | 2.82 |
| All 501(c)(8) organizations | 9.00 | 0.28 | 3.85 |
| All 501(c)(9) organizations | 7.33 | 0.26 | 3.34 |

[1] Excludes private foundations, most chuches, and certain other types of religious organizations
[2] Large 501 (c)(3) organizations are those with assets greater than or equal to $\$ 10$ million.
[3] Medium organizations are those with assets greater than or equal to $\$ 100,000$ but less than $\$ 10$ million.
[4] Small organizations are those with assets less than $\$ 100,000$.
[5] Large 501 (c)(5) organizations, those with assets greater than or equal to $\$ 10$ million, were sampled at a rate of 100 percent and, therefore, have no sample variation. NOTE: Includes data from Forms 990 and 990 -EZ and excludes most organizations with receipts less than $\$ 25,000$.
tions, which were required to file Form 990-PF. Most churches and certain other types of religious organizations were also excluded from the sample because they were not required to file Form 990 or Form $990-E Z$. The sample included only those returns with average receipts of more than $\$ 25,000$, the filing threshold.

The sample design was split into two parts: the first sampling frame contained all returns filed by organizations exempt under section 501(c)(3); the second sampling frame comprised a pool of all returns filed by organizations exempt under sections 501(c)(4) through (9). Organizations tax-exempt
under other Code sections were excluded from the sample frames. The data presented were obtained from returns as originally filed with the Internal Revenue Service. They were subjected to comprehensive testing and correction procedures in order to improve statistical reliability and validity. However, in most cases, changes made to the original return as a result of either administrative processing or taxpayer amendment were not incorporated into the database.

The two samples were classified into strata based on the size of end-of-year total assets, with each stratum sampled at a different rate. For section 501(c)(3) organizations, a sample of 15,862 returns was selected from a population of 290,094 . Sampling rates ranged from 1.24 percent for organizations reporting total assets less than $\$ 500,000$ to 100 percent for organizations with total assets of $\$ 50,000,000$ or more.

The second sample contained 6,890 records selected from the population of 112,128 returns filed by organizations exempt under sections 501(c)(4) through (9). Sampling rates ranged from 1.11 percent for organizations reporting total assets less than $\$ 150,000$ to 100 percent for organizations with assets of $\$ 10,000,000$ or more. The filing populations for these organizations included some returns of terminated organizations, returns of inactive organizations, duplicate returns, and returns of organizations filed with tax periods prior to 2005. However, these returns were excluded from the final sample and the estimated population counts.

Because the data are based on samples, they are subject to sampling error. In order to use these statistics properly, the magnitude of the sampling error, measured by the coefficient of variation (CV), should be taken into account. Figure H shows CVs for selected financial data. A discussion of methods for evaluating nonsampling error can be found in SOI Sampling Methodology and Data Limitations in the back of this issue.

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Table 1. Form 990 Returns of 501 (c)(3) Organizations: Balance Sheet and Income Statement Items, by Asset Size, Tax Year 2005

| Item | Total | Asset size |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Under \$100,000 [1] | $\begin{array}{\|c\|} \$ 100,000 \text { under } \\ \$ 500,000 \end{array}$ | $\begin{array}{\|c} \$ 500,000 \text { under } \\ \$ 1,000,000 \end{array}$ | $\begin{gathered} \$ 1,000,000 \\ \text { under } \\ \$ 10,000,000 \end{gathered}$ | $\begin{gathered} \$ 10,000,000 \\ \text { under } \\ \$ 50,000,000 \end{gathered}$ | $\begin{aligned} & \$ 50,000,000 \text { or } \\ & \text { more } \end{aligned}$ |
| Number of returns | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|  | 226,246 | 63,069 | 62,030 | 27,011 | 56,717 | 11,852 | 5,567 |
| Total assets | 2,239,404,309 | 2,548,300 | 15,676,513 | 19,030,165 | 184,239,094 | 253,240,918 | 1,764,669,319 |
| Cash | 49,255,652 | 1,215,745 | 3,348,718 | 2,450,247 | 10,997,098 | 9,018,263 | 22,225,582 |
| Savings and temporary cash investments | 147,654,538 | 581,994 | 4,058,632 | 4,142,008 | 21,867,602 | 21,929,075 | 95,075,227 |
| Accounts receivable (net) | 114,373,902 | 128,377 | 823,791 | 890,341 | 10,036,506 | 13,802,120 | 88,692,768 |
| Pledges receivable (net) | 42,286,559 | 17,236 | 203,925 | 233,840 | 4,276,760 | 7,697,596 | 29,857,201 |
| Grants receivable | 12,893,822 | 51,007 | 258,589 | 351,389 | 3,681,265 | 3,140,535 | 5,411,037 |
| Receivables due from officers, etc. | 435,121 | 9,976 | 28,792 | * 30,492 | 91,449 | 33,603 | 240,808 |
| Other notes and loans receivable | 79,829,878 | 8,494 | 150,196 | 371,564 | 4,412,052 | 5,487,514 | 69,400,059 |
| Inventories for sale or use | 12,465,388 | 45,888 | 161,873 | 203,617 | 1,552,104 | 1,758,098 | 8,743,807 |
| Prepaid expenses and deferred charges | 21,320,886 | 32,862 | 135,450 | 142,192 | 1,750,383 | 2,453,925 | 16,806,074 |
| Investments in securities | 780,224,518 | 42,062 | 1,435,980 | 2,534,947 | 33,147,438 | 65,144,661 | 677,919,430 |
| Investments in land, buildings, and equipment | 32,981,784 | 48,905 | 667,515 | 785,608 | 6,718,642 | 7,095,715 | 17,665,400 |
| Other investments | 228,622,691 | 14,444 | 452,555 | 706,308 | 9,195,655 | 16,447,716 | 201,806,014 |
| Land, buildings, and equipment for charitable purposes | 582,818,397 | 303,349 | 3,665,049 | 5,789,835 | 68,448,910 | 83,791,741 | 420,819,513 |
| Other assets | 134,241,170 | 47,960 | 285,448 | 397,776 | 8,063,231 | 15,440,356 | 110,006,399 |
| Total liabilities | 830,434,665 | 1,310,389 | 4,139,659 | 4,101,713 | 68,580,529 | 95,230,819 | 657,071,557 |
| Accounts payable | 149,345,891 | 334,891 | 1,065,690 | 879,016 | 13,847,921 | 18,144,917 | 115,073,457 |
| Grants payable | 11,459,693 | 13,885 | 89,323 | 131,124 | * 1,526,007 | 1,555,372 | 8,143,981 |
| Support and revenue designated for future periods | 42,932,297 | 70,448 | 358,532 | 324,912 | 4,527,471 | 8,546,714 | 29,104,219 |
| Loans from officers, etc. | 933,162 | 104,225 | 103,124 | 12,954 | * 441,681 | 44,044 | 227,134 |
| Tax-exempt bond liabilities | 285,643,537 | 0 | 0 | 0 | 4,008,483 | 19,563,953 | 262,071,101 |
| Mortgages and other notes payable | 172,202,974 | 173,232 | 1,825,874 | 2,006,953 | 35,511,484 | 32,008,150 | 100,677,281 |
| Other liabilities | 167,917,112 | 613,708 | 697,116 | 746,754 | 8,717,481 | 15,367,668 | 141,774,385 |
| Net assets | 1,408,969,643 | 1,237,910 | 11,536,854 | 14,928,452 | 115,658,565 | 158,010,099 | 1,107,597,763 |
| Total revenue | 1,250,077,533 | 11,614,081 | 23,593,036 | 16,413,752 | 154,081,806 | 169,425,201 | 874,949,657 |
| Total contributions, gifts, and grants received | 274,823,023 | 6,537,723 | 12,076,436 | 7,335,215 | 66,043,520 | 49,741,632 | 133,088,498 |
| Contributions received from direct public support | 140,348,374 | 4,616,193 | 6,538,409 | 4,100,213 | 27,159,776 | 27,332,624 | 70,601,159 |
| Contributions received from indirect public support | 21,624,408 | 365,867 | 675,221 | 180,173 | 2,969,269 | 2,260,662 | 15,173,216 |
| Government grants | 112,850,241 | 1,555,663 | 4,862,806 | 3,054,829 | 35,914,475 | 20,148,346 | 47,314,123 |
| Program service revenue | 852,042,962 | 3,711,903 | 9,065,963 | 7,216,916 | 76,804,825 | 106,476,654 | 648,766,700 |
| Membership dues and assessments | 8,312,109 | 460,705 | 783,527 | 514,029 | 1,991,385 | 2,201,923 | 2,360,540 |
| Interest on savings and temporary cash investments | 7,006,067 | 16,155 | 103,774 | 138,566 | 956,612 | 1,047,563 | 4,743,397 |
| Dividends and interest from securities | 21,880,330 | 4,217 | 65,657 | 95,826 | 1,152,441 | 2,099,659 | 18,462,530 |
| Net rental income (loss) | 2,635,969 | 18,750 | 99,516 | 88,626 | 484,130 | 417,044 | 1,527,903 |
| Gross rents | 5,583,687 | 31,259 | 131,746 | 150,556 | 921,566 | 842,815 | 3,505,745 |
| Rental expenses | 2,947,718 | * 12,509 | 32,230 | 61,930 | 437,436 | 425,771 | 1,977,842 |
| Other investment income (loss) | 7,081,506 | 8,647 | 35,057 | 21,004 | 266,112 | 409,398 | 6,341,287 |
| Total gain (loss) from sales of assets | 47,729,545 | 17,566 | 26,363 | 54,386 | 1,654,485 | 3,012,493 | 42,964,252 |
| Gain (loss), sales of securities | 41,839,175 | * 5,010 | 17,299 | 39,081 | 1,019,562 | 2,064,982 | 38,693,241 |
| Gross amount from sales | 616,238,853 | * 50,006 | 433,738 | 771,818 | 12,627,628 | 27,804,964 | 574,550,700 |
| Cost or other basis and sales expense | 574,399,679 | * 44,995 | 416,439 | 732,737 | 11,608,066 | 25,739,982 | 535,857,459 |
| Gain (loss), sales of other assets | 5,890,371 | 12,555 | 9,065 | 15,305 | 634,923 | 947,511 | 4,271,011 |
| Gross amount from sales | 14,044,320 | 31,367 | 48,829 | 314,362 | 1,737,162 | 3,450,078 | 8,462,523 |
| Cost or other basis and sales expense | 8,153,949 | 18,812 | 39,764 | 299,057 | 1,102,238 | 2,502,567 | 4,191,512 |
| Net income (loss), special events and activities | 3,425,940 | 493,283 | 740,024 | 328,778 | 1,178,992 | 355,131 | 329,732 |
| Gross revenue | 9,377,196 | 1,756,391 | 2,141,304 | 1,120,788 | 2,349,419 | 1,015,039 | 994,254 |
| Direct expenses | 5,951,255 | 1,263,107 | 1,401,280 | 792,010 | 1,170,427 | 659,909 | 9 664,522 |
| Gross profit (loss), sales of inventories | 5,587,817 | 97,281 | 322,117 | 348,555 | 1,497,499 | 1,432,897 | 1,889,467 |
| Gross sales minus returns and allowances | 13,359,170 | 220,320 | 653,818 | 750,498 | 3,871,575 | 3,462,755 | 4,400,203 |
| Cost of goods sold | 7,771,354 | 123,039 | 331,701 | 401,944 | 2,374,076 | 2,029,857 | 7 2,510,737 |
| Other revenue (loss) | 19,552,256 | 247,849 | 274,598 | 271,847 | 2,051,804 | 2,230,807 | 14,475,351 |
| Total expenses [2] | 1,135,348,635 | 11,789,217 | 22,274,050 | 15,422,574 | 145,622,969 | 156,894,318 | 783,345,507 |
| Program services | 977,133,926 | 9,899,591 | 18,689,536 | 12,776,053 | 123,919,580 | 133,712,905 | 678,136,261 |
| Management and general | 139,283,231 | 1,472,597 | 3,118,536 | 2,323,674 | 18,241,732 | 19,781,958 | 8 94,344,735 |
| Fundraising | 13,071,406 | 333,770 | 451,151 | 294,486 | 2,849,174 | 2,434,575 | 5 6,708,250 |
| Payments to affiliates | 5,860,069 | 83,257 | 14,826 | 28,361 | 612,483 | 964,880 | 4,156,261 |
|  | 114,728,897 | -175,137 | 1,318,985 | 991,178 | 8,458,838 | 12,530,883 | 91,604,150 |

* Estimate should be used with caution because of the small number of sample returns on which it is based
[1] Includes returns with zero assets or assets not reported.
(2] The differences between "total expenses" shown in this table and "total functional expenditures" shown in Table 2 are due to payments to affiliates, which are not considered functional expenditures rounding.


## Charities, Labor and Agricultural, and Other Tax-Exempt Organizations, 2005

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Table 2. Form 990 Returns of 501(c)(3)-(9) Organizations: Total Functional Expenditures, by Code Section, Tax Year 2005
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Internal Revenue Code section |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 501(c)(3) [1] | 501(c)(4) | 501(c)(5) | 501(c)(6) | 501(c)(7) | 501(c)(8) | 501(c)(9) |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| Total functional expenditures [2] | 1,129,488,565 | 70,781,946 | 17,250,804 | 31,494,439 | 10,769,345 | 11,488,610 | 128,869,234 |
| Grants and allocations | 74,876,196 | 1,764,871 | 538,917 | 689,667 | 61,297 | 559,641 | 984,432 |
| Specific assistance to individuals | 10,696,633 | 1,160,267 | 42,782 | 85,797 | * 659 | 151,396 | 855,414 |
| Benefits paid to or for members | 6,401,191 | 21,875,976 | 1,719,190 | 997,561 | 11,260 | 7,940,193 | 109,740,035 |
| Compensation of officers, directors, or trustees | 17,358,409 | 455,581 | 1,427,920 | 1,966,061 | 156,830 | 91,723 | 592,680 |
| Other salaries and wages | 380,539,069 | 6,009,143 | 3,497,355 | 5,936,575 | 3,661,031 | 566,336 | 635,347 |
| Pension plan contributions | 18,109,687 | 800,036 | 734,598 | 534,327 | 62,440 | 105,429 | 95,640 |
| Other employee benefits | 53,667,710 | 1,162,726 | 933,455 | 1,047,558 | 378,562 | 367,538 | 1,596,405 |
| Payroll taxes | 26,747,584 | 268,534 | 424,379 | 526,676 | 447,875 | 89,062 | 78,410 |
| Professional fundraising fees | 675,197 | 99,455 | 64,982 | 31,253 | 6,143 | * 9,570 | * 968 |
| Accounting fees | 1,869,623 | 106,768 | 93,693 | 142,295 | 57,618 | 23,999 | 102,472 |
| Legal fees | 2,717,339 | 196,166 | 422,873 | 545,258 | 28,533 | 25,284 | 141,702 |
| Supplies | 95,860,894 | 384,033 | 157,157 | 246,507 | 363,562 | 66,209 | 31,510 |
| Telephone | 4,482,127 | 128,881 | 139,534 | 216,553 | 50,166 | 25,336 | 18,513 |
| Postage and shipping | 3,960,413 | 438,644 | 117,862 | 327,497 | 41,000 | 18,798 | 60,181 |
| Occupancy | 35,403,600 | 904,639 | 518,290 | 972,626 | 1,320,398 | 203,580 | 106,766 |
| Equipment rental and maintenance | 15,338,290 | 292,580 | 123,261 | 292,030 | 325,855 | 32,623 | 30,767 |
| Printing and publications | 6,665,667 | 475,672 | 245,876 | 966,760 | 87,481 | 46,057 | 37,939 |
| Travel | 9,753,642 | 214,737 | 451,476 | 791,134 | 38,418 | 26,875 | 12,661 |
| Conferences, conventions, and meetings | 4,357,312 | 195,937 | 354,520 | 2,178,977 | 43,351 | 41,884 | 22,284 |
| Interest | 18,804,272 | 2,430,858 | 107,903 | 127,040 | 244,024 | 16,576 | 15,709 |
| Depreciation and depletion | 45,913,185 | 1,118,829 | 352,047 | 560,055 | 1,003,093 | 116,870 | 64,484 |
| Other expenses | 295,290,499 | 30,297,612 | 4,782,731 | 12,312,231 | 2,379,745 | 963,622 | 13,644,915 |

* Estimate should be used with caution because of the small number of sample returns on which it is based.
[1] Excludes private foundations, most churches, and certain other types of religious organizations.
[2] The differences between "total functional expenditures" shown in this table and "total expenses" shown in Tables 1 and 3 are due to payments to affiliates, which are not considered functional expenditures.
NOTES: Data exclude most organizations with receipts less than $\$ 25,000$. Detail may not add to totals because of rounding


# Charities, Labor and Agricultural, and Other Tax-Exempt Organizations, 2005 

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Table 3. Form 990 Returns of 501(c)(3)-(9) Organizations: Balance Sheet and Income Statement Items, by Code Section, Tax Year 2005
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Internal Revenue Code section |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 501(c)(3) [1] | 501(c)(4) | 501(c)(5) | 501(c)(6) | 501(c)(7) | 501(c)(8) | 501(c)(9) |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| Number of returns | 226,246 | 16,914 | 13,718 | 22,851 | 13,564 | 5,514 | 6,419 |
| Total assets | 2,239,404,309 | 92,167,195 | 29,273,249 | 54,405,050 | 21,811,434 | 83,507,893 | 156,245,135 |
| Cash | 49,255,652 | 2,837,109 | 1,927,804 | 3,251,598 | 1,013,232 | 569,730 | 2,697,300 |
| Savings and temporary cash investments | 147,654,538 | 8,552,447 | 5,520,278 | 9,629,395 | 1,696,785 | 3,819,626 | 19,113,727 |
| Accounts receivable (net) | 114,373,902 | 5,687,977 | 1,232,189 | 3,421,454 | 1,165,059 | 107,053 | 11,561,744 |
| Pledges receivable (net) | 42,286,559 | 118,564 | * 6,199 | 172,851 | 13,263 | * 1,270 | * 314 |
| Grants receivable | 12,893,822 | 202,360 | * 17,891 | 97,983 | * 757 | * 330 | 244,623 |
| Receivables due from officers, etc. | 435,121 | * 36,765 | 1,487 | 16,072 | 9,623 | * 594 | *7 |
| Other notes and loans receivable | 79,829,878 | 27,576,662 | 310,640 | 1,156,083 | 157,361 | 458,032 | 284,358 |
| Inventories for sale or use | 12,465,388 | 1,236,912 | 106,730 | 187,634 | 246,185 | 38,853 | 7,098 |
| Prepaid expenses and deferred charges | 21,320,886 | 1,640,080 | 271,382 | 900,154 | 222,278 | 472,218 | 222,884 |
| Investments in securities | 780,224,518 | 20,952,025 | 11,986,295 | 23,677,456 | 537,186 | 55,740,691 | 104,994,290 |
| Investments in land, buildings, and equipment | 32,981,784 | 2,602,290 | 483,981 | 563,932 | 1,372,043 | 341,747 | 145,604 |
| Other investments | 228,622,691 | 4,519,890 | 1,598,473 | 4,760,358 | 225,787 | 19,731,522 | 9,920,412 |
| Land, buildings, and equipment for charitable purposes | 582,818,397 | 11,203,609 | 5,035,943 | 4,341,761 | 14,779,510 | 1,403,512 | 389,294 |
| Other assets | 134,241,170 | 5,000,506 | 773,957 | 2,228,320 | 372,365 | 822,715 | 6,663,479 |
| Total liabilities | 830,434,665 | 49,723,209 | 6,932,898 | 29,802,212 | 7,313,600 | 73,307,775 | 30,707,343 |
| Accounts payable | 149,345,891 | 9,999,915 | 2,685,904 | 6,131,948 | 1,018,789 | 255,428 | 16,850,539 |
| Grants payable | 11,459,693 | 478,734 | * 41,988 | 141,349 | * 4,631 | * 55,530 | 41,960 |
| Support and revenue designated for future periods | 42,932,297 | 2,394,718 | 252,378 | 4,234,153 | 758,264 | 62,281 | 353,753 |
| Loans from officers, etc. | 933,162 | * 6,091 | * 3,209 | * 612 | * 10,586 | 0 | * 64 |
| Tax-exempt bond liabilities | 285,643,537 | 7,314,285 | * 27,250 | * 54,330 | * 202 | * 17,509 | 0 |
| Mortgages and other notes payable | 172,202,974 | 23,092,092 | 2,064,672 | 2,709,648 | 4,724,522 | 274,340 | 193,646 |
| Other liabilities | 167,917,112 | 6,437,374 | 1,857,498 | 16,530,171 | 796,606 | 72,642,688 | 13,267,381 |
| Net assets | 1,408,969,643 | 42,443,986 | 22,340,352 | 24,602,838 | 14,497,834 | 10,200,118 | 125,537,792 |
| Total revenue | 1,250,077,533 | 73,862,875 | 20,358,194 | 34,604,688 | 11,128,233 | 12,294,813 | 131,990,285 |
| Total contributions, gifts, and grants received | 274,823,023 | 4,686,804 | 715,212 | 2,658,799 | 121,662 | 386,405 | 0 |
| Contributions received from direct public support | 140,348,374 | 1,676,403 | 311,561 | 981,389 | 101,504 | 87,330 |  |
| Contributions received from indirect public support | 21,624,408 | 235,675 | 116,887 | 121,611 | 4,816 | 259,416 |  |
| Government grants | 112,850,241 | 2,774,726 | 286,764 | 1,555,799 | * 15,342 | * 39,660 | 0 |
| Program service revenue | 852,042,962 | 61,030,857 | 4,172,452 | 14,361,734 | 1,948,831 | 8,184,866 | 118,234,020 |
| Membership dues and assessments | 8,312,109 | 2,687,993 | 13,245,368 | 13,175,458 | 6,593,311 | 348,942 | 2,935,233 |
| Interest on savings and temporary cash investments | 7,006,067 | 505,113 | 258,176 | 472,682 | 62,255 | 72,907 | 772,285 |
| Dividends and interest from securities | 21,880,330 | 616,649 | 370,961 | 817,511 | 18,114 | 2,445,025 | 2,894,669 |
| Net rental income (loss) | 2,635,969 | 216,154 | 86,923 | 44,619 | 53,089 | 32,651 | 2,017 |
| Gross rents | 5,583,687 | 342,158 | 198,267 | 164,131 | 113,277 | 53,034 | 12,073 |
| Rental expenses | 2,947,718 | 126,004 | 111,344 | 119,513 | 60,188 | 20,384 | 10,056 |
| Other investment income (loss) | 7,081,506 | 706,873 | 53,106 | 58,249 | 3,881 | 20,938 | 1,320,855 |
| Total gain (loss) from sales of assets | 47,729,545 | 1,088,781 | 322,918 | 348,214 | 72,044 | 213,822 | 4,649,702 |
| Gain (loss), sales of securities | 41,839,175 | 673,095 | 271,264 | 204,720 | 23,515 | 171,105 | 4,631,805 |
| Gross amount from sales | 616,238,853 | 15,204,226 | 8,282,599 | 24,461,202 | 283,269 | 1,253,792 | 135,695,818 |
| Cost or other basis and sales expense | 574,399,679 | 14,531,131 | 8,011,335 | 24,256,482 | 259,754 | 1,082,688 | 131,064,014 |
| Gain (loss), sales of other assets | 5,890,371 | 415,687 | 51,654 | 143,494 | 48,529 | 42,717 | 17,897 |
| Gross amount from sales | 14,044,320 | 1,110,674 | 102,475 | 229,514 | 96,229 | 69,258 | 242,396 |
| Cost or other basis and sales expense | 8,153,949 | 694,987 | 50,821 | 86,019 | 47,700 | 26,541 | 224,499 |
| Net income (loss), special events and activities | 3,425,940 | 311,800 | 19,472 | 211,008 | 70,197 | 361,081 | * 2,751 |
| Gross revenue | 9,377,196 | 1,120,614 | 82,733 | 678,084 | 259,020 | 703,410 | * 19,480 |
| Direct expenses | 5,951,255 | 808,813 | 63,260 | 467,076 | 188,823 | 342,329 | * 16,729 |
| Gross profit (loss), sales of inventories | 5,587,817 | 185,692 | 13,911 | 213,401 | 1,809,373 | 152,332 | -* 31 |
| Gross sales minus returns and allowances | 13,359,170 | 556,930 | 53,546 | 358,922 | 3,628,827 | 383,117 | * 11,452 |
| Cost of goods sold | 7,771,354 | 371,238 | 39,636 | 145,521 | 1,819,454 | 230,785 | * 11,483 |
| Other revenue (loss) | 19,552,256 | 1,826,157 | 1,099,696 | 2,243,013 | 375,476 | 75,844 | 1,178,785 |
| Total expenses [2] | 1,135,348,635 | 70,928,940 | 19,371,039 | 31,638,751 | 10,794,788 | 11,505,962 | 128,941,063 |
| Program services | 977,133,926 | 63,263,844 | [3] | [3] | [3] | [3] | [3] |
| Management and general | 139,283,231 | 7,107,133 | [3] | [3] | [3] | [3] | [3] |
| Fundraising | 13,071,406 | 410,969 | [3] | [3] | [3] | [3] | [3] |
| Payments to affiliates | 5,860,069 | 146,993 | 2,120,235 | 144,309 | 25,442 | 17,352 | 71,829 |
| Excess of revenue over expenses (net) | 114,728,897 | 2,933,935 | 987,155 | 2,965,938 | 333,445 | 788,851 | 3,049,223 |

[^97][1] Excludes private foundations, most churches, and certain other types of religious organizations.
[2] The differences between "total expenses" shown in this table and "total functional expenditures" shown in Table 2 are due to payments to affiliates, which are not considered
functional expenditures.
[3] Not required to be reported
NOTES: Data exclude most organizations with receipts less than $\$ 25,000$. Detail may not add to totals because of rounding.

## Charities, Labor and Agricultural, and Other Tax-Exempt Organizations, 2005

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Table 4. Form 990-EZ Returns of 501(c)(3)-(9) Organizations: Selected tems, by Code Section, Tax Year 2005
[All figures are estimates based on samples-money amounts are in thousands of dollars]

| Item | Internal Revenue Code section |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 501(c)(3) [1] | 501(c)(4) | 501(c)(5) | 501(c)(6) | 501(c)(7) | 501(c)(8) | 501(c)(9)* |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| Number of returns | 60,369 | 9,918 | 6,119 | 7,694 | 7,063 | 1,366 | 169 |
| Total assets | 2,482,194 | 475,325 | 406,100 | 325,671 | 397,641 | 92,216 | 7,505 |
| Cash, savings, and investments | 1,815,861 | 341,780 | 367,400 | 310,112 | 204,569 | 68,286 | 7,505 |
| Land and buildings (net) | 394,920 | 112,721 | * 29,232 | * 10,032 | 154,511 | * 22,926 | 0 |
| Other assets | 271,413 | 20,823 | 9,469 | 5,527 | 38,561 | * 1,003 | 0 |
| Total liabilities | 199,892 | 42,355 | 42,233 | 23,329 | 43,437 | * 2,034 | 0 |
| Net assets | 2,282,302 | 432,970 | 363,867 | 302,342 | 354,204 | 90,182 | 7,505 |
| Total revenue | 2,811,953 | 392,007 | 323,359 | 358,133 | 297,196 | 65,105 | 6,822 |
| Contributions, gifts, and grants | 1,469,440 | 99,417 | 28,786 | 44,384 | 28,280 | 8,892 | 0 |
| Program service revenue | 595,383 | 68,966 | 21,035 | 104,094 | 65,910 | * 11,670 | 4,157 |
| Dues and assessments | 245,911 | 113,824 | 241,068 | 170,984 | 157,431 | 11,608 | 2,609 |
| Investment income (loss) | 30,808 | 11,323 | 5,286 | 4,796 | 10,013 | 1,065 | 55 |
| Gain (loss) from sales of assets | 11,290 | * 494 | * 1,201 | 0 | * 69 | 0 | 0 |
| Gross amount from sales | 45,734 | * 4,628 | * 2,528 | 0 | * 14,020 | 0 | 0 |
| Cost or other basis and sales expense | 34,444 | * 4,134 | * 1,326 | 0 | * 13,951 | 0 | 0 |
| Net income (loss), special events and activities | 281,128 | 79,626 | 9,131 | 9,277 | 12,968 | * 13,977 | 0 |
| Gross revenue | 686,393 | 191,274 | 25,713 | 50,247 | 47,671 | * 25,122 | 0 |
| Direct expenses | 405,263 | 111,648 | 16,582 | 40,970 | 34,702 | * 11,145 | 0 |
| Gross profit (loss), sales of inventories | 62,745 | 3,634 | * 401 | * 924 | 8,708 | * 564 | 0 |
| Gross sales minus returns and allowances | 174,305 | 14,020 | * 1,438 | * 2,402 | 26,337 | * 1,368 | 0 |
| Cost of goods sold | 111,559 | 10,386 | * 1,037 | * 1,478 | 17,629 | * 804 | 0 |
| Other revenue (loss) | 115,246 | 14,721 | 16,449 | 23,673 | 13,816 | * 17,328 | 0 |
| Total expenses | 2,559,505 | 379,321 | 308,514 | 355,569 | 280,423 | 59,335 | 5,661 |
| Grants paid | 367,834 | 87,483 | 53,481 | 17,719 | 9,968 | 13,705 | 0 |
| Benefits paid to or for members | 40,782 | 27,930 | 13,296 | 16,064 | 7,355 | * 3,889 | 2,214 |
| Salaries and compensation | 410,405 | 16,145 | 67,103 | 46,389 | 27,108 | * 2,083 | 211 |
| Professional fees | 237,427 | 28,497 | 17,915 | 66,137 | 20,088 | * 315 | 10 |
| Occupancy, rent, and utilities | 272,587 | 28,757 | 20,683 | 11,241 | 82,901 | 11,732 | 80 |
| Printing, publications, and postage | 97,971 | 12,529 | 12,637 | 21,344 | 14,620 | 1,453 | 16 |
| Other expenses | 1,132,491 | 177,978 | 123,399 | 176,675 | 118,383 | 26,157 | 3,130 |
| Excess of revenue over expenses (net) | 252,448 | 12,685 | 14,846 | 2,563 | 16,774 | 5,770 | 1,161 |

* Estimate(s) should be used with caution because of the small number of sample returns on which they are based
[1] Excludes private foundations, most churches, and certain other types of religious organizations.
NOTES: Organizations with end-of-year total assets under $\$ 250,000$ and gross receipts under $\$ 100,000$ could elect to file Forms $990-E Z$ rather than Forms 990 . Data exclude most organizations with receipts less than $\$ 25,000$. Detail may not add to totals because of rounding.


## Personal Wealth, 2004

by Brian G. Raub

In 2004, there were an estimated 2.7 million adults with gross assets of $\$ 1.5$ million or more, the Federal estate tax filing threshold for decedents from that year. In total, these top wealth holders owned nearly $\$ 11.1$ trillion in assets. After accounting for debts and mortgages of $\$ 850.1$ billion, these individuals had a combined net worth of over $\$ 10.2$ trillion. Although top wealth holders made up only about 1.2 percent of the total U.S. adult population, they held 20.3 percent of the total U.S. net worth in 2004. 1,2

## Background

The distribution and composition of personal wealth in the United States are topics of great interest among researchers and policy planners. Unfortunately, these issues are difficult to research, since there are few sources of data on the wealth holdings of the general population, especially the very rich. Federal estate tax returns (Form 706) provide a unique source from which to study the nation's wealthiest individuals.

The estate tax return contains a complete listing of a decedent's assets and debts, as well as a demographic profile of the decedent and information on the costs of administering the estate. A decedent's estate has up to 9 months to file an estate tax return, but use of a 6 -month extension is common. It is, therefore, necessary to combine returns filed over a number of calendar years in order to capture data representative of all estate tax decedents dying in a single year.

The estate multiplier technique is used to estimate the wealth of living individuals from Federal estate tax return data. The fundamental assumption underlying this methodology is that estate tax returns filed for decedents who died in a particular year represent a random sample, designated by death, of the living population in that year. Estimates of the wealth holdings of the living population are derived

[^98]by applying a multiplier, based on appropriate mortality rates, to this sample.

## Valuation Measures

The level of wealth to which these estimates apply is $\$ 1.5$ million or more in gross assets, the Federal estate tax filing threshold in effect for 2004 U.S. decedents. Gross assets as defined here are a Federal estate tax concept of wealth that does not conform to usual definitions of wealth. Therefore, three measures of wealth are used in this article: gross assets, total assets, and net worth.

Gross assets reflect the gross value of all assets, including the full face value of life insurance, reduced by the value of any policy loans, but excluding any reduction for other indebtedness or for special valuation of some real estate. This measure defines the individuals included in the top wealth holder group.

Total assets are a lower wealth value, but still essentially a gross measure. They differ from gross assets in that the cash, or equity, value of life insurance (i.e., the value of insurance immediately before the policyholder's death) replaces the "at death" value of life insurance included in gross assets. ${ }^{3}$

Total assets are the valuation concept on which all the analyses in this article are based. Net worth is total assets minus debts.

## Demographic Characteristics

Of the 2.7 million individuals in 2004 who had gross assets of at least $\$ 1.5$ million, almost 1.6 million, or 57 percent, were men. As shown in Figure A, these male top wealth holders could be divided roughly into thirds by age, with one-third under 50, one-third 50 but not yet 65 , and the other third 65 and older.

Female top wealth holders, who accounted for 43 percent of the total, had a significantly different age distribution. While the percentage of female top wealth holders ages 50 under 75 was nearly identical to that of their male counterparts, only about 26 percent were under 50 . In contrast, individuals 75 and older made up a larger percentage of female top wealth holders than male top wealth holders.

[^99]As shown in Figure B, the marital status of top wealth holders also varied considerably by sex. While a large majority of wealthy males, 70.5 percent, was married, only about half of their female counterparts had this marital status. Similarly, a higher percentage of wealthy males was single compared to female top wealth holders. In contrast, nearly one-quarter of women were widowed compared to only 6.8 percent of men.

## Figure A

Top Wealth Holders: Age, by Sex, 2004 [1]
[Numbers are in thousands]

| Age | Males | Percentage | Females | Percentage |
| :--- | :---: | :---: | :---: | :---: |
| Total | $(1)$ | $(2)$ | $(3)$ | $(4)$ |
|  | $\mathbf{1 , 5 5 5}$ | $\mathbf{1 0 0 . 0}$ | $\mathbf{1 , 1 7 3}$ | $\mathbf{1 0 0 . 0}$ |
|  | 504 | 32.4 | 303 | 25.8 |
| 65 under 75 | 541 | 34.8 | 410 | 35.0 |
| 75 under 85 | 269 | 17.3 | 210 | 17.9 |
| 85 and older | 66 | 11.2 | 169 | 14.4 |

[1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million.
NOTE: Detail may not add to totals because of rounding.

## Figure B

## Top Wealth Holders: Marital Status, by Sex, 2004 [1]

| [Numbers are in thousands] |  |  |  |  |
| :--- | :---: | :---: | :---: | :---: |
| Age | Males | Percentage | Females | Percentage |
| Total | $(1)$ | $(2)$ | $(3)$ | $(4)$ |
|  | $\mathbf{1 , 5 5 5}$ | $\mathbf{1 0 0 . 0}$ | $\mathbf{1 , 1 7 3}$ | $\mathbf{1 0 0 . 0}$ |
|  | 1,096 | 70.5 | 610 | 52.0 |
| Single | 105 | 6.8 | 281 | 24.0 |
| Other [2] | 220 | 14.1 | 129 | 11.0 |

[1] Top wealth holders are defined as individuals with gross assets of at least \$1.5 million.
[2] Includes individuals who were separated or divorced or those for whom marital status could not be determined.
NOTE: Detail may not add to totals because of rounding.

## Asset Portfolios

As shown in Figure C, the portfolio composition for male top wealth holders varied considerably by size of net worth. Real estate, including personal resi-
dences, was the most dominant portfolio component for those with net worth under $\$ 1.5$ million, but made up a significantly smaller portion of the portfolio of their wealthier counterparts.

While male top wealth holders with net worth of less than $\$ 1.5$ million held 40.6 percent of their portfolio in real estate, including the personal residence, for men with net worth of $\$ 10$ million or more, this portion was only 12.6 percent. The pattern was similar for retirement assets, including Individual Retirement Accounts (IRAs), annuities, and self-employed or Keogh plans, which accounted for over 15.0 percent of the portfolio of male top wealth holders with net worth under $\$ 10$ million but only 4.0 percent for men with net worth of $\$ 10$ million or more.

In contrast, equities, including closely held and publicly traded stock, made up a larger portion of the portfolios of wealthier men relative to their younger counterparts. While these assets accounted for 14.9 percent of the portfolio of top wealth holders with net worth under $\$ 1.5$ million, they made up more than twice this percentage, 40.9 percent, in the portfolio of individuals with net worth of $\$ 10$ million or more. This result is consistent with academic research demonstrating that wealthier investors allocate a greater share of their financial assets to equity investments. ${ }^{4}$

Figure D shows that the portfolio holdings for female top wealth holders were similar to those of males, although several differences are notable. In each wealth category, female top wealth holders held proportionately more of their assets in personal residences and publicly traded stock than their male counterparts, and less in closely held stock and business assets, including noncorporate businesses, farms, and limited partnerships.

For individuals with net worth of $\$ 10$ million or more, men and women held a nearly identical percentage of their portfolios in equities, about 40 percent, although the allocation between publicly traded stock and closely held stock was quite different for men than for women. While men in this top wealth category split their equity holdings nearly evenly, 52 percent in publicly traded stock and 48 percent in closely held stock, their female counterparts held 77 percent of their stock holdings in publicly traded companies compared to only 23 percent in closely held companies.

[^100]
[1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million.
[2] Includes cash and cash management accounts.
[3] Includes all government bonds, bonds issued by corporations and foreign governments, mortgages and notes, cash value life insurance, and diversified mutual funds [4] Includes Individual Retirement Accounts, annuities, and self-employed or Keogh plans.
[5] Includes noncorporate businesses, farms, and limited partnerships.

Some of the differences between the asset portfolios of male and female top wealth holders can be attributed to the differing age distributions of the two groups. For example, as mentioned above, male top wealth holders in each net worth category held a higher percentage of their portfolios in closely held stock relative to females. Some of this disparity, however, is due to the fact that the age distribution of female top wealth holders is skewed more toward the older age categories than is true for males, as shown in Figure A. As shown in Figures E and F, top wealth holders 65 and older held a markedly lower percentage of their portfolios in closely held stock than their
younger counterparts, although, in each age category, men held proportionately more than women.

In general, the differences in portfolio composition between age groups are not as large as the differences between wealth groups shown above. Even so, several patterns based on age can be observed. For both male and female top wealth holders, personal residences and closely held stock accounted for a smaller percentage of the portfolio held by older individuals than that of their younger counterparts.

In contrast, for both genders, the percentage of the portfolio held in publicly traded stock was lowest for individuals 50 under 65 but highest for those

## Figure D

Female Top Wealth Holders: Selected Assets as a Percentage of Total Assets, by Size of Net Worth, 2004 [1]


[^101]65 and older, although, in each age category, women held more proportionately more than men. Taken as a whole, Figures C through F show that the portfolio allocation of top wealth holders in 2004 reflected preferences based on, age, gender, and wealth level.

## Debts and Mortgages

Figure G shows the debts and mortgages of top wealth holders in 2004 as a percentage of total assets, by sex and age. Two main trends can be observed. First, the debt-to-assets ratio for both men and women was significant lower for older top
wealth holders than for their younger counterparts. This is consistent with the economic theory which predicts that individuals will take on greater debt early in their working lives in order to finance a desired lifestyle. ${ }^{5}$

Although data are not available separately on holdings of mortgage debt, much of the difference in overall debt-to-assets ratios between age groups is likely related to mortgage debt held on primary residences. Data collected as part of the Federal Reserve Board's Survey of Consumer Finances demonstrate that families headed by younger individuals are much

[^102]
## Figure E

Male Top Wealth Holders: Selected Assets as a Percentage of Total Assets, by Age, 2004 [1]
Percentage

[1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million. [2] Includes cash and cash management accounts.
[3] Includes all government bonds, bonds issued by corporations and foreign governments, mortgages and notes, cash value life insurance, and diversified mutual funds.
[4] Includes Individual Retirement Accounts, annuities, and self-employed or Keogh plans.
[5] Includes noncorporate businesses, farms, and limited partnerships.
more likely to hold mortgage debt on residential property, and have considerably higher average mortgage balances when present, than families headed by older individuals. ${ }^{6}$

The second main trend that can be observed in Figure $G$ is that female top wealth holders in each category had a significantly lower debt-to-assets ratio than their male counterparts. The relative difference in the ratios between genders was largest for top wealth holders under age 50 , where the debt-to-assets ratio for men was 17.7 percent, compared to 10.1 percent for women.

## Net Worth

Net worth, defined as total assets minus mortgages and other debts, is a subject of interest among researchers and the general public because, relative to total assets, it represents a more complete picture of an individual's financial position. The 2.7 million top wealth holders in 2004 held a combined \$10.2 trillion in net worth, for an average of over $\$ 3.7$ million.

Figure H, however, reveals that the average net worth of these individuals varied considerably by age and sex. For both male and female top wealth holders, average net worth for older individuals was high-

## Figure $F$

Female Top Wealth Holders: Selected Assets as a Percentage of Total Assets, by Age, 2004 [1]

[1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million.
[2] Includes cash and cash management accounts
[3] Includes all government bonds, bonds issued by corporations and foreign governments, mortgages and notes, cash value life insurance, and diversified mutual funds.
[4] Includes Individual Retirement Accounts, annuities, and self-employed or Keogh plans.
[5] Includes noncorporate businesses, farms, and limited partnerships.
er than it was for younger individuals. Additionally, the youngest male top wealth holders, those under 50 , had a lower average net worth than their female counterparts, but, in each of the other age groups, men had a higher average net worth than women.

Male top wealth holders under 50 had the lowest average net worth, $\$ 2.5$ million, trailing females in this age group, who had an average net worth of $\$ 3.1$ million. Male top wealth holders 75 under 85 had an average net worth of $\$ 5.3$ million, more than twice that of their under- 50 counterparts and virtually identical to the $\$ 5.2$ million average for men 85 and older. Women 75 under 85 had an average net worth
of $\$ 4.3$ million, just below the average for women 85 and older, $\$ 4.4$ million.

As shown in Figure H, a large part of the difference between the average net worth of male and female top wealth holders under 50 is attributable to the fact that men held more debt, as seen by the gap between total assets and net worth. For top wealth holders 65 and older, who held less debt than their younger counterparts, the gap between total assets and net worth is substantially smaller.

For highly skewed distributions, the median is often a better summary measure than the average since the median is less affected by outliers in a

Figure G
Top Wealth Holders: Debt and Mortgages as a Percentage of Total Assets, by Sex and Age, 2004 [1]

[1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million
population. As shown in Figure H, the median net worth of top wealth holders showed considerably less variation by age and sex than the average, and the differences in net worth between men and women were smaller.

The median net worth for wealthy males ranged from $\$ 1.6$ million for those under 50 to $\$ 2.4$ million for those 75 under 85 . For wealthy females, the median showed even less variation by age, with the smallest median, $\$ 2.0$ million for those under 50, only 19 percent lower than the largest median, $\$ 2.3$ million for those 85 and older.

Taken together, the average and median net worth and total asset distributions by age and sex show that the averages are significantly impacted by relatively few extremely wealthy individuals, particularly for male top wealth holders. This relationship can also be seen in the percentile distribution of wealth for top wealth holders by sex, shown in Figure I.

For values below the 25 th percentile, female net worth values dominate those for males, while, at the $90^{\text {th }}$ percentile and above, male net worth values dominate. The net worth distribution for men and women between the 25 th and 90 th percentiles was very similar. While not included in Figure I, the left tail of the net worth distribution for males dips much lower (larger negative values) for points below the 1 st percentile than for females.

## State Data

Figure J shows the States with the largest number of individuals with net worth of $\$ 1.5$ million or more. ${ }^{7}$ California, the nation's most populous State in 2004, also had the largest number of residents with net worth of at least $\$ 1.5$ million, $428,000 .{ }^{8}$ In fact, the State was home to 19.5 percent of all such residents, despite accounting for only 11.9 percent of the U.S. adult population. Florida, with 6.1 percent of the

[^103]
## Figure H

Top Wealth Holders: Average and Median Total Assets and Net Worth, by Sex and Age, 2004 [1]



[^104]
## Figure I

Top Wealth Holders, by Sex, Net Worth Distribution, 1st-99th Percentiles, 2004 [1]

[1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million.

## Figure J

## States with the Largest Number of Residents with Net Worth of $\$ 1.5$ Million or More, 2004

[Numbers are in thousands]

| State | Number of residents <br> with net worth of <br> $\$ 1.5$ million or more | Total adult <br> population [1] | Percentage <br> of adult <br> population |
| :--- | :---: | :---: | :---: |
| California | $(1)$ | $(2)$ | $(3)$ |
| Florida | 428 | 26,297 | 1.6 |
| New York | 199 | 13,394 | 1.5 |
| Texas | 168 | 14,655 | 1.1 |
| Illinois | 108 | 16,223 | 0.7 |
| Pennsylvania | 101 | 9,475 | 1.1 |
| Massachusetts | 86 | 9,569 | 0.9 |
| New Jersey | 83 | 4,952 | 1.7 |
| Ohio | 79 | 6,543 | 1.2 |
| North Carolina | 61 | 8,680 | 0.7 |
| [1] Statistics | 59 | 6,423 | 0.9 |

[1] Statistics on U.S. population in 2004, by State, were obtained from the U.S. Bureau of the Census, available online at http://www.census.gov/popest/states. NOTE: Detail may not add to totals because of rounding.
U.S. adult population, had the second-largest number of residents with net worth of at least $\$ 1.5$ million, 199,000, which accounted for 9.1 percent of the total. New York had the third largest number of residents with net worth of at least $\$ 1.5$ million, 168,000 , or 7.7 percent of the total, but was home to only 6.6 percent of the total U.S. adult population.

The fact that a disproportionate share of the very wealthy lived in California, Florida, and New York is reflected in Figure K, which shows that each of these three States ranked in the top ten in concentration of residents with net worth of at least \$1.5 million. Ranking by concentration eliminates distortions caused by the widely varied populations of the States. Using this measure, Connecticut ranked first with the highest per capita number of residents with net worth of at least $\$ 1.5$ million, 1.8 percent. Two of the smallest States in terms of population, Wyoming and Delaware, as well as the District of Columbia, were also in the top ten. In addition to California, Florida, and New York, two other States-Massachusetts and New Jersey-ranked in

## Figure K

## States with the Highest Concentration of Residents with Net Worth of \$1.5 Million or More, 2004 <br> [Numbers are in thousands]

| State | Number of residents <br> with net worth <br> of \$1.5 million <br> or more | Total adult <br> population [1] | Percentage <br> of adult <br> population |
| :--- | ---: | :---: | :---: |
|  | $(1)$ | $(2)$ | $(3)$ |
| Massachusetts | 47 | 2,665 | 1.8 |
| California | 83 | 4,952 | 1.7 |
| District of Columbia | 428 | 26,297 | 1.6 |
| Florida | 7 | 444 | 1.6 |
| Wyoming | 199 | 13,394 | 1.5 |
| Delaware | 5 | 390 | 1.3 |
| New Jersey | 8 | 637 | 1.3 |
| Maryland | 79 | 6,543 | 1.2 |

[1] Statistics on U.S. population in 2004, by State, were obtained from the U.S. Bureau of the Census, available online at http://www.census.gov/popest/states. NOTE: Detail may not add to totals because of rounding.
the top ten in both the number of residents with net worth of at least $\$ 1.5$ million and the per capita number of these residents.

The concentration of residents with at least $\$ 1.5$ million in net worth, by State, is shown geographically in Figure L. This figure separates the States (including the District of Columbia) into three groups by per capita number of residents with net worth of at least $\$ 1.5$ million. It is interesting to note that the States in the top third, those with the highest number of wealth holders per capita, were geographically distributed fairly evenly across the four major regions of the United States-Northeast, South, Midwest, and West-with four top-third States in each region. ${ }^{9}$

## Top Wealth Holders, 1998-2004

Changes in the top wealth holder population over time are best understood against the backdrop of changes in the U.S. economy, since the financial well-being of top wealth holders is likely to be sig-

## Figure L

Concentration of Top Wealth Holders with Net Worth of \$1.5 Million or More, by State, 2004


[^105]
## Personal Wealth, 2004

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nificantly affected by the health of the economy as a whole. Over the 2 years between 1998 and 2000, the country experienced a period of rapid economic growth, with real Gross Domestic Product (GDP) increasing a total of 8.3 percent. ${ }^{10}$ Equity prices during this time also increased rapidly. On January 2, 1998, the S\&P 500 stock index closed at 975.04 , but, by March 24, 2000, the index closed at a then-record 1527.46, a 56.7 -percent increase in less than 27 months. ${ }^{11}$ Stocks in the technology-laden NASDAQ Composite Index, meanwhile, appreciated even more rapidly during this period, with the index increasing 219.2 percent between January 2, 1998, and its peak close on March 10, 2000. ${ }^{12}$

The period of rapid growth in the economy and stock prices between 1998 and early 2000 gave way to a pronounced retrenchment by the summer of 2001. Between 2000 and 2001, real GDP increased only 0.75 percent. From their March 2000 peaks, the S\&P 500 dropped 28.5 percent by September 10, 2001, while the Nasdaq Composite Index shed nearly two-thirds of its value. Despite the historic nature of the September 11 terrorist attacks, however, both the S\&P 500 and the Nasdaq Composite Index both closed higher on December 31, 2001, than they had on September 10. The National Bureau of Economic Research (NBER) later declared that the economy was in a recession over the period March 2001 through November 2001. ${ }^{13}$

Between 2001 and 2004, the economy recovered gradually, with real GDP increasing a total of 7.9 percent over the 3 year period. Equity prices during this period posted small nominal gains, with the S\&P 500 stock index increasing 5.6 percent from the start of 2002 to the end of 2004, and the Nasdaq Composite Index increasing 11.5 percent.

In the preceding paragraphs, stock index levels are expressed in nominal terms without considering the effects of inflation, which erodes the value of money over time. A look at the real (inflation-adjusted) changes in the value of the stock market between

1998 and 2004 paints a somewhat different picture. The yearly average close for the S\&P 500 index, in constant 2004 dollars, was 2.7 percent higher for 2001 than for 1998, but 10.5 percent lower for 2004 than for 2001. ${ }^{14}$ For the Nasdaq Composite Index, the yearly average close, in constant 2004 dollars, increased 4.2 percent between 1998 and 2001 before falling 7.0 percent between 2001 and $2004 .{ }^{15}$

Although the growth rates of GDP and equity prices experienced considerable turbulence between 1998 and 2004, the value of residential real estate increased steadily throughout this period. Data from the Office of Federal Housing Enterprise Oversight (OFHEO) Home Price Index show a consistent monthly increase from January 1998 through December 2004, with an overall increase of 62.0 percent over this period. ${ }^{16}$ Data from the S\&P/Case-Shiller 10-City Composite Index, which tracks changes in the value of the residential real estate market in 10 major metropolitan regions across the United States, show a similar, steady monthly increase during this period, with an overall increase of 131.5 percent. ${ }^{17}$

As shown in Figure M, the number of individuals with net worth of $\$ 1.5$ million or more, in constant 2004 dollars, increased from just over 1.8 million in 1998 to nearly 2.2 million in 2004. Nearly all of this 21.5-percent increase occurred between 1998 and 2001, as the number stayed nearly constant between 2001 and 2004. This is likely due, in part, to the relatively stronger performance of the equity markets in the earlier 3 -year period. As will be shown below, stock was a dominant portfolio component of top wealth holders throughout this period. Therefore, the relatively stronger performance of the stock market between 1998 and 2001 than in the later three-year period is likely to have impacted the number of individuals with net worth of $\$ 1.5$ million or more.

Figure M also shows that the growth in the number of individuals with net worth of $\$ 1.5$ million or more between 1998 and 2004 varied by net worth category. The growth in the number of these top

[^106]
## Figure M

| Number of Top Wealth Holders with Net Worth of \$1.5 Million or More, by Size of Net Worth, 1998-2004 <br> [Numbers are in thousands] |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
| Size of net worth, in constant 2004 dollars [1] | 1998 | 2001 | 2004 | Percentage growth, 1998-2004 |
|  | (1) | (2) | (3) | (4) |
| Total | 1,807 | 2,193 | 2,196 | 21.5 |
| \$1.5 million under \$2.0 million | 651 | 754 | 745 | 14.4 |
| \$2.0 million under $\$ 3.5$ million | 685 | 789 | 845 | 23.4 |
| \$3.5 million under $\$ 5.0$ million | 188 | 259 | 248 | 31.9 |
| \$5.0 million under $\$ 10.0$ million | 189 | 260 | 232 | 22.8 |
| \$10.0 million or more | 94 | 140 | 125 | 33.0 |

[1] Net worth was converted to constant 2004 dollars using the Gross Domestic Product Chain-type Price Index produced by the Bureau of Economic Analysis. See http://research.stlouisfed.org/fred2/series/GDPCTPI.
wealth holders between 1998 and 2001 was most pronounced for those with net worth of $\$ 3.5$ million or more, with more modest gains in the number of individuals with net worth between $\$ 1.5$ million and $\$ 3.5$ million. In contrast, between 2001 and 2004, the number of individuals with net worth of $\$ 3.5$ million or more declined, while the number of those with net worth between $\$ 1.5$ million and $\$ 3.5$ mil-
lion increased. This pattern may reflect, in part, the movement of some top wealth holders from the higher net worth categories into lower net worth categories as their portfolio values declined in real terms.

Changes in the asset portfolio of top wealth holders between 1998 and 2004 are shown in Figure N . For individuals with net worth of $\$ 1.5$ million or more, in constant 2004 dollars, the amount held in stock was nearly $\$ 3.4$ trillion in 1998, $\$ 4.1$ trillion in 2001, but only $\$ 3.3$ trillion in 2004. In contrast, the value of real estate assets held by individuals with this level of wealth increased from almost $\$ 1.4$ trillion in 1998 to $\$ 1.9$ trillion in 2001 and $\$ 2.3$ trillion in 2004.

It is important to note that asset portfolio changes can be arise both from the appreciation or depreciation of asset types, as well as the reallocation of assets within the portfolio. Research suggests that individuals "chase returns" by reallocating their portfolios to shift more resources into assets that have performed well in the recent past, or, conversely, shifting assets away from assets that have performed poorly. ${ }^{18}$ Shifts in the portfolio composition of top wealth holders between 1998 and 2004 suggest that some "return chasing" may have taken place, although these changes may not be statistically significant.

## Figure N

Top Wealth Holders with Net Worth of \$1.5 Million or More, Selected Assets as a Percentage of Total Assets, 1998-2004
[Numbers are in thousands]

| Selected asset | 1998 |  | 2001 |  | 2004 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Amount | Percentage of total assets | Amount | Percentage of total assets | Amount | Percentage of total assets |
|  | (1) |  |  | (2) | (3) | (4) |
| All stock [2] | 3,382,551 | 42.9 | 4,109,947 | 36.9 | 3,267,301 | 31.6 |
| All real estate | 1,368,076 | 17.3 | 1,866,500 | 16.8 | 2,276,462 | 22.0 |
| Other financial assets [3] | 1,247,031 | 15.8 | 1,583,538 | 14.2 | 1,477,658 | 14.3 |
| Cash assets [4] | 633,152 | 8.0 | 927,083 | 8.3 | 938,019 | 9.1 |
| Retirement assets [5] | 549,942 | 7.0 | 1,026,137 | 9.2 | 937,625 | 9.1 |

[^107][^108]
## Figure 0

Percentage of Top Wealth Holders with \$1.5 Million or More in Net Worth, by Age, 1998-2004 [1] Percentage

[1] In constant 2004 dollars using the Gross Domestic Product Chain-type Price Index produced by the Bureau of Economic Analysis. See http://research.stlouisfed.org/ fred2/series/GDPCTPI.

In 1998, over 91 percent of top wealth holders held stock in their portfolios. In 2001, after the significant decline in the stock market beginning in March 2000, a slightly smaller portion of the top wealth holder population, 89 percent, held stock. In 2004, after 3 more years of relatively weak performance in the stock market, less than 87 percent of top wealth holders held stock in their portfolios.

Another way to look at changes in the top wealth holder population between 1998 and 2004 is to look at changes in the age distribution. Figure O shows the percentage of individuals with net worth of $\$ 1.5$ million or more in each of three age groups - under 50,50 under 65 , and 65 or older. Overall, the figure shows that the age distribution of these wealthy individuals was relatively stable over time, with the exception being an increase in those under 50 for 2001.19

## Concentration Estimates

The share of total U.S. wealth held by the Nation's top wealth holders has long been a topic of interest for researchers and the general public. One way of looking at year-to-year changes in the distribution of wealth is to examine the share of total U.S. wealth held by a constant percentage of the population. Figure $P$ shows the percentages of total U.S. wealth held by the top 1.0 percent and the top 0.5 percent of the population between 1989 and 2004.20

In 2004, 1.0 percent of the U.S. adult population was approximately 2.2 million individuals. These individuals owned approximately 19.4 percent of total U.S. individual wealth, a 2.9 -percent decrease since 2001, although this difference may not be statistically significant. A similar pattern was evident in the share of wealth held by the over 1.1 million individu-

[^109]
## Figure $P$

Percentage of Total U.S. Net Worth Held by Top 1 Percent and 0.5 Percent of the U.S. Population, 1989-2004 Percentage

als who made up the top 0.5 percent of the U.S. adult population in 2004. They held about 15.3 percent of the Nation's net worth in 2004, down from 17.9 percent in 2001, although, as noted above, this difference may be within the sampling error of these estimates. Overall, these results suggest that the share of wealth held by the very wealthiest Americans has stayed within a relatively narrow range over the 15year period. ${ }^{21}$

## Summary

An estimated 2.7 million U.S. adults in 2004 had gross assets of $\$ 1.5$ million or more. These top wealth holders combined to hold over $\$ 10.2$ trillion in net worth. A little less than 1.6 million, or 57.0 percent, of top wealth holders were men, while just under 1.2 million were women. Most wealthy individuals of both genders were married, although a significantly higher proportion of wealthy females were widowed compared to widowed wealthy males. Although the median net worth of male and female top wealth holders was similar, men had a significantly higher average net worth, reflecting the
impact of a relatively small number of extremely wealthy men.

The asset portfolio of top wealth holders varied considerably by gender, age, and relative wealth. Women's portfolios contained a greater proportion held in personal residences and publicly traded stock than those of men. Conversely, men's portfolios were made up of proportionately more closely held stock and business assets. For top wealth holders of both genders, the wealthiest individuals held proportionately more of their assets in stock and less in real estate than their less wealthy counterparts. Additionally, the value of the personal residence made up a smaller percentage of the portfolios held by older top wealth holders than in the portfolios held by younger individuals. Men in each age and wealth class had a higher ratio of debts to assets than their female counterparts.

In 2004, California had the largest number of individuals with net worth of $\$ 1.5$ million or more, while Connecticut had the highest per capita population of these very wealthy residents. States with a relatively high concentration of residents with net worth

[^110]
## Personal Wealth, 2004

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of $\$ 1.5$ million or more were distributed relatively evenly across the major regions of the United States.

Between 1998 and 2004, there was a significant increase in the number of individuals with net worth of $\$ 1.5$ million or more. Most of this increase occurred between 1998 and 2001, as the number of individuals with net worth of $\$ 1.5$ million was nearly identical in 2001 and 2004. The value of stock held by very wealthy individuals increased substantially between 1998 and 2001, before falling in the 2001 through 2004 period. In contrast, the value of real estate held by individuals with net worth of $\$ 1.5$ million or more increased steadily between 1998 and 2004.

## Data Sources and Limitations

Statistics of Income collects data from an annual sample of Federal estate tax returns that are used primarily for policy and budget purposes. The sample follows a 3 -year cycle that is designed mainly to accommodate year-of-death estimates, with each study concentrating on decedents who died in the first year (the focus year) of the 3-year cycle. The annual samples are also adequate for producing filing-year estimates.

Year-of-death estimates are desirable, because filing extensions and other filing delays mean that returns filed in any given calendar year may represent decedents who died in many different years. Thus, estate tax return data for a single filing year may reflect different economic and tax law conditions. By concentrating on a single year of death, these limitations can be overcome, making it possible to study the data in the context of a single time period.

Returns are selected using a stratified random sample with three stratifying variables. The stratifying variables are: year of death (focus year versus nonfocus years), total gross estate plus certain adjusted taxable gifts made during a decedent's lifetime, and age at death. The gross estate plus gifts variable is divided into four categories: $\$ 1.5$ million under $\$ 2.5$ million, $\$ 2.5$ million under $\$ 5$ million, $\$ 5$ million under $\$ 10$ million, and $\$ 10$ million or more. Age at death is also divided into five categories: under 40, 40 under 50, 50 under 65, 65 under 75, and

75 and older. Sample rates vary from 3 percent to 100 percent, with over half the strata selected with certainty, i.e., at the 100 -percent rate.

SOI has combined Federal estate tax returns filed in 2004, 2005, and 2006 to produce the estimates of wealth for 2004 presented here. One of the strengths of estimates derived from SOI samples of estate tax returns is the large sample on which the estimates are based. The 2004 sample includes more than 25,800 returns. ${ }^{22}$

While the sample size and richness of available data make the estimation techniques used in this study attractive, there are limitations to be noted. First, and most important, estate tax returns provide a presumably random sample, stratified by age, not of the total population, but of living persons with gross estates at or above the estate tax filing threshold. Sample rates are approximated by appropriate mortality rates. However, determining appropriate mortality rates for use in calculating sample weights is by no means a straightforward exercise. The Appendix to this article discusses the estate multiplier technique and recent innovations in calculating sample weights for SOI's personal wealth estimates.

Second, while estate tax returns are generally prepared by professionals and are, therefore, likely to be more accurate in detail than survey responses, the values reported are used to compute tax liability, so that there is a natural tendency for the values to be somewhat conservative. This is especially true for hard-to-value assets, such as businesses and certain types of real estate.

It should also be noted that the estate tax data used for these estimates are preaudit figures. A Statistics of Income (SOI) study, based on the results of IRS audits of estate tax returns, estimated that detected undervaluation of assets was about 1.2 percent of total asset holdings. ${ }^{23}$ In addition, it is common to claim substantial discounts when valuing ownership interests of less than 50 percent in small companies, partnerships, and other nonliquid assets. Increasingly, estate planning techniques are used to fracture ownership interests in a variety of business and financial assets to take advantage of these discounts.

[^111]Third, while estate tax returns report assets that are owned outright, total wealth might ideally include wealth to which a person has an income interest but not necessarily actual title. Examples of the latter include defined-benefit pension plans and Social Security benefits.

Finally, the wealth of some individuals near death may differ somewhat from that of the general population in the same age cohort. For some, portfolios may have been altered or simplified to ensure the uninterrupted continuation of an ongoing business or to simplify the task of executing the estate. For others, wealth will have been reduced through expenses related to a final illness. In many cases, effective estate planning may also have reduced the value of the estate reportable for tax purposes.

## Appendix: The Estate Multiplier Technique

The estate multiplier technique assumes that estate tax returns, taken as a whole, represent a random sample of the living wealthy population and thus provide a means of producing reasonable estimates of personal wealth. ${ }^{24}$ Estimates of the wealth holdings of the living population are derived by applying a multiplier, based on appropriate mortality rates, to this sample. The multiplier is equivalent to a sampling weight where the probabilities of selection include the probability of being a decedent and also that of being included in the Statistics of Income sample of estate tax returns.
Mathematically, this is represented as
MULT= $1 /(\mathrm{p} \cdot \mathrm{r})$ where:
$p=$ probability of selection to the estate tax sample, $r=$ mortality rate appropriate to wealthy individuals.

Some smoothing of the multipliers was employed to constrain both tails of the net worth distribution.

The more difficult computation is determining the probability of being a decedent. Mortality rates for
the general population, by age and sex, are available from the National Center for Health Statistics. However, there is much evidence that the wealthy have mortality rates significantly lower than those of the entire population. Research has demonstrated that individuals who are economically or socially better off also live longer, on average, and are healthier. ${ }^{25}$

Factors such as access to better health services, better diet and nutrition, and fewer work-related risks seem to contribute to this phenomenon. If mortality and wealth are inversely related, then mortality rates for the general population, unadjusted for wealth level, will result in multipliers that are too low and, thus, undervalue wealth. Therefore, it is important to determine a mortality rate appropriate to the wealthy decedents in the estate tax return filing population.

There have been a considerable number of attempts to quantify differences between the mortality of the general population and that of the very wealthy, looking at such factors as education, income, and occupation. In years prior to 2001, SOI calculated mortality rates for its Personal Wealth estimates by adjusting mortality rates for the entire population using mortality differentials derived from the National Longitudinal Mortality Study (NLMS) sponsored by the National Institutes of Health.

Starting with the 2001 estimates, however, estate multipliers have been calculated using mortality rates for holders of large dollar value annuity policies obtained from the Society of Actuaries (SOA). This data source has several advantages relative to using the NLMS mortality differentials. First, the annuitant mortality rates are available for every year, in contrast to the NLMS differentials, which are updated on a biennial cycle. Second, use of this source is consistent with other academic research within and outside the IRS. ${ }^{26}$ For consistency, estimates for 1998 used in this article were recalculated using the annuitant mortality rates.

[^112]Table 1. Personal Wealth 2004: Top Wealth Holders with Gross Assets of $\$ 1.5$ Million or More, Type of Property by Size of Net Worth
[All figures are estimates based on samples-numbers are in thousands, money amounts are in millions of dollars]

| Size of net worth | Total assets |  | Debts and mortgages |  | Net worth |  | Personal residence |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Total | 2,728 | 11,076,759 | 2,099 | 850,622 | 2,728 | 10,201,246 | 2,062 | 1,185,941 |
| Under \$1.5 million [1] | 531 | 736,039 | 468 | 231,035 | 531 | 480,113 | 410 | 176,105 |
| \$1.5 million under \$2.0 million | 746 | 1,386,077 | 544 | 98,187 | 746 | 1,287,890 | 549 | 229,369 |
| \$2.0 million under $\$ 3.5$ million | 846 | 2,316,701 | 614 | 147,370 | 846 | 2,169,331 | 639 | 342,206 |
| \$3.5 million under $\$ 5.0$ million | 247 | 1,082,889 | 192 | 58,950 | 247 | 1,023,939 | 194 | 127,444 |
| \$5.0 million under $\$ 10.0$ million | 231 | 1,668,002 | 176 | 104,811 | 231 | 1,563,191 | 173 | 148,543 |
| \$10.0 million under \$20.0 million | 79 | 1,155,326 | 64 | 69,849 | 79 | 1,085,477 | 61 | 76,472 |
| \$20.0 million or more | 47 | 2,731,726 | 40 | 140,421 | 47 | 2,591,305 | 36 | 85,802 |
| Size of net worth | Other real estate |  | Closely held stock |  | Publicly traded stock |  | State and local government bonds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
|  | 1,531 | 1,402,029 | 682 | 1,127,194 | 2,100 | 2,247,269 | 994 | 700,114 |
| Under \$1.5 million [1] | 255 | 134,674 | 119 | 42,431 | 339 | 63,062 | 73 | 8,255 |
| \$1.5 million under \$2.0 million | 406 | 206,626 | 140 | 69,066 | 567 | 219,818 | 264 | 61,720 |
| \$2.0 million under $\$ 3.5$ million | 475 | 329,893 | 187 | 141,272 | 670 | 415,249 | 336 | 110,990 |
| \$3.5 million under \$5.0 million | 153 | 152,634 | 86 | 95,958 | 209 | 209,459 | 123 | 71,715 |
| \$5.0 million under $\$ 10.0$ million | 149 | 230,146 | 82 | 165,781 | 202 | 373,575 | 122 | 121,735 |
| \$10.0 million under \$20.0 million | 58 | 137,770 | 35 | 136,144 | 69 | 246,824 | 47 | 104,650 |
| \$20.0 million or more | 35 | 210,286 | 32 | 476,542 | 43 | 719,282 | 29 | 221,051 |
| Size of net worth | Federal savings bonds |  | Other Federal bonds |  | Corporate and foreign bonds |  | Bond funds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (19) | (20) | (17) | (18) | (21) | (22) | (23) | (24) |
|  | 246 | 13,244 | 489 | 180,708 | 630 | 109,159 | 222 | 22,678 |
| Under \$1.5 million [1] | 39 | 488 | 45 | 2829 | 52 | 2,039 | 26 | 885 |
| \$1.5 million under \$2.0 million | 74 | 3,334 | 126 | 20,084 | 174 | 16,096 | 63 | 3,854 |
| \$2.0 million under $\$ 3.5$ million | 87 | 6,220 | 181 | 32,518 | 222 | 25,279 | 81 | 6,339 |
| \$3.5 million under $\$ 5.0$ million | 23 | 1,811 | 51 | 12,762 | 76 | 10,876 | 20 | 2,289 |
| \$5.0 million under \$10.0 million | 15 | 941 | 52 | 24,323 | 66 | 16,170 | 20 | 2,794 |
| \$10.0 million under \$20.0 million | 5 | 316 | 20 | 18,589 | 26 | 11,411 | 8 | 4,555 |
| \$20.0 million or more | 2 | 134 | 14 | 69,605 | 14 | 27,288 | 4 | 1,961 |

[^113]
# Table 1. Personal Wealth 2004: Top Wealth Holders with Gross Assets of $\$ 1.5$ Million or More, Type of Property by Size of Net Worth-Continued 

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

| Size of net worth | Diversified mutual funds [2] |  | Cash |  | Cash management accounts |  | Mortgages and notes |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
|  | 793 | 96,627 | 2,563 | 574,681 | 1,880 | 414,165 | 650 | 283,451 |
| Under \$1.5 million [1] | 108 | 4,333 | 495 | 35,184 | 284 | 15,451 | 89 | 15,339 |
| \$1.5 million under \$2.0 million | 216 | 15,223 | 705 | 92,092 | 500 | 41,807 | 151 | 35,321 |
| \$2.0 million under \$3.5 million | 259 | 24,618 | 785 | 128,397 | 610 | 89,745 | 184 | 43,906 |
| \$3.5 million under \$5.0 million | 83 | 12,969 | 235 | 66,514 | 193 | 43,687 | 80 | 28,700 |
| \$5.0 million under \$10.0 million | 80 | 10,358 | 221 | 70,890 | 184 | 70,232 | 81 | 47,846 |
| \$10.0 million under $\$ 20.0$ million | 28 | 9,677 | 77 | 48,881 | 67 | 62,226 | 38 | 40,314 |
| \$20.0 million or more | 18 | 19,449 | 46 | 132,723 | 42 | 91,016 | 27 | 72,025 |
| Size of net worth | Cash value life insurance |  | Noncorporate business assets |  | Farm assets |  | Limited partnerships |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
|  | 998 | 144,481 | 643 | 566,615 | 277 | 300,787 | 394 | 362,713 |
| Under \$1.5 million [1] | 231 | 38,255 | 115 | 30,088 | 39 | 23,792 | 35 | 7,580 |
| \$1.5 million under \$2.0 million | 272 | 36,671 | 119 | 32,822 | 72 | 48,882 | 79 | 10,399 |
| \$2.0 million under $\$ 3.5$ million | 302 | 41,380 | 183 | 84,464 | 95 | 78,157 | 111 | 30,335 |
| \$3.5 million under $\$ 5.0$ million | 76 | 10,662 | 68 | 48,385 | 22 | 29,036 | 52 | 19,649 |
| \$5.0 million under $\$ 10.0$ million | 79 | 11,243 | 90 | 99,091 | 29 | 38,332 | 57 | 50,368 |
| \$10.0 million under $\$ 20.0$ million | 25 | 3,731 | 37 | 75,794 | 11 | 28,359 | 32 | 53,605 |
| \$20.0 million or more | 15 | 2,540 | 29 | 195,972 | 8 | 54,228 | 27 | 190,777 |
| Size of net worth |  |  | Retirement assets |  | Art |  | Other assets |  |
|  |  |  | Number | Amount | Number | Amount | Number | Amount |
| Total |  |  | (41) | (42) | (43) | (44) | (45) | (46) |
|  |  |  | 2,063 | 1,048,730 | 177 | 49,891 | 2,460 | 246,286 |
| Under \$1.5 million [1] |  |  | 423 | 111,516 | 10 | 531 | 481 | 23,202 |
| \$1.5 million under \$2.0 million |  |  | 556 | 212,106 | 33 | 712 | 669 | 30,076 |
| \$2.0 million under \$3.5 million |  |  | 639 | 337,328 | 46 | 1,602 | 750 | 46,804 |
| \$3.5 million under $\$ 5.0$ million |  |  | 185 | 115,965 | 23 | 1,552 | 226 | 20,821 |
| \$5.0 million under \$10.0 million |  |  | 170 | 148,559 | 29 | 4,066 | 212 | 33,010 |
| \$10.0 million under \$20.0 million |  |  | 58 | 64,313 | 17 | 7,052 | 76 | 24,643 |
| \$20.0 million or more |  |  | 33 | 58,942 | 18 | 34,375 | 46 | 67,730 |

[1] Includes individuals with zero or negative net worth.
[2] Mutual funds with a single investment objective are grouped with similar direct investments in this table.
[3] Includes individual retirement accounts, annuities, and self-employed retirement or Keogh plans.
NOTE: Detail may not add to total due to rounding.

## Personal Wealth, 2004

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Table 2. Personal Wealth 2004: Male Top Wealth Holders with Gross Assets of $\$ 1.5$ Million or More, Type of Property by Size of Net Worth
[All figures are estimates based on samples—numbers are in thousands, money amounts are in millions of dollars]

| Size of net worth | Total assets |  | Debts and mortgages |  | Net worth |  | Personal residence |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Total | 1,555 | 6,471,540 | 1,208 | 583,805 | 1,555 | 5,862,844 | 1,144 | 597,971 |
| Under \$1.5 million [1] | 389 | 528,017 | 339 | 184,673 | 389 | 318,454 | 298 | 117,554 |
| \$1.5 million under $\$ 2.0$ million | 359 | 675,321 | 258 | 54,149 | 359 | 621,172 | 257 | 97,605 |
| \$2.0 million under $\$ 3.5$ million | 465 | 1,289,522 | 346 | 96,654 | 465 | 1,192,868 | 339 | 163,984 |
| \$3.5 million under $\$ 5.0$ million | 131 | 578,304 | 102 | 37,496 | 131 | 540,808 | 100 | 60,123 |
| \$5.0 million under $\$ 10.0$ million | 135 | 989,077 | 100 | 74,003 | 135 | 915,074 | 95 | 68,653 |
| \$10.0 million under \$20.0 million | 47 | 679,613 | 38 | 41,466 | 47 | 638,146 | 33 | 38,710 |
| \$20.0 million or more | 30 | 1,731,686 | 25 | 95,364 | 30 | 1,636,322 | 22 | 51,342 |
| Size of net worth | Other real estate |  | Closely held stock |  | Publicly traded stock |  | State and local government bonds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
| Total | 882 | 828,055 | 469 | 833,929 | 1,156 | 1,140,665 | 480 | 348,496 |
| Under \$1.5 million [1] | 182 | 96,796 | 100 | 36,177 | 249 | 42,494 | 45 | 4,639 |
| \$1.5 million under $\$ 2.0$ million | 203 | 105,224 | 85 | 44,376 | 261 | 94,788 | 104 | 21,604 |
| \$2.0 million under $\$ 3.5$ million | 265 | 179,481 | 130 | 102,116 | 357 | 199,844 | 162 | 48,090 |
| \$3.5 million under $\$ 5.0$ million | 83 | 80,919 | 53 | 63,006 | 108 | 95,417 | 58 | 28,664 |
| \$5.0 million under $\$ 10.0$ million | 92 | 151,731 | 56 | 110,961 | 113 | 200,003 | 65 | 63,297 |
| \$10.0 million under \$20.0 million | 35 | 75,459 | 23 | 97,601 | 41 | 135,157 | 27 | 55,734 |
| \$20.0 million or more | 23 | 138,446 | 21 | 379,692 | 27 | 372,962 | 18 | 126,469 |
| Size of net worth | Federal savings bonds |  | Other Federal bonds |  | Corporate and foreign bonds |  | Bond funds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (19) | (20) | (17) | (18) | (21) | (22) | (23) | (24) |
|  | 147 | 6,469 | 225 | 82,702 | 305 | 62,350 | 109 | 10,768 |
| Under \$1.5 million [1] | 30 | 302 | 25 | 1,364 | 32 | 1,418 | 18 | 521 |
| \$1.5 million under $\$ 2.0$ million | 40 | 1,360 | 50 | 6,402 | 71 | 6,638 | 23 | 1,347 |
| \$2.0 million under $\$ 3.5$ million | 50 | 3,378 | 83 | 17,057 | 107 | 13,323 | 41 | 2,948 |
| \$3.5 million under $\$ 5.0$ million | 12 | 717 | 23 | 5,938 | 35 | 5,306 | 9 | 1,240 |
| \$5.0 million under $\$ 10.0$ million | 9 | 445 | 25 | 10,925 | 36 | 8,152 | 11 | 1,619 |
| \$10.0 million under \$20.0 million | 3 | 162 | 11 | 10,983 | 14 | 7,138 | 4 | 1,628 |
| \$20.0 million or more | 1 | 105 | 8 | 30,034 | 10 | 20,374 | 3 | 1,464 |

[^114]
# Table 2. Personal Wealth 2004: Male Top Wealth Holders with Gross Assets of $\$ 1.5$ Million or More, Type of Property by Size of Net Worth-Continued 

| Size of net worth | Diversified mutual funds [2] |  | Cash |  | Cash management accounts |  | Mortgages and notes |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
| Total | 417 | 53,014 | 1,461 | 351,407 | 1,027 | 213,375 | 402 | 189,942 |
| Under \$1.5 million [1] | 78 | 2,748 | 361 | 24,123 | 204 | 10,387 | 71 | 11,354 |
| \$1.5 million under $\$ 2.0$ million | 95 | 6,150 | 339 | 40,470 | 229 | 16,109 | 81 | 19,221 |
| \$2.0 million under \$3.5 million | 128 | 11,824 | 436 | 73,508 | 328 | 44,123 | 111 | 28,290 |
| \$3.5 million under $\$ 5.0$ million | 43 | 7,482 | 122 | 35,249 | 97 | 18,907 | 48 | 17,418 |
| \$5.0 million under $\$ 10.0$ million | 44 | 4,895 | 129 | 44,827 | 102 | 37,345 | 51 | 31,878 |
| \$10.0 million under $\$ 20.0$ million | 16 | 5,505 | 45 | 27,624 | 40 | 31,843 | 24 | 26,848 |
| \$20.0 million or more | 12 | 14,409 | 29 | 105,608 | 26 | 54,661 | 17 | 54,933 |
| Size of net worth | Cash value life insurance |  | Noncorporate business assets |  | Farm assets |  | Limited partnerships |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
|  | 685 | 102,716 | 430 | 382,753 | 174 | 178,803 | 215 | 211,350 |
| Under \$1.5 million [1] | 182 | 30,925 | 98 | 26,699 | 32 | 18,686 | 21 | 5,011 |
| \$1.5 million under \$2.0 million | 161 | 22,345 | 72 | 21,362 | 39 | 25,421 | 34 | 5,252 |
| \$2.0 million under $\$ 3.5$ million | 203 | 28,669 | 119 | 57,613 | 57 | 44,810 | 62 | 16,948 |
| \$3.5 million under $\$ 5.0$ million | 54 | 7,815 | 40 | 29,601 | 14 | 15,702 | 30 | 13,552 |
| \$5.0 million under \$10.0 million | 54 | 7,927 | 56 | 57,200 | 19 | 25,178 | 34 | 31,793 |
| \$10.0 million under \$20.0 million | 18 | 2,896 | 24 | 54,326 | 7 | 15,838 | 18 | 28,725 |
| \$20.0 million or more | 12 | 2,138 | 19 | 135,951 | 5 | 33,167 | 17 | 110,069 |
| Size of net worth |  |  | Retirement assets |  | Art |  | Other assets |  |
|  |  |  | Number | Amount | Number | Amount | Number | Amount |
| Total |  |  | (41) | (42) | (43) | (44) | (45) | (46) |
|  |  |  | 1,223 | 717,051 | 80 | 24,970 | 1,401 | 134,757 |
| Under \$1.5 million [1] |  |  | 311 | 79,471 | 8 | 480 | 352 | 16,868 |
| \$1.5 million under $\$ 2.0$ million |  |  | 277 | 122,427 | 11 | 364 | 321 | 16,855 |
| \$2.0 million under $\$ 3.5$ million |  |  | 368 | 226,969 | 22 | 1,012 | 414 | 25,535 |
| $\$ 3.5$ million under $\$ 5.0$ million |  |  | 102 | 79,458 | 9 | 603 | 119 | 11,187 |
| \$5.0 million under $\$ 10.0$ million |  |  | 104 | 111,775 | 13 | 2,805 | 122 | 17,669 |
| \$10.0 million under $\$ 20.0$ million |  |  | 38 | 48,923 | 8 | 2,330 | 44 | 12,184 |
| \$20.0 million or more |  |  | 22 | 48,026 | 10 | 17,376 | 29 | 34,459 |

[1] Includes individuals with zero or negative net worth.
[2] Mutual funds with a single investment objective are grouped with similar direct investments in this table.
[3] Includes individual retirement accounts, annuities, and self-employed retirement or Keogh plans.
NOTE: Detail may not add to total due to rounding.

## Personal Wealth, 2004

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Table 3. Personal Wealth 2004: Female Top Wealth Holders with Gross Assets of $\mathbf{\$ 1 . 5}$ Million or More, Type of Property by Size of Net Worth
[All figures are estimates based on samples-numbers are in thousands, money amounts are in millions of dollars]

| Size of net worth | Total assets |  | Debts and mortgages |  | Net worth |  | Personal residence |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
| Total | 1,173 | 4,605,219 | 891 | 266,817 | 1,173 | 4,338,402 | 918 | 587,970 |
| Under \$1.5 million [1] | 143 | 208,021 | 129 | 46,362 | 143 | 161,659 | 113 | 58,550 |
| \$1.5 million under \$2.0 million | 387 | 710,757 | 286 | 44,038 | 387 | 666,719 | 291 | 131,764 |
| \$2.0 million under \$3.5 million | 380 | 1,027,179 | 268 | 50,716 | 380 | 976,463 | 300 | 178,222 |
| \$3.5 million under $\$ 5.0$ million | 116 | 504,585 | 89 | 21,454 | 116 | 483,131 | 94 | 67,321 |
| \$5.0 million under $\$ 10.0$ million | 96 | 678,924 | 77 | 30,808 | 96 | 648,116 | 79 | 79,890 |
| \$10.0 million under $\$ 20.0$ million | 33 | 475,713 | 27 | 28,382 | 33 | 447,331 | 28 | 37,762 |
| \$20.0 million or more | 18 | 1,000,040 | 15 | 45,057 | 18 | 954,983 | 14 | 34,461 |
| Size of net worth | Other real estate |  | Closely held stock |  | Publicly traded stock |  | State and local government bonds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
| Total | 649 | 573,974 | 213 | 293,264 | 944 | 1,106,604 | 514 | 351,618 |
| Under \$1.5 million [1] | 72 | 37,879 | 19 | 6,255 | 90 | 20,568 | 27 | 3,616 |
| \$1.5 million under \$2.0 million | 203 | 101,402 | 55 | 24,690 | 307 | 125,030 | 160 | 40,116 |
| \$2.0 million under \$3.5 million | 209 | 150,412 | 57 | 39,155 | 314 | 215,405 | 174 | 62,900 |
| \$3.5 million under $\$ 5.0$ million | 70 | 71,714 | 33 | 32,953 | 101 | 114,042 | 64 | 43,051 |
| \$5.0 million under \$10.0 million | 58 | 78,416 | 27 | 54,820 | 88 | 173,572 | 58 | 58,437 |
| \$10.0 million under $\$ 20.0$ million | 24 | 62,312 | 12 | 38,543 | 28 | 111,667 | 20 | 48,916 |
| \$20.0 million or more | 12 | 71,840 | 11 | 96,849 | 16 | 346,320 | 12 | 94,581 |
| Size of net worth | Federal savings bonds |  | Other Federal bonds |  | Corporate and foreign bonds |  | Bond funds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (19) | (20) | (17) | (18) | (21) | (22) | (23) | (24) |
|  | 99 | 6,775 | 264 | 98,007 | 324 | 46,809 | 113 | 11,910 |
| Under \$1.5 million [1] | 9 | 185 | 21 | 1,465 | 19 | 621 | 9 | 365 |
| \$1.5 million under \$2.0 million | 34 | 1,974 | 76 | 13,682 | 103 | 9,457 | 40 | 2,507 |
| \$2.0 million under $\$ 3.5$ million | 37 | 2,843 | 97 | 15,461 | 115 | 11,956 | 39 | 3,391 |
| \$3.5 million under $\$ 5.0$ million | 11 | 1,095 | 28 | 6,824 | 41 | 5,570 | 12 | 1,049 |
| \$5.0 million under \$10.0 million | 6 | 496 | 27 | 13,398 | 30 | 8,018 | 9 | 1,175 |
| \$10.0 million under $\$ 20.0$ million | 2 | 154 | 9 | 7,606 | 11 | 4,272 | 4 | 2,926 |
| \$20.0 million or more | 1 | 29 | 6 | 39,571 | 5 | 6,913 | 1 | 497 |

Footnotes at end of table.

Table 3. Personal Wealth 2004: Female Top Wealth Holders with Gross Assets of $\$ 1.5$ Million or More, Type of Property by Size of Net Worth-Continued
[All figures are estimates based on samples-numbers are in thousands, money amounts are in millions of dollars]

| Size of net worth | Diversified mutual funds [2] |  | Cash |  | Cash management accounts |  | Mortgages and notes |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
| Total | 376 | 43,613 | 1,102 | 223,274 | 853 | 200,790 | 247 | 93,509 |
| Under \$1.5 million [1] | 30 | 1,584 | 133 | 11,061 | 80 | 5,064 | 18 | 3,986 |
| \$1.5 million under \$2.0 million | 121 | 9,073 | 366 | 51,623 | 271 | 25,698 | 71 | 16,099 |
| \$2.0 million under $\$ 3.5$ million | 131 | 12,793 | 348 | 54,890 | 282 | 45,623 | 73 | 15,615 |
| \$3.5 million under $\$ 5.0$ million | 40 | 5,487 | 113 | 31,266 | 96 | 24,781 | 32 | 11,283 |
| \$5.0 million under \$10.0 million | 36 | 5,463 | 92 | 26,063 | 82 | 32,887 | 30 | 15,968 |
| \$10.0 million under \$20.0 million | 12 | 4,172 | 32 | 21,257 | 27 | 30,383 | 14 | 13,466 |
| \$20.0 million or more | 6 | 5,040 | 17 | 27,115 | 15 | 36,355 | 10 | 17,092 |
| Size of net worth | Cash value life insurance |  | Noncorporate business assets |  | Farm assets |  | Limited partnerships |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
|  | 314 | 41,766 | 213 | 183,863 | 103 | 121,984 | 179 | 151,363 |
| Under \$1.5 million [1] | 49 | 7,329 | 17 | 3,389 | 7 | 5,106 | 14 | 2,568 |
| \$1.5 million under \$2.0 million | 111 | 14,326 | 47 | 11,460 | 33 | 23,461 | 46 | 5,146 |
| \$2.0 million under $\$ 3.5$ million | 98 | 12,712 | 64 | 26,851 | 38 | 33,347 | 50 | 13,387 |
| \$3.5 million under $\$ 5.0$ million | 22 | 2,846 | 28 | 18,783 | 8 | 13,333 | 23 | 6,097 |
| \$5.0 million under $\$ 10.0$ million | 25 | 3,316 | 34 | 41,891 | 10 | 13,154 | 23 | 18,575 |
| \$10.0 million under \$20.0 million | 6 | 835 | 13 | 21,468 | 4 | 12,521 | 14 | 24,881 |
| \$20.0 million or more | 3 | 402 | 10 | 60,021 | 3 | 21,061 | 10 | 80,708 |
| Size of net worth |  |  | Retirement assets |  | Art |  | Other assets |  |
|  |  |  | Number | Amount | Number | Amount | Number | Amount |
| Total |  |  | (41) | (42) | (43) | (44) | (45) | (46) |
|  |  |  | 840 | 331,679 | 96 | 24,920 | 1,059 | 111,530 |
| Under \$1.5 million [1] |  |  | 112 | 32,045 | 3 | 51 | 130 | 6,334 |
| \$1.5 million under \$2.0 million |  |  | 279 | 89,679 | 22 | 348 | 348 | 13,221 |
| \$2.0 million under $\$ 3.5$ million |  |  | 270 | 110,359 | 24 | 590 | 336 | 21,269 |
| \$3.5 million under $\$ 5.0$ million |  |  | 82 | 36,507 | 15 | 949 | 107 | 9,635 |
| \$5.0 million under \$10.0 million |  |  | 66 | 36,784 | 15 | 1,261 | 90 | 15,341 |
| \$10.0 million under $\$ 20.0$ million |  |  | 20 | 15,390 | 9 | 4,723 | 32 | 12,459 |
| \$20.0 million or more |  |  | 10 | 10,916 | 8 | 16,999 | 17 | 33,271 |

[1] Includes individuals with zero or negative net worth.
[2] Mutual funds with a single investment objective are grouped with similar direct investments in this table.
[3] Includes individual retirement accounts, annuities, and self-employed retirement or Keogh plans.
NOTE: Detail may not add to total due to rounding.

## Personal Wealth, 2004

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Table 4. Personal Wealth 2004: Male Top Wealth Holders with Gross Assets
[All figures are estimates based on samples—numbers are in thousands, money amounts are in millions of dollars]

| Age | Total assets |  | Debts and mortgages |  | Net worth |  | Personal residence |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|  | 1,555 | 6,471,540 | 1,208 | 583,805 | 1,555 | 5,862,844 | 1,144 | 597,971 |
| Under 50 | 504 | 1,574,213 | 436 | 278,616 | 504 | 1,270,706 | 369 | 195,305 |
| 50 under 65 | 541 | 2,352,406 | 420 | 192,499 | 541 | 2,159,907 | 412 | 214,106 |
| 65 under 75 | 269 | 1,243,488 | 189 | 71,684 | 269 | 1,171,804 | 200 | 97,363 |
| 75 under 85 | 174 | 950,436 | 118 | 32,371 | 174 | 918,065 | 124 | 68,479 |
| 85 and older | 66 | 350,996 | 45 | 8,635 | 66 | 342,361 | 40 | 22,718 |
| Age | Other real estate |  | Closely held stock |  | Publicly traded stock |  | State and local government bonds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
|  | 882 | 828,055 | 469 | 833,929 | 1,156 | 1,140,665 | 480 | 348,496 |
| Under 50 | 248 | 208,018 | 173 | 247,875 | 341 | 248,653 | 83 | 53,864 |
| 50 under 65 | 342 | 318,486 | 185 | 341,601 | 403 | 313,589 | 162 | 100,564 |
| 65 under 75 | 167 | 175,539 | 71 | 140,477 | 208 | 199,448 | 94 | 66,442 |
| 75 under 85 | 97 | 97,472 | 33 | 86,064 | 147 | 248,770 | 97 | 82,849 |
| 85 and older | 28 | 28,540 | 8 | 17,912 | 57 | 130,206 | 44 | 44,776 |
| Age | Federal savings bonds |  | Other Federal bonds |  | Corporate and foreign bonds |  | Bond funds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (17) | (18) | (19) | (20) | (21) | (22) | (23) | (24) |
|  | 147 | 6,469 | 225 | 82,702 | 305 | 62,350 | 109 | 10,768 |
| Under 50 | 31 | 1,153 | 49 | 15,417 | 66 | 12,487 | 30 | 3,506 |
| 50 under 65 | 50 | 1,350 | 69 | 24,165 | 98 | 17,106 | 36 | 3,462 |
| 65 under 75 | 36 | 1,360 | 41 | 13,637 | 64 | 11,269 | 23 | 1,726 |
| 75 under 85 | 23 | 1,946 | 45 | 21,333 | 53 | 15,422 | 14 | 1,516 |
| 85 and older | 7 | 660 | 21 | 8,149 | 25 | 6,066 | 7 | 558 |

[^115]Table 4. Personal Wealth 2004: Male Top Wealth Holders with Gross Assets—Continued
[All figures are estimates based on samples-numbers are in thousands, money amounts are in millions of dollars]

| Age | Diversified mutual funds [1] |  | Cash |  | Cash management accounts |  | Mortgages and notes |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
|  | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
| Total | 417 | 53,014 | 1,461 | 351,407 | 1,027 | 213,375 | 402 | 189,942 |
| Under 50 | 105 | 10,914 | 462 | 75,796 | 301 | 48,221 | 121 | 53,587 |
| 50 under 65 | 150 | 17,444 | 512 | 151,599 | 353 | 75,925 | 140 | 66,884 |
| 65 under 75 | 82 | 12,660 | 256 | 57,050 | 192 | 41,967 | 79 | 36,536 |
| 75 under 85 | 58 | 8,798 | 167 | 46,686 | 132 | 34,248 | 48 | 26,301 |
| 85 and older | 21 | 3,197 | 64 | 20,277 | 50 | 13,014 | 14 | 6,634 |
| Age | Cash value life insurance |  | Noncorporate business assets |  | Farm assets |  | Limited partnerships |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
|  | 685 | 102,716 | 430 | 382,753 | 174 | 178,803 | 215 | 211,350 |
| Under 50 | 205 | 33,404 | 158 | 121,152 | 40 | 27,897 | 46 | 41,037 |
| 50 under 65 | 254 | 39,224 | 164 | 150,551 | 70 | 81,170 | 83 | 69,063 |
| 65 under 75 | 116 | 15,862 | 61 | 64,146 | 31 | 36,405 | 43 | 55,057 |
| 75 under 85 | 80 | 10,468 | 37 | 39,511 | 26 | 24,224 | 34 | 35,262 |
| 85 and older | 30 | 3,758 | 10 | 7,393 | 8 | 9,107 | 10 | 10,931 |
| Age |  |  | Retirement assets [2] |  | Art |  | Other assets |  |
|  |  |  | Number | Amount | Number | Amount | Number | Amount |
| Total |  |  | (41) | (42) | (43) | (44) | (45) | (46) |
|  |  |  | 1,223 | 717,051 | 80 | 24,970 | 1,401 | 134,757 |
| Under 50 |  |  | 383 | 139,964 | 21 | 1,900 | 445 | 34,062 |
| 50 under 65 |  |  | 457 | 299,280 | 29 | 9,114 | 493 | 57,724 |
| 65 under 75 |  |  | 221 | 187,465 | 16 | 6,349 | 250 | 22,732 |
| 75 under 85 |  |  | 131 | 81,427 | 11 | 4,529 | 157 | 15,131 |
| 85 and older |  |  | 31 | 8,915 | 4 | 3,078 | 56 | 5,108 |

[1] Mutual funds with a single investment objective are grouped with similar direct investments in this table.
[2] Includes individual retirement accounts, annuities, and self-employed retirement or Keogh plans.
NOTE: Detail may not add to total due to rounding.

## Personal Wealth, 2004

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Table 5. Personal Wealth 2004: Female Top Wealth Holders with Gross Assets of $\$ 1.5$ Million or More, Type of Property by Age
[All figures are estimates based on samples—numbers are in thousands, money amounts are in millions of dollars]

| Age | Total assets |  | Debts and mortgages |  | Net worth |  | Personal residence |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|  | 1,173 | 4,605,219 | 891 | 266,817 | 1,173 | 4,338,402 | 918 | 587,970 |
| Under 50 | 303 | 1,053,317 | 245 | 106,773 | 303 | 946,543 | 240 | 160,882 |
| 50 under 65 | 410 | 1,622,172 | 319 | 105,709 | 410 | 1,516,463 | 341 | 229,420 |
| 65 under 75 | 210 | 825,374 | 145 | 31,890 | 210 | 793,484 | 171 | 99,494 |
| 75 under 85 | 169 | 741,763 | 117 | 16,653 | 169 | 725,110 | 118 | 70,226 |
| 85 and older | 81 | 362,594 | 65 | 5,792 | 81 | 356,802 | 48 | 27,948 |
| Age | Other real estate |  | Closely held stock |  | Publicly traded stock |  | State and local government bonds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (9) | (10) | (11) | (12) | (13) | (14) | (15) | (16) |
|  | 649 | 573,974 | 213 | 293,264 | 944 | 1,106,604 | 514 | 351,618 |
| Under 50 | 132 | 94,367 | 59 | 90,678 | 235 | 263,205 | 95 | 48,019 |
| 50 under 65 | 253 | 251,171 | 86 | 105,724 | 321 | 298,652 | 154 | 99,834 |
| 65 under 75 | 141 | 126,587 | 41 | 46,905 | 174 | 200,890 | 108 | 71,347 |
| 75 under 85 | 91 | 71,720 | 21 | 38,909 | 143 | 205,107 | 104 | 88,059 |
| 85 and older | 31 | 30,130 | 6 | 11,048 | 70 | 138,750 | 53 | 44,358 |
| Age | Federal savings bonds |  | Other Federal bonds |  | Corporate and foreign bonds |  | Bond funds |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (17) | (18) | (19) | (20) | (21) | (22) | (23) | (24) |
|  | 99 | 6,775 | 264 | 98,007 | 324 | 46,809 | 113 | 11,910 |
| Under 50 | 17 | 196 | 57 | 14,150 | 68 | 7,846 | 25 | 2,420 |
| 50 under 65 | 32 | 1,089 | 73 | 32,704 | 97 | 15,388 | 43 | 5,773 |
| 65 under 75 | 19 | 2,250 | 62 | 11,070 | 75 | 9,247 | 20 | 1,343 |
| 75 under 85 | 20 | 1,993 | 44 | 28,835 | 55 | 8,480 | 17 | 1,294 |
| 85 and older | 11 | 1,246 | 28 | 11,248 | 30 | 5,849 | 8 | 1,080 |

[^116]Table 5. Personal Wealth 2004: Female Top Wealth Holders with Gross Assets of $\$ 1.5$ Million or More, Type of Property by Age-Continued
[All figures are estimates based on samples-numbers are in thousands, money amounts are in millions of dollars]

| Age | Diversified mutual funds [1] |  | Cash |  | Cash management accounts |  | Mortgages and notes |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (25) | (26) | (27) | (28) | (29) | (30) | (31) | (32) |
|  | 376 | 43,613 | 1,102 | 223,274 | 853 | 200,790 | 247 | 93,509 |
| Under 50 | 87 | 8,440 | 269 | 45,727 | 211 | 59,997 | 62 | 21,884 |
| 50 under 65 | 133 | 16,158 | 387 | 63,868 | 297 | 61,975 | 85 | 34,143 |
| 65 under 75 | 74 | 6,914 | 202 | 35,707 | 149 | 36,062 | 46 | 17,318 |
| 75 under 85 | 55 | 8,977 | 165 | 53,459 | 134 | 28,644 | 40 | 14,374 |
| 85 and older | 27 | 3,124 | 79 | 24,513 | 61 | 14,113 | 14 | 5,790 |
| Age | Cash value life insurance |  | Noncorporate business assets |  | Farm assets |  | Limited partnerships |  |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (33) | (34) | (35) | (36) | (37) | (38) | (39) | (40) |
|  | 314 | 41,766 | 213 | 183,863 | 103 | 121,984 | 179 | 151,363 |
| Under 50 | 75 | 10,654 | 62 | 59,753 | 11 | 14,440 | 43 | 30,229 |
| 50 under 65 | 127 | 16,926 | 78 | 62,657 | 38 | 53,246 | 61 | 81,151 |
| 65 under 75 | 53 | 6,907 | 45 | 24,239 | 30 | 30,252 | 42 | 18,829 |
| 75 under 85 | 43 | 5,348 | 21 | 30,188 | 16 | 17,526 | 23 | 13,722 |
| 85 and older | 15 | 1,931 | 7 | 7,026 | 7 | 6,519 | 10 | 7,431 |
| Age |  |  | Retirement assets [2] |  | Art |  | Other assets |  |
|  |  |  | Number | Amount | Number | Amount | Number | Amount |
| Total |  |  | (41) | (42) | (43) | (44) | (45) | (46) |
|  |  |  | 840 | 331,679 | 96 | 24,920 | 1,059 | 111,530 |
| Under 50 |  |  | 220 | 79,313 | 17 | 1,847 | 271 | 39,267 |
| 50 under 65 |  |  | 330 | 144,566 | 36 | 8,515 | 376 | 39,213 |
| 65 under 75 |  |  | 156 | 62,698 | 25 | 2,662 | 190 | 14,655 |
| 75 under 85 |  |  | 106 | 37,538 | 12 | 5,081 | 155 | 12,283 |
| 85 and older |  |  | 28 | 7,564 | 6 | 6,815 | 68 | 6,111 |

[1] Mutual funds with a single investment objective are grouped with similar direct investments in this table.
[2] Includes individual retirement accounts, annuities, and self-employed retirement or Keogh plans.
NOTE: Detail may not add to total due to rounding.

Table 6. Top Wealth Holders with Net Worth of $\$ 1.5$ Million or More, Net Worth and Selected Assets, by State of Residence, 2004 [1]
[All figures are estimates based on samples-numbers are in thousands, money amounts are in millions of dollars]

| State of residence | Net worth |  | Financial assets [2] |  | All real estate |  | All other assets |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Number | Amount | Number | Amount | Number | Amount | Number | Amount |
| Total | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|  | 2,196 | 9,721,133 | 2,194 | 6,622,433 | 1,974 | 2,277,191 | 2,042 | 1,441,099 |
| Alabama | 18 | 79,123 | 18 | 53,629 | 17 | 17,512 | 18 | 12,646 |
| Alaska | 1 | 4,776 | 1 | 3,384 | 1 | 897 | 1 | 682 |
| Arizona | 36 | 139,861 | 36 | 96,570 | 33 | 34,175 | 34 | 16,737 |
| Arkansas | 11 | 94,704 | 11 | 79,760 | 10 | 8,075 | 11 | 14,051 |
| California | 428 | 1,793,642 | 427 | 996,853 | 404 | 691,416 | 405 | 247,481 |
| Colorado | 32 | 163,324 | 32 | 98,430 | 29 | 51,571 | 31 | 27,349 |
| Connecticut | 47 | 197,801 | 47 | 129,299 | 41 | 63,737 | 45 | 20,351 |
| Delaware | 8 | 30,923 | 8 | 19,418 | 6 | 8,121 | 7 | 5,007 |
| District of Columbia | 7 | 27,850 | 7 | 16,495 | 7 | 8,416 | 7 | 4,231 |
| Florida | 199 | 904,014 | 198 | 612,124 | 177 | 221,033 | 188 | 138,936 |
| Georgia | 56 | 270,677 | 56 | 211,199 | 51 | 60,494 | 54 | 41,528 |
| Hawaii | 7 | 22,552 | 6 | 11,903 | 7 | 10,647 | 5 | 1,825 |
| Idaho | 5 | 23,982 | 5 | 17,509 | 5 | 4,055 | 5 | 4,187 |
| Illinois | 101 | 476,354 | 101 | 349,822 | 83 | 77,028 | 90 | 68,659 |
| Indiana | 32 | 112,272 | 32 | 87,147 | 26 | 13,344 | 29 | 14,939 |
| Iowa | 18 | 55,332 | 18 | 34,395 | 14 | 5,635 | 18 | 18,996 |
| Kansas | 21 | 65,084 | 21 | 45,121 | 18 | 8,376 | 21 | 13,388 |
| Kentucky | 18 | 65,404 | 18 | 48,258 | 17 | 8,018 | 18 | 11,347 |
| Louisiana | 22 | 92,315 | 22 | 72,653 | 22 | 15,543 | 22 | 10,383 |
| Maine | 8 | 35,173 | 8 | 28,677 | 7 | 5,950 | 7 | 1,928 |
| Maryland | 50 | 191,279 | 50 | 134,922 | 47 | 37,892 | 45 | 27,589 |
| Massachusetts | 83 | 335,482 | 83 | 237,389 | 75 | 82,248 | 75 | 34,079 |
| Michigan | 47 | 261,085 | 47 | 192,736 | 39 | 34,803 | 40 | 50,592 |
| Minnesota | 33 | 135,682 | 33 | 92,618 | 31 | 25,875 | 32 | 23,032 |
| Mississippi | 8 | 61,786 | 8 | 33,608 | 8 | 5,238 | 8 | 23,790 |
| Missouri | 33 | 115,716 | 33 | 91,254 | 26 | 17,673 | 32 | 13,429 |
| Montana | 7 | 23,966 | 7 | 16,515 | 6 | 4,420 | 6 | 3,490 |
| Nebraska | 13 | 83,265 | 13 | 68,620 | 11 | 6,396 | 13 | 11,969 |
| Nevada | 15 | 80,768 | 15 | 54,894 | 14 | 22,132 | 15 | 12,959 |
| New Hampshire | 7 | 27,342 | 7 | 18,563 | 6 | 7,245 | 5 | 2,677 |
| New Jersey | 79 | 324,712 | 79 | 219,677 | 72 | 79,200 | 67 | 40,264 |
| New Mexico | 9 | 28,107 | 9 | 18,230 | 8 | 4,957 | 9 | 6,422 |
| New York | 168 | 942,812 | 168 | 636,244 | 147 | 218,876 | 141 | 143,601 |
| North Carolina | 59 | 223,408 | 59 | 171,845 | 53 | 41,138 | 54 | 25,721 |
| North Dakota | 1 | 3,988 | 1 | 2,944 | 1 | 777 | 1 | 413 |
| Ohio | 61 | 228,532 | 61 | 182,596 | 50 | 30,049 | 55 | 23,694 |
| Oklahoma | 17 | 58,554 | 17 | 45,444 | 14 | 6,217 | 17 | 9,117 |
| Oregon | 15 | 61,328 | 15 | 42,631 | 14 | 13,685 | 14 | 8,515 |
| Pennsylvania | 86 | 399,312 | 85 | 293,609 | 73 | 70,258 | 74 | 47,388 |
| Rhode Island | 8 | 30,782 | 8 | 20,882 | 8 | 8,124 | 7 | 3,533 |
| South Carolina | 14 | 67,856 | 14 | 43,678 | 13 | 17,713 | 14 | 10,988 |
| South Dakota | 6 | 18,850 | 6 | 14,181 | 5 | 1,433 | 5 | 3,949 |
| Tennessee | 25 | 100,778 | 25 | 75,826 | 24 | 17,670 | 24 | 12,433 |
| Texas | 108 | 492,663 | 108 | 330,457 | 102 | 59,259 | 107 | 134,159 |
| Utah | 8 | 52,674 | 8 | 43,204 | 7 | 5,128 | 8 | 8,218 |
| Vermont | 4 | 20,584 | 4 | 12,864 | 4 | 3,944 | 4 | 4,173 |
| Virginia | 59 | 223,984 | 59 | 150,855 | 55 | 51,348 | 55 | 33,420 |
| Washington | 50 | 180,008 | 50 | 120,362 | 46 | 50,261 | 49 | 21,468 |
| West Virginia | 12 | 28,415 | 12 | 21,937 | 10 | 5,839 | 12 | 3,853 |
| Wisconsin | 26 | 127,515 | 26 | 103,720 | 23 | 22,016 | 24 | 10,230 |
| Wyoming | 5 | 106,698 | 5 | 97,214 | 4 | 3,109 | 5 | 9,987 |
| Other areas [3] | 5 | 28,042 | 5 | 20,270 | 5 | 8,227 | 5 | 1,294 |

[1] While the size of the underlying sample of estate tax returns makes estimates of wealth derived using the estate multiplier technique fairly robust, estimates of wealth by State can be subject to significant year-to-year fluctuations. This is especially true for individuals at the extreme tail of the net worth distribution and for States with relatively small decedent populations.
[2] Includes all stocks, bonds, mutual funds, cash, and cash management accounts.
[3] Includes U.S. territories and possessions.
NOTE: Detail may not add to total due to rounding.

# SOI Sampling Methodology and Data Limitations 

This article discusses typical sampling procedures used in most Statistics of Income (SOI) programs. Aspects covered briefly include sampling criteria, selection techniques, methods of estimation, and sampling variability. Some of the nonsampling error limitations of the data are also described, as well as the tabular conventions employed.

Additional information on sample design and data limitations for specific SOI studies can be found in the separate SOI reports. More technical information is available, on request, by writing to the Director, Statistics of Income Division RAS:S, Internal Revenue Service, P.O. Box 2608, Washington, DC 20013-2608.

## Sample Criteria and Selection of Returns

Statistics compiled for the SOI studies are generally based on stratified probability samples of income tax returns or other forms filed with the Internal Revenue Service (IRS). The statistics do not reflect any changes made by the taxpayer through an amended return or by the IRS as a result of an audit. As returns are filed and processed for tax purposes, they are assigned to sampling classes (strata) based on such criteria as: industry, presence or absence of a tax form or schedule, and various income factors or other measures of economic size (such as total assets, total receipts, size of gift, and size of estate). The samples are selected from each stratum over the appropriate filing periods. Thus, sample selection can continue for a given study for several calendar years- 3 for corporations because of the incidence of fiscal (noncalendar) year reporting and extensions of filing time. Because sampling must take place before the population size is known precisely, the rates of sample selection within each stratum are fixed. This means, in practice, that both the population and the sample size can differ from those planned. However, these factors do not compromise the validity of the estimates.

The probability of a return's selection depends on its sample class or stratum and may range from a fraction of 1 percent to 100 percent. Considerations in determining the selection probability for each stratum include the number of returns in the stratum, the diversity of returns in the stratum, and interest in the stratum as a separate subject of study. All this is subject to constraints based on the estimated pro-
cessing costs or the target size of the total sample for the program.

For most SOI studies, returns are designated by computer from the IRS Master Files based on the taxpayer identification number (TIN), which is either the Social Security number (SSN) or the Employer Identification Number (EIN). A fixed and essentially random number is associated with each possible TIN. If that random number falls into a range of numbers specified for a return's sample stratum, then it is selected and processed for the study. Otherwise, it is counted (for estimation purposes), but not selected. In some cases, the TIN is used directly by matching specified digits of it against a predetermined list for the sample stratum. A match is required for designation.

Under either method of selection, the TINs designated from one year's sample are, for the most part, selected for the next year's, so that a very high proportion of the returns selected in the current year's sample are from taxpayers whose previous years' returns were included in earlier samples. This longitudinal character of the sample design improves the estimates of change from one year to the next.

## Method of Estimation

As noted above, the probability with which a return is selected for inclusion in a sample depends on the sampling rate prescribed for the stratum in which it is classified. "Weights" are computed by dividing the count of returns filed for a given stratum by the number of population sample returns for that same stratum. These weights are usually adjusted for unavailable returns, outliers, or trimming weights. Weights are used to adjust for the various sampling rates used, relative to the population - the lower the rate, the larger the weight. For some studies, it is possible to improve the estimates by subdividing the original sampling classes into "poststrata," based on additional criteria or refinements of those used in the original stratification. Weights are then computed for these poststrata using additional population counts. The data on each sample return in a stratum are then multiplied by that weight. To produce

> Sample retums are designated by computer from the IRS Master Files based on the taxpayer identification number.

## SOI Sampling Methodology and Data Limitations

## In transcribing and tabulating datafrom tax returns, checks are imposed to improve the quality of the statistics.

the tabulated estimates, the weighted data are summed to produce the published statistical totals.

## Sampling Variability

The particular sample used in a study is only one of a large number of possible random samples that could have been selected using the same sample design. Estimates derived from the different samples usually vary. The standard error of the estimate is a measure of the variation among the estimates from all possible samples and is used to measure the precision with which an estimate from a particular sample approximates the average result of the possible samples. The sample estimate and an estimate of its standard error permit the construction of interval estimates with prescribed confidence that this interval includes the actual population value.

In SOI reports, the standard error is not directly presented. Instead, the ratio of the standard error to the estimate itself is presented in percentage form. This ratio is called the coefficient of variation (CV). The user of SOI data may multiply an estimate by its CV to recreate the standard error and to construct confidence intervals.

For example, if a sample estimate of 150,000 returns is known to have a coefficient of variation of 2 percent, then the following arithmetic procedure would be followed to construct a 68 -percent confidence interval estimate:

| 150,000 | (sample estimate) |
| ---: | :--- |
| $\times 0.02$ | (coefficient of variation) |
| $=3,000$ | (standard error of estimate) |

then:

$$
\begin{aligned}
150,000 & \text { (sample estimate) } \\
+ \text { or }-3,000 & \text { (standard error) } \\
=\{147,000,153,000\} & \text { (68-percent confidence } \\
& \text { interval). }
\end{aligned}
$$

Based on these data, the interval estimate is from 147 to 153 thousand returns. This means that the average estimate of the number of returns lies within an interval computed in this way. Such an estimate would be correct for approximately two-thirds of all possible
samples similarly selected. To obtain this interval estimate with 95 -percent confidence, the standard error should be multiplied by 2 before adding to and subtracting from the sample estimate. (In this particular case, the resulting interval would be from 144 to 156 thousand returns.)

Further details concerning sample design, sample selection, estimation method, and sampling variability for a particular SOI study may be obtained, on request, by writing to the Director, Statistics of Income Division, at the address given above.

## Nonsampling Error Controls and Limitations

Although the previous discussion focuses on sampling methods and the limitations of the data caused by sampling error, there are other sources of error that may be significant in evaluating the usefulness of SOI data. These include taxpayer reporting errors and inconsistencies, processing errors, and the effects of any early cutoff of sampling. Additional information on nonsampling error as it applies to individual and corporation income tax returns is presented in the separate SOI reports on these returns.

In transcribing and tabulating the information from returns or forms selected for the sample, steps are taken to improve the quality of the resultant estimates. Tax return data may be disaggregated or recombined during the statistical abstracting and "editing" process that takes place in IRS submission processing centers. This is done to improve data consistency from return to return and to achieve definitions of the data items more in keeping with the needs of major users. In some cases, not all of the data are available from the tax return as originally filed. Sometimes, the missing data can be obtained by the Statistics of Income Division in Washington, DC, through field followup. More often, though, they are obtained through manual or computerized imputation. For this purpose, other information in the return or in accompanying schedules may be sufficient to serve as the basis for making an estimate. Prior-year data for the same taxpayer can be used for this same purpose, or comparable data from business reference books may be substituted.

Data abstracted or "edited" from returns for statistical use are subjected to a number of validation checks, including systematic verifications of a sampling of the work of each tax examiner involved in the SOI process. Data reported on sampled returns

## SOI Sampling Methodology and Data Limitations

and previously transcribed as part of processing for the IRS Master Files are subject to validation as part of the administrative process before SOI processing begins. However, during the administrative process, it is only practical to transcribe corrections to errors that have a direct bearing on the tax reported or the refund claimed. Therefore, during the SOI process, checks must also be made to correct any errors or inconsistencies left in the administrative data before the data can be accepted for the statistics.

The Statistics of Income program includes many more tax return items than are transcribed and perfected for IRS tax administration needs, especially for items reported in tax return schedules in support of the various summary totals reported on the return. Therefore, checks must also be designed to validate these additional data items and to assure that they are consistent with other data entries.

Most of the data validation checks made during the SOI process take the form of computerized tests of each record. In addition to verifying that internal consistency and proper balance and relationships among the tax return items and statistical classifications are maintained, this process is intended to check on consistency with tax law provisions, acceptable reporting practices, and generally accepted accounting principles. Most testing occurs during the data abstracting and editing operation, while the tax return source document is still on hand, although some testing for certain programs occurs later on. Records failing the tests are subjected to further review and correction.

Finally, before publication, the statistics are reviewed for accuracy and reasonableness in light of the tax law provisions, taxpayer reporting variations and other limitations, tolerances and statistical techniques allowed or employed in data processing and estimating, economic conditions, and comparability with other statistical series. However, these controls do not completely eliminate the possibility of error. When discovered, errors in Bulletin tables are corrected, through a published errata.

## Table Conventions

Published estimates subject to excessive sampling variability are identified for most of the statistics by means of an asterisk $\left({ }^{*}\right)$ presented alongside the estimate or in place of an estimate. Presence of an asterisk means that the sampling rate was less than 100 percent of the population and that there were fewer than 10 sample observations available for estimation purposes. This method produces a rough indication of excessive sampling variability. However, the results will differ somewhat from more precise indicators of excessive sampling variability based on the standard statistical formula. For some of the statistics based on samples, asterisking was not possible because of resource and other constraints. Users should keep this limitation in mind when using these data.

A zero, in place of a frequency or an amount, in any given table cell presenting data based on an SOI sample, indicates either that (1) there were no returns in the population with the particular characteristic, or (2) because of its rarity, instances of the characteristic were not present among the sampled returns. However, for statistics based on returns selected for the sample at the 100 -percent rate, a zero indicates a presumption of no returns with the particular characteristic in the population.

In addition to sampling variability, Statistics of Income is required to prevent disclosure of information about specific taxpayers or businesses in its tables. Therefore, a weighted frequency (and the associated amount, where applicable) of less than 3 is either combined with data in an adjacent cell(s) so as to meet the criteria, or deleted altogether. Similar steps are taken to prevent indirect disclosure through subtraction. However, any combined or deleted data are included in the appropriate totals. Most data on tax-exempt, nonprofit organizations are excluded from disclosure review because the Internal Revenue Code and regulations permit public access to most of the information reported by these organizations.

## Public Release of SOI Information


[1] Corporation statistics for 2005 represent accounting periods ended July 2005 through June 2006. Study Year 2006 is similarly defined.
[2] Data for 2005 represent accounting periods ending July 2005 through June 2006. Data for Study Year 2006 are similarly defined.
[3] Data for 2006 represent tax years ending between December 2006 and November 2007. Study Year 2007 is similarly defined.
[4] Estate and gift tax data are processed on a filing-year, rather than on a year-of-death or gift-year (tax-year) basis. At a later stage (not shown here), filing years are combined by year of death or gift year, respectively.
[5] Split-interest trust and fiduciary income tax statistics are processed on a filing-year rather than a tax-year basis.
[6] Tax-exempt private activity governmental bond statistics are collected annually based on issue year. Arbitrage rebate and penalty studies are conducted biennially, for tax years ending in odd numbers.

## SOI Projects and Contacts

## General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: sis@irs.gov

| Projects* | Primary Analysts | Frequency and Program Content |
| :--- | :--- | :--- |
| Americans Living Abroad: | Scott Hollenbeck <br> Maureen Keenan Kahr | This periodic study is conducted every 5 years. It covers <br> foreign income, foreign taxes paid, and foreign tax credit shown <br> on individual income tax returns. Data are classified by size of <br> adjusted gross income and country. |

## Controlled Foreign Corporations:

2006 Program

Jason Wenrich

This semiannual study provides data on activities of foreign corporations that are controlled by U.S. corporations. Data are classified by industry group and country.

| Controlled Foreign Partnerships: 2008 Program | Bill States | This study provides data on activities of foreign partnerships that are controlled by U.S. corporations or partnerships. Frequency of this study has not been determined. |
| :---: | :---: | :---: |
| Corporation Foreign Tax Credit: <br> 2005 Program <br> 2006 Program | Rob Singmaster Scott Luttrell | This annual study provides data on foreign income, taxes paid, and foreign tax credit reported on corporation foreign income tax returns. Data are classified by industry group and country. |
| Corporation Income Tax Returns: <br> 2005 Program <br> 2006 Program | Bill Rush Todd Reum Ellen Legel | Basic data are produced annually and cover complete income statement, balance sheet, tax, tax credits, and details from supporting schedules. Data are classified chiefly by industry group or asset size. |
| Entity Classification Election: | John Comisky <br> Lawrence Sao | This annual study provides data from all Entity Classification Elections, including the type of election and whether the entity is foreign or domestic. |


| Estate Tax: | This annual study provides information on a gross estate <br> 2004-2006 Program <br> 2007-2009 Program |
| :--- | :--- |
|  | Brian Raub |
| and its composition, deductions, and tax; and information on |  |
| the age, sex, and marital status of decedents. Basic estate tax |  |
| return data by year in which returns are filed are produced each |  |
| year. Also included are data on nonresident aliens who had more |  |
| than \$60,000 of assets in the United States. Other statistics are |  |
| available on a year-of-death basis (approximately every 3 years). |  |
| The most recent study is based on decedents who died in 2004 |  |
| with returns filed in 2004-2006. The most recent data available |  |
| are for returns filed in 2006. |  |

## General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: sis@ifs.gov

| Projects* | Primary Analysts | Frequency and Program Content |
| :--- | :--- | :--- |
| Farm Sole Proprietorships: |  | This periodic study provides farm income and expenses |
| 2006 Program | Kevin Pierce | classified by industry and gross farm income reported by |
| 2007 Program | Mary Jezek |  |


| Foreign-Controlled Domestic | This annual study covers domestic corporations with $50-$ |
| :--- | :--- |
| Corporations: | percent-or-more stock ownership by a single foreign "person." It |
| 2005 Program | covers balance sheet, income statement, and tax-related data, |
|  | which are classified by industry group, country, and size and <br> age of the corporations. Data are compared to those for other <br> domestic corporations. |

Foreign Recipients of U.S. Income:
2006 Program

Scott Luttrell

Foreign Trusts:
2006 Program Dan Holik

This annual study provides data by country on income paid to nonresident aliens and the amount of tax withheld for the U.S. Government

Gift Tax:
2007 Program
2008 Program
2009 Program

Darien Jacobson
Melissa Belvedere

Individual Income Tax
Return Public-Use File:

Mike Weber

This periodic study, conducted every 4 years, provides data on foreign trusts that have U.S. "persons" as grantors, transferors, or beneficiaries. Data include country where the trust was created, value of transfer to the trust, and year the trust was created. The most recent study is for Tax Year 2002.

| Gift Tax: <br> 2007 Program <br> 2008 Program <br> 2009 Program | Darien Jacobson Melissa Belvedere | This annual study provides data for type and amount of gift, information on donee, and tax computation items. Information about the donor and gift splitting is also available. Most recent data are for Filing Year 2006. |
| :---: | :---: | :---: |
| Individual Income Tax Return Public-Use File: | Mike Weber | Microdata on CD-ROMs are produced annually and contain detailed information obtained from the individual income tax return statistics program, with identifiable taxpayer information omitted to make the file available for public dissemination on a reimbursable basis. |
| Individual Income Tax Returns: <br> 2006 Program <br> 2007 Program <br> 2008 Program | Maureen Keenan Kahr Scott Hollenbeck | Basic data are produced annually and cover income, deductions, tax, and credits reported on individual income tax returns and associated schedules. Data are classified by size of adjusted gross income, marital status, or type of tax computation. |
| Individual Income Tax Returns Special Tabulations: | Mike Parisi | Special tabulations of selected individual income, deduction, and tax data are produced on a reimbursable basis. |
| Interest-Charge Domestic International Sales Corporations (IC-DISCs): <br> 2006 Program <br> 2007 Program | Dan Holik | These corporations replaced the Domestic International Sales Corporations, or DISCs, as of 1985. Balance sheet, income statement, and export-related data are tabulated every 4 years. The most recent study is for Tax Year 2004. |

## SOI Projects and Contacts

## General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: sis@irs.gov

| Projects* | Primary Analysts | Frequency and Program Content |
| :--- | :--- | :--- |
| International Boycott Reports: | Lissa Costa | This study provides data on business operations of U.S. <br> 2006 Program <br> 2007 Program |
| "persons" in boycotting countries, as well as the requests and <br> agreements to participate in, or cooperate with, international <br> boycotts not sanctioned by the U.S. Government. |  |  |


| Migration Flow and County <br> Income Data: | Emily Gross <br> Kevin Pierce | Migration flow data (based on year-to-year changes in <br> individual income tax return addresses) and county or State <br> income data are available annually on a reimbursable basis. The <br> most recent data are for 2004-2005. |
| :--- | :--- | :--- |
| Noncash Charitable <br> Contributions: | Janette Wilson | This study of individual income tax returns provides <br> detailed asset donations, descriptions of the donees, donor cost, <br> fair market value, and deduction claimed on Form 8283, Noncash <br> Charitable Contributions. |
| Occupation Studies: | Terry Nuriddin | This periodic study classifies individual income tax returns <br> by occupation and contains a dictionary of occupational <br> titles that can be used to enhance the economic data of other <br> individual income tax return studies. |
| Partnership Returns of Income: | Tim Wheeler <br> Nina Shumofsky | Basic data, produced annually, cover income statement, <br> balance sheet, and details from supporting schedules. Data are <br> classified chiefly by industry group. |
| Partnership Withholding Study: Scott Luttrell | This annual study provides data on U.S. partnership <br> payments to foreign partners. Data are classified by country and <br> recipient type. |  |
| 2006 Program |  |  |

Personal Wealth Study:
2004 Program
2007 Program

This periodic study provides estimates of personal wealth of top wealth holders that are generated from estate tax return data using the "estate multiplier" technique, in conjunction with both filing-year and year-of-death estate databases. The most recent data, for 2004, are based on returns filed from 2004 to 2006.

| S Corporations: | Heather Parisi | Annual study data are collected for the income statement <br> and balance sheet, and from supporting schedules. Data are <br> classified by industry group or asset size. |
| :--- | :--- | :--- |
| Sales of Capital Assets: | Janette Wilson | This periodic study provides detailed data on the sales <br> of capital assets reported in the capital gains schedule of the <br> individual income tax return, and on sales of residences and <br> personal or depreciable business property. |
| Sole Proprietorships: <br> 2006 Program <br> 2007 Program <br> 2008 Program | Basic data, produced annually, cover business receipts, <br> deductions, and net income reported on Schedule C, Profit <br> or Loss From Business, for nonfarm proprietors, classified by <br> industry group. |  |

## General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: sis@ifs.gov

| Projects* | Primary Analysts | Frequency and Program Content |
| :--- | :--- | :--- |
| Split-Interest Trust Information: |  | This annual study provides information on charitable |
| 2007 Program | Lisa Schreiber |  |
| 2008 Program |  | remainder trusts, charitable lead trusts, and pooled income <br> funds. Data include balance sheet, income, deductions, and |
| 2009 Program |  | detail from accumulation and distribution schedules. The most |
|  |  | recent data are for Filing Year 2006. |


| Tax-Exempt Bond Issues: |
| :--- | :--- | :--- |
| 2006 Program |
| 2007 Program |
| 2008 Program |$\quad$ Emily Shammas | This annual study provides information on private activity |
| :--- |
| and Governmental bond issues by type of property financed, size |
| of face amount, and State. The most recent data are for Tax Year |
| 2006 public purpose bonds and private activity bonds. |

## Tax-Exempt Organizations,

Unrelated Business Income:
2005 Program Melissa Ludlum

2006 Program
2007 Program

## Transactions of Foreign-

Controlled Corporations: Mark Lowe

Mary Jezek

## ZIP Code Area Data:

This annual study provides tabulations of "unrelated business" income and deductions for organizations classified as tax-exempt under the Internal Revenue Code. The most recent data are for Reporting Year 2004 returns filed in Calendar Years 2006-2007.

This biennial study provides data on transactions between U.S. corporations and their foreign owners. Data are classified by country and industry group.

Statistics on CD-ROM show number of individual income tax returns, exemptions, and several income items by State and 5-digit ZIP Code. Data are available for 2002 and 2004-2006 on a reimbursable basis. Data for Tax Years 1998 and 2001 are also available, free of charge, on the IRS Web site: http://www.irs. gov/taxstats/article/0,,id=96947,00.html.

[^117]
## SOI Products and Services

Statistics of Income (SOI) data are available in electronic formats and in print. For further information on any of the following products and services, or for answers to questions on the availability of SOI data, other statistical services, or release dates for data, contact SOI's Statistical Information Services (SIS):

Statistical Information Services (sis@irs.gov) Statistics of Income Division Internal Revenue Service<br>P.O. Box 2608 • Washington, DC 20013-2608 (202) 874-0410 • Fax: (202) 874-0964

As its name implies, SIS is best able to answer questions about data. It does not supply tax forms or information about the status of an individual's tax refund or audit examination. Media requests should be directed to the IRS Media Relations Branch, Communications Division, on (202) 622-4000.

## Free Products on the Internet

SOI's Internet site offers a combination of files presenting SOI tables, articles about SOI data, and information about SOI products and services, as well as non-SOI products, including annual IRS Data Book tables, Compliance Research projections, and nonprofit Master File microdata records. At present, over 8,300 files reside there.

## Web site: www.irs.gov/taxstats

There is also a direct link to our Web site from FedStats, the gateway to official statistics from the Federal Government: www.fedstats.gov.

## Tax Stats

On the Tax Stats Home Page, you will find the following list of topics that will lead to a wide range of tables, articles, and data that describe and measure elements of the U.S. tax system. There is also a link to check out What's New.

## Business Tax Statistics

Corporations • International • Partnerships
Nonfarm Sole Proprietorships
S Corporations • All Topics

Charitable and Exempt Organization Statistics<br>Charities • Exempt Organization Master File<br>Private Foundations • Trusts<br>Tax-Exempt Bonds • All Topics<br>\section*{Individual Tax Statistics}<br>Filing Season Statistics • Estate and Gift Tax<br>Individual Income Tax • International<br>Personal Wealth • All Topics<br>Products, Publications, and Papers<br>SOI Bulletins •IRS Data Books<br>Conference Papers • SOI Paper Series<br>All Topics

IRS Operations, Budget, and Compliance
Issuing Refunds $\cdot$ Collecting Revenue
Enforcing Laws • Assisting Taxpayers
Historical Data Tables • All Topics

## Statistics by Form

706•709 • 990 • 990-PF • 990-T
$1040 \cdot 1041 \cdot 1065 \cdot 1118 \cdot 1120$
5471 • 5472 • 8038 • All Forms

## Statistics of Income (SOI)

About SOI • Careers With SOI
SOI Services • SOI Studies
All Topics

## Additional Information

Tax Statistics at a Glance
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Questions On Tax Statistics?

## Products for Sale From SOI

Many of SOI's data files are available for sale on CDROM, diskette, tape, or via e-mail through Statistical Information Services. Prepayment is required for orders of $\$ \mathbf{1 0 0}$ or more, with checks made payable to the IRS Accounting Section. Credit and debit card payments are also accepted. Contact SIS for information on specific products, prices, sources, media, and ordering instructions.

The following files are currently available on a reimbursable basis and include data from returns covering corporations, individuals, exempt organizations, and private foundations and charitable trusts. Most of these files are tabulations of aggregated data, but some are files of microdata records.

## Corporation Income Tax Returns

## Corporation Source Book

A magnetic tape or CD-ROM containing data from the Corporation Source Book are available for years 19962003 at a cost of $\$ 250$ per year. Data from the 2004 and 2005 Corporation Source Books are available at no charge from the Tax Stats Web site. Data tables from the 2000 through 2005 Source Book are also available at no charge from the Tax Stats Web site at: www.irs.gov/taxstats/ bustaxstats/article/0,,id=149687,00.html.

## Individual Income Tax Returns

## Individual Public-Use Microdata Files

These files include individual income tax returns for 1960, 1962, 1964, and 1966-2004. All of the files have been edited to protect the confidentiality of individual taxpayers. Public-use files of individual income tax returns for 1960, 1962, 1964, and 1966-1991 are available for sale by writing to the Center for Electronic Records at the National Archives and Records Administration, 8601 Adelphi Road, College Park, MD 20740-6001, or by calling toll-free (866) 272-6272. Files for 1992 through 2004 are available on CD-ROM from the SOI Division. Price for the SOI microdata files is $\$ 4,000$ per year.

## County-to-County Migration Data

One table, based on the year-to-year changes in the addresses shown on the population of returns from the IRS Individual Master File system. This table presents data on migration patterns by county for the entire United States, including inflows and outflows. The data include the number of returns (which approximates the number of households); the number of personal exemptions (which approximates the population); total "adjusted gross income" and "median adjusted gross income" (starting with Filing Year 1996); total money income and median total money income (for Filing Years 1993 through 1996). Available for Filing Years 1984-2007. Price is $\$ 200$ per year for the entire United States or $\$ 10$ per State per year. All years for the entire United States are also available for $\$ 500$.

## State-to-State Migration Data

One table, based on the year-to-year changes in the addresses shown on the population of returns from the IRS Individual Master File system. This table presents data on migration patterns by State for the entire United States, including inflows and outflows. The data include the number of returns (which approximates the number of households); the number of personal exemptions (which ap-
proximates the population); total "adjusted gross income" and "median adjusted gross income" (starting with Filing Year 1996); total money income and median total money income (for Filing Years 1993 through 1996). Available for Filing Years 1989-2007. Price is $\$ 50$ per year for the entire United States or $\$ 10$ per State per year.

## County Income Data

One table, based on the population of returns from the IRS Individual Master File system. This table presents data for adjusted gross income (total and for selected sources), number of returns (which approximates the number of households), and number of personal exemptions (which approximates the population). The data are presented by county (including State totals) and are available for Tax Years 1989-2006 for the entire United States. Price is $\$ 50$ per year for the entire United States or $\$ 10$ per State per year.

## ZIP Code Area Data

Statistics are available for Tax Years 2002 and 2004-2006 on CD-ROM showing the number of individual income tax returns; the total number of exemptions and number of dependent exemptions (which approximates population); adjusted gross income; salaries and wages; taxable interest; total tax; contributions; number of returns with Schedules C and F; and number of returns with Schedule A, by State and 5-digit ZIP Code. In addition to these items, data for Tax Year 2004-2006 also show the amount of taxable dividends; net capital gain/loss; IRA payment adjustment; self-employed pension adjustment; taxes paid deduction; alternative minimum tax; income tax before credits; earned income credit; and number of returns prepared by paid preparers. Price is $\$ 500$ for the entire United States; \$25 for a single State. Data for Tax Years 1998 and 2001 are available free on SOI's Internet site. Go to www.irs.gov, select the Tax Stats option; Individual Tax Statistics; Individual Income Tax; Zip Code Data (SOI) under Data by Geographic Areas.

## Tax-Exempt Organizations

## Compendium of Studies of Tax-Exempt Organizations, 1989-1998

This is a compilation of articles on SOI studies of charitable and other nonprofit organizations described in Internal Revenue Code sections 501(c)(3)-(c)(9), private foundations, charitable remainder trusts, and nonprofit organizations' unrelated business income. All of these articles were published previously in various issues of the Statistics of Income Bulletin. In addition, the Compen-

## SOI Products and Services

dium includes papers on statistical sampling of tax-exempt organization returns, and other topics relating to tax-exempt organizations and philanthropy that were authored by IRS staff and others who use SOI study data for research. Available at no charge on CD-ROM.

## Microdata Records for Tax Year 2005

Microdata records of all Forms 990 and 990-EZ sampled for the annual SOI study of tax-exempt organizations. The samples include 15,731 Internal Revenue Code section 501(c)(3) organizations and 6,844 section 501(c)(4)-(9) organizations. All returns for organizations with assets of $\$ 50,000,000$ or more are included in the sample. Microdata records contain information on balance sheets and income statements, as well as weights (to estimate the population), for each organization. Available for download from SOI's Tax Stats Web site at www.irs.gov/taxstats/charitable stats/article/0,,id=97176,00.html, or may be purchased on CD-ROM for $\$ 20$.

## Microdata Records for Tax Years 1992-2004

Microdata records of all Forms 990 and 990-EZ sampled for the annual SOI study of tax-exempt organizations. Microdata records contain information on balance sheets and income statements, as well as weights (to estimate the population), for each organization. Available for download from SOI's Tax Stats Web site at www.irs.gov/taxstats/charitable stats/article/0,,id=97176,00.html, or may be purchased on CD-ROM for $\$ 20$.

## Private Foundations (and Charitable Trusts)

## Microdata Records for Tax Year 2005

Microdata records of all Forms 990-PF sampled for the annual SOI study covering private foundations and Internal Revenue Code section 4947 (a)(1) charitable trusts. The file contains both operating and nonoperating foundations and trusts. The sample includes 11,767 returns. (All returns filed by foundations with assets of $\$ 10$ million or more, as well as the population of returns filed by nonexempt charitable trusts, are included in the sample.) Microdata records contain information on revenue, expenses, assets, and distributions, as well as weights, for each foundation or trust. Available for download from SOI's Tax Stats Web site at www.irs.gov/taxstats/charitablestats/ article/0,,id=96996,00.hmtl, or may be purchased for $\$ 20$.

## Microdata Records for Tax Years 1992-2004

Microdata records of all Forms 990-PF sampled for the annual SOI study covering private foundations and Internal

Revenue Code section 4947 (a)(1) charitable trusts. Microdata records contain information on revenue, expenses, assets, and distributions, as well as weights, for each foundation or trust. Available for download from SOI's Tax Stats Web site at www.irs.gov/taxstats/charitablestats/ article/0,,id=96996,00.html, or may be purchased for $\$ 20$.

## Publications

Statistics of Income-2005, Corporation Source Book
Publication 1053, Price: \$175, plus $\$ 10$ for shipping and handling

This document presents detailed income statement, balance sheet, tax, and selected items, by sector, major and minor industrial groups, and size of total assets for all returns and separately for returns with net income. Separate statistics on S corporations are included by sector. Industry detail is based on the North American Industry Classification System (NAICS). The report, which underlies the Statistics of Income-Corporation Income Tax Returns publication, is part of an annual series and can be purchased in its entirety or by page. Corporation Source Book industry pages and notes for 1963 through the present are available at a cost of $\$ 30$, plus $\$ 1$ per page copying charge (free for orders under 5 pages). The complete, printed version of the Source Book for selected prior years, 1984-2004, is also for sale at \$175 per year, plus \$10 for shipping and handling.

## Compendium of Federal Estate Tax and Personal Wealth Studies

Publication 1773, Price: \$26,
plus $\$ 10$ for shipping and handling
Part I of this report focuses on data from estate tax returns, describing decedents, their beneficiaries, and the composition of their estates. It contains a methodological discussion of the strategy used in weighting sample data for the estate studies and presents statistics on selected components of decedents' estates, 1916-1990. Information on charitable giving is also included.

Part II presents a series of articles describing the estatemultiplier technique and its applications for personal wealth estimates, estimates of personal wealth for selected years 1962-1989, and a discussion of the relationship among realized income, wealth, and well-being.

## Products for Sale From GPO

Recent SOI publications are available from the Superintendent of Documents, U.S. Government Printing Office, Washington, DC, by calling (202) 512-1800, or faxing (202) 512-2250. Credit cards are accepted. Publications may also be obtained by using the order form at the end of this Bulletin or writing to:

## Superintendent of Documents

P.O. Box 371954

Pittsburgh, PA 15250-7954

* If you determine from the Government Printing Office that any of the following items is out of print, call Statistical Information Services on (202) 874-0410 for assistance.


## IRS Data Book, 2007

Annually, Publication 55B, Stock No. 048-004-02498-5
Price: $\$ 11$ International: $\$ 15.40$
This volume pertains to Fiscal Year 2007-October 1, 2006, through September 30, 2007. The report provides information on returns filed and taxes collected, enforcement, taxpayer assistance, the IRS budget and workforce, and other selected activities.

## Statistics of Income Bulletin

Quarterly, Publication 1136, Stock No. 748-005-00000-5
Subscription price: $\$ 53$ International: $\$ 74.20$
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| :---: | :---: |
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| - deductions | - accounting period |
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| - taxable income | ■ size of business receipts |
| - income tax | - size of income tax after |
| - tax credits | credits |

■ assets

- liabilities

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[^0]:    Justin Bryan is an economist with the Individual Returns Analysis Section. This article was prepared under the direction of Jeff Hartzok, Chief.

[^1]:    For purposes of this article, total negative income is the sum of all income items on individual income tax returns (Forms 1040, 1040A, 1040EZ, and electronically filed returns) for which a net loss for an income category was reported by the taxpayer. In particular, the Form 1040 income tax return entry for Schedule E, Supplemental Income and Loss (from rental real estate, royalties, partnerships, S corporations, estates, trusts, REMICs, etc.), was separated into the following components: rent and royalty net income or loss, partnership and S corporation net income or loss, and estate and trust net income or loss. When any one of these components was negative on a return, the corresponding loss (rather than the netted total amount from Schedule E) was included in the statistics for total net loss. For example, if a return showed estate and trust net income of $\$ 20,000$ and rent and royalty net loss of $\$ 12,000$, total net loss would include the $\$ 12,000$ of rent and royalty net loss.

[^2]:    2 Net operating loss is a carryover of the loss from a business when taxable income for a prior year was less than zero. A loss could be applied to AGI for the current year and carried forward for up to 15 years. Net operating loss is included in other income (loss) on individual income tax returns but edited separately for Statistics of Income purposes.

[^3]:    ${ }^{3}$ No more than $\$ 3,000$ per return of net capital loss is allowed. For married filing separate returns, this loss is limited to $\$ 1,500$. Any excess is carried forward to future years.
    4 Internal Revenue Service, National Taxpayer Advocate, 2007 Annual Report to Congress, http://www.irs.gov/pub/irs-utl/arc_2007_vol_1_cover_msps.pdf.

[^4]:    ${ }^{5}$ Of the $138,394,754$ total returns filed, 1.9 percent did not need to claim either a standard deduction or itemized deductions because no positive AGI was reported.
    ${ }^{6}$ The National Weather Service, National Hurricane Center, Costliest U.S. Hurricanes 1900-2006 (unadjusted). Also, http://www.nhc.noaa.gov/Deadliest_Costliest.shtml.
    ${ }^{7}$ Marcia, Sean and Justin Bryan, "Individual Income Tax Returns: 2005," Statistics of Income Bulletin, Fall 2007, Volume 27, Number 2, pp. 5-68.
    ${ }^{8}$ A small amount of this increase can be attributed to a special provision that in certain circumstances permitted exemptions for housing individuals displaced by Hurricane Katrina (see the Changes in Law section of this article). Because of this change, 29.7 thousand returns claimed a total of 52.4 thousand exemptions.
    ${ }^{9}$ Statistics of Income-2006, Individual Income Tax Returns, 1992-2005 (IRS Publication 1304).

[^5]:    10 Average AGI is defined as the amount of AGI divided by the number of returns filed. Average taxable income is defined as the amount of taxable income divided by the number of returns with taxable income. Average total income tax is defined as the amount of total income tax divided by the number of taxable returns. Taxable returns are defined as returns with "total income tax" (the sum of income tax after credits and tax on Form 4970, Tax on Accumulation Distribution of Trusts, less EIC used to offset other taxes) present.
    11 Marcia, Sean and Justin Bryan, "Individual Income Tax Returns: 2005," Statistics of Income Bulletin, Fall 2007, Volume 27, Number 2, pp. 5-68.

[^6]:    12 U.S. Department of Labor, Bureau of Labor Statistics, Monthly Labor Review. The Consumer Price Index (CPI-U) for each calendar year represents an annual average of monthly indices. CPI-U approximates the prices of goods and services purchased by typical urban consumers (1982-84=100); 2006=201.6; 2005=195.3. See ftp://ftp.bls.gov/pub special.requests/cpi/cpiai.txt for previous years. All fields used CPI-U to calculate constant dollars amounts except real GDP. GDP is based on chained 2000 dollars (billions) converted to 82-84 dollars as reported by the U.S. Department of Commerce, Bureau of Economic Analysis in the Survey of Current Business, June 2008.

[^7]:    1] Real GDP does not include capital gains, while adjusted gross income and taxable income (thus affecting income tax) do include these gains.

[^8]:    ${ }^{13}$ Returns in the sample were stratified based on the presence or absence of one or more of the following forms or schedules: Form 2555 , Foreign Earned Income; Form 1116, Foreign Tax Credit (Individual, Fiduciary, or Nonresident Alien Individual); Schedule C, Profit or Loss From Business (Sole Proprietorship); and Schedule F, Profit or Loss From Farming.
    14 For further details on the description of the sample, see Statistics of Income-2006, Individual Income Tax Returns (IRS Publication 1304).

[^9]:    Footnotes at end of table.

[^10]:    Footnotes at end of table.

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[^21]:    *Estimate should be used with caution due to the small number of sample returns on which it is based.
    ** Data combined to avoid disclosure of information for specific taxpayers.

[^22]:    Footnotes at end of table.

[^23]:    ${ }^{1}$ Curry, Jeff and Justin Bryan, "Sole Proprietorship Returns, 2005," Statistics of Income Bulletin, Summer 2007, Volume 27, Number 1, pp. 6-64. Profits in the real estate and rental and leasing sector increased from $\$ 27.9$ million in 2004 to $\$ 33.3$ million in 2005.
    ${ }^{2}$ For 2006, the $22,074,953$ nonfarm sole proprietorship returns accounted for an estimated $24,603,249$ 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 2006. 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 diverges somewhat from those appearing in NAICS, the definitions are consistent.
    ${ }^{3}$ Based on NAICS, 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 portion makes up a small percentage of the overall numbers reported under this classification, which are detailed in Table 1.

[^24]:    4 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 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.

[^25]:    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, reported as wages on Form 1040 and not on Schedule C. 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.
    ${ }^{7}$ 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 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.

[^26]:    8 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 179 deduction for all individuals (not just sole proprietors) filing Form 4562, Depreciation and Amortization, increased 32.4 percent to $\$ 13.5$ billion for 1993.

[^27]:    ${ }^{9}$ Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, the maximum amount of section 179 deduction (the amount of depreciable property that one can expense for the cost of certain qualifying property) increased from $\$ 24,000$ for 2002 to $\$ 100,000$ for $2003, \$ 102,000$ for 2004, $\$ 105,000$ for 2005 , and $\$ 108,000$ for 2006 . For all tax returns that filed Form 4562, Depreciation and Amortization, the section 179 property deducted as an expense increased by 8.5 percent to $\$ 44.8$ billion for 2005 . 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.
    ${ }^{10}$ The amount deducted as section 179 property on returns that had a Schedule C rose slightly to $\$ 21.6$ billion, from 2005 to 2006. 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.

[^28]:    ${ }^{11}$ Net income minus deficit (loss) before Federal income tax yields profits. Proprietor's compute their tax on total "taxable income," which includes their business profits, plus any other income.

[^29]:    [1] Excludes depreciation claimed on Form 8829, Expenses for Business Use of Your Home.

[^30]:    12 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.

[^31]:    Footnotes at end of table.

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[^38]:    1 Throughout the text, references are made to Tax Year 2005 data. For further information concerning Tax Year 2005 data, see Wheeler, Tim and Nina Shumofsky, "Partnership Returns, 2005," Statistics of Income Bulletin, Fall 2007, Volume 27, Number 2. Partnership data have been published annually by the Statistics of Income Division since 1957. Prior to that, financial data were published for 1939, 1946, 1947, and 1953 only. The individual income tax statistics show the number of returns with income or loss from partnerships and the corresponding amounts, starting with 1917. Counts of the number of partnerships since 1917 are available from the Statistics of Income Division, Internal Revenue Service.

[^39]:    ${ }^{2}$ For further information, see McMahon, Paul (2003), "Regulatory Exemptions and Item Nonresponse," Proceedings of the Section on Survey Research Methods, American Statistical Association.

[^40]:    NOTE: Detail may not add to totals because of rounding.

[^41]:    n.a.-Data not available. These types of partnerships were not separately identified on the tax return but are included in the totals for all partnerships (column 1).
    [1] Prior to 1998, domestic limited liability partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, or other.
    [2] Prior to 2000, foreign partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, limited liability partnerships, or other.
    [3] Other partnerships are those which checked the "other" box, Form 1065, Schedule B, line 1, Type of Entity, or did not check a box.
    NOTES: Detail may not add to totals because of rounding. Limited liability companies, limited liability partnerships, and foreign partnerships are discussed in the Explanation of
    Selected Terms section. Net income or loss refers to "total net income or loss." Breakeven returns are included in the "loss" columns.

[^42]:    ${ }^{3}$ For details on the sample design, see McMahon, Paul (2003), "Sample Design Revisions in the Wake of NAICS and Regulatory Changes," Proceedings of the Section on Survey Research Methods, American Statistical Association.

[^43]:    4 For further information about the North American Industry Classification System, including background, format, and detailed descriptions of the activities included in each classification, see North American Industry Classification System, United States, Executive Office of the President, Office of Management and Budget, http://www. ntis.gov/naics.

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[^69]:    Footnotes at end of table.

[^70]:    * Estimate should be used with caution because of the small number of sample returns on which it is based.

[^71]:    Footnotes at end of table.

[^72]:    Footnotes at end of table.

[^73]:    ${ }^{1}$ IR Code section 6038A
    ${ }_{2}$ IR Code sections 267(b), 482, and 707(b)(1).

[^74]:    ${ }^{3}$ Form 5472 statistics for Tax Years 1988 through 1990 covered all foreign-owned domestic corporations with total receipts of $\$ 1$ billion or more. Statistics for Tax Years 1991 through 1994, 1996, 1998, 2000, and 2002 covered all foreign-owned domestic corporations with total receipts of $\$ 500$ million or more. Consequently, data for 1991 and thereafter are not comparable to the earlier studies.
    ${ }^{4}$ Additional information about Statistics of Income Form 5472 studies for Tax Years 1988 through 1998 may be found in the following Statistics of Income Bulletin issues: Tax Year 1988, Summer 1992, Volume 12, Number 1; Tax Year 1989, Spring 1993, Volume 12, Number 4; Tax Year 1990, Summer 1994, Volume 14, Number 1; Tax Year 1991, Summer 1995, Volume 15, Number 1; Tax Year 1992, Fall 1996, Volume 16, Number 2; Tax Year 1993, Fall 1997, Volume 17, Number 2; Tax Year 1994, Winter 1997-1998, Volume 17, Number 3; Tax Year 1996, Fall 1999, Volume 19, Number 2; Tax Year 1998, Fall 2001, Volume 21, Number 2; Tax Year 2000, Fall 2003, Volume 23, Number 2; Tax Year 2002, Winter 2006, Volume 25, Number 3.
    ${ }^{5}$ IR Code section 6038A(d).
    6 For a more extensive discussion of the legislative history of this reporting requirement, see Duffy, Heather R. "Transactions Between Large Foreign-Owned Domestic Corporations and Related Foreign Persons, 2000," Statistics of Income Bulletin, Fall 2003, Volume 23, Number 1. For the discussion of these requirements in the Congressional record, see 135 Congressional Record. S13057-03, S13147.
    7 For more information on the corporate sample and statistics on corporation income tax returns for 2004, see Statistics of Income-2004, Corporation Income Tax Returns. ${ }^{8}$ Foreign corporations (except life insurance companies) engaged in a U.S. trade or business file Form 1120-F, U.S. Income Tax Return of a Foreign Corporation. These returns are excluded from the Form 5472 statistics. However, data reported by a few foreign life insurance companies filing Form 1120-L, U.S. Life Insurance Company Income Tax Return, are included in the Form 5472 statistics to ensure completeness of the industry statistics for domestic corporations.
    9 For the first time in Tax Year 1998, corporate returns reported their principal business activities according to the North American Industry Classification System (NAICS). This system was developed as a result of the North American Free Trade Agreement (NAFTA) to standardize business classifications for the United States, Canada, and Mexico. NAICS divides the economy into twenty sectors, with an emphasis on production processes. NAICS replaced the Standard Industrial Classification (SIC) codes, which were used to classify corporations in past Statistics of Income studies, causing a break in the year-to-year comparability of the industrial data.

[^75]:    ${ }^{10}$ Statistics on domestic corporations controlled by foreign persons for 2004 are reported in Hobbs, James R., "Foreign-Controlled Domestic Corporations, 2004," Statistics of Income Bulletin, Summer 2007, Volume 27, Number 1.

[^76]:    Footnotes at end of table

[^77]:    Footnotes at end of table.

[^78]:    Footnotes at end of table.

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[^80]:    d-In order to avoid disclosure of information for specific corporations, some data have been deleted. Data are included in appropriate totals

[^81]:    Footnotes at the end of table.

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[^85]:    The term "State" includes the District of Columbia and any possession of the United States.
    2 In addition, for State income tax purposes, most States allow for the exclusion of interest on bonds issued by government agencies within their own States, thus increasing the benefit to bondholders
    ${ }^{3}$ An arbitrage bond is one in which any portion of the proceeds is used to purchase higher-yielding investments, or is used to replace proceeds which have been used to purchase higher-yielding investments. Certain rules allow for arbitrage earnings with respect to tax-exempt bonds within a specified time period, so long as these earnings are rebated to the Department of the Treasury.
    ${ }^{4}$ A registered bond is defined as: "a bond whose owner is designated on records maintained by a registrar, the ownership of which cannot be transferred without the registrar recording the transfer on its records." (From the Municipal Securities Rulemaking Board's Glossary of Municipal Securities Terms [http://www.msrb.org/msrb1/glossary/](http://www.msrb.org/msrb1/glossary/). See also IRC section 149(a) for additional information.)
    5 The private business tests of IRC section 141 (b) define a bond as a private activity bond if both of the following criteria are met: 1 ) more than 10 percent of the bond proceeds are used for a private business purpose; and, 2) more than 10 percent of the bond debt service is derived from private business use and is secured by privately used property. The private loan financing test of IRC section 141(c) defines a bond as a private activity bond if the amount of proceeds used to (directly or indirectly) finance loans to nongovernmental persons exceeds the lesser of $\$ 5$ million or 5 percent of the proceeds.

    6 Tax-exempt private activity bonds include "exempt facility bonds," qualified mortgage bonds, qualified veterans' mortgage bonds, qualified small issue bonds, qualified student loan bonds, qualified redevelopment bonds, and qualified section 501(c)(3) bonds (all of which are defined in the "Explanation of Terms" section of this data release). Examples of exempt facilities include airports; docks and wharves; sewage facilities; solid waste disposal facilities; qualified residential rental projects; and facilities for the local furnishing of electricity or gas. Qualified section $501(\mathrm{c})(3)$ bonds are issued by State and local governments to finance the activities of charitable and similar organizations that are tax-exempt under IRC section $501(\mathrm{c})(3)$. The primary beneficiaries of these bonds are hospitals, universities, and organizations that provide low-income housing or assisted living facilities.
    7 The interest income from qualified private activity bonds (other than qualified section 501(c)(3) bonds) is subject to the alternative minimum tax calculations.
    8 Legislation authorizing the issuance of New York Liberty Zone bonds was passed shortly after the terrorist attack on September 11, 2001. Legislation authorizing the issuance of Gulf Opportunity Zone bonds was passed in late 2005, following the Hurricane Katrina disaster. Additional information about these, and other types of tax-exempt bonds, can be found in the "Explanation of Terms" section of this data release.

[^86]:    9 There is a limit on the number of times tax-exempt bonds can be refunded. New tax-exempt Governmental bonds are limited to one advance refunding. Advance refundings are prohibited with respect to tax-exempt private activity bonds. Three exceptions to this rule are qualified section 501 (c)(3) bonds, certain bonds designated as "liberty advance refunding bonds," and bonds designated as "Gulf Opportunity Zone advance refunding bonds," all of which are allowed one advance refunding.

[^87]:    1] "Other purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on Form 8038-G.

[^88]:    ${ }^{10}$ The resident population estimates were produced by the U.S. Bureau of the Census and published in Internal Revenue Bulletin Number 2006-11 (Notice 2006-22).

[^89]:    ${ }^{11}$ For 2006, the volume cap was the greater of $\$ 80$ per capita or $\$ 246,610,000$. Volume caps for U.S. possessions, with the exception of Puerto Rico, are determined under IRC section 146(d)(4).
    12 Disproportionate use occurs when the proceeds to be used for the private business use exceed the amount of proceeds used for the related Governmental use.
    13 IRC section $141(b)(5)$ states that a Governmental bond will be treated as a private activity bond if: (1) the "nonqualified amount" exceeds $\$ 15$ million, but is less than the amount needed to meet any of the private activity bond tests; and (b) the issuer does not allocate a portion of its volume cap to the issue in an amount equal to the excess of such nonqualified amount over $\$ 15$ million.

[^90]:    Footnotes at end of table.

[^91]:    Beginning with the Tax Year 2004 study, the annual SOI Bulletin article on charities and other tax-exempt organizations has featured data on nonprofit charitable organizations exempt under IRC section 501c(3), as well as one other category of organizations defined under IRC section 501(c). For 2005, IRC section 501 (c)(5) labor and agricultural organizations are presented. SOI continues to collect annual data on organizations exempt under IRC sections 501(c)(4) and 501(c)(6) through (9). Data from these organizations can be found in Tables 2, 3, and 4 at the end of this article. Additional tax-exempt organizations are described under IRC sections 501(c)(1), (2), and (10) through (27). Because they tend to constitute a small proportion of financial activity for the nonprofit sector, SOI does not collect data for these organizations.
    ${ }^{2}$ Unless otherwise indicated, data presented in this article were reported by both Form 990 and 990 -EZ filers. The tables at the end of the article separate data by type of form. Detailed data for Form 990 filers are provided in Tables 1, 2, and 3, while Form 990-EZ data are found in Table 4.

[^92]:    ${ }^{3}$ For more information on the requirements for tax exemption under 501(c)(3) and other Code sections, see Internal Revenue Service Publication 557, Tax-Exempt Status for Your Organization.
    4 Data presented in this article are from Tax Year 2005 Forms 990 and 990-EZ filed in Calendar Years 2006 and 2007. The total number of nonprofit charitable organizations, including those not required to file Form 990 or Form 990-EZ, was obtained from the IRS Exempt Organizations Business Master File (December 2005) and does not include private foundations filing Form 990-PF, Return of Private Foundation.
    5 The $\$ 25,000$ filing threshold is an average of an organization's gross receipts over the previous 3 years.
    ${ }^{6}$ For information on private foundations, see Ludlum, Melissa, "Domestic Private Foundations and Charitable Trusts: Charitable Distributions and Investment Assets, Tax Year 2004," Statistics of Income Bulletin, Fall 2007, Volume 27, Number 2.

[^93]:    ${ }^{7}$ For information on the National Taxonomy of Exempt Entities classification system, see the National Center for Charitable Statistics Web site: www.ncc.urban.org.

[^94]:    ${ }^{8}$ Though the text of IRC Section 501(c)(5) specifically cites "labor, agricultural, and horticultural organizations," horticulture is considered a subset of agriculture.
    Therefore, throughout this article, the organizations will be referred to as "labor and agricultural."
    ${ }^{9}$ Internal Revenue Service Publication 557, "Tax-Exempt Status for Your Organization," page 47.
    ${ }^{10}$ Ibid.

[^95]:    [1] Includes returns with zero assets or assets not reported
    NOTES: Data are from Forms 990 and 990-EZ for organizations that are tax-exempt under Internal Revenue Code section 501(c)(5) and exclude most organizations with receipts less than $\$ 25,000$.

[^96]:    1 Most tax-exempt retirement and benefit plans are described by IRC section 501(c)(9). However, some plans are covered by section 501(c)(5) as long as they are established, maintained, and funded by the dues of the organization's members and do not accept employer contributions

[^97]:    Excess of revenue over expenses (net)
    绪

[^98]:    Brian G. Raub is an economist with the Special Studies Special Projects Section. This article was prepared under the direction of Barry Johnson, Special Studies Branch Chief.

[^99]:    ${ }^{1}$ Estimate of the adult population of the United States in 2004 was obtained from U.S. Bureau of the Census at http://www.censusgov/popest/states/asrh/SC-est2004-01.html. ${ }^{2}$ Estimate of the total net worth of the United States was obtained from household estimates derived from the Board of Governors of the Federal Reserve System's Survey of Consumer Finances (SCF), found in Kennickell, Arthur B. (2006), "Currents and Undercurrents: Changes in the Distribution of Wealth, 1989-2004," http://www.federalreserve.gov/pubs/feds/2006/200613/200613pap.pdf.
    ${ }^{3}$ Estimates of the equity value of life insurance included in total assets were approximated, based on the face value reported on Federal estate tax returns and on the decedent's age. A ratio of the equity value to the face value was developed, using data from wealthy respondents to the 2004 Board of Governors of the Federal Reserve System's Surveys of Consumer Finances (SCF). A simple regression was used to predict the values used in the Statistics of Income estimates.

[^100]:    ${ }^{4}$ See, for example, Ackert, Lucy F. et al. (2002), "The Asset Allocation Decision and Investor Heterogeneity: A Puzzle?" Journal of Economic Behavior and Organization, Volume 47, pp. 423-433.

[^101]:    [1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million.
    [2] Includes cash and cash management accounts
    [3] Includes all government bonds, bonds issued by corporations and foreign governments, mortgages and notes, cash value life insurance, and diversified mutual funds.
    [4] Includes Individual Retirement Accounts, annuities, and self-employed or Keogh plans.
    [5] Includes noncorporate businesses, farms, and limited partnerships.

[^102]:    5 See, for example, Modigliani, Franco (1986), "Life Cycle, Individual Thrift, and the Wealth of Nations," American Economic Review, Volume 68, pp. 547-560.

[^103]:    ${ }^{7}$ While the size of the underlying sample of estate tax returns makes estimates of wealth derived using the estate multiplier technique fairly robust, estimates of wealth by State can be subject to significant year-to-year fluctuations. This is especially true for individuals at the extreme tail of the net worth distribution and for States with

[^104]:    [1] Top wealth holders are defined as individuals with gross assets of at least $\$ 1.5$ million.

[^105]:    ${ }^{9}$ Regions of the United States are assigned using the classification system of the U.S. Bureau of the Census. See http://www.census.gov/geo/www/us_regdiv.pdf

[^106]:    ${ }^{10}$ GDP statistics obtained from the Bureau of Economic Analysis. See http://www.bea.gov/national/index.htm\#gdp.
    ${ }^{11}$ Data on the S\&P 500 index obtained from http://www2.standardandpoors.com.
    12 Data on the Nasdaq Composite Index obtained from http://www.nasdaq.com.
    ${ }^{13}$ Business cycle data obtained from the National Bureau of Economic Research at http://www.nber.org/cycles.html.
    14 Yearly average close is defined as the sum of the daily closing values of the index for each trading day during the calendar year divided by the number of trading days.
    15 Money amounts were converted to constant 2004 dollars using the Gross Domestic Product Chain-Type Price Index produced by the Bureau of Economic Analysis. See http://research.stlouisfed.org/fred2/series/GDPCTPI.
    ${ }^{16}$ See the OFHEO HPI Web site at http://www.ofheo.gov/hpi.aspx.
    17 See http://www2.standardandpoors.com for data from the S\&P/Case-Shiller Home Price Index. While this index has more limited geographic coverage than the OFHEO Home Price Index, it may better account for the change in value of homes financed with so-called "subprime" loans. For a detailed comparison of differences between the two indices, see http://www.ofheo.gov/media/research/OFHEOSPCS12008.pdf

[^107]:    [1] Money amounts converted to constant 2004 dollars using the Gross Domestic Product Chain-type Price Index produced by the Bureau of Economic Analysis. See http://research.stlouisfed.org/fred2/series/GDPCTPI.
    [2] Includes publicly traded and closely held stock.
    [3] Includes all government bonds, bonds issued by corporations and foreign governments, mortgages and notes, cash value life insurance, and diversified mutual funds.
    [4] Includes cash and cash management accounts.
    [5] Includes individual retirement accounts, annuities, and self-employed or Keogh plans.

[^108]:    18 See, for example, Friesen, G. and T. Sapp, "Mutual Fund Flows and Investor Returns: An Empirical Examination of Fund Investor Timing Ability," Journal of Banking and Finance, September 2007, pp. 2796-2816.

[^109]:    19 At least a portion of this increase can be attributed to sampling variance; in particular, on the unusually large number of relatively young, wealthy individuals who died as a result of the terrorist attacks of September 11, 2001. The estate multipliers, or sample weights, used to produce these wealth estimates are computed using mortality rates that are smoothed to minimize normal year-to-year variations in the U.S. decedent population. These rates cannot easily be adjusted to accurately reflect the mortality rate actually experienced by this subpopulation due to these tragic events, meaning that the resulting estimates of wealth for young, wealthy individuals in the living population based on data reported for these decedents may be biased slightly upward.
    ${ }_{20}$ U.S. Census Bureau, 2004.

[^110]:    ${ }^{21}$ These results are similar to with those derived from the Federal Reserve Board's Survey of Consumer Finances (Kennickell, 2006).

[^111]:    22 Although the overall sample of estate tax returns is large, the number of decedents who were young (less than 40) or extremely wealthy (gross assets of $\$ 5$ million or more) in any given year varies considerably and is small in comparison to their numbers in the living population. Because of this, the resulting estimates of wealth for these two categories of living individuals would be subject to significant fluctuations from period to period. To reduce this variance, the sample is "smoothed" by including all returns for young or wealthy decedents filed during the 3-year sample period without regard to their years of death. These segments of the sample are then poststratified and reweighted to represent the true decedent population for the year of interest. This technique reduces the effect of outliers on estimates of personal wealth.
    ${ }^{23}$ Eller, Martha Britton (2001), "Audit Revaluation of Federal Estate Tax Returns," Internal Revenue Service Statistics of Income Bulletin, Winter 2000-2001, Washington, DC.

[^112]:    24 See Atkinson, A.B. and A.J. Harrison (1978), Distribution of Personal Wealth in Britain, Cambridge University Press, London, for a thorough discussion of the estate multiplier technique.
    ${ }^{25}$ See, for example, Attanasio, O. and C. Emmerson (2003), "Mortality, Health Status, and Wealth," Journal of the European Economic Association, June 2003, Volume 1, Number 4, pp. 821-850.
    ${ }^{26}$ See, for example, Friedberg, Leora and Anthony Webb, "Life is Cheap: Using Mortality Bonds to Hedge Aggregate Mortality Risk," January 2006, NBER Working Paper Number W11984.

[^113]:    Footnotes at end of table.

[^114]:    Footnotes at end of table.

[^115]:    Footnotes at end of table.

[^116]:    Footnotes at end of table.

[^117]:    * Many of the data release dates are published in each issue of the SOI Bulletin (see "Public Release of SOI Information"). For more information about data availability for a particular project, call or fax the numbers shown at the top of the page.

