

Sole Proprietorship Returns, 2007

by Adrian Dungan

For Tax Year 2007, there were approximately 23.1 million individual income tax returns that reported nonfarm sole proprietorship activity, a 4.7-percent increase from 2006. Profits for these returns grew to a level of \$280.6 billion in 2007, a 0.9-percent increase from 2006. However, in constant dollars, total nonfarm sole proprietorship profits decreased for the second consecutive year, by 1.8 percent, after decreasing 0.4 percent in 2006.

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 2006 to 2007. After profits in the real estate and rental and leasing sector decreased by 18.5 percent in 2006, they slid even further in 2007, dropping another 17.7 percent.¹ In current dollar terms, these profits fell from \$27.2 billion reported in 2006 to \$22.3 billion in 2007. This sector also reported the largest percentage decrease in receipts for 2007, dropping from \$77.2 billion in 2006 to \$71.0 billion for 2007, an 8.0-percent decrease. In 2006, this sector had reported the largest percentage decrease in receipts for all sectors, at 6.9 percent.

However, not all industrial sectors reported declines for 2007. The professional, scientific, and technical services sector, representing 25.5 percent of total sole proprietorship profits at \$71.6 billion, had the largest profits of any sector, increasing 6.8 percent from 2006. Reporting the second largest profits of any sector was the health care and social assistance sector, with 16.4 percent of total profits, at \$46.1 billion.

For sole proprietorships as a whole, receipts increased 3.6 percent, and deductions increased 4.3 percent. The construction sector reported the largest percentage of total business receipts and deductions among all industrial sectors, with 17.4 percent and

18.7 percent, respectively. This sector reported a 2.4-percent decrease in receipts and a 1.9-percent decrease 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 14.1-percent increase in business receipts and a 17.3-percent increase in deductions.

Returns and Receipts

The number of individual income tax returns reporting nonfarm sole proprietorship activity for 2007 increased 4.7 percent to more than 23.1 million (Figure A).² Professional, scientific, and technical services, the largest sector in terms of number of returns, increased by 10.4 percent to more than 3.2 million returns. This sector also accounted for the largest reported increase in number of returns for any industrial sector.

The construction sector, which was the second largest sector, reported roughly 2.9 million returns, a slight increase of 0.5 percent. The only two sectors to have decreases in the number of returns for 2007 were retail trade (1.2 percent) and wholesale trade (10.1 percent). The latter, however, is the smallest sole proprietorship sector analyzed in this article, with only 0.3 million returns.

Total business receipts (the sum of income from sales and operations and other business income) for all nonfarm sole proprietorship industries increased 3.6 percent, from \$1,278.4 billion to \$1,324.4 billion.³ The construction sector is the largest sector in terms of business receipts and accounts for 17.4 percent of total business receipts. Its receipts decreased by 2.4 percent in 2007, a change in direction from the 11.9-percent and 6.3-percent increases in 2005 and 2006, respectively.

The retail trade sector, the second largest sector in terms of business receipts, was back up (2.2 percent) after a slight drop (1.4 percent) last year. The two industries with the largest percentage increases

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¹ Dent, Jonathan; Jeff Curry; and Justin Bryan, "Sole Proprietorship Returns, 2006," *Statistics of Income Bulletin*, Fall 2008, Volume 28, Number 2, pp. 70-128. Profits in the real estate and rental and leasing sector increased from \$27.9 billion in 2004 to \$33.3 billion in 2005.

² For 2007, the 23,122,698 nonfarm sole proprietorship returns accounted for an estimated 25,822,467 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.

³ Statistics for business receipts, total in Table 2 represent 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 total income on individual income tax returns.

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Figure A

Nonfarm Sole Proprietorship Returns, Receipts, and Deductions, by Selected Industrial Sectors, Tax Years 2006 and 2007

[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]		
	2006	2007	Percentage increase	2006	2007	Percentage increase	2006	2007	Percentage increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All nonfarm industries	22,075.0	23,122.7	4.7	1,278.4	1,324.4	3.6	1,001.1	1,044.3	4.3
Construction	2,915.8	2,931.1	0.5	236.4	230.8	-2.4	199.0	195.2	-1.9
Specialty trade contractors	2,287.0	2,347.4	2.6	158.4	159.7	0.9	129.9	131.9	1.6
Wholesale trade (merchant wholesalers)	378.5	340.4	-10.1	48.5	50.4	4.0	43.7	45.6	4.6
Retail trade	2,466.1	2,436.3	-1.2	194.6	198.9	2.2	185.7	189.5	2.0
Transportation and warehousing	1,084.0	1,154.8	6.5	76.3	82.1	7.7	65.5	71.2	8.8
Finance and insurance	688.3	726.0	5.5	82.4	94.0	14.1	62.9	73.8	17.3
Real estate and rental and leasing	1,381.3	1,393.4	0.9	77.2	71.0	-8.0	50.0	48.7	-2.6
Real estate	1,318.1	1,336.8	1.4	73.5	66.9	-8.9	46.4	44.8	-3.5
Professional, scientific, and technical services	2,929.7	3,234.5	10.4	156.1	169.3	8.5	89.1	97.8	9.7
Administrative and support and waste management and remediation services	2,140.7	2,251.0	5.2	57.2	60.3	5.4	41.1	43.9	6.8
Health care and social assistance	1,873.5	2,016.4	7.6	110.4	115.5	4.6	66.0	69.5	5.3
Child day care services	715.3	797.9	11.5	10.9	12.5	13.8	7.0	7.9	12.9
Arts, entertainment, and recreation	1,238.3	1,283.3	3.6	30.0	31.0	3.5	22.9	23.5	2.3
Performing arts, spectator sports, and related industries	1,039.5	1,068.0	2.7	21.7	23.9	10.5	15.7	16.5	5.5
Other services	2,281.8	2,416.2	5.9	81.8	84.8	3.6	63.8	65.6	2.7
Personal and laundry services	1,401.4	1,583.3	13.0	38.2	43.6	14.2	26.8	30.8	14.9
All other industries	2,697.0	2,939.2	9.0	127.5	136.2	6.8	111.3	120.1	7.9

[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.

in business receipts were the finance and insurance sector and the professional, scientific, and technical services sector. They grew by 14.1 percent and 8.5 percent, respectively, providing a combined total increase of \$24.8 billion in business receipts. For all sectors, total business receipts for nonfarm sole proprietorships increased by \$46.0 billion in 2007, meaning that the two industries achieving the largest gains accounted for 53.9 percent of the aggregate increase.

The third largest increase came from the transportation and warehousing sector with a 7.7-percent growth in receipts. The real estate and rental and leasing sector, which showed the largest percentage

decrease in receipts for Tax Year 2006 (6.9 percent), once again reported the largest percentage decrease in receipts among all industrial sectors for Tax Year 2007, decreasing 8.0 percent. In constant dollar terms, the percentage increase in total business receipts went up 0.8 percent in 2007, down from the larger 3.9-percent and 1.1-percent increases seen in 2005 and 2006, respectively (Figure B).⁴

Deductions

Total business deductions (cost of sales and operations plus business expenses, including expenses for home office) in current dollars increased 4.3 percent, from \$1,001.1 billion for 2006 to \$1,044.3 billion for

⁴ Based on the overall implicit price deflator for Gross Domestic Product (GDP). See U.S. Department of Commerce, Bureau of Economic Analysis, *Survey of Current Business*. Indices used for this article were:

Year	Indices	Year	Indices	Year	Indices
1988	75.7	1993	88.	1998	96.5
1989	78.6	1994	90.3	1999	97.9
1990	81.6	1995	92.1	2000	100.0
1991	84.4	1996	93.9	2001	102.4
1992	86.4	1997	95.4	2002	103.9
				2003	106.0
				2004	109.1
				2005	112.7
				2006	116.6
				2007	119.8

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Figure B

Nonfarm Sole Proprietorship Receipts, Deductions, and Profits, Tax Years 1988-2007

[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
2007	1,324.4	1,105.4	0.8	1,044.3	871.6	1.5	280.6	234.2	-1.8

[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.

2007 (Figure A).^{5, 6} 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 17.3 percent. The largest sector in terms of total business deductions, the construction sector, reported a 1.9-percent decrease in deductions. The real estate and rental and leasing sector was the only other sector to show a percentage decrease in deductions, decreasing 2.6 percent. As shown in Figure B, when accounting for inflation, total business deductions increased 1.5 percent in 2007, the fourth straight year in which total inflation-adjusted business deductions increased.

The cost of sales and operations, which represented 40.5 percent of total 2007 business deductions, increased 3.2 percent from its 2006 level to approximately \$422.7 billion (Figure C). Total busi-

ness expenses (total business deductions minus the cost of sales and operations) were \$621.7 billion for 2007, a 5.1-percent increase from the 2006 amount. The main components of total business expenses are highlighted in Figure D. Surpassing salaries and wages (which was the largest expense item for 2006), the largest component was car and truck expenses, accounting for 13.2 percent of the total. For 2007, car and truck expenses totaled \$82.0 billion, a substantial 8.8-percent increase from 2006.

Closely following car and truck expenses, accounting for 12.8 percent of total business expenses, were salaries and wages which increased 3.0 percent from 2006 to \$79.4 billion. The next largest components were rent on business property, machinery, and equipment (6.9 percent), and depreciation (6.4 percent). For 2007, rent on business property, machin-

⁵ 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 are neither deducted as wages paid on Schedule C, nor included as wages received on Form 1040. 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.

⁶ 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.

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Figure C

Components of Nonfarm Sole Proprietorship Business Deductions, Tax Years 2006 and 2007

[Money amounts are in millions of dollars]

Business deductions	2006	2007	Percentage increase
	(1)	(2)	(3)
Business deductions, total [1,2]	1,001,097.6	1,044,343.4	4.3
Cost of sales and operations, total	409,661.0	422,684.5	3.2
Inventory, beginning of year	41,101.7	44,469.6	8.2
Cost of labor	31,743.9	34,514.6	8.7
Purchases	259,992.7	264,234.8	1.6
Materials and supplies	59,699.4	61,519.0	3.0
Other costs	61,626.5	64,956.7	5.4
Inventory, end of year	44,503.2	47,010.1	5.6
Business expenses, total [1]	591,436.6	621,658.9	5.1
Advertising expenses	15,274.1	15,731.0	3.0
Car and truck expenses	75,402.4	82,023.8	8.8
Commissions	15,634.3	14,569.2	-6.8
Contract labor	34,577.9	36,674.4	6.1
Depletion	1,058.4	1,021.1	-3.5
Depreciation [3]	39,004.5	39,646.0	1.6
Employee benefit programs	2,867.7	2,909.5	1.5
Home office business deductions [3]	10,119.5	11,217.6	10.9
Depreciation, Form 8829	1,639.7	1,439.1	-12.2
Insurance	19,083.9	19,290.6	1.1
Legal and professional services	10,092.9	10,934.4	8.3
Meals and entertainment deducted	7,306.3	7,661.5	4.9
Mortgage interest	6,297.5	6,649.0	5.6
Other interest paid on business indebtedness	7,214.5	8,368.2	16.0
Office expenses	13,024.7	13,297.3	2.1
Pension and profit-sharing plans	1,276.9	1,279.7	0.2
Rent on machinery and equipment	9,350.3	9,526.5	1.9
Rent on other business property	31,229.2	33,613.2	7.6
Repairs	15,726.0	16,170.7	2.8
Salaries and wages	77,038.7	79,380.3	3.0
Supplies	32,136.9	32,325.5	0.6
Taxes paid	17,660.0	18,183.2	3.0
Travel	11,861.2	13,134.0	10.7
Utilities	23,842.8	24,856.2	4.3
Other business deductions	110,762.7	119,516.1	7.9

[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.

[2] Total business deductions are before subtraction of nonallowable "passive" activity losses and any "passive loss" carryover from the prior years.

[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.

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

ery, and equipment expenses increased 6.3 percent to \$43.1 billion, while depreciation expenses rose 1.6 percent to \$39.6 billion. Car and truck expenses showed the largest net increase in share of business expenses at 0.4 percentage points, up from 12.8 percent in 2006, while commissions showed the largest net decrease at 0.3 percentage points, down from 2.6 percent for 2006.

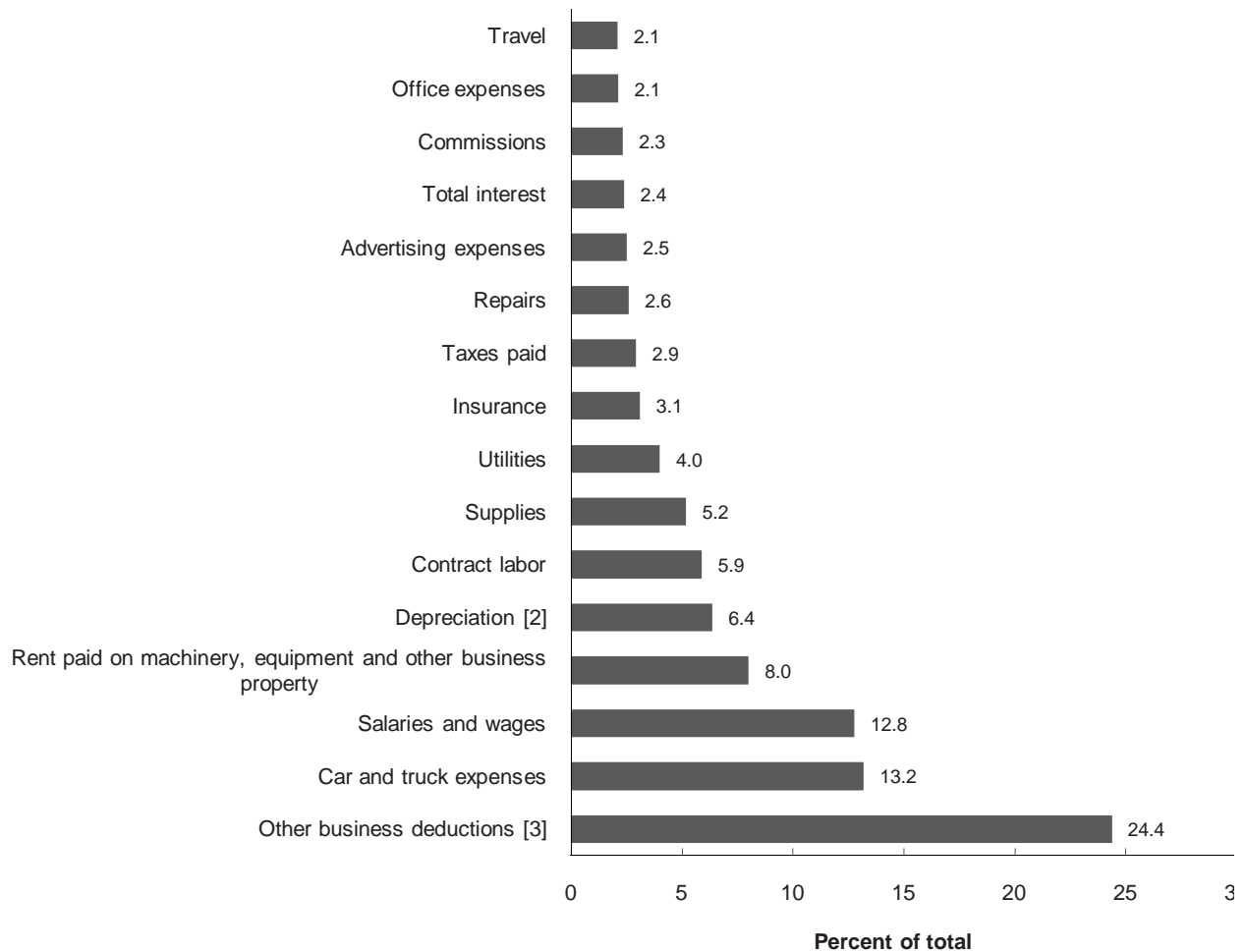
Historically, constant dollar depreciation increased every year from 1993 through 2002, with

the exception of 1995, when it decreased 1.9 percent to \$28.5 billion (Figure E).⁷ 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 purchase instead of depreciating it over time) vaulted from \$24,000 for 2002 to \$100,000 for 2003. This change led to constant dollar depreciation increasing by 11.7 percent for 2003, which was the highest growth in depreciation of any year between

⁷ 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.

Figure D

Nonfarm Sole Proprietorship Total Business Expenses by Type of Expenses, Tax Year 2007 [1]



[1] Total business expenses equal 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] 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 include all Schedule C-EZ, *Net Profit from Business*, deductions (\$3.7 billion).

NOTES: Percentages are based on an estimated total business expense of \$621.7 billion. Detail may not add to 100 percent because of rounding.

1988 and 2007. But the initial jump in depreciation was offset in subsequent years by trends of decreased depreciation.

From 2004 through 2007, constant dollar declines of depreciation were witnessed for all 4 years. In 2004, constant dollar depreciation deductions decreased by 0.2 percent, marking the first drop in

9 years. This downward trend was even more evident in 2005, as constant dollar depreciation plummeted 11.8 percent, followed by decreases of 3.5 percent and 1.1 percent in 2006 and 2007, respectively. During this same 4-year period, section 179 limits gradually increased for inflation, from \$102,000 in 2004, to \$105,000

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Figure E

Nonfarm Sole Proprietorship Net Income, Deficit, and Depreciation, Tax Years 1988-2007

[Money amounts are in billions of dollars]

Tax year	Current dollars			Constant dollars [1]			Percentage increase in constant dollars [1]		
	Net income	Deficit	Depreciation [2]	Net income	Deficit	Depreciation [2]	Net income	Deficit	Depreciation [2]
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1988	145.5	19.2	26.1	192.2	25.4	34.5	[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
2007	335.1	54.5	39.6	279.7	45.5	33.1	-0.2	8.9	-1.1

[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.

in 2005, to \$108,000 in 2006, finally rising to \$125,000 in 2007.^{8, 9}

Beginning with Tax Year 1992, certain smaller businesses could elect not to itemize depreciation and other business deductions by filing Schedule C-EZ, *Net Profit From Business*, a simplified version of Schedule C, *Profit or Loss From Business* (Schedule C and Schedule C-EZ are the source of sole proprietorship statistics). For Tax Year 2007, 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 loss 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 2007, approximately 4.4 million taxpayers filed Schedule C-EZ, marking a 9.2-percent increase from the number filed for 2006. Of returns filed for 2007 in the administrative and support services sector (the

⁸ Under the Jobs and Growth Tax Relief Reconciliation Act of 2003 the maximum amount of section 179 deduction (the amount of depreciable property that can be expensed for the cost of certain qualifying property) increased from \$24,000 for 2002 to \$100,000 for 2003, \$102,000 for 2004, \$105,000 for 2005, \$108,000 for 2006, and \$125,000 for 2007. For all individual tax returns that filed Form 4562, *Depreciation and Amortization*, the section 179 property deducted as an expense increased by 6.1 percent to \$47.5 billion for 2007. 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.

⁹ The amount deducted as section 179 property on returns with Schedule C dropped slightly (by 1.3 percent) to \$21.2 billion, from 2006 to 2007. This number does not reflect depreciation solely deducted on Schedule C as it could also include depreciation taken on Schedule E, Supplemental Income and Loss, Schedule F, Profit or Loss from Farming, and Form 4835, Farm Rental Income and Expenses.

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Figure F

All Nonfarm Sole Proprietorship Returns and Those with Schedule C-EZ, by Selected Industrial Sectors, Tax Year 2007

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

Industrial sector	Number of returns			Total business receipts			Total business deductions [1]		
	Total	With Schedule C-EZ	Percentage of total	Total	On Schedule C-EZ	Percentage of total	Total	On Schedule C-EZ	Percentage of total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All nonfarm industries	23,122.7	4,399.5	19.0	1,324,403.1	31,215.2	2.4	1,044,343.4	3,679.9	0.4
Construction	2,931.1	470.8	16.1	230,835.1	3,626.9	1.6	195,237.8	372.2	0.2
Wholesale trade (merchant wholesalers)	340.4	41.7	12.3	50,447.2	319.1	0.6	45,646.3	25.1	0.1
Retail trade	2,436.3	246.7	10.1	198,881.1	1,225.3	0.6	189,472.4	243.0	0.1
Transportation and warehousing	1,154.8	159.4	13.8	82,138.4	1,353.8	1.6	71,219.2	149.5	0.2
Finance and insurance	726.0	91.7	12.6	93,984.4	793.1	0.8	73,827.1	99.1	0.1
Real estate and rental and leasing	1,393.4	107.6	7.7	70,954.8	1,078.8	1.5	48,684.6	128.0	0.3
Professional, scientific, and technical services	3,234.5	534.9	16.5	169,272.7	5,144.9	3.0	97,752.0	532.0	0.5
Administrative and support and waste management and remediation services	2,251.0	629.9	28.0	60,343.2	4,108.7	6.8	43,914.2	497.6	1.1
Health care and social assistance	2,016.4	526.9	26.1	115,531.9	4,160.0	3.6	69,484.3	368.1	0.5
Arts, entertainment, and recreation	1,283.3	262.1	20.4	31,043.7	1,244.2	4.0	23,451.6	235.0	1.0
Other services	2,416.2	528.5	21.9	84,794.5	4,065.3	4.8	65,566.8	526.9	0.8
All other industries	2,939.2	799.5	27.2	136,176.1	4,095.2	3.0	120,087.0	503.4	0.4

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

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. Detail may not add to totals because of rounding. Percentages were calculated before rounding.

largest filers of this schedule), taxpayers filed over 0.6 million Schedule C-EZ returns, or 28.0 percent of the total for that sector.¹⁰ For 2007, business receipts from Schedule C-EZ filers totaled \$31.2 billion, or 2.4 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 \$3.7 billion of the total \$1,044.3 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 2007, 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 1988, while Figure G presents profits by industrial sector for 2006 and 2007.¹¹ Total profits increased 0.9 percent, from \$278.0 billion for 2006 to \$280.6 billion for 2007.

The professional, scientific, and technical services sector, which had the highest percentage of total profits of all nonfarm sole proprietorships with 25.5

percent, reported the highest dollar increase in profits (\$4.6 billion) and the largest percentage increase in profits (6.8 percent). A moderately smaller sector, the health care and social assistance sector, reported

Figure G

Nonfarm Sole Proprietorship Profits, by Selected Industrial Sectors, Tax Years 2006 and 2007

[Money amounts are in billions of dollars]

Industrial sector	Net income less deficit (profits)		
	2006	2007	Percentage increase
	(1)	(2)	(3)
All nonfarm industries	278.0	280.6	0.9
Construction	37.6	35.7	-5.1
Specialty trade contractors	28.7	27.9	-2.9
Wholesale trade (merchant wholesalers)	4.8	4.8	-0.7
Retail trade	9.0	9.5	5.4
Transportation and warehousing	10.8	11.0	1.4
Finance and insurance	19.5	20.2	3.4
Real estate and rental and leasing	27.2	22.3	-17.7
Real estate	27.1	22.2	-18.1
Professional, scientific, and technical services	67.0	71.6	6.8
Administrative and support and waste management and remediation services	16.2	16.5	1.7
Health care and social assistance	44.5	46.1	3.5
Child day care services	4.0	4.6	15.2
Arts, entertainment, and recreation	7.1	7.6	6.2
Performing arts, spectator sports, and related industries	6.0	7.3	22.5
Other services	18.0	19.2	6.8
Personal and laundry services	11.3	12.7	12.3
All other industries	16.2	16.2	-0.4

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

¹⁰ Based on NAICS, the full name of the administrative and support services sector is 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. ¹¹ Net income minus deficit (loss) before Federal income tax yields profits. Proprietors compute their tax on total taxable income, which includes their business profits, plus any other income.

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the second largest dollar increase in profits for 2007 at \$1.6 billion.

Interestingly, the real estate and rental and leasing sector, which reported the largest percentage increase in profits for 2005 (19.4 percent), reported the largest decrease in profits for 2006 with a drop of 18.5 percent. This trend continued through 2007 with another massive decrease of 17.7 percent. The industry has lost 33.0 percent of its profits in the 2-year period of 2006-2007. The only other sectors to show decreases in net profits for 2007 were the construction and wholesale trade sectors, which reported 5.1-percent and 0.7-percent decreases, respectively.

In constant dollars, total profits decreased 1.8 percent for 2007, marking a larger decline than the 0.4-percent decrease in 2006 (Figure B). Profits as a percentage of business receipts also decreased for 2007. Figure H displays net income less deficits as a percentage of business receipts for 1988 through 2007. In general, this percentage has increased slightly from a low of 18.8 percent for 1988. Profits as a percentage of business receipts have remained

between 20.7 percent and 22.1 percent over the last 16 years, peaking in 2005. In 2007, this percentage dropped 0.5 percent down to its current 21.2 percent. Figure E presents net income and deficit separately for 1988 through 2007, in current and constant dollars. For 2007, net income (in constant dollars) decreased 0.2 percent, and net deficit (in constant dollars) increased by 8.9 percent.

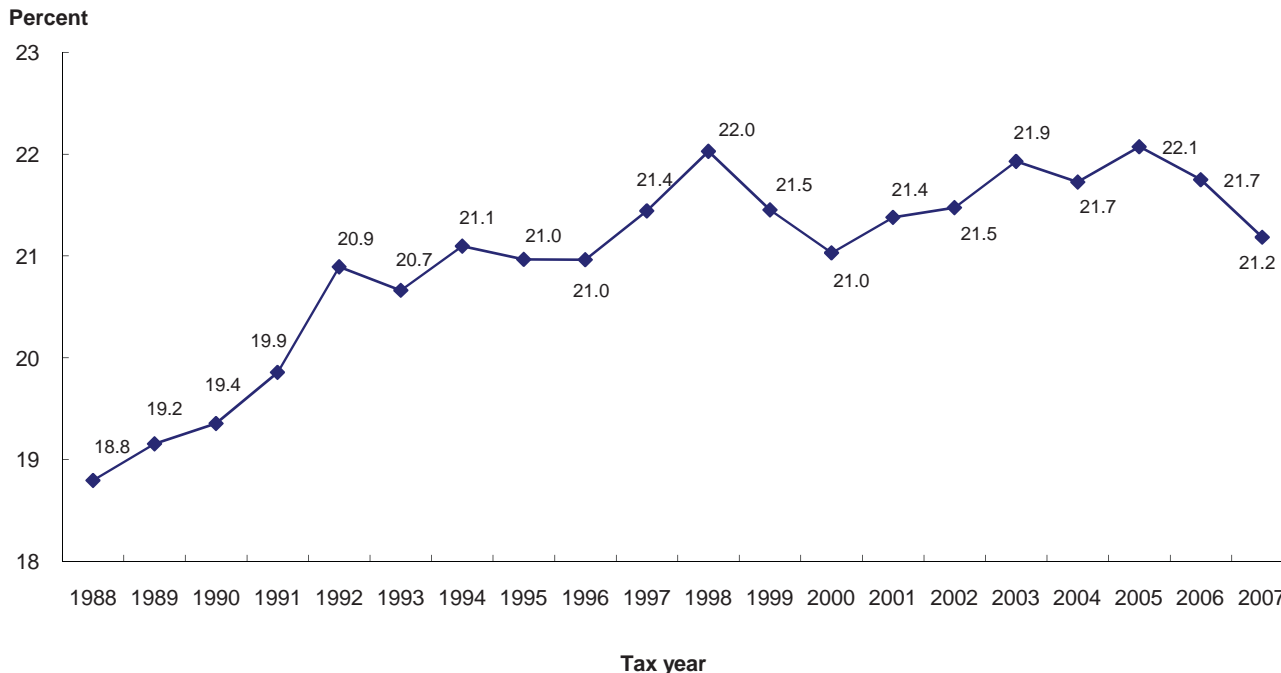
Industries

Using receipts as a measure of business size, Figures A and I show that construction was the largest sole proprietorship industrial sector for 2007, with 17.4 percent of all business receipts (the fourth year in a row that this sector was largest). Total receipts for the construction sector, at \$230.8 billion, were 2.4 percent lower than the \$236.4 billion reported for 2006, while deductions decreased by 1.9 percent, resulting in a 5.1-percent decrease in profits to \$35.7 billion (see Figure G).

Besides construction, only one other major sector, the real estate sector, experienced a decline in business receipts for 2007. Despite the decline

Figure H

Nonfarm Sole Proprietorship Net Income Less Deficit (Profits) as a Percentage of Business Receipts, Tax Years 1988-2007



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for both of these sectors, together they still represented 22.8 percent of all nonfarm industry business receipts.

The second largest industrial sector was retail trade, with receipts totaling \$198.9 billion. This amount was 15.0 percent of all sole proprietorship receipts for 2007, and it represented a 2.2-percent increase from the 2006 amount. Deductions and profits also increased in this sector by 2.0 percent and 5.4 percent, respectively. Retail trade profits totaled \$9.5 billion for 2007.

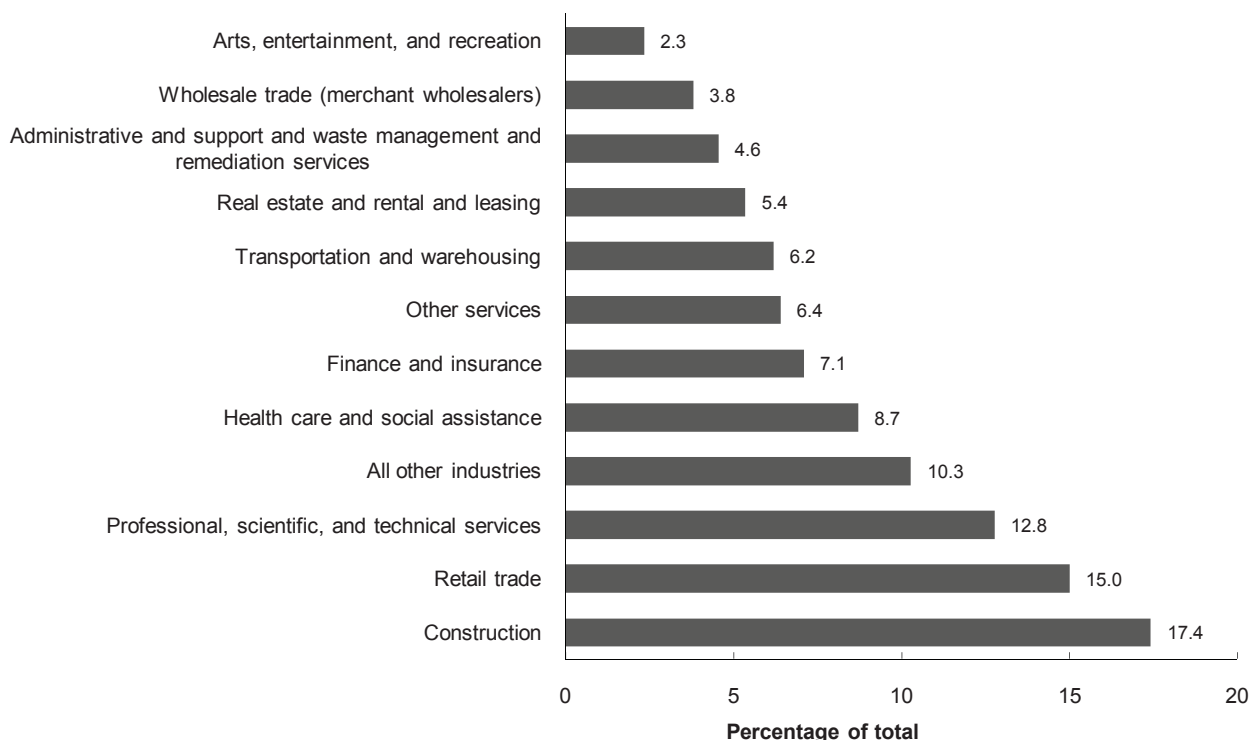
The third largest sector was professional, scientific, and technical services, which accounted for 12.8 percent of sole proprietorship receipts for 2007. Receipts increased 8.5 percent to \$169.3 billion, and deductions increased 9.7 percent to \$97.8 billion. Although this sector was just the third largest in terms of business receipts, the professional, scientific, and technical services sector had the largest percentage

of sole proprietorship profits, with 25.5 percent (see Figure J). For 2007, the professional, scientific, and technical services sector's profits went from \$67.0 billion to \$71.6 billion, a 6.8-percent increase from 2006. The sector with the second largest profits was health care and social assistance. These profits rose to \$46.1 billion for 2007, a 3.5-percent increase from 2006, and represented 16.4 percent of all sole proprietorship profits. This was followed by construction (12.7 percent, as cited above) and real estate and rental and leasing (8.0 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. LLCs have the limited liability of corporations but may be taxed as sole proprietorships—income and expenses flow through to the owner to be taxed—if they are owned by a single, individual

Figure I

Nonfarm Sole Proprietorship Total Business Receipts, by Selected Industrial Sectors, Tax Year 2007



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

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member. In 2001, there were approximately 126,000 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, 47.2 percent for 2005, and 33.2 percent for 2006.

Increases in the actual number of LLCs also help illustrate the trend over the last few years. The count of LLCs increased by approximately 146,000 from 2004-2005, 151,000 from 2005-2006, and 140,000 from 2006-2007. For Tax Year 2007, the number of these sole proprietorships rose to approximately 750,000, a 23.1-percent increase from 2006. The 2007 level of LLCs among sole proprietorship returns accounts for 3.2 percent of total nonfarm sole proprietorships, with the total number of returns with LLCs having increased nearly sixfold since 2001.

Summary

Profits for the 23.1 million returns with sole proprietorship activity for Tax Year 2007 grew by 0.9

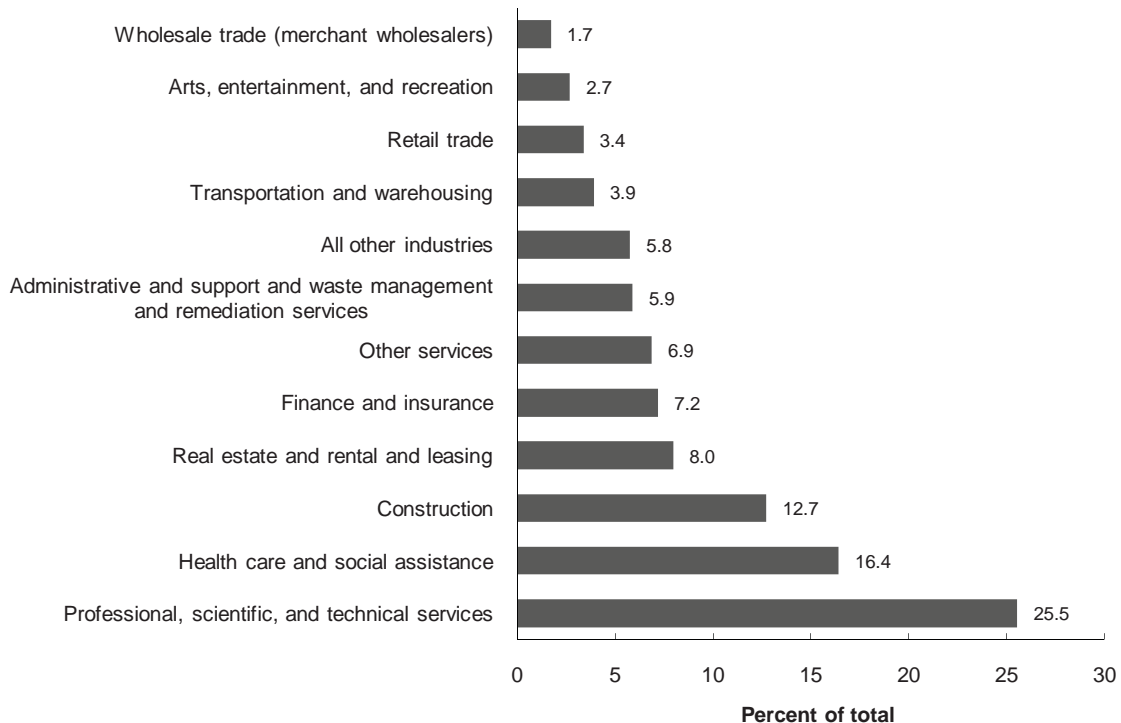
percent to a level of \$280.6 billion. In constant dollars, total nonfarm sole proprietorship profits decreased 1.8 percent, after decreasing 0.4 percent in 2006. This was the first time since before 1988 that profits (in constant dollars) have decreased in 2 consecutive years.

The professional, scientific, and technical services sector had the largest profits of any sector at \$71.6 billion, representing 25.5 percent of total sole proprietorship profits, followed by the health care and social assistance sector at \$46.1 billion, or 16.4 percent of total profits. For all sole proprietorships, receipts and deductions increased 3.6 percent and 4.3 percent, respectively.

The largest sole proprietorship industrial sector, based on business receipts, was the construction sector, accounting for 17.4 percent of receipts. This sector reported a 2.4-percent decrease in 2007. The finance and insurance sector showed the largest percentage increase in both receipts and deductions,

Figure J

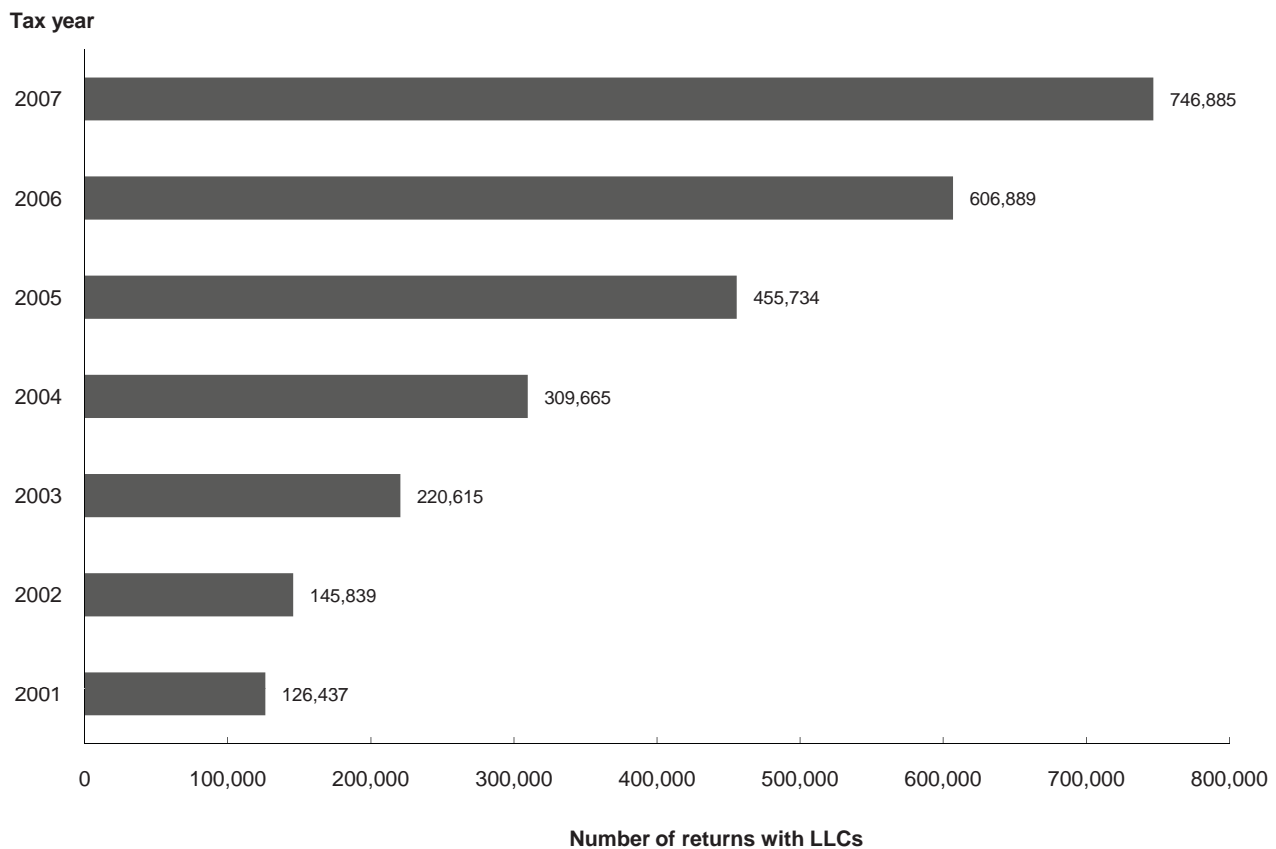
Nonfarm Sole Proprietorship Total Business Profits, by Selected Industrial Sectors, Tax Year 2007



NOTES: Percentages are based on estimated total business profits of \$280.6 billion. Detail may not add to 100 percent because of rounding. "Profits" is a designation for "net income less deficit," shown elsewhere in this article.

Figure K

Number of Nonfarm Sole Proprietorships Registered as Limited Liability Companies (LLCs), Tax Years 2001-2007



reporting a 14.1-percent increase in receipts and a 17.3-percent increase in deductions. Filings of Schedules C-EZ increased 9.2 percent in 2007, more than double the 4.0-percent increase for 2006.

The industrial sector experiencing the most significant downturn in both profits and receipts from Tax Years 2006 to 2007 was the real estate and rental and leasing sector. After reporting the largest percentage decline in profits in 2006 at 18.5 percent, the real estate and rental and leasing sector continued this trend by reporting a 17.7-percent drop in profits for 2007. Likewise, this sector reported the biggest decrease in business receipts for both 2006 and 2007, with declines of 6.9 percent and 8.0 percent, respectively.

Data Sources and Limitations

The 2007 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 2008. 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.

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Returns were selected at rates that ranged from 0.1 percent to 100 percent. The 2007 nonfarm sole proprietorship data are based on a sample of 90,983 returns and a population of 23,516,241 returns.¹² The corresponding sample and population for 2006 data were 88,619 and 22,407,707, respectively.

Since the data 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 CVs for the number of returns and money amounts for selected items and industrial sectors. Generally, the smaller the CV, the more reliable the estimate is judged to be. SOI Sampling Methodology and Data Limitation in this issue of the *Bulletin* discusses the reliability of estimates based on samples, and the use of CVs 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 2007

[Coefficients of variation are in percentages]

Industrial sector	Coefficients of variation				
	Total business receipts (1)	Total business deductions (2)	Depreciation [1] (3)	Net income (4)	Deficit (5)
All nonfarm industries	0.53	0.60	1.21	0.75	1.33
Construction	1.88	1.98	3.37	2.24	4.78
Specialty trade contractors	2.23	2.37	3.94	2.53	6.21
Wholesale trade (merchant wholesalers)	4.44	4.55	9.30	6.54	10.68
Retail trade	2.04	2.03	4.01	3.45	3.69
Transportation and warehousing	2.59	2.66	3.99	3.46	6.01
Finance and insurance	1.90	1.75	7.39	3.83	5.84
Real estate and rental and leasing	2.57	2.81	4.68	3.15	4.30
Real estate	2.63	2.91	4.95	3.21	4.57
Professional, scientific, and technical services	1.69	1.96	3.55	1.96	3.99
Administrative and support and waste management and remediation services	2.88	3.34	5.44	2.85	5.84
Health care and social assistance	1.86	2.01	3.96	2.23	7.63
Child day care services	4.53	5.84	14.17	4.30	13.68
Arts, entertainment, and recreation	3.20	3.15	5.28	4.43	5.09
Performing arts, spectator sports, and related industries	3.65	3.59	6.26	4.76	5.84
Other services	2.55	2.82	4.50	2.82	5.29
Personal and laundry services	3.05	3.39	6.11	3.52	6.91
All other industries	2.10	2.16	3.19	2.83	3.32

[1] Excludes depreciation claimed on Form 8829, *Expenses for Business Use of Your Home*.

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.

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
All nonfarm industries	23,122,698	1,324,403,080	41,085,109	9,526,481	33,613,237	15,017,165	113,894,900	280,557,010
Agriculture, forestry, hunting, and fishing	301,280	17,747,925	1,662,460	127,994	213,486	315,084	1,726,477	668,372
Animal production (including breeding of cats and dogs)	53,941	1,766,020	270,803	5,606	13,411	26,253	57,392	-547,398
Forestry and logging (including forest nurseries, timber tracts)	51,332	5,208,334	566,723	51,690	18,634	100,394	514,050	303,534
Fishing	63,216	2,334,905	287,494	24,762	29,888	47,527	58,929	409,418
Hunting and trapping	10,480	380,277	47,407	* 400	19,428	13,913	43,509	20,558
Support activities for agriculture and forestry	122,312	8,058,389	490,033	45,536	132,124	126,997	1,052,598	482,260
Mining	126,578	12,534,266	932,584	39,597	46,426	191,470	621,265	1,624,615
Oil and gas extraction	104,284	9,632,432	693,784	16,421	34,410	133,658	294,329	1,119,626
Coal mining	408	71,712	* 2,431	* 178	* 52	* 1,420	* 22,837	5,079
Metal ore mining	* 1,028	* 1,432	* 465	* 6	* 64	0	* 853	* -3,125
Nonmetallic mineral mining and quarrying	3,487	920,554	89,650	12,879	* 1,377	36,448	98,463	59,401
Support activities for mining	17,371	1,908,136	146,254	10,113	10,522	19,944	204,784	443,634
Utilities	10,131	565,214	43,026	3,422	* 1,251	* 2,898	* 48,030	39,999
Construction	2,931,110	230,835,068	7,405,931	1,430,225	1,605,321	2,229,835	28,245,886	35,667,000
Residential building construction	423,433	50,209,133	1,031,201	204,865	227,167	638,433	5,314,015	5,823,813
Nonresidential building construction	83,005	10,828,766	259,869	103,428	63,135	122,482	1,299,384	1,160,688
Heavy and civil engineering construction	77,303	10,069,553	551,879	82,850	43,512	311,450	778,191	827,809
Specialty trade contractors	2,347,369	159,727,616	5,562,981	1,039,082	1,271,506	1,157,471	20,854,295	27,854,691
Manufacturing	362,390	29,248,316	1,213,735	168,357	961,775	382,243	3,647,550	3,031,757
Food manufacturing	44,984	3,864,513	112,566	25,687	85,316	55,148	363,340	73,829
Textile and textile product mills	7,690	407,370	15,916	* 3,174	15,815	* 3,562	* 70,389	-15,707
Apparel	28,809	1,287,983	39,265	4,904	63,083	4,700	189,457	86,798
Leather and allied products	* 3,084	* 46,456	* 445	0	* 21	* 9	* 5,067	* 13,944
Wood products	35,852	2,692,662	148,899	25,703	48,184	37,072	355,833	269,548
Paper products	* 1,060	* 47,083	* 611	* 518	* 341	* 1,089	* 4,460	* -3,163
Printing and related support activities	34,903	2,704,692	114,102	16,086	154,754	49,923	323,061	321,191
Petroleum and coal products	390	38,627	* 3,153	0	* 2	* 2,407	* 2,142	-1,296
Chemical manufacturing	8,802	591,406	19,820	2,354	11,265	16,397	103,303	51,638
Plastics, rubber, clay, refractory, and glass products	15,217	781,386	11,072	* 3,215	52,301	7,264	76,914	104,589
Nonmetallic mineral products	4,392	769,424	37,771	* 2,944	* 9,697	7,410	106,278	66,711
Primary metal industries	5,141	642,314	48,738	* 749	* 29,924	* 12,840	* 115,022	133,096
Fabricated metal products	28,120	4,070,630	204,476	26,072	148,710	45,089	616,886	481,095
Machinery	24,113	3,299,982	223,568	6,415	95,576	44,372	368,142	506,170
Computer and electronic products	9,846	165,642	9,878	0	* 3,430	* 612	* 5,105	4,338
Electrical equipment, appliances, and components	7,097	633,672	4,399	* 6,536	9,013	3,491	72,354	74,534
Transportation equipment	8,630	952,524	18,165	* 15,357	45,949	18,982	183,614	4,100
Furniture and related products	22,074	2,028,453	62,683	8,524	81,827	20,372	233,490	374,546
Medical equipment and supplies	11,759	885,652	13,471	* 1,245	18,383	8,148	34,415	140,275
Other miscellaneous manufacturing	60,426	3,337,846	124,736	18,873	88,185	43,355	418,278	345,524
Wholesale trade (merchant wholesalers)	340,373	50,447,175	619,130	180,906	721,017	424,760	1,838,745	4,815,862
Durable goods, including machinery, wood, metals, etc.	153,562	22,090,048	348,161	122,407	378,813	211,444	949,175	1,966,219
Nondurable goods, including food, fiber, chemicals, etc.	114,362	21,346,578	221,361	38,791	245,195	181,620	678,117	1,608,303
Wholesale electronic markets and agents and brokers	72,449	7,010,549	49,608	19,709	97,010	31,695	211,453	1,241,340

Footnotes at end of table.

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007—Continued

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Retail trade	2,436,291	198,881,138	2,781,246	687,456	6,140,304	2,117,264	11,336,292	9,493,005
Motor vehicle and parts dealers	145,975	41,039,684	371,653	36,270	564,151	462,911	1,781,794	1,142,983
Furniture and home furnishing stores	48,991	5,179,294	63,989	32,369	318,225	72,841	431,513	292,420
Electronic and appliance stores	35,679	4,053,726	90,996	20,273	149,007	62,281	408,172	160,183
Building material and garden equipment and supplies dealers	51,802	8,805,474	187,740	28,685	102,268	147,466	854,033	663,491
Food and beverage stores	82,127	26,901,682	242,563	106,478	780,588	209,733	1,789,644	833,826
Health and personal care stores	145,056	8,884,316	107,100	78,512	273,327	75,292	535,297	715,129
Gasoline stations	18,245	25,622,478	186,311	36,983	300,219	199,481	1,101,956	183,671
Clothing and accessories stores	140,659	10,622,326	160,874	85,110	919,302	115,986	717,193	488,313
Sporting goods, hobby, book, and music stores	110,577	7,325,799	142,166	8,302	399,846	82,060	436,105	48,541
General merchandise stores	28,886	2,969,973	73,156	20,644	152,046	45,245	167,108	53,049
Miscellaneous store retailers	570,299	33,568,539	574,216	167,279	1,741,870	436,145	2,312,494	2,867,432
Nonstore retailers	1,057,997	23,907,848	580,481	66,551	439,455	207,823	800,983	2,043,966
Transportation and warehousing	1,154,819	82,138,420	5,767,718	2,211,303	539,256	1,211,633	5,210,337	10,963,923
Air and rail transportation	12,672	1,654,862	374,397	13,005	23,055	109,656	64,926	-102,235
Water transportation	6,840	541,453	98,796	* 2,948	11,741	24,791	33,741	131,405
General freight trucking, local	241,130	20,571,116	1,575,578	383,866	107,866	315,549	1,809,311	2,731,105
General freight trucking, long distance and specialized freight trucking	401,096	42,181,814	3,000,386	1,063,719	174,809	558,448	2,198,411	4,655,023
Urban transit	0	0	0	0	0	0	0	0
Interurban and rural bus transportation	6,933	46,014	* 3,053	0	0	* 9	* 161	19,131
Taxi and limousine service	165,333	4,995,671	166,756	554,426	75,891	72,160	171,307	1,293,614
School, employee, and charter bus industry	19,583	884,658	56,254	* 23,293	3,715	33,676	64,580	197,161
Other transit and ground passenger transportation	22,932	522,454	22,935	* 610	* 4,513	* 5,144	* 53,621	50,994
Pipeline transportation	* 658	* 75,754	* 23,006	0	0	* 1,181	* 228	* -19,872
Scenic and sightseeing transportation	11,945	290,148	66,858	* 7,376	16,768	10,122	13,043	-28,030
Support activities for transportation (including motor vehicle towing)	50,663	3,469,136	254,133	68,963	51,881	44,965	385,650	411,338
Couriers and messengers	211,571	6,492,314	105,803	87,947	27,044	15,771	380,019	1,559,154
Warehousing and storage facilities	3,464	413,027	19,763	5,151	41,975	20,163	35,340	65,136
Information	351,710	10,208,162	391,134	114,680	260,729	95,930	678,387	2,562,634
Publishing industries (except Internet)	74,591	2,191,455	36,955	7,277	52,075	19,526	248,215	521,802
Motion picture and sound recording	107,185	3,124,813	231,978	39,651	96,848	37,262	156,812	648,122
Broadcasting (except Internet) and telecommunications	43,023	2,184,904	63,208	47,505	58,871	27,720	157,168	377,497
Internet publishing and broadcasting	9,242	238,069	6,846	* 629	20,649	* 682	* 22,286	20,248
Internet service providers, Web search portals, and data processing	117,669	2,468,921	52,148	19,618	32,285	10,740	93,906	994,965
Finance and insurance	726,002	93,984,377	996,691	252,981	1,459,668	757,552	4,724,618	20,173,777
Credit intermediation and related activities	102,497	4,910,013	138,877	40,286	122,407	84,112	378,278	1,054,445
Securities, commodity contracts, and other financial investments	181,676	58,505,410	278,246	82,269	452,478	418,220	1,747,955	6,995,452
Investment bankers and securities dealers	5,320	2,089,698	7,009	4,383	22,260	20,399	43,438	364,208
Securities brokers	16,657	4,050,726	25,755	18,431	40,495	21,140	162,705	857,082
Commodity contracts brokers and dealers	4,709	793,477	7,092	2,715	27,667	7,729	86,105	14,460
Securities and commodity exchanges	1,409	688,440	933	0	* 430	29,879	* 2,579	-57,276
Other financial investment activities (investment advice)	153,579	50,883,069	237,457	56,741	361,625	339,072	1,453,127	5,816,977
Insurance agents, brokers, and related activities	441,829	30,568,954	579,567	130,426	884,783	255,220	2,598,385	12,123,880
Insurance agencies and brokerages	328,276	26,335,688	497,399	114,645	820,280	211,590	2,440,604	10,314,637
Other insurance-related activities	113,553	4,233,266	82,169	15,781	64,503	43,630	157,781	1,809,243

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007—Continued

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Real estate and rental and leasing	1,393,424	70,954,832	2,862,096	516,272	1,250,986	1,692,992	2,388,076	22,335,602
Real estate	1,336,767	66,927,293	1,805,994	460,539	1,149,118	1,487,742	2,019,008	22,158,626
Lessors of real estate (including miniwarehouses and self storage)	39,944	1,341,797	183,204	9,692	14,080	363,623	62,989	-127,456
Offices of real estate agents, brokers, property managers, and appraisers	1,056,026	49,007,711	1,193,908	389,439	877,832	614,867	1,291,147	19,671,820
Other activities related to real estate	240,797	16,577,785	428,882	61,408	257,206	509,252	664,872	2,614,262
Rental and leasing services	56,656	4,027,538	1,056,102	55,732	101,868	205,250	369,068	176,975
Automotive equipment rental and leasing	17,698	652,711	220,005	3,796	11,467	36,100	23,115	26,582
Consumer electronics and appliances rental	* 10	* 12,259	* 6,849	* 5	* 70	* 1,794	* 1,366	* -2,023
Formal wear and costume rental	* 79	* 47,509	* 2,221	0	* 3,900	* 268	* 8,554	* 2,474
Videotape and disc rental	3,538	544,107	* 16,806	* 426	42,205	* 7,084	* 75,522	52,956
General rental centers and other consumer goods rental	15,820	959,760	164,767	12,873	28,799	24,445	126,814	84,761
Commercial and industrial machinery and equipment rental and leasing	19,512	1,811,193	645,454	38,631	15,426	135,560	133,697	12,225
Professional, scientific, and technical services	3,234,542	169,272,699	4,301,618	916,230	3,929,938	1,137,409	12,758,206	71,608,966
Legal services	363,321	38,716,955	501,614	214,968	1,734,106	255,263	4,253,225	16,676,401
Offices of certified public accountants	46,084	4,203,407	80,506	34,806	169,264	53,004	630,407	1,841,417
Other accounting services	330,229	8,210,291	238,345	51,089	260,422	109,697	842,598	3,117,258
Architectural, engineering, and related services	275,602	16,193,715	557,303	80,045	248,713	86,955	1,919,886	5,682,629
Architectural services	99,885	7,741,906	255,464	44,213	149,745	42,606	1,150,884	1,924,217
Engineering services	97,556	5,798,047	190,579	29,664	68,782	29,972	545,117	2,467,909
Drafting, building inspections, and geophysical surveying	60,757	1,696,841	70,426	1,703	* 13,918	9,175	74,195	899,800
Surveying and mapping (except geophysical) services	13,342	767,444	35,188	* 4,458	12,656	3,312	126,125	331,877
Testing laboratories	4,062	189,477	* 5,646	* 7	* 3,611	* 1,889	* 23,565	58,826
Specialized design services	241,885	9,336,822	240,449	39,045	193,636	74,628	459,496	2,112,466
Computer systems design services	254,014	9,986,914	281,266	70,500	117,678	49,033	662,278	4,424,493
Other professional, scientific, and technical services	1,723,407	82,624,594	2,402,135	425,776	1,206,119	508,829	3,990,315	37,754,303
Management, scientific, and technical consulting services	951,886	46,147,399	1,122,019	224,038	503,884	262,494	1,487,592	25,573,080
Scientific research and development services	34,241	1,952,860	76,001	7,204	34,015	20,803	155,479	580,242
Advertising and related services	120,617	7,163,497	183,550	33,691	102,311	31,200	261,565	2,039,822
Market research and public opinion polling	38,676	1,133,673	15,502	3,784	17,971	* 4,938	51,557	404,539
Other miscellaneous services	577,987	26,227,165	1,005,062	157,060	547,939	189,395	2,034,122	9,156,620
Administrative and support and waste management and remediation services	2,251,002	60,343,203	2,510,007	574,509	735,747	536,144	6,782,100	16,485,611
Administrative and support services	2,224,802	58,044,464	2,279,068	551,101	711,980	496,152	6,605,914	16,239,510
Waste management and remediation services	26,200	2,298,739	230,939	23,408	23,767	39,992	176,186	246,101
Educational services	596,859	9,074,803	257,360	61,148	495,539	70,348	381,509	2,879,254

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007—Continued

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Health care and social assistance	2,016,418	115,531,863	2,854,845	618,363	4,996,625	1,291,848	16,543,623	46,056,668
Ambulatory health care services	997,226	95,393,542	2,214,124	524,328	4,459,344	866,957	14,193,024	39,676,719
Offices of physicians (except mental health specialists)	194,531	33,463,588	618,214	201,483	1,359,942	199,914	4,374,658	15,722,884
Offices of physicians, mental health specialists	31,439	2,981,198	48,205	19,528	180,032	19,771	163,007	1,772,180
Offices of dentists	93,114	29,798,435	950,066	113,182	1,160,022	377,224	6,484,255	10,300,714
Offices of chiropractors	37,789	4,655,464	108,285	41,793	420,194	71,635	520,633	1,728,493
Offices of optometrists	18,985	3,345,930	80,990	33,716	179,463	24,780	563,241	921,544
Offices of mental health practitioners and social therapists	174,713	8,392,904	146,918	30,720	593,835	23,958	585,816	4,482,638
Offices of podiatrists	6,388	1,006,518	16,668	3,518	123,725	9,052	125,890	326,184
Outpatient care centers and other miscellaneous health practitioners	156,836	5,023,852	130,086	30,138	259,546	50,000	300,066	2,149,463
Medical and diagnostic laboratories	31,782	1,462,086	43,149	7,190	63,671	17,374	209,568	404,558
Home health care services	224,827	4,238,804	55,258	33,194	92,636	66,102	716,584	1,535,676
Other ambulatory health care services (including ambulance services, blood and organ banks)	26,822	1,024,763	16,285	9,866	26,279	7,146	149,307	332,386
Hospitals	8,834	469,307	5,567	* 1,601	* 5,585	* 1,759	* 69,898	253,826
Nursing and residential care facilities	57,491	4,127,048	153,476	21,373	190,345	209,900	1,085,036	371,110
Social assistance	154,984	3,082,088	67,590	18,262	120,899	25,149	273,805	1,171,489
Child day care services	797,883	12,459,877	414,088	52,799	220,452	188,083	921,860	4,583,523
Arts, entertainment, and recreation	1,283,267	31,043,663	1,588,587	224,842	1,139,292	331,542	1,609,655	7,562,358
Performing arts, spectator sports, and related industries	1,068,030	23,926,664	1,231,566	132,997	580,819	183,732	876,827	7,340,857
Museums, historical sites, and similar institutions	3,401	29,469	* 282	* 143	* 225	* 167	* 234	23,171
Amusement, gambling, and recreation industries	211,836	7,087,530	356,739	91,702	558,248	147,644	732,593	198,330
Accommodation, food services, and drinking places	411,451	47,792,244	1,813,463	408,024	3,258,012	1,150,463	8,035,918	1,239,437
Accommodation	50,553	5,516,079	598,140	17,076	155,042	617,328	789,234	-52,004
Travel accommodation (including hotels, motels, and bed and breakfast inns)	30,966	4,503,414	505,662	13,378	146,340	502,683	686,247	-36,987
RV (recreational vehicle) parks and recreational camps	10,702	500,436	45,992	1,364	6,229	48,294	34,995	6,860
Rooming and boarding houses	8,885	512,229	46,486	* 2,334	* 2,474	66,351	67,992	-21,877
Food services and drinking places	360,898	42,276,165	1,215,323	390,948	3,102,969	533,135	7,246,684	1,291,441
Other services	2,416,229	84,794,547	2,892,189	922,868	5,758,461	1,012,666	7,142,197	19,243,943
Auto repair and maintenance	396,524	24,233,685	989,561	229,664	905,917	395,938	2,591,723	2,953,965
Automotive mechanical and electrical repair and maintenance	201,736	11,649,833	450,056	75,341	389,114	183,876	1,097,619	1,445,041
Automotive body shops	94,635	7,575,242	255,628	97,920	286,129	85,167	964,249	994,323
Other auto repair and maintenance (including oil change, lubrication, and car washes)	100,154	5,008,610	283,877	56,403	230,675	126,895	529,855	514,601
Miscellaneous repairs	436,413	16,990,817	613,349	99,824	370,432	213,203	1,242,831	3,545,184
Personal and laundry services	1,583,292	43,570,044	1,289,279	593,380	4,482,112	403,525	3,307,644	12,744,795
Religious, grantmaking, civic, professional and similar organizations	251,516	3,521,657	51,295	8,975	19,248	11,575	25,500	1,752,897
Unclassified establishments	527,305	5,483,508	139,996	58,330	80,157	53,508	150,530	2,351,330

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007—Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
All nonfarm industries	16,928,788	1,108,966,537	27,041,714	7,211,095	25,186,283	8,405,107	91,674,116	335,098,968
Agriculture, forestry, hunting, and fishing	166,008	13,760,063	866,618	102,737	86,920	167,968	1,460,361	2,633,207
Animal production (including breeding of cats and dogs)	16,462	1,125,624	81,322	* 4,144	6,650	11,207	35,521	181,712
Forestry and logging (including forest nurseries, timber tracts)	31,497	4,225,932	371,471	47,166	14,024	57,294	414,246	583,592
Fishing	37,832	1,955,315	134,381	17,879	19,550	21,972	52,898	717,764
Hunting and trapping	4,846	238,520	* 13,250	* 3	* 17,484	* 1,963	* 40,259	60,262
Support activities for agriculture and forestry	75,371	6,214,672	266,194	33,545	29,212	75,533	917,437	1,089,877
Mining	95,112	9,895,176	613,709	22,442	33,414	97,849	466,770	2,811,035
Oil and gas extraction	78,895	7,545,881	445,536	14,436	24,558	67,347	228,722	2,216,323
Coal mining	* 261	* 62,270	* 1,716	* 178	* 52	* 220	* 22,837	* 5,864
Metal ore mining	0	0	0	0	0	0	0	0
Nonmetallic mineral mining and quarrying	2,130	777,948	66,633	* 2,270	* 940	17,933	76,137	97,838
Support activities for mining	13,826	1,509,078	99,824	5,558	7,865	12,349	139,075	491,010
Utilities	8,067	406,924	16,192	* 2,316	* 105	* 443	* 9,996	100,720
Construction	2,434,150	200,697,261	5,698,904	1,111,543	1,211,961	1,314,530	23,877,310	41,318,313
Residential building construction	353,370	41,215,012	813,282	130,280	171,112	305,629	4,380,461	7,219,827
Nonresidential building construction	68,416	9,120,021	197,636	55,383	37,623	82,951	1,137,004	1,428,246
Heavy and civil engineering construction	53,045	7,152,437	366,925	67,420	26,525	113,541	501,475	1,516,443
Specialty trade contractors	1,959,319	143,209,791	4,321,061	858,460	976,700	812,409	17,858,370	31,153,797
Manufacturing	217,718	23,656,129	789,877	127,619	665,372	240,066	2,770,941	4,461,145
Food manufacturing	27,381	3,153,371	58,231	12,323	61,389	27,781	249,601	344,521
Textile and textile product mills	5,050	352,856	* 13,373	* 2,508	* 11,138	* 2,879	* 55,082	45,094
Apparel	16,445	1,071,138	15,937	* 4,878	49,121	* 4,522	186,791	222,020
Leather and allied products	* 3,001	* 20,120	* 81	0	0	0	0	* 18,916
Wood products	22,680	2,373,021	105,154	21,403	38,423	19,580	322,228	356,670
Paper products	* 55	* 2,565	0	0	0	0	0	* 2,538
Printing and related support activities	22,192	2,047,637	75,479	15,333	112,212	31,441	247,982	440,485
Petroleum and coal products	349	16,857	* 166	0	0	* 66	* 50	2,612
Chemical manufacturing	4,420	392,804	10,991	* 1,460	* 5,971	* 8,535	63,938	93,378
Plastics, rubber, clay, refractory, and glass products	8,402	544,246	6,571	* 3,208	* 33,722	* 4,417	* 43,424	137,825
Nonmetallic mineral products	3,328	694,533	22,298	* 2,747	* 4,484	4,324	* 92,231	102,711
Primary metal industries	3,849	641,736	* 48,142	* 749	* 29,780	* 12,840	* 115,022	136,912
Fabricated metal products	20,513	3,188,039	105,350	18,493	90,801	23,815	379,382	599,544
Machinery	18,467	2,832,280	163,244	5,961	54,983	38,294	339,853	537,083
Computer and electronic products	3,768	155,431	* 2,161	0	* 3,295	* 78	* 4,165	49,378
Electrical equipment, appliances, and components	5,491	418,018	2,726	* 1,192	* 6,814	* 2,946	* 29,419	99,764
Transportation equipment	3,603	864,534	11,463	* 15,353	29,812	* 16,779	157,927	98,655
Furniture and related products	15,754	1,788,714	56,557	8,507	73,380	14,496	186,913	421,499
Medical equipment and supplies	6,889	577,383	10,211	* 973	* 14,694	* 763	* 7,297	188,539
Other miscellaneous manufacturing	26,080	2,520,847	81,742	12,530	45,353	26,509	289,635	563,000
Wholesale trade (merchant wholesalers)	225,451	43,189,528	460,486	149,952	567,335	247,733	1,416,214	6,009,042
Durable goods, including machinery, wood, metals, etc.	95,727	19,034,920	256,951	100,322	297,654	95,608	739,791	2,492,538
Nondurable goods, including food, fiber, chemicals, etc.	79,854	18,250,589	168,936	34,497	189,187	135,758	527,211	2,094,787
Wholesale electronic markets and agents and brokers	49,870	5,904,019	34,599	15,133	80,494	16,367	149,212	1,421,717

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007—Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Retail trade	1,267,199	155,918,883	1,602,453	426,059	4,100,576	1,198,070	8,209,539	17,883,396
Motor vehicle and parts dealers	99,584	31,179,343	217,359	21,760	379,878	268,025	1,176,757	1,998,862
Furniture and home furnishing stores	30,445	3,785,404	36,996	16,313	179,745	54,545	324,841	525,237
Electronic and appliance stores	21,685	3,172,697	60,473	10,876	75,644	43,570	305,042	360,288
Building material and garden equipment and supplies dealers	33,506	7,425,178	132,886	22,113	82,775	110,206	678,571	828,515
Food and beverage stores	57,960	22,600,203	149,636	100,135	618,658	129,887	1,358,307	1,326,676
Health and personal care stores	60,487	7,895,494	65,076	60,257	225,477	60,559	447,085	1,170,397
Gasoline stations	12,283	18,274,250	116,392	22,646	224,359	102,107	769,318	400,038
Clothing and accessories stores	78,459	8,458,131	75,607	40,167	640,584	64,899	513,197	1,122,003
Sporting goods, hobby, book, and music stores	45,880	4,839,994	61,135	2,155	200,354	30,165	240,788	577,132
General merchandise stores	16,748	2,473,905	25,070	18,456	120,464	26,386	118,769	263,673
Miscellaneous store retailers	322,913	26,519,335	338,988	65,567	1,051,980	218,073	1,629,445	4,691,208
Nonstore retailers	487,248	19,294,949	322,837	45,616	300,659	89,648	647,418	4,619,366
Transportation and warehousing	931,017	67,266,486	3,669,485	1,759,229	408,006	731,878	3,791,015	13,663,909
Air and rail transportation	8,987	1,059,025	27,028	2,159	8,451	10,107	21,456	333,653
Water transportation	5,140	426,465	42,399	* 2,849	* 180	* 5,355	* 13,192	211,584
General freight trucking, local	192,327	16,424,743	1,054,436	324,804	79,201	171,501	1,235,228	3,286,407
General freight trucking, long distance and specialized freight trucking	322,988	34,605,893	2,136,025	787,511	141,820	406,304	1,658,643	5,621,941
Urban transit	0	0	0	0	0	0	0	0
Interurban and rural bus transportation	* 4,963	* 40,273	* 2,244	0	0	* 9	* 161	* 22,773
Taxi and limousine service	146,455	4,524,955	114,915	499,909	63,440	62,935	107,869	1,427,655
School, employee, and charter bus industry	17,495	781,706	43,664	* 23,156	* 2,643	24,242	* 44,140	213,044
Other transit and ground passenger transportation	** 14,250	** 350,459	** 12,584	** 112	** 207	** 2,924	** 19,757	** 109,297
Pipeline transportation	**	**	**	**	**	**	**	**
Scenic and sightseeing transportation	5,760	141,416	* 9,224	* 31	* 6,721	* 2,463	* 93	46,401
Support activities for transportation (including motor vehicle towing)	38,244	2,643,274	139,831	38,609	43,942	28,792	297,760	557,750
Couriers and messengers	171,843	5,939,044	79,384	78,321	27,044	11,653	373,533	1,755,951
Warehousing and storage facilities	2,565	329,235	7,752	* 1,769	34,357	5,594	19,183	77,452
Information	233,984	8,605,326	179,751	70,985	153,702	50,565	423,573	3,652,581
Publishing industries (except Internet)	50,942	1,752,419	24,532	5,230	28,264	11,076	149,692	716,377
Motion picture and sound recording	60,910	2,590,179	100,530	19,019	64,983	20,033	109,384	1,164,090
Broadcasting (except Internet) and telecommunications	33,532	1,785,661	19,967	40,133	26,672	12,994	78,895	518,816
Internet publishing and broadcasting	4,161	201,167	2,533	* 105	* 11,260	* 657	* 12,283	73,592
Internet service providers, Web search portals, and data processing	84,439	2,275,899	32,189	* 6,498	22,524	5,804	73,319	1,179,707
Finance and insurance	495,376	61,428,063	707,783	219,456	1,210,651	377,601	3,890,068	22,908,435
Credit intermediation and related activities	66,452	4,261,253	70,368	28,892	68,747	44,992	262,523	1,469,086
Securities, commodity contracts, and other financial investments	106,244	29,496,099	170,430	69,877	362,409	149,404	1,234,858	8,539,428
Investment bankers and securities dealers	4,312	968,598	4,958	* 3,846	19,654	3,306	31,013	434,559
Securities brokers	10,750	2,505,716	9,481	15,178	28,933	14,607	131,196	953,823
Commodity contracts brokers and dealers	2,820	666,350	1,750	* 246	13,182	455	15,160	189,262
Securities and commodity exchanges	* 14	* 138,383	* 269	0	* 353	* 219	* 1,629	* 9,496
Other financial investment activities (investment advice)	88,348	25,217,051	153,971	50,607	300,287	130,817	1,055,860	6,952,289
Insurance agents, brokers, and related activities	322,680	27,670,711	466,986	120,687	779,495	183,206	2,392,688	12,899,922
Insurance agencies and brokerages	241,816	23,982,553	408,330	105,639	727,869	156,765	2,250,563	10,928,275
Other insurance—related activities	80,864	3,688,158	58,656	15,048	51,626	26,441	142,124	1,971,647

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007—Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Real estate and rental and leasing	908,375	60,188,057	1,480,061	383,751	835,897	582,249	1,804,064	27,320,942
Real estate	877,660	57,261,965	1,059,093	356,781	779,817	511,899	1,505,241	26,636,164
Lessors of real estate (including miniwarehouses and self storage)	13,266	697,851	32,023	4,052	6,352	68,763	23,443	276,502
Offices of real estate agents, brokers, property managers, and appraisers	711,860	43,920,550	804,148	309,666	600,634	312,539	1,037,925	22,251,313
Other activities related to real estate	152,534	12,643,564	222,923	43,063	172,831	130,597	443,873	4,108,350
Rental and leasing services	30,716	2,926,092	420,968	26,970	56,080	70,350	298,823	684,778
Automotive equipment rental and leasing	** 10,201	** 434,917	** 100,300	** 1,273	** 275	** 21,985	** 19,685	** 101,075
Consumer electronics and appliances rental	**	**	**	**	**	**	**	**
Formal wear and costume rental	* 39	* 47,139	* 2,022	0	* 3,429	* 268	* 8,554	* 3,727
Videotape and disc rental	3,247	498,508	* 16,716	* 407	* 35,869	* 7,023	* 58,655	61,572
General rental centers and other consumer goods rental	7,882	741,074	57,846	10,354	8,932	8,238	* 109,860	187,528
Commercial and industrial machinery and equipment rental and leasing	9,347	1,204,454	244,083	14,936	7,576	32,837	102,068	330,875
Professional, scientific, and technical services	2,407,350	156,237,690	3,212,163	722,102	3,182,973	771,576	10,825,849	77,705,157
Legal services	268,297	36,949,264	429,814	195,839	1,576,078	205,051	3,920,040	17,450,194
Offices of certified public accountants	39,361	4,068,821	66,654	18,701	160,550	49,386	573,577	1,903,735
Other accounting services	268,693	7,516,589	190,978	28,412	200,814	87,343	737,727	3,445,846
Architectural, engineering, and related services	213,865	14,727,736	452,565	61,578	210,070	67,372	1,638,696	6,055,197
Architectural services	73,057	6,829,921	200,846	33,543	122,709	33,949	1,010,394	2,117,003
Engineering services	80,074	5,416,534	152,796	22,674	62,956	22,187	444,785	2,580,101
Drafting, building inspections, and geophysical surveying	47,243	1,622,533	61,239	1,023	* 13,918	7,303	* 66,194	955,172
Surveying and mapping (except geophysical) services	10,780	679,883	33,195	* 4,332	8,521	* 3,194	94,545	334,128
Testing laboratories	2,711	178,865	* 4,489	* 7	* 1,965	* 739	* 22,776	68,793
Specialized design services	165,742	7,903,667	149,788	22,510	92,405	25,539	358,309	2,668,602
Computer systems design services	191,706	9,211,240	212,070	63,261	78,717	29,161	466,991	4,780,921
Other professional, scientific, and technical services	1,259,685	75,860,373	1,710,294	331,800	864,340	307,724	3,130,508	41,400,665
Management, scientific, and technical consulting services	697,244	43,565,512	817,882	184,480	354,683	136,403	1,122,918	27,576,853
Scientific research and development services	26,842	1,412,635	35,191	7,002	22,413	* 707	66,215	775,250
Advertising and related services	90,271	6,739,828	134,245	28,999	85,585	27,056	236,820	2,276,899
Market research and public opinion polling	26,335	1,053,548	6,284	* 1,537	11,932	* 375	42,712	494,610
Other miscellaneous services	418,993	23,088,850	716,691	109,782	389,726	143,183	1,661,843	10,277,052
Administrative and support and waste management and remediation services	1,787,855	52,763,362	1,752,019	409,781	585,247	305,984	5,466,780	19,554,621
Administrative and support services	1,766,210	50,755,416	1,580,081	390,345	563,092	276,754	5,321,341	19,225,753
Waste management and remediation services	21,645	2,007,946	171,937	19,435	22,155	29,230	145,440	328,868
Educational services	466,677	7,042,678	140,904	30,938	352,979	44,792	268,854	3,612,035

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2007—Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Health care and social assistance	1,677,379	107,695,993	2,262,347	528,516	4,399,618	939,407	14,893,884	48,286,449
Ambulatory health care services	829,480	91,188,521	1,898,616	460,576	4,046,344	733,914	13,333,972	41,107,694
Offices of physicians (except mental health specialists)	160,313	31,988,061	515,444	174,059	1,274,790	168,478	4,052,871	16,239,483
Offices of physicians, mental health specialists	28,775	2,923,924	42,986	19,528	172,550	16,461	153,074	1,797,035
Offices of dentists	84,992	29,148,584	874,270	108,901	1,126,332	353,616	6,321,501	10,431,676
Offices of chiropractors	34,353	4,505,208	94,661	41,600	388,324	61,313	507,247	1,745,278
Offices of optometrists	17,661	3,234,129	69,016	32,704	167,600	24,528	542,131	924,445
Offices of mental health practitioners and social therapists	141,668	7,928,102	124,787	29,441	520,958	19,028	482,225	4,617,337
Offices of podiatrists	4,543	958,637	16,587	2,705	88,334	9,052	125,890	352,247
Outpatient care centers and other miscellaneous health practitioners	119,980	4,559,133	79,873	23,886	202,316	24,018	233,335	2,413,599
Medical and diagnostic laboratories	27,060	1,295,056	32,741	4,217	58,828	9,954	200,565	448,923
Home health care services	186,423	3,696,328	34,716	14,109	25,562	42,956	586,697	1,790,438
Other ambulatory health care services (including ambulance services, blood and organ banks)	23,712	951,359	13,536	9,425	20,750	4,509	128,438	347,232
Hospitals	8,831	466,059	* 3,937	* 1,601	* 5,580	* 1,759	* 69,301	255,650
Nursing and residential care facilities	46,231	2,650,615	85,315	14,121	90,382	76,552	655,447	501,734
Social assistance	117,669	2,762,097	44,219	16,361	107,113	18,561	219,037	1,306,503
Child day care services	675,168	10,628,701	230,259	35,857	150,199	108,620	616,126	5,114,868
Arts, entertainment, and recreation	783,394	24,742,954	750,420	135,736	591,563	113,460	825,929	11,410,732
Performing arts, spectator sports, and related industries	649,255	20,327,153	626,350	88,421	329,385	72,964	492,875	10,275,232
Museums, historical sites, and similar institutions	2,711	28,675	* 205	* 1	* 53	0	* 3	25,364
Amusement, gambling, and recreation industries	131,428	4,387,126	123,865	47,314	262,125	40,496	333,051	1,110,136
Accommodation, food services, and drinking places	263,332	34,879,565	823,180	240,788	2,243,084	507,408	5,418,621	3,964,887
Accommodation	27,192	3,121,187	185,574	8,181	73,379	232,796	354,122	611,072
Travel accommodation (including hotels, motels, and bed and breakfast inns)	16,211	2,539,278	156,454	5,136	66,559	193,062	301,885	485,658
RV (recreational vehicle) parks and recreational camps	7,657	277,078	10,888	* 1,241	* 4,600	* 15,700	27,109	59,658
Rooming and boarding houses	3,325	304,831	18,231	* 1,805	* 2,220	* 24,035	* 25,127	65,755
Food services and drinking places	236,140	31,758,378	637,607	232,606	2,169,704	274,612	5,064,499	3,353,816
Other services	1,915,583	72,514,673	1,883,760	722,176	4,510,472	675,163	5,751,236	22,828,669
Auto repair and maintenance	305,856	19,928,520	606,335	195,747	647,493	239,356	2,089,613	3,863,109
Automotive mechanical and electrical repair and maintenance	154,941	9,543,976	295,196	52,514	267,576	128,859	891,388	1,891,915
Automotive body shops	75,412	6,440,614	171,349	93,620	218,149	65,628	802,904	1,172,160
Other auto repair and maintenance (including oil change, lubrication, and car washes)	75,503	3,943,930	139,790	49,613	161,768	44,869	395,321	799,034
Miscellaneous repairs	334,471	14,826,271	467,964	85,555	243,813	158,103	1,103,270	4,147,093
Personal and laundry services	1,275,256	37,759,882	809,460	440,874	3,619,166	277,703	2,558,354	14,818,467
Religious, grantmaking, civic, professional and similar organizations	201,412	3,292,324	34,159	* 3,732	8,608	* 8,597	* 23,717	2,072,527
Unclassified establishments	443,351	4,785,400	97,443	41,237	37,802	29,768	79,396	2,901,164

* 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.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007

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

Net income status, item	All nonfarm industries	Agriculture, forestry, hunting, and fishing						Mining
		Total	Animal production (including breeding of cats and dogs)	Forestry and logging (including forest nurseries, timber tracts)	Fishing	Hunting and trapping	Support activities for agriculture and forestry	Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	23,122,698	301,280	53,941	51,332	63,216	10,480	122,312	126,578
Business receipts, total [1]	1,324,403,080	17,747,925	1,766,020	5,208,334	2,334,905	380,277	8,058,389	12,534,266
Income from sales and operations [1]	1,303,976,701	17,405,779	1,683,919	5,145,938	2,248,280	373,160	7,954,482	11,996,371
Other business income	20,426,379	342,146	82,100	62,397	86,625	7,118	103,906	537,894
Business deductions, total [1,2]	1,044,343,442	17,100,026	2,318,882	4,904,911	1,926,292	360,266	7,589,675	10,913,682
Cost of sales and operations, total	422,684,549	5,660,622	745,829	1,443,401	338,159	126,261	3,006,972	2,788,714
Inventory, beginning of year	44,469,609	543,798	102,881	271,050	* 7,388	* 10,974	151,504	71,876
Cost of labor	34,514,589	341,752	26,863	123,087	* 45,689	* 18,818	127,296	214,754
Purchases	264,234,818	4,428,553	561,119	875,450	* 188,828	71,172	2,731,985	1,161,315
Materials and supplies	61,519,006	207,887	48,087	59,713	47,076	* 3,823	49,189	97,919
Other costs	64,956,668	563,263	96,320	259,159	61,271	* 34,731	111,783	1,315,366
Inventory, end of year	47,010,141	424,632	89,441	145,057	* 12,091	* 13,258	164,784	72,516
Advertising expenses	15,731,012	90,979	22,515	9,699	17,437	2,815	38,513	14,966
Car and truck expenses	82,023,756	967,185	128,799	263,772	124,767	8,828	441,018	327,274
Commissions	14,569,232	92,797	33,639	13,913	* 4,251	* 946	40,048	30,944
Contract labor	36,674,415	624,357	29,738	310,895	48,008	3,869	231,847	135,819
Depletion	1,021,072	87	* 1	* 11	0	* 36	* 39	873,111
Depreciation	39,645,972	1,651,315	264,644	565,566	285,152	47,407	488,546	931,200
Employee benefit programs	2,909,540	11,125	668	4,439	* 359	* 15	5,644	23,142
Insurance	19,290,556	416,028	39,450	165,584	52,283	7,104	151,606	142,881
Legal and professional services	10,934,377	129,634	31,698	20,592	20,430	4,262	52,651	102,745
Meals and entertainment deducted	7,661,490	51,218	5,504	10,292	15,429	1,010	18,983	29,331
Mortgage interest	6,648,973	105,559	11,877	21,376	17,874	* 4,774	49,657	34,778
Other interest paid on business indebtedness	8,368,192	209,525	14,376	79,018	29,653	* 9,139	77,340	156,692
Office expenses	13,297,287	51,863	8,950	12,209	5,676	823	24,205	46,140
Pension and profit-sharing plans	1,279,748	2,983	* 242	1,653	* 164	0	924	3,113
Rent paid on machinery and equipment	9,526,481	127,994	5,606	51,690	24,762	* 400	45,536	39,597
Rent paid on other business property	33,613,237	213,486	13,411	18,634	29,888	19,428	132,124	46,426
Repairs	16,170,712	747,409	37,588	353,903	115,249	20,039	220,631	205,423
Supplies	32,325,460	595,994	129,025	85,362	149,514	9,285	222,808	115,960
Salaries and wages	79,380,311	1,384,725	30,530	390,963	13,240	24,691	925,302	406,512
Taxes paid	18,183,185	337,412	15,866	86,689	46,846	9,191	178,819	295,731
Travel	13,134,026	141,345	31,546	12,340	39,422	2,301	55,737	53,196
Utilities	24,856,179	229,172	35,194	50,492	26,442	13,893	103,151	94,957
Other business deductions	119,516,105	3,150,505	651,228	920,331	499,039	41,904	1,038,003	3,973,760
Home office business deductions, total	11,217,628	78,411	30,325	6,178	15,457	0	26,451	16,170
Depreciation, Form 8829 [3]	1,439,137	11,145	6,159	1,157	2,342	0	1,487	1,383
Casualty loss, Form 8829 [3]	99,670	* 369	* 48	* 318	0	0	* 3	0
Excess—casualty depreciations, Form 8829 [3]	1,235,717	12,441	* 8,477	* 1,362	* 679	0	* 1,922	1,542
Net income less deficit [1,2]	280,557,010	668,372	-547,398	303,534	409,418	20,558	482,260	1,624,615
Net income [1,2]	335,098,968	2,633,207	181,712	583,592	717,764	60,262	1,089,877	2,811,035
Deficit [2]	-54,541,958	-1,964,834	-729,110	-280,058	-308,346	-39,704	-607,617	-1,186,420

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	All nonfarm industries	Agriculture, forestry, hunting, and fishing						Mining
		Total	Animal production (including breeding of cats and dogs)	Forestry and logging (including forest nurseries, timber tracts)	Fishing	Hunting and trapping	Support activities for agriculture and forestry	Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BUSINESSES WITH NET INCOME								
Number of returns [1]	16,928,788	166,008	16,462	31,497	37,832	4,846	75,371	95,112
Business receipts, total [1]	1,108,966,537	13,760,063	1,125,624	4,225,932	1,955,315	238,520	6,214,672	9,895,176
Income from sales and operations [1]	1,094,000,523	13,549,270	1,075,927	4,186,075	1,874,770	238,053	6,174,445	9,487,699
Other business income	14,966,013	210,793	49,696	39,858	80,545	* 466	40,227	407,478
Business deductions, total [1,2]	773,912,492	11,126,867	943,935	3,642,341	1,237,539	178,257	5,124,795	7,085,224
Cost of sales and operations, total	319,391,585	4,287,367	434,082	1,236,964	268,685	* 68,178	2,279,457	1,976,056
Inventory, beginning of year	26,022,617	350,247	* 38,077	227,786	* 7,388	0	76,996	42,475
Cost of labor	28,691,090	323,074	* 24,323	116,282	* 42,951	* 18,818	120,700	191,942
Purchases	197,099,788	3,354,954	298,231	771,718	* 188,824	* 43,648	2,052,533	848,745
Materials and supplies	49,457,882	163,934	* 35,324	37,715	* 40,465	* 2,647	47,783	75,676
Other costs	45,911,851	340,050	66,864	191,235	* 1,088	* 3,065	77,798	857,228
Inventory, end of year	27,791,643	244,892	* 28,736	107,772	* 12,031	0	96,352	40,010
Advertising expenses	11,631,573	52,181	8,416	5,557	12,773	* 1,738	23,697	11,865
Car and truck expenses	61,245,094	578,730	54,587	183,055	67,897	* 3,196	269,994	280,854
Commissions	10,985,416	54,282	22,202	* 12,179	* 3,564	0	16,336	28,114
Contract labor	30,022,269	377,660	16,994	184,568	41,846	* 180	134,072	113,402
Depletion	772,119	* 36	0	0	0	* 1	* 34	661,919
Depreciation	26,068,072	863,777	80,961	371,105	132,724	* 13,250	265,736	612,662
Employee benefit programs	2,302,843	8,564	* 261	3,488	* 134	0	4,681	12,956
Insurance	14,947,353	286,516	18,857	122,192	28,928	* 1,500	115,038	110,549
Legal and professional services	7,792,043	62,518	6,154	9,851	14,042	* 2,608	29,863	60,606
Meals and entertainment deducted	6,050,928	30,825	2,385	6,914	10,950	* 319	10,257	24,826
Mortgage interest	3,493,736	57,503	* 7,892	16,405	* 3,368	* 1,932	27,905	22,975
Other interest paid on business indebtedness	4,911,372	110,465	3,314	40,888	18,604	* 30	47,628	74,875
Office expenses	10,282,730	29,751	2,749	8,632	3,764	* 491	14,116	33,172
Pension and profit-sharing plans	1,181,625	2,437	0	1,518	0	0	919	2,532
Rent paid on machinery and equipment	7,211,095	102,737	* 4,144	47,166	17,879	* 3	33,545	22,442
Rent paid on other business property	25,186,283	86,920	6,650	14,024	19,550	* 17,484	29,212	33,414
Repairs	11,481,853	448,034	14,289	239,714	62,732	* 6,306	124,994	158,694
Supplies	24,197,292	326,266	26,486	52,271	82,243	* 3,116	162,150	77,627
Salaries and wages	62,983,026	1,137,287	* 11,198	297,964	* 9,947	* 21,441	796,737	274,828
Taxes paid	13,684,297	219,432	6,290	54,112	28,837	* 7,032	123,160	212,765
Travel	9,736,826	73,634	4,235	9,803	25,766	* 517	33,313	36,054
Utilities	18,153,001	132,093	14,991	30,565	18,446	* 3,504	64,588	78,948
Other business deductions	78,209,792	1,732,854	189,724	684,184	347,894	* 23,615	487,437	2,124,124
Home office business deductions, total	8,392,388	39,784	* 6,659	3,741	11,329	0	18,056	13,917
Depreciation, Form 8829 [3]	973,642	2,841	* 360	365	* 1,657	0	459	1,047
Casualty loss, Form 8829 [3]	60,917	* 48	* 48	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	142,436	* 642	* 642	0	0	0	0	* 97
Net income [1,2]	335,098,968	2,633,207	181,712	583,592	717,764	60,262	1,089,877	2,811,035
Returns with Schedule C-EZ:								
Number of returns	4,399,494	42,647	2,064	8,087	8,802	* 3,474	20,221	21,951
Business receipts	31,215,207	210,792	4,341	28,191	45,128	* 13,187	119,945	139,542
Business deductions	3,679,945	28,297	* 634	* 5,907	* 6,791	* 1,845	13,119	25,101
Net income	27,535,262	182,495	* 3,706	22,284	38,336	* 11,342	106,826	114,441

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Mining—continued					Utilities	Construction
	Oil and gas extraction	Coal mining	Metal ore mining	Nonmetallic mineral mining and quarrying	Support activities for mining	Total	Total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	104,284	408	* 1,028	3,487	17,371	10,131	2,931,110
Business receipts, total [1]	9,632,432	71,712	* 1,432	920,554	1,908,136	565,214	230,835,068
Income from sales and operations [1]	9,178,734	71,402	* 1,432	919,044	1,825,759	563,140	229,219,635
Other business income	453,698	* 310	0	1,510	82,377	2,075	1,615,433
Business deductions, total [1,2]	8,516,518	66,633	* 4,558	861,486	1,464,487	523,669	195,237,842
Cost of sales and operations, total	1,805,302	* 4,370	* 763	458,961	519,317	222,384	99,315,888
Inventory, beginning of year	49,695	* 82	0	* 16,036	* 6,064	* 447	7,901,962
Cost of labor	138,803	0	* 489	59,366	* 16,096	* 33,033	17,647,456
Purchases	464,114	* 3,935	0	303,065	390,202	* 46,990	30,031,679
Materials and supplies	44,349	0	* 148	* 19,210	34,212	* 33,557	33,173,579
Other costs	1,154,557	* 430	* 127	76,472	83,780	* 109,734	19,335,209
Inventory, end of year	46,216	* 77	0	* 15,187	* 11,037	* 1,379	8,773,996
Advertising expenses	5,355	* 46	0	7,538	2,026	1,857	1,264,898
Car and truck expenses	168,215	* 219	* 611	22,086	136,143	39,667	15,584,086
Commissions	27,960	* 35	0	* 2,614	* 334	* 2,183	752,630
Contract labor	89,808	* 18	0	* 1,125	44,869	62,070	15,287,410
Depletion	852,693	* 961	* 130	17,708	1,619	* 3,371	60,823
Depreciation	692,659	* 2,431	* 465	89,594	146,051	42,091	7,264,279
Employee benefit programs	12,290	* 1,730	0	* 2,033	7,090	* 50	367,121
Insurance	75,443	* 4,411	* 137	16,859	46,031	13,103	4,366,712
Legal and professional services	89,416	716	* 9	3,095	9,508	3,264	1,069,848
Meals and entertainment deducted	15,404	* 4	* 5	805	13,114	2,520	697,176
Mortgage interest	22,654	* 67	0	* 8,274	* 3,783	* 333	971,130
Other interest paid on business indebtedness	111,003	* 1,354	0	28,174	16,161	* 2,564	1,258,704
Office expenses	33,310	* 279	* 15	4,183	8,353	2,978	1,203,860
Pension and profit-sharing plans	2,594	* 131	0	* 80	* 308	* 11	73,774
Rent paid on machinery and equipment	16,421	* 178	* 6	12,879	10,113	3,422	1,430,225
Rent paid on other business property	34,410	* 52	* 64	* 1,377	10,522	* 1,251	1,605,321
Repairs	123,203	* 3,700	* 48	35,415	43,056	10,413	2,066,517
Supplies	67,450	* 7,808	* 12	4,021	36,669	13,945	8,118,260
Salaries and wages	155,525	* 22,837	* 364	39,097	188,688	* 14,997	10,598,430
Taxes paid	252,232	* 3,134	* 171	14,910	25,285	4,438	2,294,429
Travel	34,150	* 3	* 17	* 1,010	18,016	6,971	981,857
Utilities	62,236	* 241	* 26	13,863	18,592	3,908	2,593,852
Other business deductions	3,742,497	11,906	* 1,717	75,659	141,981	60,058	14,317,657
Home office business deductions, total	12,501	0	0	* 124	* 3,545	* 1,020	1,320,751
Depreciation, Form 8829 [3]	1,125	0	0	* 56	* 202	* 935	141,652
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	23,190
Excess—casualty depreciations, Form 8829 [3]	1,540	0	0	* 2	0	* 932	85,376
Net income less deficit [1,2]	1,119,626	5,079	* -3,125	59,401	443,634	39,999	35,667,000
Net income [1,2]	2,216,323	* 5,864	0	97,838	491,010	100,720	41,318,313
Deficit [2]	-1,096,697	* -785	* -3,125	-38,436	-47,376	-60,722	-5,651,313

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Mining—continued					Utilities	Construction
	Oil and gas extraction	Coal mining	Metal ore mining	Nonmetallic mineral mining and quarrying	Support activities for mining	Total	Total
	(9)	(10)	(11)	(12)	(13)	(14)	(15)
BUSINESSES WITH NET INCOME							
Number of returns [1]	78,895	* 261	0	2,130	13,826	8,067	2,434,150
Business receipts, total [1]	7,545,881	* 62,270	0	777,948	1,509,078	406,924	200,697,261
Income from sales and operations [1]	7,215,533	* 62,178	0	777,856	1,432,131	404,903	199,409,333
Other business income	330,349	* 92	0	* 92	76,946	* 2,021	1,287,928
Business deductions, total [1,2]	5,330,641	* 56,405	0	680,110	1,018,067	306,234	159,383,836
Cost of sales and operations, total	1,226,673	* 4,370	0	415,201	329,812	* 115,884	81,910,491
Inventory, beginning of year	33,330	* 82	0	* 3,630	* 5,433	* 447	3,885,876
Cost of labor	130,446	0	0	* 48,148	* 13,349	0	15,222,461
Purchases	335,839	* 3,935	0	* 287,064	* 221,908	* 44,365	24,371,648
Materials and supplies	36,879	0	0	* 14,316	* 24,481	* 2,523	28,268,445
Other costs	717,077	* 430	0	* 65,989	73,732	* 68,996	14,740,831
Inventory, end of year	26,898	* 77	0	* 3,944	* 9,091	* 447	4,578,770
Advertising expenses	3,886	* 46	0	* 6,218	1,716	* 1,466	1,000,554
Car and truck expenses	140,862	* 171	0	* 21,189	118,632	33,073	12,866,040
Commissions	25,340	* 35	0	* 2,566	* 172	* 2,183	563,724
Contract labor	78,485	* 18	0	* 448	34,451	* 55,718	13,251,362
Depletion	651,735	0	0	8,769	* 1,415	* 3,371	56,796
Depreciation	444,745	* 1,716	0	66,580	99,621	16,189	5,589,410
Employee benefit programs	5,647	* 1,730	0	* 1,392	4,187	* 3	273,735
Insurance	58,301	* 4,411	0	11,016	36,821	* 4,769	3,578,133
Legal and professional services	51,803	* 616	0	1,513	6,674	* 697	789,754
Meals and entertainment deducted	12,038	* 3	0	* 619	12,166	* 1,769	576,054
Mortgage interest	15,071	* 67	0	* 4,468	* 3,370	* 333	481,291
Other interest paid on business indebtedness	52,277	* 153	0	* 13,465	8,980	* 110	833,239
Office expenses	24,563	* 66	0	2,188	6,356	* 1,500	930,453
Pension and profit-sharing plans	2,018	* 131	0	* 75	* 308	* 5	63,753
Rent paid on machinery and equipment	14,436	* 178	0	* 2,270	5,558	* 2,316	1,111,543
Rent paid on other business property	24,558	* 52	0	* 940	7,865	* 105	1,211,961
Repairs	111,073	* 3,700	0	20,711	23,209	* 5,138	1,612,211
Supplies	49,378	* 7,808	0	* 2,469	17,972	12,387	6,715,431
Salaries and wages	98,276	* 22,837	0	* 27,989	125,726	* 9,996	8,654,849
Taxes paid	180,730	* 2,630	0	10,671	18,735	* 3,846	1,839,370
Travel	18,805	* 1	0	* 653	16,594	* 2,136	791,165
Utilities	53,769	* 241	0	8,860	16,078	2,986	2,051,584
Other business deductions	1,964,133	* 5,425	0	49,735	104,831	25,224	11,183,919
Home office business deductions, total	10,265	0	0	* 106	* 3,545	* 230	1,077,913
Depreciation, Form 8829 [3]	791	0	0	* 54	* 202	* 3	109,495
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	20,589
Excess—casualty depreciations, Form 8829 [3]	* 97	0	0	0	0	0	22,768
Net income [1,2]	2,216,323	* 5,864	0	97,838	491,010	100,720	41,318,313
Returns with Schedule C-EZ:							
Number of returns	17,284	0	0	* 300	4,367	* 3,983	470,797
Business receipts	66,658	0	0	* 33,350	39,533	* 21,891	3,626,865
Business deductions	11,789	0	0	0	* 13,312	* 4,802	372,204

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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	Apparel
	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	423,433	83,005	77,303	2,347,369	362,390	44,984	7,690	28,809
Business receipts, total [1]	50,209,133	10,828,766	10,069,553	159,727,616	29,248,316	3,864,513	407,370	1,287,983
Income from sales and operations [1]	49,945,594	10,738,066	9,954,323	158,581,651	29,063,321	3,836,267	407,264	1,280,405
Other business income	263,539	90,700	115,230	1,145,964	184,994	28,246	* 106	7,578
Business deductions, total [1,2]	44,432,292	9,669,315	9,244,020	131,892,215	26,230,644	3,791,997	423,076	1,205,864
Cost of sales and operations, total	28,259,449	6,205,627	5,252,838	59,597,975	14,167,143	2,438,758	210,860	568,938
Inventory, beginning of year	4,331,173	218,026	1,648,010	1,704,753	1,608,491	314,741	* 31,946	88,221
Cost of labor	3,828,925	868,808	382,226	12,567,497	1,630,818	75,453	* 37,258	128,189
Purchases	7,764,105	1,567,259	2,015,934	18,684,381	7,778,254	1,743,801	* 111,234	302,383
Materials and supplies	9,320,768	1,660,525	1,349,615	20,842,672	3,090,152	500,931	* 20,884	31,569
Other costs	7,741,160	2,208,738	1,867,848	7,517,462	1,869,448	201,463	* 22,702	112,644
Inventory, end of year	4,726,681	317,728	2,010,795	1,718,791	1,810,019	397,630	* 13,163	94,068
Advertising expenses	210,353	35,210	62,625	956,710	284,439	41,200	6,160	31,574
Car and truck expenses	2,230,060	471,064	354,330	12,528,632	1,024,633	98,146	28,038	54,902
Commissions	149,109	37,659	68,054	497,809	162,571	15,928	* 6,479	4,351
Contract labor	2,995,191	520,982	324,941	11,446,296	466,746	16,523	* 4,116	45,522
Depletion	* 3,448	* 143	* 614	56,617	596	* 75	0	0
Depreciation	1,007,430	255,248	549,950	5,451,651	1,190,925	112,301	15,185	35,421
Employee benefit programs	34,448	18,674	10,921	303,078	104,160	7,387	* 2,185	* 7,312
Insurance	740,853	185,893	182,539	3,257,428	368,060	36,438	9,027	9,941
Legal and professional services	247,801	52,855	102,099	667,094	194,980	25,397	5,347	6,440
Meals and entertainment deducted	97,814	29,983	40,996	528,383	88,754	6,548	729	8,688
Mortgage interest	337,541	49,825	161,448	422,316	157,726	15,577	* 67	* 4
Other interest paid on business indebtedness	300,892	72,656	150,002	735,155	224,517	39,571	* 3,495	4,696
Office expenses	174,419	50,731	57,056	921,653	245,077	26,964	2,071	16,096
Pension and profit-sharing plans	8,355	3,431	5,409	56,579	16,626	541	* 2,452	* 79
Rent paid on machinery and equipment	204,865	103,428	82,850	1,039,082	168,357	25,687	* 3,174	4,904
Rent paid on other business property	227,167	63,135	43,512	1,271,506	961,775	85,316	15,815	63,083
Repairs	248,086	77,705	196,884	1,543,841	356,471	55,296	3,808	9,236
Supplies	1,491,610	204,805	163,288	6,258,557	772,723	76,295	7,349	35,600
Salaries and wages	1,485,090	430,576	395,965	8,286,798	2,016,732	287,887	* 33,131	61,269
Taxes paid	361,982	107,942	138,152	1,686,352	440,895	69,053	8,596	16,398
Travel	92,207	53,380	79,372	756,899	199,949	19,848	2,251	15,202
Utilities	405,861	122,461	100,261	1,965,270	645,839	83,757	18,113	35,388
Other business deductions	2,833,914	478,331	682,618	10,322,794	1,718,256	194,654	30,087	140,461
Home office business deductions, total	221,462	30,844	28,541	1,039,904	208,248	* 3,642	* 734	23,315
Depreciation, Form 8829 [3]	23,771	4,622	1,929	111,330	22,810	* 265	* 731	* 3,844
Casualty loss, Form 8829 [3]	* 6,026	* 2,589	* 1,734	12,842	* 7,152	0	0	0
Excess—casualty depreciations, Form 8829 [3]	7,807	* 126	910	76,533	20,111	* 371	0	* 2,248
Net income less deficit [1,2]	5,823,813	1,160,688	827,809	27,854,691	3,031,757	73,829	-15,707	86,798
Net income [1,2]	7,219,827	1,428,246	1,516,443	31,153,797	4,461,145	344,521	45,094	222,020
Deficit [2]	-1,396,014	-267,558	-688,634	-3,299,106	-1,429,387	-270,692	-60,800	-135,222

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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	Apparel
	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)
BUSINESSES WITH NET INCOME								
Number of returns [1]	353,370	68,416	53,045	1,959,319	217,718	27,381	5,050	16,445
Business receipts, total [1]	41,215,012	9,120,021	7,152,437	143,209,791	23,656,129	3,153,371	352,856	1,071,138
Income from sales and operations [1]	41,010,110	9,044,825	7,118,071	142,236,327	23,536,337	3,134,316	352,856	1,063,793
Other business income	204,902	75,196	34,366	973,464	119,792	19,055	0	* 7,344
Business deductions, total [1,2]	33,999,954	7,691,775	5,636,404	112,055,703	19,195,250	2,809,103	307,763	849,118
Cost of sales and operations, total	21,781,202	5,093,127	3,026,982	52,009,181	10,913,050	1,973,522	* 144,625	462,854
Inventory, beginning of year	2,231,006	95,754	515,057	1,044,059	923,060	168,743	* 3,871	59,814
Cost of labor	3,293,848	790,635	222,834	10,915,144	1,237,498	40,589	* 32,333	* 127,940
Purchases	5,479,795	1,086,451	1,080,980	16,724,423	5,977,782	1,447,159	* 82,402	230,409
Materials and supplies	7,577,583	1,523,473	910,378	18,257,011	2,432,074	415,299	* 16,912	17,632
Other costs	5,640,778	1,785,685	1,061,847	6,252,521	1,373,427	111,436	* 18,977	* 97,008
Inventory, end of year	2,441,808	188,871	764,114	1,183,976	1,030,790	209,705	* 9,871	69,949
Advertising expenses	152,056	31,664	35,952	780,883	159,893	11,943	* 4,982	3,388
Car and truck expenses	1,817,715	374,176	241,800	10,432,349	689,316	60,723	* 25,072	43,634
Commissions	107,470	* 16,698	55,039	384,518	90,053	9,525	* 3,838	4,212
Contract labor	2,411,544	415,481	259,314	10,165,022	319,361	13,077	* 2,174	* 2,287
Depletion	* 30	* 143	* 550	56,073	460	0	0	0
Depreciation	795,761	193,134	365,257	4,235,259	772,801	58,068	* 12,642	12,916
Employee benefit programs	21,073	14,784	5,670	232,208	85,275	4,696	* 2,185	* 7,170
Insurance	590,659	128,183	132,230	2,727,060	268,714	26,078	* 8,126	8,535
Legal and professional services	148,592	37,359	51,178	552,624	112,964	15,789	* 4,373	4,194
Meals and entertainment deducted	77,452	25,186	30,867	442,549	57,382	3,215	* 294	3,982
Mortgage interest	130,725	39,094	39,988	271,483	96,198	9,146	* 67	0
Other interest paid on business indebtedness	174,904	43,857	73,553	540,926	143,867	18,634	* 2,812	* 4,522
Office expenses	141,973	41,133	33,795	713,552	151,454	9,357	* 1,403	12,942
Pension and profit-sharing plans	7,097	3,208	3,577	49,870	14,697	* 447	* 2,448	* 62
Rent paid on machinery and equipment	130,280	55,383	67,420	858,460	127,619	12,323	* 2,508	* 4,878
Rent paid on other business property	171,112	37,623	26,525	976,700	665,372	61,389	* 11,138	49,121
Repairs	208,905	55,458	129,504	1,218,345	279,556	42,798	* 3,394	8,833
Supplies	1,144,919	140,277	139,725	5,290,511	560,645	32,043	* 5,745	25,763
Salaries and wages	1,086,613	346,370	278,641	6,943,226	1,533,443	209,012	* 22,748	58,851
Taxes paid	253,925	86,390	89,049	1,410,006	341,704	56,646	* 5,707	13,298
Travel	77,689	43,912	47,889	621,675	112,427	5,144	* 521	7,742
Utilities	319,355	71,194	61,058	1,599,977	440,687	61,804	* 15,057	27,650
Other business deductions	2,003,301	361,450	406,919	8,412,248	1,082,614	101,669	* 21,365	59,184
Home office business deductions, total	183,313	29,764	25,167	839,669	137,344	* 2,847	* 734	* 16,055
Depreciation, Form 8829 [3]	17,522	4,502	1,668	85,802	17,076	* 163	* 731	* 3,020
Casualty loss, Form 8829 [3]	* 6,022	* 2,589	* 1,734	* 10,244	* 3,319	0	0	0
Excess—casualty depreciations, Form 8829 [3]	1,918	* 7	0	20,843	* 2,091	0	0	0
Net income [1,2]	7,219,827	1,428,246	1,516,443	31,153,797	4,461,145	344,521	45,094	222,020
Returns with Schedule C-EZ:								
Number of returns	65,277	11,533	12,210	381,777	47,827	11,318	* 1,291	* 4,270
Business receipts	535,954	100,852	108,616	2,881,443	314,749	79,244	* 5,451	* 25,674
Business deductions	62,885	* 6,727	8,756	293,836	44,446	* 9,207	* 3,806	* 7,045
Net income	473,069	94,125	99,859	2,587,607	270,303	70,037	* 1,645	* 18,629

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Manufacturing—continued							
	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, refractory, and glass products	Nonmetallic mineral products
	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	* 3,084	35,852	* 1,060	34,903	390	8,802	15,217	4,392
Business receipts, total [1]	* 46,456	2,692,662	* 47,083	2,704,692	38,627	591,406	781,386	769,424
Income from sales and operations [1]	* 39,488	2,661,310	* 47,083	2,700,456	36,652	586,424	780,630	766,528
Other business income	* 6,968	31,352	0	4,236	* 1,975	4,983	* 755	* 2,896
Business deductions, total [1,2]	* 32,513	2,423,114	* 50,246	2,384,531	39,923	539,768	676,816	702,713
Cost of sales and operations, total	* 21,382	1,357,141	* 34,729	1,113,429	* 27,221	206,167	312,945	378,633
Inventory, beginning of year	* 32,864	195,590	* 2,019	46,738	* 10,269	20,580	33,191	* 21,120
Cost of labor	0	165,123	0	88,093	* 1,119	* 11,521	* 27,806	* 20,255
Purchases	* 23,616	714,850	* 32,302	610,523	* 11,504	* 104,062	217,651	* 193,890
Materials and supplies	0	283,143	0	222,964	* 210	39,380	67,293	119,185
Other costs	0	195,205	* 2,713	186,068	* 4,120	54,921	* 7,369	* 51,704
Inventory, end of year	* 35,098	196,770	* 2,305	40,957	0	24,297	40,364	* 27,521
Advertising expenses	* 2,140	14,580	* 1	51,475	* 28	4,143	8,130	5,969
Car and truck expenses	* 618	86,669	* 1,187	91,297	* 49	17,780	44,957	14,626
Commissions	0	6,951	0	12,951	* 89	* 4,071	* 929	* 102
Contract labor	0	32,772	* 4	19,896	* 1,237	* 11,443	35,201	* 6,144
Depletion	0	* 22	0	0	* 147	* 13	0	* [4]
Depreciation	* 364	145,663	* 611	112,611	* 3,153	19,488	10,401	37,461
Employee benefit programs	* 1	15,852	0	9,076	* 165	* 4,990	* 1,982	* 3,051
Insurance	* 374	27,132	* 1,330	26,289	* 1,373	12,481	20,213	17,407
Legal and professional services	* 2	13,884	* 314	17,256	* 333	7,188	3,225	6,585
Meals and entertainment deducted	* 40	3,387	* 130	7,790	* 22	2,510	4,785	1,876
Mortgage interest	* 9	15,921	* 1,089	* 16,747	* 66	* 12,812	* 2,522	* 3,326
Other interest paid on business indebtedness	0	21,151	0	33,176	* 2,340	3,585	* 4,742	4,084
Office expenses	* 39	23,156	* 289	36,496	* 283	12,163	4,477	6,654
Pension and profit-sharing plans	0	* 1,435	0	* 1,810	0	* 359	* 271	* 341
Rent paid on machinery and equipment	0	25,703	* 518	16,086	0	2,354	* 3,215	* 2,944
Rent paid on other business property	* 21	48,184	* 341	154,754	* 2	11,265	52,301	* 9,697
Repairs	* 7	56,131	* 358	27,451	* 83	7,905	8,316	14,604
Supplies	* 354	51,705	* 2	80,809	* 6	11,792	23,107	18,331
Salaries and wages	* 5,067	190,710	* 4,460	234,967	* 1,023	91,782	49,108	86,023
Taxes paid	* 4	32,655	* 397	51,725	* 68	8,320	10,738	13,441
Travel	* 184	9,272	* 284	11,393	* 80	6,117	5,904	5,439
Utilities	* 218	44,754	* 331	93,661	* 240	34,866	16,492	8,015
Other business deductions	* 1,550	160,619	* 995	151,805	1,729	40,406	43,090	55,834
Home office business deductions, total	* 137	33,372	* 2,875	10,292	0	* 2,581	* 9,307	* 2,128
Depreciation, Form 8829 [3]	* 81	* 3,236	0	* 1,491	0	* 332	* 671	* 310
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	0	* 1,123	0	* 654	0	* 29	* 2,216	0
Net income less deficit [1,2]	* 13,944	269,548	* -3,163	321,191	-1,296	51,638	104,589	66,711
Net income [1,2]	* 18,916	356,670	* 2,538	440,485	2,612	93,378	137,825	102,711
Deficit [2]	* -4,973	-87,121	* -5,701	-119,294	* -3,908	-41,740	-33,237	-36,001

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Manufacturing—continued							
	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, refractory, and glass products	Nonmetallic mineral products
	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH NET INCOME								
Number of returns [1]	* 3,001	22,680	* 55	22,192	349	4,420	8,402	3,328
Business receipts, total [1]	* 20,120	2,373,021	* 2,565	2,047,637	16,857	392,804	544,246	694,533
Income from sales and operations [1]	* 13,437	2,356,878	* 2,565	2,046,142	16,392	388,520	544,105	691,748
Other business income	* 6,682	16,143	0	1,495	* 465	4,284	* 140	* 2,785
Business deductions, total [1,2]	* 1,203	2,016,351	* 27	1,607,152	14,245	299,426	406,420	591,821
Cost of sales and operations, total	0	1,177,976	* 15	727,142	* 12,445	120,075	161,888	351,319
Inventory, beginning of year	0	117,861	0	25,052	0	* 3,440	25,364	* 20,755
Cost of labor	0	149,414	0	* 68,900	0	* 11,521	* 5,685	* 15,932
Purchases	0	585,636	* 15	399,291	* 10,644	* 40,107	* 97,807	* 187,366
Materials and supplies	0	252,693	0	170,945	0	* 38,922	* 54,283	* 107,000
Other costs	0	175,399	0	85,128	* 1,801	* 29,583	* 3,649	* 44,033
Inventory, end of year	0	103,026	0	22,173	0	* 3,498	* 24,900	* 23,767
Advertising expenses	0	11,538	0	34,549	* 9	* 2,520	2,950	5,238
Car and truck expenses	* 340	65,754	* 9	50,856	* 40	12,817	20,804	* 14,122
Commissions	0	* 6,645	0	8,768	* 89	* 4,008	* 373	* 86
Contract labor	0	* 27,058	0	17,003	0	* 1,127	* 33,629	* 5,049
Depletion	0	* 21	0	0	* 146	* 13	0	0
Depreciation	0	102,371	0	74,642	* 166	10,660	6,321	21,988
Employee benefit programs	0	15,382	0	6,204	0	* 4,905	* 1,902	* 2,188
Insurance	0	23,136	0	18,734	* 21	8,565	18,157	* 16,009
Legal and professional services	0	10,779	0	7,772	* 252	3,184	2,090	4,630
Meals and entertainment deducted	* 17	2,214	0	5,324	* 2	1,507	* 2,506	* 1,818
Mortgage interest	0	* 9,264	0	* 15,107	* 66	* 5,950	0	* 1,188
Other interest paid on business indebtedness	0	10,317	0	16,334	0	* 2,585	* 4,417	* 3,137
Office expenses	0	9,480	0	24,261	* 16	5,963	* 2,689	6,040
Pension and profit-sharing plans	0	* 1,423	0	* 1,806	0	* 359	* 257	0
Rent paid on machinery and equipment	0	21,403	0	15,333	0	* 1,460	* 3,208	* 2,747
Rent paid on other business property	0	38,423	0	112,212	0	* 5,971	* 33,722	* 4,484
Repairs	0	47,818	0	19,920	* 1	4,994	* 2,960	* 8,430
Supplies	0	42,426	0	68,880	* 1	* 9,149	17,100	* 10,116
Salaries and wages	0	172,814	0	179,082	* 50	* 52,418	* 37,739	* 76,299
Taxes paid	0	27,837	* 2	34,116	* 9	4,426	* 6,420	10,861
Travel	* 70	4,643	0	5,672	* 9	2,603	* 3,113	* 5,347
Utilities	* 42	37,223	0	56,313	* 43	8,551	11,820	5,818
Other business deductions	* 597	122,237	0	98,058	855	23,045	23,757	32,782
Home office business deductions, total	* 137	* 23,878	0	7,773	0	* 2,566	* 8,140	* 2,128
Depreciation, Form 8829 [3]	* 81	* 2,783	0	* 837	0	* 331	* 250	* 310
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	0	0	0	0	0	* 27	0	0
Net income [1,2]	* 18,916	356,670	* 2,538	440,485	2,612	93,378	137,825	102,711
Returns with Schedule C-EZ:								
Number of returns	* 999	* 1,742	* 6	* 2,938	* 47	* 1,027	* 1,999	* 1,285
Business receipts	* 9,694	* 17,640	* 1,620	* 27,297	* 1,347	* 3,292	* 2,319	* 22,271
Business deductions	0	* 4,293	0	* 1,290	* 186	* 3,185	* 458	0
Net income	* 9,694	* 13,347	* 1,620	* 26,008	* 1,161	* 107	* 1,862	* 22,271

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Manufacturing—continued						
	Primary metal industries	Fabricated metal products	Machinery	Computer and electronic products	Electrical equipment, appliances, and components	Transportation equipment	Furniture and related products
	(32)	(33)	(34)	(35)	(36)	(37)	(38)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	5,141	28,120	24,113	9,846	7,097	8,630	22,074
Business receipts, total [1]	642,314	4,070,630	3,299,982	165,642	633,672	952,524	2,028,453
Income from sales and operations [1]	642,310	4,057,557	3,248,288	160,016	630,844	949,273	2,026,432
Other business income	* 4	13,074	51,695	* 5,626	2,828	* 3,251	2,020
Business deductions, total [1,2]	509,219	3,589,536	2,794,708	161,304	560,724	948,445	1,654,089
Cost of sales and operations, total	* 264,369	1,938,506	1,421,910	41,047	375,975	564,336	812,680
Inventory, beginning of year	* 3,948	132,914	81,479	* 48,537	41,428	104,112	111,081
Cost of labor	* 69,472	348,514	179,582	* 2,669	* 10,395	* 144,073	108,654
Purchases	* 86,873	771,167	632,101	* 33,049	259,911	347,762	447,852
Materials and supplies	* 60,687	551,147	383,416	* 2,145	* 106,687	* 43,663	136,358
Other costs	* 47,317	298,621	243,381	* 1,658	* 4,164	47,348	120,775
Inventory, end of year	* 3,929	163,857	98,049	* 47,010	46,612	122,622	112,039
Advertising expenses	* 1,215	22,666	12,777	5,031	3,856	6,624	16,128
Car and truck expenses	* 6,621	138,921	111,254	25,900	10,194	63,285	78,094
Commissions	* 3,319	38,196	10,272	* 34	* 2,646	* 364	18,795
Contract labor	* 623	70,294	89,362	* 5,110	* 5,782	* 12,918	60,215
Depletion	0	* 22	* 37	0	0	* 187	* 93
Depreciation	48,738	204,443	221,857	8,582	4,018	17,939	60,917
Employee benefit programs	* 715	16,992	8,369	* 63	* 2,459	* 1,471	* 2,581
Insurance	* 18,837	58,981	49,577	* 861	7,073	7,196	26,022
Legal and professional services	* 2,090	30,047	12,187	* 469	2,134	5,791	15,979
Meals and entertainment deducted	* 1,541	10,444	10,577	3,713	2,486	4,684	6,009
Mortgage interest	0	19,768	23,557	* 555	* 1,280	* 15,509	10,167
Other interest paid on business indebtedness	* 12,840	25,321	20,816	* 57	2,211	3,473	10,206
Office expenses	* 3,284	28,397	19,480	2,033	2,859	1,234	10,446
Pension and profit-sharing plans	0	3,225	* 4,107	0	* 392	* 465	* 451
Rent paid on machinery and equipment	* 749	26,072	6,415	0	* 6,536	* 15,357	8,524
Rent paid on other business property	* 29,924	148,710	95,576	* 3,430	9,013	45,949	81,827
Repairs	* 8,302	45,310	42,763	* 1,642	1,468	22,050	16,214
Supplies	* 2,779	74,725	131,565	4,244	1,852	40,677	101,201
Salaries and wages	* 45,550	268,372	188,560	* 2,436	61,959	39,540	124,835
Taxes paid	* 7,478	67,425	42,684	1,533	4,271	6,659	28,161
Travel	* 305	26,236	19,849	* 2,000	6,215	10,612	10,555
Utilities	14,498	82,724	74,551	5,606	6,536	18,879	30,226
Other business deductions	35,172	229,653	159,868	42,094	22,958	42,334	106,653
Home office business deductions, total	0	* 14,002	15,641	* 4,862	* 16,168	* 911	* 17,109
Depreciation, Form 8829 [3]	0	* 33	* 1,712	* 1,297	* 381	* 226	* 1,767
Casualty loss, Form 8829 [3]	0	* 3,319	* 3,833	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	0	* 84	* 5,242	* 198	* 381	* 1,261	* 270
Net income less deficit [1,2]	133,096	481,095	506,170	4,338	74,534	4,100	374,546
Net income [1,2]	136,912	599,544	537,083	49,378	99,764	98,655	421,499
Deficit [2]	* -3,816	-118,449	-30,913	-45,040	-25,230	-94,555	-46,954

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Manufacturing—continued						
	Primary metal industries	Fabricated metal products	Machinery	Computer and electronic products	Electrical equipment, appliances, and components	Transportation equipment	Furniture and related products
	(32)	(33)	(34)	(35)	(36)	(37)	(38)
BUSINESSES WITH NET INCOME							
Number of returns [1]	3,849	20,513	18,467	3,768	5,491	3,603	15,754
Business receipts, total [1]	641,736	3,188,039	2,832,280	155,431	418,018	864,534	1,788,714
Income from sales and operations [1]	641,732	3,183,314	2,798,325	149,808	415,344	864,454	1,788,080
Other business income	* 4	4,725	33,955	* 5,624	* 2,674	* 80	* 634
Business deductions, total [1,2]	504,824	2,588,495	2,295,197	106,053	318,254	765,879	1,367,215
Cost of sales and operations, total	* 264,369	1,528,440	1,269,835	* 37,630	243,796	505,326	621,997
Inventory, beginning of year	* 3,948	92,607	73,811	* 3,269	* 33,728	* 42,401	83,331
Cost of labor	* 69,472	192,698	170,524	* 2,601	* 10,062	* 128,916	70,593
Purchases	* 86,873	609,646	532,732	* 32,713	* 127,917	* 325,755	384,406
Materials and supplies	* 60,687	492,621	356,830	* 47	* 106,648	* 34,720	109,573
Other costs	* 47,317	246,496	224,547	* 1,657	* 3,276	* 16,338	62,797
Inventory, end of year	* 3,929	105,627	88,608	* 2,657	* 37,835	* 42,805	88,703
Advertising expenses	* 1,159	19,905	10,968	* 3,146	* 451	* 3,695	13,511
Car and truck expenses	* 6,621	104,469	87,255	* 10,184	* 5,886	31,454	68,179
Commissions	* 3,319	12,405	* 10,220	0	* 127	* 339	7,257
Contract labor	* 623	59,786	40,787	* 115	* 3,630	* 10,735	59,868
Depletion	0	0	0	0	0	* 187	* 93
Depreciation	* 48,142	105,345	161,553	* 963	2,726	11,463	55,060
Employee benefit programs	* 715	13,045	8,289	* 28	* 41	* 1,266	* 2,386
Insurance	* 18,666	33,068	32,147	* 834	* 3,427	6,551	23,344
Legal and professional services	* 2,085	10,323	10,249	* 311	1,396	2,934	9,961
Meals and entertainment deducted	* 1,541	7,530	8,298	* 734	2,214	2,025	5,559
Mortgage interest	0	6,816	* 19,583	* 20	* 1,280	* 13,765	* 6,479
Other interest paid on business indebtedness	* 12,840	16,999	18,710	* 57	* 1,666	* 3,015	8,017
Office expenses	* 2,690	23,775	13,984	* 603	* 1,837	* 995	7,800
Pension and profit-sharing plans	0	2,470	* 3,963	0	* 392	* 186	* 451
Rent paid on machinery and equipment	* 749	18,493	5,961	0	* 1,192	* 15,353	8,507
Rent paid on other business property	* 29,780	90,801	54,983	* 3,295	* 6,814	29,812	73,380
Repairs	* 8,302	39,357	30,988	* 395	* 232	21,115	12,637
Supplies	* 2,118	52,079	99,406	* 1,843	* 217	22,383	99,722
Salaries and wages	* 45,550	186,683	169,329	* 1,565	* 19,356	* 29,011	116,320
Taxes paid	* 7,438	50,272	35,755	* 583	* 2,196	5,858	26,473
Travel	* 305	12,970	17,970	* 828	4,896	3,220	8,458
Utilities	* 13,504	52,861	60,007	* 2,644	2,759	14,687	22,890
Other business deductions	* 34,037	127,719	108,626	* 35,556	11,246	29,904	93,394
Home office business deductions, total	0	* 12,800	* 15,237	* 4,719	* 93	* 602	* 15,471
Depreciation, Form 8829 [3]	0	* 5	* 1,691	* 1,198	0	0	* 1,497
Casualty loss, Form 8829 [3]	0	* 3,319	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	0	0	* 435	0	0	0	0
Net income [1,2]	136,912	599,544	537,083	49,378	99,764	98,655	421,499
Returns with Schedule C-EZ:							
Number of returns	* 937	* 1,772	* 1,661	* 1,027	* 3,026	* 1,139	* 654
Business receipts	* 1,552	* 6,948	* 4,639	* 2,246	* 22,324	* 12,595	* 8,630
Business deductions	* 271	* 83	* 1,095	0	* 386	0	0
Net income	* 1,281	* 6,865	* 3,544	* 2,246	* 21,938	* 12,595	* 8,630

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item			Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, wood, metals, etc.	Nondurable goods, including food, fiber, chemicals, etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	11,759	60,426	340,373	153,562	114,362	72,449	2,436,291	145,975
Business receipts, total [1]	885,652	3,337,846	50,447,175	22,090,048	21,346,578	7,010,549	198,881,138	41,039,684
Income from sales and operations [1]	884,647	3,321,448	49,977,829	21,791,288	21,293,558	6,892,983	196,490,502	40,708,048
Other business income	* 1,004	16,398	469,346	298,760	53,020	117,566	2,390,636	331,636
Business deductions, total [1,2]	745,377	2,996,683	45,646,254	20,129,459	19,746,127	5,770,668	189,472,430	39,908,603
Cost of sales and operations, total	353,042	1,725,074	33,807,186	14,579,142	15,223,108	4,004,936	131,967,253	32,559,687
Inventory, beginning of year	* 17,485	270,230	2,871,450	1,804,915	900,797	165,738	22,772,494	5,604,728
Cost of labor	* 826	211,816	414,747	263,534	73,118	78,094	2,524,239	615,727
Purchases	57,766	1,075,958	29,696,134	12,688,326	13,701,088	3,306,721	118,950,289	29,952,015
Materials and supplies	* 240,480	280,011	1,470,244	750,819	450,490	268,934	6,265,212	1,304,603
Other costs	* 58,955	208,319	2,618,914	1,082,351	1,160,836	375,727	4,867,592	922,169
Inventory, end of year	22,471	321,259	3,264,303	2,010,802	1,063,221	190,279	23,412,573	5,839,555
Advertising expenses	22,669	28,070	352,946	176,696	126,844	49,405	2,397,463	349,139
Car and truck expenses	45,180	106,916	1,434,458	614,197	502,427	317,834	6,137,823	559,476
Commissions	* 24,244	12,851	617,321	320,829	196,296	100,196	1,145,926	229,175
Contract labor	* 33,208	16,377	387,889	164,822	160,302	62,765	1,217,225	200,778
Depletion	0	* [4]	5,470	* 1,543	3,927	0	11,580	* 1,535
Depreciation	12,569	119,206	585,657	327,176	212,979	45,502	2,682,887	370,276
Employee benefit programs	* 1,273	18,237	93,480	28,970	33,296	31,214	267,277	56,035
Insurance	4,676	32,832	286,218	131,647	124,051	30,520	1,573,633	323,560
Legal and professional services	9,451	30,861	213,791	104,503	83,988	25,300	816,576	97,536
Meals and entertainment deducted	4,072	8,722	190,961	86,414	57,662	46,885	421,352	40,688
Mortgage interest	* 3,614	15,136	112,189	42,444	64,222	5,523	947,484	175,813
Other interest paid on business indebtedness	4,534	28,220	312,571	169,000	117,398	26,172	1,169,780	287,097
Office expenses	18,667	29,988	267,375	136,523	80,359	50,493	1,153,338	137,329
Pension and profit-sharing plans	* 68	* 630	18,546	10,936	6,267	1,343	42,387	5,946
Rent paid on machinery and equipment	* 1,245	18,873	180,906	122,407	38,791	19,709	687,456	36,270
Rent paid on other business property	18,383	88,185	721,017	378,813	245,195	97,010	6,140,304	564,151
Repairs	3,859	31,667	242,031	133,036	98,801	10,195	1,283,997	289,379
Supplies	15,556	94,774	558,888	295,739	222,499	40,651	2,809,686	273,985
Salaries and wages	33,589	206,461	1,423,998	685,641	604,999	133,358	8,812,053	1,166,067
Taxes paid	6,631	64,658	329,410	153,420	148,617	27,373	3,002,252	509,128
Travel	18,665	29,539	548,173	244,755	192,683	110,735	1,171,531	94,967
Utilities	15,877	61,104	470,600	222,244	185,371	62,984	3,533,280	365,153
Other business deductions	83,556	174,740	2,240,679	873,111	949,744	417,824	9,081,497	1,167,108
Home office business deductions, total	* 8,001	43,172	219,376	112,180	58,837	48,359	755,401	19,365
Depreciation, Form 8829 [3]	* 903	5,531	33,473	20,985	8,383	4,106	98,359	1,376
Casualty loss, Form 8829 [3]	0	0	* 707	* 707	0	0	23,081	* 303
Excess—casualty depreciations, Form 8829 [3]	* 403	* 5,630	25,299	14,682	7,964	* 2,652	177,459	* 1,752
Net income less deficit [1,2]	140,275	345,524	4,815,862	1,966,219	1,608,303	1,241,340	9,493,005	1,142,983
Net income [1,2]	188,539	563,000	6,009,042	2,492,538	2,094,787	1,421,717	17,883,396	1,998,862
Deficit [2]	-48,265	-217,476	-1,193,180	-526,319	-486,484	-180,377	-8,390,390	-855,879

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item			Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, wood, metals, etc.	Nondurable goods, including food, fiber, chemicals, etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH NET INCOME								
Number of returns [1]	6,889	26,080	225,451	95,727	79,854	49,870	1,267,199	99,584
Business receipts, total [1]	577,383	2,520,847	43,189,528	19,034,920	18,250,589	5,904,019	155,918,883	31,179,343
Income from sales and operations [1]	572,817	2,511,710	42,805,184	18,790,859	18,208,052	5,806,273	154,296,031	30,954,638
Other business income	* 4,567	9,138	384,345	244,061	42,537	97,747	1,622,852	224,706
Business deductions, total [1,2]	388,844	1,957,860	37,180,615	16,542,382	16,155,370	4,482,863	138,032,189	29,180,768
Cost of sales and operations, total	126,982	1,182,814	28,367,009	12,347,587	12,706,534	3,312,888	100,670,584	24,329,939
Inventory, beginning of year	* 7,605	157,460	2,136,373	1,416,861	606,180	113,333	14,197,391	3,616,115
Cost of labor	* 826	139,492	342,646	218,050	64,620	* 59,975	1,851,209	368,064
Purchases	* 36,440	760,463	24,706,244	10,666,223	11,400,132	2,639,888	90,692,684	22,460,010
Materials and supplies	* 54,313	142,949	1,229,386	652,522	315,018	261,846	5,139,254	1,125,132
Other costs	* 39,851	164,136	2,380,264	978,083	1,042,682	359,499	3,611,980	482,970
Inventory, end of year	* 12,053	181,686	2,427,905	1,584,151	722,099	121,654	14,821,934	3,722,352
Advertising expenses	* 9,506	20,437	247,598	131,669	83,020	32,908	1,524,504	229,585
Car and truck expenses	26,192	54,905	1,027,503	474,035	357,204	196,264	3,751,451	387,362
Commissions	* 7,083	11,761	539,917	273,264	186,529	80,124	812,344	184,812
Contract labor	* 32,828	9,585	306,300	132,500	133,431	40,369	851,404	135,535
Depletion	0	0	5,291	* 1,535	* 3,756	0	9,535	* 283
Depreciation	9,711	78,062	444,058	246,873	165,023	32,163	1,559,556	216,658
Employee benefit programs	* 403	14,470	70,235	18,075	24,581	27,580	190,212	32,380
Insurance	* 2,786	20,528	231,181	105,518	104,249	21,414	1,080,779	210,444
Legal and professional services	6,398	16,246	148,733	62,772	69,659	16,302	496,734	62,397
Meals and entertainment deducted	4,010	4,594	156,831	75,320	45,397	36,115	249,687	29,862
Mortgage interest	* 191	* 7,276	72,173	27,216	43,586	1,372	524,320	88,151
Other interest paid on business indebtedness	* 572	19,233	175,560	68,392	92,172	14,995	673,750	179,874
Office expenses	12,356	15,262	210,500	114,197	57,911	38,391	702,651	96,003
Pension and profit-sharing plans	* 11	* 424	17,850	10,373	6,134	1,343	37,735	5,479
Rent paid on machinery and equipment	* 973	12,530	149,952	100,322	34,497	15,133	426,059	21,760
Rent paid on other business property	* 14,694	45,353	567,335	297,654	189,187	80,494	4,100,576	379,878
Repairs	* 3,618	23,765	191,384	101,944	82,679	6,762	874,620	215,019
Supplies	* 10,881	60,773	436,321	232,743	179,863	23,715	1,612,612	130,851
Salaries and wages	* 6,471	150,143	1,073,567	521,741	462,591	89,236	6,358,329	808,693
Taxes paid	* 3,303	50,504	245,328	121,368	109,548	14,412	2,064,865	346,961
Travel	16,455	12,462	437,870	201,754	147,960	88,156	715,536	75,440
Utilities	11,489	35,524	353,708	167,878	144,799	41,031	2,323,208	240,121
Other business deductions	74,276	84,309	1,534,423	625,078	677,733	231,613	5,764,580	733,642
Home office business deductions, total	* 7,656	16,508	144,866	69,305	39,861	35,701	414,399	10,677
Depreciation, Form 8829 [3]	* 500	* 3,680	16,428	10,078	3,913	2,436	42,897	700
Casualty loss, Form 8829 [3]	0	0	* 64	* 64	0	0	* 7,284	0
Excess—casualty depreciations, Form 8829 [3]	0	* 1,628	* 1,379	* 381	* 999	0	16,788	* 451
Net income [1,2]	188,539	563,000	6,009,042	2,492,538	2,094,787	1,421,717	17,883,396	1,998,862
Returns with Schedule C-EZ:								
Number of returns	* 2,715	7,974	41,727	16,526	15,200	10,002	246,651	19,664
Business receipts	* 11,584	48,382	319,078	127,717	117,528	73,833	1,225,326	152,081
Business deductions	* 2,748	* 10,392	25,118	13,270	* 7,466	* 4,382	242,989	28,960
Net income	* 8,836	37,990	293,960	114,447	110,062	69,451	982,337	123,122

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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]	48,991	35,679	51,802	82,127	145,056	18,245	140,659	110,577
Business receipts, total [1]	5,179,294	4,053,726	8,805,474	26,901,682	8,884,316	25,622,478	10,622,326	7,325,799
Income from sales and operations [1]	5,090,349	4,005,653	8,748,575	26,419,316	8,710,583	25,409,140	10,491,602	7,290,427
Other business income	88,945	48,073	56,899	482,365	173,733	213,339	130,724	35,373
Business deductions, total [1,2]	4,887,177	3,893,542	8,142,318	26,068,128	8,169,627	25,438,559	10,134,709	7,277,859
Cost of sales and operations, total	2,809,630	2,260,074	5,487,897	19,589,570	5,515,778	22,360,230	5,972,632	4,661,497
Inventory, beginning of year	667,323	363,820	1,081,797	1,955,652	801,064	599,314	2,288,164	1,818,127
Cost of labor	198,432	73,766	258,901	214,002	* 28,028	371,941	34,391	48,179
Purchases	2,387,578	1,764,154	4,355,223	17,634,186	5,215,261	20,836,545	5,441,402	4,331,732
Materials and supplies	208,225	181,715	408,480	803,034	156,807	673,193	406,355	215,432
Other costs	73,017	221,324	405,186	716,631	98,854	449,804	184,832	159,261
Inventory, end of year	724,944	344,704	1,021,690	1,733,936	784,235	570,568	2,382,512	1,911,235
Advertising expenses	174,174	75,588	107,284	122,161	146,965	35,545	213,859	147,276
Car and truck expenses	195,227	93,147	199,709	252,072	220,334	59,325	207,236	176,795
Commissions	30,027	30,673	31,510	59,657	51,559	45,198	44,685	50,333
Contract labor	102,955	93,945	146,742	82,107	49,328	68,156	34,304	36,109
Depletion	0	0	0	* 405	* 62	* 276	* 3	* 957
Depreciation	61,144	87,699	185,417	241,842	99,625	186,223	155,746	136,898
Employee benefit programs	8,773	17,732	11,671	26,211	18,713	11,775	13,053	7,656
Insurance	54,900	46,107	123,409	189,329	52,681	100,453	102,286	62,090
Legal and professional services	24,520	20,698	38,369	86,257	50,937	40,638	66,861	40,412
Meals and entertainment deducted	10,625	5,983	11,884	8,689	28,724	2,239	21,710	20,796
Mortgage interest	45,329	20,045	74,485	106,549	31,503	116,177	35,253	29,127
Other interest paid on business indebtedness	27,512	42,236	72,981	103,184	43,789	83,304	80,733	52,933
Office expenses	26,014	34,922	47,183	53,196	65,153	16,444	95,116	54,602
Pension and profit-sharing plans	* 782	* 572	1,722	3,785	8,436	740	5,147	* 1,083
Rent paid on machinery and equipment	32,369	20,273	28,685	106,478	78,512	36,983	85,110	8,302
Rent paid on other business property	318,225	149,007	102,268	780,588	273,327	300,219	919,302	399,846
Repairs	43,410	26,471	64,665	211,584	46,666	109,136	65,962	35,381
Supplies	71,089	89,350	110,166	300,735	176,287	54,889	155,707	88,824
Salaries and wages	233,082	334,406	595,132	1,575,641	507,268	730,016	682,802	387,925
Taxes paid	111,643	107,731	158,319	424,374	92,528	279,962	248,428	142,623
Travel	35,678	13,644	18,671	32,344	62,447	2,132	68,278	64,848
Utilities	127,296	108,963	155,115	662,712	129,397	285,129	237,114	167,348
Other business deductions	317,727	188,627	339,951	1,029,587	375,161	509,470	568,625	451,002
Home office business deductions, total	20,077	23,136	27,441	8,707	37,821	3,900	41,823	47,619
Depreciation, Form 8829 [3]	2,845	* 3,297	2,323	* 722	7,476	* 88	5,128	5,268
Casualty loss, Form 8829 [3]	0	0	0	0	* 15,093	0	0	0
Excess—casualty depreciations, Form 8829 [3]	* 2,326	* 4,889	* 892	* 1,201	20,933	* 9	5,573	17,314
Net income less deficit [1,2]	292,420	160,183	663,491	833,826	715,129	183,671	488,313	48,541
Net income [1,2]	525,237	360,288	828,515	1,326,676	1,170,397	400,038	1,122,003	577,132
Deficit [2]	-232,817	-200,105	-165,024	-492,850	-455,267	-216,368	-633,691	-528,591

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Retail trade—continued							
	Furniture and home furnishing stores	Electronic and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and accessories stores	Sporting goods, hobby, book, and music stores
	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)
BUSINESSES WITH NET INCOME								
Number of returns [1]	30,445	21,685	33,506	57,960	60,487	12,283	78,459	45,880
Business receipts, total [1]	3,785,404	3,172,697	7,425,178	22,600,203	7,895,494	18,274,250	8,458,131	4,839,994
Income from sales and operations [1]	3,736,060	3,131,104	7,385,784	22,156,705	7,804,471	18,104,077	8,383,884	4,821,520
Other business income	49,345	41,593	39,394	443,498	91,024	170,172	74,248	18,474
Business deductions, total [1,2]	3,260,168	2,812,408	6,596,711	21,273,748	6,725,098	17,874,211	7,336,139	4,263,329
Cost of sales and operations, total	1,899,643	1,780,188	4,546,727	16,387,673	4,934,454	15,820,880	4,582,983	2,891,642
Inventory, beginning of year	412,388	257,122	830,274	1,456,587	552,816	374,897	1,477,739	1,034,403
Cost of labor	170,838	* 71,218	197,736	158,189	* 17,119	285,794	22,629	* 6,083
Purchases	1,598,580	1,339,190	3,600,616	14,904,624	4,727,352	14,698,292	4,189,301	2,754,085
Materials and supplies	129,502	160,360	352,078	697,528	141,376	553,430	338,763	123,438
Other costs	56,182	217,406	358,806	590,365	82,538	283,856	122,646	98,805
Inventory, end of year	467,847	265,108	792,784	1,419,620	586,748	375,390	1,568,096	1,125,172
Advertising expenses	105,949	51,953	82,315	92,495	71,514	20,791	128,689	58,555
Car and truck expenses	146,779	53,267	140,412	170,929	91,246	42,884	135,017	84,832
Commissions	14,083	10,124	29,840	38,961	50,260	27,653	19,243	45,672
Contract labor	70,711	28,051	128,964	49,345	37,044	56,574	27,795	15,686
Depletion	0	0	0	* 405	0	* 8	0	* 957
Depreciation	34,376	59,017	131,008	149,484	62,067	116,313	73,285	59,313
Employee benefit programs	* 2,086	14,091	9,928	21,813	17,475	8,872	9,481	6,361
Insurance	40,701	28,539	91,907	143,465	40,410	70,465	70,917	34,063
Legal and professional services	16,050	12,135	31,524	58,416	39,991	25,824	39,510	22,831
Meals and entertainment deducted	6,527	4,875	8,743	2,906	14,622	1,717	12,063	10,538
Mortgage interest	36,383	11,775	56,953	66,816	26,346	54,035	17,381	10,957
Other interest paid on business indebtedness	18,163	31,795	53,253	63,071	34,214	48,072	47,517	19,207
Office expenses	17,153	16,787	33,125	37,509	40,481	11,605	58,147	31,715
Pension and profit-sharing plans	* 718	* 572	1,722	2,667	8,337	* 616	4,609	* 1,083
Rent paid on machinery and equipment	16,313	10,876	22,113	100,135	60,257	22,646	40,167	2,155
Rent paid on other business property	179,745	75,644	82,775	618,658	225,477	224,359	640,584	200,354
Repairs	27,248	22,373	42,226	162,575	29,480	73,734	42,979	13,889
Supplies	42,491	69,726	82,008	249,936	72,632	30,657	79,127	34,090
Salaries and wages	154,003	233,824	480,834	1,200,118	429,966	483,523	490,568	234,705
Taxes paid	77,381	89,792	117,706	328,326	72,256	186,210	178,677	72,256
Travel	19,644	9,054	15,119	18,982	30,708	1,026	44,352	31,094
Utilities	81,058	71,092	117,504	520,555	94,474	198,090	148,525	93,767
Other business deductions	229,976	117,423	267,745	774,900	219,234	343,842	411,285	263,427
Home office business deductions, total	18,016	* 6,926	20,614	3,242	15,530	* 3,815	20,305	18,604
Depreciation, Form 8829 [3]	* 2,620	* 1,456	1,878	* 152	* 3,009	* 79	2,323	* 1,821
Casualty loss, Form 8829 [3]	0	0	0	0	* 620	0	0	0
Excess—casualty depreciations, Form 8829 [3]	* 1,777	* 2,805	0	* 1	* 2,220	0	* 359	* 1,494
Net income [1,2]	525,237	360,288	828,515	1,326,676	1,170,397	400,038	1,122,003	577,132
Returns with Schedule C-EZ:								
Number of returns	* 6,585	* 2,582	* 2,279	8,534	15,008	0	9,668	6,704
Business receipts	* 32,254	* 5,935	* 8,935	83,248	96,306	0	80,634	23,566
Business deductions	* 4,969	* 2,512	* 1,643	* 10,365	6,625	0	* 12,932	* 5,578
Net income	* 27,285	* 3,422	* 7,291	72,883	89,680	0	67,702	17,988

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Retail trade—continued			Transportation and warehousing				
	General merchandise stores	Miscellaneous store retailers	Nonstore retailers	Total	Air and rail transportation	Water transportation	General freight trucking, local	General freight trucking, long-distance and specialized freight trucking
	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	28,886	570,299	1,057,997	1,154,819	12,672	6,840	241,130	401,096
Business receipts, total [1]	2,969,973	33,568,539	23,907,848	82,138,420	1,654,862	541,453	20,571,116	42,181,814
Income from sales and operations [1]	2,949,634	33,230,771	23,436,405	80,716,160	1,526,341	539,014	20,346,882	41,368,293
Other business income	20,339	337,768	471,443	1,422,259	128,521	2,439	224,235	813,520
Business deductions, total [1,2]	2,916,923	30,721,628	21,913,357	71,219,218	1,780,253	410,154	17,840,579	37,526,365
Cost of sales and operations, total	1,858,955	17,892,931	10,998,371	8,366,170	583,302	91,589	2,288,649	3,754,605
Inventory, beginning of year	414,834	5,292,115	1,885,557	203,956	49,178	* 238	17,029	75,271
Cost of labor	* 3,054	469,265	208,553	2,388,100	19,558	* 6,680	841,433	1,083,919
Purchases	1,667,737	15,556,886	9,807,568	1,910,019	119,745	* 665	294,117	971,219
Materials and supplies	67,739	1,324,301	515,330	845,693	111,657	* 1,337	291,442	161,283
Other costs	156,880	752,551	727,084	3,217,671	351,940	* 82,988	876,121	1,495,043
Inventory, end of year	451,289	5,502,185	2,145,720	199,270	68,777	* 319	31,493	32,130
Advertising expenses	24,640	498,850	501,981	204,060	2,480	1,696	29,109	56,282
Car and truck expenses	78,419	1,456,040	2,640,044	21,152,787	19,084	5,267	4,908,582	11,991,178
Commissions	5,559	281,853	285,698	920,605	7,570	* 1,689	284,781	448,698
Contract labor	17,754	204,507	180,539	3,845,383	22,616	3,921	1,120,603	1,980,249
Depletion	* 34	7,965	* 343	11,300	249	* [4]	* 2,969	* 8,081
Depreciation	73,156	553,558	531,302	5,751,854	373,949	98,790	1,571,254	2,994,201
Employee benefit programs	* 5,761	60,830	29,067	83,083	4,375	* 3,310	29,511	34,240
Insurance	31,819	340,388	146,611	3,056,181	37,929	10,889	909,861	1,551,239
Legal and professional services	8,757	178,426	163,165	295,448	25,719	10,529	59,449	138,037
Meals and entertainment deducted	3,022	111,241	155,752	1,721,508	17,298	2,719	207,951	1,414,084
Mortgage interest	31,939	196,936	84,327	342,364	50,033	* 691	84,933	109,210
Other interest paid on business indebtedness	13,307	239,209	123,496	869,270	59,623	24,100	230,616	449,238
Office expenses	10,422	285,218	327,740	353,665	7,198	3,943	85,630	156,711
Pension and profit-sharing plans	* 3	8,415	5,755	6,031	1,804	* 28	* 1,588	1,671
Rent paid on machinery and equipment	20,644	167,279	66,551	2,211,303	13,005	* 2,948	383,866	1,063,719
Rent paid on other business property	152,046	1,741,870	439,455	539,256	23,055	11,741	107,866	174,809
Repairs	14,034	237,223	140,085	4,591,730	79,138	16,014	1,294,596	2,767,200
Supplies	30,138	722,749	735,768	1,237,324	10,846	2,351	327,083	676,078
Salaries and wages	164,054	1,843,229	592,430	2,822,237	45,368	27,060	967,878	1,114,491
Taxes paid	62,770	622,171	242,575	1,275,387	13,305	4,678	373,670	684,691
Travel	16,106	289,523	472,893	685,615	42,157	2,524	150,423	372,153
Utilities	73,301	757,468	464,284	993,959	9,844	2,210	245,979	441,849
Other business deductions	214,661	1,796,711	2,122,866	9,516,004	324,193	81,243	2,080,430	5,004,965
Home office business deductions, total	* 5,168	166,494	353,852	217,205	5,383	* 182	59,607	93,540
Depreciation, Form 8829 [3]	0	20,658	49,178	15,864	* 448	* 6	4,324	6,185
Casualty loss, Form 8829 [3]	0	* 3,552	* 4,133	* 3,266	0	0	0	* 278
Excess—casualty depreciations, Form 8829 [3]	0	34,095	88,474	6,735	* 176	0	* 914	* 982
Net income less deficit [1,2]	53,049	2,867,432	2,043,966	10,963,923	-102,235	131,405	2,731,105	4,655,023
Net income [1,2]	263,673	4,691,208	4,619,366	13,663,909	333,653	211,584	3,286,407	5,621,941
Deficit [2]	-210,623	-1,823,775	-2,575,400	-2,699,986	-435,889	-80,179	-555,302	-966,918

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Retail trade—continued			Transportation and warehousing				
	General merchandise stores	Miscellaneous store retailers	Nonstore retailers	Total	Air and rail transportation	Water transportation	General freight trucking, local	General freight trucking, long-distance and specialized freight trucking
	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)
BUSINESSES WITH NET INCOME								
Number of returns [1]	16,748	322,913	487,248	931,017	8,987	5,140	192,327	322,988
Business receipts, total [1]	2,473,905	26,519,335	19,294,949	67,266,486	1,059,025	426,465	16,424,743	34,605,893
Income from sales and operations [1]	2,460,478	26,295,605	19,061,707	66,071,411	960,592	426,395	16,271,433	33,896,013
Other business income	13,427	223,730	233,242	1,195,074	98,432	* 69	153,310	709,880
Business deductions, total [1,2]	2,210,232	21,822,800	14,676,578	53,606,158	726,569	214,881	13,138,319	28,983,526
Cost of sales and operations, total	1,581,361	13,635,329	8,279,767	6,239,246	351,642	* 81,816	1,435,175	3,131,982
Inventory, beginning of year	293,602	2,909,843	981,605	94,341	* 12,243	0	* 8,202	17,162
Cost of labor	* 3,054	372,771	177,712	1,865,940	* 4,706	0	549,936	931,841
Purchases	1,415,008	11,761,292	7,244,333	1,691,799	* 23,434	* 134	282,113	925,538
Materials and supplies	* 28,726	1,096,533	392,388	663,619	* 70,774	0	237,245	89,440
Other costs	* 153,488	581,701	583,218	2,032,357	* 252,138	* 81,682	380,050	1,186,710
Inventory, end of year	312,517	3,086,810	1,099,489	108,810	* 11,653	0	* 22,371	18,709
Advertising expenses	16,675	331,632	334,351	155,439	767	* 286	24,292	44,837
Car and truck expenses	53,361	935,523	1,509,839	16,354,046	4,546	* 2,569	3,726,289	9,430,948
Commissions	* 3,565	195,564	192,567	719,002	3,552	0	205,329	343,861
Contract labor	* 4,132	164,038	133,531	2,979,578	15,715	* 445	934,560	1,363,234
Depletion	0	7,822	* 60	8,542	* 100	* [4]	* 2,961	* 5,480
Depreciation	25,070	330,160	302,807	3,656,712	26,646	42,393	1,050,249	2,130,455
Employee benefit programs	* 3,511	38,900	25,315	55,458	* 2,327	* 3,030	19,906	23,503
Insurance	24,627	223,774	101,467	2,276,873	8,068	* 4,239	671,108	1,181,767
Legal and professional services	6,509	104,592	76,955	203,217	14,851	* 1,114	41,024	106,557
Meals and entertainment deducted	2,142	66,657	89,036	1,490,271	15,910	* 675	166,999	1,244,319
Mortgage interest	21,714	105,279	28,531	218,352	* 1,835	* 328	64,291	81,240
Other interest paid on business indebtedness	4,671	112,793	61,118	513,527	8,272	* 5,027	107,210	325,063
Office expenses	6,444	170,911	182,771	257,004	5,982	* 1,890	68,291	115,171
Pension and profit-sharing plans	0	7,264	4,666	3,329	* 1,668	0	* 70	868
Rent paid on machinery and equipment	18,456	65,567	45,616	1,759,229	2,159	* 2,849	324,804	787,511
Rent paid on other business property	120,464	1,051,980	300,659	408,006	8,451	* 180	79,201	141,820
Repairs	7,294	144,967	92,835	3,491,366	17,705	* 3,126	1,010,295	2,143,413
Supplies	14,056	468,379	338,658	923,427	8,136	* 350	242,778	514,923
Salaries and wages	115,715	1,256,674	469,706	1,925,075	16,750	* 13,192	685,292	726,802
Taxes paid	47,202	389,590	158,508	946,339	4,401	* 1,549	269,827	513,959
Travel	10,060	181,437	278,620	539,599	32,420	* 830	136,711	283,625
Utilities	49,529	466,569	241,922	766,067	5,880	* 658	190,312	346,151
Other business deductions	70,946	1,191,747	1,140,412	7,374,467	163,124	48,111	1,590,138	3,869,510
Home office business deductions, total	* 2,273	115,939	178,457	192,547	* 4,933	* 182	57,513	81,380
Depreciation, Form 8829 [3]	0	8,828	20,030	12,772	* 382	* 6	4,188	5,569
Casualty loss, Form 8829 [3]	0	* 3,552	* 3,112	* 3,266	0	0	0	* 278
Excess—casualty depreciations, Form 8829 [3]	0	* 2,669	5,012	* 373	0	0	* 373	0
Net income [1,2]	263,673	4,691,208	4,619,366	13,663,909	333,653	211,584	3,286,407	5,621,941
Returns with Schedule C-EZ:								
Number of returns	* 2,143	79,965	93,521	159,361	* 2,826	* 1,026	30,323	34,842
Business receipts	* 7,628	352,507	382,233	1,353,760	* 46,800	* 4,621	297,904	404,845
Business deductions	* 455	60,544	108,406	149,490	* 730	* 42	33,695	45,146
Net income	* 7,173	291,963	273,827	1,204,270	* 46,071	* 4,579	264,210	359,699

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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	Support activities for transportation (including motor vehicle towing)
	(63)	(64)	(65)	(66)	(67)	(68)	(69)	(70)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	0	6,933	165,333	19,583	22,932	* 658	11,945	50,663
Business receipts, total [1]	0	46,014	4,995,671	884,658	522,454	* 75,754	290,148	3,469,136
Income from sales and operations [1]	0	46,004	4,923,111	883,863	515,216	* 75,754	282,353	3,366,603
Other business income	0	* 10	72,560	* 795	* 7,237	0	* 7,795	102,533
Business deductions, total [1,2]	0	* 26,884	3,718,723	688,665	471,459	* 95,625	320,334	3,057,821
Cost of sales and operations, total	0	0	71,142	* 126,016	* 16,911	* 13,337	* 11,594	813,173
Inventory, beginning of year	0	0	* 1,308	* 9,724	* 4	0	* 79	44,273
Cost of labor	0	0	* 13,100	* 7,456	0	* 228	0	* 110,387
Purchases	0	0	* 2,157	0	* 7,427	* 18,526	* 391	292,941
Materials and supplies	0	0	* 2,419	* 106,929	* 941	* 73	* 1,132	* 103,943
Other costs	0	0	* 52,486	* 8,342	* 8,614	0	* 10,093	308,428
Inventory, end of year	0	0	* 327	* 6,435	* 74	* 5,489	* 101	46,800
Advertising expenses	0	* 331	49,776	1,688	1,609	0	9,071	31,468
Car and truck expenses	0	* 4,131	805,065	85,945	139,634	* 30,068	35,211	426,723
Commissions	0	* 3,150	116,655	* 25,702	* 173	* 1,000	* 2,675	* 14,243
Contract labor	0	0	34,386	* 18,663	* 12,798	0	1,167	178,036
Depletion	0	0	0	0	0	* [4]	0	0
Depreciation	0	* 1,562	165,299	56,243	22,935	* 23,006	66,319	253,785
Employee benefit programs	0	0	* 2,004	* 2,138	* 1,283	0	* 164	5,122
Insurance	0	0	234,104	37,906	21,962	* 2,540	20,679	127,501
Legal and professional services	0	* 986	15,387	2,724	2,391	* 1,882	2,239	13,420
Meals and entertainment deducted	0	* 968	13,262	2,287	3,287	* 248	925	23,704
Mortgage interest	0	0	43,869	* 13,077	* 57	0	* 3,129	19,660
Other interest paid on business indebtedness	0	* 9	28,291	20,598	* 5,087	* 1,181	6,993	25,304
Office expenses	0	* 1,579	20,247	6,807	5,612	* 40	3,542	24,990
Pension and profit-sharing plans	0	0	* 64	* 34	* 173	0	* 92	561
Rent paid on machinery and equipment	0	0	554,426	* 23,293	* 610	0	* 7,376	68,963
Rent paid on other business property	0	0	75,891	3,715	* 4,513	0	16,768	51,881
Repairs	0	* 150	168,498	31,720	15,220	* 13,315	19,432	106,298
Supplies	0	* 690	51,591	25,441	6,250	* 674	17,557	58,928
Salaries and wages	0	* 161	158,207	57,124	* 53,621	0	13,043	275,263
Taxes paid	0	* 15	74,106	12,819	5,300	0	6,421	64,454
Travel	0	* 222	24,145	20,266	* 2,276	* 232	11,907	16,709
Utilities	0	* 1,677	83,793	13,174	10,587	* 10	5,928	76,294
Other business deductions	0	* 4,362	902,131	93,712	137,662	* 8,077	54,489	372,988
Home office business deductions, total	0	* 6,892	7,931	* 537	* 575	* 15	* 2,342	3,789
Depreciation, Form 8829 [3]	0	* 1,492	* 1,457	* 10	0	0	* 539	* 348
Casualty loss, Form 8829 [3]	0	* 262	* 140	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	0	* 1,215	* 1,087	0	0	0	0	* 146
Net income less deficit [1,2]	0	19,131	1,293,614	197,161	50,994	* -19,872	-28,030	411,338
Net income [1,2]	0	* 22,773	1,427,655	213,044	109,296	* 1	46,401	557,750
Deficit [2]	0	* -3,643	-134,041	-15,883	-58,302	* -19,873	-74,432	-146,412

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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	Support activities for transportation (including motor vehicle towing)
	(63)	(64)	(65)	(66)	(67)	(68)	(69)	(70)
BUSINESSES WITH NET INCOME								
Number of returns [1]	0	* 4,963	146,455	17,495	** 14,250	**	5,760	38,244
Business receipts, total [1]	0	* 40,273	4,524,955	781,706	** 350,459	**	141,416	2,643,274
Income from sales and operations [1]	0	* 40,263	4,451,651	781,303	** 350,290	**	141,188	2,592,666
Other business income	0	* 10	73,304	* 402	** 169	**	* 228	50,608
Business deductions, total [1,2]	0	* 17,500	3,100,014	568,662	** 241,162	**	95,015	2,085,547
Cost of sales and operations, total	0	0	* 45,092	* 122,586	** 10,551	**	* 7,611	477,420
Inventory, beginning of year	0	0	0	* 9,694	** 4	**	0	41,773
Cost of labor	0	0	* 5,350	* 7,456	** 0	**	0	* 70,092
Purchases	0	0	* 324	0	** 1,067	**	0	265,838
Materials and supplies	0	0	* 2,092	* 106,929	** 941	**	0	* 91,671
Other costs	0	0	* 37,326	* 4,914	** 8,614	**	* 7,611	53,219
Inventory, end of year	0	0	0	* 6,408	** 74	**	0	45,172
Advertising expenses	0	0	36,280	* 1,253	** 172	**	* 2,401	27,592
Car and truck expenses	0	* 2,065	647,488	68,423	** 63,188	**	* 12,818	280,957
Commissions	0	* 2,264	110,318	* 25,581	** 5	**	* 2,450	* 12,473
Contract labor	0	0	24,191	* 18,405	** 846	**	0	170,864
Depletion	0	0	0	0	** [4]	**	0	0
Depreciation	0	* 1,562	114,470	43,653	** 12,584	**	* 8,685	139,629
Employee benefit programs	0	0	* 209	* 1,762	** 579	**	* 11	3,701
Insurance	0	0	200,481	27,291	** 10,408	**	* 5,849	78,644
Legal and professional services	0	* 460	9,473	1,951	** 392	**	* 441	7,978
Meals and entertainment deducted	0	* 918	12,756	* 1,523	** 115	**	* 395	20,446
Mortgage interest	0	0	43,869	* 10,601	** 57	**	* 2,463	9,639
Other interest paid on business indebtedness	0	* 9	19,066	13,641	** 2,868	**	0	19,153
Office expenses	0	* 1,029	10,361	6,383	** 165	**	* 1,776	15,564
Pension and profit-sharing plans	0	0	* 5	0	** 166	**	0	* 546
Rent paid on machinery and equipment	0	0	499,909	* 23,156	** 112	**	* 31	38,609
Rent paid on other business property	0	0	63,440	* 2,643	** 207	**	* 6,721	43,942
Repairs	0	* 2	147,739	26,093	** 5,298	**	* 3,504	61,490
Supplies	0	* 690	35,191	23,217	** 1,652	**	* 7,890	39,132
Salaries and wages	0	* 161	102,519	* 36,684	** 19,757	**	* 93	227,668
Taxes paid	0	* 15	61,270	10,451	** 1,127	**	* 2,701	52,417
Travel	0	0	19,182	* 17,239	** 518	**	* 3,880	7,610
Utilities	0	* 1,036	73,131	11,378	** 2,828	**	* 1,829	52,521
Other business deductions	0	* 2,305	800,305	67,176	** 106,056	**	* 19,853	289,763
Home office business deductions, total	0	* 4,983	* 4,816	* 537	** 575	**	* 2,342	* 3,223
Depreciation, Form 8829 [3]	0	* 682	* 445	* 10	** 0	**	* 539	* 202
Casualty loss, Form 8829 [3]	0	* 262	* 140	0	** 0	**	0	0
Excess—casualty depreciations, Form 8829 [3]	0	0	0	0	** 0	**	0	0
Net income [1,2]	0	* 22,773	1,427,655	213,044	** 109,297	**	46,401	557,750
Returns with Schedule C-EZ:								
Number of returns	0	* 999	23,962	* 7,116	* 3,842	0	* 1,291	11,825
Business receipts	0	* 300	190,507	* 37,824	* 7,836	0	* 7,907	113,386
Business deductions	0	0	18,453	* 7,035	* 934	0	* 1,270	* 4,565
Net income	0	* 300	172,054	* 30,788	* 6,902	0	* 6,637	108,821

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Transportation and warehousing—continued		Information					
	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
	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	211,571	3,464	351,710	74,591	107,185	43,023	9,242	117,669
Business receipts, total [1]	6,492,314	413,027	10,208,162	2,191,455	3,124,813	2,184,904	238,069	2,468,921
Income from sales and operations [1]	6,432,289	410,438	10,100,927	2,166,158	3,124,018	2,172,112	236,770	2,401,869
Other business income	60,025	2,590	107,235	25,296	795	12,792	* 1,299	67,052
Business deductions, total [1,2]	4,934,243	348,112	7,656,332	1,678,545	2,476,897	1,808,728	217,821	1,474,340
Cost of sales and operations, total	544,849	51,003	1,827,914	518,593	352,284	642,061	* 11,642	303,334
Inventory, beginning of year	* 4,221	* 2,630	226,629	112,939	60,244	* 7,592	* 236	45,618
Cost of labor	298,058	* 7,281	114,926	* 54,785	* 3,897	* 9,536	* 3,001	* 43,707
Purchases	* 161,444	* 41,389	1,014,823	177,872	201,780	498,184	* 4,806	132,181
Materials and supplies	63,970	* 567	163,666	59,075	28,791	* 4,231	* 2,112	69,458
Other costs	* 18,749	* 4,868	531,878	222,723	115,393	138,889	* 1,930	52,944
Inventory, end of year	* 1,593	* 5,731	224,009	108,799	57,820	* 16,372	* 443	40,574
Advertising expenses	18,045	2,505	300,398	24,140	80,245	57,428	31,858	106,727
Car and truck expenses	2,694,335	7,565	615,523	139,249	192,183	132,818	3,247	148,027
Commissions	* 8,808	* 5,461	118,688	16,354	21,318	30,530	* 14,629	35,856
Contract labor	426,444	46,500	333,315	34,892	117,464	108,817	* 20,639	51,502
Depletion	0	0	* 1,035	* 16	* 985	* 28	0	* 6
Depreciation	104,788	19,722	365,258	31,645	217,648	61,833	6,443	47,689
Employee benefit programs	* 236	703	30,967	11,007	10,363	5,546	* 962	3,090
Insurance	95,085	6,485	65,722	18,164	23,327	13,721	1,381	9,130
Legal and professional services	19,383	3,303	137,869	28,661	57,365	19,770	1,877	30,197
Meals and entertainment deducted	34,362	413	97,875	13,685	45,924	9,990	4,551	23,725
Mortgage interest	* 5,392	* 12,313	40,957	5,536	24,016	* 8,258	* 3	* 3,144
Other interest paid on business indebtedness	10,379	7,850	54,973	13,990	13,245	19,462	* 679	7,597
Office expenses	34,207	3,159	166,973	42,092	60,329	20,701	7,216	36,635
Pension and profit-sharing plans	* 1	* 14	5,722	* 3,304	843	* 706	* 184	* 686
Rent paid on machinery and equipment	87,947	5,151	114,680	7,277	39,651	47,505	* 629	19,618
Rent paid on other business property	27,044	41,975	260,729	52,075	96,848	58,871	20,649	32,285
Repairs	75,167	4,981	55,395	18,586	22,219	10,253	* 463	3,874
Supplies	52,430	7,405	258,246	56,562	97,189	51,990	2,627	49,878
Salaries and wages	81,960	28,060	563,461	193,431	152,915	147,632	* 19,285	50,199
Taxes paid	28,494	7,435	84,348	27,092	22,003	20,056	2,235	12,962
Travel	34,797	7,804	275,456	39,119	132,671	30,680	12,601	60,384
Utilities	90,602	12,013	249,840	37,536	90,625	45,502	7,513	68,664
Other business deductions	385,603	66,148	1,350,522	276,807	506,313	246,005	43,336	278,061
Home office business deductions, total	36,267	* 144	235,715	49,219	87,872	13,785	* 3,172	81,667
Depreciation, Form 8829 [3]	1,015	* 41	25,875	5,310	14,330	* 1,375	* 402	4,459
Casualty loss, Form 8829 [3]	* 2,586	0	* 203	0	0	0	0	* 203
Excess—casualty depreciations, Form 8829 [3]	* 2,215	0	35,231	* 1,076	* 31,993	* 5	* 4	* 2,153
Net income less deficit [1,2]	1,559,154	65,136	2,562,634	521,802	648,122	377,497	20,248	994,965
Net income [1,2]	1,755,951	77,452	3,652,581	716,377	1,164,090	518,816	73,592	1,179,707
Deficit [2]	-196,797	-12,316	-1,089,947	-194,575	-515,968	-141,318	-53,344	-184,742

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Transportation and warehousing—continued		Information					
	Couriers and messengers	Warehousing and storage facilities	Total	Publishing industries (except Internet)	Motion picture and sound recording	Broadcasting (except Internet) and tele-communications	Internet publishing and broadcasting	Internet service providers, Web search portals, and data processing
	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH NET INCOME								
Number of returns [1]	171,843	2,565	233,984	50,942	60,910	33,532	4,161	84,439
Business receipts, total [1]	5,939,044	329,235	8,605,326	1,752,419	2,590,179	1,785,661	201,167	2,275,899
Income from sales and operations [1]	5,832,500	327,118	8,484,274	1,718,494	2,574,125	1,781,116	201,161	2,209,379
Other business income	106,545	* 2,117	121,051	33,925	16,055	* 4,546	* 5	66,521
Business deductions, total [1,2]	4,183,093	251,872	4,952,745	1,036,042	1,426,089	1,266,846	127,575	1,096,192
Cost of sales and operations, total	529,053	* 46,317	1,364,584	320,830	224,967	546,624	* 2,464	269,700
Inventory, beginning of year	* 2,977	* 2,285	127,905	71,683	25,316	* 1,668	* 236	* 29,002
Cost of labor	* 291,573	* 4,986	78,660	* 22,334	* 3,897	* 8,767	0	* 43,662
Purchases	* 154,961	* 38,390	768,953	127,431	124,615	* 410,988	* 1,003	104,915
Materials and supplies	63,970	* 557	131,114	* 41,230	* 20,587	* 73	* 816	* 68,408
Other costs	* 16,024	* 4,069	378,472	128,997	69,943	127,153	* 852	* 51,526
Inventory, end of year	* 453	* 3,971	120,519	70,845	19,391	* 2,025	* 443	* 27,815
Advertising expenses	16,968	590	227,992	13,983	51,343	42,101	29,111	91,455
Car and truck expenses	2,112,318	2,437	389,360	90,089	94,884	94,177	* 184	110,027
Commissions	* 8,121	* 5,049	74,833	10,540	13,827	* 7,607	* 11,026	31,833
Contract labor	407,864	43,454	261,041	12,548	86,170	95,315	* 20,617	46,390
Depletion	0	0	* 33	0	0	* 28	0	* 6
Depreciation	78,650	7,737	165,672	19,504	96,734	18,597	2,133	28,705
Employee benefit programs	* 236	* 194	20,820	7,731	8,642	* 1,860	* 557	* 2,030
Insurance	84,386	4,634	42,124	13,173	11,868	8,553	* 1,336	7,194
Legal and professional services	17,312	1,664	66,282	8,728	34,592	6,799	774	15,390
Meals and entertainment deducted	25,977	239	60,191	5,742	28,373	7,018	* 109	18,948
Mortgage interest	* 4,029	0	28,842	* 4,688	* 16,524	* 4,565	0	* 3,065
Other interest paid on business indebtedness	7,623	5,594	21,722	6,388	3,509	8,429	* 657	* 2,739
Office expenses	28,044	2,347	121,770	30,250	40,860	16,576	* 2,520	31,565
Pension and profit-sharing plans	* 1	* 5	4,759	* 3,196	804	* 531	* 184	* 43
Rent paid on machinery and equipment	78,321	* 1,769	70,985	5,230	19,019	40,133	* 105	* 6,498
Rent paid on other business property	27,044	34,357	153,702	28,264	64,983	26,672	* 11,260	22,524
Repairs	68,979	3,721	40,996	16,117	15,630	5,737	* 447	3,065
Supplies	44,597	4,871	171,988	46,767	53,110	37,123	* 907	34,081
Salaries and wages	81,960	14,196	344,913	127,358	105,487	70,128	* 12,283	29,657
Taxes paid	26,499	2,122	50,868	17,634	15,809	8,327	* 1,584	7,515
Travel	30,228	7,356	183,139	21,566	92,043	24,987	* 1,076	43,467
Utilities	75,723	4,620	156,575	28,538	55,280	27,619	1,276	43,862
Other business deductions	359,568	58,557	700,283	140,419	220,240	150,995	24,734	163,896
Home office business deductions, total	32,022	* 42	184,683	37,243	60,509	11,564	* 2,232	73,134
Depreciation, Form 8829 [3]	* 734	* 15	14,080	5,028	3,796	* 1,370	* 400	3,485
Casualty loss, Form 8829 [3]	* 2,586	0	* 203	0	0	0	0	* 203
Excess—casualty depreciations, Form 8829 [3]	0	0	* 701	* 687	0	0	0	* 14
Net income [1,2]	1,755,951	77,452	3,652,581	716,377	1,164,090	518,816	73,592	1,179,707
Returns with Schedule C-EZ:								
Number of returns	40,656	* 654	64,163	17,710	10,538	10,136	0	25,778
Business receipts	240,871	* 959	431,115	113,946	75,761	67,023	0	174,385
Business deductions	37,620	0	44,752	19,515	11,051	* 4,782	0	9,404
Net income	203,250	* 959	386,363	94,431	64,709	62,241	0	164,980

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Finance and insurance							
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments					Other financial investment activities (investment advice)
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges	
	(79)	(80)	(81)	(82)	(83)	(84)	(85)	(86)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	726,002	102,497	181,676	5,320	16,657	4,709	1,409	153,579
Business receipts, total [1]	93,984,377	4,910,013	58,505,410	2,089,698	4,050,726	793,477	688,440	50,883,069
Income from sales and operations [1]	91,208,911	4,794,052	56,616,289	1,715,209	3,816,577	789,466	696,566	49,598,472
Other business income	2,775,466	115,961	1,889,121	374,489	234,149	4,012	* -8,126	1,284,598
Business deductions, total [1,2]	73,827,133	3,856,249	51,525,600	1,725,490	3,193,643	779,017	745,715	45,081,734
Cost of sales and operations, total	33,954,191	743,487	32,396,142	1,238,639	1,859,406	400,620	* 661,434	28,236,043
Inventory, beginning of year	444,681	98,815	305,800	* 16,809	* 11,428	* 2,405	* 515	274,642
Cost of labor	149,300	* 25,536	77,915	* 2,487	* 3,916	* 57,026	0	14,486
Purchases	20,964,183	353,884	20,262,300	979,741	1,130,687	343,550	* 586,411	17,221,910
Materials and supplies	1,941,691	56,808	1,846,274	0	* 17	* 29	0	1,846,227
Other costs	10,847,468	323,183	10,106,176	* 259,782	726,243	1,925	* 75,089	9,043,137
Inventory, end of year	393,133	114,739	202,324	* 20,181	* 12,886	* 4,315	* 581	164,360
Advertising expenses	1,170,583	136,917	219,270	4,302	20,053	4,127	0	190,789
Car and truck expenses	2,899,486	344,709	469,959	5,273	53,133	4,425	* 838	406,290
Commissions	3,413,442	360,120	965,697	12,061	108,443	59,394	* 2,530	783,270
Contract labor	1,082,858	174,079	450,089	* 2,364	89,208	32,561	* 1,888	324,068
Depletion	2,622	* 7	2,133	* 3	* 93	* 179	0	1,858
Depreciation	946,648	129,249	268,233	6,939	24,507	7,059	933	228,795
Employee benefit programs	203,809	5,809	56,321	1,286	12,702	* 493	* 82	41,758
Insurance	562,423	44,873	120,400	5,377	15,640	1,595	* 897	96,892
Legal and professional services	753,489	87,178	363,065	10,981	35,815	6,882	2,172	307,216
Meals and entertainment deducted	537,667	53,639	149,371	3,884	20,914	3,835	* 146	120,591
Mortgage interest	200,212	33,111	70,572	* 890	776	* 258	0	68,647
Other interest paid on business indebtedness	557,340	51,001	347,648	19,509	20,363	7,471	29,879	270,425
Office expenses	1,184,256	99,311	301,990	21,818	27,280	6,211	1,155	245,526
Pension and profit-sharing plans	135,118	2,998	58,100	* 2,035	6,102	* 295	* 403	49,265
Rent paid on machinery and equipment	252,981	40,286	82,269	4,383	18,431	2,715	0	56,741
Rent paid on other business property	1,459,668	122,407	452,478	22,260	40,495	27,667	* 430	361,625
Repairs	297,375	27,871	104,158	2,521	10,349	567	* [4]	90,722
Supplies	598,717	71,855	129,081	2,512	16,368	4,570	* 44	105,588
Salaries and wages	4,575,318	352,742	1,670,039	40,951	158,789	29,079	* 2,579	1,438,642
Taxes paid	600,986	55,288	183,775	7,844	16,531	5,943	* 643	152,814
Travel	847,556	76,216	332,884	15,127	17,530	6,161	* 615	293,450
Utilities	1,084,431	123,146	239,497	7,974	35,443	5,703	899	189,477
Other business deductions	15,963,610	609,897	11,967,251	283,812	578,183	160,924	38,008	10,906,324
Home office business deductions, total	443,251	91,412	106,910	2,747	7,064	248	* 139	96,712
Depreciation, Form 8829 [3]	50,043	9,628	10,013	* 70	1,248	* 33	0	8,662
Casualty loss, Form 8829 [3]	* 1,185	* 1,066	* 119	0	* 2	0	0	* 117
Excess—casualty depreciations, Form 8829 [3]	35,482	5,328	10,375	* 146	* 756	* 9	0	9,464
Net income less deficit [1,2]	20,173,777	1,054,445	6,995,452	364,208	857,082	14,460	-57,276	5,816,977
Net income [1,2]	22,908,435	1,469,086	8,539,428	434,559	953,823	189,262	* 9,496	6,952,289
Deficit [2]	-2,734,659	-414,640	-1,543,977	-70,351	-96,740	-174,802	-66,771	-1,135,312

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Finance and insurance							
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments					
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges	Other financial investment activities (investment advice)
BUSINESSES WITH NET INCOME								
Number of returns [1]	495,376	66,452	106,244	4,312	10,750	2,820	* 14	88,348
Business receipts, total [1]	61,428,063	4,261,253	29,496,099	968,598	2,505,716	666,350	* 138,383	25,217,051
Income from sales and operations [1]	59,779,825	4,182,573	28,569,997	792,503	2,365,547	665,560	* 138,369	24,608,019
Other business income	1,648,238	78,681	926,103	176,096	140,170	790	* 14	609,032
Business deductions, total [1,2]	38,529,452	2,792,168	20,967,232	534,039	1,551,894	477,088	* 128,887	18,275,323
Cost of sales and operations, total	14,627,514	641,573	13,512,189	* 160,347	739,178	255,050	* 122,499	12,235,115
Inventory, beginning of year	227,446	95,735	93,307	* 11,117	* 11,128	* 169	0	70,893
Cost of labor	47,640	* 16,875	18,290	* 2,487	* 3,916	* 1,908	0	* 9,979
Purchases	8,482,613	335,476	8,051,363	* 145,289	410,550	* 252,753	* 122,499	7,120,272
Materials and supplies	391,357	* 56,495	299,464	0	* 17	* 14	0	299,433
Other costs	5,738,125	237,696	5,138,241	* 13,420	325,776	* 216	0	4,798,829
Inventory, end of year	259,666	100,705	88,477	* 11,966	* 12,210	* 11	0	64,291
Advertising expenses	1,002,091	96,962	173,224	3,876	12,142	2,188	0	155,017
Car and truck expenses	2,208,214	234,495	322,965	4,960	38,541	2,934	* 205	276,324
Commissions	2,489,636	277,679	594,085	11,283	85,873	* 45,500	0	451,428
Contract labor	902,134	150,739	333,618	* 534	72,652	* 18,860	* 180	241,392
Depletion	1,812	* 6	1,446	* 3	* 27	* 178	0	1,238
Depreciation	673,423	62,454	165,439	4,945	8,647	1,748	* 269	149,830
Employee benefit programs	172,078	3,397	40,064	* 467	7,532	* 298	* 82	31,685
Insurance	469,491	29,587	87,150	5,180	13,338	492	* 148	67,992
Legal and professional services	532,724	61,363	224,459	7,164	24,757	2,093	* 782	189,664
Meals and entertainment deducted	444,138	44,288	112,024	3,226	12,968	1,081	* 57	94,692
Mortgage interest	91,700	12,220	24,467	* 479	* 656	* 83	0	23,250
Other interest paid on business indebtedness	285,901	32,772	124,937	2,827	13,951	373	* 219	107,567
Office expenses	1,000,158	75,253	248,674	21,141	20,916	4,309	* 11	202,296
Pension and profit-sharing plans	120,794	1,341	46,801	* 1,925	5,645	* 205	* 100	38,927
Rent paid on machinery and equipment	219,456	28,892	69,877	* 3,846	15,178	* 246	0	50,607
Rent paid on other business property	1,210,651	68,747	362,409	19,654	28,933	13,182	* 353	300,287
Repairs	192,659	17,383	34,250	2,219	5,040	* 150	* [4]	26,840
Supplies	504,790	58,226	97,135	2,076	12,136	3,557	* 10	79,357
Salaries and wages	3,842,429	245,647	1,216,568	28,526	127,281	13,251	* 1,629	1,045,882
Taxes paid	490,892	35,921	131,345	6,946	10,195	817	* [4]	113,387
Travel	652,862	38,678	253,738	13,398	12,732	3,000	* 615	223,992
Utilities	896,704	87,014	181,426	7,033	26,457	3,244	* 86	144,606
Other business deductions	5,085,062	407,920	2,519,092	219,663	252,123	104,162	* 1,502	1,941,643
Home office business deductions, total	322,542	62,798	71,904	* 2,319	4,971	* 62	* 139	64,413
Depreciation, Form 8829 [3]	34,360	7,914	4,990	* 13	834	* 2	0	4,142
Casualty loss, Form 8829 [3]	* 1,183	* 1,066	* 117	0	0	0	0	* 117
Excess—casualty depreciations, Form 8829 [3]	4,901	* 509	* 304	0	* 240	0	0	* 64
Net income [1,2]	22,908,435	1,469,086	8,539,428	434,559	953,823	189,262	* 9,496	6,952,289
Returns with Schedule C-EZ:								
Number of returns	91,661	12,129	18,087	* 14	* 99	* 112	0	17,862
Business receipts	793,140	116,466	301,607	* 723	* 13,609	* 14,572	0	272,703
Business deductions	99,095	18,641	18,268	* [4]	* 24	* 37	0	18,207
Net income	694,044	97,825	283,338	* 723	* 13,585	* 14,535	0	254,496

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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						
	Insurance agents, brokers, and related activities			Total	Real estate		
	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self-storage)	Offices of real estate agents, brokers, property managers, and appraisers
	(87)	(88)	(89)	(90)	(91)	(92)	(93)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	441,829	328,276	113,553	1,393,424	1,336,767	39,944	1,056,026
Business receipts, total [1]	30,568,954	26,335,688	4,233,266	70,954,832	66,927,293	1,341,797	49,007,711
Income from sales and operations [1]	29,798,570	25,609,181	4,189,389	69,206,921	65,323,449	1,242,011	47,966,253
Other business income	770,384	726,507	43,877	1,747,910	1,603,845	99,785	1,041,459
Business deductions, total [1,2]	18,445,284	16,020,031	2,425,254	48,684,628	44,804,616	1,467,285	29,350,772
Cost of sales and operations, total	814,563	663,928	150,635	10,345,529	9,377,250	128,547	2,843,387
Inventory, beginning of year	40,065	37,669	* 2,395	2,785,756	2,673,919	* 11,973	748,482
Cost of labor	45,849	* 37,506	* 8,343	482,557	351,554	* 338	301,895
Purchases	347,999	246,605	101,395	5,519,112	4,909,012	127,196	1,340,456
Materials and supplies	38,609	30,756	* 7,854	1,119,770	1,060,409	* 3,466	453,419
Other costs	418,110	381,803	36,307	3,631,654	3,454,364	47,813	904,206
Inventory, end of year	76,070	70,411	* 5,659	3,193,320	3,072,007	62,239	905,072
Advertising expenses	814,395	759,062	55,333	2,707,090	2,669,836	13,446	2,284,577
Car and truck expenses	2,084,818	1,647,275	437,543	5,839,808	5,693,348	56,370	4,708,135
Commissions	2,087,625	1,812,496	275,129	3,448,320	3,405,609	55,104	2,855,015
Contract labor	458,690	407,244	51,446	1,024,431	918,434	16,057	612,631
Depletion	482	481	* 1	5,551	5,478	* 1,046	3,654
Depreciation	549,166	480,069	69,097	2,767,499	1,712,232	172,846	1,125,125
Employee benefit programs	141,680	130,038	11,642	93,990	88,123	3,290	60,478
Insurance	397,150	354,526	42,624	679,218	601,391	43,322	430,418
Legal and professional services	303,247	257,257	45,990	1,123,262	1,080,112	43,606	748,629
Meals and entertainment deducted	334,657	288,942	45,715	729,090	716,647	7,957	586,356
Mortgage interest	96,529	76,812	19,717	1,031,793	970,762	321,614	394,007
Other interest paid on business indebtedness	158,691	134,778	23,913	661,199	516,979	42,010	220,860
Office expenses	782,955	687,542	95,412	1,319,123	1,294,151	13,475	1,079,801
Pension and profit-sharing plans	74,020	71,956	2,064	39,840	38,968	* 553	31,681
Rent paid on machinery and equipment	130,426	114,645	15,781	516,272	460,539	9,692	389,439
Rent paid on other business property	884,783	820,280	64,503	1,250,986	1,149,118	14,080	877,832
Repairs	165,345	145,892	19,453	720,958	607,250	84,361	353,621
Supplies	397,781	354,545	43,236	1,018,095	928,993	22,124	701,221
Salaries and wages	2,552,536	2,403,098	149,438	1,905,519	1,667,454	62,651	989,252
Taxes paid	361,923	332,087	29,837	815,371	715,483	97,358	433,941
Travel	438,456	338,564	99,892	743,741	711,025	18,816	532,250
Utilities	721,788	631,339	90,449	1,546,761	1,481,924	68,689	1,143,665
Other business deductions	3,386,463	2,911,473	474,990	7,568,449	7,227,222	154,824	5,321,694
Home office business deductions, total	244,929	160,235	84,695	654,687	640,870	12,602	529,054
Depreciation, Form 8829 [3]	30,401	17,329	13,072	94,597	93,762	10,358	68,783
Casualty loss, Form 8829 [3]	0	0	0	* 7,465	* 7,465	* 117	* 6,469
Excess—casualty depreciations, Form 8829 [3]	19,778	11,737	8,041	51,950	51,946	10,846	37,407
Net income less deficit [1,2]	12,123,880	10,314,637	1,809,243	22,335,602	22,158,626	-127,456	19,671,820
Net income [1,2]	12,899,922	10,928,275	1,971,647	27,320,942	26,636,164	276,502	22,251,313
Deficit [2]	-776,042	-613,638	-162,404	-4,985,341	-4,477,538	-403,957	-2,579,493

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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						
	Insurance agents, brokers, and related activities			Total	Real estate		
	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self-storage)	Offices of real estate agents, brokers, property managers, and appraisers
				(87)			
BUSINESSES WITH NET INCOME							
Number of returns [1]	322,680	241,816	80,864	908,375	877,660	13,266	711,860
Business receipts, total [1]	27,670,711	23,982,553	3,688,158	60,188,057	57,261,965	697,851	43,920,550
Income from sales and operations [1]	27,027,256	23,369,678	3,657,578	58,923,834	56,049,012	614,032	43,033,052
Other business income	643,455	612,876	30,580	1,264,224	1,212,953	83,819	887,499
Business deductions, total [1,2]	14,770,053	13,055,977	1,714,075	32,879,903	30,637,957	421,349	21,672,389
Cost of sales and operations, total	473,753	429,106	44,646	6,765,810	5,978,415	60,291	2,027,021
Inventory, beginning of year	38,404	37,641	* 763	1,249,801	1,167,142	* 8,071	320,138
Cost of labor	* 12,474	* 8,908	* 3,566	442,524	316,698	* 166	286,070
Purchases	95,774	93,223	* 2,551	3,331,068	2,795,546	* 48,847	828,409
Materials and supplies	35,397	30,709	* 4,688	817,342	761,245	* 3,458	399,265
Other costs	362,188	329,037	33,151	2,253,214	2,173,434	* 7,089	655,802
Inventory, end of year	70,485	70,411	* 73	1,328,140	1,235,650	* 7,339	462,664
Advertising expenses	731,906	693,230	38,676	2,157,586	2,137,861	2,263	1,874,097
Car and truck expenses	1,650,754	1,308,995	341,759	4,347,392	4,239,105	22,381	3,545,925
Commissions	1,617,872	1,445,282	172,590	2,559,690	2,538,964	44,919	2,202,336
Contract labor	417,777	366,760	51,017	732,228	685,103	1,006	507,194
Depletion	359	359	* 1	3,457	3,423	* 6	3,075
Depreciation	445,531	397,292	48,239	1,416,639	996,502	31,974	753,957
Employee benefit programs	128,616	117,198	11,418	70,517	66,453	* 1,321	46,732
Insurance	352,753	318,291	34,462	437,437	396,019	14,623	303,469
Legal and professional services	246,902	215,174	31,728	734,598	720,326	12,238	513,844
Meals and entertainment deducted	287,826	251,211	36,614	588,941	579,616	2,940	482,095
Mortgage interest	55,013	50,203	* 4,810	346,706	324,426	58,276	195,588
Other interest paid on business indebtedness	128,192	106,562	21,631	235,543	187,472	10,487	116,951
Office expenses	676,231	595,183	81,048	1,000,180	986,667	5,122	831,068
Pension and profit-sharing plans	72,652	70,666	1,986	34,625	33,773	* 538	28,919
Rent paid on machinery and equipment	120,687	105,639	15,048	383,751	356,781	4,052	309,666
Rent paid on other business property	779,495	727,869	51,626	835,897	779,817	6,352	600,634
Repairs	141,026	125,156	15,871	415,294	361,732	23,416	258,754
Supplies	349,429	319,675	29,754	734,645	696,102	7,095	536,783
Salaries and wages	2,380,213	2,241,656	138,558	1,361,540	1,188,543	23,278	751,855
Taxes paid	323,626	299,178	24,448	469,542	399,414	22,154	284,623
Travel	360,446	292,567	67,879	516,704	505,916	1,991	394,816
Utilities	628,264	556,027	72,236	1,059,094	1,023,091	24,000	815,838
Other business deductions	2,158,050	1,876,312	281,738	5,034,107	4,829,926	34,730	3,771,091
Home office business deductions, total	187,840	116,767	71,073	512,133	499,292	* 3,065	423,999
Depreciation, Form 8829 [3]	21,455	11,038	10,417	63,422	62,591	* 49	50,190
Casualty loss, Form 8829 [3]	0	0	0	* 6,677	* 6,677	* 4	* 5,943
Excess—casualty depreciations, Form 8829 [3]	4,088	* 2,516	* 1,572	8,114	8,114	0	7,844
Net income [1,2]	12,899,922	10,928,275	1,971,647	27,320,942	26,636,164	276,502	22,251,313
Returns with Schedule C-EZ:							
Number of returns	61,445	41,613	19,832	107,555	101,911	3,694	73,118
Business receipts	375,067	205,904	169,163	1,078,761	1,036,958	33,403	737,644
Business deductions	62,186	35,467	26,719	128,048	125,417	2,845	94,050
Net income	312,880	170,437	142,444	950,713	911,541	30,558	643,594

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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						
		Other activities related to real estate	Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Videotape and disc rental	General rental centers and other consumer goods rental
	(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	240,797	56,656	17,698	* 10	* 79	3,538	15,820	19,512
Business receipts, total [1]	16,577,785	4,027,538	652,711	* 12,259	* 47,509	544,107	959,760	1,811,193
Income from sales and operations [1]	16,115,185	3,883,473	645,897	* 12,174	* 47,509	544,056	940,836	1,692,999
Other business income	462,601	144,066	6,813	* 84	0	* 51	18,923	118,193
Business deductions, total [1,2]	13,986,560	3,880,012	631,846	* 14,282	* 45,035	491,151	878,605	1,819,094
Cost of sales and operations, total	6,405,316	968,279	134,233	* 1,735	* 17,594	233,527	257,665	323,524
Inventory, beginning of year	1,913,464	111,837	* 18,975	0	0	* 24,233	43,339	25,289
Cost of labor	49,320	131,003	0	0	0	* 1,777	* 74,261	54,966
Purchases	3,441,360	610,100	53,988	* 1,435	* 17,594	226,758	186,738	123,586
Materials and supplies	603,524	59,362	* 3,955	0	0	0	* 985	* 54,421
Other costs	2,502,345	177,290	* 79,067	* 299	0	* 5,573	* 2,269	90,081
Inventory, end of year	2,104,697	121,313	* 21,752	0	0	* 24,814	49,929	24,819
Advertising expenses	371,814	37,253	3,611	* 81	* 1,665	4,789	23,474	3,634
Car and truck expenses	928,843	146,460	58,665	* 40	* 181	16,529	32,946	38,099
Commissions	495,491	42,711	* 12,827	* 403	0	0	* 2,796	26,685
Contract labor	289,746	105,998	12,300	* 1	* 350	* 37	46,415	46,893
Depletion	777	73	* 2	0	0	0	* 1	70
Depreciation	414,261	1,055,267	220,001	* 6,849	* 2,221	* 16,755	164,154	645,287
Employee benefit programs	24,354	5,867	* 221	* 325	0	* 280	2,593	2,449
Insurance	127,652	77,826	13,300	* 119	* 1,189	* 4,521	19,463	39,235
Legal and professional services	287,877	43,151	5,254	* 222	* 353	4,019	14,435	18,867
Meals and entertainment deducted	122,333	12,443	5,304	* 4	0	* 413	2,247	4,475
Mortgage interest	255,142	61,030	14,928	* 263	0	* 4,661	8,085	33,094
Other interest paid on business indebtedness	254,110	144,220	21,171	* 1,531	* 268	* 2,423	16,360	102,466
Office expenses	200,876	24,972	2,199	* 18	* 84	4,288	6,747	11,636
Pension and profit-sharing plans	6,734	* 871	* 8	* 6	0	0	* 128	* 730
Rent paid on machinery and equipment	61,408	55,732	3,796	* 5	0	* 426	12,873	38,631
Rent paid on other business property	257,206	101,868	11,467	* 70	* 3,900	42,205	28,799	15,426
Repairs	169,268	113,709	12,990	* 80	* 364	4,521	19,271	76,482
Supplies	205,649	89,102	594	* 36	* 520	* 5,291	33,483	49,179
Salaries and wages	615,551	238,065	23,115	* 1,366	* 8,554	* 73,745	52,553	78,731
Taxes paid	184,183	99,888	5,512	* 253	* 3,555	17,897	33,419	39,252
Travel	159,960	32,716	566	* 61	* 191	* 88	5,675	26,135
Utilities	269,569	64,837	2,989	* 218	* 1,242	21,875	23,640	14,872
Other business deductions	1,750,704	341,227	65,189	* 596	* 2,803	28,916	64,353	179,370
Home office business deductions, total	99,214	13,817	* 2	0	0	* 3,945	* 6,858	3,013
Depreciation, Form 8829 [3]	14,621	* 835	* 4	0	0	* 51	* 613	* 167
Casualty loss, Form 8829 [3]	* 879	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	3,693	* 4	* 4	0	0	0	0	0
Net income less deficit [1,2]	2,614,262	176,975	26,582	* -2,023	* 2,474	52,956	84,761	12,225
Net income [1,2]	4,108,350	684,778	100,702	* 373	* 3,727	61,572	187,528	330,875
Deficit [2]	-1,494,088	-507,803	-74,121	* -2,395	* -1,253	* -8,616	-102,767	-318,650

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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						
		Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Videotape and disc rental	General rental centers and other consumer goods rental	Commercial and industrial machinery and equipment rental and leasing
(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)	
BUSINESSES WITH NET INCOME								
Number of returns [1]	152,534	30,716	** 10,201	**	* 39	3,247	7,882	9,347
Business receipts, total [1]	12,643,564	2,926,092	** 434,917	**	* 47,139	498,508	741,074	1,204,454
Income from sales and operations [1]	12,401,929	2,874,821	** 433,955	**	* 47,139	498,457	740,636	1,154,636
Other business income	241,636	51,271	** 962	**	0	* 51	* 439	49,819
Business deductions, total [1,2]	8,544,219	2,241,946	** 335,940	**	* 43,412	436,936	553,546	872,113
Cost of sales and operations, total	3,891,103	787,395	** 40,322	**	* 17,594	218,394	250,771	260,314
Inventory, beginning of year	838,932	82,659	** 12,334	**	0	* 12,327	* 40,921	* 17,077
Cost of labor	30,462	* 125,827	** 0	**	0	* 1,777	* 74,194	* 49,856
Purchases	1,918,290	535,522	** 37,971	**	* 17,594	216,947	181,560	81,450
Materials and supplies	358,522	* 56,097	** 2,934	**	0	0	* 784	* 52,379
Other costs	1,510,543	79,781	** 2,729	**	0	0	* 375	76,675
Inventory, end of year	765,646	92,490	** 15,647	**	0	* 12,657	* 47,064	* 17,122
Advertising expenses	261,500	19,725	** 1,442	**	* 1,665	* 4,253	10,749	1,616
Car and truck expenses	670,800	108,287	** 50,103	**	* 181	* 14,912	18,836	24,254
Commissions	291,709	20,726	** 5,340	**	0	0	* 42	15,343
Contract labor	176,903	47,125	** 10,928	**	* 350	* 37	32,753	3,056
Depletion	342	* 34	** 2	**	0	0	0	* 32
Depreciation	210,570	420,136	** 100,300	**	* 2,022	* 16,665	57,233	243,916
Employee benefit programs	18,400	4,064	** 155	**	0	* 211	* 2,272	* 1,426
Insurance	77,927	41,419	** 8,164	**	* 1,134	* 4,335	8,589	19,196
Legal and professional services	194,244	14,272	** 2,990	**	* 181	3,330	2,093	5,679
Meals and entertainment deducted	94,581	9,325	** 4,888	**	0	* 404	1,913	2,121
Mortgage interest	70,562	22,280	** 9,646	**	0	* 4,600	* 3,847	4,188
Other interest paid on business indebtedness	60,034	48,070	** 12,339	**	* 268	* 2,423	* 4,391	28,649
Office expenses	150,476	13,513	** 662	**	* 39	* 4,044	4,264	4,505
Pension and profit-sharing plans	4,317	* 852	** 8	**	0	0	* 128	* 717
Rent paid on machinery and equipment	43,063	26,970	** 1,273	**	0	* 407	10,354	14,936
Rent paid on other business property	172,831	56,080	** 275	**	* 3,429	* 35,869	8,932	7,576
Repairs	79,562	53,562	** 10,222	**	* 349	* 4,174	8,545	30,272
Supplies	152,224	38,543	** 459	**	* 462	* 5,128	13,990	18,505
Salaries and wages	413,411	172,997	** 19,685	**	* 8,554	* 56,878	* 35,666	52,213
Taxes paid	92,637	70,128	** 1,218	**	* 3,555	* 12,319	26,182	26,854
Travel	109,108	10,788	** 437	**	* 191	* 53	* 4,546	5,562
Utilities	183,253	36,002	** 285	**	* 1,180	19,621	8,327	6,589
Other business deductions	1,024,106	204,180	** 53,197	**	* 2,257	24,933	32,095	91,699
Home office business deductions, total	72,228	12,841	** 0	**	0	* 3,945	* 6,858	* 2,039
Depreciation, Form 8829 [3]	12,352	* 831	** 0	**	0	* 51	* 613	* 167
Casualty loss, Form 8829 [3]	* 730	0	** 0	**	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	* 270	0	** 0	**	0	0	0	0
Net income [1,2]	4,108,350	684,778	** 101,075	**	* 3,727	61,572	187,528	330,875
Returns with Schedule C-EZ:								
Number of returns	25,099	5,644	* 1,723	0	0	0	* 2,039	1,881
Business receipts	265,911	41,803	* 10,323	0	0	0	* 12,520	18,960
Business deductions	28,522	2,631	* 1,600	0	0	0	* 172	* 859
Net income	237,389	39,172	* 8,722	0	0	0	* 12,348	18,102

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Offices of certified public accountants	Other accounting services	Architectural, engineering, and related services		
					Total	Architectural services	Engineering services
	(102)	(103)	(104)	(105)	(106)	(107)	(108)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	3,234,542	363,321	46,084	330,229	275,602	99,885	97,556
Business receipts, total [1]	169,272,699	38,716,955	4,203,407	8,210,291	16,193,715	7,741,906	5,798,047
Income from sales and operations [1]	166,428,723	38,214,388	4,083,232	8,088,618	15,961,834	7,697,760	5,612,136
Other business income	2,843,976	502,567	120,175	121,673	231,881	44,146	185,911
Business deductions, total [1,2]	97,752,001	22,047,741	2,361,991	5,094,148	10,515,850	5,817,821	3,334,483
Cost of sales and operations, total	19,713,317	1,841,309	39,963	138,792	2,781,620	1,689,380	961,186
Inventory, beginning of year	1,144,267	62,512	* 8,007	* 56,713	73,283	40,618	26,253
Cost of labor	1,772,032	142,743	* 2,735	67,208	531,358	379,221	130,097
Purchases	8,159,185	131,995	* 2,835	22,414	677,724	504,475	119,298
Materials and supplies	2,901,630	48,828	* 13	18,829	721,925	433,444	280,297
Other costs	6,801,386	1,519,958	33,995	20,974	869,621	380,753	444,447
Inventory, end of year	1,065,183	64,727	* 7,621	* 47,347	92,291	49,131	39,206
Advertising expenses	2,296,548	844,057	22,614	98,269	98,554	56,855	23,958
Car and truck expenses	7,372,703	1,029,264	121,758	581,997	811,262	358,932	270,874
Commissions	1,449,557	239,080	* 7,563	154,570	78,665	14,708	39,545
Contract labor	4,344,168	785,558	126,346	236,072	620,286	359,549	177,442
Depletion	12,387	3,285	0	* 846	* 1,635	0	* 1,616
Depreciation	3,932,135	479,147	74,366	218,601	528,014	247,132	177,569
Employee benefit programs	651,284	213,243	67,718	37,548	106,716	34,342	49,021
Insurance	1,629,001	584,349	63,549	81,798	274,591	145,125	83,193
Legal and professional services	2,613,835	752,666	38,602	161,603	291,949	169,883	61,050
Meals and entertainment deducted	1,296,040	214,179	22,147	93,735	77,670	34,501	29,018
Mortgage interest	395,929	98,937	18,144	54,939	29,973	11,374	14,861
Other interest paid on business indebtedness	741,480	156,326	34,861	54,758	56,982	31,233	15,112
Office expenses	3,092,241	1,091,718	116,963	254,532	251,876	110,877	106,190
Pension and profit-sharing plans	335,456	148,626	14,600	10,347	29,749	15,419	13,259
Rent paid on machinery and equipment	916,230	214,968	34,806	51,089	80,045	44,213	29,664
Rent paid on other business property	3,929,938	1,734,106	169,264	260,422	248,713	149,745	68,782
Repairs	940,908	191,126	23,491	76,178	134,785	71,554	41,224
Supplies	3,024,526	407,068	41,502	173,828	453,888	312,263	85,530
Salaries and wages	10,986,174	4,110,482	627,671	775,390	1,388,528	771,663	415,021
Taxes paid	1,787,566	564,328	75,623	109,867	229,228	140,179	59,348
Travel	3,726,242	308,881	36,582	104,067	228,702	76,533	120,012
Utilities	3,152,567	798,862	96,524	239,206	278,661	125,668	85,156
Other business deductions	16,049,322	4,980,284	433,348	851,341	1,166,885	757,420	287,669
Home office business deductions, total	2,830,459	224,528	43,044	205,004	236,863	76,018	105,952
Depreciation, Form 8829 [3]	369,483	22,467	6,140	19,744	29,289	8,332	13,011
Casualty loss, Form 8829 [3]	11,861	* 3,225	0	* 25	0	0	0
Excess—casualty depreciations, Form 8829 [3]	359,886	13,232	* 459	7,223	24,429	* 2,411	* 13,725
Net income less deficit [1,2]	71,608,966	16,676,401	1,841,417	3,117,258	5,682,629	1,924,217	2,467,909
Net income [1,2]	77,705,157	17,450,194	1,903,735	3,445,846	6,055,197	2,117,003	2,580,101
Deficit [2]	-6,096,192	-773,793	-62,318	-328,587	-372,568	-192,786	-112,193

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Offices 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]	2,407,350	268,297	39,361	268,693	213,865	73,057	80,074
Business receipts, total [1]	156,237,690	36,949,264	4,068,821	7,516,589	14,727,736	6,829,921	5,416,534
Income from sales and operations [1]	153,703,359	36,485,597	3,948,812	7,414,876	14,552,548	6,789,715	5,283,377
Other business income	2,534,331	463,667	120,009	101,712	175,188	40,207	133,157
Business deductions, total [1,2]	78,548,547	19,504,801	2,165,086	4,070,743	8,677,254	4,713,000	2,840,777
Cost of sales and operations, total	15,959,539	1,665,126	35,873	109,471	2,180,987	1,239,909	817,313
Inventory, beginning of year	655,801	43,602	* 1,044	* 35,238	24,605	* 1,673	* 22,787
Cost of labor	1,410,399	142,619	* 2,735	52,875	431,475	292,828	117,395
Purchases	6,061,492	127,497	* 2,835	11,057	462,543	291,178	118,756
Materials and supplies	2,350,738	47,118	* 13	* 15,454	498,162	321,020	171,488
Other costs	6,004,928	1,352,518	* 29,904	14,440	802,144	336,870	421,023
Inventory, end of year	523,819	48,226	* 658	* 19,594	37,943	* 3,660	* 34,137
Advertising expenses	1,799,110	754,538	20,436	73,078	76,500	40,396	21,821
Car and truck expenses	5,501,547	844,631	115,686	412,744	635,458	259,408	230,407
Commissions	1,224,488	209,651	* 7,542	145,614	52,268	13,955	36,299
Contract labor	3,742,179	700,698	118,020	206,259	574,822	336,871	155,412
Depletion	9,105	3,093	0	* 775	* 284	0	* 280
Depreciation	2,941,091	412,379	60,660	176,032	431,655	193,238	143,858
Employee benefit programs	544,747	196,363	60,342	33,098	97,403	34,200	45,263
Insurance	1,362,090	523,517	58,013	63,692	229,299	114,510	76,641
Legal and professional services	2,097,419	663,665	33,171	147,047	260,308	151,204	52,617
Meals and entertainment deducted	1,055,830	190,551	21,037	68,724	64,059	28,036	26,559
Mortgage interest	273,492	88,728	18,088	40,412	21,202	10,627	7,563
Other interest paid on business indebtedness	498,084	116,323	31,299	46,931	46,169	23,322	14,624
Office expenses	2,625,246	986,167	110,817	207,115	218,727	95,109	92,736
Pension and profit-sharing plans	307,453	144,010	14,379	10,347	28,248	15,239	11,938
Rent paid on machinery and equipment	722,102	195,839	18,701	28,412	61,578	33,543	22,674
Rent paid on other business property	3,182,973	1,576,078	160,550	200,814	210,070	122,709	62,956
Repairs	702,292	154,354	22,303	67,700	109,971	55,059	36,095
Supplies	2,324,128	350,306	39,415	124,258	375,034	251,510	79,660
Salaries and wages	9,415,449	3,777,422	570,842	684,851	1,207,221	717,566	327,390
Taxes paid	1,533,701	509,004	70,447	98,846	198,859	126,371	49,561
Travel	3,086,415	265,018	34,763	92,675	196,262	58,163	109,052
Utilities	2,483,186	686,633	86,364	191,951	215,749	93,585	72,356
Other business deductions	12,451,209	4,309,035	404,153	650,136	965,792	629,211	243,912
Home office business deductions, total	2,191,932	153,539	41,244	123,613	189,324	56,001	91,563
Depreciation, Form 8829 [3]	271,071	17,435	5,994	14,946	20,910	7,608	8,939
Casualty loss, Form 8829 [3]	10,521	* 3,225	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	28,989	* 1,497	* 110	0	* 4,088	* 853	* 3,235
Net income [1,2]	77,705,157	17,450,194	1,903,735	3,445,846	6,055,197	2,117,003	2,580,101
Returns with Schedule C-EZ:							
Number of returns	534,873	39,995	6,399	83,025	47,657	16,087	18,923
Business receipts	5,144,919	422,231	61,625	519,981	402,765	109,872	165,458
Business deductions	531,989	31,364	10,942	69,350	30,009	13,256	12,232
Net income	4,612,930	390,867	50,684	450,631	372,756	96,616	153,226

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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]	60,757	13,342	4,062	241,885	254,014	1,723,407	951,886
Business receipts, total [1]	1,696,841	767,444	189,477	9,336,822	9,986,914	82,624,594	46,147,399
Income from sales and operations [1]	1,695,510	767,197	189,232	9,257,163	9,879,668	80,943,820	45,108,461
Other business income	* 1,331	* 248	* 246	79,660	107,245	1,680,774	1,038,938
Business deductions, total [1,2]	797,378	435,517	130,651	7,229,701	5,566,533	44,936,037	20,607,598
Cost of sales and operations, total	60,075	* 15,283	* 55,696	3,929,295	1,910,254	9,072,083	2,516,247
Inventory, beginning of year	* 364	0	* 6,049	354,782	57,374	531,595	249,625
Cost of labor	* 14,002	* 7,249	* 789	208,763	294,162	525,063	241,156
Purchases	* 2,922	* 2,766	* 48,262	2,403,781	785,226	4,135,210	805,903
Materials and supplies	* 6,700	0	* 1,484	698,237	149,221	1,264,577	423,937
Other costs	* 36,449	* 5,268	* 2,705	529,137	680,199	3,147,501	1,010,856
Inventory, end of year	* 360	0	* 3,594	265,406	55,928	531,862	215,230
Advertising expenses	14,274	3,061	* 406	101,537	183,709	947,809	381,783
Car and truck expenses	126,879	47,544	* 7,032	413,891	433,636	3,980,896	2,148,833
Commissions	* 24,003	* 409	0	55,543	35,852	878,285	492,472
Contract labor	14,109	68,464	* 722	199,761	286,453	2,089,692	1,169,640
Depletion	* 19	0	0	* 24	* 411	6,186	3,957
Depreciation	63,658	34,374	* 5,283	210,717	257,734	2,163,556	981,942
Employee benefit programs	* 14,001	* 8,271	* 1,081	12,325	33,770	179,964	75,365
Insurance	27,567	15,380	* 3,326	58,441	47,586	518,686	220,833
Legal and professional services	51,058	7,425	* 2,534	99,572	82,924	1,186,519	775,814
Meals and entertainment deducted	12,918	698	* 535	65,036	61,798	761,475	497,345
Mortgage interest	* 2,892	* 846	0	23,540	17,339	153,057	61,596
Other interest paid on business indebtedness	6,283	2,466	* 1,889	51,088	31,694	355,772	200,898
Office expenses	23,404	9,844	* 1,561	116,024	129,586	1,131,543	628,456
Pension and profit-sharing plans	* 17	* 1,045	* 9	5,908	8,572	117,654	56,184
Rent paid on machinery and equipment	1,703	* 4,458	* 7	39,045	70,500	425,776	224,038
Rent paid on other business property	* 13,918	12,656	* 3,611	193,636	117,678	1,206,119	503,884
Repairs	13,068	6,776	* 2,164	27,814	34,329	453,184	206,295
Supplies	37,796	13,123	* 5,175	212,238	157,719	1,578,283	644,449
Salaries and wages	* 60,193	118,876	* 22,775	250,733	368,117	3,465,252	1,246,437
Taxes paid	11,229	15,896	* 2,575	90,211	65,723	652,586	251,212
Travel	29,231	1,791	* 1,135	123,085	239,625	2,685,300	1,878,276
Utilities	45,727	19,000	* 3,111	168,544	151,758	1,419,012	746,318
Other business deductions	95,833	18,191	* 7,772	523,166	578,074	7,516,225	3,518,249
Home office business deductions, total	43,616	* 9,529	* 1,748	227,437	226,498	1,667,084	991,640
Depreciation, Form 8829 [3]	6,768	* 815	* 363	29,733	23,531	238,579	140,077
Casualty loss, Form 8829 [3]	0	0	0	* 79	* 1,263	7,268	4,111
Excess—casualty depreciations, Form 8829 [3]	* 6,863	* 710	* 721	27,737	8,778	278,027	214,335
Net income less deficit [1,2]	899,800	331,877	58,826	2,112,466	4,424,493	37,754,303	25,573,080
Net income [1,2]	955,172	334,128	68,793	2,668,602	4,780,921	41,400,665	27,576,853
Deficit [2]	-55,372	* -2,251	* -9,967	-556,136	-356,428	-3,646,362	-2,003,773

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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 NET INCOME							
Number of returns [1]	47,243	10,780	2,711	165,742	191,706	1,259,685	697,244
Business receipts, total [1]	1,622,533	679,883	178,865	7,903,667	9,211,240	75,860,373	43,565,512
Income from sales and operations [1]	1,621,202	679,635	178,619	7,834,380	9,106,158	74,360,988	42,623,968
Other business income	* 1,331	* 248	* 246	69,287	105,082	1,499,386	941,545
Business deductions, total [1,2]	667,698	345,705	* 110,072	5,235,066	4,430,162	34,465,436	15,994,002
Cost of sales and operations, total	* 58,109	* 15,039	* 50,617	3,090,280	1,659,416	7,218,387	2,120,708
Inventory, beginning of year	* 45	0	* 99	225,800	24,721	300,792	146,777
Cost of labor	* 14,002	* 7,249	* 1	173,826	212,595	394,275	220,519
Purchases	* 2,002	* 2,692	* 47,915	1,684,660	725,092	3,047,809	696,452
Materials and supplies	* 5,654	0	0	625,298	119,895	1,044,798	406,281
Other costs	* 36,449	* 5,097	* 2,705	477,078	612,506	2,716,337	778,705
Inventory, end of year	* 42	0	* 104	96,381	35,394	285,624	128,025
Advertising expenses	10,883	3,052	* 348	62,822	156,082	655,656	278,679
Car and truck expenses	110,483	31,860	* 3,300	257,039	320,898	2,915,091	1,586,162
Commissions	* 1,605	* 409	0	46,557	29,634	733,221	366,353
Contract labor	* 13,992	68,464	* 82	134,255	267,200	1,740,925	1,018,118
Depletion	* 4	0	0	0	* 411	4,542	3,153
Depreciation	57,453	32,617	* 4,489	129,636	192,100	1,538,631	712,991
Employee benefit programs	* 13,991	* 2,868	* 1,081	7,568	26,096	123,876	47,289
Insurance	24,141	10,887	* 3,120	41,508	34,234	411,827	180,858
Legal and professional services	47,881	6,117	* 2,489	63,052	52,723	877,453	572,119
Meals and entertainment deducted	8,444	658	* 362	48,201	50,348	612,910	406,017
Mortgage interest	* 2,284	* 728	0	10,651	6,835	87,576	31,746
Other interest paid on business indebtedness	* 5,018	* 2,466	* 739	14,888	22,325	220,149	104,658
Office expenses	20,425	8,896	* 1,561	81,904	97,110	923,406	519,534
Pension and profit-sharing plans	* 17	* 1,045	* 9	5,722	3,274	101,473	52,204
Rent paid on machinery and equipment	1,023	* 4,332	* 7	22,510	63,261	331,800	184,480
Rent paid on other business property	* 13,918	8,521	* 1,965	92,405	78,717	864,340	354,683
Repairs	12,901	3,911	* 2,005	21,051	22,111	304,802	131,409
Supplies	31,981	10,173	* 1,709	125,883	114,975	1,194,258	444,469
Salaries and wages	* 52,193	87,296	* 22,775	184,483	254,396	2,736,234	902,400
Taxes paid	9,829	10,556	* 2,541	69,449	50,000	537,096	198,647
Travel	26,591	1,791	* 664	87,978	210,720	2,199,000	1,589,480
Utilities	37,142	10,531	* 2,136	106,101	106,349	1,090,038	580,906
Other business deductions	69,239	15,860	* 7,569	313,758	401,399	5,406,936	2,624,690
Home office business deductions, total	34,243	* 7,516	0	186,275	174,355	1,323,582	802,803
Depreciation, Form 8829 [3]	3,786	* 578	0	20,153	19,970	171,663	104,892
Casualty loss, Form 8829 [3]	0	0	0	0	* 1,263	6,034	4,071
Excess—casualty depreciations, Form 8829 [3]	0	0	0	* 2,856	* 3,875	16,564	11,007
Net income [1,2]	955,172	334,128	68,793	2,668,602	4,780,921	41,400,665	27,576,853
Returns with Schedule C-EZ:							
Number of returns	8,947	* 2,098	* 1,602	38,339	55,139	264,318	127,839
Business receipts	65,968	* 23,891	* 37,576	401,861	563,312	2,773,144	1,825,630
Business deductions	* 3,906	* 1,111	* 504	31,090	35,194	324,039	185,435
Net income	62,062	* 23,780	* 37,072	370,771	528,117	2,449,105	1,640,195

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Professional, scientific, and technical services—continued				Administrative and support and waste management and remediation services		
	Other professional, scientific, and technical services—continued				Total	Administrative and support services	Waste management and remediation services
	Scientific research and development services	Advertising and related services	Market research and public opinion polling	Other miscellaneous services			
	(116)	(117)	(118)	(119)	(120)	(121)	(122)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	34,241	120,617	38,676	577,987	2,251,002	2,224,802	26,200
Business receipts, total [1]	1,952,860	7,163,497	1,133,673	26,227,165	60,343,203	58,044,464	2,298,739
Income from sales and operations [1]	1,939,220	7,103,762	1,122,382	25,669,995	59,549,710	57,280,528	2,269,182
Other business income	13,641	59,734	11,291	557,170	793,494	763,936	29,557
Business deductions, total [1,2]	1,375,133	5,126,124	729,135	17,098,047	43,914,195	41,861,545	2,052,650
Cost of sales and operations, total	424,551	1,896,826	197,539	4,036,920	11,076,161	10,681,460	394,701
Inventory, beginning of year	* 59,537	13,744	* 2	208,686	375,225	366,725	* 8,500
Cost of labor	* 24,316	28,169	0	231,422	2,283,408	2,254,725	* 28,683
Purchases	* 309,845	651,126	* 5,473	2,362,862	3,436,507	3,227,995	208,511
Materials and supplies	* 20,700	231,277	* 37,178	551,485	2,259,940	2,208,985	50,955
Other costs	98,181	984,450	* 154,885	899,129	3,067,658	2,957,313	110,345
Inventory, end of year	* 88,028	11,940	0	216,664	346,575	334,283	* 12,293
Advertising expenses	25,049	190,050	4,291	346,636	760,727	730,980	29,747
Car and truck expenses	40,811	339,961	62,167	1,389,123	5,834,308	5,664,546	169,762
Commissions	* 4,857	153,551	* 4,006	223,398	486,957	473,927	13,030
Contract labor	107,523	210,550	50,396	551,582	2,145,281	2,051,169	94,113
Depletion	0	* 20	0	2,208	5,377	4,640	* 738
Depreciation	71,586	156,427	14,618	938,982	2,418,990	2,188,350	230,640
Employee benefit programs	5,030	11,963	* 4,996	82,611	130,740	115,556	15,185
Insurance	8,734	29,654	7,369	252,096	1,090,691	1,012,153	78,538
Legal and professional services	35,162	74,007	11,493	290,041	403,551	387,808	15,743
Meals and entertainment deducted	12,777	50,244	11,221	189,887	318,577	309,090	9,487
Mortgage interest	* 16,892	4,702	* 3,603	66,264	195,486	183,223	12,263
Other interest paid on business indebtedness	3,911	26,497	* 1,334	123,131	340,658	312,929	27,729
Office expenses	17,470	76,418	14,216	394,983	685,645	662,910	22,734
Pension and profit-sharing plans	* 13,125	2,357	* 6,043	39,947	30,358	29,399	* 959
Rent paid on machinery and equipment	7,204	33,691	3,784	157,060	574,509	551,101	23,408
Rent paid on other business property	34,015	102,311	17,971	547,939	735,747	711,980	23,767
Repairs	9,303	29,289	7,761	200,536	978,093	877,500	100,594
Supplies	19,404	87,062	46,084	781,284	2,118,835	2,065,127	53,707
Salaries and wages	131,163	233,396	51,557	1,802,700	4,498,692	4,351,189	147,503
Taxes paid	15,385	43,428	5,274	337,286	750,406	706,554	43,852
Travel	47,605	118,169	44,811	596,438	662,365	647,615	14,750
Utilities	18,652	120,516	20,460	513,067	1,076,267	1,041,226	35,040
Other business deductions	269,667	957,363	115,649	2,655,297	5,426,390	4,936,074	490,317
Home office business deductions, total	20,298	158,982	17,763	478,401	671,832	667,501	4,331
Depreciation, Form 8829 [3]	4,415	27,123	* 884	66,080	91,017	90,718	* 298
Casualty loss, Form 8829 [3]	0	* 1,959	0	* 1,198	* 2,692	* 2,692	0
Excess—casualty depreciations, Form 8829 [3]	* 3,103	17,343	* 438	42,808	54,081	54,081	0
Net income less deficit [1,2]	580,242	2,039,822	404,539	9,156,620	16,485,611	16,239,510	246,101
Net income [1,2]	775,250	2,276,899	494,610	10,277,052	19,554,621	19,225,753	328,868
Deficit [2]	-195,008	-237,077	-90,072	-1,120,432	-3,069,010	-2,986,242	-82,768

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Professional, scientific, and technical services—continued				Administrative and support and waste management and remediation services		
	Other professional, scientific, and technical services—continued				Total	Administrative and support services	Waste management and remediation services
	Scientific research and development services	Advertising and related services	Market research and public opinion polling	Other miscellaneous services			
	(116)	(117)	(118)	(119)	(120)	(121)	(122)
BUSINESSES WITH NET INCOME							
Number of returns [1]	26,842	90,271	26,335	418,993	1,787,855	1,766,210	21,645
Business receipts, total [1]	1,412,635	6,739,828	1,053,548	23,088,850	52,763,362	50,755,416	2,007,946
Income from sales and operations [1]	1,406,130	6,695,250	1,053,473	22,582,166	52,155,522	50,176,911	1,978,611
Other business income	6,505	44,578	* 75	506,683	607,840	578,505	29,336
Business deductions, total [1,2]	637,385	4,462,989	558,938	12,812,122	33,216,485	31,537,408	1,679,078
Cost of sales and operations, total	187,509	1,839,282	* 188,848	2,882,040	9,077,221	8,746,177	331,044
Inventory, beginning of year	* 2,807	3,018	* 2	148,189	258,287	250,517	* 7,770
Cost of labor	* 14,179	25,110	0	134,467	2,017,135	1,989,260	* 27,876
Purchases	* 96,336	639,782	* 2,171	1,613,068	2,873,852	2,703,331	* 170,521
Materials and supplies	* 20,413	221,667	* 34,194	362,243	1,989,949	1,951,030	* 38,919
Other costs	55,491	959,763	* 152,480	769,898	2,156,991	2,058,785	98,206
Inventory, end of year	* 1,716	10,058	0	145,825	218,993	206,746	* 12,248
Advertising expenses	5,058	168,754	1,961	201,204	556,181	530,648	25,532
Car and truck expenses	31,929	266,263	24,768	1,005,969	4,273,645	4,142,013	131,632
Commissions	* 4,711	153,065	* 18	209,075	400,033	387,212	* 12,821
Contract labor	59,255	183,216	* 37,136	443,198	1,727,258	1,660,283	66,974
Depletion	0	0	0	1,389	2,891	2,153	* 738
Depreciation	32,971	122,976	5,400	664,293	1,694,684	1,523,045	171,639
Employee benefit programs	* 1,939	9,959	* 4,996	59,694	106,776	92,019	14,757
Insurance	4,345	23,357	2,417	200,850	816,963	758,605	58,358
Legal and professional services	25,997	60,324	7,461	211,551	273,488	262,543	10,945
Meals and entertainment deducted	11,337	40,900	7,471	147,185	227,634	219,876	7,758
Mortgage interest	* 22	* 3,705	* 73	52,030	84,277	72,988	11,289
Other interest paid on business indebtedness	* 685	23,352	* 302	91,153	221,707	203,767	17,941
Office expenses	11,081	60,127	8,541	324,123	470,988	449,241	21,746
Pension and profit-sharing plans	* 2,125	1,811	* 6,043	39,289	24,765	23,806	* 959
Rent paid on machinery and equipment	7,002	28,999	* 1,537	109,782	409,781	390,345	19,435
Rent paid on other business property	22,413	85,585	11,932	389,726	585,247	563,092	22,155
Repairs	6,711	22,132	2,239	142,310	670,137	589,547	80,590
Supplies	15,076	81,135	40,666	612,911	1,495,932	1,459,690	36,242
Salaries and wages	52,036	211,710	42,712	1,527,376	3,449,645	3,332,081	117,564
Taxes paid	7,071	34,386	4,204	292,789	569,074	536,133	32,941
Travel	32,182	87,987	35,649	453,702	436,521	428,209	8,313
Utilities	12,668	97,604	11,620	387,241	779,685	748,474	31,212
Other business deductions	80,585	714,057	92,351	1,895,252	3,831,267	3,389,106	442,162
Home office business deductions, total	10,697	123,617	15,864	370,601	541,576	537,245	4,331
Depreciation, Form 8829 [3]	2,220	11,269	* 884	52,399	57,335	57,037	* 298
Casualty loss, Form 8829 [3]	0	* 1,959	0	* 4	* 3	* 3	0
Excess—casualty depreciations, Form 8829 [3]	* 545	* 1,746	* 438	* 2,827	11,921	11,921	0
Net income [1,2]	775,250	2,276,899	494,610	10,277,052	19,554,621	19,225,753	328,868
Returns with Schedule C-EZ:							
Number of returns	10,407	22,553	7,702	95,816	629,915	627,752	* 2,164
Business receipts	122,416	105,988	98,506	620,603	4,108,692	4,103,236	* 5,456
Business deductions	14,958	18,688	* 4,728	100,229	497,550	497,539	* 11
Net income	107,458	87,300	93,778	520,373	3,611,142	3,605,697	* 5,445

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Educational services		Health care and social assistance				
	Total	Total	Ambulatory health care services				
			Total	Offices of physicians (except mental health specialists)	Offices of physicians, mental health specialists	Offices of dentists	Offices of chiropractors
	(123)	(124)	(125)	(126)	(127)	(128)	(129)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	596,859	2,016,418	997,226	194,531	31,439	93,114	37,789
Business receipts, total [1]	9,074,803	115,531,863	95,393,542	33,463,588	2,981,198	29,798,435	4,655,464
Income from sales and operations [1]	8,148,842	113,730,022	93,991,594	32,806,108	2,821,114	29,663,589	4,621,783
Other business income	925,961	1,801,841	1,401,948	657,480	160,084	134,846	33,681
Business deductions, total [1,2]	6,199,549	69,484,341	55,709,172	17,721,771	1,209,019	19,498,074	2,927,088
Cost of sales and operations, total	1,344,624	5,754,242	5,076,697	1,279,905	* 24,506	1,811,015	98,259
Inventory, beginning of year	85,950	307,775	286,776	52,891	* 12,185	31,516	* 2,857
Cost of labor	56,399	1,040,583	890,999	200,756	* 12,917	296,914	* 10,440
Purchases	347,174	1,619,763	1,428,649	246,722	* 2,581	219,285	37,131
Materials and supplies	130,133	1,142,460	1,015,753	269,719	* 2,302	454,860	* 32,534
Other costs	865,013	1,943,566	1,730,251	572,005	* 6,882	837,639	* 18,467
Inventory, end of year	140,045	299,904	275,731	62,187	* 12,360	29,199	* 3,170
Advertising expenses	141,824	1,117,776	1,030,954	221,711	15,588	368,736	142,304
Car and truck expenses	638,907	3,286,097	2,094,079	418,261	74,176	186,077	81,714
Commissions	45,203	286,460	245,460	64,189	* 3,930	64,176	* 13,187
Contract labor	231,368	1,765,999	1,443,219	585,304	27,401	316,556	135,795
Depletion	0	4,244	4,240	1,571	0	* 1,636	0
Depreciation	231,761	2,662,152	2,160,202	600,719	46,634	946,400	105,382
Employee benefit programs	21,074	558,767	492,434	189,964	* 1,361	185,596	17,652
Insurance	60,959	2,551,811	2,290,833	1,244,985	71,261	477,758	97,857
Legal and professional services	139,298	1,387,397	1,239,638	512,309	51,367	273,669	73,723
Meals and entertainment deducted	63,193	560,929	347,171	88,838	18,313	72,333	21,447
Mortgage interest	28,359	691,203	343,236	78,947	* 15,240	112,494	38,292
Other interest paid on business indebtedness	41,989	600,645	523,721	120,967	4,531	264,730	33,343
Office expenses	146,822	1,832,035	1,619,491	485,265	47,243	542,730	126,905
Pension and profit-sharing plans	5,363	516,727	512,629	244,231	2,291	213,949	8,864
Rent paid on machinery and equipment	61,148	618,363	524,328	201,483	19,528	113,182	41,793
Rent paid on other business property	495,539	4,996,625	4,459,344	1,359,942	180,032	1,160,022	420,194
Repairs	93,395	951,158	705,719	192,596	18,345	279,935	52,948
Supplies	304,427	4,289,765	3,397,035	1,014,833	45,101	1,538,250	174,243
Salaries and wages	325,109	15,503,040	13,302,025	4,173,902	150,090	6,187,341	510,193
Taxes paid	102,958	2,181,807	1,857,218	578,296	31,431	774,715	87,043
Travel	230,480	835,389	671,569	214,344	37,832	107,537	29,778
Utilities	222,082	2,257,223	1,620,295	402,798	55,650	488,187	139,293
Other business deductions	903,565	12,024,120	9,133,725	3,340,435	232,106	2,963,251	453,421
Home office business deductions, total	192,764	1,882,232	438,474	81,042	31,907	37,668	21,671
Depreciation, Form 8829 [3]	25,599	192,693	53,923	17,495	1,571	3,666	2,903
Casualty loss, Form 8829 [3]	* 383	* 17,028	* 2,226	* [4]	0	0	0
Excess—casualty depreciations, Form 8829 [3]	25,396	140,327	38,840	15,481	* 7	* 1,373	* 2
Net income less deficit [1,2]	2,879,254	46,056,668	39,676,719	15,722,884	1,772,180	10,300,714	1,728,493
Net income [1,2]	3,612,035	48,286,449	41,107,694	16,239,483	1,797,035	10,431,676	1,745,278
Deficit [2]	-732,781	-2,229,782	-1,430,975	-516,599	-24,856	-130,962	-16,785

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Educational services		Health care and social assistance				
	Total	Total	Ambulatory health care services				
			Total	Offices of physicians (except mental health specialists)	Offices of physicians, mental health specialists	Offices of dentists	Offices of chiropractors
(123)	(124)	(125)	(126)	(127)	(128)	(129)	
BUSINESSES WITH NET INCOME							
Number of returns [1]	466,677	1,677,379	829,480	160,313	28,775	84,992	34,353
Business receipts, total [1]	7,042,678	107,695,993	91,188,521	31,988,061	2,923,924	29,148,584	4,505,208
Income from sales and operations [1]	6,936,392	106,149,905	89,960,753	31,416,013	2,765,306	29,015,824	4,473,896
Other business income	106,286	1,546,088	1,227,769	572,048	158,618	132,760	31,313
Business deductions, total [1,2]	3,433,186	59,402,113	50,072,877	15,730,139	1,126,888	18,716,966	2,759,930
Cost of sales and operations, total	345,315	5,062,174	4,666,561	1,121,754	* 24,387	1,753,556	85,450
Inventory, beginning of year	32,965	255,468	239,363	44,014	* 12,185	28,715	* 2,857
Cost of labor	* 47,495	862,339	763,648	166,394	* 12,917	273,933	* 2,105
Purchases	195,901	1,495,957	1,351,144	229,135	* 2,567	210,457	36,913
Materials and supplies	82,624	1,048,828	973,878	264,554	* 2,302	441,195	* 28,779
Other costs	40,372	1,641,452	1,567,426	465,980	* 6,384	827,552	* 17,966
Inventory, end of year	54,043	241,868	228,899	48,323	* 11,967	28,295	* 3,170
Advertising expenses	91,428	983,770	932,547	199,090	14,679	343,856	139,858
Car and truck expenses	379,480	2,593,177	1,718,090	368,161	69,932	169,820	77,227
Commissions	28,910	196,493	162,523	60,264	* 3,930	37,352	* 13,187
Contract labor	173,771	1,526,129	1,274,076	504,554	27,401	291,841	111,035
Depletion	0	2,374	2,374	704	0	* 1,636	0
Depreciation	127,080	2,136,383	1,858,113	506,913	41,422	871,223	91,759
Employee benefit programs	15,631	516,631	476,120	185,200	* 1,361	182,035	17,581
Insurance	33,443	2,307,177	2,125,171	1,163,387	65,853	459,362	92,720
Legal and professional services	68,193	1,157,322	1,052,134	391,324	48,391	262,458	71,841
Meals and entertainment deducted	41,708	467,465	303,823	80,230	17,680	69,848	20,140
Mortgage interest	17,785	446,978	279,404	68,124	* 12,389	110,974	30,353
Other interest paid on business indebtedness	27,007	492,429	454,510	100,355	4,072	242,641	30,960
Office expenses	89,126	1,643,709	1,495,032	456,715	44,977	528,525	118,549
Pension and profit-sharing plans	3,517	502,698	501,693	234,809	2,291	213,331	8,864
Rent paid on machinery and equipment	30,938	528,516	460,576	174,059	19,528	108,901	41,600
Rent paid on other business property	352,979	4,399,618	4,046,344	1,274,790	172,550	1,126,332	388,324
Repairs	39,269	786,703	629,345	180,619	17,860	266,704	49,908
Supplies	188,175	3,683,161	3,083,502	911,314	40,309	1,474,502	168,839
Salaries and wages	221,359	14,031,545	12,570,324	3,886,477	140,157	6,047,567	505,142
Taxes paid	69,551	1,941,106	1,740,501	544,355	28,469	757,119	82,324
Travel	144,728	657,001	596,919	188,650	35,316	97,898	28,668
Utilities	141,972	1,864,156	1,441,689	362,055	51,516	471,875	128,061
Other business deductions	559,185	9,699,975	7,656,945	2,681,346	207,832	2,783,397	434,080
Home office business deductions, total	115,315	1,419,137	377,706	65,973	31,443	34,081	21,671
Depreciation, Form 8829 [3]	13,825	125,964	40,503	8,531	1,564	3,047	2,903
Casualty loss, Form 8829 [3]	* 359	* 6,315	* 2,226	* [4]	0	0	0
Excess—casualty depreciations, Form 8829 [3]	7,168	11,809	3,955	* 1,000	0	* 122	0
Net income [1,2]	3,612,035	48,286,449	41,107,694	16,239,483	1,797,035	10,431,676	1,745,278
Returns with Schedule C-EZ:							
Number of returns	188,090	526,861	189,835	32,237	3,374	11,329	* 678
Business receipts	814,177	4,160,031	1,820,630	578,500	41,027	79,067	* 2,665
Business deductions	127,336	368,135	175,437	24,935	* 3,153	10,130	* 1,789
Net income	686,841	3,791,896	1,645,192	553,565	37,874	68,937	* 877

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Health care and social assistance—continued							
	Ambulatory health care services—continued							Hospitals
	Offices of optometrists	Offices of mental health practitioners and social therapists	Offices of podiatrists	Outpatient care centers and other miscellaneous health practitioners	Medical and diagnostic laboratories	Home health care services	Other ambulatory health care services (including ambulance services, blood, organ banks)	
(130)	(131)	(132)	(133)	(134)	(135)	(136)	(137)	
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	18,985	174,713	6,388	156,836	31,782	224,827	26,822	8,834
Business receipts, total [1]	3,345,930	8,392,904	1,006,518	5,023,852	1,462,086	4,238,804	1,024,763	469,307
Income from sales and operations [1]	3,337,184	8,328,451	990,144	4,836,205	1,391,874	4,196,341	998,800	467,933
Other business income	8,747	64,452	* 16,374	187,647	70,212	42,462	25,963	* 1,374
Business deductions, total [1,2]	2,424,386	3,910,266	680,334	2,885,427	1,057,135	2,703,128	692,544	215,481
Cost of sales and operations, total	741,111	262,677	35,252	244,025	222,266	235,204	122,477	* 557
Inventory, beginning of year	94,709	30,191	* 9,526	29,970	* 4,952	* 8,502	* 9,477	0
Cost of labor	* 7,500	* 78,654	0	* 17,414	* 82,113	179,593	* 4,698	0
Purchases	513,536	80,657	* 5,387	111,149	91,217	22,554	98,429	* 515
Materials and supplies	93,555	25,990	* 16,444	46,883	42,252	22,427	* 8,788	0
Other costs	110,231	82,879	* 13,285	66,244	* 6,120	* 6,205	* 10,293	* 41
Inventory, end of year	78,420	35,695	* 9,391	27,635	* 4,388	* 4,077	* 9,208	0
Advertising expenses	45,890	51,315	19,272	112,319	9,039	32,844	11,936	311
Car and truck expenses	44,142	359,081	22,163	285,136	74,927	476,662	71,740	3,649
Commissions	* 3,917	60,225	* 2,754	14,849	* 680	14,256	3,295	* 137
Contract labor	35,939	109,946	8,088	63,567	13,402	124,282	22,939	* 8,212
Depletion	* 11	* 4	0	* 19	0	* 999	0	0
Depreciation	80,782	132,250	16,563	123,412	42,437	50,006	15,617	4,605
Employee benefit programs	29,178	27,490	6,490	10,793	7,458	11,747	4,705	* 3,609
Insurance	37,888	116,169	65,997	89,677	21,852	49,790	17,599	7,574
Legal and professional services	31,911	131,684	14,284	83,220	26,479	28,095	12,897	5,699
Meals and entertainment deducted	6,345	42,937	6,127	29,533	7,086	45,496	8,717	5,243
Mortgage interest	3,872	6,757	* 4,315	24,418	5,536	50,033	* 3,331	* 1,337
Other interest paid on business indebtedness	20,908	17,202	4,737	25,582	11,837	16,069	3,815	* 422
Office expenses	46,185	159,272	35,418	90,454	25,936	47,384	12,699	700
Pension and profit-sharing plans	9,756	15,448	* 3,540	5,391	3,310	5,127	* 721	* 21
Rent paid on machinery and equipment	33,716	30,720	3,518	30,138	7,190	33,194	9,866	* 1,601
Rent paid on other business property	179,463	593,835	123,725	259,546	63,671	92,636	26,279	* 5,585
Repairs	20,750	38,426	6,666	31,965	13,627	43,316	7,145	* 1,822
Supplies	66,469	123,532	36,181	199,725	54,367	128,824	15,511	* 3,891
Salaries and wages	555,741	507,162	125,890	282,652	127,455	536,991	144,609	* 69,898
Taxes paid	77,186	92,938	17,345	57,664	49,048	72,934	18,618	* 6,619
Travel	9,901	89,924	8,776	85,234	15,935	55,459	16,851	4,437
Utilities	59,580	176,095	29,777	114,938	34,008	102,459	17,510	2,761
Other business deductions	277,740	618,657	82,425	523,558	191,465	340,177	110,490	68,294
Home office business deductions, total	* 1,988	108,980	* 444	64,074	22,015	63,050	* 5,635	* 3,517
Depreciation, Form 8829 [3]	* 208	14,668	* 105	6,674	* 712	5,252	* 668	* 963
Casualty loss, Form 8829 [3]	0	0	0	* 2,226	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	* 268	7,076	* 89	* 2,189	* 56	* 10,935	* 1,363	* 680
Net income less deficit [1,2]	921,544	4,482,638	326,184	2,149,463	404,558	1,535,676	332,386	253,826
Net income [1,2]	924,445	4,617,337	352,247	2,413,599	448,923	1,790,438	347,232	255,650
Deficit [2]	* -2,901	-134,699	* -26,063	-264,137	-44,365	-254,762	-14,847	* -1,824

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Health care and social assistance—continued							
	Ambulatory health care services—continued							Hospitals
	Offices of optometrists	Offices of mental health practitioners and social therapists	Offices of podiatrists	Outpatient care centers and other miscellaneous health practitioners	Medical and diagnostic laboratories	Home health care services	Other ambulatory health care services (including ambulance services, blood, organ banks)	
(130)	(131)	(132)	(133)	(134)	(135)	(136)	(137)	
BUSINESSES WITH NET INCOME								
Number of returns [1]	17,661	141,668	4,543	119,980	27,060	186,423	23,712	8,831
Business receipts, total [1]	3,234,129	7,928,102	958,637	4,559,133	1,295,056	3,696,328	951,359	466,059
Income from sales and operations [1]	3,225,389	7,864,278	942,263	4,382,747	1,293,697	3,656,076	925,263	465,744
Other business income	8,740	63,823	* 16,374	176,386	* 1,359	40,252	26,096	* 315
Business deductions, total [1,2]	2,309,684	3,310,765	606,391	2,156,191	845,740	1,905,890	604,293	210,409
Cost of sales and operations, total	729,419	162,819	34,942	195,779	219,985	216,477	121,991	0
Inventory, beginning of year	90,121	30,191	* 9,526	3,209	* 4,952	* 4,116	* 9,477	0
Cost of labor	* 7,500	* 22,850	0	* 14,310	* 82,100	* 176,841	* 4,698	0
Purchases	504,912	75,859	* 5,387	77,496	* 91,172	* 18,819	98,429	0
Materials and supplies	90,547	25,847	* 16,135	41,753	40,674	* 13,474	* 8,617	0
Other costs	110,231	43,767	* 13,285	61,514	* 5,475	* 5,294	* 9,978	0
Inventory, end of year	73,892	35,695	* 9,391	2,503	* 4,388	* 2,067	* 9,208	0
Advertising expenses	44,401	45,066	14,135	88,997	8,776	22,829	10,860	* 256
Car and truck expenses	40,937	300,726	17,912	223,383	58,100	339,767	52,126	3,649
Commissions	* 3,917	15,514	* 2,754	13,691	* 677	8,322	* 2,915	* 137
Contract labor	35,292	108,428	8,088	58,646	12,972	97,047	18,771	* 8,212
Depletion	* 11	* 4	0	* 19	0	0	0	0
Depreciation	68,808	112,198	16,482	74,023	32,086	30,144	13,057	* 2,975
Employee benefit programs	27,903	27,266	6,490	6,209	7,228	10,150	4,697	* 3,566
Insurance	36,207	98,867	61,788	79,998	20,083	32,577	14,327	* 7,571
Legal and professional services	31,414	121,197	12,491	56,480	23,773	21,487	11,277	5,695
Meals and entertainment deducted	6,096	38,321	4,523	25,381	5,235	30,167	6,202	5,243
Mortgage interest	3,624	* 5,038	* 4,315	7,468	* 3,143	33,281	* 694	* 1,337
Other interest paid on business indebtedness	20,903	13,991	4,737	16,550	6,810	9,675	3,815	* 422
Office expenses	44,159	140,985	32,606	61,491	24,067	33,319	9,638	695
Pension and profit-sharing plans	9,756	15,113	* 3,540	4,887	3,266	5,114	* 721	* 21
Rent paid on machinery and equipment	32,704	29,441	2,705	23,886	4,217	14,109	9,425	* 1,601
Rent paid on other business property	167,600	520,958	88,334	202,316	58,828	25,562	20,750	* 5,580
Repairs	18,339	32,926	6,666	25,353	10,844	14,844	5,282	* 1,757
Supplies	64,200	108,209	29,175	139,628	49,127	84,816	13,383	* 3,891
Salaries and wages	534,631	459,375	125,890	219,025	118,465	409,856	123,739	* 69,301
Taxes paid	74,890	82,241	16,148	40,437	45,159	54,559	14,800	* 6,615
Travel	9,633	83,792	8,245	71,740	10,410	46,799	15,769	4,421
Utilities	57,126	151,023	28,691	81,912	29,304	67,694	12,432	2,577
Other business deductions	241,707	509,627	75,287	347,916	65,791	204,590	105,372	66,388
Home office business deductions, total	* 1,988	90,099	* 444	59,407	* 21,290	46,607	* 4,703	* 3,517
Depreciation, Form 8829 [3]	* 208	12,588	* 105	5,850	* 655	4,572	* 479	* 963
Casualty loss, Form 8829 [3]	0	0	0	* 2,226	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	* 268	* 1,640	* 89	* 835	0	0	0	* 680
Net income [1,2]	924,445	4,617,337	352,247	2,413,599	448,923	1,790,438	347,232	255,650
Returns with Schedule C-EZ:								
Number of returns	* 2,394	18,291	* 300	32,885	11,271	69,304	7,772	6,012
Business receipts	* 12,655	200,511	* 587	308,203	45,898	503,611	47,906	46,307
Business deductions	* 4,020	37,541	* 587	33,539	6,106	46,094	7,545	* 4,982
Net income	* 8,635	162,970	0	274,664	39,793	457,517	40,361	41,325

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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			
	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	Amusement, gambling, and recreation industries
	(138)	(139)	(140)	(141)	(142)	(143)	(144)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	57,491	154,984	797,883	1,283,267	1,068,030	3,401	211,836
Business receipts, total [1]	4,127,048	3,082,088	12,459,877	31,043,663	23,926,664	29,469	7,087,530
Income from sales and operations [1]	4,091,835	3,070,820	12,107,840	30,149,757	23,266,013	29,469	6,854,275
Other business income	35,213	11,268	352,037	893,906	660,651	0	233,255
Business deductions, total [1,2]	3,765,975	1,913,351	7,880,361	23,451,641	16,546,254	6,298	6,899,089
Cost of sales and operations, total	262,363	187,592	227,033	3,242,248	2,017,833	* 526	1,223,888
Inventory, beginning of year	9,219	* 3,850	* 7,929	702,814	533,334	* 16	169,464
Cost of labor	73,118	* 51,238	25,228	279,691	171,731	* 84	107,877
Purchases	28,941	* 86,432	75,225	1,306,959	748,307	* 152	558,501
Materials and supplies	52,232	* 24,059	50,416	498,809	389,307	0	109,502
Other costs	108,601	* 27,713	76,959	1,168,465	725,083	* 287	443,095
Inventory, end of year	9,750	* 5,700	* 8,724	714,490	549,929	* 11	164,550
Advertising expenses	14,433	23,041	49,036	536,219	355,665	* 69	180,485
Car and truck expenses	182,170	353,146	653,053	1,962,915	1,613,377	* 559	348,979
Commissions	6,790	* 8,950	25,123	637,696	618,686	0	19,009
Contract labor	57,735	22,678	234,154	782,996	544,242	* 10	238,744
Depletion	0	0	* 4	1,961	1,800	0	* 161
Depreciation	142,551	64,040	290,755	1,465,100	1,116,332	* 282	348,485
Employee benefit programs	51,536	* 3,961	7,227	66,020	18,963	0	47,056
Insurance	94,752	33,585	125,067	270,584	155,274	* 37	115,274
Legal and professional services	48,121	31,463	62,477	537,514	474,849	* 125	62,541
Meals and entertainment deducted	14,345	27,166	167,004	352,413	314,381	* 38	37,994
Mortgage interest	169,501	14,249	162,881	107,499	42,850	* 167	64,483
Other interest paid on business indebtedness	40,399	10,901	25,203	224,044	140,882	0	83,161
Office expenses	36,508	50,461	124,875	352,020	286,137	* 258	65,625
Pension and profit-sharing plans	3,869	* 208	0	20,260	17,771	0	2,489
Rent paid on machinery and equipment	21,373	18,262	52,799	224,842	132,997	* 143	91,702
Rent paid on other business property	190,345	120,899	220,452	1,139,292	580,819	* 225	558,248
Repairs	58,958	17,122	167,536	451,562	322,120	* 40	129,402
Supplies	114,284	59,879	714,676	938,388	767,336	* 38	171,014
Salaries and wages	1,011,918	222,567	896,632	1,329,963	705,096	* 150	624,717
Taxes paid	149,672	35,857	132,442	355,191	171,129	* 46	184,016
Travel	22,150	101,921	35,312	1,191,411	1,057,586	* 935	132,890
Utilities	149,296	84,270	400,602	649,539	442,569	52	206,917
Other business deductions	820,438	352,235	1,649,427	5,747,675	3,886,730	1,017	1,859,928
Home office business deductions, total	94,748	43,217	1,302,277	629,265	574,622	0	54,642
Depreciation, Form 8829 [3]	10,925	3,550	123,332	123,487	115,234	0	8,254
Casualty loss, Form 8829 [3]	0	0	* 14,802	* 16	* 16	0	0
Excess—casualty depreciations, Form 8829 [3]	* 9,334	* 1,896	89,578	84,471	75,751	0	8,720
Net income less deficit [1,2]	371,110	1,171,489	4,583,523	7,562,358	7,340,857	23,171	198,330
Net income [1,2]	501,734	1,306,503	5,114,868	11,410,732	10,275,232	25,364	1,110,136
Deficit [2]	-130,624	-135,014	-531,345	-3,848,374	-2,934,375	-2,193	-911,806

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—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			
	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	Amusement, gambling, and recreation industries
	(138)	(139)	(140)	(141)	(142)	(143)	(144)
BUSINESSES WITH NET INCOME							
Number of returns [1]	46,231	117,669	675,168	783,394	649,255	2,711	131,428
Business receipts, total [1]	2,650,615	2,762,097	10,628,701	24,742,954	20,327,153	28,675	4,387,126
Income from sales and operations [1]	2,623,438	2,751,429	10,348,542	24,115,814	19,850,664	28,675	4,236,475
Other business income	27,177	10,668	280,159	627,140	476,489	0	150,651
Business deductions, total [1,2]	2,149,401	1,455,594	5,513,833	13,325,555	10,045,183	* 3,311	3,277,061
Cost of sales and operations, total	155,573	* 127,337	112,703	1,985,390	1,300,323	* 156	684,911
Inventory, beginning of year	* 5,571	* 3,850	* 6,683	194,454	151,452	* 16	42,986
Cost of labor	67,249	* 17,308	* 14,133	163,969	148,034	0	* 15,935
Purchases	24,855	* 85,151	34,806	865,977	519,043	* 152	346,782
Materials and supplies	* 21,316	* 15,935	37,698	256,137	180,693	0	75,444
Other costs	42,103	* 10,374	* 21,549	718,086	469,897	0	248,189
Inventory, end of year	* 5,521	* 5,281	* 2,167	213,233	168,796	* 11	44,425
Advertising expenses	7,973	15,693	27,302	284,233	220,384	* 10	63,839
Car and truck expenses	139,227	267,933	464,279	1,154,658	957,825	* 58	196,775
Commissions	* 5,787	* 8,818	19,228	551,095	540,443	0	10,653
Contract labor	34,687	21,059	188,095	526,829	370,450	0	156,379
Depletion	0	0	0	569	563	0	* 5
Depreciation	80,542	41,030	153,723	660,441	541,237	* 205	118,999
Employee benefit programs	28,418	* 3,434	* 5,093	22,672	10,501	0	12,171
Insurance	59,787	25,095	89,554	144,115	95,522	* 3	48,590
Legal and professional services	26,894	26,777	45,822	337,046	313,126	* 108	23,812
Meals and entertainment deducted	12,799	22,605	122,995	236,336	211,776	* 27	24,532
Mortgage interest	66,991	9,915	89,331	31,838	17,389	0	14,450
Other interest paid on business indebtedness	9,561	8,646	19,290	81,622	55,576	0	26,046
Office expenses	27,744	41,202	79,036	218,960	188,573	* 29	30,358
Pension and profit-sharing plans	776	* 208	0	15,694	14,412	0	1,282
Rent paid on machinery and equipment	14,121	16,361	35,857	135,736	88,421	* 1	47,314
Rent paid on other business property	90,382	107,113	150,199	591,563	329,385	* 53	262,125
Repairs	32,942	11,621	111,038	161,666	120,710	* [4]	40,956
Supplies	62,634	42,236	490,898	509,189	437,110	* 5	72,074
Salaries and wages	588,198	201,729	601,993	661,960	344,841	* 3	317,116
Taxes paid	79,653	32,287	82,049	193,078	111,209	* 1	81,868
Travel	17,600	16,432	21,629	771,103	707,627	* 880	62,597
Utilities	88,642	68,724	262,524	372,953	278,953	* 35	93,966
Other business deductions	459,264	275,795	1,241,582	2,982,418	2,175,591	* 160	806,667
Home office business deductions, total	51,485	37,861	948,568	468,765	433,862	0	34,903
Depreciation, Form 8829 [3]	* 4,774	3,189	76,536	89,979	85,113	0	4,866
Casualty loss, Form 8829 [3]	0	0	* 4,088	* 16	* 16	0	0
Excess—casualty depreciations, Form 8829 [3]	0	* 170	* 7,004	12,864	11,046	0	* 1,818
Net income [1,2]	501,734	1,306,503	5,114,868	11,410,732	10,275,232	25,364	1,110,136
Returns with Schedule C-EZ:							
Number of returns	12,664	39,515	278,835	262,084	207,749	* 2,432	51,903
Business receipts	54,871	230,389	2,007,835	1,244,196	1,059,056	* 15,002	170,138
Business deductions	7,720	25,681	154,314	235,024	186,208	* 1,578	47,238
Net income	47,151	204,707	1,853,521	1,009,172	872,848	* 13,424	122,900

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Accommodation, food services, and drinking places						Other services
	Total	Accommodation				Food services and drinking places	
		Total	Travel accommodation (including hotels, motels, and bed and breakfast inns)	RV (recreational vehicle) parks and recreational camps	Rooming and boarding houses		
	(145)	(146)	(147)	(148)	(149)	(150)	(151)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	411,451	50,553	30,966	10,702	8,885	360,898	2,416,229
Business receipts, total [1]	47,792,244	5,516,079	4,503,414	500,436	512,229	42,276,165	84,794,547
Income from sales and operations [1]	47,433,683	5,445,824	4,437,867	499,474	508,484	41,987,858	83,934,066
Other business income	358,562	70,254	65,547	963	* 3,744	288,307	860,481
Business deductions, total [1,2]	46,564,124	5,579,015	4,551,270	493,937	533,807	40,985,109	65,566,771
Cost of sales and operations, total	18,678,376	556,551	508,663	23,373	* 24,515	18,121,825	19,909,351
Inventory, beginning of year	600,792	50,266	37,006	1,624	* 11,636	550,526	1,751,565
Cost of labor	1,195,793	100,144	95,402	* 1,272	* 3,469	1,095,649	1,890,194
Purchases	15,590,478	186,110	168,084	16,580	* 1,446	15,404,368	12,015,973
Materials and supplies	1,386,650	76,369	75,288	* 330	* 751	1,310,281	4,687,159
Other costs	584,756	189,006	165,101	* 5,235	* 18,670	395,750	1,463,046
Inventory, end of year	680,093	45,344	32,218	* 1,668	* 11,459	634,749	1,898,587
Advertising expenses	802,931	118,022	99,686	9,759	8,577	684,909	1,196,558
Car and truck expenses	865,557	111,050	63,098	23,326	24,626	754,507	4,964,881
Commissions	167,215	80,302	77,718	* 205	2,379	86,913	663,543
Contract labor	451,284	63,744	53,342	3,250	* 7,151	387,540	2,342,036
Depletion	* 3,439	* 3,366	* 3,366	0	0	* 73	18,001
Depreciation	1,801,909	594,201	501,768	45,992	46,442	1,207,707	2,771,260
Employee benefit programs	81,447	19,751	15,975	* 956	* 2,820	61,695	115,484
Insurance	796,664	167,878	130,088	19,406	18,384	628,786	1,284,130
Legal and professional services	337,992	62,248	51,278	4,692	6,279	275,743	536,250
Meals and entertainment deducted	93,152	10,723	8,112	1,166	1,445	82,429	313,355
Mortgage interest	780,849	501,349	414,071	28,406	58,872	279,500	456,261
Other interest paid on business indebtedness	369,615	115,980	88,612	19,888	* 7,480	253,635	556,406
Office expenses	214,993	49,193	31,775	10,720	6,699	165,800	846,706
Pension and profit-sharing plans	12,726	3,025	1,580	* 9	* 1,437	9,701	13,825
Rent paid on machinery and equipment	408,024	17,076	13,378	1,364	* 2,334	390,948	922,868
Rent paid on other business property	3,258,012	155,042	146,340	6,229	* 2,474	3,102,969	5,758,461
Repairs	976,806	277,092	207,685	34,780	34,627	699,714	1,080,499
Supplies	1,261,419	260,884	203,724	17,335	39,824	1,000,535	4,077,762
Salaries and wages	6,840,125	689,090	590,845	33,723	64,523	6,151,035	5,252,003
Taxes paid	2,012,772	389,211	323,044	37,119	29,047	1,623,561	1,473,947
Travel	109,904	34,027	27,570	4,847	1,611	75,876	522,326
Utilities	2,805,160	567,263	440,358	65,516	61,389	2,237,897	3,090,637
Other business deductions	3,322,855	708,336	528,626	100,256	79,453	2,614,519	6,126,434
Home office business deductions, total	64,574	15,478	14,882	0	* 595	49,096	746,840
Depreciation, Form 8829 [3]	11,554	3,938	* 3,894	0	* 44	7,616	120,928
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	* 1,070
Excess—casualty depreciations, Form 8829 [3]	26,555	* 21,550	* 21,550	0	0	* 5,005	81,415
Net income less deficit [1,2]	1,239,437	-52,004	-36,987	6,860	-21,877	1,291,441	19,243,943
Net income [1,2]	3,964,887	611,072	485,658	59,658	65,755	3,353,816	22,828,669
Deficit [2]	-2,725,450	-663,075	-522,646	-52,799	-87,631	-2,062,375	-3,584,726

Footnotes at end of table.

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Accommodation, food services, and drinking places						Other services	
	Total	Accommodation				Food services and drinking places		Total
		Total	Travel accommodation (including hotels, motels, and bed and breakfast inns)	RV (recreational vehicle) parks and recreational camps	Rooming and boarding houses			
	(145)	(146)	(147)	(148)	(149)	(150)	(151)	
BUSINESSES WITH NET INCOME								
Number of returns [1]	263,332	27,192	16,211	7,657	3,325	236,140	1,915,583	
Business receipts, total [1]	34,879,565	3,121,187	2,539,278	277,078	304,831	31,758,378	72,514,673	
Income from sales and operations [1]	34,642,624	3,098,879	2,517,546	276,518	304,815	31,543,745	71,824,983	
Other business income	236,941	22,308	21,732	* 561	* 15	214,633	689,690	
Business deductions, total [1,2]	30,914,652	2,510,051	2,053,533	217,420	239,098	28,404,601	49,686,280	
Cost of sales and operations, total	13,526,695	284,398	257,071	* 7,565	* 19,762	13,242,297	15,894,503	
Inventory, beginning of year	371,008	18,788	18,121	* 668	0	352,220	976,772	
Cost of labor	841,381	22,247	18,809	* 44	* 3,393	819,134	1,727,821	
Purchases	11,499,123	120,393	113,174	* 7,219	0	11,378,729	9,709,556	
Materials and supplies	870,533	17,607	16,612	* 244	* 751	852,925	3,461,524	
Other costs	354,075	120,644	104,761	* 265	* 15,618	233,431	1,130,558	
Inventory, end of year	409,425	15,282	14,407	* 875	0	394,143	1,111,729	
Advertising expenses	508,503	49,305	37,854	5,995	5,456	459,198	810,190	
Car and truck expenses	537,676	55,704	30,114	13,350	* 12,240	481,972	3,557,631	
Commissions	114,016	55,037	54,774	* 132	* 132	58,979	501,649	
Contract labor	223,954	29,713	24,503	* 2,397	* 2,813	194,241	1,836,986	
Depletion	* 3,310	* 3,271	* 3,271	0	0	* 38	2,555	
Depreciation	820,132	185,522	156,447	10,888	18,187	634,610	1,790,791	
Employee benefit programs	37,744	3,887	3,551	* 311	* 24	33,857	93,022	
Insurance	494,984	78,766	60,974	9,728	8,064	416,218	956,616	
Legal and professional services	177,754	18,378	12,855	1,636	3,886	159,376	385,675	
Meals and entertainment deducted	51,401	4,352	2,548	* 744	* 1,060	47,049	225,846	
Mortgage interest	343,801	191,321	162,071	* 12,015	* 17,236	152,479	325,971	
Other interest paid on business indebtedness	163,608	41,475	30,991	* 3,685	* 6,799	122,133	349,191	
Office expenses	124,082	22,526	11,508	6,506	* 4,511	101,556	586,589	
Pension and profit-sharing plans	10,622	1,140	* 1,131	* 9	0	9,482	13,493	
Rent paid on machinery and equipment	240,788	8,181	5,136	* 1,241	* 1,805	232,606	722,176	
Rent paid on other business property	2,243,084	73,379	66,559	* 4,600	* 2,220	2,169,704	4,510,472	
Repairs	608,156	137,706	100,634	14,935	22,137	470,450	730,984	
Supplies	722,333	130,847	97,719	11,077	22,051	591,486	3,069,817	
Salaries and wages	4,577,239	331,875	283,076	27,065	* 21,734	4,245,365	4,023,415	
Taxes paid	1,353,306	208,740	174,636	21,945	12,159	1,144,566	1,117,030	
Travel	61,524	8,598	5,649	* 2,712	* 237	52,926	371,738	
Utilities	1,855,258	319,033	251,142	36,871	31,020	1,536,225	2,306,253	
Other business deductions	2,032,484	258,044	213,508	20,389	24,146	1,774,440	4,439,820	
Home office business deductions, total	36,942	* 723	* 127	0	* 595	36,219	538,625	
Depreciation, Form 8829 [3]	3,048	* 52	* 7	0	* 44	2,997	92,968	
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	* 1,070	
Excess—casualty depreciations, Form 8829 [3]	0	0	0	0	0	0	10,967	
Net income [1,2]	3,964,887	611,072	485,658	59,658	65,755	3,353,816	22,828,669	
Returns with Schedule C-EZ:								
Number of returns	68,632	6,100	* 2,619	* 2,827	* 654	62,532	528,482	
Business receipts	357,345	27,259	* 16,890	* 7,753	* 2,615	330,087	4,065,273	
Business deductions	46,325	* 8,132	* 5,685	* 1,623	* 824	38,194	526,944	
Net income	311,020	19,127	* 11,205	* 6,131	* 1,791	291,893	3,538,328	

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Other services—continued						Religious, grantmaking, civic, professional, and similar organizations	Unclassified establishments
	Auto repair and maintenance				Miscellaneous repairs	Personal and laundry services		
	Total	Automotive mechanical and electrical repair and maintenance	Automotive body shops	Other auto repair and maintenance (including oil change, lube, and car washes)				
(152)	(153)	(154)	(155)	(156)	(157)	(158)	(159)	
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	396,524	201,736	94,635	100,154	436,413	1,583,292	251,516	527,305
Business receipts, total [1]	24,233,685	11,649,833	7,575,242	5,008,610	16,990,817	43,570,044	3,521,657	5,483,508
Income from sales and operations [1]	24,095,602	11,539,322	7,568,093	4,988,188	16,842,393	42,996,070	3,218,454	5,433,948
Other business income	138,082	110,511	7,149	20,422	148,424	573,974	303,203	49,560
Business deductions, total [1,2]	21,287,519	10,211,848	6,581,232	4,494,438	13,452,326	30,826,926	1,774,666	3,124,297
Cost of sales and operations, total	9,023,050	4,599,547	2,849,289	1,574,213	5,494,444	5,391,856	25,068	518,170
Inventory, beginning of year	734,763	361,896	183,721	189,147	441,404	575,398	* 7,340	62,342
Cost of labor	673,001	354,755	224,286	93,960	412,917	804,275	* 13,982	* 40,825
Purchases	6,094,590	3,323,220	1,633,359	1,138,011	3,272,734	2,648,649	* 1,225	256,203
Materials and supplies	1,774,720	796,288	729,100	249,332	1,620,991	1,291,447	* 3,092	99,763
Other costs	534,841	164,348	265,800	104,693	265,782	662,422	* 6,673	147,908
Inventory, end of year	788,866	400,960	186,976	200,930	519,385	590,335	* 7,243	88,871
Advertising expenses	293,702	129,855	92,219	71,628	181,669	721,187	30,053	58,700
Car and truck expenses	1,167,119	524,227	347,281	295,611	1,414,868	2,382,894	575,054	500,605
Commissions	75,251	57,094	8,107	* 10,050	36,295	551,997	* 27,235	99,940
Contract labor	580,513	235,742	163,368	181,403	510,208	1,251,315	34,591	109,187
Depletion	* 1,220	* 425	0	* 795	* 14,980	1,801	0	117
Depreciation	979,351	447,075	252,715	279,561	549,868	1,242,042	46,864	136,188
Employee benefit programs	50,279	17,761	23,110	9,409	33,977	31,228	* 4,732	1,788
Insurance	509,434	252,046	154,642	102,746	280,553	494,143	16,096	60,442
Legal and professional services	122,588	62,244	35,712	24,632	84,368	329,295	28,949	108,684
Meals and entertainment deducted	62,810	24,178	21,164	17,467	63,408	187,137	45,155	51,224
Mortgage interest	195,346	102,738	39,393	53,215	81,557	179,357	* 9,813	39,049
Other interest paid on business indebtedness	200,592	81,138	45,773	73,680	131,646	224,168	* 1,762	14,459
Office expenses	184,515	89,331	67,843	27,342	146,248	515,943	72,984	59,192
Pension and profit-sharing plans	* 3,101	* 122	* 2,783	* 197	* 2,530	8,194	* 861	* 21
Rent paid on machinery and equipment	229,664	75,341	97,920	56,403	99,824	593,380	8,975	58,330
Rent paid on other business property	905,917	389,114	286,129	230,675	370,432	4,482,112	19,248	80,157
Repairs	349,885	193,926	83,516	72,444	176,317	554,297	15,878	104,694
Supplies	909,229	396,622	296,050	216,557	794,813	2,373,720	82,671	129,829
Salaries and wages	1,918,721	742,864	739,963	435,894	829,913	2,503,368	* 11,518	109,705
Taxes paid	599,135	284,049	181,862	133,224	267,723	607,089	10,144	27,735
Travel	68,549	23,541	24,839	20,168	113,763	340,014	131,585	68,932
Utilities	857,765	395,444	256,167	206,154	425,986	1,806,886	85,688	70,418
Other business deductions	1,813,168	1,013,460	442,413	357,296	1,071,166	3,242,100	414,390	560,357
Home office business deductions, total	90,129	37,098	33,940	19,091	204,938	451,774	26,270	23,157
Depreciation, Form 8829 [3]	10,210	* 2,981	2,913	* 4,316	63,481	47,238	4,430	3,808
Casualty loss, Form 8829 [3]	0	0	0	0	0	* 1,070	0	0
Excess—casualty depreciations, Form 8829 [3]	* 15,862	* 6,633	* 990	* 8,239	14,643	50,910	* 7,915	* 3,115
Net income less deficit [1,2]	2,953,965	1,445,041	994,323	514,601	3,545,184	12,744,795	1,752,897	2,351,330
Net income [1,2]	3,863,109	1,891,915	1,172,160	799,034	4,147,093	14,818,467	2,072,527	2,901,164
Deficit [2]	-909,145	-446,875	-177,837	-284,433	-601,909	-2,073,672	-319,630	-549,834

Footnotes at end of table.

Sole Proprietorship Returns, 2007

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Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2007—Continued

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

Net income status, item	Other services—continued							Religious, grantmaking, civic, professional, and similar organizations	Unclassified establishments
	Auto repair and maintenance				Miscellaneous repairs	Personal and laundry services			
	Total	Automotive mechanical and electrical repair and maintenance	Automotive body shops	Other auto repair and maintenance (including oil change, lube, and car washes)					
(152)	(153)	(154)	(155)	(156)	(157)	(158)	(159)		
BUSINESSES WITH NET INCOME									
Number of returns [1]	305,856	154,941	75,412	75,503	334,471	1,275,256	201,412	443,351	
Business receipts, total [1]	19,928,520	9,543,976	6,440,614	3,943,930	14,826,271	37,759,882	3,292,324	4,785,400	
Income from sales and operations [1]	19,862,171	9,475,887	6,454,598	3,931,686	14,680,959	37,281,853	2,993,296	4,730,527	
Other business income	66,349	68,089	-13,984	12,244	145,312	478,029	299,028	54,873	
Business deductions, total [1,2]	16,065,411	7,652,060	5,268,454	3,144,896	10,679,178	22,941,692	1,222,640	1,884,561	
Cost of sales and operations, total	7,247,844	3,745,017	2,318,321	1,184,506	4,577,647	4,069,012	* 18,890	284,263	
Inventory, beginning of year	428,495	206,375	122,725	99,395	256,780	291,497	* 2,020	* 40,480	
Cost of labor	600,200	348,108	163,789	88,303	374,409	753,211	* 13,982	* 2,975	
Purchases	5,071,337	2,895,040	1,352,711	823,586	2,727,601	1,910,619	* 1,225	125,850	
Materials and supplies	1,195,964	406,288	592,353	197,323	1,299,955	965,605	* 3,092	79,736	
Other costs	434,872	131,987	227,886	74,999	244,100	451,586	* 495	89,950	
Inventory, end of year	483,024	242,782	141,142	99,100	325,199	303,506	* 1,923	* 54,727	
Advertising expenses	223,443	98,180	77,942	47,321	132,203	454,544	14,386	42,603	
Car and truck expenses	828,222	312,626	287,149	228,447	1,060,454	1,668,955	375,887	345,416	
Commissions	47,804	32,203	* 6,641	* 8,960	25,673	428,171	* 16,114	18,841	
Contract labor	413,234	188,930	107,761	116,542	390,890	1,032,862	19,818	95,158	
Depletion	* 1,220	* 425	0	* 795	* 738	* 597	0	* 65	
Depreciation	599,663	292,538	168,877	138,248	409,886	781,242	31,081	95,491	
Employee benefit programs	45,867	15,095	21,720	* 9,052	27,684	19,472	* 4,665	* 1,101	
Insurance	376,985	180,860	127,306	68,819	225,363	354,268	9,263	36,136	
Legal and professional services	99,332	50,464	30,537	18,331	61,187	225,156	16,826	69,493	
Meals and entertainment deducted	43,360	13,941	16,908	12,511	52,096	130,390	33,603	30,189	
Mortgage interest	121,605	74,410	32,874	14,321	71,148	133,218	* 6,847	22,355	
Other interest paid on business indebtedness	117,751	54,449	32,754	30,547	86,955	144,485	* 1,750	7,413	
Office expenses	141,990	65,432	55,577	20,981	117,755	326,845	50,736	34,700	
Pension and profit-sharing plans	* 3,101	* 122	* 2,783	* 197	* 2,527	7,865	* 861	* 7	
Rent paid on machinery and equipment	195,747	52,514	93,620	49,613	85,555	440,874	* 3,732	41,237	
Rent paid on other business property	647,493	267,576	218,149	161,768	243,813	3,619,166	8,608	37,802	
Repairs	200,938	90,755	59,437	50,745	139,552	390,494	9,123	63,570	
Supplies	642,403	246,642	230,695	165,065	589,553	1,837,861	54,390	74,028	
Salaries and wages	1,489,412	543,280	639,115	307,018	728,860	1,805,143	* 9,735	76,422	
Taxes paid	469,052	221,210	153,678	94,164	223,805	424,173	4,994	17,504	
Travel	38,742	18,343	9,208	11,192	90,523	242,472	98,745	47,925	
Utilities	611,771	270,859	209,772	131,140	324,180	1,370,303	48,842	39,040	
Other business deductions	1,299,072	750,156	303,391	245,526	792,839	2,347,909	315,031	256,746	
Home office business deductions, total	62,875	29,165	29,205	* 4,504	147,461	328,290	20,481	19,257	
Depreciation, Form 8829 [3]	6,673	* 2,658	2,473	* 1,542	58,078	28,218	3,078	1,952	
Casualty loss, Form 8829 [3]	0	0	0	0	0	* 1,070	0	0	
Excess—casualty depreciations, Form 8829 [3]	* 4,790	0	* 128	* 4,662	* 284	5,893	* 863	* 1	
Net income [1,2]	3,863,109	1,891,915	1,172,160	799,034	4,147,093	14,818,467	2,072,527	2,901,164	
Returns with Schedule C-EZ:									
Number of returns	84,100	45,930	14,210	23,960	82,952	361,431	66,279	295,954	
Business receipts	760,931	450,169	153,201	157,560	515,170	2,789,172	322,041	1,483,515	
Business deductions	96,485	36,867	35,034	24,584	70,831	359,628	49,080	133,218	
Net income	664,445	413,302	118,167	132,976	444,339	2,429,544	272,961	1,350,296	

* 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 \$5,000 or less, used the cash accounting method, with no inventories or employees, and with no deduction for a home office business and no allowable "passive" activity losses. Because only a total is reported for business deductions on Schedule C-EZ, the totals shown in the statistics exceed the sum of the detailed deductions; the detailed deductions are, therefore, slightly understated.

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

[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 Schedule C.

[4] Less than \$500.

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