

Sole Proprietorship Returns, 2005

by Jeff Curry and Justin Bryan

For Tax Year 2005, there were approximately 21.5 million individual income tax returns that reported nonfarm sole proprietorship activity. Nearly every sole proprietor industrial sector reported an increase in profits. Total profits for all nonfarm sole proprietorships were \$269.9 billion, a 9.0-percent increase from Tax Year 2004. When adjusted for inflation, profits increased by 5.5 percent, the highest percentage increase in profits since 1998. The largest percentage increase in profits for a major industrial sector was 19.4 percent for the real estate and rental and leasing sector, followed by a 15.5-percent and 14.6-percent increase for the transportation and warehousing sector and the retail trade sector, respectively. The only major industrial sector to show a decline in profits for 2005 was the wholesale trade sector, showing a 3.5-percent decline.

In addition to an increase in profits for sole proprietorships in Tax Year 2005, there was an increase of both receipts and deductions reported on these returns: total business receipts increased 7.3 percent to \$1,222.9 billion, and total business deductions grew 6.8 percent to \$953.4 billion. The real estate and rental and leasing sector reported the largest percentage increase in both receipts and deductions, with a 17.6-percent increase in business receipts and a 16.4-percent increase in deductions. The wholesale trade sector reported the second largest growth in receipts at 13.3 percent. For 2005, when inflation is taken into account, receipts and deductions increased 3.9 percent and 3.4 percent, respectively. For 2005, profits as a percentage of receipts rose to their highest level in over 18 years to 23.07 percent. Also, for 2005, depreciation had its largest real decline in over 18 years, decreasing by 11.8 percent.

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The North American Industry Classification System (NAICS) for industrial coding was introduced for the first time in Tax Year 1998. Because of the coding changes, comparisons between data by industries from 1998-2005 with 1997 and prior years may show inconsistencies. A reason for this was that many sole proprietorships under the NAICS system were classified in completely different industrial groups, which makes prior-year comparisons inappropriate. For example, in 1997, finance, insurance, and real estate were grouped by Standard Industrial Classification (SIC) codes as one industry, while, under the NAICS system, the group has been split into two industrial sectors. The industrial sectors based on the NAICS codes are reported in Tables 1 and 2.

Returns and Receipts

The number of individual income tax returns reporting nonfarm sole proprietorship activity for 2005 increased 4.3 percent to almost 21.5 million (Figure A).¹ However, despite the overall increase, the largest sector (in terms of number of returns), professional, scientific, and technical services, decreased 2.3 percent to almost 2.9 million returns. Conversely, the construction sector, which was the second largest sector, reported 2.8 million returns, an increase of 9.0 percent. The largest reported increase in number of returns for any industrial sector was in the real estate and rental and leasing sector with a 14.4-percent increase to almost 1.3 million returns.

Total business receipts (the sum of “income from sales and operations” and “other business income”) for all nonfarm sole proprietorship industries increased 7.3 percent, from \$1,139.5 billion to \$1,222.9 billion.² Just as with number of returns, the real estate and rental and leasing sector showed the largest percentage increase in receipts, reporting an increase of \$12.4 billion or 17.6 percent. The second largest percentage increase in receipts for 2005 was in the wholesale trade sector with an increase of 13.3 per-

¹ For 2005, the 21,467,566 nonfarm sole proprietorship returns accounted for an estimated 23,893,733 nonfarm businesses. For purposes of the statistics, if a proprietor owned more than one business, the statistics for each business were combined with those of the proprietor's dominant business and included in the industrial group for that business activity. When this occurred, the sum of net incomes (for businesses reporting a positive net income) reduced by the sum of net deficits (for businesses reporting a deficit) yielded the profits for a specific industrial group. The North American Industry Classification System (NAICS) was used to classify data by industries for 2005. These classifications were applied on a “per business” (rather than on a “per establishment”) basis for Statistics of Income by combining various industry groups, although businesses were further combined as described above. While the wording of the industry titles used for the sole proprietorship statistics diverge somewhat from those appearing in NAICS, the definitions are consistent.

² Statistics for “business receipts, total” in Table 2 represent the total receipts of the business, mainly gross receipts from sales and operations. Business receipts also include miscellaneous business receipts, such as incidental sales of scrap, shown separately in the statistics as “other business income.” However, business 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 non business-related investment income, as part of their total incomes on their individual income tax returns.

Sole Proprietorship Returns, 2005

Figure A

Nonfarm Sole Proprietorship Returns, Receipts, and Deductions, by Selected Industrial Sectors, Tax Years 2004 and 2005

[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]		
	2004	2005	Percentage increase	2004	2005	Percentage increase	2004	2005	Percentage increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All nonfarm industries.....	20,590.7	21,467.6	4.3	1,139.5	1,222.9	7.3	892.4	953.4	6.8
Construction.....	2,586.8	2,820.6	9.0	198.4	222.1	11.9	167.3	187.3	11.9
Specialty trade contractors.....	2,084.0	2,235.2	7.3	134.7	149.0	10.6	110.2	122.6	11.3
Wholesale trade (merchant wholesalers).....	350.8	347.9	-0.8	40.8	46.3	13.3	35.7	41.4	15.8
Retail trade.....	2,399.4	2,473.6	3.1	187.1	197.3	5.5	179.0	188.0	5.0
Transportation and warehousing.....	982.8	1,043.1	6.1	65.3	72.3	10.8	56.6	62.3	10.0
Finance and insurance.....	672.7	705.5	4.9	73.1	72.4	-1.0	55.6	52.9	-4.7
Real estate and rental and leasing.....	1,179.4	1,349.6	14.4	70.5	82.9	17.6	42.6	49.6	16.4
Real estate.....	1,113.9	1,284.3	15.3	66.6	78.7	18.2	38.6	45.7	18.3
Professional, scientific, and technical services.....	2,951.0	2,883.4	-2.3	137.7	145.1	5.4	80.9	84.2	4.0
Administrative and support and waste management and remediation services.....	1,994.8	1,915.5	-4.0	50.0	52.0	3.9	35.9	37.5	4.3
Health care and social assistance.....	1,778.0	1,768.7	-0.5	104.2	106.7	2.5	62.2	63.7	2.4
Child day care services.....	694.1	674.2	-2.9	10.0	9.8	-2.0	6.4	6.2	-4.1
Arts, entertainment, and recreation.....	1,132.2	1,157.2	2.2	26.4	27.4	3.9	20.6	20.9	1.6
Performing arts, spectator sports, and related industries.....	963.5	971.1	0.8	19.3	20.0	3.8	13.8	14.2	2.8
Other services.....	2,089.3	2,315.2	10.8	73.0	78.1	7.0	56.6	60.3	6.7
Personal and laundry services.....	1,338.7	1,488.5	11.2	33.6	37.8	12.6	23.0	26.7	15.8
All other industries.....	2,473.4	2,687.3	8.6	113.1	120.2	6.3	99.4	105.3	6.0

[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.

cent. This was followed closely by the 11.9-percent growth in the construction sector, as well as the 10.8-percent growth in the transportation and warehousing sector. Overall, in constant dollar terms, total business receipts had the fourth largest annual increase over Tax Years 1988-2005 of 3.9 percent (Figure B).³

Deductions

Total business deductions ("cost of sales and operations" plus business expenses, including expenses for home office) in current dollars increased 6.8 percent from \$892.4 billion for 2004 to \$953.4 billion for 2005 (Figure A).^{4,5} The wholesale trade sector showed the largest percentage increase in deductions

with 15.8 percent. As shown in Figure B, when accounting for inflation, business deductions increased 3.4 percent, the fifth largest increase in deductions from Tax Years 1988-2005 and the second straight increase after 3 years of decreases.

Representing 41.6 percent of total 2005 business deductions, the cost of sales and operations was approximately \$396.9 billion (Figure C), a 7.0-percent increase from the 2004 level. Total business "expenses" (total business deductions minus the cost of sales and operations) were \$556.5 billion for 2005, a 6.7-percent increase from the 2004 amount. Figure D graphically presents the main components of total business expenses. The largest component, salaries

³ Based on the overall implicit price deflator for Gross Domestic Product (GDP). See U.S. Department of Commerce, Bureau of Economic Analysis, *Survey of Current Business*. Indices by year used for this article were: 1988 (75.7); 1989 (78.6); 1990 (81.6); 1991 (84.4); 1992 (86.4); 1993 (88.4); 1994 (90.3); 1995 (92.1); 1996 (93.9); 1997 (95.4); 1998 (96.5); 1999 (97.9); 2000 (100.0); 2001 (102.4); 2002 (103.9); 2003 (106.0); 2004 (109.1); 2005 (112.7).

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

⁵ Business deductions include home office business deductions. After 1990, home office expenses were calculated separately on Form 8829, *Expenses for Business Use of Your Home*, and the deductible portion brought forward to 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.

Sole Proprietorship Returns, 2005

Figure B

Nonfarm Sole Proprietorship Receipts, Deductions, and Profits, Tax Years 1988-2005

[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	0	545.7	720.9	0	126.3	166.9	0
1989.....	692.8	881.9	-0.7	560.2	713.1	-1.1	132.7	168.9	1.2
1990.....	730.6	895.5	1.5	589.2	722.1	1.3	141.4	173.3	2.6
1991.....	712.6	843.9	-5.8	571.2	676.4	-6.3	141.5	167.6	-3.3
1992.....	737.1	853.3	1.1	583.1	675.0	-0.2	154.0	178.3	6.4
1993.....	757.2	856.8	0.4	600.8	679.7	0.7	156.5	177.0	-0.7
1994.....	790.6	876.0	2.2	623.8	691.2	1.7	166.8	184.8	4.4
1995.....	807.4	876.6	0.1	638.1	692.8	0.2	169.3	183.8	-0.6
1996.....	843.2	898.5	2.5	666.5	710.1	2.5	176.8	188.3	2.5
1997.....	870.4	912.2	1.5	683.9	716.7	0.9	186.6	195.6	3.9
1998.....	918.3	951.8	4.3	716.2	742.3	3.6	202.3	209.7	7.2
1999.....	969.3	990.5	4.1	761.4	778.0	4.8	207.9	212.5	1.3
2000.....	1,021.0	1,021.0	3.1	806.4	806.4	3.6	214.7	214.7	1.1
2001.....	1,016.8	993.3	-2.7	799.6	781.1	-3.1	217.4	212.3	-1.1
2002.....	1,029.7	990.6	-0.3	808.9	778.2	-0.4	221.1	212.7	0.2
2003.....	1,050.2	990.8	[3]	820.2	773.8	-0.6	230.3	217.3	2.1
2004.....	1,139.5	1,044.5	5.4	892.4	818.0	5.7	247.6	226.9	4.4
2005.....	1,222.9	1,084.7	3.9	953.4	845.7	3.4	269.9	239.4	5.5

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

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

[3] Less than 0.05 percent.

NOTE: Percentage increases were calculated before rounding.

and wages, accounted for 13.5 percent of the total. For 2005, salaries and wages totaled \$75.1 billion, a 5.7-percent increase from 2004. The next largest components of business expenses were cars and trucks (12.8 percent), rent on business property, machinery, and equipment (7.1 percent), and depreciation (7.0 percent). For 2005, these items were \$71.0 billion, \$39.5 billion, and \$39.1 billion, respectively. Car and truck expenses showed a 20.4-percent increase from 2004; rent on business property, machinery, and equipment showed a 7.1-percent increase while depreciation declined by 8.9 percent. Car and truck expenses showed the largest increase in percentage share of business expenses at 1.5 percentage points, up from 11.3 percent in 2004, while depreciation showed the largest decrease at 1.2 percentage points, down from 8.2 percent for 2004.

Depreciation deductions began to decline for Tax Year 1986, following the enactment of the Tax Reform Act of 1986 (TRA86). TRA86 reduced the allowable depreciation deduction by lengthening the cost recovery periods and changing the depreciation methods for property placed in service after July 31, 1986. In constant dollars, depreciation deductions dropped 9.6 percent for 1989 and continued to decline through 1992 (Figure E). Beginning with 1993, constant dollar depreciation increased every year through 2003, except for 1995, when it decreased 1.9 percent to \$28.5 billion.⁶ The largest increases occurred in 2002 and 2003 (8.0 percent and 11.7 percent, respectively). However, for 2004 and again in 2005, constant dollar depreciation showed a decrease. In real terms, depreciation decreased 11.8

⁶ The increase in the depreciation deduction for 1993 may be attributed, in part, to a provision of the Omnibus Budget Reconciliation Act of 1993 (OBRA93). The cost of certain tangible property (as described in Internal Revenue Code section 179) may be treated as a current expense rather than a capital expenditure subject to depreciation deductions. The provision of OBRA93 (related to these expenses) increased the maximum amount of investment certain small businesses could immediately deduct on property placed in service after 1992, from \$10,000 to \$17,500. Following the enactment of this provision, the 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.

Sole Proprietorship Returns, 2005

Figure C

Components of Nonfarm Sole Proprietorship Business Deductions, Tax Years 2004 and 2005

[Money amounts are in millions of dollars]

Business deductions	2004	2005	Percentage increase
	(1)	(2)	(3)
Business deductions, total [1,2]	892,402.4	953,391.5	6.8
Cost of sales and operations, total	370,951.2	396,875.8	7.0
Inventory, beginning of year.....	35,761.1	38,101.7	6.5
Cost of labor.....	31,768.7	32,163.0	1.2
Purchases.....	238,922.5	252,887.7	5.8
Materials and supplies.....	53,267.9	55,902.0	4.9
Other costs.....	50,186.7	59,845.9	19.2
Inventory, end of year.....	38,955.7	42,024.5	7.9
Business expenses, total [1]	521,451.2	556,515.7	6.7
Advertising expenses.....	12,888.3	14,449.5	12.1
Car and truck expenses.....	58,980.3	71,013.1	20.4
Commissions.....	13,267.0	15,439.7	16.4
Contract labor.....	24,686.7	28,223.6	14.3
Depletion.....	775.6	1,061.8	36.9
Depreciation [3].....	42,900.8	39,080.2	-8.9
Employee benefit programs.....	2,617.8	2,798.3	6.9
Home office business deductions [3].....	7,807.0	8,801.1	12.7
Depreciation, Form 8829.....	1,093.4	1,260.2	15.3
Insurance.....	18,864.2	19,000.9	0.7
Legal and professional services.....	8,959.1	9,836.9	9.8
Meals and entertainment deducted.....	5,997.8	6,802.2	13.4
Mortgage interest.....	5,167.4	5,543.7	7.3
Other interest paid on business indebtedness.....	5,856.4	6,565.9	12.1
Office expenses.....	12,362.7	12,835.6	3.8
Pension and profit-sharing plans.....	1,202.2	1,251.9	4.1
Rent on machinery and equipment.....	8,728.4	9,135.7	4.7
Rent on other business property.....	28,139.2	30,349.0	7.9
Repairs.....	14,762.5	14,976.1	1.4
Supplies.....	27,302.9	28,858.6	5.7
Salaries and wages.....	71,068.5	75,091.2	5.7
Taxes paid.....	16,036.2	16,797.5	4.7
Travel.....	10,317.6	11,308.3	9.6
Utilities.....	21,477.5	22,910.3	6.7
Other business deductions.....	98,293.2	101,044.7	2.8

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

[2] 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 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.

percent in 2005, making it the largest decrease since before 1988.^{7, 8}

Beginning with Tax Year 1992, certain smaller businesses could elect not to itemize depreciation and other business deductions by filing Schedule C-EZ, *Net Profit From Business*, a simplified version of Schedule C, *Profit or Loss From Business*. (Schedule C and Schedule C-EZ are the source of sole proprietorship statistics.) For Tax Year 2005, taxpayers could use Schedule C-EZ if they: had business expenses of \$5,000 or less; used the cash accounting method; had no inventories; did not report a deficit from the business; had only one business as a sole proprietor; had no employees; were not required to file Form 4562, *Depreciation and Amortization*, for the business; claimed no deduction for home business expenses; and had no prior-year disallowed passive activity losses from the business. Since taxpayers using Schedule C-EZ did not itemize business deductions, the detailed deductions in Table 2 are slightly understated and do not add to the totals.

Figure F presents the numbers and percentages of nonfarm sole proprietorship returns filed on Schedule C-EZ by industrial sector. Approximately 3.9 million taxpayers filed Schedule C-EZ for Tax Year 2005, representing a 4.5-percent increase from the number filed for 2004. Of the returns filed for 2005 in the administrative and support services sector (the largest filers of this schedule), taxpayers filed approximately 580 thousand Schedule C-EZ returns, or 30.3 percent of the total for that sector.⁹ For 2005, business receipts from Schedule C-EZ filers totaled \$26.0 billion, or 2.1 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 \$3.3 billion of the total \$953.4 billion. Even in the administrative and support services sector with its higher concentration of Schedule C-EZ filers, deductions reported on Schedule C-EZ accounted for just 1.2 percent of that sector's total business deductions.

⁷ Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, the maximum amount of section 179 deduction (the amount of depreciable property that one can expense for the cost of certain qualifying property) increased from \$24,000 for 2002 to \$100,000 for 2003, \$102,000 for 2004 and \$105,000 for 2005. For all tax returns that filed Form 4562, *Depreciation and Amortization*, the section 179 property deducted as an expense increased by 3.8 percent to \$41.3 billion for 2005. The Jobs Creation and Worker Assistance Act of 2002 introduced 30-percent bonus depreciation, and the Jobs and Growth Tax Relief Reconciliation Act of 2003 increased the bonus percentage to 50 percent, for property placed in service by January 1, 2005. While bonus depreciation was available to sole proprietors, it was generally not as advantageous as immediate expensing and therefore likely had less effect on their depreciation deductions.

⁸ For 2005, \$21.5 billion were deducted as section 179 property on returns that had a Schedule C, up from \$19.9 billion in 2004. This number does not reflect depreciation solely deducted on Schedule C as this could also include depreciation taken on Schedule E, *Supplemental Income and Loss*, and Schedule F, *Profit or Loss from Farming*.

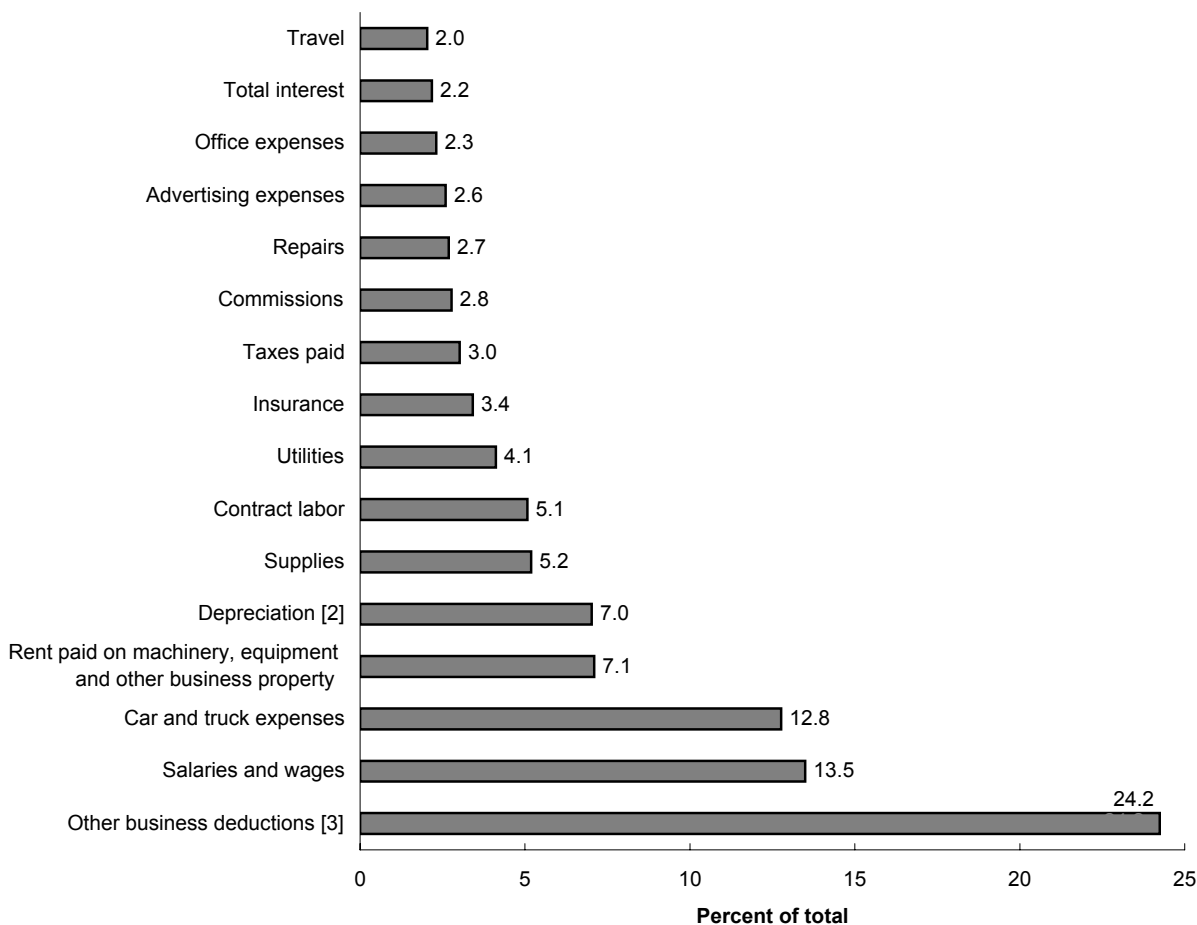
⁹ Based on the NAICS system, the full name of the administrative and support services sector is the administrative and support and waste management and remediation services sector. The waste management and remediation services portion make up a small percentage of the overall numbers reported under this classification, which are detailed in Table 1.

Sole Proprietorship Returns, 2005

Figure D

Nonfarm Sole Proprietorship Total Business Expenses, Tax Year 2005 [1]

Type of expenses



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

[2] Depreciation claimed on Form 8829 is included in "home office business deductions" and excluded from "depreciation" shown above. See footnote #3 below.

[3] Other business deductions includes; depletion; employee benefit programs; legal and professional services; pension and profit-sharing plans meals, and entertainment; and home office business deductions. Other business deductions also includes all Schedule C-EZ deductions (\$3.3 billion).

NOTES: Percentages are based on an estimated total business expense of \$556.5 billion. Detail may not add to 100 percent because of rounding.

Profits and Losses

For 2005, all but one of the largest principal industrial sectors reported increased sole proprietorship profits (net income less deficit). Figure B presents total profits for all industries (in both current and constant dollars) since 1988, while Figure G presents profits by industrial sector for 2004 and 2005.¹⁰ Total

profits increased 9.0 percent from \$247.6 billion for 2004 to \$269.9 billion for 2005. The real estate and rental and leasing sector reported the largest percentage change in profits for 2005, increasing 19.4 percent to \$33.3 billion. The real estate portion of this sector provided for most of the increase, with an income of \$33.0 billion for 2005. The transportation

¹⁰ Net income minus deficit (loss) before Federal income tax yields profits. Proprietors compute their tax on total "taxable income," which includes their business profits, plus any other income.

Sole Proprietorship Returns, 2005

Figure E

Nonfarm Sole Proprietorship Net Income, Deficit, and Depreciation, Tax Years 1988-2005

[Money amounts are in billions of dollars]

Tax year	Current dollars			Constant dollars [1]			Percentage increase in constant dollars [1]		
	Net income	Deficit	Depreciation [2]	Net income	Deficit	Depreciation [2]	Net income	Deficit	Depreciation [2]
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1988.....	145.5	19.2	26.1	192.2	25.4	34.5	--	--	--
1989.....	152.4	19.7	24.5	194.0	25.1	31.2	0.9	-1.1	-9.6
1990.....	161.7	20.2	23.7	198.2	24.8	29.0	2.2	-1.3	-6.9
1991.....	162.4	20.9	23.1	192.3	24.8	27.4	-3.0	[3]	-5.8
1992.....	173.5	19.5	23.3	200.8	22.6	27.0	4.4	-8.8	-1.4
1993.....	177.0	20.5	25.0	200.3	23.2	28.3	-0.3	2.8	4.9
1994.....	187.8	21.0	26.2	208.1	23.3	29.0	3.9	0.3	2.6
1995.....	191.7	22.5	26.2	208.2	24.4	28.5	[3]	4.8	-1.9
1996.....	200.1	23.4	27.4	213.2	24.9	29.2	2.4	2.1	2.4
1997.....	210.5	23.8	28.6	220.6	25.0	30.0	3.4	0.3	2.9
1998.....	226.2	23.9	29.1	234.5	24.8	30.2	6.3	-0.7	0.7
1999.....	233.4	25.5	30.6	238.5	26.0	31.3	1.7	4.9	3.7
2000.....	245.2	30.5	32.2	245.2	30.5	32.2	2.8	17.3	2.8
2001.....	250.2	32.8	33.4	244.4	32.0	32.7	-0.3	5.0	1.4
2002.....	257.3	36.2	36.6	247.5	34.8	35.3	1.3	8.7	8.0
2003.....	269.1	38.8	41.8	253.9	36.6	39.4	2.6	5.1	11.7
2004.....	290.5	42.9	42.9	266.3	39.3	39.3	4.9	7.5	-0.2
2005.....	314.8	44.8	39.1	279.2	39.8	34.7	4.9	1.1	-11.8

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

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

[3] Less than 0.05 percent.

NOTE: Percentage increases were calculated before rounding.

Figure F

Nonfarm Sole Proprietorship Returns with Schedule C-EZ, by Selected Industrial Sectors, Tax Year 2005

[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.....	21,467,566	3,871,974	18.0	1,222,880.2	25,970.7	2.1	953,391.5	3,340.0	0.4
Construction.....	2,820,568	457,719	16.2	222,064.3	3,150.4	1.4	187,312.7	410.8	0.2
Wholesale trade (merchant wholesalers).....	347,893	33,799	9.7	46,281.9	275.3	0.6	41,387.3	19.7	[2]
Retail trade.....	2,473,554	239,788	9.7	197,288.9	1,195.9	0.6	188,013.4	217.6	0.1
Transportation and warehousing.....	1,043,120	125,731	12.1	72,341.7	835.6	1.2	62,258.1	124.4	0.2
Finance and insurance.....	705,528	73,086	10.4	72,415.2	679.6	0.9	52,940.1	54.8	0.1
Real estate and rental and leasing.....	1,349,577	115,451	8.6	82,914.6	1,223.2	1.5	49,594.3	164.9	0.3
Professional, scientific, and technical services.....	2,883,419	486,663	16.9	145,110.0	4,954.1	3.4	84,200.6	487.0	0.6
Administrative and support and waste management and remediation services.....	1,915,541	579,786	30.3	51,960.5	3,245.8	6.2	37,492.2	464.2	1.2
Health care and social assistance.....	1,768,679	436,386	24.7	106,744.3	3,088.8	2.9	63,672.4	340.6	0.5
Arts, entertainment, and recreation.....	1,157,201	218,960	18.9	27,376.4	877.8	3.2	20,897.9	178.7	0.9
Other services.....	2,315,191	446,809	19.3	78,147.8	3,201.3	4.1	60,341.1	463.5	0.8
All other industries.....	2,687,295	657,796	24.5	120,234.6	3,242.9	2.7	105,281.5	413.7	0.4

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

[2] Less than 0.05 percent.

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

Sole Proprietorship Returns, 2005

Figure G

Nonfarm Sole Proprietorship Profits, by Selected Industrial Sectors, Tax Years 2004 and 2005

[Money amounts are in billions of dollars]

Industrial sector	Net income less deficit (profits)		
	2004	2005	Percentage increase
	(1)	(2)	(3)
All nonfarm industries.....	247.6	269.9	9.0
Construction.....	31.0	34.8	12.2
Specialty trade contractors.....	24.5	26.4	7.7
Wholesale trade (merchant wholesalers).....	5.1	4.9	-3.5
Retail trade.....	8.1	9.3	14.6
Transportation and warehousing.....	8.8	10.1	15.5
Finance and insurance.....	17.6	19.5	10.7
Real estate and rental and leasing.....	27.9	33.3	19.4
Real estate.....	27.9	33.0	18.0
Professional, scientific, and technical services.....	56.9	61.0	7.3
Administrative and support and waste management and remediation services.....	14.1	14.5	2.9
Health care and social assistance.....	42.0	43.1	2.7
Child day care services.....	3.6	3.6	1.9
Arts, entertainment, and recreation.....	5.8	6.5	11.9
Performing arts, spectator sports, and related industries.....	5.5	5.8	6.3
Other services.....	16.5	17.8	8.3
Personal and laundry services.....	10.6	11.2	5.7
All other industries.....	13.9	15.1	8.5

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

and warehousing sector reported the second largest percentage increase in profits with 15.5 percent. Interestingly, the wholesale trade sector, which had the largest growth in profits for 2004, was the only sector decline for 2005, reporting a 3.5-percent decrease in profits.

In constant dollars, total profits increased 5.5 percent for 2005 (Figure B). Profits as a percentage of business receipts also increased for 2005. Figure H displays net income less deficits as a percentage of business receipts for 1988 through 2005. In general, this percentage has been increasing from a low of 18.79 percent for 1988. This trend continued for Tax Year 2005 when profit as a percentage of business receipts was 22.07 percent, above the 21.73 percent for 2004. This was the highest percentage for the entire 18-year period shown in the figure, surpassing

the previous high of 22.03 percent for 1998. Figure E presents net income and deficit separately for 1988 through 2005, in current and constant dollars. For 2005, net income (in constant dollars) increased 4.9 percent, and deficit (in constant dollars) increased only 1.1 percent.

Industries

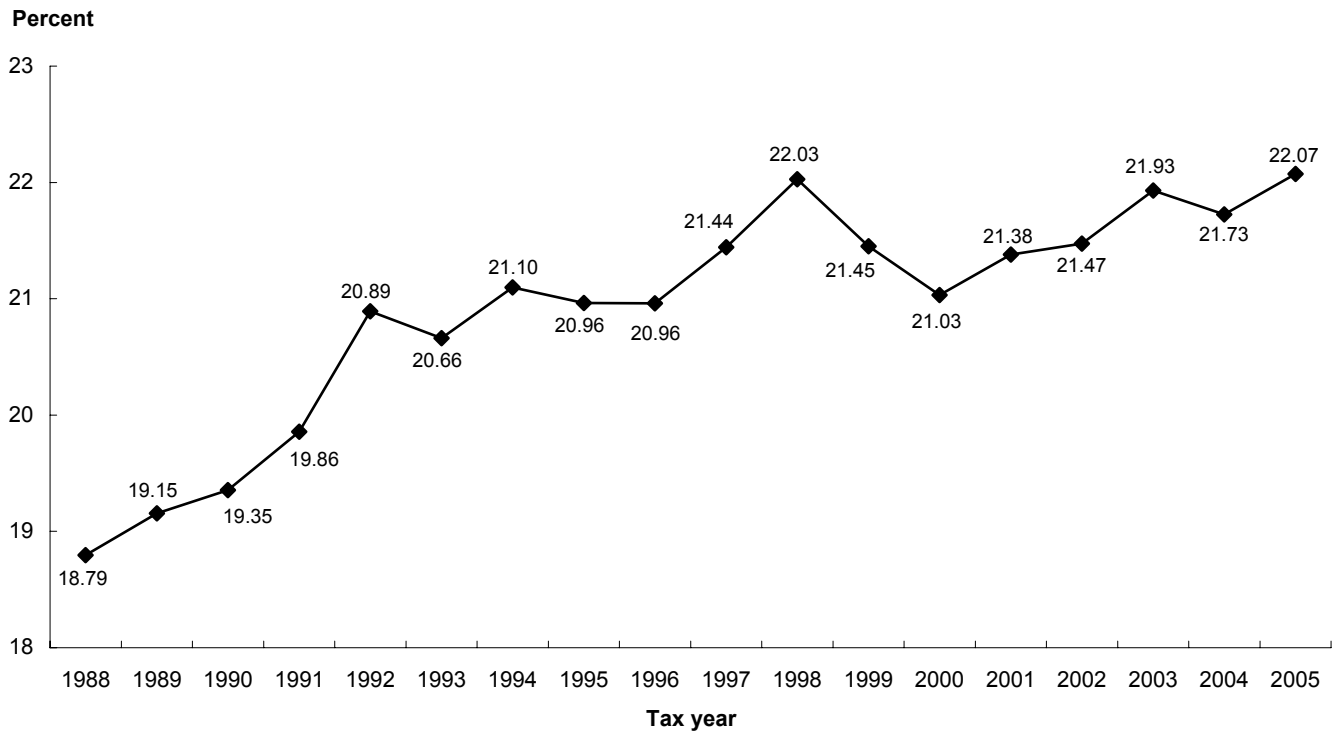
Using receipts as a measure of business size, Figures A and I show that construction was the largest sole proprietorship industrial sector for 2005 with 18.2 percent of all business receipts (the second year in a row that this sector was largest). Total receipts for the construction sector, at \$222.1 billion, were 11.9 percent higher than the \$198.4 billion reported for 2004, while deductions also increased by 11.9 percent, leading to a 12.2-percent increase in profits (to \$34.8 billion). The second largest industrial sector was retail trade, with receipts totaling \$197.3 billion. This amount was 16.1 percent of all sole proprietorship receipts for 2005, and it represented a 5.5-percent increase from the 2004 amount. Deductions also increased in this sector by 5.0 percent. Retail trade profits increased 14.6 percent for 2005, totaling \$9.3 billion.

The third largest sector was professional, scientific, and technical services, which accounted for 11.9 percent of sole proprietorship receipts for 2005. Receipts increased 5.4 percent to \$145.1 billion, and deductions increased 4.0 percent to \$84.2 billion. Although this sector was the third largest sector in terms of business receipts, the professional, scientific, and technical services sector had the largest percentage of sole proprietorship profits with 22.6 percent (Figure J). For 2005, the professional, scientific, and technical services sector's profits went from \$56.9 billion to \$61.0 billion, a 7.3-percent increase from 2004 profits. The sector with the second largest profits was health care and social assistance. These profits rose to \$43.1 billion for 2005, a 2.7-percent increase from 2004 levels and represented 16.0 percent of all sole proprietorship profits. This was followed by construction (12.9 percent, as cited above) and real estate and rental and leasing (12.3 percent) in terms of overall sole proprietor profits.

Sole Proprietorship Returns, 2005

Figure H

Nonfarm Sole Proprietorship Net Income Less Deficit (Profits) as a Percentage of Business Receipts, Tax Years 1988-2005



Tax Year 2001 is the first year in which data became available on the number of Limited Liability Companies (LLCs) among sole proprietorship returns. LLC entities have the limited liability of corporations, but are taxed as sole proprietorships— income and expenses flow through to the owner to be taxed. In 2001, there were approximately 126 thousand sole proprietorship returns that indicated status as an LLC (Figure K). This increased by 15.3 percent for 2002, 51.3 percent for 2003, and 40.4 percent for 2004. For Tax Year 2005, the number of these sole proprietorships rose to approximately 456 thousand, a 47.2-percent increase from 2004.¹¹ The 2005 level of LLCs among sole proprietorship returns counts for 2.1 percent of the total nonfarm sole proprietorships, with the total number of LLCs having more than tripled since 2001.

Summary

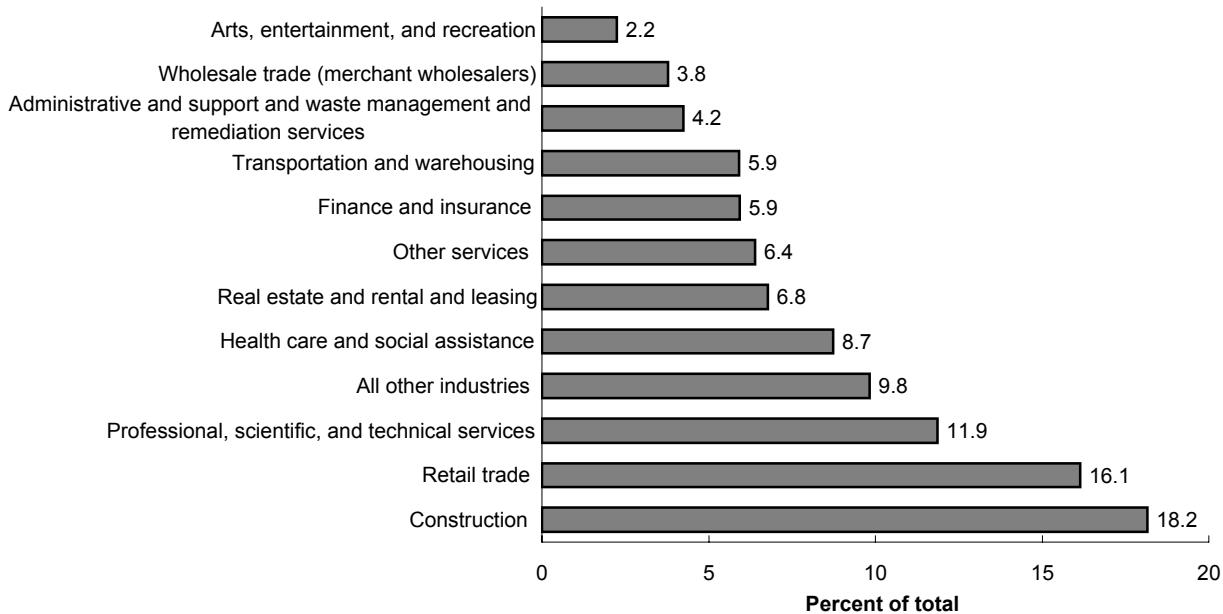
Profits for the 21.5 million returns with sole proprietorship activity for Tax Year 2005 grew 9.0 percent

to \$269.9 billion. In constant dollars, total nonfarm sole proprietorship profits increased 5.5 percent, the largest increase since 1998. The real estate and rental and leasing sector reported the largest percentage growth in profits at 19.4 percent. The professional, scientific, and technical services sector had the largest profits of any sector at \$61.0 billion, representing 22.6 percent of total sole proprietorship profits, followed by the health care and social assistance sector at \$43.1 billion or 16.0 percent of total profits. For all sole proprietorships, receipts and deductions increased 7.3 percent and 6.8 percent, respectively. The largest sole proprietorship industrial sector, based on business receipts, was the construction sector, accounting for 18.2 percent of receipts. This sector reported a 12.2-percent increase in profits. The real estate and rental and leasing sector showed the largest percentage increase in both receipts and deductions, reporting a 17.6-percent increase in receipts and a 16.4-percent increase in deductions. Filings of Schedules C-EZ increased 4.5 percent in 2005,

Sole Proprietorship Returns, 2005

Figure I

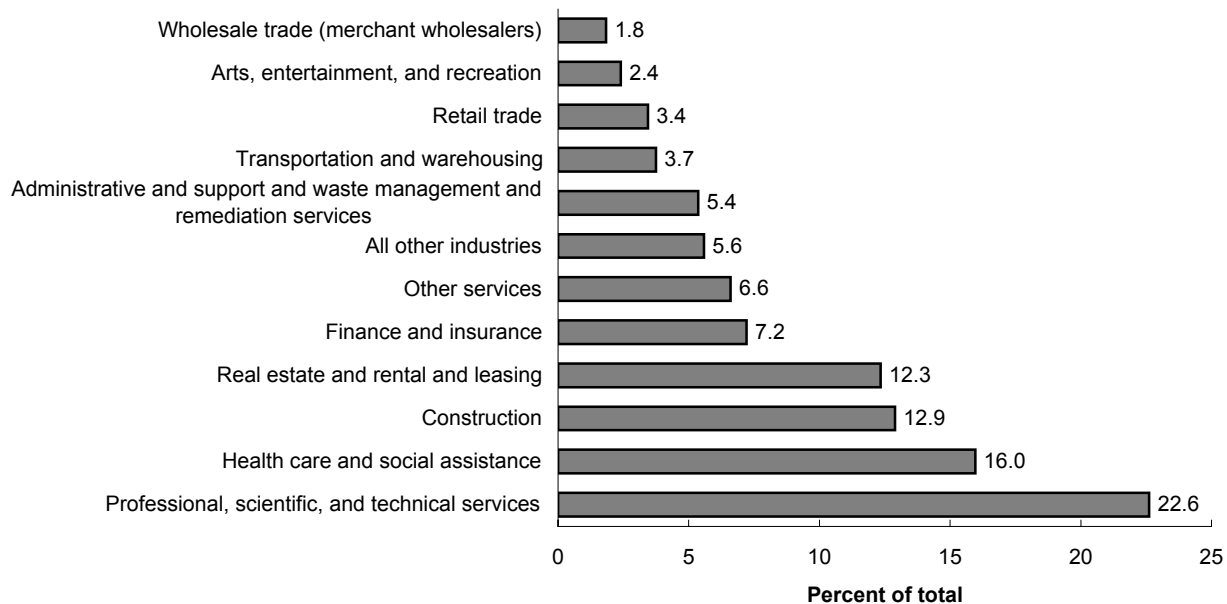
Nonfarm Sole Proprietorship Total Business Receipts by Selected Industrial Sectors, Tax Year 2005



NOTES: Percentages are based on an estimated total business receipts of \$1.2 trillion. Detail may not add to 100 percent because of rounding.

Figure J

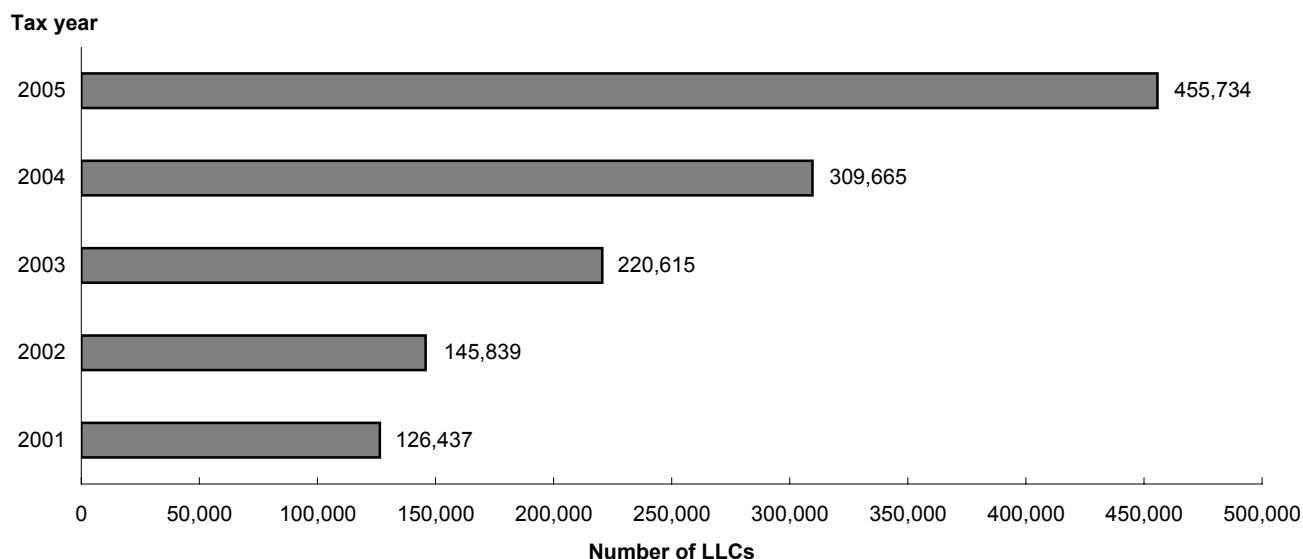
Nonfarm Sole Proprietorship Total Business Profits by Selected Industrial Sectors, Tax Year 2005



NOTES: Percentages are based on an estimated total business profits of \$269.9 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 2001-2005



substantially less than the 25.1-percent increase for 2004, the first year in which allowable expenses were doubled to \$5,000 on this form.

Data Sources and Limitations

The 2005 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 2006. Returns in the sample were stratified based on: (1) the presence or absence of Schedule C, *Profit or Loss From Business (Sole Proprietorship)*, or Schedule C-EZ, *Net Profit From Business*, and Schedule F, *Farm Income and Expenses*; (2) the larger of positive income or negative income (i.e., “adjusted gross income” before statutory adjustments); and (3) tax year. The returns were selected at rates that ranged from 0.05 percent to 100 percent. The 2005 nonfarm sole proprietor-

ship data are based on a sample of 82,689 returns and a population of 21,756,709 returns.¹¹ The corresponding sample and population for the 2004 data were 62,926 and 20,848,447 returns, respectively.

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

¹¹ The difference between the number of returns in the population and the total number of returns in Tables 1 and 2 is mainly due to returns in which Schedule C income was moved to other income or wages to avoid double counting of taxpayers for Gross Domestic Product calculations. In addition, data from amended returns and tentative returns are not reflected in these statistics.

Sole Proprietorship Returns, 2005

Figure L

Nonfarm Sole Proprietorships: Coefficients of Variation for Selected Items, by Selected Industrial Sectors, Tax Year 2005

[Coefficients of variation are in percentages]

Industrial sector	Coefficients of variation				
	Total business receipts	Total business deductions	Depreciation [1]	Net income	Deficit
	(1)	(2)	(3)	(4)	(5)
All nonfarm industries	0.56	0.63	1.26	0.74	1.44
Construction.....	1.91	2.01	3.41	2.17	5.13
Specialty trade contractors.....	2.31	2.45	4.02	2.55	6.40
Wholesale trade (merchant wholesalers).....	4.68	4.81	10.29	6.47	10.23
Retail trade.....	2.10	2.10	4.11	3.29	3.55
Transportation and warehousing.....	2.68	2.74	4.16	3.60	6.60
Finance and insurance.....	2.48	2.58	7.87	3.65	5.96
Real estate and rental and leasing.....	2.41	2.78	4.66	2.82	5.23
Real estate.....	2.47	2.87	4.76	2.86	5.60
Professional, scientific, and technical services.....	1.78	2.05	3.59	2.06	4.77
Administrative and support and waste management and remediation services.....	3.15	3.67	6.04	3.13	6.72
Health care and social assistance.....	1.91	2.04	4.11	2.28	7.31
Child day care services.....	5.08	6.43	11.87	4.89	17.31
Arts, entertainment, and recreation.....	3.50	3.66	6.47	4.27	5.18
Performing arts, spectator sports, and related industries.....	3.88	4.12	7.92	4.57	5.79
Other services.....	2.71	3.00	4.89	2.98	5.75
Personal and laundry services.....	3.30	3.67	7.02	3.71	7.43
All other industries.....	2.13	2.20	3.44	2.78	3.65

[1] Excludes depreciation claimed on Form 8829.

Sole Proprietorship Returns, 2005

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2005

[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.....	21,467,566	1,222,880,231	40,340,396	9,135,688	30,349,041	12,109,510	107,254,163	269,919,995
Agriculture, forestry, hunting, and fishing.....	267,733	16,425,957	1,539,804	96,011	122,469	247,072	1,813,400	827,412
Animal production (including breeding of cats and dogs).....	40,485	2,234,570	194,782	3,721	16,169	27,531	76,483	-353,415
Forestry and logging (including forest nurseries, timber tracts)...	55,831	6,026,299	708,864	46,943	16,932	113,492	587,197	481,976
Fishing.....	68,511	2,314,035	258,083	10,940	43,958	41,187	196,597	430,286
Hunting and trapping.....	9,067	260,454	49,726	369	1,571	24,720	3,566	-21,134
Support activities for agriculture and forestry.....	93,837	5,590,599	328,349	34,039	43,839	40,142	949,557	289,699
Mining.....	121,449	11,442,593	702,702	32,302	49,045	143,758	454,970	1,880,567
Oil and gas extraction.....	106,198	8,861,781	529,383	10,007	43,868	105,040	156,283	1,468,084
Coal mining.....	43	661,649	30,151	* 4,092	* 38	* 16,452	96,406	-28,612
Metal ore mining.....	* 1,297	* 51,101	* 14,307	* 1,369	* 14	* 514	* 15,880	* -8,685
Nonmetallic mineral mining and quarrying.....	2,456	454,907	41,959	8,933	3,477	13,312	63,841	40,881
Support activities for mining.....	11,456	1,413,156	86,901	7,902	1,648	8,439	122,560	408,899
Utilities.....	10,510	237,975	77,721	* 6,092	* 5,064	* 16,671	* 11,315	-15,919
Construction.....	2,820,568	222,064,346	7,672,218	1,527,613	1,365,183	1,712,598	27,843,791	34,810,773
Residential building construction.....	431,664	53,871,031	1,240,399	242,769	163,113	511,044	5,568,688	6,376,059
Nonresidential building construction.....	95,587	10,791,943	399,413	93,172	58,079	98,430	1,458,315	1,096,717
Heavy and civil engineering construction.....	58,087	8,404,584	556,402	119,144	39,799	198,779	732,120	910,655
Specialty trade contractors.....	2,235,229	148,996,788	5,476,002	1,072,528	1,104,192	904,345	20,084,668	26,427,342
Manufacturing.....	340,288	24,626,888	917,994	144,113	746,005	275,492	2,853,557	3,054,455
Food manufacturing.....	27,902	2,926,094	69,151	9,157	80,717	265,949	156,174	156,174
Textile and textile product mills.....	4,396	125,092	* 5,247	* 2	* 29	* 116	* 8,979	37,753
Apparel.....	17,883	1,523,868	33,982	* 3,081	59,462	12,819	129,196	115,751
Leather and allied products.....	* 3,129	* 93,120	* 2,888	* 481	1,467	* 1,871	* 2,822	* 12,434
Wood products.....	43,249	2,481,609	139,392	6,033	39,398	39,164	310,601	283,703
Paper products.....	* 670	* 4,695	* 552	* 4	0	* 1	1,830	* -612
Printing and related support activities.....	32,849	2,922,051	68,878	27,065	136,633	36,324	306,817	357,174
Petroleum and coal products.....	430	261,152	* 2,919	* 4	* 78	* 1,766	2,870	270
Chemical manufacturing.....	12,054	592,171	9,974	1,470	5,398	3,081	62,164	121,466
Plastics, rubber, clay, refractory, and glass products.....	12,176	584,114	17,904	* 3,076	17,040	23,385	106,721	35,246
Nonmetallic mineral products.....	5,104	1,020,391	51,749	10,600	* 13,749	19,489	139,111	67,198
Primary metal industries.....	7,599	354,662	46,193	* 289	* 21,001	* 1815	* 65,306	34,935
Fabricated metal products.....	42,668	3,341,870	151,009	27,954	110,993	35,024	503,425	344,792
Machinery.....	20,201	2,317,305	162,260	3,692	63,406	28,376	364,153	520,024
Computer and electronic products.....	8,599	255,686	1,450	* 214	10,892	* 964	17,211	50,588
Electrical equipment, appliances, and components.....	11,130	848,560	12,138	8,820	34,137	2,652	94,650	170,442
Transportation equipment.....	9,129	929,024	26,179	* 10,745	19,215	16,860	79,370	43,427
Furniture and related products.....	22,309	1,569,700	51,885	14,608	57,366	11,191	159,661	321,800
Medical equipment and supplies.....	6,823	502,105	4,628	* 9,765	22,400	* 725	39,971	120,173
Other miscellaneous manufacturing.....	51,988	1,973,621	59,616	7,053	52,622	15,955	192,748	261,717
Wholesale trade (merchant wholesalers).....	347,893	46,281,884	626,874	135,452	578,449	292,085	1,695,838	4,948,556
Durable goods, including machinery, wood, metals, etc.....	164,131	20,324,209	362,964	65,208	304,250	141,337	933,501	2,061,747
Nondurable goods, including food, fiber, chemicals, etc.....	125,157	20,322,677	210,085	38,475	235,209	119,003	700,704	1,859,591
Wholesale electronic markets and agents and brokers.....	58,606	5,634,998	53,825	31,768	38,990	31,744	61,633	1,027,217
Retail trade.....	2,473,554	197,288,923	3,136,295	768,700	6,085,600	1,713,026	11,205,659	9,285,087
Motor vehicle and parts dealers.....	158,658	40,588,397	406,516	55,866	548,041	369,067	1,453,508	1,477,143
Furniture and home furnishing stores.....	51,323	5,844,514	79,991	15,982	353,627	59,752	606,735	297,413
Electronic and appliance stores.....	37,838	4,405,793	57,405	19,373	184,273	44,219	438,934	399,014
Building material and garden equipment and supplies dealers.....	46,589	7,611,407	126,149	18,384	92,500	86,601	738,625	505,360
Food and beverage stores.....	107,726	29,469,296	363,784	102,616	811,652	181,736	1,875,804	1,038,280
Health and personal care stores.....	143,216	9,523,185	164,001	92,772	286,432	48,626	660,401	768,382
Gasoline stations.....	20,365	25,727,866	262,866	33,240	300,868	200,250	863,011	175,834
Clothing and accessories stores.....	122,840	10,648,749	161,767	118,249	893,737	83,958	699,221	729,640
Sporting goods, hobby, book, and music stores.....	111,276	7,202,258	168,868	25,618	394,244	103,010	537,555	190,140
General merchandise stores.....	42,889	4,474,583	74,296	12,837	209,397	36,153	237,686	94,667
Miscellaneous store retailers.....	522,993	27,376,015	578,900	154,479	1,643,236	309,119	2,039,795	1,644,441
Nonstore retailers.....	1,107,840	24,416,859	691,751	119,285	367,592	190,534	1,054,383	1,964,773

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2005—Continued

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Transportation and warehousing	1,043,120	72,341,709	5,410,491	1,884,245	634,181	979,338	3,996,803	10,112,631
Air and rail transportation.....	14,830	1,368,830	341,084	12,931	46,066	65,063	66,193	-237,518
Water transportation.....	3,912	381,892	39,052	* 22	* 4,236	8,318	14,032	124,773
General freight trucking, local.....	243,267	19,280,255	1,619,558	311,482	120,590	237,209	1,525,120	2,821,485
General freight trucking, long distance and specialized freight trucking.....	329,126	36,332,627	2,731,810	926,216	201,104	460,062	1,665,903	4,264,384
Urban transit.....	0	0	0	0	0	0	0	0
Interurban and rural bus transportation.....	* 2,463	* 41,061	* 3,389	* 1,603	0	* 11	* 1,171	* 901
Taxi and limousine service.....	149,298	4,412,464	147,567	516,279	98,199	72,257	79,896	1,212,278
School, employee, and charter bus industry.....	13,429	636,715	72,736	3,643	4,087	25,430	69,208	111,483
Other transit and ground passenger transportation.....	23,288	748,984	34,429	* 17,649	* 7,792	* 9,849	* 87,628	136,669
Pipeline transportation.....	* 749	* 39,588	* 6	0	0	0	0	* 23,972
Scenic and sightseeing transportation.....	* 8,266	258,951	131,237	* 4,865	* 10,912	15,761	* 18,335	-115,776
Support activities for transportation (including motor vehicle towing).....	37,288	2,473,831	133,216	20,896	62,884	42,188	224,392	316,215
Couriers and messengers.....	209,856	5,824,380	117,329	67,933	46,937	29,917	183,178	1,409,459
Warehousing and storage facilities.....	* 7,349	542,131	39,079	728	31,374	13,273	61,746	44,307
Information	335,407	9,421,847	424,932	126,123	212,387	73,042	740,762	2,376,337
Publishing industries (except internet).....	91,867	2,796,414	58,562	6,123	59,019	35,268	299,541	801,833
Motion picture and sound recording.....	85,482	2,058,710	258,079	88,585	89,025	16,432	110,466	19,409
Broadcasting (except internet) and telecommunications.....	50,767	1,613,990	39,388	6,729	28,853	13,140	129,444	273,817
Internet publishing and broadcasting.....	23,970	922,425	17,366	13,631	12,436	* 2,541	* 13,297	454,792
Internet service providers, web search portals, and data processing.....	83,321	2,030,308	51,537	11,055	23,054	5,660	188,104	826,486
Finance and insurance	705,528	72,415,215	1,124,023	305,547	1,383,260	638,421	4,056,095	19,479,833
Credit intermediation and related activities.....	118,385	6,385,793	220,475	48,541	129,169	111,164	299,107	1,954,586
Securities, commodity contracts, and other financial investments.....	160,575	35,260,356	301,068	70,304	365,412	286,789	989,621	5,016,314
Investment bankers and securities dealers.....	6,706	3,260,083	9,157	818	18,721	9,383	29,557	318,716
Securities brokers.....	21,625	3,777,546	38,066	23,905	44,787	23,257	210,873	884,554
Commodity contracts brokers and dealers.....	10,457	845,521	6,051	634	44,700	14,017	25,027	238,876
Securities and commodity exchanges.....	995	1,290,552	765	* 62	* 230	2,988	* 13,426	13,014
Other financial investment activities (investment advice).....	120,792	26,086,654	247,029	44,885	256,974	237,144	710,737	3,561,154
Insurance agents, brokers, and related activities.....	426,568	30,769,066	602,840	186,702	888,679	240,469	2,767,366	12,508,933
Insurance agencies and brokerages.....	338,352	27,014,913	516,485	149,330	838,171	216,819	2,639,984	10,818,548
Other insurance related activities.....	88,217	3,754,152	85,635	37,373	50,508	23,650	127,382	1,690,386
Real estate and rental and leasing	1,349,577	82,914,620	3,059,991	554,117	1,125,778	1,402,298	2,786,407	33,320,113
Real estate.....	1,284,270	78,677,446	2,203,884	444,987	995,252	1,228,499	2,491,175	32,978,070
Lessors of real estate (including miniwarehouses and self storage).....	34,985	1,896,046	218,551	10,913	41,155	357,848	121,228	72,284
Offices of real estate agents, brokers, property managers, and appraisers.....	1,009,929	60,468,718	1,534,754	372,817	775,128	526,476	1,572,767	28,572,784
Other activities related to real estate.....	239,356	16,312,681	450,579	61,257	178,970	344,176	797,180	4,333,002
Rental and leasing services.....	65,308	4,237,174	856,107	109,130	130,526	173,799	295,231	342,043
Automotive equipment rental and leasing.....	16,321	730,271	199,350	28,482	14,097	22,659	62,508	30,969
Consumer electronics and appliances rental.....	796	62,240	* 3,103	* 836	* 238	* 454	* 823	* 27,220
Formal wear and costume rental.....	304	4,981	* 948	* 696	0	* 149	0	* 669
Video tape and disc rental.....	8,225	649,340	57,321	* 12,532	65,201	25,129	72,127	78,069
General rental centers and other consumer goods rental.....	20,142	1,325,032	94,208	22,518	9,594	14,273	74,757	139,255
Commercial and industrial machinery and equipment rental and leasing.....	19,519	1,465,311	501,178	44,067	41,395	111,134	85,017	65,862
Professional, scientific, and technical services	2,883,419	145,109,981	4,069,420	829,337	3,580,247	959,789	12,073,365	61,023,166
Legal services.....	337,715	37,953,215	578,842	202,064	1,661,362	229,837	4,096,074	16,489,814
Office of certified public accountants.....	42,250	3,383,146	91,049	17,423	146,166	46,692	560,538	1,362,581
Other accounting services.....	313,281	8,686,941	297,711	52,472	289,295	94,478	928,408	3,650,771
Architectural, engineering, and related services.....	285,877	14,804,451	549,925	76,477	240,610	78,567	1,805,696	4,928,487
Architectural services.....	108,357	7,069,843	293,535	50,558	125,426	45,682	1,025,501	1,802,649
Engineering services.....	98,756	5,278,371	155,285	9,666	89,887	22,814	527,306	2,079,534
Drafting, building inspections, and geophysical surveying.....	58,784	1,498,281	43,998	7,055	16,706	6,733	115,687	675,127
Surveying and mapping (except geophysical) services.....	16,319	794,948	51,293	* 9,123	* 4,695	* 3,181	129,229	301,973
Testing laboratories.....	3,661	163,008	* 5,814	* 75	* 3,897	* 156	* 7,973	69,203
Specialized design services.....	209,249	8,173,483	296,260	52,617	213,727	41,567	484,156	2,073,650
Computer systems design services.....	243,230	8,597,146	295,768	54,188	102,510	47,266	487,833	4,380,404
Other professional, scientific, and technical services.....	1,451,817	63,511,598	1,959,866	374,096	926,576	421,383	3,710,660	28,137,458

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2005—Continued

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Professional, scientific, and technical service								
—Continued								
Management, scientific, and technical consulting services.....	762,557	34,763,483	976,282	177,238	430,957	235,727	1,664,287	18,202,381
Scientific research and development services.....	25,177	1,002,566	32,226	4,242	20,666	4,669	84,674	424,833
Advertising and related services.....	113,510	5,893,679	126,257	16,566	86,504	28,304	163,532	1,737,245
Market research and public opinion polling.....	30,888	1,527,502	17,836	20,838	45,523	3,943	104,438	638,866
Other miscellaneous services.....	519,685	20,324,368	807,266	155,213	342,927	148,740	1,693,730	7,134,133
Administrative and support and waste management and remediation services.....	1,915,541	51,960,458	2,310,432	544,322	605,306	367,521	5,834,591	14,476,143
Administrative and support services.....	1,890,977	50,197,327	2,071,445	526,569	586,436	334,826	5,646,267	14,255,863
Waste management and remediation services.....	24,564	1,763,131	238,988	17,753	18,870	32,695	188,324	220,280
Educational services.....	552,218	6,975,660	229,565	41,385	377,175	35,695	358,475	2,230,202
Health care and social assistance.....	1,768,679	106,744,305	2,798,057	689,507	4,590,849	1,124,063	15,090,216	43,090,991
Ambulatory health care services.....	891,060	90,135,345	2,274,212	574,389	4,123,717	764,319	13,295,488	37,822,631
Offices of physicians (except mental health specialists).....	186,042	32,221,684	576,227	200,488	1,241,121	140,222	4,058,989	15,346,326
Offices of physicians, mental health specialists.....	32,970	2,967,163	46,639	20,543	167,092	12,169	189,088	1,754,975
Offices of dentists.....	89,162	28,704,600	934,108	125,546	1,125,478	394,566	6,342,793	9,892,958
Offices of chiropractors.....	42,247	4,909,738	162,314	70,119	433,209	76,123	518,836	1,770,660
Offices of optometrists.....	15,546	3,040,214	110,279	12,783	186,422	22,569	533,704	800,657
Offices of mental health practitioners and social therapists.....	164,854	8,243,429	144,740	82,068	535,812	39,895	525,797	4,426,530
Offices of podiatrists.....	6,365	1,071,266	23,499	13,568	92,930	8,450	128,658	371,593
Outpatient care centers and other miscellaneous health practitioners.....	125,107	3,361,098	77,510	8,594	196,567	22,184	204,961	1,430,506
Medical and diagnostic laboratories.....	27,533	1,598,984	78,220	14,882	55,714	13,016	273,770	518,913
Home health care services.....	176,810	3,454,361	102,345	19,511	71,233	32,272	491,997	1,241,923
Other ambulatory health care services (including ambulance services, blood and organ banks).....	24,425	562,809	18,330	6,289	18,140	* 2,852	26,897	267,591
Hospitals.....	16,628	613,205	11,872	* 478	* 24,786	* 7,367	* 119,723	255,651
Nursing and residential care facilities.....	61,362	3,536,460	135,725	23,725	119,186	201,722	882,473	336,552
Social assistance.....	125,384	2,672,393	72,180	21,919	147,120	9,958	168,593	1,047,274
Child day care services.....	674,246	9,786,903	304,068	68,997	176,040	140,697	623,938	3,628,883
Arts, entertainment, and recreation.....	1,157,201	27,376,360	1,585,448	203,712	848,006	204,088	1,593,838	6,484,281
Performing arts, spectator sports, and related industries.....	971,069	20,042,905	1,158,089	133,928	470,498	117,227	876,677	5,811,366
Museums, historical sites, and similar institutions.....	3,843	63,241	* 2,158	0	* 28	* 4	* 549	43,137
Amusement, gambling, and recreation industries.....	182,290	7,270,214	425,200	69,784	377,479	86,857	716,612	629,778
Accommodation, food services, and drinking places.....	392,320	43,117,518	1,538,933	321,282	2,872,030	1,030,121	7,574,697	1,213,244
Accommodation.....	55,924	5,522,843	569,960	24,472	135,595	603,568	817,675	-37,736
Travel accommodation (including hotels, motels, and bed and breakfast inns).....	33,710	4,034,930	402,418	16,212	103,860	486,993	629,155	-43,014
RV (recreational vehicle) parks and recreational camps.....	9,258	516,693	58,352	2,269	* 2,243	44,963	30,327	50,572
Rooming and boarding houses.....	12,956	971,219	109,189	5,991	29,492	71,612	158,193	-45,294
Food services and drinking places.....	336,396	37,594,675	968,974	296,810	2,736,435	426,553	6,757,022	1,250,980
Other services.....	2,315,191	78,147,800	2,936,829	858,734	5,060,755	824,973	7,086,739	17,818,889
Auto repair and maintenance.....	337,784	22,760,458	929,946	161,992	834,554	349,101	2,684,764	2,822,264
Automotive mechanical and electrical repair and maintenance.....	172,443	11,940,054	488,194	71,662	481,777	171,378	1,308,552	1,424,132
Automotive body shops.....	85,875	6,609,797	247,198	44,493	180,075	89,554	974,077	862,353
Other auto repair and maintenance (including oil change, lubrication, and car washes).....	79,466	4,210,607	194,554	45,837	172,703	88,168	402,135	535,779
Miscellaneous repairs.....	488,927	17,562,692	723,747	152,725	341,283	143,847	1,304,583	3,812,833
Personal and laundry services.....	1,488,481	37,824,651	1,283,136	544,017	3,884,918	332,025	3,097,392	11,183,792
Religious, grantmaking, civic, professional and similar organizations.....	244,212	3,536,438	45,066	6,569	50,559	15,227	51,101	1,708,644
Unclassified establishments.....	423,157	4,449,754	133,600	60,524	56,693	54,231	132,544	1,794,590

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2005—Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
All nonfarm industries.....	15,750,475	1,047,830,449	27,723,379	6,977,952	23,337,781	7,432,423	87,781,271	314,756,510
Agriculture, forestry, hunting, and fishing.....	159,045	12,772,007	909,226	52,422	74,962	135,582	1,510,443	2,230,135
Animal production (including breeding of cats and dogs).....	9,843	1,468,496	55,760	* 2,507	11,922	8,577	57,171	124,475
Forestry and logging								
(including forest nurseries, timber tracts).....	37,838	5,001,566	516,330	23,644	14,896	74,815	447,034	741,815
Fishing.....	43,934	1,786,632	122,886	* 5,924	22,643	20,336	* 162,015	711,868
Hunting and trapping.....	4,862	184,706	* 11,179	0	* 27	* 5,339	* 794	43,259
Support activities for agriculture and forestry.....	62,567	4,330,608	203,072	20,347	25,473	26,516	843,429	608,719
Mining.....	92,540	8,797,585	408,360	16,191	27,222	84,828	281,009	2,877,267
Oil and gas extraction.....	80,964	7,009,532	327,901	5,123	22,553	67,848	102,862	2,351,395
Coal mining.....	** 20	** 92,692	** 4,327	** 2,384	** 37	** 688	** 23,806	** 8,382
Metal ore mining.....	**	**	**	**	**	**	**	**
Nonmetallic mineral mining and quarrying.....	1,867	348,513	26,673	* 810	* 3,112	8,418	39,304	69,933
Support activities for mining.....	9,689	1,346,848	49,459	7,874	1,520	7,873	115,036	447,556
Utilities.....	6,494	166,501	4,487	* 2,271	0	0	0	91,314
Construction.....	2,350,699	197,709,559	6,060,809	1,171,036	1,061,892	1,184,621	23,871,566	39,253,965
Residential building construction.....	350,801	47,564,413	1,023,878	158,545	117,803	323,938	4,830,416	7,450,156
Nonresidential building construction.....	80,198	8,375,884	287,407	78,039	39,251	59,169	1,068,793	1,354,001
Heavy and civil engineering construction.....	40,504	6,589,347	388,502	77,989	25,391	101,207	566,949	1,331,372
Specialty trade contractors.....	1,879,196	135,179,916	4,361,022	856,463	879,447	700,306	17,405,409	29,118,435
Manufacturing.....	224,481	20,527,587	616,943	92,066	585,968	164,045	2,347,617	3,974,217
Food manufacturing.....	16,760	2,304,160	35,294	1,482	59,936	7,653	194,874	294,638
Textile and textile product mills.....	* 3,364	* 116,862	* 4,485	0	0	* 90	* 6,868	* 46,732
Apparel.....	11,628	1,063,366	20,234	* 3,040	47,842	6,692	98,801	216,652
Leather and allied products.....	* 1,787	* 70,672	* 1,619	* 454	* 314	* 1,871	0	* 15,971
Wood products.....	25,812	2,207,439	84,711	5,308	22,433	24,771	254,993	375,875
Paper products.....	* 667	* 4,539	0	0	0	0	0	* 4,527
Printing and related support activities.....	21,708	2,379,126	48,450	21,662	117,448	28,694	275,890	428,147
Petroleum and coal products.....	414	15,025	* 45	* 4	* 53	* [5]	* 622	11,803
Chemical manufacturing.....	9,586	557,664	7,678	1,470	* 5,176	* 2,174	59,065	139,394
Plastics, rubber, clay, refractory, and glass products.....	7,158	360,319	8,940	* 449	3,752	* 3,409	53,911	79,838
Nonmetallic mineral products.....	3,795	808,323	28,164	3,395	* 12,450	* 13,284	111,257	82,616
Primary metal industries.....	3,975	339,310	* 42,065	* 289	* 16,661	* 1,815	* 65,306	57,627
Fabricated metal products.....	26,148	2,910,547	91,586	17,835	75,476	23,711	400,633	485,488
Machinery.....	18,065	2,179,944	130,859	3,524	62,801	18,860	339,096	532,899
Computer and electronic products.....	5,821	153,426	* 806	* 192	* 2,513	* 215	* 3,341	74,567
Electrical equipment, appliances, and components.....	8,275	796,602	11,028	* 5,650	* 32,023	* 2,027	82,863	182,486
Transportation equipment.....	6,860	832,812	17,485	* 10,735	* 18,798	* 8,233	* 67,997	82,629
Furniture and related products.....	15,156	1,439,311	36,333	5,056	52,161	7,056	148,504	363,926
Medical equipment and supplies.....	6,466	486,389	4,012	* 7,302	18,921	* 647	* 36,868	125,302
Other miscellaneous manufacturing.....	31,037	1,501,750	43,149	4,221	37,210	12,843	146,729	373,098
Wholesale trade (merchant wholesalers).....	229,125	39,167,889	425,668	95,454	394,384	157,172	1,298,530	6,116,417
Durable goods, including machinery, wood, metals, etc.....	102,356	17,395,707	250,241	42,296	200,837	72,556	727,348	2,566,328
Nondurable goods, including food, fiber, chemicals, etc.....	81,374	16,896,321	127,020	27,706	174,661	72,830	533,513	2,426,840
Wholesale electronic markets and agents and brokers.....	45,396	4,875,861	48,406	25,451	18,885	11,786	37,669	1,123,249
Retail trade.....	1,256,246	157,607,826	1,895,060	513,381	4,064,737	1,032,207	8,427,675	17,273,702
Motor vehicle and parts dealers.....	103,189	33,031,079	275,897	34,399	377,746	254,232	1,067,388	2,127,558
Furniture and home furnishing stores.....	30,567	4,496,907	51,942	11,428	215,523	44,915	376,853	506,782
Electronic and appliance stores.....	27,294	3,697,979	51,743	2,847	139,114	34,913	305,914	498,019
Building material and garden equipment and supplies dealers.....	31,034	6,334,541	86,758	13,331	56,327	66,513	556,606	662,249
Food and beverage stores.....	69,628	24,590,156	243,046	92,917	615,758	126,600	1,509,616	1,543,224
Health and personal care stores.....	62,419	8,443,654	89,157	74,621	229,791	28,424	596,141	1,232,527
Gasoline stations.....	14,162	19,527,337	184,827	19,324	232,934	117,950	602,581	423,747
Clothing and accessories stores.....	73,187	8,527,537	84,573	73,096	589,221	57,880	523,620	1,297,819
Sporting goods, hobby, book, and music stores.....	50,754	4,555,669	91,515	17,228	204,337	37,939	285,366	662,750
General merchandise stores.....	20,094	3,835,676	34,838	8,613	140,137	23,311	205,118	325,382
Miscellaneous store retailers.....	268,426	21,025,033	315,351	99,295	1,005,572	142,133	1,479,736	3,604,866
Nonstore retailers.....	505,491	19,542,256	385,412	66,282	258,277	97,398	918,736	4,388,779

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2005—Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Transportation and warehousing	848,315	60,471,864	3,608,271	1,628,976	447,058	646,734	2,964,499	12,288,415
Air and rail transportation.....	9,506	612,475	18,090	2,130	6,909	8,608	16,256	145,890
Water transportation.....	2,692	338,503	11,017	0	* 2,957	* 2,650	* 9,095	178,202
General freight trucking, local.....	202,004	16,546,791	1,146,888	259,263	92,793	166,019	1,280,844	3,274,149
General freight trucking, long-distance and specialized freight trucking.....	263,954	30,158,293	2,016,288	798,309	144,915	316,946	1,159,024	4,908,472
Urban transit.....	0	0	0	0	0	0	0	0
Interurban and rural bus transportation.....	* 1,446	* 39,382	* 2,804	* 1,603	0	* 11	* 1,171	* 4,934
Taxi and limousine service.....	133,679	4,072,877	124,442	480,739	91,706	68,618	56,995	1,333,672
School, employee, and charter bus industry.....	11,015	501,494	53,143	* 744	* 1,551	10,575	* 53,090	158,277
Other transit and ground passenger transportation.....	20,364	588,026	26,937	* 14,101	* 6,676	* 9,155	* 35,402	162,252
Pipeline transportation.....	* 749	* 39,588	* 6	0	0	0	0	* 23,972
Scenic and sightseeing transportation.....	2,958	145,205	* 2,102	* 3,410	* 3,795	* 14	* 11,601	38,884
Support activities for transportation (including motor vehicle towing).....	27,757	1,991,784	103,116	12,273	49,010	31,946	155,641	377,404
Couriers and messengers.....	166,589	5,079,664	77,456	55,916	41,070	27,679	144,393	1,610,090
Warehousing and storage facilities.....	5,602	357,782	25,982	* 486	* 5,676	* 4,514	40,987	72,218
Information	229,105	8,155,428	190,349	75,202	130,253	34,333	554,300	3,391,272
Publishing industries (except internet).....	70,592	2,473,599	41,281	5,216	38,162	20,752	207,863	942,279
Motion picture and sound recording.....	45,663	1,522,009	78,984	45,006	41,454	6,527	80,711	559,473
Broadcasting (except internet) and telecommunications.....	34,137	1,440,723	22,271	* 3,030	16,713	* 1,698	83,937	419,484
Internet publishing and broadcasting.....	16,816	804,748	15,778	* 12,693	* 11,747	* 775	* 4,416	518,927
Internet service providers, web search portals, and data processing.....	61,896	1,914,349	32,036	9,258	22,176	4,582	177,372	951,108
Finance and insurance	496,418	52,249,209	841,261	251,886	1,224,485	367,921	3,561,930	21,827,048
Credit intermediation and related activities.....	87,604	5,706,359	122,581	38,175	113,158	81,069	243,128	2,322,886
Securities, commodity contracts, and other financial investments.....	94,426	18,083,207	219,055	55,805	311,965	85,381	754,946	6,227,270
Investment bankers and securities dealers.....	4,760	765,105	5,622	* 443	18,186	5,099	21,392	361,128
Securities brokers.....	17,480	2,513,476	31,130	20,546	42,627	13,117	158,938	978,693
Commodity contracts brokers and dealers.....	6,293	670,484	980	* 574	38,955	743	10,572	348,786
Securities and commodity exchanges.....	* 361	* 292,403	* 463	* 62	* 76	* 574	* 6,229	* 25,277
Other financial investment activities (investment advice).....	65,531	13,841,737	180,861	34,180	212,120	65,848	557,814	4,513,385
Insurance agents, brokers, and related activities.....	314,388	28,459,643	499,625	157,906	799,363	201,472	2,563,857	13,276,892
Insurance agencies and brokerages.....	251,635	24,899,321	447,197	129,477	756,545	178,262	2,437,749	11,435,356
Other insurance related activities.....	62,753	3,560,322	52,428	28,429	42,817	23,209	126,108	1,841,536
Real estate and rental and leasing	971,259	74,278,979	1,925,855	430,416	915,294	543,760	2,061,949	36,822,850
Real estate.....	931,021	71,180,568	1,575,926	368,270	823,439	480,146	1,861,496	36,076,435
Lessors of real estate (including miniwarehouses and self storage).....	14,947	1,153,944	67,624	8,390	16,944	74,568	75,371	420,855
Offices of real estate agents, brokers, property managers, and appraisers.....	753,118	57,007,631	1,236,095	312,551	652,145	280,648	1,221,548	30,367,390
Other activities related to real estate.....	162,956	13,018,993	272,207	47,328	154,350	124,930	564,577	5,288,189
Rental and leasing services.....	40,238	3,098,411	349,929	62,146	91,855	63,614	200,453	746,415
Automotive equipment rental and leasing.....	10,054	425,265	53,289	* 9,171	* 1,320	7,121	* 41,536	93,145
Consumer electronics and appliances rental.....	* 787	* 62,231	* 2,968	* 836	* 37	* 454	* 588	* 28,144
Formal wear and costume rental.....	* 304	* 4,981	* 948	* 696	0	* 149	0	* 669
Video tape and disc rental.....	5,073	531,294	* 45,679	* 3,835	57,233	* 16,776	* 62,314	106,992
General rental centers and other consumer goods rental.....	13,271	1,203,035	53,875	* 22,416	8,119	10,653	62,782	205,255
Commercial and industrial machinery and equipment rental and leasing.....	10,749	871,605	193,170	25,192	25,146	28,461	33,232	312,210
Professional, scientific, and technical services	2,134,235	134,486,357	2,981,496	656,416	3,016,252	671,754	10,304,610	66,086,332
Legal services.....	264,361	36,233,041	504,501	180,174	1,530,068	190,704	3,787,288	17,031,934
Office of certified public accountants.....	33,420	3,284,563	79,761	17,423	133,325	31,005	541,719	1,423,219
Other accounting services.....	251,744	8,166,888	205,572	40,727	248,694	76,656	866,739	3,896,373
Architectural, engineering, and related services.....	217,767	13,919,803	424,957	51,172	197,069	56,447	1,691,096	5,343,857
Architectural services.....	83,042	6,753,736	231,560	29,636	113,371	34,654	982,668	2,010,662
Engineering services.....	73,141	4,852,890	110,471	7,419	63,351	12,426	483,715	2,196,728
Drafting, building inspections, and geophysical surveying.....	43,416	1,386,926	27,229	* 5,318	11,755	* 6,105	87,923	753,857
Surveying and mapping (except geophysical) services.....	14,508	769,493	51,015	* 8,791	* 4,695	* 3,181	129,229	313,021
Testing laboratories.....	3,660	156,757	* 4,683	* 8	* 3,897	* 80	* 7,560	69,589
Specialized design services.....	146,769	7,515,453	223,035	38,923	154,198	24,157	425,736	2,513,808
Computer systems design services.....	179,492	8,116,759	208,452	42,574	87,179	19,807	395,038	4,739,849

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 1. Nonfarm Sole Proprietorships: Business Receipts, Selected Deductions, Payroll, and Net Income, by Industrial Sectors, Tax Year 2005—Continued

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1,2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1,3]	Payroll [1,4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Professional, scientific, and technical service								
—Continued								
Other professional, scientific, and technical services.....	1,040,683	57,249,851	1,335,218	285,423	665,719	272,976	2,596,993	31,137,292
Management, scientific, and technical consulting services.....	553,905	30,965,631	663,656	128,494	286,886	133,897	881,126	19,946,620
Scientific research and development services.....	16,604	912,124	22,375	3,617	14,177	* 664	64,557	514,164
Advertising and related services.....	87,170	5,551,492	92,331	10,090	68,387	24,524	144,009	1,930,881
Market research and public opinion polling.....	23,938	1,500,533	7,722	20,499	41,934	3,795	101,967	695,818
Other miscellaneous services.....	359,065	18,320,070	549,134	122,723	254,336	110,096	1,405,334	8,049,809
Administrative and support and waste management and remediation services.....	1,561,511	45,877,374	1,735,439	408,787	457,402	249,038	4,717,314	16,421,175
Administrative and support services.....	1,543,555	44,250,972	1,516,846	393,080	439,900	219,860	4,555,526	16,172,624
Waste management and remediation services.....	17,956	1,626,403	218,593	15,707	17,502	29,178	161,788	248,552
Educational services.....	447,749	5,702,834	133,675	20,695	256,151	22,343	276,805	2,774,802
Health care and social assistance.....	1,466,138	100,134,405	2,326,813	568,097	4,048,300	891,655	13,562,109	44,905,668
Ambulatory health care services.....	734,362	86,557,639	1,984,690	488,888	3,715,367	657,891	12,453,019	38,910,133
Offices of physicians (except mental health specialists).....	155,388	31,180,541	536,144	179,117	1,177,219	112,829	3,812,615	15,622,382
Offices of physicians, mental health specialists.....	28,531	2,906,144	41,488	20,408	158,709	11,759	179,204	1,773,571
Offices of dentists.....	81,577	28,125,904	860,575	110,655	1,063,781	372,066	6,173,797	9,995,847
Offices of chiropractors.....	34,942	4,607,290	126,092	47,244	383,172	60,873	468,419	1,870,035
Offices of optometrists.....	13,800	2,842,101	81,595	12,571	170,121	19,745	488,521	808,548
Offices of mental health practitioners and social therapists.....	130,572	7,853,826	121,746	78,807	452,316	35,914	481,662	4,573,340
Offices of podiatrists.....	5,194	1,068,415	23,330	13,452	92,882	8,446	128,658	376,874
Outpatient care centers and other miscellaneous health practitioners.....	91,155	3,032,118	63,841	4,912	129,473	17,636	183,783	1,570,117
Medical and diagnostic laboratories.....	23,564	1,421,711	67,013	7,499	41,461	4,655	224,726	565,987
Home health care services.....	152,549	3,015,477	53,073	10,586	36,304	12,938	293,853	1,435,023
Other ambulatory health care services (including ambulance services, blood and organ banks).....	17,089	504,112	9,793	* 3,638	9,928	* 1,030	* 17,782	318,409
Hospitals.....	15,312	474,194	* 10,678	* 426	* 6,727	* 1,948	* 43,983	261,054
Nursing and residential care facilities.....	44,536	2,555,048	84,688	20,818	73,543	143,879	511,897	503,201
Social assistance.....	90,880	2,157,104	56,821	13,173	113,320	* 4,534	91,338	1,195,788
Child day care services.....	581,048	8,390,421	189,935	44,792	139,343	83,403	461,873	4,035,492
Arts, entertainment, and recreation.....	696,774	21,633,289	712,452	119,295	496,173	78,845	874,181	9,585,960
Performing arts, spectator sports, and related industries.....	577,078	16,550,897	527,928	81,731	289,373	42,533	476,401	8,216,788
Museums, historical sites, and similar institutions.....	3,315	56,663	* 2,053	0	* 11	* 4	* 98	44,283
Amusement, gambling, and recreation industries.....	116,381	5,025,730	182,471	37,564	206,789	36,308	397,681	1,324,889
Accommodation, food services, and drinking places.....	246,979	32,487,249	803,307	169,181	1,978,354	545,393	5,244,273	3,782,110
Accommodation.....	25,889	3,488,693	234,810	11,204	73,406	298,170	416,836	641,928
Travel accommodation (including hotels, motels, and bed and breakfast inns).....	15,014	2,452,781	169,667	6,474	60,339	248,910	306,568	438,021
RV (recreational vehicle) parks and recreational camps.....	5,461	380,456	35,788	* 213	* 2,108	21,159	17,042	88,570
Rooming and boarding houses.....	5,414	655,457	29,355	* 4,517	* 10,960	28,100	93,226	115,338
Food services and drinking places.....	221,089	28,998,556	568,497	157,976	1,904,947	247,223	4,827,437	3,140,182
Other services.....	1,824,281	68,536,568	2,067,482	659,357	4,076,107	607,344	5,781,298	20,785,006
Auto repair and maintenance.....	253,694	19,100,540	673,648	127,733	667,413	259,538	2,195,134	3,516,634
Automotive mechanical and electrical repair and maintenance.....	129,440	9,704,732	356,471	54,589	413,295	136,775	1,034,650	1,739,362
Automotive body shops.....	66,485	5,838,578	190,957	40,947	130,026	73,873	833,592	1,083,314
Other auto repair and maintenance (including oil change, lubrication, and car washes).....	57,769	3,557,230	126,220	32,197	124,092	48,890	326,892	693,558
Miscellaneous repairs.....	382,244	15,462,230	545,166	111,055	231,525	107,035	1,096,988	4,376,655
Personal and laundry services.....	1,188,343	33,973,798	848,668	420,570	3,177,169	240,771	2,489,177	12,891,717
Religious, grantmaking, civic, professional and similar organizations.....	184,823	3,249,931	27,103	5,958	37,874	* 1,244	* 45,060	1,969,196
Unclassified establishments.....	324,260	3,818,009	48,963	40,864	44,913	13,605	96,103	2,299,659

* 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.

[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.

[5] Less than \$500

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

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005

[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].....	21,467,566	267,733	40,485	55,831	68,511	9,067	93,837	121,449
Business receipts, total [1].....	1,222,880,231	16,425,957	2,234,570	6,026,299	2,314,035	260,454	5,590,599	11,442,593
Income from sales and operations [1].....	1,204,827,487	16,066,626	2,186,266	5,836,539	2,275,888	258,660	5,509,273	10,923,315
Other business income.....	18,052,744	359,331	48,303	189,760	38,148	* 1,793	81,326	519,278
Business deductions, total [1,2]	953,391,489	15,609,864	2,588,762	5,544,698	1,893,338	279,944	5,303,122	9,563,120
Cost of sales and operations, total.....	396,875,774	5,686,336	1,357,122	1,785,192	408,452	71,968	2,063,601	2,455,768
Inventory, beginning of year.....	38,101,650	447,652	87,954	160,535	* 35,185	* 37,959	126,019	153,298
Cost of labor.....	32,163,009	424,869	27,337	153,048	* 186,602	0	57,881	114,771
Purchases.....	252,887,700	4,287,240	1,229,940	1,048,808	138,542	* 14,600	1,855,350	536,640
Materials and supplies.....	55,902,012	162,991	17,402	70,771	56,555	* 5,397	12,866	297,960
Other costs.....	59,845,901	782,258	92,332	491,417	12,405	* 30,554	155,551	1,495,377
Inventory, end of year.....	42,024,497	418,673	97,842	139,386	* 20,838	* 16,541	144,066	142,278
Advertising expenses.....	14,449,493	81,123	15,753	17,381	19,290	1,737	26,963	18,431
Car and truck expenses.....	71,013,061	804,864	97,848	270,104	145,919	8,408	282,584	242,803
Commissions.....	15,439,663	143,724	27,937	84,735	* 1,887	* 1,199	27,967	26,413
Contract labor.....	28,223,647	451,159	18,757	245,559	50,357	3,789	132,697	170,651
Depletion.....	1,061,786	* 18,559	* 37	* 18,522	0	0	* 1	889,629
Depreciation.....	39,080,205	1,535,296	193,064	707,815	257,160	49,726	327,531	700,675
Employee benefit programs.....	2,798,308	14,685	2,767	5,950	* 189	* 71	5,708	17,921
Insurance.....	19,000,895	435,528	39,453	179,621	63,869	6,833	145,752	106,083
Legal and professional services.....	9,836,870	99,367	25,358	27,161	12,802	2,490	31,555	106,463
Meals and entertainment deducted.....	6,802,217	57,720	6,719	9,351	29,282	344	12,024	25,355
Mortgage interest.....	5,543,658	83,977	13,986	25,262	17,485	* 16,137	11,107	35,030
Other interest paid on business indebtedness.....	6,565,852	163,094	13,545	88,229	23,702	* 8,583	29,035	108,728
Office expenses.....	12,835,599	62,450	20,491	15,735	9,471	615	16,138	44,096
Pension and profit-sharing plans.....	1,251,915	15,161	* 8,205	2,674	0	0	* 4,282	3,776
Rent on machinery and equipment.....	9,135,688	96,011	3,721	46,943	10,940	* 369	34,039	32,302
Rent on other business property.....	30,349,041	122,469	16,169	16,932	43,958	* 1,571	43,839	49,045
Repairs.....	14,976,142	636,306	27,790	330,744	112,922	12,811	152,039	130,392
Supplies.....	28,858,613	401,919	63,318	69,955	119,259	13,156	136,230	85,304
Salaries and wages.....	75,091,154	1,388,531	49,146	434,149	9,995	3,566	891,675	340,199
Taxes paid.....	16,797,524	271,943	12,863	82,694	36,818	6,868	132,699	308,602
Travel.....	11,308,328	112,559	31,242	14,447	35,772	* 2,476	28,621	49,322
Utilities.....	22,910,257	191,696	20,226	60,705	31,034	9,556	70,175	80,802
Other business deductions.....	101,044,695	2,654,123	509,536	995,897	426,469	56,398	665,824	3,496,530
Home office business deductions.....	8,801,078	52,204	11,990	5,548	13,781	* 151	20,732	18,368
Depreciation, Form 8829 [3].....	1,260,190	4,508	* 1,718	1,049	* 923	0	* 818	2,027
Casualty loss, Form 8829 [3].....	24,248	* 191	0	0	0	0	* 191	0
Excess—casualty depreciations, Form 8829 [3].....	1,222,508	3,449	* 1,533	* 719	* 20	* 501	* 677	932
Net income less deficit [1,2].....	269,919,995	827,412	-353,415	481,976	430,286	-21,134	289,699	1,880,567
Net income [1,2].....	314,756,510	2,230,135	124,475	741,815	711,868	43,259	608,719	2,877,267
Deficit [2].....	44,836,514	1,402,723	477,890	259,839	281,582	64,392	319,019	996,699

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	All nonfarm industries	Agriculture, forestry, hunting, and fishing						Mining
		Total	Animal production (including breeding of cats and dogs)	Forestry and logging (including forest nurseries, timber tracts)	Fishing	Hunting and trapping	Support activities for agriculture and forestry	Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BUSINESSES WITH NET INCOME								
Number of returns [1].....	15,750,475	159,045	9,843	37,838	43,934	4,862	62,567	92,540
Business receipts, total [1].....	1,047,830,449	12,772,007	1,468,496	5,001,566	1,786,632	184,706	4,330,608	8,797,585
Income from sales and operations [1].....	1,033,271,519	12,509,056	1,439,416	4,863,689	1,760,829	184,637	4,260,485	8,441,615
Other business income.....	14,558,931	262,951	29,079	137,876	25,803	* 69	70,123	355,969
Business deductions, total [1,2].....	733,019,011	10,542,381	1,344,277	4,260,003	1,074,764	141,447	3,721,889	5,920,439
Cost of sales and operations, total.....	308,242,888	4,145,374	923,738	1,533,802	222,434	* 54,638	1,410,761	1,375,534
Inventory, beginning of year.....	23,733,070	225,556	54,263	81,807	* 645	* 28,856	59,984	118,221
Cost of labor.....	27,162,118	361,117	* 24,566	130,799	* 161,524	0	* 44,228	39,318
Purchases.....	194,194,476	3,071,461	842,750	943,703	* 17,404	* 8,668	1,258,936	375,248
Materials and supplies.....	46,901,345	129,895	* 12,522	69,596	* 34,810	* 1,616	11,351	272,556
Other costs.....	42,907,202	583,617	48,887	377,978	* 8,478	* 24,275	124,000	681,909
Inventory, end of year.....	26,655,324	226,273	59,250	70,080	* 427	* 8,777	87,738	111,719
Advertising expenses.....	11,331,082	53,828	5,314	15,058	15,664	* 1,260	16,532	14,477
Car and truck expenses.....	54,619,396	522,209	38,312	211,388	79,451	* 1,525	191,533	184,271
Commissions.....	12,504,088	110,504	4,915	83,326	* 1,754	* 1,199	19,310	23,489
Contract labor.....	23,231,875	290,946	* 597	175,419	* 16,362	* 1,741	96,828	107,244
Depletion.....	833,229	* 18,405	0	* 18,405	0	0	* 1	689,115
Depreciation.....	26,949,944	907,447	55,578	515,814	121,983	* 11,179	202,894	406,660
Employee benefit programs.....	2,359,406	11,523	* 1,943	4,882	0	* 1	4,697	12,887
Insurance.....	15,168,691	296,408	16,460	127,564	33,349	* 2,606	116,429	79,012
Legal and professional services.....	7,175,102	49,474	5,137	18,201	6,989	* 515	18,632	69,039
Meals and entertainment deducted.....	5,388,127	45,452	4,021	8,293	27,486	* 215	5,437	21,070
Mortgage interest.....	3,327,399	45,173	* 3,227	21,567	* 7,017	* 4,419	8,944	26,958
Other interest paid on business indebtedness.....	4,105,024	90,409	5,350	53,249	13,318	* 920	17,572	57,870
Office expenses.....	10,179,678	43,688	13,404	12,544	7,337	* 206	10,197	30,572
Pension and profit-sharing plans.....	1,182,702	6,663	* 47	2,334	0	0	* 4,282	3,305
Rent on machinery and equipment.....	6,977,952	52,422	* 2,507	23,644	* 5,924	0	20,347	16,191
Rent on other business property.....	23,337,781	74,962	11,922	14,896	22,643	* 27	25,473	27,222
Repairs.....	11,009,973	394,706	9,653	228,202	62,999	* 3,191	90,660	99,704
Supplies.....	22,417,324	215,416	28,040	42,713	46,969	* 4,272	93,423	60,434
Salaries and wages.....	60,619,153	1,149,326	32,606	316,235	* 491	* 794	799,201	241,691
Taxes paid.....	13,014,100	193,245	5,865	54,233	18,335	* 4,403	110,409	232,369
Travel.....	8,469,702	71,088	21,710	11,329	24,551	0	13,498	31,213
Utilities.....	17,253,560	123,903	8,839	46,749	21,089	* 3,654	43,572	63,238
Other business deductions.....	73,350,412	1,563,351	142,262	711,910	292,707	* 43,563	372,910	2,008,522
Home office business deductions.....	6,721,335	38,675	* 2,012	4,855	13,423	0	18,385	18,021
Depreciation, Form 8829 [3].....	773,436	1,779	* 182	* 516	* 903	0	* 178	1,700
Casualty loss, Form 8829 [3].....	15,711	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	217,786	* 27	0	* 27	0	0	0	* 469
Net income [1,2].....	314,756,510	2,230,135	124,475	741,815	711,868	43,259	608,719	2,877,267
Returns with Schedule C-EZ:								
Number of returns.....	3,871,974	41,884	* 2,655	* 5,449	10,119	* 1,816	21,845	22,079
Business receipts.....	25,970,745	184,990	* 3,608	* 34,260	46,013	* 13,124	87,984	138,045
Business deductions.....	3,340,026	29,061	* 1,719	* 3,392	12,525	* 1,120	10,304	20,432
Net income.....	22,630,719	155,929	* 1,889	* 30,867	33,488	* 12,004	77,680	117,613

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	106,198	43	* 1,297	2,456	11,456	10,510	2,820,568
Business receipts, total [1].....	8,861,781	661,649	* 51,101	454,907	1,413,156	237,975	222,064,346
Income from sales and operations [1].....	8,366,647	648,761	* 50,823	451,633	1,405,451	237,879	220,329,864
Other business income.....	495,133	* 12,888	* 278	3,274	7,704	* 97	1,734,483
Business deductions, total [1,2].....	7,393,085	691,966	* 59,786	414,026	1,004,257	293,532	187,312,718
Cost of sales and operations, total, total.....	1,407,826	* 441,458	* 6,027	136,918	463,538	* 6,685	98,644,310
Inventory, beginning of year.....	65,277	* 6,033	0	60,005	* 21,983	* 447	5,130,247
Cost of labor.....	6,081	* 61,325	0	* 16,408	* 30,958	* 6,440	16,792,295
Purchases.....	206,549	* 89,392	0	76,432	* 164,268	* 233	29,974,204
Materials and supplies.....	38,394	* 2,618	* 6,027	* 3,282	* 247,640	* 11	34,269,469
Other costs.....	1,148,962	* 291,184	0	36,246	18,984	0	19,269,477
Inventory, end of year.....	57,437	* 9,093	0	* 55,454	* 20,294	* 447	6,791,382
Advertising expenses.....	12,169	* 86	* 135	2,041	3,999	* 1,604	1,122,860
Car and truck expenses.....	123,955	21,589	* 1,861	15,714	79,684	32,859	13,618,337
Commissions.....	21,655	0	* 29	* 104	4,626	* 14	1,029,100
Contract labor.....	109,465	* 43,338	* 295	5,909	11,644	* 24,152	11,524,517
Depletion.....	876,195	* 957	0	7,361	5,117	* 31	26,912
Depreciation.....	527,945	30,151	* 14,089	41,957	86,533	77,721	7,557,391
Employee benefit programs.....	6,609	* 4,833	* 1,046	* 551	4,881	0	399,878
Insurance.....	54,424	12,122	* 736	14,150	24,651	* 4,895	4,489,981
Legal and professional services.....	95,359	2,744	* 108	3,729	4,523	3,217	1,071,946
Meals and entertainment deducted.....	13,988	* 5	* 15	167	11,180	* 448	575,434
Mortgage interest.....	27,571	* 58	0	* 6,542	* 859	* 14,524	685,577
Other interest paid on business indebtedness.....	77,469	* 16,394	* 514	6,770	7,580	* 2,147	1,027,022
Office expenses.....	28,764	* 208	* 24	1,730	13,370	* 6,262	1,114,619
Pension and profit-sharing plans.....	2,049	* 5	* 177	* 321	* 1,224	0	55,082
Rent on machinery and equipment.....	10,007	* 4,092	* 1,369	8,933	7,902	* 6,092	1,527,613
Rent on other business property.....	43,868	* 38	* 14	3,477	1,648	* 5,064	1,365,183
Repairs.....	73,863	* 13,204	* 10,727	17,334	15,264	* 6,845	2,099,850
Supplies.....	50,582	* 7,268	* 63	8,277	19,115	* 20,066	7,711,347
Salaries and wages.....	150,202	35,081	* 15,880	47,433	91,603	* 4,875	11,051,496
Taxes paid.....	260,066	7,240	* 3,343	12,768	25,185	1,076	2,218,615
Travel.....	40,012	* 228	* 39	2,524	6,518	* 6,181	810,383
Utilities.....	55,563	2,306	* 129	4,946	17,857	5,992	2,453,691
Other business deductions.....	3,292,278	48,560	* 3,118	64,347	88,228	59,657	13,673,204
Home office business deductions.....	10,993	0	* 48	* 23	* 7,304	0	1,047,533
Depreciation, Form 8829 [3].....	1,438	0	* 218	* 2	* 368	0	114,827
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	1,655
Excess—casualty depreciations, Form 8829 [3].....	695	0	* 218	0	* 19	0	57,894
Net income less deficit [1,2].....	1,468,084	-28,612	* -8,685	40,881	408,899	-15,919	34,810,773
Net income [1,2].....	2,351,395	* 2,444	* 5,938	69,933	447,556	91,314	39,253,965
Deficit [2].....	883,311	* 31,056	* 14,623	29,052	38,657	107,234	4,443,192

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	80,964	** 20	**	1,867	9,689	6,494	2,350,699
Business receipts, total [1].....	7,009,532	** 92,692	**	348,513	1,346,848	166,501	197,709,559
Income from sales and operations [1].....	6,664,056	** 92,320	**	345,531	1,339,709	166,417	196,281,560
Other business income.....	345,475	** 371	**	* 2,983	7,140	* 84	1,428,000
Business deductions, total [1,2].....	4,658,257	** 84,309	**	278,581	899,292	75,187	158,451,619
Cost of sales and operations, total.....	835,411	** 11,802	**	105,554	422,767	* 49	85,215,107
Inventory, beginning of year.....	39,227	** 637	**	* 59,040	* 19,317	* 447	3,614,279
Cost of labor.....	* 5,031	** 161	**	* 9,601	* 24,524	0	14,939,875
Purchases.....	168,870	** 1,963	**	* 60,450	* 143,966	* 38	25,393,423
Materials and supplies.....	20,393	** 8,645	**	* 1,997	* 241,521	* 11	29,643,029
Other costs.....	640,286	** 989	**	* 29,228	* 11,406	0	16,175,302
Inventory, end of year.....	38,397	** 593	**	* 54,761	* 17,967	* 447	4,550,801
Advertising expenses.....	9,708	** 55	**	897	3,816	* 872	930,917
Car and truck expenses.....	101,076	** 692	**	* 5,576	76,928	* 21,402	11,356,243
Commissions.....	19,137	** 0	**	* 104	* 4,248	0	903,842
Contract labor.....	97,145	** 1,188	**	* 2,549	6,362	* 24,151	9,999,534
Depletion.....	677,455	** 701	**	7,206	3,753	* 28	23,391
Depreciation.....	326,553	** 4,327	**	26,671	49,110	* 4,847	5,969,290
Employee benefit programs.....	5,290	** 2,294	**	* 422	4,880	0	335,831
Insurance.....	43,815	** 2,795	**	8,549	23,852	* 3	3,769,668
Legal and professional services.....	63,837	** 520	**	562	4,120	* 1,299	787,152
Meals and entertainment deducted.....	10,470	** 12	**	* 103	10,484	* 28	481,699
Mortgage interest.....	22,839	** 0	**	* 3,260	* 859	0	477,948
Other interest paid on business indebtedness.....	45,009	** 688	**	5,159	7,014	0	706,673
Office expenses.....	16,514	** 70	**	741	13,246	* 357	923,724
Pension and profit-sharing plans.....	1,616	** 181	**	* 321	* 1,188	0	52,969
Rent on machinery and equipment.....	5,123	** 2,384	**	* 810	7,874	* 2,271	1,171,036
Rent on other business property.....	22,553	** 37	**	* 3,112	1,520	0	1,061,892
Repairs.....	56,094	** 14,776	**	14,176	14,657	* 1,918	1,611,885
Supplies.....	33,683	** 1,794	**	7,027	17,931	* 10,210	6,618,300
Salaries and wages.....	97,831	** 23,645	**	29,702	90,512	0	8,931,692
Taxes paid.....	195,602	** 4,429	**	8,232	24,107	* 37	1,806,181
Travel.....	23,341	** 31	**	1,360	6,481	* 553	620,423
Utilities.....	41,224	** 834	**	3,695	17,485	* 3,268	1,999,943
Other business deductions.....	1,876,100	** 11,052	**	42,772	78,598	* 769	11,377,165
Home office business deductions.....	10,725	** 0	**	* 23	* 7,274	0	917,228
Depreciation, Form 8829 [3].....	1,348	** 0	**	* 2	* 349	0	91,520
Casualty loss, Form 8829 [3].....	0	** 0	**	0	0	0	* 1,075
Excess—casualty depreciations, Form 8829 [3].....	* 469	** 0	**	0	0	0	12,249
Net income [1,2].....	2,351,395	** 8,382	**	69,933	447,556	91,314	39,253,965
Returns with Schedule C-EZ:							
Number of returns.....	20,982	** 0	**	* 304	* 793	* 1,017	457,719
Business receipts.....	100,898	** 0	**	* 33,812	* 3,334	* 6,521	3,150,362
Business deductions.....	20,208	** 0	**	0	* 225	* 3,124	410,837
Net income.....	80,691	** 0	**	* 33,812	* 3,110	* 3,397	2,739,525

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Construction—continued				Manufacturing		
	Residential building construction	Nonresidential building construction	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Textile and textile product mills
	(16)	(17)	(18)	(19)	(20)	(21)	(22)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	431,664	95,587	58,087	2,235,229	340,288	27,902	4,396
Business receipts, total [1].....	53,871,031	10,791,943	8,404,584	148,996,788	24,626,888	2,926,094	125,092
Income from sales and operations [1].....	53,436,583	10,762,475	8,287,522	147,843,284	24,260,974	2,896,945	125,088
Other business income.....	434,448	29,468	117,062	1,153,504	365,914	29,148	* 4
Business deductions, total [1,2].....	47,554,043	9,695,225	7,491,387	122,572,062	21,577,814	2,770,190	87,339
Cost of sales and operations, total.....	32,048,715	5,824,262	4,098,720	56,672,613	11,597,010	1,770,122	* 52,848
Inventory, beginning of year.....	2,842,081	150,146	989,961	1,148,058	1,241,903	205,948	* 11,644
Cost of labor.....	3,874,330	953,789	374,819	11,589,357	1,224,193	46,768	* 7,312
Purchases.....	8,538,121	1,507,353	1,771,508	18,157,221	6,876,412	1,348,225	* 29,880
Materials and supplies.....	10,954,359	1,386,939	898,320	21,029,850	1,927,093	232,968	* 507
Other costs.....	9,953,301	1,999,123	1,354,580	5,962,473	1,705,661	194,507	* 9,860
Inventory, end of year.....	4,113,477	173,089	1,290,470	1,214,347	1,378,252	258,294	* 6,354
Advertising expenses.....	159,442	29,471	35,132	898,816	211,470	22,441	* 81
Car and truck expenses.....	1,953,227	529,534	291,207	10,844,369	874,805	58,216	* 6,099
Commissions.....	301,264	20,427	69,609	637,800	103,114	11,185	* 66
Contract labor.....	2,282,041	511,103	191,637	8,539,736	370,532	14,621	* 4,763
Depletion.....	* 472	* 3	* 2,435	24,002	4,679	* 4	0
Depreciation.....	1,220,918	397,539	554,852	5,384,082	904,409	68,572	* 5,247
Employee benefit programs.....	69,992	7,572	15,435	306,879	87,647	7,046	0
Insurance.....	796,947	176,349	184,657	3,332,028	361,307	35,329	* 915
Legal and professional services.....	217,216	48,088	108,063	698,579	169,322	19,529	* 712
Meals and entertainment deducted.....	77,784	32,546	18,498	446,606	62,071	2,481	* 974
Mortgage interest.....	241,928	41,463	99,434	302,751	125,376	11,079	* 77
Other interest paid on business indebtedness.....	269,116	56,967	99,345	601,594	150,116	12,839	* 39
Office expenses.....	190,699	53,116	35,986	834,818	243,088	11,154	* 1,368
Pension and profit-sharing plans.....	8,238	2,034	2,700	42,110	15,304	734	0
Rent on machinery and equipment.....	242,769	93,172	119,144	1,072,528	144,113	9,157	* 2
Rent on other business property.....	163,113	58,079	39,799	1,104,192	746,005	80,717	* 29
Repairs.....	267,541	85,298	175,939	1,571,072	309,684	63,219	* 278
Supplies.....	1,617,028	257,067	146,528	5,690,724	683,757	37,790	* 1,881
Salaries and wages.....	1,694,359	504,526	357,301	8,495,311	1,629,364	219,181	* 1,667
Taxes paid.....	361,396	101,678	106,961	1,648,580	404,825	82,475	* 1,410
Travel.....	113,734	57,320	42,967	596,362	194,827	10,810	* 977
Utilities.....	394,724	118,891	76,642	1,863,434	539,662	65,735	* 2,944
Other business deductions.....	2,590,351	651,551	590,377	9,840,925	1,466,675	146,419	* 2,500
Home office business deductions.....	196,624	29,308	26,007	795,594	133,057	* 4,751	* 662
Depreciation, Form 8829 [3].....	19,482	1,874	1,550	91,921	13,585	* 579	0
Casualty loss, Form 8829 [3].....	* 659	0	0	* 996	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	5,508	* 912	* 490	50,984	10,131	* 528	0
Net income less deficit [1,2].....	6,376,059	1,096,717	910,655	26,427,342	3,054,455	156,174	37,753
Net income [1,2].....	7,450,156	1,354,001	1,331,372	29,118,435	3,974,217	294,638	* 46,732
Deficit [2].....	1,074,097	257,284	420,718	2,691,093	919,762	138,464	* 8,978

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Construction—continued				Manufacturing		
	Residential building construction	Nonresidential building construction	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Textile and textile product mills
	(16)	(17)	(18)	(19)	(20)	(21)	(22)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	350,801	80,198	40,504	1,879,196	224,481	16,760	* 3,364
Business receipts, total [1].....	47,564,413	8,375,884	6,589,347	135,179,916	20,527,587	2,304,160	* 116,862
Income from sales and operations [1].....	47,250,226	8,337,631	6,526,085	134,167,618	20,423,713	2,285,459	* 116,862
Other business income.....	314,187	38,253	63,261	1,012,298	103,874	18,700	0
Business deductions, total [1,2].....	40,114,404	7,021,882	5,257,974	106,057,359	16,553,240	2,009,521	* 70,130
Cost of sales and operations, total.....	27,619,742	4,129,701	2,984,290	50,481,374	9,093,278	1,373,921	* 40,509
Inventory, beginning of year.....	2,096,338	97,620	614,983	805,338	820,908	99,892	* 4,071
Cost of labor.....	3,548,929	755,636	344,506	10,290,803	998,304	18,657	* 5,421
Purchases.....	7,128,083	815,794	1,190,827	16,258,719	5,373,273	1,055,836	* 26,777
Materials and supplies.....	9,245,195	1,097,876	659,128	18,640,830	1,635,262	175,261	* 156
Other costs.....	8,467,731	1,460,554	987,768	5,259,249	1,168,074	151,767	* 9,028
Inventory, end of year.....	2,866,535	97,778	812,923	773,565	902,541	127,492	* 4,944
Advertising expenses.....	135,253	22,188	25,935	747,540	148,417	10,180	* 80
Car and truck expenses.....	1,565,343	431,615	234,657	9,124,628	641,700	34,704	* 6,071
Commissions.....	267,905	14,603	47,137	574,197	82,071	4,319	* 66
Contract labor.....	1,809,686	435,823	131,503	7,622,522	285,933	5,554	* 4,492
Depletion.....	* 444	* 3	* 4	22,940	2,823	0	0
Depreciation.....	1,006,602	285,967	387,339	4,289,381	608,371	35,288	* 4,485
Employee benefit programs.....	60,556	4,068	10,532	260,674	78,943	5,662	0
Insurance.....	656,055	115,902	139,074	2,858,636	278,362	21,980	* 392
Legal and professional services.....	154,656	33,972	56,101	542,423	120,993	11,062	* 337
Meals and entertainment deducted.....	67,006	28,073	12,529	374,091	43,658	1,203	* 849
Mortgage interest.....	182,931	27,731	44,253	223,032	83,490	5,134	* 77
Other interest paid on business indebtedness.....	141,007	31,438	56,954	477,274	80,555	2,519	* 12
Office expenses.....	159,981	45,017	25,393	693,333	171,196	3,849	* 1,350
Pension and profit-sharing plans.....	8,142	* 1,997	1,692	41,139	13,774	* 721	0
Rent on machinery and equipment.....	158,545	78,039	77,989	856,463	92,066	1,482	0
Rent on other business property.....	117,803	39,251	25,391	879,447	585,968	59,936	0
Repairs.....	208,516	55,783	133,024	1,214,562	217,319	32,213	* 25
Supplies.....	1,469,299	211,168	103,479	4,834,355	537,868	19,245	* 1,806
Salaries and wages.....	1,281,486	313,157	222,442	7,114,606	1,349,313	176,216	* 1,447
Taxes paid.....	283,238	65,974	66,593	1,390,376	335,813	72,264	* 466
Travel.....	68,929	51,442	31,209	468,843	122,190	4,219	* 629
Utilities.....	307,466	79,776	57,159	1,555,542	404,922	45,748	* 2,713
Other business deductions.....	2,130,557	486,055	357,864	8,402,688	1,048,731	77,498	* 1,859
Home office business deductions.....	180,091	25,275	23,420	688,441	79,989	* 21	* 662
Depreciation, Form 8829 [3].....	17,276	1,440	* 1,163	71,640	8,571	* 6	0
Casualty loss, Form 8829 [3].....	* 659	0	0	* 416	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 2,410	* 293	0	9,546	* 549	0	0
Net income [1,2].....	7,450,156	1,354,001	1,331,372	29,118,435	3,974,217	294,638	* 46,732
Returns with Schedule C-EZ:							
Number of returns.....	63,781	11,204	5,538	377,195	46,929	* 3,602	* 757
Business receipts.....	547,319	55,484	78,252	2,469,308	356,493	* 46,138	* 4,069
Business deductions.....	74,405	7,863	2,012	326,558	45,596	* 4,583	* 1,801
Net income.....	472,914	47,621	76,241	2,142,750	310,897	* 41,555	* 2,269

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Manufacturing—continued								
	Apparel	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, refractory, and glass products	Nonmetallic mineral products
	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns [1].....	17,883	* 3,129	43,249	* 670	32,849	430	12,054	12,176	5,104
Business receipts, total [1].....	1,523,868	* 93,120	2,481,609	* 4,695	2,922,051	261,152	592,171	584,114	1,020,391
Income from sales and operations [1].....	1,521,561	* 92,647	2,441,459	* 4,695	2,919,612	56,203	587,898	572,472	1,014,309
Other business income.....	* 2,307	* 473	40,149	0	2,439	* 204,949	4,273	* 11,642	* 6,083
Business deductions, total [1,2].....	1,408,964	* 80,686	2,197,776	* 5,307	2,568,188	260,881	472,439	541,514	953,194
Cost of sales and operations, total.....	867,513	* 41,851	1,288,019	* 2,531	1,315,960	* 246,999	206,700	201,890	498,033
Inventory, beginning of year.....	126,126	* 28,825	138,600	* 21	51,463	0	17,536	42,352	33,079
Cost of labor.....	32,008	0	188,118	* 1,830	172,252	* 423	* 21,517	* 20,343	* 43,143
Purchases.....	601,184	* 2	787,128	0	756,771	* 50,222	60,425	144,343	190,744
Materials and supplies.....	24,849	* 37,981	262,239	* 672	92,596	* 1,028	96,171	43,795	143,232
Other costs.....	201,010	* 194	109,303	* 85	305,263	* 205,595	* 27,768	* 5,995	137,204
Inventory, end of year.....	117,664	* 25,151	197,369	* 78	62,385	* 10,269	16,718	54,938	49,369
Advertising expenses.....	12,228	* 3,074	16,058	* 6	37,638	* 36	3,524	14,367	6,210
Car and truck expenses.....	24,551	* 552	95,842	* 34	112,069	* 54	10,851	22,029	24,364
Commissions.....	12,864	0	7,418	0	5,962	* 150	* 3,189	* 590	* 561
Contract labor.....	25,366	* 322	33,131	* 75	41,451	* 12	* 64,770	7,568	* 23,189
Depletion.....	0	* 19	* 1,719	0	* 365	* 679	0	0	* 1
Depreciation.....	32,837	* 2,888	135,417	* 552	67,292	* 2,913	9,645	17,497	51,749
Employee benefit programs.....	* 1,198	0	7,663	* 204	9,264	* 267	* 2,977	* 5,278	* 10,835
Insurance.....	13,750	* 869	40,720	* 21	36,863	* 15	14,399	10,460	20,326
Legal and professional services.....	10,029	* 108	12,432	* 128	33,108	* 249	3,627	4,583	6,518
Meals and entertainment deducted.....	1,894	* 231	3,176	* [4]	11,709	* 186	618	2,661	1,738
Mortgage interest.....	* 1,817	* 1,478	15,937	0	20,165	* 1,501	* 959	* 2,502	* 17,343
Other interest paid on business indebtedness.....	11,001	* 393	23,228	* 1	16,159	* 265	2,122	20,883	* 2,145
Office expenses.....	13,795	* 814	11,266	0	70,214	* 89	13,514	5,152	3,999
Pension and profit-sharing plans.....	* 127	0	* 509	0	* 2,402	* 111	* 137	* 638	* 427
Rent on machinery and equipment.....	* 3,081	* 481	6,033	* 4	27,065	* 4	1,470	* 3,076	10,600
Rent on other business property.....	59,462	* 1,467	39,398	0	136,633	* 78	5,398	17,040	* 13,749
Repairs.....	7,216	* 92	55,525	* 362	25,319	* 4	5,113	3,362	18,939
Supplies.....	23,769	* 8,942	39,642	* 39	92,358	* 3	16,534	18,356	41,853
Salaries and wages.....	97,188	* 2,822	122,483	0	134,565	* 2,447	40,647	86,378	95,968
Taxes paid.....	20,718	* 306	26,839	* 25	43,463	* 428	4,010	19,417	22,766
Travel.....	8,346	* 1,122	6,714	* 46	44,411	* 142	6,972	9,663	2,505
Utilities.....	23,923	* 3,270	39,843	* 678	89,719	* 162	8,758	22,658	14,584
Other business deductions.....	118,718	* 9,187	133,858	* 599	174,381	3,888	42,250	41,339	64,791
Home office business deductions.....	* 10,670	* 398	29,591	0	17,939	* 18	* 1,000	* 2,125	0
Depreciation, Form 8829 [3].....	* 1,145	0	3,975	0	* 1,586	* 6	* 328	* 407	0
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	0	0	* 5,589	0	* 455	* 6	* 1	* 836	0
Net income less deficit [1,2].....	115,751	* 12,434	283,703	* -612	357,174	270	121,466	35,246	67,198
Net income [1,2].....	216,652	* 15,971	375,875	* 4,527	428,147	11,803	139,394	79,838	82,616
Deficit [2].....	100,901	* 3,536	92,172	* 5,139	70,973	* 11,533	* 17,929	44,593	15,418

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Manufacturing—continued								
	Apparel	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, refractory, and glass products	Nonmetallic mineral products
	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH NET INCOME									
Number of returns [1].....	11,628	* 1,787	25,812	* 667	21,708	414	9,586	7,158	3,795
Business receipts, total [1].....	1,063,366	* 70,672	2,207,439	* 4,539	2,379,126	15,025	557,664	360,319	808,323
Income from sales and operations [1].....	1,061,276	* 70,199	2,178,245	* 4,539	2,381,847	15,025	556,055	358,918	803,849
Other business income.....	* 2,090	* 473	29,195	0	-2,721	0	* 1,609	* 1,401	* 4,474
Business deductions, total [1,2].....	846,714	* 54,701	1,831,435	* 12	1,950,979	3,222	418,269	280,481	725,707
Cost of sales and operations, total.....	450,180	* 37,930	1,153,728	0	1,017,692	* 1,565	184,331	118,228	438,238
Inventory, beginning of year.....	50,704	* 16,795	98,100	0	30,861	0	* 11,367	* 24,355	* 23,793
Cost of labor.....	* 14,668	0	155,176	0	166,234	* 423	* 20,697	* 5,666	* 39,101
Purchases.....	240,328	* 2	698,865	0	631,510	0	* 41,598	* 105,615	* 154,674
Materials and supplies.....	* 12,629	* 37,981	239,849	0	73,974	* 1,028	96,109	* 4,144	* 135,249
Other costs.....	196,580	* 194	101,838	0	146,317	* 115	* 25,595	* 5,621	* 125,919
Inventory, end of year.....	64,729	* 17,041	140,100	0	31,203	0	* 11,036	* 27,173	* 40,498
Advertising expenses.....	5,840	* 384	9,908	* 2	30,651	* 16	2,942	10,935	4,229
Car and truck expenses.....	15,678	* 307	74,696	0	74,864	* 48	10,820	7,167	* 15,678
Commissions.....	4,891	0	* 7,252	0	5,515	* 150	* 3,189	0	* 21
Contract labor.....	* 14,918	* 16	31,747	0	30,754	0	* 64,749	* 2,481	* 7,895
Depletion.....	0	* 19	* 1,718	0	* 365	* 208	0	0	* 1
Depreciation.....	19,089	* 1,619	82,967	0	47,128	* 45	7,351	8,940	28,164
Employee benefit programs.....	* 1,115	0	6,445	0	8,806	0	* 2,818	* 4,860	* 10,551
Insurance.....	9,603	* [4]	29,492	0	24,797	0	14,237	6,132	16,296
Legal and professional services.....	5,463	* 108	8,222	* 3	25,903	* 62	2,612	1,808	3,903
Meals and entertainment deducted.....	202	* 98	2,579	0	6,861	0	489	* 1,169	1,444
Mortgage interest.....	* 452	* 1,478	10,140	0	* 15,197	0	* 426	* 1,875	* 12,249
Other interest paid on business indebtedness.....	6,240	* 393	14,632	0	13,496	* [4]	* 1,748	* 1,534	* 1,035
Office expenses.....	6,153	* 622	7,134	0	51,418	* 21	12,577	2,626	2,218
Pension and profit-sharing plans.....	* 127	0	* 509	0	* 2,368	0	* 28	* 248	* 427
Rent on machinery and equipment.....	* 3,040	* 454	5,308	0	21,662	* 4	1,470	* 449	3,395
Rent on other business property.....	47,842	* 314	22,433	0	117,448	* 53	* 5,176	3,752	* 12,450
Repairs.....	5,379	0	45,054	0	19,389	* 2	4,919	* 993	6,153
Supplies.....	22,066	* 128	25,595	* 2	73,993	0	15,950	11,123	13,147
Salaries and wages.....	84,133	0	99,818	0	109,656	* 199	38,368	* 48,245	72,155
Taxes paid.....	17,454	* 228	21,604	0	35,322	* 18	3,275	11,425	16,957
Travel.....	1,721	* 1,122	5,445	0	24,181	* 49	4,843	3,805	2,023
Utilities.....	18,617	* 1,309	29,398	* 4	58,939	* 49	8,385	13,881	11,540
Other business deductions.....	89,126	* 7,774	112,301	0	122,493	* 551	23,313	16,185	45,537
Home office business deductions.....	* 10,483	* 398	17,998	0	10,365	0	* 997	* 617	0
Depreciation, Form 8829 [3].....	* 1,145	0	* 1,744	0	* 1,322	0	* 327	0	0
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	0	0	0	0	0	0	0	0	0
Net income [1,2].....	216,652	* 15,971	375,875	* 4,527	428,147	11,803	139,394	79,838	82,616
Returns with Schedule C-EZ:									
Number of returns.....	* 3,284	* 658	* 4,386	* 6	* 834	* 80	* 5,166	* 984	* 985
Business receipts.....	* 57,893	* 1,973	* 26,711	* 116	* 3,980	* 9,723	* 46,259	* 9,996	* 8,259
Business deductions.....	* 6,902	0	* 5,314	* 2	* 1,714	* 181	* 3,256	* 2,002	0
Net income.....	* 50,991	* 1,973	* 21,397	* 114	* 2,266	* 9,543	* 43,003	* 7,995	* 8,259

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	7,599	42,668	20,201	8,599	11,130	9,129	22,309
Business receipts, total [1].....	354,662	3,341,870	2,317,305	255,686	848,560	929,024	1,569,700
Income from sales and operations [1].....	332,238	3,331,667	2,304,885	255,557	847,349	926,663	1,567,099
Other business income.....	* 22,424	10,202	12,420	* 129	* 1,212	* 2,360	2,601
Business deductions, total [1,2].....	319,727	3,002,997	1,797,281	205,098	678,944	885,778	1,248,094
Cost of sales and operations, total.....	* 71,589	1,572,532	883,190	99,841	443,096	516,688	544,740
Inventory, beginning of year.....	* 1	97,951	84,035	* 6,455	60,790	80,268	59,077
Cost of labor.....	0	249,212	174,519	* 12,372	* 48,243	* 52,983	65,833
Purchases.....	* 33,979	811,026	435,645	80,819	266,143	292,403	401,201
Materials and supplies.....	* 30,511	275,234	174,146	* 2,814	* 111,551	* 146,695	76,987
Other costs.....	* 7,098	232,733	108,673	* 5,484	* 12,020	* 18,604	16,187
Inventory, end of year.....	0	93,625	93,829	* 8,103	55,650	74,265	74,544
Advertising expenses.....	* 189	18,813	8,310	3,888	8,847	7,172	14,452
Car and truck expenses.....	* 14,577	127,379	79,703	18,857	22,253	58,484	71,081
Commissions.....	* 36	11,147	4,027	* 11	* 3,667	* 481	9,185
Contract labor.....	* 9,376	42,462	13,962	* 1,016	* 6,594	* 8,272	38,452
Depletion.....	* 1	0	* 2	0	* 510	* 1,377	0
Depreciation.....	46,126	149,800	160,838	1,211	12,027	25,862	51,491
Employee benefit programs.....	* 570	15,057	13,857	* 739	* 2,411	* 1,790	* 463
Insurance.....	* 9,154	62,813	35,970	* 1,489	4,972	20,926	28,893
Legal and professional services.....	* 1,519	17,783	14,587	1,225	3,412	2,974	10,647
Meals and entertainment deducted.....	* 1,052	7,372	6,509	1,905	2,331	1,501	5,128
Mortgage interest.....	0	12,432	15,411	0	* 724	* 9,212	* 7,450
Other interest paid on business indebtedness.....	* 1,815	22,592	12,965	* 964	1,929	* 7,648	3,741
Office expenses.....	* 3,529	28,671	19,135	2,690	5,026	5,751	20,072
Pension and profit-sharing plans.....	0	2,517	* 5,041	* 28	* 429	0	* 422
Rent on machinery and equipment.....	* 289	27,954	3,692	* 214	8,820	* 10,745	14,608
Rent on other business property.....	* 21,001	110,993	63,406	10,892	34,137	19,215	57,366
Repairs.....	* 8,018	45,568	20,090	* 760	3,296	20,312	11,341
Supplies.....	* 8,757	74,442	32,375	15,313	10,273	50,602	142,629
Salaries and wages.....	* 65,306	254,213	189,634	* 4,839	46,407	26,387	93,828
Taxes paid.....	* 6,970	71,348	38,110	716	5,645	10,138	21,067
Travel.....	* 2,729	18,918	3,806	* 1,679	5,201	5,381	13,507
Utilities.....	* 13,893	70,095	54,568	6,733	13,599	23,536	29,336
Other business deductions.....	* 23,330	221,066	109,521	26,137	29,089	47,790	53,755
Home office business deductions.....	* 9,901	14,672	* 6,765	* 1,047	* 1,047	* 1,533	* 3,307
Depreciation, Form 8829 [3].....	* 67	* 1,210	* 1,423	* 239	* 111	* 317	* 394
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 67	* 1,060	* 27	0	0	* 871	0
Net income less deficit [1,2].....	34,935	344,792	520,024	50,588	170,442	43,427	321,800
Net income [1,2].....	57,627	485,488	532,899	74,567	182,486	82,629	363,926
Deficit [2].....	* 22,692	140,696	* 12,875	23,979	* 12,044	39,202	42,126

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	3,975	26,148	18,065	5,821	8,275	6,860	15,156
Business receipts, total [1].....	339,310	2,910,547	2,179,944	153,426	796,602	832,812	1,439,311
Income from sales and operations [1].....	316,533	2,902,118	2,174,399	153,335	795,570	832,654	1,436,714
Other business income.....	* 22,777	8,428	5,545	* 91	* 1,032	* 158	* 2,597
Business deductions, total [1,2].....	281,683	2,425,059	1,647,044	78,859	614,116	750,182	1,075,386
Cost of sales and operations, total.....	* 63,908	1,371,669	842,258	* 33,792	418,373	451,572	484,664
Inventory, beginning of year.....	* 1	81,712	82,532	* 6,394	* 52,990	* 76,294	41,844
Cost of labor.....	0	189,255	174,519	* 1,282	* 45,943	* 44,530	* 63,850
Purchases.....	* 33,818	743,597	396,869	* 31,448	* 240,182	* 290,180	350,089
Materials and supplies.....	* 22,992	236,716	173,856	* 1,819	* 111,551	* 100,952	72,063
Other costs.....	* 7,098	199,145	105,711	* 533	* 11,478	* 9,590	14,357
Inventory, end of year.....	0	78,755	91,230	* 7,685	* 43,771	* 69,974	57,540
Advertising expenses.....	* 189	13,575	6,900	* 3,537	8,794	6,143	9,279
Car and truck expenses.....	* 8,570	79,902	77,926	* 9,363	14,736	45,490	61,259
Commissions.....	* 36	9,654	* 3,377	* 11	* 3,202	* 425	9,077
Contract labor.....	* 9,376	32,738	12,434	* 668	* 4,924	* 8,272	22,086
Depletion.....	* 1	0	0	0	* 510	0	0
Depreciation.....	* 42,065	91,437	129,436	* 567	10,917	17,387	35,938
Employee benefit programs.....	* 570	14,090	13,676	0	* 1,465	* 1,521	* 422
Insurance.....	* 9,054	47,000	31,649	* 426	4,649	19,631	24,379
Legal and professional services.....	* 1,118	13,024	13,980	* 542	2,863	2,431	9,483
Meals and entertainment deducted.....	* 223	6,589	6,473	* 594	1,736	* 1,310	4,837
Mortgage interest.....	0	9,931	10,486	0	* 256	* 4,313	* 4,326
Other interest paid on business indebtedness.....	* 1,815	13,781	8,375	* 215	* 1,772	* 3,920	2,730
Office expenses.....	* 3,097	22,326	18,128	* 1,652	4,453	5,026	11,196
Pension and profit-sharing plans.....	0	* 2,315	* 5,023	0	* 429	0	* 422
Rent on machinery and equipment.....	* 289	17,835	3,524	* 192	* 5,650	* 10,735	5,056
Rent on other business property.....	* 16,661	75,476	62,801	* 2,513	* 32,023	* 18,798	52,161
Repairs.....	* 8,018	29,873	18,810	* 681	2,784	14,814	10,765
Supplies.....	* 8,677	57,159	30,325	* 6,489	8,730	44,611	142,025
Salaries and wages.....	* 65,306	211,378	164,576	* 2,059	* 36,920	* 23,467	84,653
Taxes paid.....	* 6,813	59,269	33,935	* 385	4,005	9,043	18,508
Travel.....	* 125	16,835	3,635	* 1,014	3,742	* 5,037	12,943
Utilities.....	* 12,442	48,096	49,549	* 3,505	12,356	19,822	23,863
Other business deductions.....	* 23,045	169,895	91,197	* 6,707	24,580	33,559	42,641
Home office business deductions.....	* 285	* 8,851	* 6,765	* 1,047	* 1,047	* 851	* 1,540
Depreciation, Form 8829 [3].....	0	* 150	* 1,423	* 239	* 111	* 97	* 394
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	0	0	* 27	0	0	0	0
Net income [1,2].....	57,627	485,488	532,899	74,567	182,486	82,629	363,926
Returns with Schedule C-EZ:							
Number of returns.....	* 654	* 6,009	* 2,794	* 2,265	* 2,332	* 2,432	* 984
Business receipts.....	* 8,284	* 18,154	* 6,122	* 14,419	* 50,422	* 10,621	* 1,230
Business deductions.....	0	* 2,359	* 1,807	* 2,904	* 3,203	* 2,002	* 1,131
Net income.....	* 8,284	* 15,795	* 4,316	* 11,516	* 47,220	* 8,620	* 98

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Manufacturing—continued		Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, woods, metals, etc.	Nondurable goods, including food, fiber, chemicals, .etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1].....	6,823	51,988	347,893	164,131	125,157	58,606	2,473,554	158,658
Business receipts, total [1].....	502,105	1,973,621	46,281,884	20,324,209	20,322,677	5,634,998	197,288,923	40,588,397
Income from sales and operations [1].....	499,526	1,963,101	45,809,103	20,088,914	20,239,899	5,480,290	195,219,220	40,211,802
Other business income.....	* 2,579	10,519	472,780	235,295	82,778	154,708	2,069,703	376,595
Business deductions, total [1,2].....	381,933	1,711,485	41,387,268	18,287,152	18,473,205	4,626,911	188,013,357	39,112,862
Cost of sales and operations, total.....	160,854	812,012	30,693,089	13,412,410	14,183,139	3,097,540	132,797,547	32,109,319
Inventory, beginning of year.....	* 23,789	173,942	2,602,353	1,510,805	830,656	260,891	22,026,515	4,918,802
Cost of labor.....	* 20,260	67,056	612,366	452,107	140,789	* 19,470	2,420,182	393,343
Purchases.....	* 47,073	539,200	26,857,744	11,565,001	13,009,730	2,283,013	121,447,813	30,230,608
Materials and supplies.....	* 63,829	109,290	1,286,241	599,560	508,663	178,018	5,375,821	884,715
Other costs.....	* 14,642	93,434	2,222,276	1,105,689	602,063	514,524	4,398,101	1,077,907
Inventory, end of year.....	* 8,739	170,910	2,887,890	1,820,752	908,761	158,377	22,870,884	5,396,056
Advertising expenses.....	3,873	30,262	308,218	163,960	112,316	31,941	2,388,586	350,929
Car and truck expenses.....	30,443	97,368	1,474,732	580,456	571,394	322,882	5,543,787	565,278
Commissions.....	* 11,742	20,831	720,310	352,255	141,096	226,958	1,075,050	187,181
Contract labor.....	22,012	13,118	342,670	143,911	164,088	34,671	969,928	182,578
Depletion.....	0	* 1	2,531	* 503	1,964	* 63	64,375	* 1,257
Depreciation.....	3,816	58,631	604,666	353,632	200,466	50,569	3,005,091	404,289
Employee benefit programs.....	* 2,227	6,801	63,908	17,840	39,178	6,889	250,886	42,431
Insurance.....	4,796	18,627	245,612	130,327	102,589	12,696	1,636,040	331,547
Legal and professional services.....	5,390	20,762	195,591	97,133	79,110	19,348	731,942	96,432
Meals and entertainment deducted.....	2,490	8,115	183,490	79,597	55,300	48,593	420,814	45,745
Mortgage interest.....	* 56	7,234	110,672	65,800	42,415	2,458	750,858	152,753
Other interest paid on business indebtedness.....	* 669	8,721	181,412	75,538	76,588	29,287	962,168	216,315
Office expenses.....	3,575	23,274	285,004	128,650	87,337	69,016	1,185,504	131,392
Pension and profit-sharing plans.....	* 705	1,079	16,983	7,970	8,536	* 477	46,764	4,952
Rent on machinery and equipment.....	* 9,765	7,053	135,452	65,208	38,475	31,768	768,700	55,866
Rent on other business property.....	22,400	52,622	578,449	304,250	235,209	38,990	6,085,600	548,041
Repairs.....	2,277	18,592	209,397	106,522	95,654	7,222	1,233,149	261,579
Supplies.....	24,879	43,319	456,925	225,343	196,666	34,916	2,500,215	222,875
Salaries and wages.....	* 19,711	125,692	1,083,472	481,394	559,915	42,163	8,785,477	1,060,165
Taxes paid.....	3,424	25,548	236,519	95,772	122,767	17,981	3,019,242	433,149
Travel.....	4,738	47,158	481,950	233,659	146,229	102,061	1,153,059	98,271
Utilities.....	12,217	43,410	452,818	210,840	184,759	57,219	3,644,650	380,383
Other business deductions.....	23,719	194,339	2,124,445	875,706	957,868	290,871	8,051,904	1,183,950
Home office business deductions.....	* 6,154	21,478	179,226	66,471	65,552	47,203	724,448	20,549
Depreciation, Form 8829 [3].....	* 812	* 985	22,208	9,333	9,620	3,256	131,204	2,227
Casualty loss, Form 8829 [3].....	0	0	* 130	* 130	0	0	* 11,064	0
Excess—casualty depreciations, Form 8829 [3].....	0	* 691	12,834	7,141	4,424	* 1,269	324,956	* 2,751
Net income less deficit [1,2].....	120,173	261,717	4,948,556	2,061,747	1,859,591	1,027,217	9,285,087	1,477,143
Net income [1,2].....	125,302	373,098	6,116,417	2,566,328	2,426,840	1,123,249	17,273,702	2,127,558
Deficit [2].....	* 5,130	111,381	1,167,861	504,581	567,249	96,032	7,988,615	650,415

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Manufacturing—continued		Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, woods, metals, etc.	Nondurable goods, including food, fiber, chemicals, .etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH NET INCOME								
Number of returns [1].....	6,466	31,037	229,125	102,356	81,374	45,396	1,256,246	103,189
Business receipts, total [1].....	486,389	1,501,750	39,167,889	17,395,707	16,896,321	4,875,861	157,607,826	33,031,079
Income from sales and operations [1].....	483,884	1,496,231	38,800,974	17,227,515	16,834,446	4,739,013	155,980,179	32,771,706
Other business income.....	* 2,505	5,519	366,916	168,192	61,876	136,847	1,627,647	259,373
Business deductions, total [1,2].....	361,087	1,128,652	33,051,475	14,829,382	14,469,482	3,752,612	140,265,970	30,903,521
Cost of sales and operations, total.....	154,625	456,095	25,676,123	11,504,841	11,601,521	2,569,761	103,332,393	25,899,699
Inventory, beginning of year.....	* 23,653	95,551	1,706,837	1,088,420	497,685	120,732	13,496,124	3,383,133
Cost of labor.....	* 18,798	34,082	510,534	377,538	125,579	* 7,417	1,840,569	307,941
Purchases.....	* 46,765	285,120	22,728,886	9,970,956	10,659,446	2,098,483	94,957,162	24,361,818
Materials and supplies.....	* 59,857	79,077	1,094,860	519,982	401,668	* 173,210	4,125,801	788,249
Other costs.....	* 14,149	43,038	1,708,098	872,027	527,279	308,792	3,239,769	821,579
Inventory, end of year.....	* 8,598	80,773	2,073,092	1,324,082	610,137	138,872	14,327,031	3,763,022
Advertising expenses.....	3,651	21,183	199,724	110,881	60,373	28,470	1,632,868	246,824
Car and truck expenses.....	29,581	74,839	1,110,564	414,855	417,485	278,224	3,391,230	428,075
Commissions.....	* 11,544	19,341	586,171	255,741	116,939	213,490	791,196	149,821
Contract labor.....	* 21,974	10,855	176,549	108,296	58,914	9,339	686,746	116,148
Depletion.....	0	0	1,643	* 501	* 1,143	0	60,806	* 352
Depreciation.....	3,201	42,348	412,763	243,710	122,884	46,169	1,847,859	274,420
Employee benefit programs.....	* 2,065	* 4,874	49,393	14,577	28,483	* 6,334	187,266	30,702
Insurance.....	4,205	14,439	164,086	83,410	72,193	8,483	1,155,852	238,109
Legal and professional services.....	5,116	12,956	123,184	52,897	54,313	15,974	479,884	72,735
Meals and entertainment deducted.....	2,483	4,517	153,478	66,559	45,905	41,013	255,124	34,083
Mortgage interest.....	* 56	* 7,096	58,413	29,083	28,674	* 656	441,514	96,724
Other interest paid on business indebtedness.....	* 591	5,747	98,760	43,473	44,157	11,130	590,693	157,507
Office expenses.....	3,408	13,940	205,518	107,096	58,239	40,184	733,171	99,597
Pension and profit-sharing plans.....	* 705	* 452	15,188	6,596	8,241	* 352	37,978	4,216
Rent on machinery and equipment.....	* 7,302	4,221	95,454	42,296	27,706	25,451	513,381	34,399
Rent on other business property.....	18,921	37,210	394,384	200,837	174,661	18,885	4,064,737	377,746
Repairs.....	2,250	15,197	144,361	77,515	60,755	6,092	811,929	159,368
Supplies.....	24,825	31,972	299,434	162,035	113,544	23,855	1,442,238	143,054
Salaries and wages.....	* 18,069	112,646	787,996	349,809	407,934	30,252	6,587,106	759,447
Taxes paid.....	3,066	21,776	175,818	73,190	87,104	15,524	2,168,545	327,979
Travel.....	4,499	26,324	364,485	168,927	116,044	79,515	734,053	73,387
Utilities.....	11,754	32,951	323,615	152,177	124,054	47,384	2,445,294	273,242
Other business deductions.....	21,042	139,430	1,272,815	494,311	588,349	190,155	5,317,686	866,222
Home office business deductions.....	* 6,154	11,906	141,929	53,766	45,274	42,889	346,574	14,596
Depreciation, Form 8829 [3].....	* 812	* 801	12,905	6,531	4,136	2,237	47,201	1,477
Casualty loss, Form 8829 [3].....	0	0	* 130	* 130	0	0	* 8,179	0
Excess—casualty depreciations, Form 8829 [3].....	0	* 523	* 1,280	* 585	* 394	* 302	150,661	* 95
Net income [1,2]	125,302	373,098	6,116,417	2,566,328	2,426,840	1,123,249	17,273,702	2,127,558
Returns with Schedule C-EZ:								
Number of returns.....	* 658	8,058	33,799	19,264	8,089	6,446	239,788	18,206
Business receipts.....	* 251	31,871	275,321	126,722	109,728	38,872	1,195,911	131,612
Business deductions.....	0	6,437	19,726	12,003	4,594	3,129	217,571	25,634
Net income.....	* 251	25,434	255,596	114,719	105,134	35,743	978,340	105,978

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	51,323	37,838	46,589	107,726	143,216	20,365	122,840	111,276
Business receipts, total [1].....	5,844,514	4,405,793	7,611,407	29,469,296	9,523,185	25,727,866	10,648,749	7,202,258
Income from sales and operations [1].....	5,811,559	4,382,588	7,553,066	29,011,383	9,306,008	25,489,629	10,528,087	7,221,118
Other business income.....	32,955	23,204	58,340	457,913	217,178	238,237	120,662	-18,860
Business deductions, total [1,2].....	5,552,592	4,006,866	7,106,364	28,443,868	8,694,835	25,551,704	9,919,124	7,029,646
Cost of sales and operations, total.....	3,286,511	2,448,464	4,957,472	21,590,990	5,855,322	22,364,254	5,840,723	4,192,002
Inventory, beginning of year.....	874,182	450,073	925,716	1,858,909	737,204	592,097	2,488,707	1,779,136
Cost of labor.....	180,903	89,663	215,095	240,108	87,953	98,613	40,651	46,082
Purchases.....	2,606,062	2,104,465	4,290,292	19,377,355	5,529,017	21,997,001	5,423,401	4,030,093
Materials and supplies.....	352,898	200,631	273,884	1,104,632	167,519	253,739	237,108	105,032
Other costs.....	111,037	22,195	263,552	1,001,783	99,938	127,436	113,420	79,855
Inventory, end of year.....	838,570	418,562	1,011,067	1,991,798	766,308	704,633	2,462,564	1,848,197
Advertising expenses.....	245,737	103,599	83,896	146,998	159,355	46,513	195,432	155,208
Car and truck expenses.....	154,531	81,014	190,199	268,322	223,907	56,112	213,079	212,882
Commissions.....	46,794	14,336	12,899	20,789	55,393	19,408	73,673	29,925
Contract labor.....	72,827	76,014	48,935	83,687	31,263	47,127	47,623	53,456
Depletion.....	* 23	* 1	* 4	* 999	0	* 552	* 60,230	* 809
Depreciation.....	76,748	56,140	125,595	363,081	160,374	248,269	157,960	158,877
Employee benefit programs.....	7,903	16,237	14,754	35,686	22,489	15,153	9,348	11,394
Insurance.....	71,218	53,835	113,547	217,226	69,414	115,463	102,408	72,337
Legal and professional services.....	28,033	17,737	21,997	89,346	47,899	40,616	50,763	38,781
Meals and entertainment deducted.....	13,072	8,224	14,142	5,905	22,137	2,759	24,985	12,319
Mortgage interest.....	24,746	11,849	53,344	85,448	19,027	123,431	32,145	41,215
Other interest paid on business indebtedness.....	35,006	32,370	33,258	96,287	29,599	76,819	51,813	61,795
Office expenses.....	35,758	33,213	36,554	50,720	87,465	19,524	89,590	85,943
Pension and profit-sharing plans.....	1,657	* 854	4,403	7,233	9,031	1,511	4,689	* 126
Rent on machinery and equipment.....	15,982	19,373	18,384	102,616	92,772	33,240	118,249	25,618
Rent on other business property.....	353,627	184,273	92,500	811,652	286,432	300,868	893,737	394,244
Repairs.....	43,605	12,467	63,815	195,957	64,460	120,903	51,247	40,663
Supplies.....	50,127	55,038	99,042	345,905	121,921	65,510	131,341	132,040
Salaries and wages.....	425,832	349,272	523,530	1,635,695	572,448	764,398	658,570	491,473
Taxes paid.....	129,812	116,133	133,011	528,611	103,750	321,905	254,666	156,614
Travel.....	32,831	24,510	15,043	34,397	71,308	2,671	72,252	45,052
Utilities.....	144,705	108,261	134,248	719,298	159,608	281,588	250,463	187,536
Other business deductions.....	231,765	160,398	303,262	986,826	395,248	481,500	487,005	363,425
Home office business deductions.....	17,577	14,627	11,845	16,138	24,208	* 866	35,629	61,227
Depreciation, Form 8829 [3].....	3,244	* 1,265	* 554	* 703	3,627	* 14,597	3,807	9,991
Casualty loss, Form 8829 [3].....	0	* 7,536	0	* 80	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 2,202	* 1,473	* 793	* 1,285	11,640	* 144,240	4,807	25,404
Net income less deficit [1,2].....	297,413	399,014	505,360	1,038,280	768,382	175,834	729,640	190,140
Net income [1,2].....	506,782	498,019	662,249	1,543,224	1,232,527	423,747	1,297,819	662,750
Deficit [2].....	209,368	99,005	156,889	504,944	464,145	247,913	568,180	472,609

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	30,567	27,294	31,034	69,628	62,419	14,162	73,187	50,754
Business receipts, total [1].....	4,496,907	3,697,979	6,334,541	24,590,156	8,443,654	19,527,337	8,527,537	4,555,669
Income from sales and operations [1].....	4,478,699	3,686,400	6,277,309	24,181,092	8,285,212	19,338,564	8,417,725	4,597,174
Other business income.....	18,209	11,579	57,232	409,064	158,442	188,773	109,812	-41,505
Business deductions, total [1,2].....	3,990,126	3,199,961	5,672,292	23,046,932	7,151,158	19,102,434	7,229,717	3,892,919
Cost of sales and operations, total.....	2,442,284	1,966,484	4,109,935	17,873,640	5,065,362	16,851,673	4,405,666	2,439,161
Inventory, beginning of year.....	535,516	244,891	698,648	1,411,576	539,646	395,634	1,559,627	859,842
Cost of labor.....	95,803	* 28,011	177,951	205,590	77,642	39,543	20,334	* 27,449
Purchases.....	1,960,871	1,725,002	3,532,954	16,081,319	4,838,549	16,608,702	4,205,650	2,400,203
Materials and supplies.....	327,539	197,074	267,750	777,834	131,601	232,912	147,963	71,322
Other costs.....	61,774	14,046	180,154	865,635	45,911	76,777	87,291	57,828
Inventory, end of year.....	539,219	242,540	747,522	1,468,314	567,987	501,896	1,615,199	977,483
Advertising expenses.....	185,771	80,971	70,348	99,003	122,205	34,354	129,988	68,918
Car and truck expenses.....	108,589	66,477	122,366	206,052	101,259	37,572	146,597	118,127
Commissions.....	41,296	12,404	5,912	13,534	26,019	17,175	58,430	15,487
Contract labor.....	41,201	74,226	44,253	45,150	27,643	27,453	16,683	34,052
Depletion.....	* 23	0	0	0	0	0	* 60,111	0
Depreciation.....	50,546	50,478	86,515	242,870	88,524	170,246	83,079	90,165
Employee benefit programs.....	4,935	* 12,139	10,518	22,079	17,584	8,810	6,683	7,354
Insurance.....	58,317	44,172	82,211	161,507	57,538	83,443	66,508	38,922
Legal and professional services.....	18,905	14,327	15,756	58,510	34,467	25,751	33,474	20,195
Meals and entertainment deducted.....	7,457	5,911	8,650	4,532	11,982	1,538	19,705	5,073
Mortgage interest.....	19,182	7,346	42,269	56,549	12,738	65,511	25,625	11,217
Other interest paid on business indebtedness.....	25,733	27,567	24,243	70,050	15,686	52,439	32,256	26,722
Office expenses.....	22,643	24,128	28,204	34,991	61,751	12,627	63,659	40,399
Pension and profit-sharing plans.....	* 1,633	* 291	3,965	2,615	9,011	* 1,092	* 3,227	* 70
Rent on machinery and equipment.....	11,428	2,847	13,331	92,917	74,621	19,324	73,096	17,228
Rent on other business property.....	215,523	139,114	56,327	615,758	229,791	232,934	589,221	204,337
Repairs.....	33,016	9,984	49,953	149,028	47,109	91,167	38,383	18,729
Supplies.....	35,231	42,604	54,156	204,383	73,217	53,219	87,079	67,065
Salaries and wages.....	281,050	277,903	378,654	1,304,027	518,499	563,038	503,286	257,917
Taxes paid.....	104,044	94,156	105,242	421,900	85,962	209,247	194,919	84,261
Travel.....	24,441	20,952	8,300	25,158	47,885	1,866	51,341	23,874
Utilities.....	102,723	85,913	96,242	543,457	117,196	205,941	164,103	95,178
Other business deductions.....	134,329	117,279	244,109	793,992	286,816	335,208	344,287	184,221
Home office business deductions.....	13,660	13,730	10,146	2,873	8,304	* 809	20,811	19,565
Depreciation, Form 8829 [3].....	* 1,396	* 1,265	* 243	* 176	* 633	* 14,581	1,494	* 1,350
Casualty loss, Form 8829 [3].....	0	* 7,536	0	* 80	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 39	* 1,473	0	0	* 42	* 144,225	* 1,376	0
Net income [1,2]	506,782	498,019	662,249	1,543,224	1,232,527	423,747	1,297,819	662,750
Returns with Schedule C-EZ:								
Number of returns.....	* 4,457	7,535	* 814	10,167	12,975	* 759	8,819	6,612
Business receipts.....	* 20,235	53,638	* 5,053	74,342	63,657	* 880	72,009	38,613
Business deductions.....	* 6,166	8,629	* 686	4,055	10,004	* 746	11,502	4,685
Net income.....	* 14,069	45,009	* 4,367	70,287	53,653	* 135	60,508	33,928

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	42,889	522,993	1,107,840	1,043,120	14,830	3,912	243,267	329,126
Business receipts, total [1].....	4,474,583	27,376,015	24,416,859	72,341,709	1,368,830	381,892	19,280,255	36,332,627
Income from sales and operations [1].....	4,418,604	27,174,871	24,110,505	71,367,928	1,340,410	381,318	19,052,964	35,836,511
Other business income.....	55,979	201,144	306,354	973,781	28,420	* 574	227,291	496,116
Business deductions, total [1,2].....	4,380,892	25,758,227	22,456,376	62,258,110	1,631,775	258,286	16,463,235	32,070,151
Cost of sales and operations, total.....	3,066,101	14,619,114	12,467,274	7,392,071	626,270	* 67,144	2,366,711	2,895,656
Inventory, beginning of year.....	656,838	4,632,733	2,112,119	239,293	41,743	* 120	28,227	59,612
Cost of labor.....	* 10,939	436,130	580,702	1,475,337	30,903	* 1,660	764,463	506,416
Purchases.....	2,734,532	12,458,299	10,666,687	2,218,980	226,680	* 1,401	567,775	691,883
Materials and supplies.....	41,888	1,134,303	619,472	627,906	37,993	* 1,827	363,815	131,580
Other costs.....	244,115	546,805	710,057	3,067,597	344,161	* 62,332	685,137	1,515,870
Inventory, end of year.....	622,211	4,589,156	2,221,764	237,043	55,209	* 196	42,706	9,705
Advertising expenses.....	40,290	474,805	385,823	173,788	10,460	* 4,190	30,553	43,167
Car and truck expenses.....	125,047	1,189,989	2,263,429	17,451,207	37,483	12,385	4,281,933	9,713,821
Commissions.....	25,341	311,761	277,550	962,973	11,287	* 297	369,014	315,767
Contract labor.....	5,828	181,812	138,778	3,259,213	25,990	* 2,446	891,544	1,836,731
Depletion.....	0	* 90	* 411	4,778	93	* 75	* 601	* 501
Depreciation.....	73,739	556,820	623,200	5,388,855	338,309	39,052	1,614,089	2,724,367
Employee benefit programs.....	* 3,913	49,385	22,192	85,580	2,983	* 21	25,248	25,914
Insurance.....	33,548	306,647	148,850	2,705,333	27,248	7,031	820,938	1,382,436
Legal and professional services.....	16,429	143,059	140,852	255,473	12,292	1,146	58,290	104,947
Meals and entertainment deducted.....	8,045	101,923	161,558	1,343,523	7,319	1,515	192,981	1,054,940
Mortgage interest.....	18,175	130,196	58,528	288,859	15,447	* 2,510	83,298	101,251
Other interest paid on business indebtedness.....	17,978	178,923	132,005	690,479	49,617	5,808	153,911	358,811
Office expenses.....	13,839	253,615	347,891	320,018	10,517	1,919	90,877	132,098
Pension and profit-sharing plans.....	* 1,540	7,521	3,247	18,154	407	* 182	* 7,029	5,868
Rent on machinery and equipment.....	12,837	154,479	119,285	1,884,245	12,931	* 22	311,482	926,216
Rent on other business property.....	209,397	1,643,236	367,592	634,181	46,066	* 4,236	120,590	201,104
Repairs.....	28,632	206,817	143,004	4,232,426	48,913	12,383	1,203,765	2,598,252
Supplies.....	41,216	478,163	757,038	1,114,409	12,500	6,407	272,570	609,591
Salaries and wages.....	226,747	1,603,665	473,682	2,521,466	35,290	12,372	760,658	1,159,488
Taxes paid.....	87,995	530,919	222,677	1,135,022	13,071	7,335	336,414	624,904
Travel.....	24,615	238,947	493,163	529,474	33,682	2,330	89,128	294,478
Utilities.....	108,565	711,961	458,033	883,606	13,480	2,823	251,124	394,488
Other business deductions.....	184,875	1,451,989	1,821,660	8,678,364	230,488	64,488	2,057,315	4,467,253
Home office business deductions.....	* 6,199	170,397	345,186	180,262	* 9,345	* 124	54,637	76,056
Depreciation, Form 8829 [3].....	* 557	22,081	68,551	21,636	* 2,776	0	5,469	7,443
Casualty loss, Form 8829 [3].....	0	0	* 3,449	* 556	0	0	* [4]	* 556
Excess—casualty depreciations, Form 8829 [3].....	* 142	27,387	102,832	7,862	* 79	0	1,783	1,340
Net income less deficit [1,2].....	94,667	1,644,441	1,964,773	10,112,631	-237,518	124,773	2,821,485	4,264,384
Net income [1,2].....	325,382	3,604,866	4,388,779	12,288,415	145,890	178,202	3,274,149	4,908,472
Deficit [2].....	230,715	1,960,424	2,424,007	2,175,785	383,408	53,430	452,664	644,088

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	20,094	268,426	505,491	848,315	9,506	2,692	202,004	263,954
Business receipts, total [1].....	3,835,676	21,025,033	19,542,256	60,471,864	612,475	338,503	16,546,791	30,158,293
Income from sales and operations [1].....	3,784,961	20,888,940	19,272,397	59,578,287	600,284	337,956	16,325,763	29,694,888
Other business income.....	50,715	136,094	269,860	893,576	12,190	* 547	221,029	463,405
Business deductions, total [1,2].....	3,511,269	17,420,197	15,145,444	48,184,154	467,291	160,300	13,272,642	25,249,821
Cost of sales and operations, total.....	2,600,670	10,539,134	9,138,685	5,335,399	* 228,485	* 58,964	1,963,241	2,085,904
Inventory, beginning of year.....	511,343	2,315,417	1,040,850	57,496	* 2,597	* 22	21,180	4,506
Cost of labor.....	* 10,916	316,675	532,713	1,187,899	* 7,130	0	673,603	410,252
Purchases.....	2,293,301	9,091,441	7,857,351	1,534,427	* 192,118	* 1,296	397,498	458,569
Materials and supplies.....	* 27,311	759,282	396,963	470,175	* 25	* 2	349,230	38,340
Other costs.....	240,106	385,838	402,831	2,158,999	* 33,172	* 57,665	536,210	1,179,459
Inventory, end of year.....	482,307	2,329,519	1,092,024	73,596	* 6,556	* 22	14,482	5,223
Advertising expenses.....	29,629	339,915	224,945	117,332	3,260	* 969	23,307	30,456
Car and truck expenses.....	57,192	654,217	1,344,706	14,046,204	24,413	* 5,751	3,491,459	7,914,186
Commissions.....	* 20,628	208,234	222,257	816,997	* 8,826	0	323,012	262,162
Contract labor.....	* 2,698	139,527	117,711	2,446,096	22,061	* 903	704,955	1,309,365
Depletion.....	0	* 14	* 305	4,719	* 38	* 75	* 601	* 498
Depreciation.....	34,423	309,066	367,528	3,591,638	15,349	11,017	1,142,080	2,010,499
Employee benefit programs.....	* 3,913	42,135	20,414	66,870	* 1,931	0	23,701	21,034
Insurance.....	24,526	206,483	94,116	2,140,468	4,265	* 2,486	674,568	1,079,920
Legal and professional services.....	10,582	91,060	84,122	191,850	3,352	* 672	49,856	82,155
Meals and entertainment deducted.....	4,000	59,655	92,539	1,120,190	4,682	* 1,428	163,239	876,654
Mortgage interest.....	11,996	60,429	31,928	195,972	* 1,764	* 132	57,531	65,376
Other interest paid on business indebtedness.....	11,316	81,704	65,471	450,762	6,844	* 2,518	108,488	251,570
Office expenses.....	5,604	139,112	200,456	243,999	4,534	* 1,662	78,151	99,511
Pension and profit-sharing plans.....	* 1,540	7,073	3,247	17,733	* 320	* 182	* 6,859	5,734
Rent on machinery and equipment.....	8,613	99,295	66,282	1,628,976	2,130	0	259,263	798,309
Rent on other business property.....	140,137	1,005,572	258,277	447,058	6,909	* 2,957	92,793	144,915
Repairs.....	15,785	128,705	70,701	3,364,825	3,951	* 736	979,778	2,086,332
Supplies.....	28,507	206,246	447,478	903,965	1,694	* 1,261	238,864	506,030
Salaries and wages.....	194,202	1,163,061	386,023	1,776,600	* 9,126	* 9,095	607,241	748,772
Taxes paid.....	68,244	334,207	138,383	890,065	2,567	* 889	278,535	494,779
Travel.....	15,490	133,385	307,975	415,741	18,969	* 1,791	74,656	253,992
Utilities.....	73,702	428,555	259,043	677,150	5,854	* 2,652	205,038	303,505
Other business deductions.....	143,524	903,032	964,667	7,029,062	76,412	53,991	1,664,271	3,732,574
Home office business deductions.....	* 4,349	80,125	157,605	141,250	* 9,270	* 124	43,736	63,541
Depreciation, Form 8829 [3].....	* 415	6,285	17,884	16,633	* 2,740	0	4,808	5,789
Casualty loss, Form 8829 [3].....	0	0	* 564	* [4]	0	0	* [4]	0
Excess—casualty depreciations, Form 8829 [3].....	0	* 117	* 3,293	* 1,907	0	0	* 1,063	* 105
Net income [1,2].....	325,382	3,604,866	4,388,779	12,288,415	145,890	178,202	3,274,149	4,908,472
Returns with Schedule C-EZ:								
Number of returns.....	* 3,840	59,580	106,024	125,731	* 2,052	* 650	31,284	16,964
Business receipts.....	* 13,170	347,262	375,439	835,645	* 15,215	* 4,163	212,264	89,471
Business deductions.....	0	61,995	83,471	124,350	* 285	* 45	18,536	22,048
Net income.....	* 13,170	285,267	291,968	711,295	* 14,930	* 4,118	193,728	67,423

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Transportation and warehousing—continued						
	Urban transit	Interurban and rural bus transportation	Taxi and limousine service	School, employee, and charter bus industry	Other transit and ground passenger transportation	Pipeline transportation	Scenic and sightseeing transportation
	(63)	(64)	(65)	(66)	(67)	(68)	(69)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	0	* 2,463	149,298	13,429	23,288	* 749	8,266
Business receipts, total [1].....	0	* 41,061	4,412,464	636,715	748,984	* 39,588	258,951
Income from sales and operations [1].....	0	* 41,052	4,343,016	630,103	748,976	* 39,588	247,755
Other business income.....	0	* 10	69,448	6,612	* 8	0	* 11,196
Business deductions, total [1,2].....	0	* 40,160	3,200,185	525,232	612,576	* 15,617	372,205
Cost of sales and operations, total.....	0	* 3,083	122,656	* 30,774	* 34,265	0	* 18,224
Inventory, beginning of year.....	0	0	* 362	* 7,052	* 998	0	0
Cost of labor.....	0	* 970	* 36	* 7	* 525	0	* 3,077
Purchases.....	0	0	* 9,537	* 4,045	* 17,828	0	* 1,760
Materials and supplies.....	0	0	* 1,013	* 410	0	0	* 1,694
Other costs.....	0	* 2,113	111,949	* 26,309	* 15,841	0	* 13,397
Inventory, end of year.....	0	0	* 241	* 7,049	* 926	0	* 1,703
Advertising expenses.....	0	* 1,028	45,622	1,787	3,453	0	3,827
Car and truck expenses.....	0	* 6,819	590,018	62,458	157,340	0	10,197
Commissions.....	0	0	132,832	12,230	* 17,963	0	* 949
Contract labor.....	0	0	66,642	* 6,456	* 4,466	0	15,102
Depletion.....	0	0	* 8	0	0	* 3,500	0
Depreciation.....	0	* 2,971	145,981	72,627	33,988	* 6	131,221
Employee benefit programs.....	0	0	* 3,579	* 1,406	* 2,322	0	* 1
Insurance.....	0	* 2,628	194,913	26,542	41,838	0	12,307
Legal and professional services.....	0	* 662	25,256	1,942	8,332	0	4,007
Meals and entertainment deducted.....	0	* 4,040	20,772	3,093	11,383	* 186	2,441
Mortgage interest.....	0	* 11	38,471	* 1,214	* 5,283	0	* 4,480
Other interest paid on business indebtedness.....	0	0	33,786	24,217	* 4,566	0	11,281
Office expenses.....	0	* 1,028	18,298	4,925	4,446	0	4,802
Pension and profit-sharing plans.....	0	0	* 2,381	* 23	* 296	0	* 1
Rent on machinery and equipment.....	0	* 1,603	516,279	3,643	* 17,649	0	* 4,865
Rent on other business property.....	0	0	98,199	4,087	* 7,792	0	* 10,912
Repairs.....	0	* 900	145,190	28,871	26,009	0	15,663
Supplies.....	0	* 730	30,057	7,270	11,554	* 442	8,952
Salaries and wages.....	0	* 201	79,859	69,202	* 87,103	0	* 15,258
Taxes paid.....	0	* 729	48,790	14,461	12,629	0	2,617
Travel.....	0	* 1,298	18,196	11,644	5,052	* 489	17,403
Utilities.....	0	* 1,992	55,092	10,239	13,721	0	3,384
Other business deductions.....	0	* 9,612	730,851	123,493	92,152	* 10,994	73,374
Home office business deductions.....	0	* 826	* 9,387	* 1,280	* 3,425	0	* 219
Depreciation, Form 8829 [3].....	0	* 418	* 1,586	* 109	* 441	0	* 15
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	0	* 418	* 664	* 640	0	0	0
Net income less deficit [1,2].....	0	* 901	1,212,278	111,483	136,669	* 23,972	-115,776
Net income [1,2].....	0	* 4,934	1,333,672	158,277	162,252	* 23,972	38,884
Deficit [2].....	0	* 4,033	121,393	46,794	25,583	0	154,660

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Transportation and warehousing—continued						
	Urban transit	Interurban and rural bus transportation	Taxi and limousine service	School, employee, and charter bus industry	Other transit and ground passenger transportation	Pipeline transportation	Scenic and sightseeing transportation
	(63)	(64)	(65)	(66)	(67)	(68)	(69)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	0	* 1,446	133,679	11,015	20,364	* 749	2,958
Business receipts, total [1].....	0	* 39,382	4,072,877	501,494	588,026	* 39,588	145,205
Income from sales and operations [1].....	0	* 39,372	4,003,437	495,911	588,021	* 39,588	145,278
Other business income.....	0	* 10	69,440	* 5,583	* 5	0	* -73
Business deductions, total [1,2].....	0	* 34,448	2,739,205	343,217	425,774	* 15,617	* 106,322
Cost of sales and operations, total.....	0	* 3,083	* 60,161	* 27,420	* 34,106	0	* 57
Inventory, beginning of year.....	0	0	0	* 5,690	* 998	0	0
Cost of labor.....	0	* 970	* 36	* 7	* 525	0	0
Purchases.....	0	0	* 1,165	* 4,037	* 17,668	0	* 57
Materials and supplies.....	0	0	* 443	* 410	0	0	0
Other costs.....	0	* 2,113	* 58,516	* 22,962	* 15,841	0	0
Inventory, end of year.....	0	0	0	* 5,686	* 926	0	0
Advertising expenses.....	0	* 942	36,801	1,234	2,064	0	* 855
Car and truck expenses.....	0	* 5,976	476,096	47,153	129,658	0	* 6,527
Commissions.....	0	0	121,803	* 327	* 17,624	0	0
Contract labor.....	0	0	* 45,472	* 547	* 4,195	0	* 12,152
Depletion.....	0	0	* 8	0	0	* 3,500	0
Depreciation.....	0	* 2,804	123,474	53,034	26,496	* 6	* 2,087
Employee benefit programs.....	0	0	* 3,016	* 1,035	* 1,893	0	0
Insurance.....	0	* 2,628	178,241	22,588	16,370	0	* 850
Legal and professional services.....	0	* 208	21,318	1,378	7,519	0	* 772
Meals and entertainment deducted.....	0	* 4,002	17,813	2,398	10,500	* 186	* 723
Mortgage interest.....	0	* 11	* 38,258	0	* 5,283	0	0
Other interest paid on business indebtedness.....	0	0	30,360	10,575	* 3,873	0	* 14
Office expenses.....	0	* 854	10,255	3,716	2,311	0	* 669
Pension and profit-sharing plans.....	0	0	* 2,381	0	* 296	0	0
Rent on machinery and equipment.....	0	* 1,603	480,739	* 744	* 14,101	0	* 3,410
Rent on other business property.....	0	0	91,706	* 1,551	* 6,676	0	* 3,795
Repairs.....	0	* 900	125,264	21,895	22,047	0	* 1,918
Supplies.....	0	* 730	24,396	4,702	9,065	* 442	* 697
Salaries and wages.....	0	* 201	56,958	* 53,083	* 34,877	0	* 11,601
Taxes paid.....	0	* 729	40,080	12,870	6,674	0	* 1,294
Travel.....	0	* 966	10,030	5,434	* 4,466	* 489	* 6,566
Utilities.....	0	* 620	45,324	6,123	9,548	0	* 1,996
Other business deductions.....	0	* 8,192	666,098	62,782	49,231	* 10,994	* 49,402
Home office business deductions.....	0	0	* 6,082	* 1,280	* 1,354	0	* 219
Depreciation, Form 8829 [3].....	0	0	* 969	* 109	* 441	0	* 15
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	0	0	0	* 640	0	0	0
Net income [1,2].....	0	* 4,934	1,333,672	158,277	162,252	* 23,972	38,884
Returns with Schedule C-EZ:							
Number of returns.....	0	0	20,819	* 1,309	* 6,298	0	* 659
Business receipts.....	0	0	176,883	* 4,618	* 45,345	0	* 1,655
Business deductions.....	0	0	27,071	* 1,349	* 5,550	0	* 719
Net income.....	0	0	149,813	* 3,268	* 39,794	0	* 936

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Transportation and warehousing—continued			Information					
	Support activities for transportation (including motor vehicle towing)	Couriers and messengers	Warehousing and storage facilities	Total	Publishing industries (except internet)	Motion picture and sound recording	Broadcasting (except internet) and telecommunications	Internet publishing and broadcasting	Internet service providers, Web search portals, and data processing
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns [1].....	37,288	209,856	7,349	335,407	91,867	85,482	50,767	23,970	83,321
Business receipts, total [1].....	2,473,831	5,824,380	542,131	9,421,847	2,796,414	2,058,710	1,613,990	922,425	2,030,308
Income from sales and operations [1].....	2,413,850	5,753,292	539,093	9,208,744	2,759,552	2,008,505	1,528,896	902,049	2,009,741
Other business income.....	59,981	71,088	* 3,038	213,103	36,862	50,204	85,093	* 20,376	20,567
Business deductions, total [1,2].....	2,159,237	4,414,920	494,529	7,063,808	1,996,400	2,048,626	1,346,525	467,633	1,204,624
Cost of sales and operations, total.....	480,336	602,562	144,390	1,749,556	515,104	303,810	453,277	* 138,063	339,302
Inventory, beginning of year.....	57,754	* 11,584	* 31,842	195,217	90,660	55,154	* 4,810	* 932	43,661
Cost of labor.....	* 42,700	* 86,004	* 38,577	208,076	* 59,810	* 5,885	* 1,429	0	* 140,952
Purchases.....	151,782	505,146	41,144	791,997	261,324	124,162	295,064	* 7,163	104,285
Materials and supplies.....	* 32,724	* 4,538	* 52,312	230,771	58,015	58,496	42,792	* 2,584	* 68,883
Other costs.....	256,407	* 17,530	* 16,551	583,011	168,297	128,858	120,933	* 128,080	36,843
Inventory, end of year.....	61,030	* 22,241	* 36,035	259,516	123,002	68,745	* 11,751	* 696	55,322
Advertising expenses.....	11,181	12,844	5,677	341,024	69,099	65,756	16,542	90,938	98,688
Car and truck expenses.....	293,498	2,247,089	38,167	550,364	158,620	134,506	117,246	32,072	107,921
Commissions.....	29,131	57,370	* 16,133	147,712	50,187	27,166	32,278	* 12,128	25,953
Contract labor.....	112,318	251,636	45,882	237,149	30,957	80,082	80,714	10,714	34,682
Depletion.....	0	0	0	* 2,654	* 28	0	0	0	* 2,626
Depreciation.....	132,857	114,337	39,050	395,370	53,654	247,289	36,953	14,253	43,222
Employee benefit programs.....	6,450	* 15,835	1,819	24,178	9,866	1,890	3,014	* 857	8,550
Insurance.....	82,652	101,724	5,075	84,823	16,520	48,556	15,702	* 807	3,237
Legal and professional services.....	9,463	25,633	3,504	137,544	41,290	40,418	13,525	11,099	31,212
Meals and entertainment deducted.....	9,535	31,587	3,730	80,802	15,726	36,939	16,443	3,642	8,053
Mortgage interest.....	21,768	* 6,891	* 8,237	27,500	* 10,911	8,388	* 7,035	* 514	* 652
Other interest paid on business indebtedness.....	20,420	23,026	5,036	45,542	24,357	8,045	6,106	* 2,027	5,008
Office expenses.....	16,914	32,814	1,380	180,276	58,192	45,365	24,967	9,103	42,649
Pension and profit-sharing plans.....	* 1,587	* 374	* 7	3,799	2,614	* 635	* 439	* 77	* 34
Rent on machinery and equipment.....	20,896	67,933	728	126,123	6,123	88,585	6,729	13,631	11,055
Rent on other business property.....	62,884	46,937	31,374	212,387	59,019	89,025	28,853	12,436	23,054
Repairs.....	67,073	81,867	3,540	50,153	8,226	20,243	11,119	* 7,877	2,688
Supplies.....	54,332	96,339	3,667	221,797	33,408	112,471	20,849	9,803	45,267
Salaries and wages.....	181,693	97,174	23,169	532,686	239,641	104,581	128,015	* 13,297	47,153
Taxes paid.....	36,879	26,663	10,531	67,166	27,584	17,203	14,334	1,681	6,365
Travel.....	25,748	22,841	7,185	231,920	69,503	83,133	23,447	20,523	35,314
Utilities.....	59,233	67,813	10,218	183,905	49,765	48,401	28,283	15,235	42,221
Other business deductions.....	413,449	319,001	85,894	1,200,730	393,946	377,071	227,960	34,179	167,574
Home office business deductions.....	2,910	21,916	* 138	192,045	38,751	55,040	25,386	* 10,289	62,578
Depreciation, Form 8829 [3].....	* 359	2,991	* 29	29,562	4,908	10,790	2,435	* 3,113	8,315
Casualty loss, Form 8829 [3].....	0	0	0	* 15	* 15	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 401	* 2,538	0	27,115	582	* 23,288	* 560	* 186	2,499
Net income less deficit [1,2].....	316,215	1,409,459	44,307	2,376,337	801,833	19,409	273,817	454,792	826,486
Net income [1,2].....	377,404	1,610,090	72,218	3,391,272	942,279	559,473	419,484	518,927	951,108
Deficit [2].....	61,189	200,631	27,911	1,014,934	140,447	540,064	145,667	64,135	124,622

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Transportation and warehousing—continued			Information					
	Support activities for transportation (including motor vehicle towing)	Couriers and messengers	Warehousing and storage facilities	Total	Publishing industries (except internet)	Motion picture and sound recording	Broadcasting (except internet) and telecommunications	Internet publishing and broadcasting	Internet service providers, Web search portals, and data processing
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH NET INCOME									
Number of returns [1].....	27,757	166,589	5,602	229,105	70,592	45,663	34,137	16,816	61,896
Business receipts, total [1].....	1,991,784	5,079,664	357,782	8,155,428	2,473,599	1,522,009	1,440,723	804,748	1,914,349
Income from sales and operations [1].....	1,940,949	5,009,390	357,450	7,994,432	2,438,729	1,484,822	1,390,788	784,913	1,895,180
Other business income.....	50,835	70,274	* 332	160,996	34,870	37,187	49,936	* 19,835	19,169
Business deductions, total [1,2].....	1,614,380	3,469,574	285,564	4,764,156	1,531,319	962,536	1,021,239	285,820	963,241
Cost of sales and operations, total.....	373,473	395,568	104,938	1,356,398	372,024	198,860	426,263	* 32,667	326,584
Inventory, beginning of year.....	18,382	* 2,613	* 1,507	69,209	28,527	* 10,220	* 4,550	0	* 25,912
Cost of labor.....	* 3,055	* 56,752	* 35,568	169,199	* 27,249	* 784	* 1,380	0	* 139,786
Purchases.....	124,373	* 333,426	* 4,218	664,079	172,480	* 116,583	* 275,430	* 7,004	92,582
Materials and supplies.....	* 26,193	* 3,220	* 52,312	148,740	34,428	* 1,643	* 42,553	* 2,584	* 67,531
Other costs.....	225,306	* 12,345	* 15,408	390,315	132,916	91,392	* 110,447	* 23,079	32,482
Inventory, end of year.....	23,837	* 12,788	* 4,076	85,143	23,577	* 21,761	* 8,097	0	* 31,709
Advertising expenses.....	6,359	8,389	* 2,698	257,286	58,081	22,567	11,799	88,645	76,193
Car and truck expenses.....	215,075	1,721,684	8,228	336,739	115,974	65,744	69,321	16,158	69,542
Commissions.....	10,531	* 57,072	* 15,640	119,251	47,160	6,437	29,609	* 11,912	24,133
Contract labor.....	72,763	232,744	* 40,939	165,097	22,949	31,873	70,028	* 9,813	30,434
Depletion.....	0	0	0	* 1,309	* 8	0	0	0	* 1,301
Depreciation.....	103,051	75,789	25,953	172,558	36,872	76,451	19,863	13,134	26,237
Employee benefit programs.....	5,268	* 8,594	* 398	18,915	7,711	* 1,141	* 1,519	* 131	* 8,414
Insurance.....	66,581	89,154	2,816	46,630	12,992	18,954	11,595	* 747	2,341
Legal and professional services.....	5,072	18,733	816	84,346	28,610	17,084	6,284	8,202	24,165
Meals and entertainment deducted.....	5,905	29,338	* 3,321	45,554	13,628	17,931	8,567	1,442	3,985
Mortgage interest.....	18,337	* 6,891	* 2,391	12,376	* 6,625	* 4,266	* 475	* 508	* 502
Other interest paid on business indebtedness.....	13,609	20,788	* 2,123	21,957	14,128	2,260	* 1,223	* 266	4,079
Office expenses.....	13,765	28,190	382	123,936	47,793	20,560	17,834	6,179	31,570
Pension and profit-sharing plans.....	* 1,587	* 374	0	3,718	2,613	* 634	* 436	0	* 34
Rent on machinery and equipment.....	12,273	55,916	* 486	75,202	5,216	45,006	* 3,030	* 12,693	9,258
Rent on other business property.....	49,010	41,070	* 5,676	130,253	38,162	41,454	16,713	* 11,747	22,176
Repairs.....	49,858	71,125	1,022	28,887	3,906	8,253	7,217	* 7,847	1,663
Supplies.....	31,933	82,961	1,190	128,666	26,011	48,863	13,157	8,503	32,133
Salaries and wages.....	152,586	87,641	* 5,419	385,101	180,614	79,927	82,557	* 4,416	37,586
Taxes paid.....	28,742	21,353	1,553	44,918	18,465	10,832	9,594	* 848	5,178
Travel.....	13,311	18,263	* 6,808	154,942	58,922	41,219	16,067	14,923	23,811
Utilities.....	36,785	56,993	2,713	119,014	38,649	23,098	19,215	8,553	29,499
Other business deductions.....	321,151	284,046	49,917	753,363	326,829	146,275	146,229	15,151	118,878
Home office business deductions.....	* 1,324	14,183	* 138	141,139	34,069	28,816	25,335	* 8,946	43,973
Depreciation, Form 8829 [3].....	* 65	* 1,668	* 29	17,792	4,408	2,533	2,408	* 2,644	5,799
Casualty loss, Form 8829 [3].....	0	0	0	* 15	* 15	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	0	* 99	0	* 577	* 57	0	* 520	0	0
Net income [1,2].....	377,404	1,610,090	72,218	3,391,272	942,279	559,473	419,484	518,927	951,108
Returns with Schedule C-EZ:									
Number of returns.....	8,909	36,129	* 658	67,058	21,993	10,647	12,439	* 3,024	18,955
Business receipts.....	67,515	217,586	* 929	421,591	159,668	96,305	56,145	* 8,870	100,604
Business deductions.....	6,032	42,716	0	36,603	13,309	4,027	7,308	* 2,389	9,570
Net income.....	61,483	174,871	* 929	384,989	146,358	92,278	48,837	* 6,481	91,035

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Finance and insurance						
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments				
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges
	(79)	(80)	(81)	(82)	(83)	(84)	(85)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	705,528	118,385	160,575	6,706	21,625	10,457	995
Business receipts, total [1].....	72,415,215	6,385,793	35,260,356	3,260,083	3,777,546	845,521	1,290,552
Income from sales and operations [1].....	71,077,500	6,256,932	34,728,548	3,213,265	3,607,178	805,610	1,289,710
Other business income.....	1,337,715	128,861	531,809	46,818	170,368	39,911	* 843
Business deductions, total [1,2].....	52,940,075	4,431,207	30,251,776	2,941,368	2,892,992	606,690	1,277,538
Cost of sales and operations, total.....	23,003,983	674,293	21,313,846	2,633,014	1,614,824	218,169	* 1,190,063
Inventory, beginning of year.....	152,490	48,025	68,746	* 529	* 6,467	* 4,562	* 1,535
Cost of labor.....	168,529	* 4,803	48,908	0	* 32,698	* 267	* 1,415
Purchases.....	15,153,349	146,747	14,833,426	2,162,425	707,822	* 220,857	* 934,156
Materials and supplies.....	146,112	10,071	57,723	* 26,296	* 7,190	0	* 7,188
Other costs.....	7,587,693	489,498	6,437,621	445,893	887,873	12,462	* 246,837
Inventory, end of year.....	204,190	24,851	132,578	* 2,129	* 27,226	* 19,979	* 1,068
Advertising expenses.....	1,144,220	182,514	217,651	4,676	22,504	8,781	* 2,035
Car and truck expenses.....	2,903,919	491,794	415,607	5,040	61,275	21,058	* 8,773
Commissions.....	3,395,543	432,643	863,778	27,329	124,788	34,398	* 21,076
Contract labor.....	758,307	179,964	234,643	* 6,564	46,393	3,225	* 2,832
Depletion.....	3,735	* 245	2,984	* 4	0	* 347	0
Depreciation.....	1,056,401	195,623	290,185	7,957	36,957	6,018	384
Employee benefit programs.....	222,217	4,034	37,994	1,187	10,286	* 183	* 143
Insurance.....	575,499	42,315	93,748	2,980	18,299	1,697	* 1,013
Legal and professional services.....	655,506	88,019	266,562	4,966	57,388	5,062	1,508
Meals and entertainment deducted.....	568,390	77,454	143,447	3,746	24,369	5,506	* 333
Mortgage interest.....	199,203	50,740	54,081	* 2,049	5,806	* 4,795	* 44
Other interest paid on business indebtedness.....	439,218	60,424	232,708	7,334	17,451	9,222	* 2,944
Office expenses.....	1,118,040	124,813	245,708	11,990	42,788	11,174	1,328
Pension and profit-sharing plans.....	106,651	5,006	39,068	* 315	3,496	* 966	* 209
Rent on machinery and equipment.....	305,547	48,541	70,304	818	23,905	634	* 62
Rent on other business property.....	1,383,260	129,169	365,412	18,721	44,787	44,700	* 230
Repairs.....	240,239	28,803	48,481	1,755	9,622	436	* 297
Supplies.....	613,996	110,781	123,728	2,352	24,141	4,992	3,135
Salaries and wages.....	3,887,566	294,304	940,713	29,557	178,175	24,761	* 12,011
Taxes paid.....	532,803	52,402	119,306	3,715	17,755	5,208	* 905
Travel.....	817,406	88,975	214,471	15,398	29,699	8,063	556
Utilities.....	1,093,394	131,451	198,601	7,079	49,631	6,544	938
Other business deductions.....	7,446,081	827,642	3,622,571	137,212	420,359	168,041	24,524
Home office business deductions.....	414,139	103,237	89,739	4,243	7,375	12,710	* 2,192
Depreciation, Form 8829 [3].....	67,622	24,852	10,883	1,200	1,109	* 34	* 380
Casualty loss, Form 8829 [3].....	* 578	* 578	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	29,767	* 8,532	3,668	* 593	* 712	* 12	0
Net income less deficit [1,2].....	19,479,833	1,954,586	5,016,314	318,716	884,554	238,876	13,014
Net income [1,2].....	21,827,048	2,322,886	6,227,270	361,128	978,693	348,786	* 25,277
Deficit [2].....	2,347,216	368,301	1,210,957	42,412	94,140	109,910	12,263

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Finance and insurance						
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments				
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges
	(79)	(80)	(81)	(82)	(83)	(84)	(85)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	496,418	87,604	94,426	4,760	17,480	6,293	* 361
Business receipts, total [1].....	52,249,209	5,706,359	18,083,207	765,105	2,513,476	670,484	* 292,403
Income from sales and operations [1].....	50,980,745	5,576,745	17,559,186	714,289	2,395,966	630,179	* 292,401
Other business income.....	1,268,464	129,615	524,021	50,817	117,510	40,305	* 3
Business deductions, total [1,2].....	30,421,214	3,383,473	11,860,573	403,978	1,534,783	321,698	* 267,126
Cost of sales and operations, total.....	7,942,158	391,986	6,721,256	* 236,436	683,685	* 80,978	* 212,382
Inventory, beginning of year.....	69,321	17,389	38,824	0	* 6,467	0	* 741
Cost of labor.....	148,147	* 3,607	* 46,606	0	* 32,698	0	* 1,415
Purchases.....	4,779,631	127,448	4,499,049	* 91,591	* 177,225	* 95,474	* 140,020
Materials and supplies.....	107,209	* 1,207	55,597	* 26,285	* 7,188	0	* 7,188
Other costs.....	2,952,818	263,451	2,162,265	* 118,606	460,140	* 860	* 63,332
Inventory, end of year.....	114,968	21,115	81,085	* 47	* 33	* 15,357	* 313
Advertising expenses.....	1,014,622	146,527	197,246	4,425	19,560	8,780	* 2,025
Car and truck expenses.....	2,315,051	411,818	299,127	4,863	51,220	18,107	* 4,022
Commissions.....	2,360,203	370,536	394,757	17,969	64,478	32,159	* 21,014
Contract labor.....	638,651	168,681	175,304	* 6,364	31,447	* 2,529	* 2,800
Depletion.....	2,204	* 245	1,555	* 4	0	* 347	0
Depreciation.....	802,417	112,750	210,181	4,657	30,316	959	* 85
Employee benefit programs.....	199,626	2,821	30,608	* 639	9,864	* 95	* 79
Insurance.....	497,825	32,669	72,078	2,126	17,049	824	* 1,010
Legal and professional services.....	459,525	66,864	176,903	3,456	48,400	2,247	* 1,263
Meals and entertainment deducted.....	479,712	62,764	116,489	3,263	22,838	1,798	* 211
Mortgage interest.....	140,353	39,540	23,841	* 2,043	* 5,055	* 410	* 44
Other interest paid on business indebtedness.....	227,569	41,529	61,540	3,056	8,062	333	* 531
Office expenses.....	963,121	101,968	193,337	11,309	34,386	4,377	* 1,140
Pension and profit-sharing plans.....	101,762	4,642	35,590	* 315	3,496	* 526	* 10
Rent on machinery and equipment.....	251,886	38,175	55,805	* 443	20,546	* 574	* 62
Rent on other business property.....	1,224,485	113,158	311,965	18,186	42,627	38,955	* 76
Repairs.....	202,657	20,756	41,350	1,714	8,904	401	* 297
Supplies.....	520,693	96,684	93,086	2,133	16,768	4,429	* 3,107
Salaries and wages.....	3,413,784	239,521	708,340	21,392	126,240	10,572	* 4,814
Taxes paid.....	446,760	39,213	86,942	2,754	15,071	969	* 843
Travel.....	650,284	63,023	161,286	13,353	24,776	3,947	* 422
Utilities.....	925,725	108,380	164,737	6,413	46,503	4,904	* 594
Other business deductions.....	4,286,112	629,675	1,449,787	31,580	195,865	89,830	* 8,107
Home office business deductions.....	300,094	73,525	71,293	3,719	6,709	* 12,650	* 2,185
Depreciation, Form 8829 [3].....	38,844	9,831	8,874	* 965	* 814	* 21	* 377
Casualty loss, Form 8829 [3].....	* 578	* 578	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	2,963	* 1,241	* 1	0	0	0	0
Net income [1,2].....	21,827,048	2,322,886	6,227,270	361,128	978,693	348,786	* 25,277
Returns with Schedule C-EZ:							
Number of returns.....	73,086	11,159	14,367	* 960	1,317	* 19	* 3
Business receipts.....	679,619	55,585	197,810	* 102,739	14,992	* 7,146	* 5
Business deductions.....	54,814	6,023	6,441	* 1,365	918	0	* 2
Net income.....	624,805	49,562	191,369	* 101,374	14,074	* 7,146	* 2

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Finance and insurance—continued				Real estate and rental and leasing		
	Securities—cont.	Insurance agents, brokers, and related activities			Total	Real estate	
	Other financial investment activities (investment advice)	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self-storage)
	(86)	(87)	(88)	(89)	(90)	(91)	(92)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	120,792	426,568	338,352	88,217	1,349,577	1,284,270	34,985
Business receipts, total [1].....	26,086,654	30,769,066	27,014,913	3,754,152	82,914,620	78,677,446	1,896,046
Income from sales and operations [1].....	25,812,785	30,092,020	26,372,581	3,719,439	81,131,685	76,993,026	1,747,391
Other business income.....	273,869	677,046	642,332	34,713	1,782,934	1,684,420	148,655
Business deductions, total [1,2].....	22,533,189	18,257,091	16,193,368	2,063,723	49,594,277	45,717,607	1,828,569
Cost of sales and operations, total.....	15,657,775	1,015,845	960,212	55,632	10,084,748	8,890,998	163,964
Inventory, beginning of year.....	55,653	35,719	34,587	* 1,132	1,681,968	1,478,809	78,045
Cost of labor.....	14,529	114,817	105,129	* 9,688	930,262	902,304	* 7,536
Purchases.....	10,808,165	173,177	160,491	* 12,686	6,216,297	5,465,348	68,200
Materials and supplies.....	17,049	78,318	61,215	* 17,103	1,084,082	918,854	45,821
Other costs.....	4,844,556	660,574	644,701	15,873	2,433,929	2,184,104	45,124
Inventory, end of year.....	82,177	46,761	45,911	* 850	2,261,790	2,058,421	80,763
Advertising expenses.....	179,655	744,055	693,854	50,202	2,856,817	2,805,280	27,527
Car and truck expenses.....	319,461	1,996,518	1,567,819	428,700	5,738,336	5,617,896	95,621
Commissions.....	656,187	2,099,122	1,904,575	194,547	4,464,570	4,444,945	60,456
Contract labor.....	175,629	343,700	286,446	57,254	1,026,766	979,489	41,174
Depletion.....	2,633	506	402	* 104	14,856	13,783	* 4,683
Depreciation.....	238,869	570,593	497,382	73,212	2,984,880	2,129,612	216,911
Employee benefit programs.....	26,196	180,190	174,471	5,719	100,616	93,899	4,404
Insurance.....	69,759	439,436	394,921	44,515	718,195	631,374	54,025
Legal and professional services.....	197,638	300,925	272,359	28,565	1,049,534	998,315	48,782
Meals and entertainment deducted.....	109,493	347,489	298,325	49,165	826,029	803,418	9,650
Mortgage interest.....	41,387	94,383	88,636	* 5,747	872,747	817,166	267,274
Other interest paid on business indebtedness.....	195,757	146,086	128,183	17,903	529,551	411,333	90,573
Office expenses.....	178,427	747,519	636,217	111,301	1,540,366	1,511,216	21,551
Pension and profit-sharing plans.....	34,081	62,577	59,644	2,933	68,050	66,915	613
Rent on machinery and equipment.....	44,885	186,702	149,330	37,373	554,117	444,987	10,913
Rent on other business property.....	256,974	888,679	838,171	50,508	1,125,778	995,252	41,155
Repairs.....	36,371	162,954	153,959	8,996	721,712	625,841	119,277
Supplies.....	89,108	379,487	338,594	40,893	1,008,688	964,572	20,877
Salaries and wages.....	696,208	2,652,549	2,534,855	117,694	1,856,144	1,588,871	113,692
Taxes paid.....	91,723	361,095	326,505	34,589	818,000	725,214	120,853
Travel.....	160,754	513,960	365,898	148,061	781,362	744,162	12,587
Utilities.....	134,409	763,342	661,239	102,103	1,520,327	1,445,106	81,299
Other business deductions.....	2,872,435	2,995,867	2,670,512	325,355	7,544,942	7,213,318	177,393
Home office business deductions.....	63,219	221,163	161,466	59,696	622,219	600,643	18,261
Depreciation, Form 8829 [3].....	8,160	31,887	19,464	12,423	75,111	74,272	1,640
Casualty loss, Form 8829 [3].....	0	0	0	0	* 831	* 831	0
Excess—casualty depreciations, Form 8829 [3].....	2,351	17,567	8,529	* 9,038	37,020	36,220	* 2,841
Net income less deficit [1,2].....	3,561,154	12,508,933	10,818,548	1,690,386	33,320,113	32,978,070	72,284
Net income [1,2].....	4,513,385	13,276,892	11,435,356	1,841,536	36,822,850	36,076,435	420,855
Deficit [2].....	952,232	767,958	616,808	151,150	3,502,737	3,098,364	348,570

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Finance and insurance—continued				Real estate and rental and leasing		
	Securities—cont.	Insurance agents, brokers, and related activities			Total	Real estate	
	Other financial investment activities (investment advice)	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self-storage)
	(86)	(87)	(88)	(89)	(90)	(91)	(92)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	65,531	314,388	251,635	62,753	971,259	931,021	14,947
Business receipts, total [1].....	13,841,737	28,459,643	24,899,321	3,560,322	74,278,979	71,180,568	1,153,944
Income from sales and operations [1].....	13,526,352	27,844,814	24,318,865	3,525,950	72,881,471	69,843,321	1,058,821
Other business income.....	315,385	614,829	580,456	34,372	1,397,508	1,337,247	95,123
Business deductions, total [1,2].....	9,332,988	15,177,168	13,458,382	1,718,787	37,450,686	35,107,104	734,990
Cost of sales and operations, total.....	5,507,776	828,916	780,515	48,402	6,864,108	5,885,437	47,411
Inventory, beginning of year.....	31,616	13,108	13,108	0	972,373	808,212	16,124
Cost of labor.....	* 12,493	97,933	88,652	* 9,282	637,037	623,750	* 3,744
Purchases.....	3,994,739	153,133	142,215	* 10,919	4,284,997	3,593,947	* 13,796
Materials and supplies.....	14,936	50,406	35,387	* 15,019	756,248	646,379	* 18,225
Other costs.....	1,519,326	527,103	513,921	13,182	1,595,844	1,428,714	11,236
Inventory, end of year.....	65,335	12,768	12,768	0	1,382,392	1,215,564	15,714
Advertising expenses.....	162,455	670,849	637,987	32,863	2,545,545	2,508,732	17,034
Car and truck expenses.....	220,915	1,604,106	1,268,369	335,737	4,624,306	4,556,941	55,916
Commissions.....	259,137	1,594,910	1,426,086	168,824	3,991,932	3,987,247	49,799
Contract labor.....	132,164	294,666	244,747	49,919	906,109	869,322	21,647
Depletion.....	1,204	404	301	* 104	8,989	8,935	* 132
Depreciation.....	174,164	479,486	432,169	47,318	1,868,799	1,519,477	67,550
Employee benefit programs.....	19,931	166,197	160,541	5,657	77,983	73,672	3,273
Insurance.....	51,071	393,078	352,114	40,963	519,942	478,893	27,285
Legal and professional services.....	121,537	215,757	191,139	24,619	758,825	742,196	19,453
Meals and entertainment deducted.....	88,379	300,460	258,509	41,950	713,861	694,084	6,062
Mortgage interest.....	16,289	76,972	71,430	* 5,542	308,568	294,991	66,980
Other interest paid on business indebtedness.....	49,558	124,500	106,832	17,667	235,192	185,155	7,588
Office expenses.....	142,125	667,815	567,562	100,253	1,304,033	1,287,619	8,382
Pension and profit-sharing plans.....	31,243	61,529	58,596	2,933	62,875	62,158	* 364
Rent on machinery and equipment.....	34,180	157,906	129,477	28,429	430,416	368,270	8,390
Rent on other business property.....	212,120	799,363	756,545	42,817	915,294	823,439	16,944
Repairs.....	30,035	140,552	132,801	7,751	471,371	433,581	40,875
Supplies.....	66,649	330,923	297,469	33,454	795,337	761,020	11,389
Salaries and wages.....	545,320	2,465,923	2,349,097	116,826	1,424,913	1,237,746	71,628
Taxes paid.....	67,305	320,605	288,617	31,988	496,628	445,141	47,669
Travel.....	118,788	425,975	306,152	119,824	607,664	584,769	5,897
Utilities.....	106,323	652,608	566,096	86,512	1,204,521	1,159,325	45,232
Other business deductions.....	1,124,406	2,206,649	1,929,165	277,484	5,647,348	5,489,139	74,350
Home office business deductions.....	46,031	155,276	116,697	38,579	506,428	501,045	8,691
Depreciation, Form 8829 [3].....	6,696	20,139	15,028	5,110	57,055	56,448	* 74
Casualty loss, Form 8829 [3].....	0	0	0	0	* 831	* 831	0
Excess—casualty depreciations, Form 8829 [3].....	* 1	* 1,721	* 660	* 1,061	3,341	3,313	0
Net income [1,2].....	4,513,385	13,276,892	11,435,356	1,841,536	36,822,850	36,076,435	420,855
Returns with Schedule C-EZ:							
Number of returns.....	12,068	47,560	34,342	13,218	115,451	105,229	1,462
Business receipts.....	72,929	426,224	325,460	100,764	1,223,152	1,172,496	20,200
Business deductions.....	4,156	42,350	29,394	12,956	164,929	154,001	5,054
Net income.....	68,772	383,874	296,067	87,808	1,058,224	1,018,496	15,147

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Real estate and rental and leasing—continued								
	Real estate—continued		Rental and leasing services						
	Offices of real estate agents, brokers, property managers and appraisers	Other activities related to real estate	Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Videotape and disc rental	General rental centers and other consumer goods rental	Commercial and industrial machinery and equipment rental and leasing
(93)	(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)	
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns [1].....	1,009,929	239,356	65,308	16,321	* 796	* 304	8,225	20,142	19,519
Business receipts, total [1].....	60,468,718	16,312,681	4,237,174	730,271	* 62,240	* 4,981	649,340	1,325,032	1,465,311
Income from sales and operations [1].....	59,386,451	15,859,183	4,138,659	717,608	* 62,216	* 4,981	642,821	1,320,414	1,390,619
Other business income.....	1,082,267	453,498	98,514	12,663	* 24	0	* 6,518	4,618	74,692
Business deductions, total [1,2].....	31,905,762	11,983,277	3,876,670	690,039	* 34,950	* 4,312	571,380	1,185,777	1,390,212
Cost of sales and operations, total.....	3,108,945	5,618,090	1,193,750	195,169	* 40	0	195,441	672,345	130,754
Inventory, beginning of year.....	416,020	984,744	203,159	* 25,379	0	0	73,565	80,983	23,232
Cost of labor.....	580,680	314,089	27,958	* 14,998	0	0	* 711	* 1,682	* 10,568
Purchases.....	1,709,444	3,687,703	750,950	119,071	* 40	0	160,334	427,888	43,618
Materials and supplies.....	269,421	603,612	165,227	* 4,487	0	0	* 16,843	* 105,132	38,766
Other costs.....	778,986	1,359,994	249,825	58,183	0	0	* 11,611	142,381	37,649
Inventory, end of year.....	645,606	1,332,052	203,369	* 26,947	0	0	67,622	85,721	23,078
Advertising expenses.....	2,494,282	283,471	51,537	3,420	* 25	0	6,136	26,625	15,332
Car and truck expenses.....	4,603,446	918,829	120,439	29,310	* 826	* 1,682	16,526	40,894	31,202
Commissions.....	3,852,941	531,547	19,625	* 7,260	0	0	* 320	9,337	2,709
Contract labor.....	754,468	183,848	47,276	8,138	* 47	0	* 527	13,853	24,712
Depletion.....	6,129	2,971	1,073	* 1	0	0	0	* 3	1,069
Depreciation.....	1,470,704	441,997	855,268	199,115	* 3,103	* 948	57,321	94,184	500,597
Employee benefit programs.....	72,360	17,136	6,716	* 941	* 26	0	* 429	* 2,316	3,005
Insurance.....	453,043	124,306	86,821	19,104	* 8	0	7,602	17,686	42,420
Legal and professional services.....	762,385	187,148	51,220	4,108	* 253	0	2,452	8,669	35,737
Meals and entertainment deducted.....	663,348	130,421	22,611	1,281	* 93	0	* 2,010	2,308	16,919
Mortgage interest.....	338,593	211,299	55,580	8,720	* 454	0	* 7,316	4,975	34,114
Other interest paid on business indebtedness.....	187,883	132,877	118,218	13,938	0	* 149	* 17,813	9,298	77,020
Office expenses.....	1,312,553	177,112	29,149	3,547	* 147	0	3,838	10,035	11,582
Pension and profit-sharing plans.....	52,758	13,544	1,135	* 142	* 8	0	* 57	* 177	* 752
Rent on machinery and equipment.....	372,817	61,257	109,130	28,482	* 836	* 696	* 12,532	22,518	44,067
Rent on other business property.....	775,128	178,970	130,526	14,097	* 238	0	65,201	9,594	41,395
Repairs.....	424,341	82,224	95,871	18,382	* 165	0	3,634	12,799	60,891
Supplies.....	772,929	170,766	44,115	5,464	* 3	0	7,781	16,710	14,158
Salaries and wages.....	992,088	483,091	267,273	47,511	* 823	0	71,416	73,075	74,449
Taxes paid.....	480,971	123,391	92,786	12,887	* 195	* 40	20,498	25,909	33,257
Travel.....	551,261	180,314	37,200	2,646	* 189	0	* 1,931	6,008	26,426
Utilities.....	1,152,826	210,981	75,221	9,578	* 918	* 48	26,909	22,262	15,506
Other business deductions.....	5,643,646	1,392,278	331,624	49,145	* 26,555	* 750	42,629	64,190	148,355
Home office business deductions.....	498,266	84,116	21,576	* 1,275	0	0	* 1,061	* 16,502	* 2,738
Depreciation, Form 8829 [3].....	64,050	8,582	* 840	* 235	0	0	0	* 24	* 581
Casualty loss, Form 8829 [3].....	* 824	* 7	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	29,335	4,044	* 799	* 190	0	0	0	0	* 610
Net income less deficit [1,2].....	28,572,784	4,333,002	342,043	30,969	* 27,220	* 669	78,069	139,255	65,862
Net income [1,2].....	30,367,390	5,288,189	746,415	93,145	* 28,144	* 669	106,992	205,255	312,210
Deficit [2].....	1,794,607	955,187	404,372	62,176	* 924	0	* 28,923	66,000	246,348

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Real estate and rental and leasing—continued								
	Real estate—continued		Rental and leasing services						
	Offices of real estate agents, brokers, property managers and appraisers	Other activities related to real estate	Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Videotape and disc rental	General rental centers and other consumer goods rental	Commercial and industrial machinery and equipment rental and leasing
(93)	(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)	
BUSINESSES WITH NET INCOME									
Number of returns [1].....	753,118	162,956	40,238	10,054	* 787	* 304	5,073	13,271	10,749
Business receipts, total [1].....	57,007,631	13,018,993	3,098,411	425,265	* 62,231	* 4,981	531,294	1,203,035	871,605
Income from sales and operations [1].....	56,133,498	12,651,003	3,038,149	423,739	* 62,207	* 4,981	524,968	1,196,611	825,643
Other business income.....	874,134	367,990	60,261	1,526	* 24	0	* 6,326	* 6,424	45,962
Business deductions, total [1,2].....	26,639,804	7,732,311	2,343,581	324,529	* 34,087	* 4,312	424,302	997,780	558,572
Cost of sales and operations, total.....	2,525,162	3,312,865	978,671	125,389	* 40	0	125,233	650,784	77,224
Inventory, beginning of year.....	305,223	486,866	164,161	* 22,772	0	0	* 52,894	80,473	8,022
Cost of labor.....	411,318	208,688	* 13,286	* 2,614	0	0	0	* 1,682	* 8,990
Purchases.....	1,444,510	2,135,641	691,050	* 116,153	* 40	0	109,508	424,211	41,139
Materials and supplies.....	205,951	422,203	109,869	* 3,913	0	0	* 10,158	* 92,081	* 3,717
Other costs.....	630,606	786,871	167,131	* 4,576	0	0	* 3,357	* 137,318	21,879
Inventory, end of year.....	472,446	727,404	166,827	* 24,639	0	0	* 50,684	84,983	6,521
Advertising expenses.....	2,270,820	220,878	36,812	2,959	* 4	0	5,661	17,799	10,389
Car and truck expenses.....	3,802,001	699,024	67,366	15,891	* 826	* 1,682	11,996	29,429	7,542
Commissions.....	3,476,152	461,296	4,684	* 1,275	0	0	* 174	* 2,750	* 485
Contract labor.....	689,111	158,564	36,788	* 645	0	0	* 525	* 13,492	22,126
Depletion.....	6,020	2,784	* 54	* 1	0	0	0	0	* 53
Depreciation.....	1,186,066	265,862	349,322	53,083	* 2,968	* 948	* 45,679	53,852	192,793
Employee benefit programs.....	60,399	10,000	4,311	* 684	* 26	0	* 429	* 1,607	* 1,566
Insurance.....	373,741	77,866	41,049	14,708	* 5	0	6,365	8,969	11,003
Legal and professional services.....	613,733	109,010	16,629	1,944	* 178	0	* 1,943	4,265	8,300
Meals and entertainment deducted.....	583,568	104,454	19,777	* 453	* 92	0	* 1,882	1,799	15,551
Mortgage interest.....	150,547	77,465	13,577	* 4,583	* 454	0	* 3,180	* 1,966	3,393
Other interest paid on business indebtedness.....	130,101	47,465	50,037	2,537	0	* 149	* 13,596	8,687	25,068
Office expenses.....	1,149,743	129,494	16,414	1,053	* 139	0	2,958	6,052	6,212
Pension and profit-sharing plans.....	50,355	11,440	* 716	* 81	* 8	0	0	* 177	* 451
Rent on machinery and equipment.....	312,551	47,328	62,146	* 9,171	* 836	* 696	* 3,835	* 22,416	25,192
Rent on other business property.....	652,145	154,350	91,855	* 1,320	* 37	0	57,233	8,119	25,146
Repairs.....	351,405	41,301	37,790	9,252	* 151	0	2,671	10,424	15,294
Supplies.....	638,739	110,892	34,317	* 4,587	* 1	0	6,876	14,040	8,813
Salaries and wages.....	810,229	355,889	187,167	* 38,922	* 588	0	* 62,314	61,100	24,242
Taxes paid.....	336,522	60,950	51,487	3,862	* 164	* 40	* 13,860	20,467	13,095
Travel.....	449,272	129,600	22,895	* 2,178	* 173	0	* 1,722	4,906	13,916
Utilities.....	956,833	157,259	45,197	6,744	* 887	* 48	18,537	12,546	6,435
Other business deductions.....	4,538,365	876,424	158,209	16,067	* 26,511	* 750	36,572	37,084	41,225
Home office business deductions.....	421,168	71,186	5,384	* 760	0	0	* 1,061	* 1,550	* 2,013
Depreciation, Form 8829 [3].....	50,030	6,345	* 607	* 206	0	0	0	* 24	* 378
Casualty loss, Form 8829 [3].....	* 824	* 7	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	2,443	* 871	* 27	* 27	0	0	0	0	0
Net income [1,2].....	30,367,390	5,288,189	746,415	93,145	* 28,144	* 669	106,992	205,255	312,210
Returns with Schedule C-EZ:									
Number of returns.....	74,008	29,758	10,222	3,622	0	0	0	* 4,075	2,525
Business receipts.....	773,303	378,992	50,656	14,710	0	0	0	* 22,147	13,799
Business deductions.....	107,652	41,294	10,928	6,380	0	0	0	* 3,503	1,046
Net income.....	665,651	337,698	39,728	8,330	0	0	0	* 18,645	12,754

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Office of certified public accountants	Other accounting services	Architectural, engineering, and related services		
					Total	Architectural services	Engineering services
	(102)	(103)	(104)	(105)	(106)	(107)	(108)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	2,883,419	337,715	42,250	313,281	285,877	108,357	98,756
Business receipts, total [1].....	145,109,981	37,953,215	3,383,146	8,686,941	14,804,451	7,069,843	5,278,371
Income from sales and operations [1].....	142,511,149	37,601,114	3,374,653	8,579,041	14,571,997	6,998,641	5,179,997
Other business income.....	2,598,832	352,101	8,493	107,900	232,454	71,202	98,373
Business deductions, total [1,2].....	84,200,641	21,472,573	2,020,565	5,036,300	9,875,964	5,267,193	3,198,836
Cost of sales and operations, total.....	16,718,683	2,263,870	17,680	337,151	2,666,186	1,664,250	963,573
Inventory, beginning of year.....	629,346	29,394	* 413	38,634	62,456	37,588	* 13,377
Cost of labor.....	1,628,491	45,789	* 386	102,889	615,024	432,496	175,280
Purchases.....	5,857,471	62,937	* 5,836	36,117	741,011	473,020	260,674
Materials and supplies.....	2,136,998	57,774	0	28,124	563,859	321,048	225,835
Other costs.....	7,250,427	2,101,505	* 12,754	168,577	745,829	436,802	303,739
Inventory, end of year.....	784,051	33,528	* 1,709	37,191	61,993	36,703	* 15,332
Advertising expenses.....	1,855,562	799,643	20,932	89,720	126,094	94,048	18,957
Car and truck expenses.....	6,147,724	952,049	99,539	464,661	885,155	376,823	245,481
Commissions.....	1,240,922	220,234	15,808	182,969	72,395	40,835	18,499
Contract labor.....	3,228,432	675,399	67,618	182,330	512,825	152,031	224,388
Depletion.....	13,880	4,482	* 742	* 283	* 3,053	* 492	* 2,529
Depreciation.....	3,737,504	555,362	84,873	283,816	499,549	269,714	134,426
Employee benefit programs.....	611,979	209,977	50,546	38,729	77,686	29,471	26,767
Insurance.....	1,502,229	590,826	51,428	92,048	257,886	135,334	73,863
Legal and professional services.....	2,206,458	692,683	24,199	88,465	215,183	137,946	61,920
Meals and entertainment deducted.....	1,125,317	234,381	23,601	53,391	104,666	44,807	35,624
Mortgage interest.....	357,449	112,110	15,663	30,354	15,318	7,593	2,582
Other interest paid on business indebtedness.....	602,340	117,727	31,028	64,123	63,249	38,090	20,232
Office expenses.....	2,832,467	1,018,729	112,752	211,871	237,497	98,795	80,444
Pension and profit-sharing plans.....	327,728	137,259	13,431	14,830	31,332	11,147	16,459
Rent on machinery and equipment.....	829,337	202,064	17,423	52,472	76,477	50,558	9,666
Rent on other business property.....	3,580,247	1,661,362	146,166	289,295	240,610	125,426	89,887
Repairs.....	864,864	216,720	23,419	67,584	142,375	91,604	36,834
Supplies.....	2,538,829	380,400	40,569	186,956	305,826	168,953	84,035
Salaries and wages.....	10,444,874	4,050,284	560,151	825,519	1,190,672	593,005	352,026
Taxes paid.....	1,552,005	536,033	66,402	127,058	166,713	95,352	38,026
Travel.....	3,007,075	344,417	35,130	107,089	234,895	105,363	85,745
Utilities.....	2,775,016	832,168	87,078	216,385	252,229	131,294	73,920
Other business deductions.....	13,621,932	4,502,275	368,334	842,922	1,225,734	710,029	379,950
Home office business deductions.....	1,990,785	134,542	41,445	123,025	238,399	83,272	109,897
Depreciation, Form 8829 [3].....	331,916	23,479	6,176	13,895	50,376	23,821	20,859
Casualty loss, Form 8829 [3].....	6,238	* 105	0	* 2,413	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	271,039	12,135	* 1	8,658	19,650	7,520	* 10,353
Net income less deficit [1,2].....	61,023,166	16,489,814	1,362,581	3,650,771	4,928,487	1,802,649	2,079,534
Net income [1,2].....	66,086,332	17,031,934	1,423,219	3,896,373	5,343,857	2,010,662	2,196,728
Deficit [2].....	5,063,166	542,120	60,638	245,602	415,370	208,013	117,193

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Office of certified public accountants	Other accounting services	Architectural, engineering, and related services		
					Total	Architectural services	Engineering services
	(102)	(103)	(104)	(105)	(106)	(107)	(108)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	2,134,235	264,361	33,420	251,744	217,767	83,042	73,141
Business receipts, total [1].....	134,486,357	36,233,041	3,284,563	8,166,888	13,919,803	6,753,736	4,852,890
Income from sales and operations [1].....	132,067,563	35,928,089	3,279,528	8,085,942	13,689,925	6,682,985	4,756,629
Other business income.....	2,418,795	304,952	5,035	80,947	229,878	70,750	96,261
Business deductions, total [1,2].....	68,403,015	19,201,854	1,861,344	4,270,515	8,575,946	4,743,074	2,656,163
Cost of sales and operations, total.....	14,177,754	1,947,545	13,628	326,524	2,426,270	1,542,632	851,685
Inventory, beginning of year.....	343,028	24,800	* 413	* 22,715	26,031	6,621	* 13,372
Cost of labor.....	1,506,076	36,421	* 386	* 102,721	599,525	417,004	175,278
Purchases.....	5,139,519	62,366	* 5,836	28,075	676,933	431,873	242,419
Materials and supplies.....	1,782,705	35,164	0	25,438	496,246	286,556	193,429
Other costs.....	5,826,347	1,821,780	* 8,701	168,528	652,223	405,451	242,516
Inventory, end of year.....	419,921	32,986	* 1,709	20,952	24,688	* 4,873	* 15,329
Advertising expenses.....	1,518,233	752,291	19,610	74,430	114,254	86,711	17,764
Car and truck expenses.....	4,565,715	819,264	91,020	343,233	705,111	329,591	199,474
Commissions.....	1,003,075	203,795	15,476	181,828	71,001	40,633	18,273
Contract labor.....	2,733,336	579,650	62,731	166,230	395,770	123,570	139,784
Depletion.....	10,057	4,422	* 742	* 14	* 1,234	0	* 1,202
Depreciation.....	2,774,894	483,127	73,586	194,341	397,662	224,704	94,956
Employee benefit programs.....	539,416	201,720	50,546	34,472	76,850	28,982	26,460
Insurance.....	1,278,278	523,781	46,340	84,808	228,003	124,363	66,198
Legal and professional services.....	1,686,448	607,152	21,262	54,380	180,155	123,872	43,155
Meals and entertainment deducted.....	894,568	206,447	21,493	42,554	92,836	40,426	30,031
Mortgage interest.....	259,118	93,860	11,811	24,931	11,932	5,246	1,831
Other interest paid on business indebtedness.....	412,636	96,844	19,195	51,725	44,515	29,408	10,595
Office expenses.....	2,393,150	925,561	99,477	171,380	202,899	86,009	68,565
Pension and profit-sharing plans.....	309,001	134,526	13,431	14,570	31,213	11,147	16,349
Rent on machinery and equipment.....	656,416	180,174	17,423	40,727	51,172	29,636	7,419
Rent on other business property.....	3,016,252	1,530,068	133,325	248,694	197,069	113,371	63,351
Repairs.....	649,705	184,714	20,343	55,846	114,461	73,634	30,560
Supplies.....	2,001,291	336,192	33,173	157,819	252,750	139,983	67,645
Salaries and wages.....	8,798,534	3,750,867	541,333	764,018	1,091,571	565,664	308,437
Taxes paid.....	1,345,996	490,476	62,632	114,295	149,678	88,704	31,347
Travel.....	2,440,464	291,017	27,129	77,249	212,649	97,064	77,489
Utilities.....	2,231,050	741,032	76,459	177,513	212,682	115,975	60,887
Other business deductions.....	10,676,574	3,974,241	344,669	715,151	1,082,946	638,751	324,272
Home office business deductions.....	1,567,189	119,831	39,907	92,717	200,370	75,102	85,326
Depreciation, Form 8829 [3].....	206,601	21,374	6,175	11,231	27,296	6,856	15,515
Casualty loss, Form 8829 [3].....	3,751	* 105	0	* 2,412	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	14,035	* 174	0	* 394	* 4,298	* 4,296	0
Net income [1,2].....	66,086,332	17,031,934	1,423,219	3,896,373	5,343,857	2,010,662	2,196,728
Returns with Schedule C-EZ:							
Number of returns.....	486,663	32,374	6,134	73,680	39,216	11,778	16,333
Business receipts.....	4,954,117	324,819	22,875	590,242	379,606	121,612	181,275
Business deductions.....	487,004	27,578	4,606	63,254	33,961	10,960	13,107
Net income.....	4,467,113	297,241	18,269	526,988	345,646	110,652	168,167

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Professional, scientific, and technical services —continued						
	Architectural, engineering, related services —continued			Specialized design services	Computer systems design services	Other professional, scientific services	
	Drafting, building inspections, and geophysical surveying	Surveying and mapping (except geophysical) services	Testing laboratories			Total	Management, scientific, and technical consulting services
	(109)	(110)	(111)	(112)	(113)	(114)	(115)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	58,784	16,319	3,661	209,249	243,230	1,451,817	762,557
Business receipts, total [1].....	1,498,281	794,948	163,008	8,173,483	8,597,146	63,511,598	34,763,483
Income from sales and operations [1].....	1,433,664	797,487	162,208	8,091,514	8,543,151	61,749,679	33,375,359
Other business income.....	* 64,618	* -2,538	* 800	81,969	53,995	1,761,919	1,388,124
Business deductions, total [1,2].....	823,155	492,975	93,805	6,101,410	4,217,347	35,476,480	16,636,349
Cost of sales and operations, total.....	25,510	* 8,242	* 4,611	2,912,962	947,197	7,573,637	2,676,142
Inventory, beginning of year.....	* 5,969	0	* 5,522	154,732	36,625	307,092	140,874
Cost of labor.....	0	* 7,243	* 5	167,772	126,713	569,916	282,411
Purchases.....	* 4,502	0	* 2,815	1,668,297	519,270	2,824,003	848,082
Materials and supplies.....	* 15,988	* 940	* 48	499,734	120,029	867,478	228,545
Other costs.....	* 4,520	* 59	* 709	624,760	198,313	3,398,688	1,370,761
Inventory, end of year.....	* 5,468	0	* 4,489	202,332	53,755	393,542	194,531
Advertising expenses.....	8,682	3,216	* 1,191	109,229	87,754	622,190	255,020
Car and truck expenses.....	185,682	67,909	* 9,260	360,563	401,243	2,984,514	1,485,834
Commissions.....	* 3,519	* 99	* 9,443	49,036	58,600	641,880	362,519
Contract labor.....	88,705	* 46,638	* 1,063	247,071	234,507	1,308,683	690,831
Depletion.....	* 32	0	0	* 563	* 147	4,611	3,932
Depreciation.....	39,267	50,471	* 5,670	267,390	274,352	1,772,161	857,711
Employee benefit programs.....	* 8,981	* 11,942	* 524	9,549	21,070	204,423	91,917
Insurance.....	31,399	16,141	* 1,148	44,765	44,591	420,686	166,222
Legal and professional services.....	9,637	4,636	* 1,045	62,439	86,422	1,037,068	661,853
Meals and entertainment deducted.....	18,786	877	* 4,572	52,067	71,251	585,961	354,268
Mortgage interest.....	* 4,313	* 750	* 80	14,119	12,611	157,273	78,245
Other interest paid on business indebtedness.....	2,421	* 2,431	* 75	27,448	34,655	264,109	157,482
Office expenses.....	37,009	13,696	* 7,553	154,679	127,335	969,604	507,934
Pension and profit-sharing plans.....	* 1,681	* 1,661	* 384	* 3,589	32,943	94,345	57,497
Rent on machinery and equipment.....	7,055	* 9,123	* 75	52,617	54,188	374,096	177,238
Rent on other business property.....	16,706	* 4,695	* 3,897	213,727	102,510	926,576	430,957
Repairs.....	4,891	7,759	* 1,286	43,918	28,334	342,515	138,770
Supplies.....	29,234	21,286	* 2,319	191,101	194,331	1,239,645	449,819
Salaries and wages.....	115,687	121,986	* 7,968	316,384	361,119	3,140,744	1,381,876
Taxes paid.....	14,321	17,686	* 1,327	68,157	57,897	529,745	191,300
Travel.....	28,709	6,642	* 8,437	126,769	181,665	1,977,110	1,311,519
Utilities.....	25,880	17,277	* 3,859	164,452	138,095	1,084,610	538,663
Other business deductions.....	74,176	45,108	16,471	410,043	460,028	5,812,596	2,798,578
Home office business deductions.....	33,295	* 11,628	* 307	166,698	171,253	1,115,422	665,769
Depreciation, Form 8829 [3].....	4,731	* 822	* 144	28,869	21,416	187,705	118,571
Casualty loss, Form 8829 [3].....	0	0	0	* 3	* 1,285	2,432	2,384
Excess—casualty depreciations, Form 8829 [3].....	* 1,665	* 112	0	32,233	14,140	184,222	145,392
Net income less deficit [1,2].....	675,127	301,973	69,203	2,073,650	4,380,404	28,137,458	18,202,381
Net income [1,2].....	753,857	313,021	69,589	2,513,808	4,739,849	31,137,292	19,946,620
Deficit [2].....	78,731	* 11,048	* 386	440,157	359,445	2,999,834	1,744,239

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Professional, scientific, and technical services —continued						
	Architectural, engineering, related services —continued			Specialized design services	Computer systems design services	Other professional, scientific services	
	Drafting, building inspections, and geophysical surveying	Surveying and mapping (except geophysical) services	Testing laboratories			Total	Management, scientific, and technical consulting services
	(109)	(110)	(111)	(112)	(113)	(114)	(115)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	43,416	14,508	3,660	146,769	179,492	1,040,683	553,905
Business receipts, total [1].....	1,386,926	769,493	156,757	7,515,453	8,116,759	57,249,851	30,965,631
Income from sales and operations [1].....	1,322,322	772,031	155,957	7,439,919	8,068,661	55,575,500	29,643,377
Other business income.....	* 64,605	* -2,538	* 800	75,534	48,098	1,674,351	1,322,254
Business deductions, total [1,2].....	633,069	456,472	87,168	5,001,646	3,377,504	26,114,205	11,020,016
Cost of sales and operations, total.....	* 21,893	* 8,166	* 1,894	2,601,374	840,262	6,022,152	1,640,554
Inventory, beginning of year.....	* 590	0	* 5,448	56,575	19,624	192,870	73,320
Cost of labor.....	0	* 7,243	0	145,970	122,599	498,454	271,212
Purchases.....	* 1,843	0	* 797	1,493,973	424,203	2,448,133	685,574
Materials and supplies.....	* 15,349	* 864	* 48	407,089	113,651	705,118	190,050
Other costs.....	* 4,197	* 59	0	583,567	182,009	2,409,538	532,276
Inventory, end of year.....	* 86	0	* 4,399	85,800	21,823	231,962	111,878
Advertising expenses.....	6,327	* 2,273	* 1,179	61,148	76,664	419,836	168,221
Car and truck expenses.....	113,391	53,395	* 9,260	243,113	321,117	2,042,857	954,671
Commissions.....	* 2,553	* 99	* 9,443	45,117	46,651	439,209	235,162
Contract labor.....	* 84,721	* 46,638	* 1,056	214,215	211,093	1,103,648	596,616
Depletion.....	* 32	0	0	* 36	0	3,609	3,106
Depreciation.....	23,158	50,305	* 4,539	206,679	194,967	1,224,533	596,342
Employee benefit programs.....	* 8,981	* 11,942	* 484	9,179	15,840	150,808	56,215
Insurance.....	23,961	12,435	* 1,046	34,577	38,811	321,958	121,978
Legal and professional services.....	8,256	4,271	* 600	44,383	71,176	707,942	445,350
Meals and entertainment deducted.....	16,933	877	* 4,570	35,875	57,720	437,643	257,221
Mortgage interest.....	* 4,025	* 750	* 80	8,278	3,809	104,497	44,414
Other interest paid on business indebtedness.....	* 2,080	* 2,431	0	15,879	15,998	168,479	89,483
Office expenses.....	30,240	10,628	* 7,456	116,470	107,095	770,269	398,558
Pension and profit-sharing plans.....	* 1,681	* 1,661	* 375	* 3,589	26,579	85,093	51,889
Rent on machinery and equipment.....	* 5,318	* 8,791	* 8	38,923	42,574	285,423	128,494
Rent on other business property.....	11,755	* 4,695	* 3,897	154,198	87,179	665,719	286,886
Repairs.....	3,448	5,720	* 1,100	25,652	20,912	227,777	77,214
Supplies.....	23,861	18,941	* 2,319	147,175	155,567	918,616	313,490
Salaries and wages.....	87,923	121,986	* 7,560	279,766	272,439	2,098,539	609,914
Taxes paid.....	10,904	17,432	* 1,291	53,963	43,310	431,641	144,466
Travel.....	25,859	* 4,118	* 8,119	84,037	153,354	1,595,030	1,080,254
Utilities.....	19,474	12,530	* 3,816	114,331	109,917	799,117	367,830
Other business deductions.....	59,997	44,396	15,529	297,028	294,814	3,967,725	1,727,641
Home office business deductions.....	28,720	* 10,915	* 307	134,586	137,269	842,508	480,719
Depreciation, Form 8829 [3].....	4,071	* 711	* 144	16,356	13,485	110,685	67,315
Casualty loss, Form 8829 [3].....	0	0	0	* 3	0	1,232	1,196
Excess—casualty depreciations, Form 8829 [3].....	0	* 1	0	* 2,742	* 510	5,917	5,386
Net income [1,2].....	753,857	313,021	69,589	2,513,808	4,739,849	31,137,292	19,946,620
Returns with Schedule C-EZ:							
Number of returns.....	6,331	* 3,789	* 985	32,755	42,892	259,612	130,041
Business receipts.....	55,424	* 19,327	* 1,969	188,942	518,923	2,928,709	1,887,417
Business deductions.....	7,578	* 1,076	* 1,239	32,075	33,251	292,277	144,454
Net income.....	47,846	* 18,250	* 731	156,867	485,672	2,636,431	1,742,963

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	25,177	113,510	30,888	519,685	1,915,541	1,890,977	24,564
Business receipts, total [1].....	1,002,566	5,893,679	1,527,502	20,324,368	51,960,458	50,197,327	1,763,131
Income from sales and operations [1].....	993,669	5,876,794	1,525,369	19,978,488	51,177,202	49,414,566	1,762,636
Other business income.....	8,896	16,885	* 2,133	345,881	783,256	782,761	* 495
Business deductions, total [1,2].....	577,765	4,157,020	888,636	13,216,711	37,492,160	35,949,309	1,542,851
Cost of sales and operations, total.....	93,439	1,737,556	316,081	2,750,419	9,479,649	9,232,621	247,028
Inventory, beginning of year.....	* 2,091	7,968	0	156,160	307,525	306,757	* 768
Cost of labor.....	* 30,694	* 12,810	* 5,273	238,728	1,710,409	1,671,294	* 39,115
Purchases.....	* 2,996	870,423	* 32,333	1,070,170	3,730,301	3,657,899	72,402
Materials and supplies.....	* 19,162	144,028	* 47,753	427,990	1,831,381	1,792,342	* 39,039
Other costs.....	40,059	718,579	* 232,953	1,036,336	2,247,971	2,151,520	96,451
Inventory, end of year.....	* 1,562	16,252	* 2,231	178,966	347,939	347,191	* 748
Advertising expenses.....	4,529	125,366	8,395	228,879	600,407	580,573	19,834
Car and truck expenses.....	30,734	314,584	41,897	1,111,465	4,631,416	4,459,480	171,936
Commissions.....	* 7,344	138,212	* 7,933	125,873	487,796	478,887	* 8,910
Contract labor.....	52,706	184,472	24,375	356,299	1,583,215	1,545,916	37,299
Depletion.....	0	0	0	679	2,396	1,451	* 946
Depreciation.....	29,559	116,810	16,891	751,190	2,251,167	2,013,259	237,908
Employee benefit programs.....	3,302	4,475	* 6,706	98,023	121,227	112,076	9,151
Insurance.....	5,476	27,949	7,699	213,340	994,935	934,399	60,536
Legal and professional services.....	49,150	50,787	11,556	263,722	415,224	393,357	21,867
Meals and entertainment deducted.....	6,677	59,973	6,983	158,059	250,867	245,417	5,450
Mortgage interest.....	* 264	9,798	* 2,989	65,977	130,140	117,221	12,919
Other interest paid on business indebtedness.....	4,405	18,506	* 954	82,762	237,381	217,605	19,777
Office expenses.....	11,038	80,382	16,942	353,308	592,571	570,846	21,725
Pension and profit-sharing plans.....	* 1,087	1,827	* 6,482	27,452	48,653	48,275	* 377
Rent on machinery and equipment.....	4,242	16,566	20,838	155,213	544,322	526,569	17,753
Rent on other business property.....	20,666	86,504	45,523	342,927	605,306	586,436	18,870
Repairs.....	5,844	27,531	4,997	165,373	829,191	743,425	85,766
Supplies.....	20,719	57,671	27,587	683,849	1,782,468	1,750,291	32,177
Salaries and wages.....	53,979	150,722	99,165	1,455,002	4,124,182	3,974,974	149,209
Taxes paid.....	9,593	33,603	18,956	276,292	651,920	613,850	38,069
Travel.....	39,176	109,256	43,915	473,244	513,735	508,536	5,199
Utilities.....	16,824	94,632	24,321	410,170	943,891	909,814	34,077
Other business deductions.....	90,688	589,965	109,695	2,223,670	4,703,980	4,430,225	273,755
Home office business deductions.....	10,409	103,432	6,752	329,059	501,874	491,510	10,364
Depreciation, Form 8829 [3].....	2,666	9,447	* 945	56,076	59,266	58,186	* 1,080
Casualty loss, Form 8829 [3].....	0	0	0	* 49	* 572	* 572	0
Excess—casualty depreciations, Form 8829 [3].....	* 4,172	2,860	* 33	31,765	20,692	20,692	0
Net income less deficit [1,2].....	424,833	1,737,245	638,866	7,134,133	14,476,143	14,255,863	220,280
Net income [1,2].....	514,164	1,930,881	695,818	8,049,809	16,421,175	16,172,624	248,552
Deficit [2].....	89,331	193,636	56,952	915,675	1,945,033	1,916,761	28,272

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	16,604	87,170	23,938	359,065	1,561,511	1,543,555	17,956
Business receipts, total [1].....	912,124	5,551,492	1,500,533	18,320,070	45,877,374	44,250,972	1,626,403
Income from sales and operations [1].....	905,587	5,534,916	1,498,403	17,993,216	45,306,413	43,680,098	1,626,315
Other business income.....	6,537	16,576	* 2,130	326,854	570,961	570,873	* 88
Business deductions, total [1,2].....	397,960	3,620,611	804,714	10,270,903	29,460,747	28,082,896	1,377,851
Cost of sales and operations, total.....	90,504	1,643,528	312,451	2,335,115	7,957,971	7,713,700	244,271
Inventory, beginning of year.....	* 2,060	* 3,162	0	114,328	229,736	229,681	* 56
Cost of labor.....	* 30,340	* 9,441	* 5,273	182,189	1,466,229	1,427,930	* 38,299
Purchases.....	* 625	847,045	* 28,714	886,175	3,279,880	3,207,979	* 71,900
Materials and supplies.....	* 18,936	97,128	* 47,753	351,251	1,558,937	1,520,062	* 38,875
Other costs.....	* 40,008	690,212	* 232,942	914,100	1,672,557	1,577,283	95,274
Inventory, end of year.....	* 1,464	* 3,461	* 2,231	112,927	249,368	249,234	* 133
Advertising expenses.....	2,814	81,412	6,212	161,178	436,069	418,298	17,771
Car and truck expenses.....	22,902	257,348	28,767	779,169	3,594,784	3,443,565	151,220
Commissions.....	* 3,823	112,350	* 7,817	80,056	392,331	383,458	* 8,873
Contract labor.....	35,938	163,760	13,790	293,544	1,235,947	1,198,820	37,127
Depletion.....	0	0	0	503	2,025	1,080	* 946
Depreciation.....	21,123	85,402	6,811	514,855	1,693,141	1,475,627	217,514
Employee benefit programs.....	* 1,049	3,677	* 6,706	83,161	94,712	86,046	8,666
Insurance.....	4,271	23,914	7,640	164,155	801,855	749,352	52,504
Legal and professional services.....	10,128	39,176	11,307	201,982	286,527	266,995	19,532
Meals and entertainment deducted.....	4,279	52,382	6,108	117,653	191,374	186,354	5,019
Mortgage interest.....	* 82	* 9,541	* 2,853	47,607	74,037	63,881	10,156
Other interest paid on business indebtedness.....	* 582	14,984	* 942	62,489	175,001	155,979	19,022
Office expenses.....	8,629	60,132	15,471	287,479	413,189	393,357	19,832
Pension and profit-sharing plans.....	* 1,075	1,775	* 6,482	23,871	46,603	46,248	* 355
Rent on machinery and equipment.....	3,617	10,090	20,499	122,723	408,787	393,080	15,707
Rent on other business property.....	14,177	68,387	41,934	254,336	457,402	439,900	17,502
Repairs.....	3,724	18,948	4,881	123,010	641,312	565,833	75,479
Supplies.....	6,528	45,650	16,338	536,611	1,282,832	1,260,944	21,888
Salaries and wages.....	34,216	134,568	96,695	1,223,145	3,251,085	3,127,596	123,489
Taxes paid.....	7,163	28,723	18,589	232,701	522,363	488,303	34,060
Travel.....	25,890	85,815	41,559	361,512	395,023	391,168	3,854
Utilities.....	14,452	78,070	22,683	316,082	715,433	686,211	29,222
Other business deductions.....	70,569	498,204	91,287	1,580,024	3,530,025	3,298,401	231,623
Home office business deductions.....	7,833	86,917	* 5,888	261,151	409,785	399,514	10,271
Depreciation, Form 8829 [3].....	1,253	6,928	* 911	34,278	42,298	41,218	* 1,080
Casualty loss, Form 8829 [3].....	0	0	0	* 36	* 337	* 337	0
Excess—casualty depreciations, Form 8829 [3].....	0	* 114	0	* 417	* 1,410	* 1,410	0
Net income [1,2].....	514,164	1,930,881	695,818	8,049,809	16,421,175	16,172,624	248,552
Returns with Schedule C-EZ:							
Number of returns.....	5,709	22,121	9,396	92,346	579,786	578,993	* 793
Business receipts.....	43,016	121,598	64,164	812,514	3,245,823	3,241,082	* 4,742
Business deductions.....	5,913	16,442	11,005	114,464	464,246	462,297	* 1,950
Net income.....	37,103	105,156	53,159	698,050	2,781,577	2,778,785	* 2,792

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	552,218	1,768,679	891,060	186,042	32,969	89,162	42,247
Business receipts, total [1].....	6,975,660	106,744,305	90,135,345	32,221,684	2,967,163	28,704,600	4,909,738
Income from sales and operations [1].....	6,479,868	105,068,580	88,836,627	31,379,440	2,816,215	28,575,231	4,882,043
Other business income.....	495,792	1,675,725	1,298,719	842,244	150,948	129,369	27,695
Business deductions, total [1,2].....	4,746,166	63,672,413	52,315,438	16,875,473	1,212,188	18,811,642	3,139,078
Cost of sales and operations, total.....	760,793	5,577,403	4,926,097	1,267,898	44,302	1,936,950	117,816
Inventory, beginning of year.....	42,092	363,277	299,118	46,640	* 9,104	20,634	12,260
Cost of labor.....	49,888	825,851	715,621	190,105	* 24,079	310,346	* 15,398
Purchases.....	123,388	1,613,193	1,429,795	251,683	* 11,837	197,208	79,016
Materials and supplies.....	54,158	1,004,392	903,900	252,165	* 1,204	399,256	* 18,705
Other costs.....	539,495	2,124,888	1,849,041	595,903	* 7,797	1,025,832	* 5,295
Inventory, end of year.....	48,228	354,198	271,378	68,599	* 9,719	16,327	* 12,858
Advertising expenses.....	112,688	1,030,035	926,600	191,230	10,430	324,721	177,731
Car and truck expenses.....	508,482	2,662,671	1,757,931	407,434	77,219	180,934	98,055
Commissions.....	33,464	290,382	249,605	103,384	5,550	44,916	* 16,120
Contract labor.....	142,103	1,582,238	1,373,938	550,823	30,350	357,018	114,545
Depletion.....	* 254	2,371	2,322	1,134	* 349	* 333	* 22
Depreciation.....	211,239	2,625,825	2,228,207	567,302	43,654	931,709	159,962
Employee benefit programs.....	7,084	532,193	478,542	181,391	3,203	190,580	16,497
Insurance.....	66,343	2,621,591	2,382,886	1,344,227	90,325	480,148	116,233
Legal and professional services.....	90,762	1,225,559	1,089,423	457,202	38,158	273,020	54,076
Meals and entertainment deducted.....	51,650	493,395	304,697	95,044	14,151	63,991	22,478
Mortgage interest.....	11,119	619,246	321,698	60,901	* 7,181	127,841	56,901
Other interest paid on business indebtedness.....	24,576	504,818	442,621	79,321	4,988	266,725	19,221
Office expenses.....	130,353	1,836,519	1,648,813	578,739	50,679	486,788	155,239
Pension and profit-sharing plans.....	3,269	464,339	455,692	196,904	12,817	196,713	12,363
Rent on machinery and equipment.....	41,385	689,507	574,389	200,488	20,543	125,546	70,119
Rent on other business property.....	377,175	4,590,849	4,123,717	1,241,121	167,092	1,125,478	433,209
Repairs.....	67,817	918,531	667,005	180,350	15,083	267,760	48,102
Supplies.....	242,275	3,871,828	3,045,144	929,214	29,984	1,401,832	198,835
Salaries and wages.....	308,587	14,264,366	12,579,867	3,868,883	165,009	6,032,447	503,439
Taxes paid.....	57,413	1,974,741	1,695,472	521,281	27,811	738,497	95,773
Travel.....	245,588	734,301	628,896	214,563	30,262	87,680	52,209
Utilities.....	176,403	2,018,130	1,514,605	413,236	39,182	452,249	150,327
Other business deductions.....	781,725	10,777,134	8,398,193	3,146,083	257,299	2,687,094	431,352
Home office business deductions.....	148,534	1,423,817	330,799	52,614	23,545	18,612	18,261
Depreciation, Form 8829 [3].....	18,325	172,232	46,004	8,926	2,985	2,398	* 2,352
Casualty loss, Form 8829 [3].....	0	* 575	* 575	* 266	0	0	* 308
Excess—casualty depreciations, Form 8829 [3]..	14,407	260,378	38,497	1,025	* 11,131	* 407	* 151
Net income less deficit [1,2].....	2,230,202	43,090,991	37,822,631	15,346,326	1,754,975	9,892,958	1,770,660
Net income [1,2].....	2,774,802	44,905,668	38,910,133	15,622,382	1,773,571	9,995,847	1,870,035
Deficit [2].....	544,600	1,814,677	1,087,502	276,056	18,596	102,889	99,375

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—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].....	447,749	1,466,138	734,362	155,388	28,531	81,577	34,942
Business receipts, total [1].....	5,702,834	100,134,405	86,557,639	31,180,541	2,906,144	28,125,904	4,607,290
Income from sales and operations [1].....	5,662,511	98,547,767	85,312,297	30,369,976	2,755,220	27,996,351	4,587,161
Other business income.....	40,324	1,586,638	1,245,341	810,565	150,924	129,553	20,129
Business deductions, total [1,2].....	2,928,129	55,229,048	47,647,844	15,558,250	1,132,573	18,130,057	2,737,255
Cost of sales and operations, total.....	227,659	4,785,913	4,565,258	1,202,418	44,127	1,911,245	116,347
Inventory, beginning of year.....	29,773	220,456	198,541	43,846	* 9,079	12,772	* 12,022
Cost of labor.....	47,105	703,364	666,829	173,889	* 24,079	309,431	* 15,398
Purchases.....	94,333	1,348,997	1,261,548	242,859	* 11,837	194,673	77,784
Materials and supplies.....	48,533	926,847	875,524	244,043	* 1,204	389,203	* 18,705
Other costs.....	38,512	1,834,979	1,789,260	564,523	* 7,646	1,018,437	* 5,295
Inventory, end of year.....	30,596	248,730	226,444	66,742	* 9,719	13,271	* 12,858
Advertising expenses.....	79,729	896,931	839,683	167,476	10,285	310,051	157,929
Car and truck expenses.....	342,688	2,120,164	1,476,881	354,992	64,404	162,858	88,515
Commissions.....	28,904	268,728	230,462	90,828	5,524	43,302	* 16,023
Contract labor.....	118,560	1,431,916	1,272,274	521,506	30,306	350,132	82,873
Depletion.....	0	2,211	2,162	976	* 349	* 333	* 22
Depreciation.....	118,893	2,205,475	1,948,155	527,756	39,713	858,282	123,891
Employee benefit programs.....	6,315	491,136	454,725	175,061	3,144	188,000	16,072
Insurance.....	46,186	2,363,631	2,215,105	1,249,635	87,654	462,579	104,824
Legal and professional services.....	57,080	1,071,823	985,854	407,825	37,480	263,875	45,441
Meals and entertainment deducted.....	37,184	407,037	269,091	84,692	13,130	62,057	19,461
Mortgage interest.....	3,992	460,863	270,300	48,617	* 6,958	121,499	43,913
Other interest paid on business indebtedness.....	18,351	430,791	387,591	64,212	4,801	250,567	16,959
Office expenses.....	83,399	1,654,899	1,532,727	554,285	43,114	472,166	133,387
Pension and profit-sharing plans.....	3,099	459,804	451,724	194,029	12,817	196,278	12,361
Rent on machinery and equipment.....	20,695	568,097	488,888	179,117	20,408	110,655	47,244
Rent on other business property.....	256,151	4,048,300	3,715,367	1,177,219	158,709	1,063,781	383,172
Repairs.....	40,763	739,801	602,821	167,026	15,037	255,386	38,868
Supplies.....	143,238	3,436,558	2,860,166	876,806	28,391	1,370,922	183,717
Salaries and wages.....	229,699	12,858,745	11,786,191	3,638,726	155,124	5,864,366	453,022
Taxes paid.....	43,410	1,761,874	1,589,068	494,354	26,796	718,051	79,694
Travel.....	172,155	628,952	559,160	187,068	29,540	86,685	48,477
Utilities.....	112,399	1,706,855	1,365,498	379,837	38,433	435,761	129,404
Other business deductions.....	487,111	8,966,450	7,329,782	2,745,151	233,030	2,541,704	380,381
Home office business deductions.....	105,391	1,126,893	284,607	46,201	20,280	17,459	15,065
Depreciation, Form 8829 [3].....	14,782	121,338	36,536	8,388	* 1,775	2,292	* 2,201
Casualty loss, Form 8829 [3].....	0	* 575	* 575	* 266	0	0	* 308
Excess—casualty depreciations, Form 8829 [3]..	* 1,033	16,331	10,994	* 667	* [4]	* 291	0
Net income [1,2].....	2,774,802	44,905,668	38,910,133	15,622,382	1,773,571	9,995,847	1,870,035
Returns with Schedule C-EZ:							
Number of returns.....	199,084	436,386	159,473	26,357	2,491	12,346	* 651
Business receipts.....	807,131	3,088,776	1,487,720	453,892	12,641	142,500	* 2,716
Business deductions.....	145,086	340,624	168,278	24,704	3,021	12,061	* 193
Net income.....	662,046	2,748,152	1,319,442	429,188	9,620	130,439	* 2,522

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Health care and social assistance—continued						
	Ambulatory health care services—continued						
	Offices of optometrists	Offices of mental health practitioners and social therapists	Offices of podiatrists	Outpatient care centers and other miscellaneous health practitioners	Medical and diagnostic laboratories	Home health care services	Other ambulatory health care services (including ambulance service, blood, organ banks)
	(130)	(131)	(132)	(133)	(134)	(135)	(136)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	15,546	164,854	6,365	125,107	27,533	176,810	24,425
Business receipts, total [1].....	3,040,214	8,243,429	1,071,266	3,361,098	1,598,984	3,454,361	562,809
Income from sales and operations [1].....	3,016,077	8,218,134	1,061,499	3,327,688	1,597,483	3,399,496	563,321
Other business income.....	24,137	25,296	* 9,766	33,410	1,501	54,865	* -512
Business deductions, total [1,2].....	2,239,561	3,816,899	699,673	1,931,302	1,080,117	2,214,287	295,218
Cost of sales and operations, total.....	619,260	220,393	31,507	177,806	193,920	293,208	* 23,037
Inventory, beginning of year.....	73,197	58,705	* 10,875	47,207	* 4,277	16,083	* 136
Cost of labor.....	* 20,271	* 16,308	* 3,444	* 31,203	* 57,887	* 46,579	0
Purchases.....	431,620	115,994	* 1,217	51,065	* 67,528	206,255	* 16,371
Materials and supplies.....	76,344	30,150	* 16,850	38,914	46,290	* 21,664	* 2,357
Other costs.....	91,693	35,590	* 9,275	25,073	21,052	21,490	* 10,041
Inventory, end of year.....	73,864	36,354	* 10,155	15,657	* 3,113	18,863	* 5,868
Advertising expenses.....	40,931	43,711	16,362	56,716	10,902	49,820	4,047
Car and truck expenses.....	37,113	302,012	24,784	213,308	59,722	309,526	47,825
Commissions.....	* 1,617	23,632	* 286	9,664	* 2,670	35,863	* 5,902
Contract labor.....	26,422	134,440	13,027	73,058	15,520	48,357	10,378
Depletion.....	0	* 3	0	* 464	* 13	0	* 4
Depreciation.....	110,114	129,023	23,400	69,368	77,895	97,868	17,912
Employee benefit programs.....	26,117	20,316	4,992	7,866	7,235	20,266	* 78
Insurance.....	43,065	102,767	66,868	64,917	30,758	31,340	12,238
Legal and professional services.....	52,857	106,840	14,255	55,175	15,205	18,256	4,379
Meals and entertainment deducted.....	3,688	46,072	5,224	23,759	3,785	19,905	6,600
Mortgage interest.....	9,858	21,667	* 1,820	9,836	* 2,276	21,265	* 2,153
Other interest paid on business indebtedness.....	12,711	18,228	6,630	12,349	10,741	11,008	* 700
Office expenses.....	46,565	153,905	38,786	73,336	17,238	38,968	8,572
Pension and profit-sharing plans.....	10,465	6,236	5,770	6,904	6,799	* 633	* 87
Rent on machinery and equipment.....	12,783	82,068	13,568	8,594	14,882	19,511	6,289
Rent on other business property.....	186,422	535,812	92,930	196,567	55,714	71,233	18,140
Repairs.....	25,312	48,781	14,161	28,121	16,108	21,469	1,759
Supplies.....	56,841	142,941	40,572	91,051	40,687	96,173	17,015
Salaries and wages.....	513,433	509,489	125,213	173,758	215,883	445,418	26,897
Taxes paid.....	76,285	85,469	15,838	34,689	52,533	42,743	4,552
Travel.....	10,511	105,651	7,687	65,367	15,339	28,769	10,860
Utilities.....	59,699	181,984	26,671	77,424	32,618	66,955	14,260
Other business deductions.....	256,025	649,073	108,702	328,203	167,487	323,817	43,056
Home office business deductions.....	* 1,467	118,705	* 591	44,749	* 10,040	37,809	* 4,406
Depreciation, Form 8829 [3].....	* 165	15,717	* 99	8,142	* 325	4,477	* 418
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 172	13,181	0	* 9,078	0	* 3,351	* 1
Net income less deficit [1,2].....	800,657	4,426,530	371,593	1,430,506	518,913	1,241,923	267,591
Net income [1,2].....	808,548	4,573,340	376,874	1,570,117	565,987	1,435,023	318,409
Deficit [2].....	* 7,891	146,810	* 5,281	139,611	47,074	193,100	50,819

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Health care and social assistance—continued						
	Ambulatory health care services—continued						
	Offices of optometrists	Offices of mental health practitioners and social therapists	Offices of podiatrists	Outpatient care centers and other miscellaneous health practitioners	Medical and diagnostic laboratories	Home health care services	Other ambulatory health care services (including ambulance service, blood, organ banks)
	(130)	(131)	(132)	(133)	(134)	(135)	(136)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	13,800	130,572	5,194	91,155	23,564	152,549	17,089
Business receipts, total [1].....	2,842,101	7,853,826	1,068,415	3,032,118	1,421,711	3,015,477	504,112
Income from sales and operations [1].....	2,817,965	7,828,900	1,059,807	3,012,370	1,421,475	2,958,324	504,749
Other business income.....	24,136	24,926	* 8,608	19,748	* 235	57,153	* -637
Business deductions, total [1,2].....	2,033,553	3,280,486	691,541	1,462,249	855,723	1,580,453	185,703
Cost of sales and operations, total.....	577,622	185,769	31,507	122,729	186,750	170,726	* 16,019
Inventory, beginning of year.....	54,123	25,776	* 10,875	10,062	* 4,174	* 15,738	* 74
Cost of labor.....	* 19,544	* 16,308	* 3,444	* 31,171	* 57,739	* 15,825	0
Purchases.....	391,152	108,448	* 1,217	35,597	* 65,578	* 128,713	* 3,688
Materials and supplies.....	75,998	29,961	* 16,850	33,784	46,049	* 17,437	* 2,290
Other costs.....	91,686	33,613	* 9,275	22,662	* 16,182	* 9,900	* 10,041
Inventory, end of year.....	54,881	28,338	* 10,155	10,547	* 2,971	* 16,887	* 74
Advertising expenses.....	38,744	33,381	15,364	48,987	9,820	46,299	1,348
Car and truck expenses.....	36,858	259,170	24,754	146,767	49,637	263,804	25,122
Commissions.....	* 1,617	22,212	* 84	8,687	* 771	* 35,511	* 5,902
Contract labor.....	25,721	129,001	13,027	54,566	11,461	43,315	* 10,366
Depletion.....	0	0	0	* 464	* 13	0	* 4
Depreciation.....	81,432	108,385	23,231	60,174	66,696	49,202	9,391
Employee benefit programs.....	23,403	17,009	4,992	5,974	5,262	15,729	* 78
Insurance.....	38,563	90,711	66,868	54,271	28,301	24,259	7,441
Legal and professional services.....	49,879	97,167	13,731	43,389	10,311	13,926	2,833
Meals and entertainment deducted.....	3,663	42,039	5,204	16,265	2,882	15,467	4,230
Mortgage interest.....	9,819	21,529	* 1,820	* 7,034	* 981	* 7,798	* 332
Other interest paid on business indebtedness.....	9,927	14,386	6,626	10,602	3,674	5,140	* 698
Office expenses.....	42,877	138,916	36,999	55,913	14,168	34,592	6,311
Pension and profit-sharing plans.....	10,465	6,065	5,770	6,731	* 6,678	* 472	* 57
Rent on machinery and equipment.....	12,571	78,807	13,452	4,912	7,499	10,586	* 3,638
Rent on other business property.....	170,121	452,316	92,882	129,473	41,461	36,304	9,928
Repairs.....	24,067	45,280	12,331	21,873	8,343	13,837	774
Supplies.....	50,213	125,260	39,565	66,396	28,616	81,021	9,259
Salaries and wages.....	468,978	465,354	125,213	152,612	166,986	278,027	* 17,782
Taxes paid.....	71,430	75,394	15,838	28,657	48,807	27,642	2,403
Travel.....	10,478	94,548	7,673	50,640	13,818	21,101	9,134
Utilities.....	57,805	159,603	26,225	57,801	27,056	48,396	5,178
Other business deductions.....	215,834	491,121	107,764	245,187	101,557	239,004	29,048
Home office business deductions.....	* 1,465	99,381	* 591	35,494	* 10,028	34,288	* 4,355
Depreciation, Form 8829 [3].....	* 163	13,361	* 99	3,667	* 316	3,871	* 401
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 157	* 6,646	0	* 489	0	* 2,745	0
Net income [1,2].....	808,548	4,573,340	376,874	1,570,117	565,987	1,435,023	318,409
Returns with Schedule C-EZ:							
Number of returns.....	* 346	15,273	* 651	28,824	* 4,095	64,714	* 3,726
Business receipts.....	* 2,879	126,627	* 163	177,078	* 45,284	465,812	* 58,129
Business deductions.....	* 2	27,684	* 29	28,254	* 4,149	64,108	* 4,073
Net income.....	* 2,876	98,943	* 134	148,824	* 41,134	401,704	* 54,057

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Health care and social assistance—continued				Arts, entertainment, and recreation		
	Hospitals	Nursing and residential care facilities	Social assistance	Child day care services	Total	Performing arts, spectator sports and related industries	Museums, historical sites, and similar institutions
	(137)	(138)	(139)	(140)	(141)	(142)	(143)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	16,628	61,362	125,384	674,246	1,157,201	971,068	3,843
Business receipts, total [1].....	613,205	3,536,460	2,672,393	9,786,903	27,376,360	20,042,905	63,241
Income from sales and operations [1].....	539,502	3,531,840	2,651,682	9,508,930	26,412,137	19,389,391	63,069
Other business income.....	* 73,703	4,619	20,711	277,973	964,223	653,514	* 172
Business deductions, total [1,2].....	357,554	3,209,671	1,625,119	6,164,632	20,897,869	14,232,534	20,104
Cost of sales and operations, total.....	* 59,829	178,532	158,557	254,388	3,525,758	1,911,393	* 6,129
Inventory, beginning of year.....	* 10,541	11,415	* 25,176	* 17,026	544,499	423,009	* 279
Cost of labor.....	* 2,282	89,520	* 488	17,940	429,672	258,799	* 450
Purchases.....	* 38,230	23,218	* 20,210	101,739	1,246,159	593,290	* 4,099
Materials and supplies.....	* 17,983	30,493	* 11,525	40,492	353,871	267,280	* 1,429
Other costs.....	* 1	34,822	* 133,889	107,135	1,510,587	817,561	* 156
Inventory, end of year.....	* 9,208	10,937	* 32,730	29,944	559,030	448,546	* 285
Advertising expenses.....	* 1,096	19,009	30,191	53,140	417,981	273,778	* 458
Car and truck expenses.....	24,850	154,140	260,491	465,258	1,634,494	1,362,247	* 2,567
Commissions.....	* 6,059	4,458	* 6,874	23,387	549,419	504,833	* 476
Contract labor.....	* 1,501	87,079	44,509	75,211	600,842	486,859	* 237
Depletion.....	* 28	* 20	* 2	0	845	240	0
Depreciation.....	11,373	127,529	67,577	191,139	1,499,694	1,103,701	* 1,252
Employee benefit programs.....	* 713	40,854	* 1,871	10,213	36,739	19,510	* 7
Insurance.....	* 6,846	90,960	38,043	102,856	257,017	140,658	* 445
Legal and professional services.....	1,700	47,662	34,677	52,097	479,043	401,321	* 203
Meals and entertainment deducted.....	1,356	14,212	30,394	142,737	306,133	275,325	* 250
Mortgage interest.....	* 6,657	166,151	* 9,155	115,584	94,263	52,772	0
Other interest paid on business indebtedness.....	* 709	35,572	803	25,113	109,825	64,455	* 4
Office expenses.....	* 2,585	33,594	55,366	96,160	308,578	252,218	* 343
Pension and profit-sharing plans.....	* 7	7,540	* 534	* 567	16,558	13,817	0
Rent on machinery and equipment.....	* 478	23,725	21,919	68,997	203,712	133,928	0
Rent on other business property.....	* 24,786	119,186	147,120	176,040	848,006	470,498	* 28
Repairs.....	* 594	63,704	10,616	176,612	376,104	254,347	* 5
Supplies.....	8,006	142,147	70,131	606,400	848,988	708,871	* 677
Salaries and wages.....	* 117,442	792,953	168,105	605,998	1,164,166	617,878	* 100
Taxes paid.....	* 5,684	136,112	24,275	113,197	294,777	135,746	* 84
Travel.....	* 6,751	24,908	43,159	30,587	890,496	810,103	* 1,436
Utilities.....	* 1,762	147,616	90,760	263,386	582,358	398,374	* 1,010
Other business deductions.....	58,993	679,897	229,193	1,410,859	5,204,366	3,278,739	* 1,778
Home office business deductions.....	* 4,329	62,138	57,734	968,816	468,979	427,593	* 2,011
Depreciation, Form 8829 [3].....	* 500	8,197	4,603	112,929	85,753	54,389	* 907
Casualty loss, Form 8829 [3].....	0	0	0	0	* 88	* 84	0
Excess—casualty depreciations, Form 8829 [3].....	* 120	* 8,828	* 1,532	211,401	50,092	46,080	0
Net income less deficit [1,2].....	255,651	336,552	1,047,274	3,628,883	6,484,281	5,811,366	43,137
Net income [1,2].....	261,054	503,201	1,195,788	4,035,492	9,585,960	8,216,788	44,283
Deficit [2].....	* 5,403	166,649	148,514	406,609	3,101,679	2,405,421	* 1,146

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Health care and social assistance—continued				Arts, entertainment, and recreation		
	Hospitals	Nursing and residential care facilities	Social assistance	Child day care services	Total	Performing arts, spectator sports and related industries	Museums, historical sites, and similar institutions
	(137)	(138)	(139)	(140)	(141)	(142)	(143)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	15,312	44,536	90,880	581,048	696,774	577,078	3,315
Business receipts, total [1].....	474,194	2,555,048	2,157,104	8,390,421	21,633,289	16,550,897	56,663
Income from sales and operations [1].....	403,445	2,558,627	2,139,692	8,133,705	20,987,210	16,048,630	56,663
Other business income.....	* 70,749	-3,579	17,412	256,715	646,079	502,267	0
Business deductions, total [1,2].....	213,140	2,052,034	961,315	4,354,714	12,048,051	8,334,374	* 12,380
Cost of sales and operations, total.....	* 32,786	78,971	* 11,340	97,558	2,069,603	1,144,721	* 431
Inventory, beginning of year.....	* 10,177	* 10,750	* 1	* 986	193,711	100,470	* 279
Cost of labor.....	* 39	* 21,665	* 295	14,537	162,223	108,520	0
Purchases.....	* 31,239	7,228	* 4,972	44,011	835,275	328,299	* 263
Materials and supplies.....	* 6	21,456	* 4,288	25,572	210,748	144,442	* 173
Other costs.....	* 1	28,362	* 1,785	* 15,570	854,545	572,813	0
Inventory, end of year.....	* 8,677	* 10,490	* 1	* 3,118	186,899	109,824	* 285
Advertising expenses.....	* 1,092	11,650	11,211	33,295	219,941	151,812	* 15
Car and truck expenses.....	23,033	106,924	182,092	331,234	975,201	821,564	* 1,863
Commissions.....	* 6,059	4,142	* 6,804	* 21,260	438,423	404,923	* 476
Contract labor.....	* 1,501	69,378	29,900	58,862	410,514	315,379	* 237
Depletion.....	* 28	* 20	* 2	0	435	* 179	0
Depreciation.....	* 10,178	77,317	52,663	117,162	677,650	496,280	* 1,146
Employee benefit programs.....	* 565	25,480	* 830	* 9,536	22,815	11,775	* 7
Insurance.....	* 5,499	51,122	18,028	73,877	155,475	83,614	* 441
Legal and professional services.....	* 1,658	26,625	22,587	35,098	297,031	268,862	* 174
Meals and entertainment deducted.....	* 1,192	9,853	25,883	101,018	200,047	179,376	* 248
Mortgage interest.....	* 1,241	116,650	* 4,307	68,366	36,589	21,422	0
Other interest paid on business indebtedness.....	* 707	27,228	* 227	15,038	42,256	21,111	* 4
Office expenses.....	* 2,544	24,557	32,748	62,324	182,560	158,819	* 167
Pension and profit-sharing plans.....	0	6,979	* 534	* 567	12,159	9,520	0
Rent on machinery and equipment.....	* 426	20,818	13,173	44,792	119,295	81,731	0
Rent on other business property.....	* 6,727	73,543	113,320	139,343	496,173	289,373	* 11
Repairs.....	* 578	35,247	4,729	96,426	166,070	92,823	* 5
Supplies.....	* 7,936	87,726	46,168	434,562	447,464	381,887	* 671
Salaries and wages.....	* 43,943	490,232	91,042	447,336	711,957	367,880	* 98
Taxes paid.....	* 5,518	89,678	12,468	65,143	198,292	90,616	* 20
Travel.....	* 6,218	15,357	28,856	19,363	559,549	515,435	* 1,423
Utilities.....	* 1,650	100,519	64,464	174,724	346,178	255,357	* 996
Other business deductions.....	44,311	434,361	120,371	1,037,625	2,735,261	1,720,612	* 1,330
Home office business deductions.....	* 4,329	57,683	45,958	734,316	352,893	317,792	* 2,011
Depreciation, Form 8829 [3].....	* 500	7,371	4,158	72,774	34,801	31,648	* 907
Casualty loss, Form 8829 [3].....	0	0	0	0	* 3	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 120	* 3,778	* 948	* 491	5,910	4,266	0
Net income [1,2].....	261,054	503,201	1,195,788	4,035,492	9,585,960	8,216,788	44,283
Returns with Schedule C-EZ:							
Number of returns.....	7,628	11,898	23,734	233,654	218,960	170,118	* 1,827
Business receipts.....	42,891	58,842	136,124	1,363,199	877,805	709,702	* 12,543
Business deductions.....	3,421	9,974	23,061	135,890	178,730	133,329	* 605
Net income.....	39,470	48,868	113,063	1,227,310	699,074	576,373	* 11,939

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Arts—continued		Accommodation, food services, and drinking places				
	Amusement, gambling, and recreation industries	Total	Accommodation				Food services and drinking places
			Total	Travel accommodation (including hotels, motels, and bed and breakfast inns)	RV (recreational vehicle) parks and recreational camps	Rooming and boarding houses	
	(144)	(145)	(146)	(147)	(148)	(149)	(150)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1].....	182,290	392,320	55,924	33,710	9,258	12,956	336,396
Business receipts, total [1].....	7,270,214	43,117,518	5,522,843	4,034,930	516,693	971,219	37,594,675
Income from sales and operations [1].....	6,959,676	42,530,762	5,322,349	3,921,111	513,109	888,129	37,208,413
Other business income.....	310,537	586,755	200,494	113,820	* 3,584	83,090	386,262
Business deductions, total [1,2].....	6,645,231	41,930,536	5,573,900	4,089,928	466,121	1,017,851	36,356,636
Cost of sales and operations, total.....	1,608,236	16,739,473	559,980	337,611	33,336	189,033	16,179,493
Inventory, beginning of year.....	121,210	621,819	41,992	35,683	* 1,311	* 4,998	579,827
Cost of labor.....	170,423	1,295,450	116,239	65,614	* 2,133	* 48,491	1,179,211
Purchases.....	648,771	14,060,662	302,958	157,655	22,925	* 122,378	13,757,704
Materials and supplies.....	85,162	929,013	33,101	26,865	* 2,827	* 3,409	895,912
Other costs.....	692,869	492,243	123,184	102,411	* 5,404	* 15,369	369,059
Inventory, end of year.....	110,200	659,713	57,493	50,616	* 1,264	* 5,613	602,220
Advertising expenses.....	143,744	735,661	121,802	95,825	11,315	14,662	613,859
Car and truck expenses.....	269,679	704,307	117,363	71,139	21,256	24,967	586,944
Commissions.....	44,110	130,126	53,942	47,548	* 571	5,822	76,184
Contract labor.....	113,745	333,358	73,548	31,953	34,742	6,852	259,810
Depletion.....	605	3,032	* 1,840	* 272	0	* 1,569	* 1,191
Depreciation.....	394,742	1,506,342	544,093	399,997	57,841	86,254	962,250
Employee benefit programs.....	17,222	72,949	18,215	13,252	* 1,423	3,540	54,734
Insurance.....	115,914	842,884	201,858	142,055	21,637	38,167	641,026
Legal and professional services.....	77,520	333,650	61,694	45,453	5,501	10,740	271,956
Meals and entertainment deducted.....	30,558	78,393	10,209	5,986	1,137	3,085	68,184
Mortgage interest.....	41,491	669,821	455,850	380,892	27,641	47,317	213,972
Other interest paid on business indebtedness.....	45,366	360,300	147,718	106,101	17,321	24,295	212,582
Office expenses.....	56,017	204,167	57,580	39,261	5,764	12,555	146,587
Pension and profit-sharing plans.....	2,740	9,698	1,205	1,057	* 23	* 126	8,493
Rent on machinery and equipment.....	69,784	321,282	24,472	16,212	2,269	5,991	296,810
Rent on other business property.....	377,479	2,872,030	135,595	103,860	* 2,243	29,492	2,736,435
Repairs.....	121,752	895,226	288,873	196,200	36,918	55,755	606,353
Supplies.....	139,439	1,095,629	238,767	174,524	19,096	45,146	856,863
Salaries and wages.....	546,189	6,279,247	701,436	563,541	28,193	109,702	5,577,811
Taxes paid.....	158,946	1,847,833	400,270	314,065	31,599	54,607	1,447,563
Travel.....	78,956	109,049	43,194	27,861	7,836	7,497	65,855
Utilities.....	182,974	2,437,357	535,527	393,963	52,350	89,214	1,901,830
Other business deductions.....	1,923,849	3,249,088	756,900	571,801	43,242	141,858	2,492,187
Home office business deductions.....	39,375	68,918	18,523	7,496	* 2,066	* 8,961	50,396
Depreciation, Form 8829 [3].....	30,458	32,591	25,867	* 2,421	* 511	* 22,935	6,724
Casualty loss, Form 8829 [3].....	* 3	* 209	0	0	0	0	* 209
Excess—casualty depreciations, Form 8829 [3].....	4,012	37,440	* 29,687	* 6,042	* 261	* 23,384	7,753
Net income less deficit [1,2].....	629,778	1,213,244	-37,736	-43,014	50,572	-45,294	1,250,980
Net income [1,2].....	1,324,889	3,782,110	641,928	438,021	88,570	115,338	3,140,182
Deficit [2].....	695,111	2,568,865	679,664	481,035	37,998	160,631	1,889,202

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Arts—continued		Accommodation, food services, and drinking places				
	Amusement, gambling, and recreation industries	Total	Accommodation				Food services and drinking places
			Total	Travel accommodation (including hotels, motels, and bed and breakfast inns)	RV (recreational vehicle) parks and recreational camps	Rooming and boarding houses	
	(144)	(145)	(146)	(147)	(148)	(149)	(150)
BUSINESSES WITH NET INCOME							
Number of returns [1].....	116,381	246,979	25,889	15,014	5,461	5,414	221,089
Business receipts, total [1].....	5,025,730	32,487,249	3,488,693	2,452,781	380,456	655,457	28,998,556
Income from sales and operations [1].....	4,881,918	32,078,095	3,377,097	2,417,679	378,691	580,727	28,700,998
Other business income.....	143,812	409,154	111,596	35,102	* 1,765	74,729	297,558
Business deductions, total [1,2].....	3,701,298	28,717,526	2,846,765	2,014,760	291,886	540,119	25,870,762
Cost of sales and operations, total.....	924,452	12,533,663	321,838	140,031	23,718	* 158,089	12,211,825
Inventory, beginning of year.....	92,962	415,263	28,385	24,553	* 1,083	* 2,749	386,878
Cost of labor.....	53,703	952,884	62,225	21,399	* 1,951	* 38,876	890,659
Purchases.....	506,713	10,880,697	220,029	99,818	* 18,681	* 101,530	10,660,668
Materials and supplies.....	66,133	455,256	15,307	10,034	* 2,542	* 2,731	439,948
Other costs.....	281,732	292,115	35,053	19,327	* 519	* 15,207	257,062
Inventory, end of year.....	76,791	462,552	39,162	35,100	* 1,057	* 3,005	423,390
Advertising expenses.....	68,114	493,572	60,365	42,636	8,391	9,338	433,208
Car and truck expenses.....	151,774	426,169	46,546	24,300	11,393	10,854	379,623
Commissions.....	33,024	75,445	18,050	12,743	* 556	* 4,751	57,395
Contract labor.....	94,899	233,790	43,147	19,031	* 21,746	* 2,369	190,644
Depletion.....	* 256	* 1,443	* 271	* 271	0	0	* 1,172
Depreciation.....	180,224	800,066	234,289	169,657	35,277	29,355	565,777
Employee benefit programs.....	11,033	49,836	7,153	4,899	* 724	* 1,530	42,684
Insurance.....	71,420	541,141	118,196	78,836	15,951	23,409	422,945
Legal and professional services.....	27,995	184,021	25,276	17,335	3,807	4,134	158,745
Meals and entertainment deducted.....	20,424	33,560	3,437	2,634	* 37	* 766	30,123
Mortgage interest.....	15,167	380,493	232,026	204,438	* 14,994	12,593	148,467
Other interest paid on business indebtedness.....	21,141	164,900	66,144	44,472	* 6,165	* 15,507	98,756
Office expenses.....	23,574	120,788	31,156	17,785	4,373	8,999	89,632
Pension and profit-sharing plans.....	2,638	8,930	983	* 834	* 23	* 126	7,948
Rent on machinery and equipment.....	37,564	169,181	11,204	6,474	* 213	* 4,517	157,976
Rent on other business property.....	206,789	1,978,354	73,406	60,339	* 2,108	* 10,960	1,904,947
Repairs.....	73,242	558,320	167,902	110,671	25,505	31,726	390,418
Supplies.....	64,907	695,731	148,263	109,323	12,496	26,444	547,468
Salaries and wages.....	343,978	4,291,389	354,611	285,170	15,091	54,350	3,936,779
Taxes paid.....	107,657	1,234,331	236,598	188,336	21,424	26,838	997,733
Travel.....	42,690	58,096	14,950	11,586	* 2,885	* 479	43,146
Utilities.....	89,826	1,612,593	316,823	240,339	34,734	41,750	1,295,770
Other business deductions.....	1,013,320	2,012,896	309,147	220,387	28,169	60,591	1,703,749
Home office business deductions.....	33,089	28,860	* 2,298	* 232	* 2,066	0	26,562
Depreciation, Form 8829 [3].....	2,246	3,241	* 521	* 10	* 511	0	2,720
Casualty loss, Form 8829 [3].....	* 3	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3].....	* 1,643	* 262	* 261	0	* 261	0	* 1
Net income [1,2].....	1,324,889	3,782,110	641,928	438,021	88,570	115,338	3,140,182
Returns with Schedule C-EZ:							
Number of returns.....	47,015	58,271	4,833	* 1,552	* 1,636	* 1,645	53,438
Business receipts.....	155,559	304,294	11,677	* 3,407	* 3,770	* 4,500	292,617
Business deductions.....	44,797	30,716	3,447	* 2,003	* 801	* 643	27,269
Net income.....	110,762	273,578	8,230	* 1,403	* 2,969	* 3,857	265,348

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Other services							Religious, grantmaking, civic, professional, and similar organizations	Unclassified establishments
	Total	Auto repair and maintenance				Miscellaneous repairs	Personal and laundry services		
		Total	Automotive mechanical and electrical repair and maintenance	Automotive body shops	Other auto repair and maintenance (including oil change, lube, and car washes)				
	(151)	(152)	(153)	(154)	(155)	(156)	(157)	(158)	(159)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns [1].....	2,315,191	337,784	172,443	85,875	79,466	488,926	1,488,481	244,212	423,157
Business receipts, total [1].....	78,147,800	22,760,458	11,940,054	6,609,797	4,210,607	17,562,692	37,824,651	3,536,438	4,449,754
Income from sales and operations [1].....	77,345,471	22,632,483	11,875,310	6,596,522	4,160,650	17,380,958	37,332,030	3,278,259	4,391,223
Other business income.....	802,330	127,975	64,743	13,275	49,956	181,734	492,621	258,179	58,531
Business deductions, total [1,2].....	60,341,098	19,938,730	10,516,329	5,747,444	3,674,957	13,749,855	26,652,514	1,829,458	2,667,206
Cost of sales and operations, total.....	19,265,346	9,369,833	5,296,679	2,549,121	1,524,033	5,444,678	4,450,835	114,031	583,535
Inventory, beginning of year.....	1,690,390	712,413	379,408	205,380	127,626	516,103	461,874	* 2,767	28,552
Cost of labor.....	1,825,646	825,106	428,555	302,382	94,169	404,260	596,281	* 7,408	* 12,873
Purchases.....	11,630,654	6,219,021	3,594,738	1,452,296	1,171,987	3,188,459	2,223,174	* 8,345	256,616
Materials and supplies.....	4,042,355	1,870,865	1,015,550	666,135	189,179	1,320,820	850,670	* 7,250	134,137
Other costs.....	1,817,734	438,550	252,977	129,137	56,436	551,163	828,021	* 91,886	225,290
Inventory, end of year.....	1,741,433	696,122	374,549	206,209	115,364	536,126	509,185	* 3,627	73,933
Advertising expenses.....	967,280	250,299	110,428	82,467	57,404	197,988	518,993	53,278	28,463
Car and truck expenses.....	4,593,636	967,537	439,232	300,660	227,645	1,489,500	2,136,598	529,010	365,311
Commissions.....	600,639	60,436	28,432	24,275	7,730	51,874	488,329	* 16,771	21,621
Contract labor.....	1,574,082	307,457	95,959	100,613	110,885	453,583	813,042	11,592	32,740
Depletion.....	5,591	* 50	0	* 49	* 1	* 2,339	3,201	0	* 679
Depreciation.....	2,867,810	919,810	483,772	242,314	193,724	698,322	1,249,678	38,017	131,851
Employee benefit programs.....	132,498	56,180	31,796	20,343	* 4,041	39,762	36,555	* 14,448	1,675
Insurance.....	1,281,954	489,979	264,635	139,710	85,634	319,907	472,068	19,818	50,829
Legal and professional services.....	533,268	152,664	84,877	44,722	23,065	82,316	298,288	22,561	54,439
Meals and entertainment deducted.....	273,492	58,182	25,535	15,672	16,974	68,668	146,642	38,557	40,337
Mortgage interest.....	425,514	199,773	114,844	44,095	40,834	70,302	155,439	* 6,573	35,210
Other interest paid on business indebtedness.....	399,460	149,328	56,534	45,459	47,335	73,546	176,586	8,654	19,021
Office expenses.....	724,294	180,548	84,447	65,525	30,576	152,503	391,243	60,289	46,640
Pension and profit-sharing plans.....	22,483	5,293	* 1,239	* 3,868	* 185	* 6,433	10,758	* 8,318	* 1,143
Rent on machinery and equipment.....	858,734	161,992	71,662	44,493	45,837	152,725	544,017	6,569	60,524
Rent on other business property.....	5,060,755	834,554	481,777	180,075	172,703	341,283	3,884,918	50,559	56,693
Repairs.....	1,058,379	314,285	147,862	94,030	72,393	222,120	521,973	20,105	75,772
Supplies.....	3,413,083	688,901	323,191	237,795	127,915	682,567	2,041,615	75,098	171,993
Salaries and wages.....	5,261,093	1,859,658	879,997	671,695	307,966	900,323	2,501,112	43,692	119,670
Taxes paid.....	1,371,665	584,664	275,403	198,381	110,880	226,751	560,249	10,556	22,801
Travel.....	459,384	50,300	16,773	22,733	10,794	144,184	264,901	105,002	75,255
Utilities.....	2,760,500	734,142	376,800	202,978	154,364	410,789	1,615,569	91,958	74,102
Other business deductions.....	5,415,314	1,433,764	764,476	383,304	285,984	1,251,657	2,729,893	395,280	499,221
Home office business deductions.....	551,369	66,642	32,026	27,768	* 6,848	190,208	294,519	52,141	31,162
Depreciation, Form 8829 [3].....	69,019	10,136	4,422	4,884	* 830	25,425	33,458	7,049	* 1,749
Casualty loss, Form 8829 [3].....	* 531	* 387	0	* 387	0	* 144	0	* 1,015	0
Excess—casualty depreciations, Form 8829 [3].....	46,613	10,348	* 9,504	* 844	0	23,017	13,248	* 8,996	* 890
Net income less deficit [1,2].....	17,818,889	2,822,264	1,424,132	862,353	535,779	3,812,833	11,183,792	1,708,644	1,794,590
Net income [1,2].....	20,785,006	3,516,634	1,739,362	1,083,714	693,558	4,376,655	12,891,717	1,969,196	2,299,659
Deficit [2].....	2,966,117	694,370	315,230	221,361	157,778	563,822	1,707,925	260,552	505,070

Footnotes at end of table.

Sole Proprietorship Returns, 2005

Table 2. Nonfarm Sole Proprietorships: Income Statements, by Industrial Sectors, Tax Year 2005—Continued

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

Net income status, item	Other services							Religious, grantmaking, civic, professional, and similar organizations	Unclassified establishments
	Total	Auto repair and maintenance				Miscellaneous repairs	Personal and laundry services		
		Total	Automotive mechanical and electrical repair and maintenance	Automotive body shops	Other auto repair and maintenance (including oil change, lube, and car washes)				
	(151)	(152)	(153)	(154)	(155)	(156)	(157)	(158)	(159)
BUSINESSES WITH NET INCOME									
Number of returns [1].....	1,824,281	253,694	129,440	66,485	57,769	382,244	1,188,343	184,823	324,260
Business receipts, total [1].....	68,536,568	19,100,540	9,704,732	5,838,578	3,557,230	15,462,230	33,973,798	3,249,931	3,818,009
Income from sales and operations [1].....	67,833,268	18,978,583	9,639,994	5,826,499	3,512,090	15,314,762	33,539,922	2,985,978	3,764,266
Other business income.....	703,300	121,957	64,738	12,079	45,140	147,468	433,875	263,953	53,742
Business deductions, total [1,2].....	47,751,636	15,583,906	7,965,370	4,754,864	2,863,673	11,085,571	21,082,158	1,281,933	1,518,403
Cost of sales and operations, total.....	15,679,753	7,367,705	3,864,640	2,198,685	1,304,381	4,562,400	3,749,648	111,073	363,576
Inventory, beginning of year.....	1,134,821	531,401	254,718	165,478	111,206	305,871	297,549	* 846	* 14,666
Cost of labor.....	1,472,433	656,135	329,217	247,154	79,763	342,521	473,777	* 7,408	* 12,398
Purchases.....	9,275,256	4,779,484	2,519,241	1,246,759	1,013,484	2,626,911	1,868,861	* 6,617	171,277
Materials and supplies.....	3,414,850	1,607,626	842,177	591,625	173,824	1,097,220	710,004	* 7,142	112,542
Other costs.....	1,555,470	334,700	184,227	116,757	33,717	503,565	717,204	* 91,765	86,168
Inventory, end of year.....	1,173,076	541,641	264,940	169,088	107,613	313,688	317,747	* 2,705	* 33,474
Advertising expenses.....	711,559	191,743	81,850	63,022	46,871	154,730	365,085	46,344	12,815
Car and truck expenses.....	3,497,234	688,013	317,184	225,532	145,297	1,213,411	1,595,810	356,380	191,142
Commissions.....	479,238	34,775	25,040	* 2,070	* 7,665	29,223	415,240	* 15,494	16,795
Contract labor.....	1,302,148	229,027	81,225	79,613	68,189	373,737	699,384	* 10,180	28,426
Depletion.....	3,514	* 1	0	0	* 1	* 2,330	1,183	0	* 111
Depreciation.....	2,015,339	664,703	352,725	186,552	125,426	528,017	822,619	23,533	48,301
Employee benefit programs.....	103,919	47,827	27,067	17,667	* 3,093	36,109	19,982	* 10,425	* 1,594
Insurance.....	986,321	385,947	201,736	117,732	66,479	240,551	359,823	12,018	35,533
Legal and professional services.....	421,197	129,419	71,175	40,398	17,846	64,157	227,621	15,250	30,157
Meals and entertainment deducted.....	209,468	44,350	20,315	10,192	13,843	53,991	111,127	25,526	29,537
Mortgage interest.....	317,449	156,371	96,064	40,578	19,729	50,112	110,966	* 16	* 4,078
Other interest paid on business indebtedness.....	289,895	103,167	40,711	33,295	29,161	56,923	129,805	* 1,228	9,526
Office expenses.....	527,828	136,808	61,587	49,341	25,880	116,135	274,885	42,741	17,809
Pension and profit-sharing plans.....	21,944	5,293	* 1,239	* 3,868	* 185	* 6,047	10,604	* 4,807	* 390
Rent on machinery and equipment.....	659,357	127,733	54,589	40,947	32,197	111,055	420,570	5,958	40,864
Rent on other business property.....	4,076,107	667,413	413,295	130,026	124,092	231,525	3,177,169	37,874	44,913
Repairs.....	814,136	241,424	114,651	71,727	55,046	164,079	408,633	5,838	44,467
Supplies.....	2,725,882	531,417	262,644	184,080	84,692	523,106	1,671,359	52,793	98,973
Salaries and wages.....	4,308,866	1,538,999	705,433	586,438	247,129	754,467	2,015,400	* 37,652	83,704
Taxes paid.....	1,102,464	469,222	210,442	179,498	79,281	181,360	451,882	3,448	11,543
Travel.....	321,084	25,799	11,312	7,236	7,251	101,870	193,415	75,406	46,338
Utilities.....	2,137,480	563,820	287,490	160,903	115,426	313,857	1,259,803	64,847	36,131
Other business deductions.....	4,131,400	1,130,409	607,788	293,524	229,096	988,013	2,012,978	260,266	245,505
Home office business deductions.....	454,085	61,951	29,100	26,642	* 6,209	155,152	236,983	27,450	17,462
Depreciation, Form 8829 [3].....	52,143	8,945	* 3,746	4,405	* 794	17,149	26,049	3,570	* 662
Casualty loss, Form 8829 [3].....	0	0	0	0	0	0	0	* 237	0
Excess—casualty depreciations, Form 8829 [3].....	* 3,209	* 2,393	* 2,393	* [4]	0	* 418	* 397	* 1,571	0
Net income [1,2].....	20,785,006	3,516,634	1,739,362	1,083,714	693,558	4,376,655	12,891,717	1,969,196	2,299,659
Returns with Schedule C-EZ:									
Number of returns.....	446,809	42,227	24,132	* 6,079	12,015	93,850	310,732	62,216	159,260
Business receipts.....	3,201,342	299,024	153,365	* 45,580	100,078	623,389	2,278,930	245,133	778,671
Business deductions.....	463,478	42,459	27,954	* 5,297	9,208	75,527	345,492	36,579	66,520
Net income.....	2,737,865	256,565	125,411	* 40,283	90,870	547,861	1,933,439	208,555	712,151

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

** Data combined to prevent disclosure of taxpayer information.

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

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

[3] These are selected line items from Form 8829, Expenses for Business Use of Your Home, and do not represent the total of the home office business deduction found on the Schedule C.

[4] Less than \$500.

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

Source: IRS, Statistics of Income Division, April 2007