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# SOI BULLETIN

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Information on the availability of supplemental data on the topics included in this issue, special tabulations undertaken on a reimbursable basis, or other SOI subjects, may be obtained by telephoning the SOI Statistical Information Services office (202-874-0410), or by writing to the Director, Statistics of Income Division RAS:S, Internal Revenue Service, P.O. Box 2608, Washington, D.C. 20013-2608.

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# Bulletin Board

## This Issue at a Glance

### Individual Income Tax Returns, 2004

by Michael Parisi and Scott Hollenbeck

Taxpayers filed 132.2 million individual income tax returns for Tax Year (TY) 2004, an increase from the 130.4 million returns filed for TY 2003. The adjusted gross income (AGI) less deficit reported on these returns totaled \$6.8 trillion, a 9.4-percent increase from the previous year. In constant dollars, this growth in AGI was 6.6 percent, the largest increase since 1998. Several income items increased appreciably during 2004, including net capital gain (less loss), dividends, and partnership and S corporation net income (less loss), which increased 60.9 percent, 27.5 percent, and 24.4 percent, respectively. Taxable income also showed a significant increase, 11.2 percent from 2003, to \$4.7 trillion. Statutory income tax rates remained constant for 2004 following 3 consecutive years of being lowered. With the large increase in taxable income and no reduction in tax rates for 2004, total income tax rose 11.2 percent to \$832.0 billion. This was the first time in 4 years that total income tax increased. For the second straight year, the alternative minimum tax (AMT) showed a substantial increase, \$3.6 billion (37.6 percent), with 0.7 million (31.3 percent) more taxpayers paying the AMT.

### Integrated Business Data, 2003

by Kelly Luttrell, Patrice Treubert, and Michael Parisi

The Tax Year 2003 Integrated Business Data article was developed to facilitate research on business issues across organizational forms combining corporation (C corporations and S corporations), partnership, and nonfarm sole proprietorship data. All business filings by corporations (C corporations and S corporations), partnerships, and nonfarm sole proprietorships grew by nearly 1.1 million between 2002 and 2003, to 27.5 million. Nonfarm sole proprietorships displayed the largest increase in number of filings, nearly 785 thousand, from 18.9 million for 2002 to 19.7 million for 2003. Overall, the number of business entities in real estate and rental and leasing increased 5.7 percent from 2002 to 2.7 million. The number of partnerships in this sector grew by 8.2 percent to 1.1 million during Tax Year 2003, a faster growth than any other entity type. For the first time, data for LLCs reporting as partnerships and nonfarm sole proprietorships have been combined. LLCs are a rapidly increasing entity type, representing nearly 46.0 percent of all partnership filings and 1.1

percent of all nonfarm sole proprietorships. For Tax Year 2003, some 220,615 single-member LLCs were reported, and 1,091,502 partnerships were reported as LLCs.

### Partnership Returns, 2004

by Tim Wheeler and Nina Shumofsky

The number of partnerships increased 7.2 percent, from 2,375,375 for Tax Year 2003 to 2,546,877 for Tax Year 2004. The number of partners increased by 10.3 percent, from 14,108,458 for 2003 to 15,556,553 for 2004. Total partnership net income (loss) increased by 27.7 percent, from \$301.4 billion for 2003 to \$384.7 billion for 2004. Partnerships classified in finance and insurance accounted for 36.5 percent of this increase. Total receipts increased 16.2 percent, from \$3.2 trillion for 2003 to \$3.7 trillion for 2004. Together, the finance and insurance, manufacturing, and real estate and rental and leasing sectors accounted for 63.3 percent of the increase. The largest component increases for total receipts were the following: \$273.2 billion for business receipts; \$110.0 billion for net long-term capital gains; and \$47.9 billion for net section 1231 gains. Total assets of partnerships reporting balance sheets increased 20.0 percent, from \$9.7 trillion for 2003 to \$11.6 trillion for 2004. The finance and insurance sector accounted for 54.5 percent of the increase. Partners classified as individuals received 33.7 percent of the total allocated income (loss), while partners classified as corporations received a 27.1-percent share. Individuals who were limited partners were the largest group of income recipients, receiving 23.0 percent of all allocated income.

### Private Foundations, Tax Year 2003

by Melissa Ludlum and Mark Stanton

The number of domestic private foundations that filed Form 990-PF for Tax Year 2003 increased by 4.2 percent from the previous year, to 76,348. The fair market value of total assets, after two years of decline, increased by 15.0 percent to \$475.0 billion for Tax Year 2003. After declining for 3 consecutive tax years, revenue received also increased, with foundations receiving 74.2 percent more revenue for Tax Year 2003 than 2002. However, reported contributions, gifts, and grants distributed were just 1.4 percent larger than for the previous year. Private foundations are exempt from income tax, but must report and pay excise taxes under Internal Revenue Code sections 4940 through 4945.

For Tax Year 2003, domestic private foundations reported nearly \$332.6 million in excise tax liability.

### **Charities and Other Tax-Exempt Organizations, 2003**

*by Paul Arnsberger*

For Tax Year 2003, nonprofit charitable organizations (excluding private foundations) tax-exempt under section 501(c)(3) reported \$1.9 trillion in total assets and \$1.1 trillion in revenue. The number of returns filed by these organizations was 263,353, including both Form 990 and the shorter Form 990-EZ filers.

Program service revenue, the fees received for the programs conducted in support of the purposes for which the tax exemptions under section 501(c)(3) were granted, was \$754.6 billion for Tax Year 2003. It represented more than two-thirds of the total revenue reported by charitable organizations. Contributions, gifts, and grants increased to \$230.0 billion, 7.2 percent more than for 2002. This source of revenue accounted for more than one-half of the total revenue of organizations with asset holdings of less than 1 million dollars, but for a much smaller share of the total revenue of the larger organizations. Expenses rose by 8.0 percent over those reported in 2002, to \$1.0 trillion.

Using the National Taxonomy of Exempt Entities codes (which classify organizations by institutional purpose and major programs and activities), health care was the predominant major category, accounting for 39.0 percent of assets and 57.0 percent of total revenue reported by nonprofit charitable organizations.

### **Tax-Exempt Bonds, 2003-2004**

*by Cynthia Belmonte*

State and local governmental units issued over \$872.3 billion of tax-exempt bonds during Calendar Years 2003 and 2004. A total of \$354.0 billion of Governmental bonds were issued in 2003--the highest issuance volume to date and a 4.1-percent increase over 2002. For 2004, Governmental bond issuance fell to \$330.4 billion. A total of \$94.0 billion of tax-exempt private activity bonds were issued in 2003 and 2004, which represented no significant change over the \$93.0 billion issued in 2002.

The proceeds of tax-exempt Governmental bonds help finance essential public projects. More than half of the dollar volume of all long-term Governmental bonds issued during 2003 and 2004 were to finance

projects related to education, utilities, and transportation. Proceeds of tax-exempt private activity bonds are used and secured by private entities and sources. For 2003 and 2004, about 72.0 percent of long-term tax-exempt private activity bond proceeds were attributable to qualified mortgage bonds, residential rental bonds, and bonds issued to benefit Internal Revenue Code section 501(c)(3) tax-exempt organizations. Data on the distribution of both Governmental and private activity tax-exempt bond issues, including detail by bond purpose, State of issue, and size of issue, are presented in this article.

### **Corporate Foreign Tax Credit, 2002**

*Data Release*

For Tax Year 2002, U.S. corporations claimed \$42.4 billion in foreign tax credits. Corporations claiming a foreign tax credit paid \$121.5 billion in worldwide income taxes on \$343.9 billion in worldwide income. Of these amounts, 34.1 percent (\$41.5 million) of the taxes and 46.8 percent (\$160.9 million) of the income were derived from foreign sources.

## **Behind the Scenes**

### **SOI Advisory Panel Meets**

The Statistics of Income (SOI) Advisory Panel met on October 27 at the Heritage Foundation in Washington, DC. SOI Director Tom Petska, along with more than 90 attendees and panel members, all shared a productive day of working together to better understand the needs of the Panel and public, as well as learning about new and recurring research initiatives of the SOI staff.

The attendees were from a variety of places including Research, Analysis, and Statistics, SOI, Office of Tax Analysis (OTA), Federal Reserve Board, Urban Institute, Heritage Foundation, Census Bureau, Bureau of Economic Analysis, Investment Company Institute, National Bureau of Economic Research, Joint Economic Committee, Government Accountability Office, Mathematica, IBM, Canada Revenue Agency, Ernst and Young, *USA Today*, Rutgers University, University of Connecticut, Carnegie-Mellon University, Carleton



College, PricewaterhouseCoopers, and California Franchise Tax Board.

The day began with three subject-matter presentations, all making use of individual income tax panel data. The first was entitled “Creativity and Compromise: Constructing a Panel of Income and Estate Tax Data for Wealthy Individuals” from Barry Johnson and Lisa Schreiber. The second and third presentations were “The 1999-2003 Individual Income Tax Return Panel: A First Look at the Data and Estimating the Elasticity of Taxable Income Using Panel Data,” presented by Michael Weber (SOI) and Brad Heim (OTA), respectively. Mike’s paper made use of the new 1999-based “edited” panel, while the other papers used data from the 1987-forward “family panel.” These papers were discussed by SOI Advisory Panel members Jenny Wahl, Lin Smith, and Dan Feenberg, who provided useful comments about how the papers could be improved and extended.

After a break, there was a general discussion led by Ralph Rector and Diane Lim Rogers on what kinds of tabulations from panel data SOI should produce for public use. Panel members and other attendees talked about how to convey information about year-to-year variation in a table, and about the tradeoff between providing a rich set of information about income variability cross-tabulated by age and other demographic characteristics, and providing user-friendly tables for less experienced users. Panel members also discussed how to choose among various research proposals, given that there are many interesting questions that can be addressed with panel data but limited SOI resources.

Next, Barry Johnson spoke with attendees about the dynamic tables tool currently being tested on the Tax Stats Web site. Barry summarized usage statistics and then solicited feedback from Panel members to aid SOI in determining whether to fund a permanent tool, and if so, what improvements to make. While some Panel members would choose other projects over funding dynamic tables, most members agreed that the tool was likely to be very useful for public data users and should be continued.

The luncheon address was by Paul Overberg, database editor at *USA Today*. Mr. Overberg shared his ideas of how to make statistics more user-friendly and how to engage an audience using statistics. For example, Mr. Overberg spoke about the importance of layering statistical presentations to provide simple but complete graphs for casual users, then tables and article

for more experienced users, and more complex datasets for power users.

Ron Naylor continued the afternoon with a presentation outlining “Strategic Planning at Canada Revenue Agency’s Statistics Division.” Two more subject-matter reports followed entitled, “Factors in Estates’ Utilization of Special Provisions for Small and Closely-Held Businesses” by Brian Raub and Martha Gangi and “Overview of IRS Taxpayer Compliance Burden Models” by Wu-Lang Lee and Michael Sebastiani. The final discussants of the day were Len Burman and Bob Strauss.

### **SOI Staff Participate in NTA’s 99th Annual Conference on Taxation**

Seven members of Research, Analysis, and Statistics (RAS) attended the annual meeting of the National Tax Association (NTA), held on November 16-18 in Boston. Janet McCubbin (Special Studies Branch)



organized and moderated the session “Tax Benefits and Administrative Burdens, Recent Research from the Internal Revenue Service,” featuring three RAS papers. Martha Gangi and Brian Raub (Special Studies Branch) presented “Factors in Estates’ Utilization of Special Tax Provisions for Family-Owned Farms and Closely Held Businesses.” This paper extends Martha and Brian’s Summer 2006 *SOI Bulletin* article by using a logistic regression model to examine the probability that an estate used special use valuation, Qualified Family Owned Business Interest deduction or deferral provisions, given the size and composition of the estate and demographic characteristics of the decedent.

Matthew Scoffice (Corporation Statistics Branch) presented “Corporation Life Cycles: Examining Attrition Trends and Return Characteristics in Statistics of Income Cross Sectional 1120 Samples.” Matt examines the filing behavior and return characteristics of corporations selected for the 1993 SOI sample, over the period of Tax Years 1993-2003. Returns can drop out of the SOI sample because the sampling criteria change, because the firm shrinks in size becoming subject to lower sampling rates, or because the firm ceases to exist or stops filing for another reason. Matt finds that most returns that dropped out of the SOI sample also dropped out of the filing population. Larger, older corporations were more likely to be in the SOI sample for at least 8 years than were other firms.

## Bulletin Board

Michelle Chu (RAS, Office of Research) and Melissa Kovalick (RAS) presented “An Analysis of the Free File Program.” The paper describes the evolution of the program since its inception in 2003, and uses survey and tax return data to examine the characteristics of Free File users and satisfaction with the program. They find that Free Filers tend to be young and single, tend have lower incomes, and tend to receive refunds. Most TY 2005 Free Filers had also filed electronically in the previous year; but 17 percent had filed a paper return for TY 2004, and 18 percent had not filed at all for TY 2004. Thus, Free Filing appears to contribute to the overall increase in electronic filing. Tax Year 2005 survey data indicate that users like the program, with 94 percent of respondents indicating that they would use Free File again. Marsha Blumenthal, University of St. Thomas, provided helpful comments on all three papers and praised the authors for undertaking interesting and challenging research.

accessible online at <http://www.irs.gov/taxstats/productsandpubs/article/0,,id=163302.html>.

For ordering instructions or questions regarding this and any other SOI data, fax the SOI Statistical Information Services office at (202) 874-0964, or e-mail at [sis@irs.gov](mailto:sis@irs.gov).

### Upcoming Features

The following articles or data releases are tentatively planned for inclusion in the Winter 2006-2007 issue of the *Statistics of Income Bulletin* scheduled to be published in March 2007:

- Individual Income Tax Returns, Preliminary, 2005;
- Individual Income Tax Rates and Tax Shares, 2004;
- Farm Proprietorship Returns, 1998-2004;
- Split-Interest Trusts, Filing Year 2005;
- Unrelated Business Income Tax Returns, 2003; and
- Projections, 2007-2013.

### What's New

#### Methodology Report Published

SOI published the newest report in the IRS Methodology Report series, *Special Studies in Federal Tax Statistics: 2005*. The volume includes selected papers presented at the 2005 Annual Meetings of the American Statistical Association (ASA) held in Minneapolis, MN, in August 2005 (nine papers), and at the annual conference of the National Tax Association in Miami, FL, in November 2005 (five papers). The report has been divided into seven areas of interest: new research from the IRS; corporate tax issues: book-tax differences and measuring tax avoidance; behavioral responses to corporate taxation; issues in quantifying measurement error; interesting methodological topics related to Internal Revenue Service tax statistics; estate and personal wealth sample design; and IRS area-to-area migration data. Printed copies are available from SOI's Statistical Information Services Office at (202) 874-0410. The papers are also



### Public Release of SOI Information

The following table, “Goals for Public Release of SOI Information,” presents SOI’s goals for completing the major statistical programs now being processed. Included is the month projected for release of the final results, in advance of publication, upon request. The table also gives critical dates preceding release dates for the final statistics, in order to clarify some of the operating constraints that explain why we release data when we do.

Overall, SOI is an annual program, and many data requirements remain the same from year to year. Other requirements do change because the tax laws change, and the needs of the tax policymakers in the Treasury Department and the Congressional Joint Committee on Taxation change. In addition, there are sometimes revisions to the program dictated by resource constraints and by changes in the system of administrative processing of tax returns on which the SOI samples depend.

We will make every effort to meet these release dates in order to provide you, the public, with timely and accurate data.

### Goals for Public Release of SOI Information

| Statistics of Income program and year                         | End of tax year | Close of filing period-- |                         | Close of sampling period | Tentative release date for final data |
|---|-----------------|--------------------------|-------------------------|--------------------------|---------------------------------------|
|   |                 | Regular                  | With extensions of time |                          |                                       |
|   | (1)             | (2)                      | (3)                     | (4)                      | (5)                                   |
| <b>Individual income tax returns:</b>                         |                 |                          |                         |                          |                                       |
| 2005.....   | December 2005   | April 2006               | October 2006            | December 2006            | August 2007                           |
| 2006.....   | December 2006   | April 2007               | August 2007             | December 2007            | August 2008                           |
| <b>Nonfarm sole proprietorships:</b>                          |                 |                          |                         |                          |                                       |
| 2005.....   | December 2005   | April 2006               | October 2006            | December 2006            | August 2007                           |
| 2006.....   | December 2006   | April 2007               | August 2007             | December 2007            | August 2008                           |
| <b>Partnerships:</b>  |                 |                          |                         |                          |                                       |
| 2005.....   | December 2005   | April 2006               | October 2006            | December 2006            | July 2007                             |
| 2006.....   | December 2006   | April 2007               | October 2007            | December 2007            | July 2008                             |
| <b>Corporations: [1]</b>                                      |                 |                          |                         |                          |                                       |
| 2004.....   | June 2005       | September 2005           | March 2006              | June 2006                | March 2007                            |
| 2005.....   | June 2006       | September 2006           | March 2007              | June 2007                | March 2008                            |
| <b>Corporation foreign tax credit: [2]</b>                    |                 |                          |                         |                          |                                       |
| 2004.....   | June 2005       | September 2005           | March 2006              | June 2006                | October 2007                          |
| 2005.....   | June 2006       | September 2006           | March 2007              | June 2007                | October 2008                          |
| <b>Controlled foreign corporations: [2]</b>                   |                 |                          |                         |                          |                                       |
| 2004.....   | June 2005       | September 2005           | March 2006              | June 2006                | October 2007                          |
| <b>Tax-exempt organizations:[3]</b>                           |                 |                          |                         |                          |                                       |
| 2004.....   | November 2005   | April 2006               | October 2006            | December 2006            | August 2007                           |
| 2005.....   | November 2006   | April 2007               | October 2007            | December 2007            | August 2008                           |
| <b>Private foundations: [3]</b>                               |                 |                          |                         |                          |                                       |
| 2004.....   | November 2005   | April 2006               | October 2006            | December 2006            | August 2007                           |
| 2005.....   | November 2006   | April 2007               | October 2007            | December 2007            | August 2008                           |
| <b>Tax-exempt organization unrelated business income: [3]</b> |                 |                          |                         |                          |                                       |
| 2004.....   | November 2005   | April 2006               | October 2006            | December 2006            | September 2007                        |
| 2005.....   | November 2006   | April 2007               | October 2007            | December 2007            | September 2008                        |
| <b>Estate tax returns:</b>                                    |                 |                          |                         |                          |                                       |
| 2006.....   | [4]             | [4]                      | [4]                     | December 2006            | October 2007                          |
| 2007.....   | [4]             | [4]                      | [4]                     | December 2007            | October 2008                          |
| <b>Split-interest trusts:</b>                                 |                 |                          |                         |                          |                                       |
| 2004.....   | [5]             | [5]                      | [5]                     | December 2006            | October 2007                          |
| 2005.....   | [5]             | [5]                      | [5]                     | December 2007            | October 2008                          |
| <b>Gift tax returns:</b>                                      |                 |                          |                         |                          |                                       |
| 2004.....   | [4]             | [4]                      | [4]                     | December 2005            | October 2007                          |
| 2005.....   | [4]             | [4]                      | [4]                     | December 2006            | October 2008                          |

[1] Corporation statistics for 2004 represent accounting periods ended July 2004 through June 2005. Study Year 2005 is similarly defined.

[2] Data for 2004 represent accounting periods ending July 2004 through June 2005. Data for Study Year 2005 are similarly defined.

[3] Data for 2004 represent tax years ending between December 2004 and November 2005. Study Year 2005 is similarly defined.

[4] Estate tax and gift tax return statistics are processed on a filing-year, rather than on a year-of-death or gift-year (tax-year) basis. At a later stage (not shown here), the underlying data from several filing years are combined by year of death or gift year, respectively.

[5] Split-interest trust statistics are processed on a filing-year rather than a tax-year basis.

# Revisions to the Spring 2006 Issue

## Split-Interest Trusts, Filing Year 2004

On pages 168 and 170 of the Spring 2006 SOI Bulletin:

In Figure B, as well as in the related text, the paid and unpaid preparer categories were mislabeled. The corrected figure and related text are presented below.

A paid preparer completed 68.7 percent of returns filed in 2004. However, the trustee type may indicate the presence of a professional preparer even when the return does not indicate a paid preparer. Of those returns which did not indicate a paid preparer, 64.5 percent reported financial institutions or charities as the trustee. When entities such as these are acting as trustee, it is likely that the return was professionally prepared even if a paid preparer did not sign the return. Charitable lead trusts (CLTs) were the type of trust most likely to be completed by a paid preparer; in 2004, only 17.1 percent of returns filed for CLTs were not completed by a paid preparer. Pooled income funds were the type of trust least likely to be completed by a paid preparer. Trusts with the grantor acting as trustee were the most likely to utilize a paid preparer. Returns reporting charities acting as trustee were the least likely to be prepared by a paid preparer.

### Utilization of Paid Preparers and Distribution of Trustee Type, by Type of Trust, Filing Year 2004

| Type of trustee/<br>preparer status     | All            |              | Charitable remainder<br>annuity trust |              | Charitable remainder<br>unitrust |              | Charitable lead trust |              | Pooled income fund |              |
|---|----------------|--------------|---------------------------------------|--------------|----------------------------------|--------------|-----------------------|--------------|--------------------|--------------|
|   | Number         | Percent      | Number                                | Percent      | Number                           | Percent      | Number                | Percent      | Number             | Percent      |
|   | (1)            | (2)          | (3)                                   | (4)          | (5)                              | (6)          | (7)                   | (8)          | (9)                | (10)         |
| <b>All returns</b> .....                | <b>123,205</b> | <b>100.0</b> | <b>22,626</b>                         | <b>100.0</b> | <b>93,329</b>                    | <b>100.0</b> | <b>5,658</b>          | <b>100.0</b> | <b>1,591</b>       | <b>100.0</b> |
| Grantor or beneficiary.....             | 32,115         | 26.1         | 2,236                                 | 9.9          | 28,949                           | 31.0         | 850                   | 15.0         | *80                | *5.0         |
| Other individual.....                   | 5,721          | 4.6          | 655                                   | 2.9          | 3,941                            | 4.2          | 1,124                 | 19.9         | --                 | --           |
| Financial institution.....              | 19,930         | 16.2         | 3,644                                 | 16.1         | 14,735                           | 15.8         | 913                   | 16.1         | 638                | 40.1         |
| Charity.....                            | 33,262         | 27.0         | 9,802                                 | 43.3         | 22,905                           | 24.5         | *94                   | *1.7         | 461                | 29.0         |
| Other entity <sup>1</sup> .....         | 32,178         | 26.1         | 6,289                                 | 27.8         | 22,800                           | 24.4         | 2,677                 | 47.3         | 412                | 25.9         |
| <b>Paid preparer <sup>2</sup></b> ..... | <b>84,581</b>  | <b>68.7</b>  | <b>12,359</b>                         | <b>54.6</b>  | <b>66,762</b>                    | <b>71.5</b>  | <b>4,690</b>          | <b>82.9</b>  | <b>771</b>         | <b>48.5</b>  |
| Grantor or beneficiary.....             | 30,409         | 24.7         | 2,162                                 | 9.6          | 27,395                           | 29.4         | 772                   | 13.6         | 80                 | 5.0          |
| Other individual.....                   | 5,242          | 4.3          | 534                                   | 2.4          | 3,605                            | 3.9          | 1,104                 | 19.5         | --                 | --           |
| Financial institution.....              | 8,757          | 7.1          | 1,403                                 | 6.2          | 6,606                            | 7.1          | 497                   | 8.8          | 251                | 15.8         |
| Charity.....                            | 19,531         | 15.9         | 4,410                                 | 19.5         | 14,701                           | 15.8         | *70                   | *1.2         | 350                | 22.0         |
| Other entity <sup>1</sup> .....         | 20,642         | 16.8         | 3,850                                 | 17.0         | 14,455                           | 15.5         | 2,246                 | 39.7         | 91                 | 5.7          |
| <b>Unpaid preparer</b> .....            | <b>38,624</b>  | <b>31.3</b>  | <b>10,268</b>                         | <b>45.4</b>  | <b>26,568</b>                    | <b>28.5</b>  | <b>968</b>            | <b>17.1</b>  | <b>820</b>         | <b>51.5</b>  |
| Grantor or beneficiary.....             | 1,706          | 1.4          | 74                                    | 0.3          | 1,554                            | 1.7          | *78                   | *1.4         | --                 | --           |
| Other individual.....                   | 478            | 0.4          | *122                                  | *0.5         | 336                              | 0.4          | 20                    | 0.4          | --                 | --           |
| Financial institution.....              | 11,173         | 9.1          | 2,241                                 | 9.9          | 8,129                            | 8.7          | 415                   | 7.3          | 387                | 24.3         |
| Charity.....                            | 13,730         | 11.1         | 5,392                                 | 23.8         | 8,203                            | 8.8          | *24                   | *0.4         | 111                | 7.0          |
| Other entity <sup>1</sup> .....         | 11,537         | 9.4          | 2,439                                 | 10.8         | 8,345                            | 8.9          | 431                   | 7.6          | 322                | 20.2         |

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

<sup>1</sup> Other entities include trusts and noncharitable organizations.

<sup>2</sup> The presence of a paid preparer is indicated on Form 5227 by the completion of the paid preparer section found on page 4 of the return.

# Individual Income Tax Returns, 2004

by Michael Parisi and Scott Hollenbeck

**T**axpayers filed 132.2 million individual income tax returns for Tax Year (TY) 2004, an increase from the 130.4 million returns filed for TY 2003. The adjusted gross income (AGI) less deficit reported on these returns totaled \$6.8 trillion, a 9.4-percent increase from the previous year. In constant dollars, this growth in AGI was 6.6 percent, the largest increase since 1998. Several income items increased appreciably during 2004, including net capital gain (less loss), dividends, and partnership and S corporation net income (less loss), which increased 60.9 percent, 27.5 percents and 24.4 percent, respectively. Taxable income also showed a significant increase, 11.2 percent from 2003, to \$4.7 trillion. Statutory income tax rates remained constant for 2004 following 3 consecutive years of being lowered. With the large increase in taxable income and no reduction in tax rates for 2004, total income tax rose 11.2 percent to \$832.0 billion. This was the first time in 4 years that total income tax increased. For the second straight year, the alternative minimum tax (AMT) showed a substantial increase, \$3.6 billion (37.6 percent), with 0.7 million (31.3 percent) more taxpayers paying the AMT.

Itemized deductions were claimed on 35.0 percent of all returns filed and represented 64.0 percent of the total deductions amount. Taxes paid, the largest itemized deduction (35.0 percent of the total), increased 16.6 percent to \$362.6 billion. This increase was partially attributable to a change in tax law, which allowed a taxpayer to deduct State and local general sales taxes instead of State and local income taxes as an itemized deduction on Schedule A. A total of 11.2 million taxpayers claimed this new deduction for a total of \$17.5 billion.

## Adjusted Gross Income and Selected Sources of Income

As shown in Figure A, adjusted gross income (AGI) increased 9.4 percent to almost \$6.8 trillion for 2004. The largest component of AGI, salaries and wages, increased 5.8 percent from \$4.6 trillion to \$4.9 trillion. With larger increases in other compo-

nents of AGI, the share of salaries and wages in AGI decreased to 72.5 percent for 2004, down from 74.9 percent for 2003. The positive component of AGI that had the largest percentage increase was net capital gain (less loss). As shown in Figure B, \$473.7 billion of net capital gain (less loss) were realized for 2004, about 60.9 percent more than for 2003. Net capital gain (less loss) reached the highest level since 2000 (\$630.5 billion).

Several other components of AGI increased for 2004, including ordinary dividends, and partnership and S corporation net income (less loss) which had the second and third largest percentage increases, increasing by 27.5 percent and 24.4 percent, respectively. The next largest increase was for taxable Individual Retirement Account (IRA) distributions, which increased by 15.1 percent to \$101.7 billion. Taxable Social Security benefits, taxable pensions and annuities, and business or profession net income (less loss) rose by 13.0 percent, 5.7 percent, and 7.6 percent, respectively. Taxable unemployment income decreased by 25.6 percent to \$32.7 billion. Table 1 shows detailed information for the components of AGI.

## Losses

Total negative income includes net negative income line items from individual income tax returns [1]. Total negative income, i.e., net loss, included in AGI increased 8.7 percent to \$303.5 billion for 2004 (Figure C). The increases to business or profession net loss, farm net loss, total rental and royalty net loss, and net operating loss combined accounted for the majority of the \$24.2-billion increase in net loss for 2004 [2]. For 2004, the largest percentage increase, 32.4 percent, in losses was for estate and trust net losses. However, estate and trust net losses only accounted for 0.5 percent of total net losses. Net capital loss (12.0 percent) and sales of property other than capital assets net loss (5.9 percent) were the only two items to decrease [3]. Decreases in these items for 2003 and 2004 followed a period of increases from 1997 through 2002 [4].

## Statutory Adjustments

Statutory adjustments, which are subtracted from total income in the computation of AGI, increased 12.0 percent to \$98.0 billion for 2004 (Figure D). All of the statutory adjustments increased for 2004, except

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## Figure A

### Adjusted Gross Income, Taxable Income, and Total Income Tax, Tax Years 2003 and 2004

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

| Item                                      | 2003              |           | 2004              |           | Percentage change in amount |
|---|-------------------|-----------|-------------------|-----------|-----------------------------|
|   | Number of returns | Amount    | Number of returns | Amount    |                             |
|   | (1)               | (2)       | (3)               | (4)       | (5)                         |
| Adjusted gross income (less deficit)..... | 130,424           | 6,207,109 | 132,226           | 6,788,805 | 9.4                         |
| Exemptions [1].....                       | 261,126           | 781,305   | 263,896           | 800,690   | 2.5                         |
| Taxable income.....                       | 101,393           | 4,200,218 | 102,738           | 4,670,166 | 11.2                        |
| Total income tax.....                     | 88,922            | 748,017   | 89,102            | 831,976   | 11.2                        |
| Alternative minimum tax.....              | 2,358             | 9,470     | 3,096             | 13,029    | 37.6                        |

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

## Figure B

### Total and Selected Sources of Adjusted Gross Income, Tax Years 2003 and 2004

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

| Item   | 2003              |                  | 2004              |                  | Change in amount | Percentage change in amount |
|--|-------------------|------------------|-------------------|------------------|------------------|-----------------------------|
|  | Number of returns | Amount           | Number of returns | Amount           |                  |                             |
|  | (1)               | (2)              | (3)               | (4)              | (5)              | (6)                         |
| <b>Adjusted gross income (less deficit) [1].....</b>                   | <b>130,424</b>    | <b>6,207,109</b> | <b>132,226</b>    | <b>6,788,805</b> | <b>581,696</b>   | <b>9.4</b>                  |
| Salaries and wages.....  | 110,891           | 4,649,900        | 112,370           | 4,921,806        | 271,906          | 5.8                         |
| Taxable interest.....  | 59,459            | 127,160          | 57,606            | 125,474          | -1,686           | -1.3                        |
| Ordinary dividends.....  | 30,475            | 115,141          | 30,687            | 146,839          | 31,698           | 27.5                        |
| Qualified dividends.....   | 22,449            | 80,995           | 24,550            | 110,500          | 29,506           | 36.4                        |
| Business or profession net income (less loss).....                     | 19,416            | 229,655          | 20,252            | 247,217          | 17,562           | 7.6                         |
| Net capital gain (less loss).....                                      | 22,985            | 294,354          | 25,267            | 473,662          | 179,308          | 60.9                        |
| Capital gain distributions [2].....                                    | 7,265             | 4,695            | 10,733            | 15,336           | 10,641           | 226.6                       |
| Sales of property other than capital assets, net gain (less loss)..... | 1,754             | -330             | 1,750             | 2,503            | 2,833            | ( Z )                       |
| Sales of property other than capital assets, net gain.....             | 799               | 8,139            | 858               | 10,473           | 2,335            | 28.7                        |
| Taxable Social Security benefits.....                                  | 10,975            | 97,768           | 11,692            | 110,462          | 12,694           | 13.0                        |
| Total rental and royalty net income (less loss) [3].....               | 9,564             | 29,227           | 9,751             | 27,384           | -1,842           | -6.3                        |
| Partnership and S corporation net income (less loss).....              | 7,007             | 254,057          | 7,236             | 315,993          | 61,936           | 24.4                        |
| Estate and trust net income (less loss).....                           | 533               | 12,415           | 543               | 14,001           | 1,586            | 12.8                        |
| Farm net income (less loss).....                                       | 1,997             | -12,371          | 2,005             | -13,239          | -868             | -7.0                        |
| Farm net income.....   | 592               | 7,473            | 589               | 7,371            | -101             | -1.4                        |
| Unemployment compensation.....   | 10,065            | 44,008           | 9,095             | 32,740           | -11,268          | -25.6                       |
| Taxable pensions and annuities.....                                    | 22,823            | 372,931          | 23,123            | 394,286          | 21,354           | 5.7                         |
| Taxable Individual Retirement Account distributions.....               | 8,612             | 88,336           | 8,914             | 101,672          | 13,337           | 15.1                        |
| Other net income (less loss) [4].....                                  | n.a.              | 21,289           | n.a.              | 23,198           | 1,908            | 9.0                         |
| Gambling earnings.....   | 1,540             | 19,150           | 1,709             | 23,313           | 4,164            | 21.7                        |

n.a. - Not available.

( Z ) Percent not calculated.

[1] Sources of adjusted gross income shown are not comprehensive and, therefore, do not add to total adjusted gross income.

[2] Includes both Schedule D and non-Schedule D capital gain distributions.

[3] Includes farm rental net income (less loss).

[4] Other net income (less loss) represents data reported on Form 1040, line 21, except net operating loss, the foreign-earned income exclusion, and gambling earnings.

See footnote 2 of Table 1.

for the student loan interest deduction, which decreased 0.3 percent. The 58.4-percent increase in the tuition and fees deduction to \$10.6 billion was attributable to two changes in the law. First, there was an increase in the maximum deduction from \$3,000 to

\$4,000. Second, a taxpayer was permitted to deduct up to \$2,000 if his or her AGI was higher than the previous limit of \$65,000 (\$130,000 if married filing jointly) limit but not more than \$80,000 (\$160,000 if married filing jointly). The largest statutory

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## Figure C

### Sources of Net Losses Included in Adjusted Gross Income, Tax Years 2003 and 2004

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

| Item   | 2003              |                | 2004              |                | Percentage change in amount |
|--|-------------------|----------------|-------------------|----------------|-----------------------------|
|  | Number of returns | Amount         | Number of returns | Amount         |                             |
|  | (1)               | (2)            | (3)               | (4)            | (5)                         |
| <b>Total net losses</b> .....                              | <b>n.a.</b>       | <b>279,243</b> | <b>n.a.</b>       | <b>303,458</b> | <b>8.7</b>                  |
| Business or profession net loss.....                       | 4,973             | 38,927         | 5,194             | 43,007         | 10.5                        |
| Net capital loss [1].....                                  | 12,808            | 28,952         | 11,513            | 25,492         | -12.0                       |
| Net loss, sales of property other than capital assets..... | 955               | 8,469          | 892               | 7,971          | -5.9                        |
| Total rental and royalty net loss [2].....                 | 4,242             | 33,453         | 4,380             | 38,466         | 15.0                        |
| Partnership and S corporation net loss.....                | 2,553             | 78,972         | 2,498             | 82,697         | 4.7                         |
| Estate and trust net loss.....                             | 33                | 1,084          | 36                | 1,436          | 32.4                        |
| Farm net loss.....   | 1,405             | 19,844         | 1,416             | 20,610         | 3.9                         |
| Net operating loss [3].....                                | 712               | 62,825         | 830               | 75,012         | 19.4                        |
| Other net loss [4].....                                    | 290               | 6,718          | 359               | 8,768          | 30.5                        |

n.a. - Not available.

[1] Includes only the portion of capital losses allowable in the calculation of adjusted gross income. Only \$3,000 of net capital loss per return (\$1,500 for married filing separately) are allowed to be included in negative total income. Any excess is carried forward to future years.

[2] Includes farm rental net loss.

[3] See footnote 2 of this article for a definition of net operating loss.

[4] Other net loss represents losses reported on Form 1040, line 21, except net operating loss and the foreign-earned income exclusion.

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

## Figure D

### Statutory Adjustments, Tax Years 2003 and 2004

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

| Item   | 2003              |               | 2004              |               | Percentage change in amount |
|--|-------------------|---------------|-------------------|---------------|-----------------------------|
|  | Number of returns | Amount        | Number of returns | Amount        |                             |
|  | (1)               | (2)           | (3)               | (4)           | (5)                         |
| <b>Total statutory adjustments</b> .....                 | <b>30,382</b>     | <b>87,576</b> | <b>32,154</b>     | <b>98,047</b> | <b>12.0</b>                 |
| Payments to an Individual Retirement Account.....        | 3,418             | 10,007        | 3,331             | 10,029        | 0.2                         |
| Educator expenses deduction.....                         | 3,241             | 806           | 3,402             | 858           | 6.5                         |
| Moving expenses adjustment.....                          | 1,024             | 2,440         | 1,096             | 2,952         | 21.0                        |
| Student loan interest deduction.....                     | 6,953             | 4,410         | 7,527             | 4,399         | -0.3                        |
| Tuition and fees deduction.....                          | 3,571             | 6,684         | 4,710             | 10,589        | 58.4                        |
| Self-employment tax deduction.....                       | 15,373            | 19,791        | 15,920            | 21,109        | 6.7                         |
| Self-employed health insurance deduction.....            | 3,802             | 16,454        | 3,884             | 18,457        | 12.2                        |
| Payments to a self-employed retirement (Keogh) plan..... | 1,209             | 17,796        | 1,201             | 19,296        | 8.4                         |
| Forfeited interest penalty.....                          | 736               | 150           | 780               | 210           | 39.7                        |
| Alimony paid.....  | 587               | 7,520         | 574               | 8,470         | 12.6                        |
| Other adjustments [1].....                               | n.a.              | 1,518         | n.a.              | 1,677         | 10.5                        |

n.a. - Not available.

[1] Includes foreign housing adjustment, Medical Savings Accounts deduction, certain business expenses of reservists, performing artists, etc., and other adjustments for 2003. For 2004, other adjustments include these plus the health savings account deduction (90,857 returns totaling \$190.7 million).

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

adjustment was the self-employment tax deduction, representing 21.5 percent of the total. This adjustment increased 6.7 percent to \$21.1 billion for 2004. Payments to self-employed retirement (Keogh) plans increased 8.4 percent to \$19.3 billion, while the self-employed health insurance deduction increased 12.2 percent to \$18.5 billion. These were the second and third largest statutory adjustments for 2004.

Tax law changes in 2004 created two new line item adjustments: the health savings account (HSA) adjustment and certain business expenses of reservists. The HSA adjustment is reported separately. The expenses of reservists are reported together with the expenses of performing artists and fee-basis Government officials. Previously, the latter two items were "write-in" items on Form 1040 (see

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the *Changes in Law* section of this article). Almost 91,000 taxpayers took the health savings account adjustment, for a total of \$0.2 billion, while the total adjustment for reservists, performing artists, and fee-basis Government officials was \$0.3 billion.

## Deductions

The total standard deduction claimed on 2004 individual income tax returns, i.e., the basic standard deduction plus the additional standard deduction for age or blindness, increased 0.9 percent to \$560.9 billion (Figure E). Total deductions, the sum of the total standard deduction and total itemized deductions (after limitation), increased by 7.0 percent to just under \$1.6 trillion. The number of returns claiming a standard deduction decreased 0.7 percent for 2004, accounting for 63.5 percent of all returns filed. This decrease may be partially attributable to a change in the law allowing individuals to deduct State and local general sales taxes in lieu of deducting State and local income taxes if they itemized their deductions for 2004. This may have contrib-

uted to some individuals itemizing rather than taking the standard deduction (see the *Changes in Law* section of this article). The average standard deduction rose by \$110 from the 2003 average to \$6,676.

Statistics for returns with itemized deductions are presented in Figure E and Table 3. Itemized deductions were claimed on 35.0 percent of all returns filed and represented 64.0 percent of the total deductions amount [5]. The average for total itemized deductions (after limitation) was \$21,544, up \$1,024 from the average for 2003.

Total itemized deductions (before limitation) increased for 2004 by 11.2 percent, and the number of taxpayers itemizing increased by 5.4 percent from 2003 levels. Taxes paid, the largest itemized deduction (35.0 percent of the total), increased 16.6 percent to \$362.6 billion. This increase was partially attributable to the change in tax law, which allowed a taxpayer to deduct State and local general sales taxes instead of State and local income taxes (cited above) as an itemized deduction. The total State and local tax deduction increased by 20.1 percent to

**Figure E**

### Selected Itemized Deductions and the Standard Deduction, Tax Years 2003 and 2004

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

| Item  | 2003                  |                  | 2004                  |                  | Percentage change     |             |
|---|-----------------------|------------------|-----------------------|------------------|-----------------------|-------------|
|   | Number of returns [1] | Amount           | Number of returns [1] | Amount           | Number of returns [1] | Amount      |
|   | (1)                   | (2)              | (3)                   | (4)              | (5)                   | (6)         |
| <b>Total itemized deductions before limitation</b> .....            | <b>43,950</b>         | <b>930,812</b>   | <b>46,335</b>         | <b>1,035,000</b> | <b>5.4</b>            | <b>11.2</b> |
| Medical and dental expenses after 7.5-percent AGI limitation.....   | 8,678                 | 56,007           | 9,531                 | 61,503           | 9.8                   | 9.8         |
| Taxes paid [2].....   | 43,062                | 310,897          | 46,009                | 362,609          | 6.8                   | 16.6        |
| State and local income taxes.....                                   | n.a.                  | n.a.             | 33,516                | 202,306          | n.a.                  | n.a.        |
| State and local general sales taxes.....                            | n.a.                  | n.a.             | 11,249                | 17,527           | n.a.                  | n.a.        |
| Interest paid [3].....  | 36,212                | 340,319          | 38,110                | 356,356          | 5.2                   | 4.7         |
| Home mortgage interest.....   | 35,797                | 325,192          | 37,692                | 340,476          | 5.3                   | 4.7         |
| Charitable contributions.....                                       | 38,627                | 145,702          | 40,623                | 165,564          | 5.2                   | 13.6        |
| Other than cash contributions.....                                  | 23,933                | 38,041           | 25,267                | 43,373           | 5.6                   | 14.0        |
| Casualty and theft losses.....                                      | 90                    | 1,605            | 185                   | 3,510            | 106.3                 | 118.8       |
| Miscellaneous deductions after 2-percent AGI limitation.....        | 11,639                | 63,182           | 12,025                | 68,533           | 3.3                   | 8.5         |
| Gambling losses and other unlimited miscellaneous deductions.....   | 1,211                 | 13,101           | 1,457                 | 16,925           | 20.4                  | 29.2        |
| Itemized deductions in excess of limitation.....                    | 5,221                 | 28,947           | 5,724                 | 36,762           | 9.6                   | 27.0        |
| <b>Total itemized deductions after limitation</b> .....             | <b>43,950</b>         | <b>901,865</b>   | <b>46,335</b>         | <b>998,238</b>   | <b>5.4</b>            | <b>10.7</b> |
| <b>Total standard deduction</b> .....                               | <b>84,643</b>         | <b>555,780</b>   | <b>84,017</b>         | <b>560,933</b>   | <b>-0.7</b>           | <b>0.9</b>  |
| <b>Total deductions (after itemized deduction limitation)</b> ..... | <b>128,593</b>        | <b>1,457,645</b> | <b>130,352</b>        | <b>1,559,171</b> | <b>1.4</b>            | <b>7.0</b>  |

n.a.-Not available.

[1] Returns with no adjusted gross income are excluded from the deduction counts. For this reason, the sum of the number of returns with total itemized deductions and the number of returns with total standard deduction is less than the total number of returns for all filers.

[2] Includes real estate taxes, personal property taxes, and other taxes not shown separately.

[3] Includes investment interest and deductible mortgage "points" not shown separately.

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\$219.8 billion for 2004. The general sales tax deduction portion of this was claimed by 11.2 million taxpayers, for a total of \$17.5 billion. This represented about one-third of the increase from 2003. Interest paid, the second largest itemized deduction, increased 4.7 percent to \$356.4 billion. The number of returns and the amount reported for the largest component of the interest paid deduction, home mortgage interest, increased by 5.3 percent and 4.7 percent, respectively, for 2004. Miscellaneous itemized deductions subject to a 2-percent of AGI floor, including unreimbursed employee business expenses and tax preparation fees, increased 8.5 percent to \$68.5 billion, while unlimited miscellaneous deductions (such as gambling losses) increased 29.2 percent to \$36.7 billion for 2004.

The third largest itemized deduction, charitable contributions, increased 13.6 percent for 2004 to \$165.6 billion. About one fourth of these were from noncash contributions, which increased 14.0 percent for 2004. Itemized deductions for medical and dental expenses in excess of 7.5 percent of AGI rose 9.8 percent to \$61.5 billion for 2004. Although casualty and theft losses represented the smallest component of itemized deductions, they showed the largest percentage increase in both number of taxpayers and amount claimed for 2004. These increases could have been partially attributable to four of the ten costliest hurricanes in United States history occurring in 2004 [6].

The AGI threshold for the limitation of itemized deductions increased to \$142,700 (\$71,350 if married filing separately) for 2004. Due to this limitation, over 5.7 million higher-income taxpayers were unable to deduct \$36.8 billion in itemized deductions, 27.0 percent more than for 2003.

### **Taxable Income and Total Income Tax**

Taxable income, which is the result of AGI less exemptions and deductions, rose 11.2 percent to \$4.7 trillion for 2004 (Figure A). With the large increase in taxable income and no reduction in tax rates (other than the indexing of tax brackets) for 2004, total income tax rose 11.2 percent to \$832.0 billion. This was the first time that total income tax increased over the past 4 years. For the 3 years prior to 2004, the Economic Growth and Tax Relief Reconciliation Act of 2001 (EGTRRA) and the Jobs and Growth

Tax Relief Reconciliation Act of 2003 (JGTRRA) lowered tax rates each year.

For the third year in a row, the alternative minimum tax increased. For 2004, the increased AMT liability increased by \$3.6 billion, or 37.6 percent, to \$13.0 billion. The number of taxpayers with AMT liability increased by 0.7 million, or 31.3 percent, to 3.1 million.

Average AGI reported on all 2004 individual income tax returns was \$51,342, and average taxable income was \$45,457 [7]. These amounts represent increases of 7.9 percent and 9.7 percent, respectively, from the 2003 amounts of \$47,592 and \$41,425.

Figure F shows that the average tax rate for 2004 (i.e., total income tax divided by AGI reported on all returns, taxable and nontaxable) was 12.3 percent, an increase of 0.2 percentage points from 12.1 percent for 2003. Although the average tax rate went up 0.2 percentage points for all returns, every income-size class greater than \$1 had a lower average tax rate. The declines in the average tax rate ranged from 0.1 percentage point (each class under \$30,000) to 1.5 percentage points (in the \$5 million under \$10 million class). The overall average rate increased despite this decline in each AGI class because individuals tended to move to higher income classes which, in turn, faced higher tax rates. For example, for 2004, the number of returns in every AGI class of \$30,000 or less decreased, while the number of returns reporting AGIs of \$1 million or more increased by 72.9 percent from 2003.

For 2004, average tax rates increased (up to 25.0 percent) as incomes went up to AGIs of \$2 million or less. For each class above this level, average tax rates declined down to 21.1 percent for individuals with \$10 million AGI or more. The main reason for this was that individuals in each class above \$2 million or more tended to report long-term capital gains (in excess of short-term losses) and qualified dividends as higher percentages of their AGIs than individuals in the lower AGI classes. For these taxpayers, this income was taxed at a 15-percent rate as opposed to a 35-percent rate for ordinary income. For example, while individuals reporting AGI of \$1.5 million under \$2.0 million averaged 27.0 percent of their incomes as capital gains and dividends, this share increased in each succeeding class, reaching 51.8 percent for those individuals reporting AGI of \$10 million or more.

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## Figure F

### Number of Returns, Adjusted Gross Income, Capital Gains and Dividends, and Total Income Tax, by Size of Adjusted Gross Income, Tax Years 2003 and 2004

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

| Tax year, item   | Total                                    | Size of adjusted gross income |                               |                               |                               |                                |                          |                           |
|--|--|-------------------------------|-------------------------------|-------------------------------|-------------------------------|--------------------------------|--------------------------|---------------------------|
|  |  | Under \$1 [1]                 | \$1 under \$10,000            | \$10,000 under \$20,000       | \$20,000 under \$30,000       | \$30,000 under \$50,000        | \$50,000 under \$100,000 | \$100,000 under \$200,000 |
|  | (1)                                      | (2)                           | (3)                           | (4)                           | (5)                           | (6)                            | (7)                      | (8)                       |
| <b>Tax Year 2004:</b>  |  |                               |                               |                               |                               |                                |                          |                           |
| Number of returns.....   | 132,226                                  | 1,855                         | 23,806                        | 22,937                        | 18,217                        | 24,487                         | 28,167                   | 9,736                     |
| Capital gain plus dividends subject to reduced rate.....   | 554,148                                  | 0                             | 1,295                         | 3,461                         | 5,148                         | 12,313                         | 41,334                   | 63,139                    |
| Adjusted gross income (less deficit).....  | 6,788,805                                | -86,318                       | 121,972                       | 342,224                       | 451,385                       | 956,141                        | 1,982,014                | 1,288,320                 |
| Total income tax.....  | 831,976                                  | 86                            | 768                           | 7,710                         | 18,570                        | 62,129                         | 178,513                  | 175,206                   |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit)..... | 8.2                                      | 0.0                           | 1.1                           | 1.0                           | 1.1                           | 1.3                            | 2.1                      | 4.9                       |
| Tax as a percentage of adjusted gross income (less deficit).....   | 12.3                                     | -0.1                          | 0.6                           | 2.3                           | 4.1                           | 6.5                            | 9.0                      | 13.6                      |
| <b>Tax Year 2003:</b>  |  |                               |                               |                               |                               |                                |                          |                           |
| Number of returns.....   | 130,424                                  | 1,814                         | 24,201                        | 23,296                        | 18,373                        | 24,410                         | 26,915                   | 8,879                     |
| Capital gain plus dividends subject to reduced rate.....   | 358,815                                  | 0                             | 929                           | 3,309                         | 4,159                         | 10,045                         | 32,429                   | 46,156                    |
| Adjusted gross income (less deficit).....  | 6,207,109                                | -80,478                       | 124,216                       | 346,619                       | 455,093                       | 952,294                        | 1,886,634                | 1,170,180                 |
| Total income tax.....  | 748,017                                  | 79                            | 853                           | 8,155                         | 19,310                        | 64,373                         | 178,509                  | 163,342                   |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit)..... | 5.8                                      | [2]                           | 0.7                           | 1.0                           | 0.9                           | 1.1                            | 1.7                      | 3.9                       |
| Tax as a percentage of adjusted gross income (less deficit).....   | 12.1                                     | [2]                           | 0.7                           | 2.4                           | 4.2                           | 6.8                            | 9.5                      | 14.0                      |
| Change in percentage points, tax as a percentage of adjusted gross income.....                                   | 0.2                                      | [3]                           | -0.1                          | -0.1                          | -0.1                          | -0.3                           | -0.5                     | -0.4                      |
| Tax year, item   | Size of adjusted gross income--continued |                               |                               |                               |                               |                                |                          |                           |
|  | \$200,000 under \$500,000                | \$500,000 under \$1,000,000   | \$1,000,000 under \$1,500,000 | \$1,500,000 under \$2,000,000 | \$2,000,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 or more     |                           |
|  | (9)                                      | (10)                          | (11)                          | (12)                          | (13)                          | (14)                           | (15)                     |                           |
| <b>Tax Year 2004:</b>  |  |                               |                               |                               |                               |                                |                          |                           |
| Number of returns.....   | 2,348                                    | 433                           | 104                           | 45                            | 66                            | 16                             | 10                       |                           |
| Capital gain plus dividends subject to reduced rate.....   | 79,933                                   | 56,566                        | 31,409                        | 20,958                        | 63,094                        | 42,301                         | 133,196                  |                           |
| Adjusted gross income (less deficit).....  | 676,795                                  | 293,370                       | 125,553                       | 77,755                        | 194,471                       | 108,192                        | 256,933                  |                           |
| Total income tax.....  | 139,227                                  | 71,339                        | 31,072                        | 19,436                        | 47,962                        | 25,756                         | 54,203                   |                           |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit)..... | 11.8                                     | 19.3                          | 25.0                          | 27.0                          | 32.4                          | 39.1                           | 51.8                     |                           |
| Tax as a percentage of adjusted gross income (less deficit).....   | 20.6                                     | 24.3                          | 24.7                          | 25.0                          | 24.7                          | 23.8                           | 21.1                     |                           |
| <b>Tax Year 2003:</b>  |  |                               |                               |                               |                               |                                |                          |                           |
| Number of returns.....   | 1,999                                    | 356                           | 82                            | 34                            | 48                            | 11                             | 6                        |                           |
| Capital gain plus dividends subject to reduced rate.....   | 56,376                                   | 37,175                        | 19,618                        | 12,698                        | 37,407                        | 23,773                         | 74,740                   |                           |
| Adjusted gross income (less deficit).....  | 576,309                                  | 241,211                       | 98,875                        | 58,498                        | 142,220                       | 76,311                         | 159,126                  |                           |
| Total income tax.....  | 120,712                                  | 60,181                        | 25,551                        | 15,316                        | 36,905                        | 19,314                         | 35,417                   |                           |
| Capital gain plus dividends subject to reduced rate as a percentage of adjusted gross income (less deficit)..... | 9.8                                      | 15.4                          | 19.8                          | 21.7                          | 26.3                          | 31.2                           | 47.0                     |                           |
| Tax as a percentage of adjusted gross income (less deficit).....   | 20.9                                     | 24.9                          | 25.8                          | 26.2                          | 25.9                          | 25.3                           | 22.3                     |                           |
| Change in percentage points, tax as a percentage of adjusted gross income.....                                   | -0.4                                     | -0.6                          | -1.1                          | -1.2                          | -1.3                          | -1.5                           | -1.2                     |                           |

[1] Includes returns with adjusted gross deficit.

[2] Percentage not computed.

[3] Difference not computed.

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

# Individual Income Tax Returns, 2004

## Tax Credits

Statistics for tax credits, including the earned income credit (EIC), are shown in Tables 2 and 4 and summarized in Figures G and H. For 2004, total tax credits (excluding the “refundable” portions of the child tax credit and the EIC, and any EIC used to offset any other taxes) increased 24.7 percent to \$52.4 billion.

Credits that showed an increase for 2004 included the child care credit, the foreign tax credit, the general business credit, the child tax credit, and the education credit. The child tax credit increased 41.7 percent to \$32.3 billion and was the largest credit for the seventh consecutive year, accounting for 61.7 percent of total tax credits reported for 2004. This large increase was mainly caused by the tax law change for 2003, which increased the size of the child tax credit from \$600 to \$1,000 per eligible child. While, under JGTRRA, this increase began for Tax Year 2003, the increase was mostly given as a refund check to taxpayers prior to filing their returns and, thus, was not part of the 2003 statistics. This is demonstrated by the average reported child tax credit for 2002 through 2004 [8]. For 2002, the average credit for returns taking the child tax credit was \$830, and, in 2003, this increased to just \$888. However, for 2004, the average child tax credit went up to \$1,243. The refundable portion of the child

tax credit (i.e., the “additional child tax credit”) increased, by 58.6 percent, to \$14.5 billion. This increase was due in part to the 2003 law change cited above and partially to the law change that affected the credit limit. In Tax Year 2003, the credit limit based on earned income was 10 percent of a taxpayer’s earned income that exceeded \$10,500. For 2004, the limit increased to 15 percent of a taxpayer’s earned income that exceeded \$10,750. If a taxpayer was a member of the U.S. Armed Forces who served in a combat zone, the taxpayer was able to include his or her nontaxable combat pay as earned income when figuring the credit limit. This nontaxable combat pay could also have been used to gain benefits for the EIC (see the *Changes in Law* section of this article). The total of the child tax credit and the refundable child tax credit increased 46.5 percent to \$46.8 billion.

The credit that showed the second largest increase for 2004 was the foreign tax credit. This credit was claimed by 4.7 million taxpayers for a total of \$6.8 billion, an increase of 13.4 percent and 16.4 percent from 2003, respectively. The child care credit rose for 2004 by 4.1 percent, to a total of \$3.3 billion. The education credits were taken by nearly 7.2 million taxpayers and totaled \$6.0 billion, an increase of 3.0 percent over 2003. The education credit was comprised of the Hope credit (for the first 2

**Figure G**

### Selected Tax Credits, Tax Years 2003 and 2004

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

| Item  | 2003              |               | 2004              |               | Percentage change |             |
|---|-------------------|---------------|-------------------|---------------|-------------------|-------------|
|   | Number of returns | Amount        | Number of returns | Amount        | Number of returns | Amount      |
|   | (1)               | (2)           | (3)               | (4)           | (5)               | (6)         |
| <b>Total tax credits [1].....</b>           | <b>41,091</b>     | <b>41,996</b> | <b>41,694</b>     | <b>52,367</b> | <b>1.5</b>        | <b>24.7</b> |
| Child care credit.....                      | 6,313             | 3,207         | 6,317             | 3,338         | 0.1               | 4.1         |
| Earned income credit [2].....               | 3,606             | 926           | 2,975             | 768           | -17.5             | -17.1       |
| Foreign tax credit.....                     | 4,145             | 5,806         | 4,700             | 6,758         | 13.4              | 16.4        |
| General business credit.....                | 263               | 613           | 249               | 635           | -5.4              | 3.7         |
| Minimum tax credit.....                     | 251               | 917           | 275               | 902           | 9.6               | -1.6        |
| Child tax credit [3].....                   | 25,672            | 22,788        | 25,989            | 32,300        | 1.2               | 41.7        |
| Education credits.....                      | 7,298             | 5,843         | 7,181             | 6,017         | -1.6              | 3.0         |
| Retirement savings contribution credit..... | 5,297             | 1,034         | 5,289             | 1,012         | -0.2              | -2.2        |

[1] Includes credits not shown separately. See Table 2.

[2] Represents portion of earned income credit used to offset income tax before credits.

[3] Excludes refundable portion, which totaled \$14.5 billion for 2004.

## Individual Income Tax Returns, 2004

years of college) and the Lifetime Learning credit (all other years).

Three credits fell for 2004: the minimum tax credit; the retirement savings contribution credit; and the earned income credit (EIC) used to offset income tax before credits. They showed declines of 1.6 percent, 2.2 percent, and 17.1 percent, respectively.

Both the EIC and the additional child tax credit may offset not only income tax before credits but also all other taxes and may even be refundable. The second part of the EIC, the portion used to offset all other taxes besides income tax, was \$4.0 billion for 2004 (6.4 percent more than 2003). The refundable portion, the largest component of the EIC, was treated as a refund and paid directly to taxpayers who had no tax against which to apply the credit or whose EIC exceeded income tax (and other income-related taxes). The refundable portion of the EIC totaled \$35.3 billion for 2004, an increase of 3.8 percent from 2003 (Figure H).

Almost 22.3 million taxpayers claimed the earned income credit for 2004, an increase of 1.1 percent from 2003. The total earned income credit increased 3.5 percent to \$40.0 billion. The number of returns receiving the credit but having no qualifying children increased 6.8 percent for 2004. The number of returns having one qualifying child and receiving the credit increased 0.5 percent, while the number of returns having two or more qualifying

children and receiving the credit decreased 1.0 percent. The amount of EIC claimed for returns with no qualifying children increased 8.7 percent. Returns with one qualifying child reported an increase in EIC of 3.8 percent, and returns with two or more qualifying children showed an increase of 3.2 percent.

The number of returns claiming the refundable portion of the EIC increased 1.5 percent for 2004, while the amount of the refundable portion of the EIC increased 3.8 percent. The number of returns with the refundable portion of the EIC and without any qualifying children increased 2.9 percent, while the corresponding figure for the number of returns with one qualifying child increased by 2.8 percent, and the number of returns with two or more qualifying children was essentially unchanged. The amount of refundable EIC claimed on returns with no qualifying children increased 4.6 percent for 2004. The amount of refundable EIC claimed on returns with one qualifying child increased 5.2 percent, while the amount on returns with two or more qualifying children increased 3.0 percent.

### Historical Trends in Constant Dollars

As shown in Figure I, AGI, salaries and wages, and real gross domestic product (GDP) rose in constant dollars for 2004 [9]. The 6.6-percent growth in real AGI was the largest since 1998 (when it was 7.3 percent). As shown in Figure J, real total income

**Figure H**

### Earned Income Credit, Tax Years 2003 and 2004

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

| Item  | 2003              |               | 2004              |               | Percentage change |            |
|---|-------------------|---------------|-------------------|---------------|-------------------|------------|
|   | Number of returns | Amount        | Number of returns | Amount        | Number of returns | Amount     |
|   | (1)               | (2)           | (3)               | (4)           | (5)               | (6)        |
| <b>Total earned income credit (EIC)</b> .....             | <b>22,024</b>     | <b>38,657</b> | <b>22,270</b>     | <b>40,024</b> | <b>1.1</b>        | <b>3.5</b> |
| EIC for returns with no qualifying children.....          | 4,392             | 942           | 4,690             | 1,024         | 6.8               | 8.7        |
| EIC for returns with one qualifying child.....            | 8,269             | 13,746        | 8,311             | 14,264        | 0.5               | 3.8        |
| EIC for returns with two or more qualifying children..... | 9,363             | 23,970        | 9,269             | 24,736        | -1.0              | 3.2        |
| <b>Refundable earned income credit (EIC)</b> .....        | <b>19,162</b>     | <b>34,012</b> | <b>19,448</b>     | <b>35,300</b> | <b>1.5</b>        | <b>3.8</b> |
| EIC for returns with no qualifying children.....          | 2,981             | 655           | 3,068             | 685           | 2.9               | 4.6        |
| EIC for returns with one qualifying child.....            | 7,313             | 11,825        | 7,516             | 12,445        | 2.8               | 5.2        |
| EIC for returns with two or more qualifying children..... | 8,869             | 21,533        | 8,865             | 22,170        | [1]               | 3.0        |

[1] Less than 0.05 percent.

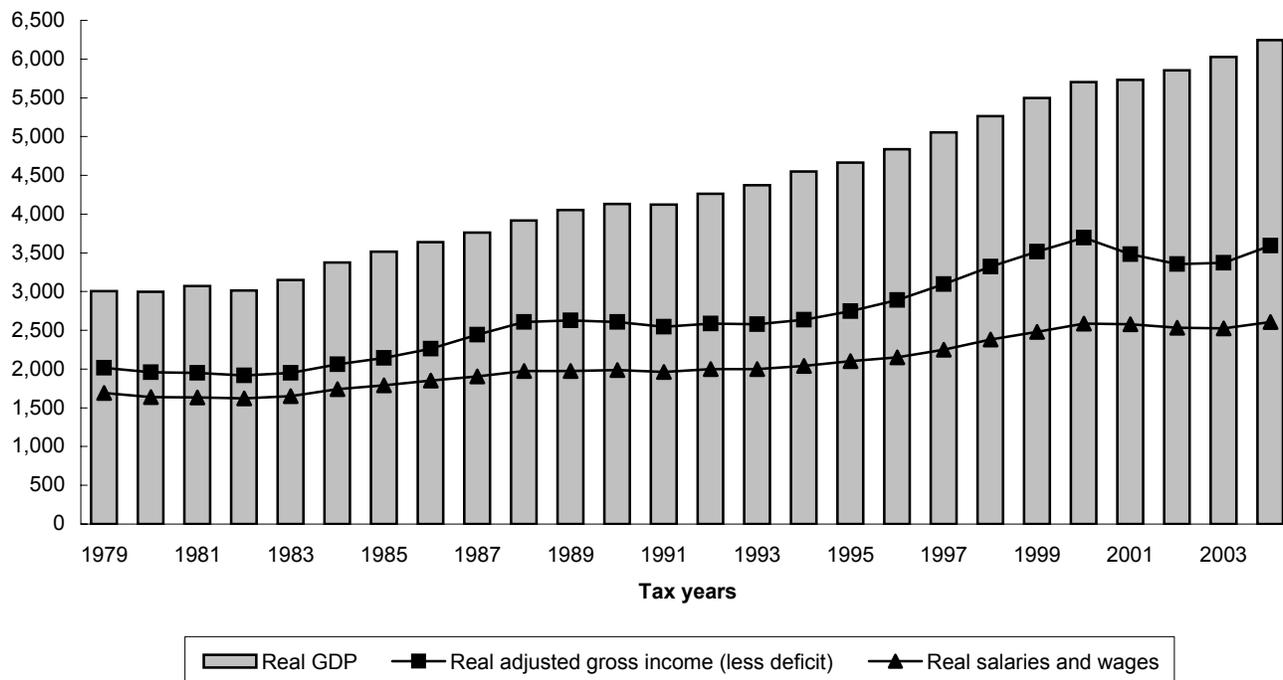
NOTE: Detail may not add to totals because of rounding.

# Individual Income Tax Returns, 2004

**Figure I**

**Real Adjusted Gross Income, Salaries and Wages, and Gross Domestic Product, Tax Years 1979-2004 [1]**

Constant 1982-84 dollars (billions) [2,3]



[1] The definition of adjusted gross income (less deficit) (AGI) changed beginning in Tax Year 1987. Therefore, AGI should be examined separately from 1979 to 1986 and from 1987 to 2004. Real gross domestic product (GDP) does not include capital gains, while AGI does include capital gains.

[2] AGI and salaries and wages are shown in constant dollars, calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 9 of this article for further details.

[3] GDP based on chained 2000 dollars (billions) converted to 82-84 dollars as reported by the U.S. Department of Commerce, Bureau of Economic Analysis in the *Survey of Current Business*, June 2006.

tax rose continually from \$329.2 billion for 1991 to its high of \$569.5 billion for 2000, but then declined each year through 2003 when it was \$406.5 billion. For 2004, real total income tax increased to \$440.4 billion. Tax as a percentage of real GDP behaved similarly. During the mid- to late 1990s, tax as a percentage of real GDP increased. Part of this increase is attributable to the substantial increase in realizations of net capital gains and, thus, income taxes on those capital gains. The income taxes on these capital gains are included in the numerator of the income tax-to-GDP ratio, but, by definition of GDP, the capital gains are not included in the denominator. However, from 2000 to 2003, the ratio of income tax to GDP fell from 10.0 percent to 6.7 percent, in conjunction with an overall decline in re-

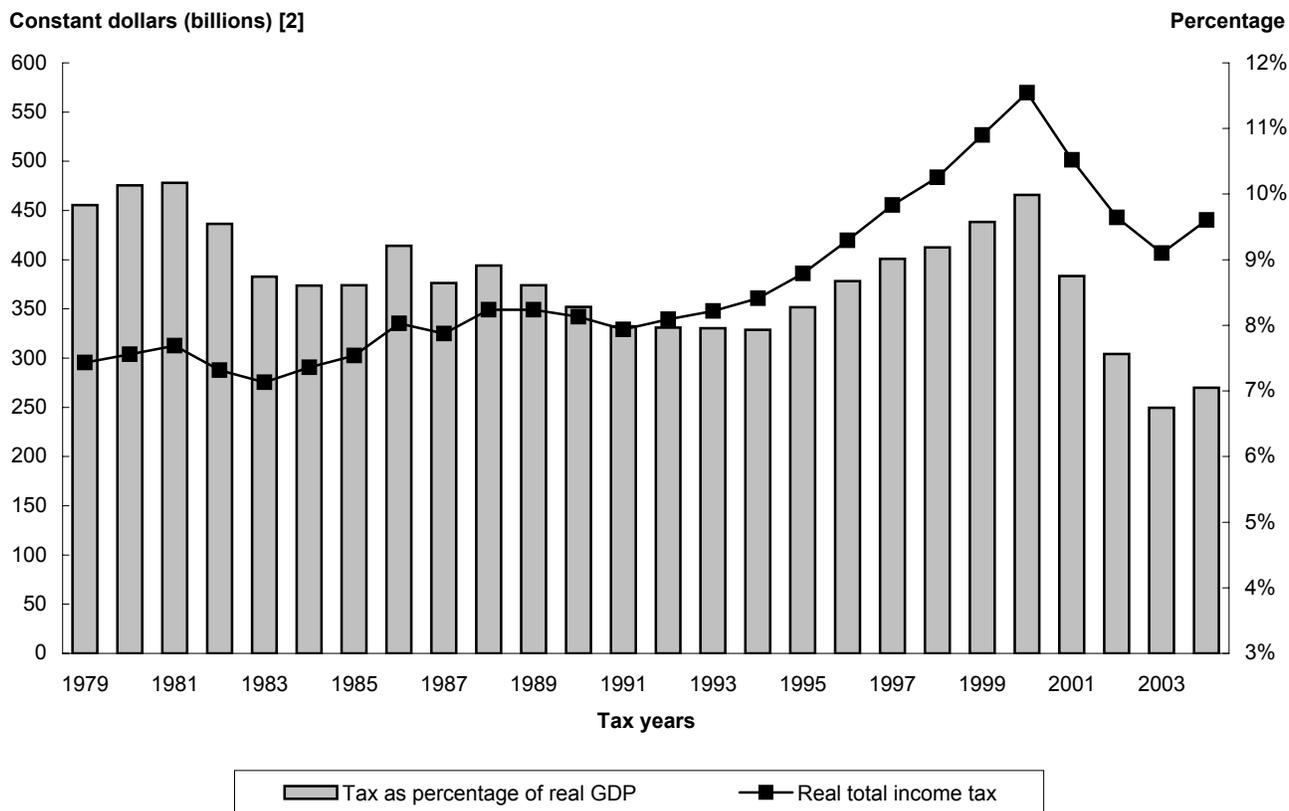
ported net capital gains. Since, for 2004, net capital gain (less loss) increased 56.7 percent (in constant dollars), the ratio increased to 7.1 percent. For 2003, although capital gains increased by 20.5 percent in real terms, this was accompanied by significant decreases in tax rates.

Net capital gain (less loss) is the sum of gains and losses from the sale of capital assets. Figure K shows that, in constant dollars, net capital gain (less loss) increased 56.7 percent for 2004. TY 2003 and 2004 reverted to the trend of large annual increases for real net capital gain (less loss) during most of the 1990s. From 1991 to 2000, real net capital gains increased almost fivefold from a low of \$75.5 billion for 1991 to a high of \$366.2 billion for 2000. During this period, capital gain (less loss) was affected by

# Individual Income Tax Returns, 2004

**Figure J**

**Real Total Income Tax and Tax as a Percentage of Real Gross Domestic Product, Tax Years 1979-2004 [1]**



[1] GDP does not include capital gains, while adjusted gross income and taxable income (thus affecting income tax) do include these gains.  
 [2] Total income tax is shown in constant dollars, calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 9 of this article for further details.

both tax law changes and a rising stock market. Due to several significant tax law changes enacted during the 1990s (including the Omnibus Budget Reconciliation Act of 1993--OBRA93--and the Taxpayer Relief Act of 1997), the maximum differential between ordinary income and long-term capital gain income increased from three percentage points for 1991 and 1992 to 19.6 percentage points for 1997 through 2000. For 2003 and 2004, this differential was 20.0 percentage points. With 2004 being the second straight year of double-digit growth, real net capital gain (less loss) reached 75.1 percent of its all-time high (which occurred in 2000).

Along with net capital gain (less loss), the constant-dollar amount of capital gain distributions

from mutual funds increased tremendously during the 1990s, in reaching a high of \$45.9 billion in TY 2000. Capital gain distributions declined between 2000 and 2003. The large declines of reported capital gain distributions over this period brought them to \$2.6 billion for 2003, below the 1990 inflation-adjusted level of just under \$3.0 billion. For 2004, capital gain distributions increased to \$8.1 billion, its highest amount since 2000, but well below the levels of the late 1990s.

Figure L presents constant dollar data for selected income, deduction, and tax items for 1988-2004. Real taxable interest income fluctuated over the period. Having decreased during 1990-1994, it rebounded 19.3 percent to \$101.6 billion for 1995.

**Figure K**

**Net Capital Gains and Capital Gain Distributions from Mutual Funds, Tax Years 1988-2004**

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

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

N/A - Not applicable.

[1] Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 9 of this article for further details.

[2] Capital gain distributions are included in net capital gain (less loss). For 1988-1996, and 1999-2004, capital gain distributions from mutual funds are the sum of the amounts reported on the Form 1040 and Schedule D. For 1997 and 1998, capital gain distributions were reported entirely on the Schedule D.

For 2000, it jumped again, this time by 9.8 percent. The 3.7-percent decrease for 2004 marked the fourth straight year of declines. In real terms, taxable interest for 2004 was only 37.4 percent of the level reported for 1989. Dividends had increased for 6 of the previous 7 years before 2001, and then had 2 consecutive years of large decreases for 2001 and 2002. In 2003, dividends showed a moderate increase of 8.8 percent, followed by a 24.5-percent increase to \$77.7 billion for 2004. In 2004, for the first time, taxable dividends exceeded taxable interest.

Constant-dollar business or profession net income (less loss) increased 5.1 percent to \$130.9 billion for 2004. This was the highest level of sole proprietorship income, in real terms. As with business or profession net income (less loss), many other sources of income showed significant increases for 2004 in real terms. These included taxable Individual Retirement Account distributions, taxable Social Security benefits, taxable pensions and annuities, and partnership and S corporation net income (less loss), which increased 12.4 percent, 10.3

percent, 3.2 percent, and 21.4 percent, respectively. After decreases for 2002 and 2003, the inflation-adjusted amount of total itemized deductions increased 8.0 percent for 2004. In the same manner, real charitable contributions increased by 10.9 percent for 2004.

Much of the fluctuation in alternative minimum tax (AMT) liability shown for 1988 through 2004 reflects changes in law. The large increases in the AMT for 1991 and 1993 were the result of increases in the rates at which alternative minimum taxable income was taxed. After a large decline in AMT for 2001, partially resulting from a statutory increase in the AMT exemption, there was virtually no change in AMT for 2002. However, for 2003, while AMT tax rates were stable, other tax rates declined significantly. Thus, despite the fact that there was another increase in AMT exemption amounts, AMT increased by 34.8 percent. AMT increased 34.3 percent for 2004, with the AMT exemption amounts and all tax rates remaining the same.

# Individual Income Tax Returns, 2004

## Figure L

### Selected Sources of Income, Deductions, and Tax Items, in Constant Dollars, Tax Years 1988-2004

[Money amounts are in millions of dollars]

| Tax year  | Taxable interest                                    |                   | Ordinary dividends                                   |                   | Business or profession net income (less loss)   |                   | Taxable Individual Retirement Account distributions |                   | Taxable Social Security benefits      |                   | Taxable pensions and annuities        |                   |
|-----------|---|-------------------|--|-------------------|---|-------------------|---|-------------------|---------------------------------------|-------------------|---------------------------------------|-------------------|
|           | Amount (constant 1982-84 dollars) [1]               | Percentage change | Amount (constant 1982-84 dollars) [1]                | Percentage change | Amount (constant 1982-84 dollars) [1]           | Percentage change | Amount (constant 1982-84 dollars) [1]               | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change |
|           | (1)   | (2)               | (3)  | (4)               | (5)   | (6)               | (7)   | (8)               | (9)                                   | (10)              | (11)                                  | (12)              |
| 1988..... | 158,057   | N/A               | 65,367   | N/A               | 106,782   | N/A               | 9,398   | N/A               | 12,140                                | N/A               | 117,317                               | N/A               |
| 1989..... | 177,432   | 12.3              | 65,572   | 0.3               | 107,047   | 0.2               | 11,190  | 19.1              | 13,990                                | 15.2              | 118,837                               | 1.3               |
| 1990..... | 173,744   | -2.1              | 61,338   | -6.5              | 108,210   | 1.1               | 13,431  | 20.0              | 15,062                                | 7.7               | 121,878                               | 2.6               |
| 1991..... | 153,753   | -11.5             | 56,743   | -7.5              | 104,159   | -3.7              | 15,145  | 12.8              | 15,682                                | 4.1               | 129,590                               | 6.3               |
| 1992..... | 115,712   | -24.7             | 55,542   | -2.1              | 109,766   | 5.4               | 18,726  | 23.6              | 16,493                                | 5.2               | 132,924                               | 2.6               |
| 1993..... | 90,755  | -21.6             | 55,176   | -0.7              | 107,754   | -1.8              | 18,741  | 0.1               | 17,059                                | 3.4               | 134,266                               | 1.0               |
| 1994..... | 85,134  | -6.2              | 55,607   | 0.8               | 112,148   | 4.1               | 22,339  | 19.2              | 26,072                                | 52.8              | 138,625                               | 3.2               |
| 1995..... | 101,562   | 19.3              | 62,068   | 11.6              | 111,118   | -0.9              | 24,486  | 9.6               | 29,997                                | 75.8              | 145,048                               | 4.6               |
| 1996..... | 105,591   | 4.0               | 66,447   | 7.1               | 112,749   | 1.5               | 29,024  | 18.5              | 33,909                                | 13.0              | 152,190                               | 4.9               |
| 1997..... | 106,978   | 1.3               | 75,074   | 13.0              | 116,350   | 3.2               | 34,382  | 18.5              | 38,354                                | 13.1              | 161,813                               | 6.3               |
| 1998..... | 109,407   | 2.3               | 72,687   | -3.2              | 124,172   | 6.7               | 45,457  | 32.2              | 42,149                                | 9.9               | 172,178                               | 6.4               |
| 1999..... | 105,447   | -3.6              | 79,511   | 9.4               | 125,098   | 0.7               | 52,306  | 15.1              | 45,065                                | 6.9               | 182,660                               | 6.1               |
| 2000..... | 115,750   | 9.8               | 85,359   | 7.4               | 124,196   | -0.7              | 57,472  | 9.9               | 52,244                                | 15.9              | 189,215                               | 3.6               |
| 2001..... | 111,902   | -3.3              | 67,495   | -20.9             | 122,401   | -1.4              | 53,262  | -7.3              | 52,829                                | 1.1               | 191,274                               | 1.1               |
| 2002..... | 82,838  | -26.0             | 57,388   | -15.0             | 122,726   | 0.3               | 49,038  | -7.9              | 51,951                                | -1.7              | 198,911                               | 4.0               |
| 2003..... | 68,959  | -16.8             | 62,441   | 8.8               | 124,542   | 1.5               | 47,904  | -2.3              | 53,020                                | 2.1               | 202,240                               | 1.7               |
| 2004..... | 66,424  | -3.7              | 77,734   | 24.5              | 130,872   | 5.1               | 53,823  | 12.4              | 58,477                                | 10.3              | 208,727                               | 3.2               |
| Tax year  | Total rental and royalty net income (less loss) [2] |                   | Partnership and S corporation net income (less loss) |                   | Total itemized deductions in taxable income [3] |                   | Charitable contributions deduction                  |                   | Alternative minimum tax               |                   | Total earned income credit            |                   |
|           | Amount (constant 1982-84 dollars) [1]               | Percentage change | Amount (constant 1982-84 dollars) [1]                | Percentage change | Amount (constant 1982-84 dollars) [1]           | Percentage change | Amount (constant 1982-84 dollars) [1]               | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change | Amount (constant 1982-84 dollars) [1] | Percentage change |
|           | (13)  | (14)              | (15)   | (16)              | (17)  | (18)              | (19)  | (20)              | (21)                                  | (22)              | (23)                                  | (24)              |
| 1988..... | -1,081  | N/A               | 48,250   | N/A               | 334,080   | N/A               | 43,068  | N/A               | 869                                   | N/A               | 4,984                                 | N/A               |
| 1989..... | -1,160  | -7.3              | 50,881   | 5.5               | 347,563   | 4.0               | 44,725  | 3.8               | 670                                   | -22.9             | 5,319                                 | 6.7               |
| 1990..... | 2,880   | [X]               | 51,279   | 0.8               | 350,792   | 0.9               | 43,797  | -2.1              | 635                                   | -5.2              | 5,771                                 | 8.5               |
| 1991..... | 3,814   | 32.4              | 46,395   | -9.5              | 343,382   | -2.1              | 44,474  | 1.5               | 891                                   | 40.3              | 7,676                                 | 33.0              |
| 1992..... | 6,878   | 80.3              | 62,474   | 34.7              | 343,511   | [Z]               | 45,505  | 2.3               | 967                                   | 8.5               | 8,682                                 | 13.1              |
| 1993..... | 9,280   | 34.9              | 64,269   | 2.9               | 339,380   | -1.2              | 47,304  | 4.0               | 1,421                                 | 46.9              | 10,752                                | 23.8              |
| 1994..... | 10,774  | 16.1              | 77,183   | 20.1              | 333,100   | -1.9              | 47,601  | 0.6               | 1,493                                 | 5.1               | 14,241                                | 32.4              |
| 1995..... | 11,281  | 4.7               | 82,515   | 6.9               | 346,046   | 3.9               | 49,207  | 3.4               | 1,503                                 | 5.8               | 17,031                                | 19.6              |
| 1996..... | 13,107  | 16.2              | 93,550   | 13.4              | 364,908   | 5.5               | 54,914  | 11.6              | 1,793                                 | 19.3              | 18,372                                | 7.9               |
| 1997..... | 13,935  | 6.3               | 104,874  | 12.1              | 386,798   | 6.0               | 61,802  | 12.5              | 2,495                                 | 39.2              | 18,934                                | 3.1               |
| 1998..... | 13,767  | -1.2              | 114,941  | 9.6               | 415,006   | 7.3               | 67,018  | 8.4               | 3,076                                 | 23.3              | 19,381                                | 2.4               |
| 1999..... | 15,388  | 11.8              | 126,694  | 10.2              | 445,004   | 7.2               | 75,510  | 12.7              | 3,888                                 | 26.4              | 19,148                                | -1.2              |
| 2000..... | 16,356  | 6.3               | 123,643  | -2.4              | 477,561   | 7.3               | 81,697  | 8.2               | 5,575                                 | 43.4              | 18,755                                | -2.1              |
| 2001..... | 18,574  | 13.6              | 127,109  | 2.8               | 499,451   | 4.6               | 78,623  | -3.8              | 3,815                                 | -31.6             | 18,846                                | 0.5               |
| 2002..... | 16,112  | -13.3             | 132,277  | 4.1               | 499,193   | -0.1              | 78,139  | -0.6              | 3,810                                 | -0.1              | 21,233                                | 12.7              |
| 2003..... | 15,850  | -1.6              | 137,775  | 4.2               | 489,081   | -2.0              | 79,014  | 1.1               | 5,135                                 | 34.8              | 20,964                                | -1.3              |
| 2004..... | 14,497  | -8.5              | 167,281  | 21.4              | 528,448   | 8.0               | 87,647  | 10.9              | 6,897                                 | 34.3              | 21,188                                | 1.1               |

N/A - Not applicable.

[1] Constant dollars were calculated using the U.S. Bureau of Labor Statistics consumer price index for urban consumers (CPI-U, 1982-84=100). See footnote 9 of this article for further details.

[2] Includes farm rental net income (less loss).

[3] Itemized deductions for 1991 and later years were limited if adjusted gross income exceeded specified levels.

[X] Percentage not calculated.

[Z] Less than .05 percent.

## Individual Income Tax Returns, 2004

Since 1988, the real value of the total EIC increased each year through 1998, exhibiting double-digit growth for several of these years. Beginning with Tax Year 1991, the EIC consisted of three components, with the maximum amount of the credit for 1991 being more than twice the maximum for 1990. Later, the Omnibus Budget Reconciliation Act of 1993 modified the EIC by expanding the eligibility requirements to allow some taxpayers without children to qualify for the credit and eliminating the health insurance credit and extra credit components of the EIC. In addition, the income eligibility levels and the maximum amounts of the credit increased. The EIC increased 1.1 percent in constant dollars for 2004.

### Changes in Law

The definitions used in this article are generally the same as those in *Statistics of Income--2004, Individual Income Tax Returns* (IRS Publication 1304). The following is a partial list of tax law and Internal Revenue Service administrative changes that had a major bearing on the Tax Year 2004 data presented in this article.

**Additional Child Tax Credits.**--In Tax Year 2003, the credit limit based on earned income was 10 percent of a taxpayer's earned income that exceeded \$10,500. For 2004, the limit increased to 15 percent of a taxpayer's earned income that exceeded \$10,750. If a taxpayer was a member of the U.S. Armed Forces who served in a combat zone, the taxpayer was able to include his or her nontaxable combat pay as earned income when figuring the credit limit.

**Alternative Minimum Tax (AMT).**--For Tax Year 2004, the minimum exemption amount for a child under age 14 increased to \$5,750 from \$5,600 for 2003.

**Certain Business Expenses of Reservists.**--New in 2004, National Guard or reserve members who traveled more than 100 miles from home and performed services as a National Guard or reserve member were allowed to take a deduction in the form of an adjustment to income for certain expenses.

**Earned Income Credit.**--The maximum amount of the earned income credit increased, as did the amounts of earned income and investment income an individual could have and still claim the credit. The maximum amount of investment income (interest,

dividends, and capital gain income) a taxpayer could have and still claim the credit increased to \$2,650 from \$2,600. The maximum credit for taxpayers with no qualifying children increased to \$390 from \$382. For these taxpayers, earned income and AGI had to be less than \$11,490 (\$12,490 if married filing jointly). For taxpayers with one qualifying child, the maximum credit increased \$57 to \$2,604, and, for taxpayers with two or more qualifying children, the maximum credit increased to \$4,300 from \$4,204. To be eligible for the credit, a taxpayer's earned income and AGI had to be less than \$30,338 (\$31,338 for married filing jointly) for one qualifying child, or less than \$34,458 (\$35,458 for married filing jointly) for two or more qualifying children. Taxpayers who served in the U.S. Armed Forces in a combat zone could have elected to include their nontaxable combat pay in earned income when figuring the EIC (see Nontaxable Combat Pay for further information).

**Health Savings Account Deduction.**--Beginning in Tax Year 2004, a taxpayer could have taken a deduction for contributions to a Health Savings Account. The deduction was limited to the annual deductible on the qualifying high deductible health plan, but not more than \$2,600 (\$5,150, if family coverage). These limits were \$500 higher if the taxpayer was age 55 or older (\$1,000 if both spouses were 55 or older). A taxpayer could not contribute to an HSA starting the first month he or she was enrolled in Medicare.

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

**Individual Retirement Arrangement Deduction.**--For 2004, a taxpayer (both taxpayers for taxpayers filing jointly) was able to take an IRA deduction up to \$3,000 (\$3,500 if age 50 or older) if not covered by a retirement plan, or if covered by a retirement plan but his or her modified AGI was less than \$55,000 (\$75,000 if married filing jointly or a qualifying widow(er)). This was up from \$50,000 (\$70,000 if married filing jointly or a qualifying widow(er)) for 2003.

## Individual Income Tax Returns, 2004

*Nontaxable Combat Pay Election.*--For Tax Year 2004, members of the U.S. Armed Forces who served in a combat zone could have excluded certain pay from their incomes. The qualified taxpayer's entitlement to the pay must have been fully accrued in a month during which he or she served in a combat zone or was hospitalized as a result of wounds, disease, or injury incurred while serving in the combat zone. However, this nontaxable pay was used to gain benefits for both the EIC and additional child tax credit purposes.

*Sales Tax Deduction.*--For Tax Year 2004, a taxpayer could have elected to deduct State and local general sales taxes instead of State and local income taxes as an itemized deduction on Schedule A. This allowed individuals from States with no State income tax, such as Alaska, Florida, Nevada, Texas, Washington, Wyoming, South Dakota, and Tennessee, to take this deduction. Also, this allowed individuals with high sales taxes to take this deduction instead of State income tax. The taxpayer could have elected to base the sales tax deduction on either actual expenses or the amounts from optional State sales tax tables.

*Schedule J.*--New for 2004, fisherman could have elected to use income averaging on Schedule J to reduce their tax. Previously, only farmers could have taken this benefit. Also, the benefit of income averaging was extended to farmers and fisherman who owed the alternative minimum tax.

*Section 179 Deduction.*--The maximum section 179 deduction (full expensing of certain depreciable property) that could be elected for property placed in service in 2004 increased from \$100,000 to \$102,000 for qualified section 179 property (\$137,000 for qualified zone property, qualified renewal property, or qualified New York Liberty Zone property). This limit was reduced by the amount by which the cost of section 179 property placed in service during the tax year exceeded \$410,000 (increased from \$400,000).

*Tuition and Fees Deduction.*--A taxpayer was able to deduct in 2004 up to \$4,000 (\$3,000 in 2003) of the qualified tuition and fees paid for self, a spouse, or dependents if the taxpayer's modified AGI was under \$65,000 (\$130,000 if married filing jointly). New for 2004, a taxpayer was able to deduct up to \$2,000 if his or her AGI was higher than the previous limit but not more than \$80,000 (\$160,000

if married filing jointly). This deduction could not be taken if the person could be claimed as a dependent on another taxpayer's return or if the education credit was claimed for the same student.

### Data Sources and Limitations

These statistics are based on a sample of individual income tax returns (Forms 1040, 1040A, and 1040EZ, including electronically-filed returns) filed during Calendar Year 2004. Returns in the sample were stratified based on: (1) the larger of positive income or negative income (absolute value); (2) the size of business and farm receipts; (3) the presence or absence of specific forms or schedules; and (4) the usefulness of returns for tax policy modeling purposes [10]. Returns were then selected at rates ranging from 0.05 percent to 100 percent. The 2004 data are based on a sample of 200,778 returns and an estimated final population of 133,189,982 returns. The corresponding sample and population for the 2003 data were 182,810 and 131,291,334 returns, respectively [11].

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

### Notes and References

- [1] For purposes of this article, total negative income is a compilation of all income items on individual income tax returns (Forms 1040, 1040A, 1040EZ, and electronically-filed returns) for which a net loss for an income category was reported by the taxpayer. In particular, the Form 1040 income tax return entry for Schedule E, *Supplemental Income and Loss* (from rental real estate, royalties, partnerships, S corporations, estates, trusts, REMICs, etc.), was separated into the following components: rent and royalty net loss, partnership and S cor-

# Individual Income Tax Returns, 2004

**Figure M**

**Coefficients of Variation for Selected Items, Tax Year 2004**

[Money amounts are in thousands of dollars--coefficients of variation are percentages]

| Item   | Number of returns | Coefficient of variation | Amount        | Coefficient of variation |
|--|-------------------|--------------------------|---------------|--------------------------|
|  | (1)               | (2)                      | (3)           | (4)                      |
| Adjusted gross income (less deficit).....                    | 132,226,042       | 0.03                     | 6,788,805,130 | 0.11                     |
| Salaries and wages.....                                      | 112,369,812       | 0.14                     | 4,921,806,344 | 0.21                     |
| Business or profession:                                      |                   |                          |               |                          |
| Net income.....  | 15,057,938        | 0.47                     | 290,224,776   | 0.93                     |
| Net loss.....  | 5,194,140         | 1.29                     | 43,007,488    | 1.75                     |
| Net capital gain (less loss):                                |                   |                          |               |                          |
| Net gain.....  | 10,875,231        | 0.97                     | 497,227,695   | 0.53                     |
| Net loss.....  | 11,513,428        | 0.94                     | 25,492,046    | 0.99                     |
| Taxable individual retirement arrangement distributions..... | 8,913,846         | 1.20                     | 101,672,181   | 1.98                     |
| Taxable pensions and annuities.....                          | 23,123,390        | 0.68                     | 394,285,849   | 1.03                     |
| Partnership and S corporation:                               |                   |                          |               |                          |
| Net income.....  | 4,738,228         | 1.27                     | 398,690,527   | 0.70                     |
| Net loss.....  | 2,498,144         | 1.98                     | 82,697,364    | 1.25                     |
| Estate and trust:  |                   |                          |               |                          |
| Net income.....  | 507,008           | 4.41                     | 15,436,171    | 3.19                     |
| Net loss.....  | 35,710            | 13.48                    | 1,435,566     | 6.11                     |
| Unemployment compensation.....                               | 9,094,911         | 1.30                     | 32,740,272    | 1.74                     |
| Taxable social security benefits.....                        | 11,691,859        | 0.96                     | 110,462,387   | 1.16                     |
| Other income:  |                   |                          |               |                          |
| Net income.....  | 5,532,206         | 1.50                     | 31,965,345    | 2.48                     |
| Net loss.....  | 359,344           | 5.96                     | 8,767,672     | 6.89                     |
| Payments to an individual retirement arrangement.....        | 3,330,763         | 2.01                     | 10,028,607    | 2.17                     |
| Moving expenses adjustment.....                              | 1,096,436         | 3.85                     | 2,952,043     | 5.19                     |
| Self-employment tax deduction.....                           | 15,920,203        | 0.53                     | 21,109,366    | 0.88                     |
| Self-employed health insurance deduction.....                | 3,883,687         | 1.38                     | 18,457,063    | 1.54                     |
| Total statutory adjustments.....                             | 32,153,965        | 0.51                     | 98,046,679    | 0.87                     |
| Taxable income.....  | 102,737,959       | 0.17                     | 4,670,165,637 | 0.15                     |

poration net loss, and estate and trust net loss. When any one of these components was negative on a return, the corresponding loss (rather than the netted total amount from Schedule E) was included in the statistics for total net loss. For example, if a return showed estate and trust net income of \$20,000 and rent and royalty net loss of \$12,000, total net loss would include the \$12,000 of rent and royalty net loss.

- [2] Net operating loss is a carryover of the loss from a business when taxable income for a prior year was less than zero. A loss could be applied to the AGI for the current year and carried forward for up to 15 years. Net operating loss is included in other income (loss) on individual income tax returns but edited separately for Statistics of Income purposes.
- [3] No more than \$3,000 per return of net capital loss is allowed. For married filing separate returns, this loss is limited to \$1,500. Any excess is carried forward to future years.

- [4] For further details on the description of the sample, see *Statistics of Income--2004, Individual Income Tax Returns, 1997-2003*, (IRS Publication 1304).
- [5] Of the 132,226,042 total returns filed, 1.4 percent did not need to claim either a standard deduction or itemized deductions because no positive AGI was reported.
- [6] The National Weather Service, National Hurricane Center, Costliest U.S. Hurricanes 1900-2004 (unadjusted) (see <http://www.nhc.noaa.gov/pastcost.shtml>).
- [7] Average AGI is defined as the amount of AGI divided by the number of returns filed. Average taxable income is defined as the amount of taxable income divided by the number of returns with taxable income. Average total income tax is defined as the amount of total income tax divided by the number of taxable returns. Taxable returns are defined as returns with "total income tax" (the sum of income tax after credits, tax on

## Individual Income Tax Returns, 2004

Form 4970, *Tax on Accumulation Distribution of Trusts*, less EIC used to offset other taxes) present. Tax on Form 4970 (not in the statistical tables) was \$0.5 million for 2004. This tax, previously part of income tax after credits, was included in “other taxes” for 2004.

[8] Parisi, Michael and Hollenbeck, Scott, “Individual Income Tax Returns, 2003,” *Statistics of Income Bulletin*, Fall 2005, Volume 25, Number 2, pp. 9-49.

[9] U.S. Department of Labor, Bureau of Labor Statistics, *Monthly Labor Review*. The Consumer Price Index (CPI-U) for each calendar year represents an annual average of monthly indices. CPI-U approximates the prices of goods and services purchased by typical urban consumers (1982-84=100):

| <u>Year</u> | <u>CPI-U</u> | <u>Year</u> | <u>CPI-U</u> |
|-------------|--------------|-------------|--------------|
| 2004        | 188.9        | 1991        | 136.2        |
| 2003        | 184.0        | 1990        | 130.7        |
| 2002        | 179.9        | 1989        | 124.0        |

|      |       |      |       |
|------|-------|------|-------|
| 2001 | 177.1 | 1988 | 118.3 |
| 2000 | 172.2 | 1987 | 113.6 |
| 1999 | 166.6 | 1986 | 109.6 |
| 1998 | 163.0 | 1985 | 107.6 |
| 1997 | 160.5 | 1984 | 103.9 |
| 1996 | 156.9 | 1983 | 99.6  |
| 1995 | 152.4 | 1982 | 96.5  |
| 1994 | 148.2 | 1981 | 90.9  |
| 1993 | 144.5 | 1980 | 82.4  |
| 1992 | 140.3 | 1979 | 72.6  |

[10] Returns in the sample were stratified based on the presence or absence of one or more of the following forms or schedules: Form 2555, *Foreign Earned Income*; Form 1116, *Foreign Tax Credit (Individual, Fiduciary, or Nonresident Alien Individual)*; Schedule C, *Profit or Loss from Business (Sole Proprietorship)*; and Schedule F, *Profit or Loss From Farming*.

[11] For further details on the description of the sample, see *Statistics of Income--2004, Individual Income Tax Returns* (IRS Publication 1304).

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004**

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

| Size of adjusted gross income       | Number of returns  | Adjusted gross income (less deficit) | Salaries and wages |                      | Taxable interest  |                    | Tax-exempt interest [1] |                   |
|-------------------------------------|--------------------|--------------------------------------|--------------------|----------------------|-------------------|--------------------|-------------------------|-------------------|
|                                     |                    |                                      | Number of returns  | Amount               | Number of returns | Amount             | Number of returns       | Amount            |
|                                     | (1)                | (2)                                  | (3)                | (4)                  | (5)               | (6)                | (7)                     | (8)               |
| <b>All returns.....</b>             | <b>132,226,042</b> | <b>6,788,805,130</b>                 | <b>112,369,812</b> | <b>4,921,806,344</b> | <b>57,605,888</b> | <b>125,474,158</b> | <b>4,416,851</b>        | <b>52,031,763</b> |
| No adjusted gross income.....       | 1,854,886          | -86,318,215                          | 708,858            | 17,446,959           | 837,457           | 4,122,552          | 71,092                  | 1,288,224         |
| \$1 under \$5,000.....              | 11,670,444         | 31,096,322                           | 9,128,850          | 28,545,138           | 2,735,068         | 1,352,421          | 102,453                 | 365,048           |
| \$5,000 under \$10,000.....         | 12,135,417         | 90,875,411                           | 9,529,153          | 68,536,053           | 2,815,785         | 2,785,240          | 141,743                 | 310,127           |
| \$10,000 under \$15,000.....        | 11,656,193         | 145,142,372                          | 8,955,545          | 103,590,921          | 3,124,997         | 4,317,721          | 149,207                 | 619,470           |
| \$15,000 under \$20,000.....        | 11,281,291         | 197,081,478                          | 9,201,672          | 150,295,769          | 3,169,433         | 4,457,926          | 153,404                 | 874,418           |
| \$20,000 under \$25,000.....        | 9,705,192          | 217,844,558                          | 8,371,098          | 176,912,342          | 2,711,390         | 3,292,692          | 134,157                 | 1,080,439         |
| \$25,000 under \$30,000.....        | 8,512,113          | 233,540,422                          | 7,451,424          | 192,320,023          | 2,615,820         | 3,328,911          | 146,041                 | 535,742           |
| \$30,000 under \$40,000.....        | 13,915,452         | 482,760,301                          | 12,444,031         | 403,102,596          | 5,309,774         | 6,172,798          | 259,068                 | 1,838,951         |
| \$40,000 under \$50,000.....        | 10,571,408         | 473,380,843                          | 9,491,467          | 389,370,810          | 5,048,771         | 5,818,515          | 289,977                 | 1,628,704         |
| \$50,000 under \$75,000.....        | 18,047,126         | 1,109,616,155                        | 16,305,741         | 898,557,875          | 10,773,615        | 13,378,634         | 658,961                 | 3,919,984         |
| \$75,000 under \$100,000.....       | 10,119,515         | 872,398,173                          | 9,276,804          | 706,418,862          | 7,453,048         | 9,983,355          | 494,051                 | 3,586,612         |
| \$100,000 under \$200,000.....      | 9,735,569          | 1,288,319,611                        | 8,905,560          | 993,525,857          | 8,152,791         | 18,037,414         | 954,692                 | 9,105,106         |
| \$200,000 under \$500,000.....      | 2,348,163          | 676,794,600                          | 2,041,116          | 420,617,037          | 2,198,115         | 13,867,828         | 553,723                 | 8,681,372         |
| \$500,000 under \$1,000,000.....    | 433,145            | 293,369,864                          | 362,105            | 144,318,290          | 422,420           | 7,384,973          | 172,273                 | 5,091,630         |
| \$1,000,000 under \$1,500,000.....  | 103,964            | 125,552,749                          | 84,657             | 51,193,923           | 102,419           | 3,647,664          | 51,461                  | 2,428,637         |
| \$1,500,000 under \$2,000,000.....  | 45,104             | 77,754,757                           | 36,876             | 29,522,845           | 44,603            | 2,338,982          | 24,607                  | 1,532,963         |
| \$2,000,000 under \$5,000,000.....  | 65,548             | 194,470,800                          | 53,776             | 63,979,917           | 65,002            | 6,477,487          | 40,847                  | 3,594,696         |
| \$5,000,000 under \$10,000,000..... | 15,835             | 108,191,995                          | 13,090             | 31,985,356           | 15,736            | 4,014,421          | 11,389                  | 2,034,381         |
| \$10,000,000 or more.....           | 9,677              | 256,932,933                          | 7,987              | 51,565,771           | 9,646             | 10,694,625         | 7,707                   | 3,515,258         |
| <b>Taxable returns.....</b>         | <b>89,101,934</b>  | <b>6,265,500,376</b>                 | <b>77,924,467</b>  | <b>4,406,828,340</b> | <b>46,859,430</b> | <b>111,480,481</b> | <b>3,864,255</b>        | <b>47,370,438</b> |
| <b>Nontaxable returns.....</b>      | <b>43,124,107</b>  | <b>523,304,754</b>                   | <b>34,445,345</b>  | <b>514,978,004</b>   | <b>10,746,458</b> | <b>13,993,677</b>  | <b>552,596</b>          | <b>4,661,325</b>  |

| Size of adjusted gross income       | Ordinary dividends |                    | Qualified dividends |                    | State income tax refunds |                   | Alimony received  |                  |
|-------------------------------------|--------------------|--------------------|---------------------|--------------------|--------------------------|-------------------|-------------------|------------------|
|                                     | Number of returns  | Amount             | Number of returns   | Amount             | Number of returns        | Amount            | Number of returns | Amount           |
|                                     | (9)                | (10)               | (11)                | (12)               | (13)                     | (14)              | (15)              | (16)             |
| <b>All returns.....</b>             | <b>30,687,178</b>  | <b>146,838,808</b> | <b>24,549,867</b>   | <b>110,500,411</b> | <b>23,621,296</b>        | <b>22,735,928</b> | <b>439,608</b>    | <b>7,262,338</b> |
| No adjusted gross income.....       | 663,529            | 2,708,547          | 551,683             | 1,583,733          | 82,573                   | 243,773           | 3,813             | 46,723           |
| \$1 under \$5,000.....              | 1,511,469          | 1,176,539          | 1,151,114           | 617,000            | 119,251                  | 52,957            | ** 4,586          | ** 27,886        |
| \$5,000 under \$10,000.....         | 1,377,381          | 1,906,043          | 1,086,344           | 1,035,222          | 190,664                  | 93,223            | 26,969            | 118,703          |
| \$10,000 under \$15,000.....        | 1,462,328          | 2,371,391          | 1,087,261           | 1,207,059          | 315,091                  | 135,100           | 36,166            | 294,964          |
| \$15,000 under \$20,000.....        | 1,437,357          | 2,642,048          | 1,091,407           | 1,507,054          | 424,765                  | 204,498           | 49,198            | 370,658          |
| \$20,000 under \$25,000.....        | 1,220,933          | 2,335,366          | 886,432             | 1,216,725          | 601,617                  | 271,067           | 38,792            | 304,000          |
| \$25,000 under \$30,000.....        | 1,204,106          | 2,325,239          | 916,992             | 1,385,635          | 772,329                  | 399,798           | 36,176            | 329,019          |
| \$30,000 under \$40,000.....        | 2,342,212          | 4,562,592          | 1,800,885           | 2,788,038          | 2,115,892                | 1,061,595         | 68,764            | 824,036          |
| \$40,000 under \$50,000.....        | 2,247,565          | 4,789,623          | 1,787,535           | 3,170,575          | 2,375,050                | 1,411,568         | 61,993            | 885,163          |
| \$50,000 under \$75,000.....        | 5,315,971          | 12,209,773         | 4,196,421           | 7,649,514          | 5,976,844                | 4,056,332         | ** 90,013         | ** 2,245,344     |
| \$75,000 under \$100,000.....       | 4,093,274          | 10,378,379         | 3,259,071           | 7,447,138          | 4,606,862                | 3,660,619         | **                | **               |
| \$100,000 under \$200,000.....      | 5,407,083          | 23,785,785         | 4,552,938           | 17,629,046         | 4,825,551                | 5,141,786         | 15,425            | 633,928          |
| \$200,000 under \$500,000.....      | 1,801,180          | 20,316,292         | 1,617,223           | 16,653,453         | 918,013                  | 2,195,783         | ** 7,715          | ** 1,181,914     |
| \$500,000 under \$1,000,000.....    | 380,444            | 11,259,008         | 355,471             | 9,269,807          | 179,281                  | 951,126           | **                | **               |
| \$1,000,000 under \$1,500,000.....  | 94,725             | 5,694,094          | 88,251              | 4,787,210          | 47,048                   | 503,270           | **                | **               |
| \$1,500,000 under \$2,000,000.....  | 41,619             | 3,702,157          | 39,329              | 3,114,069          | 22,120                   | 297,997           | **                | **               |
| \$2,000,000 under \$5,000,000.....  | 61,403             | 9,769,996          | 57,983              | 8,191,031          | 33,681                   | 785,110           | **                | **               |
| \$5,000,000 under \$10,000,000..... | 15,175             | 6,165,115          | 14,504              | 5,173,085          | 8,836                    | 432,589           | **                | **               |
| \$10,000,000 or more.....           | 9,423              | 18,740,821         | 9,021               | 16,075,017         | 5,827                    | 837,739           | **                | **               |
| <b>Taxable returns.....</b>         | <b>25,455,072</b>  | <b>136,936,608</b> | <b>20,599,594</b>   | <b>104,832,518</b> | <b>21,338,779</b>        | <b>20,946,034</b> | <b>327,339</b>    | <b>6,458,591</b> |
| <b>Nontaxable returns.....</b>      | <b>5,232,106</b>   | <b>9,902,201</b>   | <b>3,950,273</b>    | <b>5,667,893</b>   | <b>2,282,517</b>         | <b>1,789,894</b>  | <b>112,269</b>    | <b>803,748</b>   |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Business or profession |                    |                   |                   | Capital gain distributions |                  | Sales of capital assets reported on Form 1040, Schedule D |                    |
|-------------------------------------|------------------------|--------------------|-------------------|-------------------|----------------------------|------------------|---|--------------------|
|                                     | Net income             |                    | Net loss          |                   | Number of returns          | Amount           | Taxable net gain  |                    |
|                                     | Number of returns      | Amount             | Number of returns | Amount            |                            |                  | Number of returns   | Amount             |
|                                     | (17)                   | (18)               | (19)              | (20)              | (21)                       | (22)             | (23)  | (24)               |
| <b>All returns.....</b>             | <b>15,057,938</b>      | <b>290,224,776</b> | <b>5,194,140</b>  | <b>43,007,488</b> | <b>2,878,263</b>           | <b>1,925,990</b> | <b>10,875,231</b>   | <b>497,227,695</b> |
| No adjusted gross income.....       | 198,656                | 2,355,623          | 409,264           | 9,471,331         | 16,703                     | 8,418            | 140,975   | 9,050,536          |
| \$1 under \$5,000.....              | 1,187,871              | 3,517,443          | 139,683           | 705,985           | 244,027                    | 113,131          | 379,629   | 609,472            |
| \$5,000 under \$10,000.....         | 1,628,818              | 10,956,718         | 190,046           | 1,154,279         | 150,078                    | 91,053           | 409,738   | 1,066,616          |
| \$10,000 under \$15,000.....        | 1,558,877              | 14,671,936         | 243,260           | 1,655,400         | 150,020                    | 123,344          | 464,541   | 1,464,744          |
| \$15,000 under \$20,000.....        | 1,092,477              | 12,306,395         | 292,622           | 2,064,488         | 143,299                    | 86,892           | 456,895   | 1,829,264          |
| \$20,000 under \$25,000.....        | 900,873                | 11,005,063         | 267,953           | 1,863,974         | 106,390                    | 53,613           | 415,333   | 1,746,072          |
| \$25,000 under \$30,000.....        | 752,863                | 10,001,693         | 313,158           | 2,241,346         | 111,982                    | 63,580           | 394,240   | 1,906,443          |
| \$30,000 under \$40,000.....        | 1,182,503              | 16,846,709         | 537,405           | 3,122,936         | 224,694                    | 107,558          | 749,922   | 3,733,384          |
| \$40,000 under \$50,000.....        | 1,084,731              | 16,433,746         | 488,347           | 3,073,345         | 218,312                    | 115,010          | 787,993   | 4,048,620          |
| \$50,000 under \$75,000.....        | 2,075,671              | 34,518,845         | 962,708           | 5,243,050         | 558,414                    | 370,536          | 1,812,450   | 13,766,936         |
| \$75,000 under \$100,000.....       | 1,290,666              | 28,102,027         | 587,423           | 3,024,358         | 387,911                    | 291,301          | 1,446,602   | 16,158,510         |
| \$100,000 under \$200,000.....      | 1,480,411              | 58,258,242         | 568,743           | 4,351,940         | 461,475                    | 360,186          | 2,165,167   | 50,155,672         |
| \$200,000 under \$500,000.....      | 496,085                | 43,558,450         | 148,101           | 2,108,153         | 93,963                     | 114,745          | 881,805   | 68,803,978         |
| \$500,000 under \$1,000,000.....    | 85,402                 | 14,168,352         | 27,562            | 858,262           | 8,185                      | 14,989           | 219,011   | 50,856,121         |
| \$1,000,000 under \$1,500,000.....  | 18,422                 | 4,040,696          | 7,650             | 403,379           | 1,697                      | 6,126            | 60,325  | 28,484,420         |
| \$1,500,000 under \$2,000,000.....  | 7,816                  | 1,912,646          | 3,020             | 216,911           | 519                        | 2,815            | 27,637  | 19,053,558         |
| \$2,000,000 under \$5,000,000.....  | 11,422                 | 4,098,585          | 4,848             | 515,817           | 508                        | 1,530            | 43,413  | 59,053,945         |
| \$5,000,000 under \$10,000,000..... | 2,734                  | 1,427,399          | 1,410             | 370,129           | 61                         | 334              | 11,685  | 39,742,491         |
| \$10,000,000 or more.....           | 1,639                  | 2,044,209          | 938               | 562,406           | 26                         | 829              | 7,868   | 125,696,910        |
| <b>Taxable returns.....</b>         | <b>8,913,788</b>       | <b>231,921,791</b> | <b>3,596,403</b>  | <b>24,898,867</b> | <b>2,465,819</b>           | <b>1,729,594</b> | <b>9,377,216</b>  | <b>482,192,064</b> |
| <b>Nontaxable returns.....</b>      | <b>6,144,150</b>       | <b>58,302,985</b>  | <b>1,597,738</b>  | <b>18,108,621</b> | <b>412,444</b>             | <b>196,395</b>   | <b>1,498,015</b>  | <b>15,035,630</b>  |

| Size of adjusted gross income       | Sales of capital assets reported on Form 1040, Schedule D--continued |                   |                         |                   |                         |                    |                           |                    |
|-------------------------------------|--|-------------------|-------------------------|-------------------|-------------------------|--------------------|---------------------------|--------------------|
|                                     | Taxable net loss   |                   | Short-term capital gain |                   | Short-term capital loss |                    | Short-term loss carryover |                    |
|                                     | Number of returns  | Amount            | Number of returns       | Amount            | Number of returns       | Amount             | Number of returns         | Amount             |
|                                     | (25)   | (26)              | (27)                    | (28)              | (29)                    | (30)               | (31)                      | (32)               |
| <b>All returns.....</b>             | <b>11,513,428</b>  | <b>25,492,046</b> | <b>4,488,654</b>        | <b>39,746,504</b> | <b>5,506,046</b>        | <b>144,946,686</b> | <b>2,608,231</b>          | <b>127,020,069</b> |
| No adjusted gross income.....       | 675,087  | 1,693,394         | 83,058                  | 1,532,554         | 338,760                 | 15,653,381         | 260,952                   | 14,137,725         |
| \$1 under \$5,000.....              | 557,481  | 1,146,940         | 143,372                 | 169,770           | 225,377                 | 3,430,904          | 146,336                   | 3,127,010          |
| \$5,000 under \$10,000.....         | 500,295  | 1,090,908         | 147,382                 | 231,599           | 194,602                 | 3,521,028          | 95,265                    | 3,019,699          |
| \$10,000 under \$15,000.....        | 503,617  | 1,097,007         | 171,314                 | 274,926           | 196,452                 | 3,286,167          | 82,965                    | 2,848,300          |
| \$15,000 under \$20,000.....        | 454,413  | 1,022,877         | 167,808                 | 345,596           | 184,691                 | 3,249,880          | 88,528                    | 2,812,601          |
| \$20,000 under \$25,000.....        | 416,925  | 880,200           | 151,486                 | 320,313           | 173,933                 | 2,918,443          | 77,877                    | 2,590,293          |
| \$25,000 under \$30,000.....        | 403,229  | 878,512           | 150,410                 | 354,635           | 166,899                 | 2,750,879          | 82,767                    | 2,532,355          |
| \$30,000 under \$40,000.....        | 824,506  | 1,733,090         | 266,065                 | 648,084           | 349,013                 | 5,208,463          | 142,423                   | 4,258,672          |
| \$40,000 under \$50,000.....        | 826,962  | 1,767,851         | 307,302                 | 627,103           | 345,863                 | 5,777,698          | 152,001                   | 4,847,871          |
| \$50,000 under \$75,000.....        | 1,849,903  | 3,872,862         | 700,954                 | 2,106,668         | 773,865                 | 13,018,558         | 317,273                   | 10,871,271         |
| \$75,000 under \$100,000.....       | 1,410,780  | 3,016,508         | 633,605                 | 2,199,811         | 667,510                 | 12,230,056         | 281,279                   | 10,616,886         |
| \$100,000 under \$200,000.....      | 2,068,557  | 4,674,715         | 932,479                 | 4,978,347         | 1,095,199               | 25,778,982         | 465,415                   | 22,450,204         |
| \$200,000 under \$500,000.....      | 791,912  | 1,985,855         | 438,144                 | 5,595,789         | 553,093                 | 21,875,166         | 275,207                   | 19,810,537         |
| \$500,000 under \$1,000,000.....    | 155,821  | 422,087           | 112,667                 | 3,429,687         | 145,052                 | 9,840,514          | 81,377                    | 8,865,989          |
| \$1,000,000 under \$1,500,000.....  | 35,475   | 99,770            | 32,584                  | 1,697,124         | 40,052                  | 3,814,650          | 24,593                    | 3,418,183          |
| \$1,500,000 under \$2,000,000.....  | 14,356   | 40,513            | 14,855                  | 1,159,469         | 17,845                  | 2,214,318          | 10,822                    | 2,028,180          |
| \$2,000,000 under \$5,000,000.....  | 18,822   | 53,798            | 23,657                  | 3,754,299         | 27,319                  | 4,706,393          | 16,645                    | 4,193,315          |
| \$5,000,000 under \$10,000,000..... | 3,662  | 10,509            | 6,773                   | 2,519,910         | 6,605                   | 2,118,643          | 4,087                     | 1,785,640          |
| \$10,000,000 or more.....           | 1,624  | 4,649             | 4,740                   | 7,800,818         | 3,912                   | 3,552,563          | 2,420                     | 2,805,338          |
| <b>Taxable returns.....</b>         | <b>8,886,242</b>   | <b>19,472,221</b> | <b>3,853,895</b>        | <b>37,358,233</b> | <b>4,315,299</b>        | <b>108,968,280</b> | <b>1,878,911</b>          | <b>95,076,335</b>  |
| <b>Nontaxable returns.....</b>      | <b>2,627,186</b>   | <b>6,019,825</b>  | <b>634,759</b>          | <b>2,388,272</b>  | <b>1,190,748</b>        | <b>35,978,405</b>  | <b>729,321</b>            | <b>31,943,734</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Sales of capital assets reported on Form 1040, Schedule D--continued |                   |  |                   |  |                  |   |                  |
|-------------------------------------|--|-------------------|--|-------------------|--|------------------|---|------------------|
|                                     | Net short-term gain from sales of capital assets                     |                   | Net short-term loss from sales of capital assets |                   | Short-term gain from other forms (2119,4797,etc) |                  | Short-term gain from other forms (Forms 4684, 6781, and 8824) |                  |
|                                     | Number of returns  | Amount            | Number of returns                                | Amount            | Number of returns                                | Amount           | Number of returns   | Amount           |
|                                     | (33)   | (34)              | (35)   | (36)              | (37)   | (38)             | (39)  | (40)             |
| <b>All returns.....</b>             | <b>4,660,892</b>   | <b>29,959,194</b> | <b>3,397,704</b>                                 | <b>23,908,018</b> | <b>120,495</b>                                   | <b>3,300,564</b> | <b>103,767</b>  | <b>1,000,846</b> |
| No adjusted gross income.....       | 117,031  | 1,216,253         | 126,705  | 1,882,519         | 3,124  | 71,126           | 3,942   | 104,755          |
| \$1 under \$5,000.....              | 157,377  | 257,307           | 104,761  | 404,100           | * 1,431  | * 1,247          | 1,928   | 7,531            |
| \$5,000 under \$10,000.....         | 154,678  | 276,009           | 117,718  | 554,490           | * 2,183  | * 9,564          | 1,336   | 7,448            |
| \$10,000 under \$15,000.....        | 175,801  | 377,835           | 124,571  | 540,329           | 2,524  | 3,114            | 1,708   | 3,378            |
| \$15,000 under \$20,000.....        | 168,588  | 360,126           | 107,066  | 472,135           | 5,106  | 27,062           | 934   | 27,459           |
| \$20,000 under \$25,000.....        | 138,742  | 301,875           | 102,013  | 335,899           | 7,373  | 79,626           | 2,529   | 1,173            |
| \$25,000 under \$30,000.....        | 153,473  | 525,670           | 91,316   | 378,883           | * 1,122  | * 2,707          | 3,290   | 5,689            |
| \$30,000 under \$40,000.....        | 273,262  | 744,625           | 218,628  | 1,107,374         | 7,232  | 12,029           | 2,157   | 9,171            |
| \$40,000 under \$50,000.....        | 314,417  | 643,633           | 222,616  | 1,023,744         | 4,055  | 3,762            | 5,382   | 28,791           |
| \$50,000 under \$75,000.....        | 706,741  | 2,247,651         | 517,286  | 2,628,359         | 14,778   | 128,427          | 12,424  | 36,449           |
| \$75,000 under \$100,000.....       | 654,275  | 2,426,645         | 445,912  | 2,051,480         | 9,412  | 174,635          | 7,296   | 22,955           |
| \$100,000 under \$200,000.....      | 973,216  | 5,477,975         | 715,549  | 4,320,153         | 18,437   | 81,564           | 19,423  | 104,792          |
| \$200,000 under \$500,000.....      | 469,455  | 5,511,748         | 351,828  | 3,345,267         | 22,986   | 276,006          | 14,228  | 119,169          |
| \$500,000 under \$1,000,000.....    | 120,408  | 2,722,674         | 89,843   | 1,481,977         | 8,807  | 237,471          | 9,366   | 55,735           |
| \$1,000,000 under \$1,500,000.....  | 34,675   | 1,287,722         | 24,618   | 631,763           | 3,393  | 148,252          | 4,505   | 51,213           |
| \$1,500,000 under \$2,000,000.....  | 15,091   | 776,797           | 11,322   | 387,872           | 1,959  | 129,615          | 2,573   | 21,797           |
| \$2,000,000 under \$5,000,000.....  | 23,485   | 1,907,622         | 17,934   | 859,146           | 3,868  | 489,999          | 6,114   | 94,246           |
| \$5,000,000 under \$10,000,000..... | 6,158  | 973,098           | 4,830  | 482,048           | 1,421  | 313,237          | 2,373   | 85,314           |
| \$10,000,000 or more.....           | 4,018  | 1,923,929         | 3,189  | 1,020,479         | 1,285  | 1,111,122        | 2,258   | 213,783          |
| <b>Taxable returns.....</b>         | <b>3,954,534</b>   | <b>27,204,771</b> | <b>2,805,369</b>                                 | <b>19,067,666</b> | <b>98,468</b>                                    | <b>3,114,763</b> | <b>90,198</b>   | <b>844,742</b>   |
| <b>Nontaxable returns.....</b>      | <b>706,357</b>   | <b>2,754,424</b>  | <b>592,335</b>                                   | <b>4,840,352</b>  | <b>22,027</b>                                    | <b>185,801</b>   | <b>13,569</b>   | <b>156,104</b>   |

| Size of adjusted gross income       | Sales of capital assets reported on Form 1040, Schedule D--continued |                   |  |                  |                        |                    |                        |                    |
|-------------------------------------|--|-------------------|--|------------------|------------------------|--------------------|------------------------|--------------------|
|                                     | Net short-term partnership/ S corporation gain                       |                   | Net short-term partnership/ S corporation loss |                  | Long-term capital gain |                    | Long-term capital loss |                    |
|                                     | Number of returns  | Amount            | Number of returns                              | Amount           | Number of returns      | Amount             | Number of returns      | Amount             |
|                                     | (41)   | (42)              | (43)   | (44)             | (45)                   | (46)               | (47)                   | (48)               |
| <b>All returns.....</b>             | <b>684,814</b>   | <b>16,406,801</b> | <b>372,519</b>                                 | <b>2,951,481</b> | <b>10,064,855</b>      | <b>483,427,454</b> | <b>10,100,174</b>      | <b>249,339,607</b> |
| No adjusted gross income.....       | 17,866   | 954,085           | 9,362  | 237,292          | 154,920                | 9,755,721          | 598,024                | 25,287,032         |
| \$1 under \$5,000.....              | 16,251   | 20,349            | 6,546  | 9,252            | 356,757                | 669,039            | 507,136                | 7,184,519          |
| \$5,000 under \$10,000.....         | 14,515   | 31,168            | 3,600  | 24,533           | 372,359                | 1,304,064          | 466,865                | 6,927,316          |
| \$10,000 under \$15,000.....        | 9,191  | 15,307            | 14,206   | 15,490           | 424,592                | 1,407,932          | 447,185                | 7,478,879          |
| \$15,000 under \$20,000.....        | 20,070   | 24,481            | 6,289  | 3,758            | 418,686                | 1,648,195          | 403,967                | 7,132,536          |
| \$20,000 under \$25,000.....        | 24,536   | 14,865            | 12,043   | 67,131           | 375,232                | 1,766,091          | 368,792                | 6,380,780          |
| \$25,000 under \$30,000.....        | 15,971   | 25,769            | 17,110   | 33,463           | 351,207                | 1,968,386          | 358,958                | 6,222,102          |
| \$30,000 under \$40,000.....        | 32,113   | 98,883            | 15,656   | 40,698           | 664,839                | 3,578,150          | 700,783                | 12,230,230         |
| \$40,000 under \$50,000.....        | 30,482   | 123,459           | 16,006   | 21,042           | 729,689                | 4,002,130          | 710,003                | 11,901,253         |
| \$50,000 under \$75,000.....        | 78,507   | 298,156           | 29,988   | 50,046           | 1,640,475              | 12,998,504         | 1,601,580              | 28,108,194         |
| \$75,000 under \$100,000.....       | 61,369   | 165,156           | 39,882   | 105,360          | 1,289,948              | 15,552,580         | 1,239,206              | 22,591,429         |
| \$100,000 under \$200,000.....      | 144,160  | 804,886           | 96,643   | 293,897          | 2,033,617              | 48,937,191         | 1,801,784              | 43,745,327         |
| \$200,000 under \$500,000.....      | 109,606  | 1,576,555         | 58,941   | 368,712          | 875,494                | 67,581,026         | 691,355                | 32,746,347         |
| \$500,000 under \$1,000,000.....    | 51,186   | 1,352,404         | 23,333   | 321,195          | 221,534                | 49,919,875         | 139,777                | 13,861,863         |
| \$1,000,000 under \$1,500,000.....  | 19,116   | 742,283           | 8,194  | 194,625          | 62,076                 | 27,988,479         | 31,364                 | 5,134,137          |
| \$1,500,000 under \$2,000,000.....  | 9,960  | 581,240           | 3,918  | 104,651          | 28,364                 | 18,704,433         | 12,630                 | 3,321,538          |
| \$2,000,000 under \$5,000,000.....  | 18,783   | 2,131,335         | 7,277  | 334,643          | 44,988                 | 57,286,990         | 16,234                 | 4,853,621          |
| \$5,000,000 under \$10,000,000..... | 6,290  | 1,662,628         | 2,060  | 194,694          | 12,024                 | 38,278,594         | 3,166                  | 1,956,490          |
| \$10,000,000 or more.....           | 4,843  | 5,783,792         | 1,465  | 531,000          | 8,052                  | 120,080,072        | 1,366                  | 2,276,015          |
| <b>Taxable returns.....</b>         | <b>603,937</b>   | <b>15,635,062</b> | <b>328,670</b>                                 | <b>2,581,711</b> | <b>8,666,888</b>       | <b>466,936,615</b> | <b>7,773,277</b>       | <b>187,925,714</b> |
| <b>Nontaxable returns.....</b>      | <b>80,876</b>  | <b>771,739</b>    | <b>43,848</b>                                  | <b>369,771</b>   | <b>1,397,967</b>       | <b>16,490,838</b>  | <b>2,326,898</b>       | <b>61,413,893</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Sales of capital assets reported on Form 1040, Schedule D--continued |                    |   |                   |                          |                    |  |                    |
|-------------------------------------|--|--------------------|---|-------------------|--------------------------|--------------------|--|--------------------|
|                                     | Net long-term gain from sales of capital assets                      |                    | Net long-term loss from sales of capital assets |                   | Long-term loss carryover |                    | Long-term gain from other forms (Forms 2119, 6252, etc.) |                    |
|                                     | Number of returns  | Amount             | Number of returns                               | Amount            | Number of returns        | Amount             | Number of returns  | Amount             |
|                                     | (49)   | (50)               | (51)  | (52)              | (53)                     | (54)               | (55)   | (56)               |
| <b>All returns.....</b>             | <b>8,142,706</b>   | <b>239,677,920</b> | <b>6,226,226</b>                                | <b>61,778,335</b> | <b>6,972,761</b>         | <b>229,561,762</b> | <b>2,316,533</b>   | <b>162,651,509</b> |
| No adjusted gross income.....       | 149,900  | 4,034,513          | 295,385   | 4,694,725         | 442,210                  | 22,793,884         | 79,079   | 6,350,530          |
| \$1 under \$5,000.....              | 324,882  | 690,452            | 269,507   | 1,529,918         | 363,348                  | 6,181,764          | 37,150   | 306,705            |
| \$5,000 under \$10,000.....         | 326,278  | 1,097,900          | 268,600   | 1,692,887         | 312,883                  | 5,726,712          | 48,462   | 405,074            |
| \$10,000 under \$15,000.....        | 356,352  | 1,179,345          | 280,164   | 1,669,640         | 288,440                  | 6,466,984          | 84,008   | 607,779            |
| \$15,000 under \$20,000.....        | 322,444  | 1,173,066          | 253,439   | 1,759,634         | 247,098                  | 6,005,187          | 89,579   | 787,376            |
| \$20,000 under \$25,000.....        | 275,283  | 1,201,725          | 210,885   | 1,237,541         | 248,512                  | 5,631,791          | 84,381   | 735,437            |
| \$25,000 under \$30,000.....        | 272,739  | 1,298,797          | 224,844   | 1,489,658         | 217,883                  | 5,131,961          | 73,554   | 870,974            |
| \$30,000 under \$40,000.....        | 510,106  | 2,322,777          | 420,005   | 2,917,588         | 459,893                  | 10,298,443         | 151,731  | 1,445,675          |
| \$40,000 under \$50,000.....        | 563,141  | 2,921,079          | 449,273   | 2,970,485         | 427,615                  | 9,660,976          | 131,128  | 1,173,767          |
| \$50,000 under \$75,000.....        | 1,309,381  | 8,807,056          | 1,015,307                                       | 7,222,036         | 1,025,214                | 23,791,739         | 311,438  | 4,790,374          |
| \$75,000 under \$100,000.....       | 1,025,009  | 9,673,585          | 843,823   | 6,474,654         | 773,974                  | 19,470,166         | 257,936  | 7,207,303          |
| \$100,000 under \$200,000.....      | 1,682,349  | 28,304,664         | 1,118,744                                       | 10,860,726        | 1,297,373                | 40,249,508         | 492,878  | 20,718,570         |
| \$200,000 under \$500,000.....      | 713,572  | 35,602,602         | 436,688   | 8,064,435         | 630,239                  | 32,307,267         | 300,690  | 29,614,948         |
| \$500,000 under \$1,000,000.....    | 181,247  | 25,637,891         | 91,853  | 3,405,318         | 152,343                  | 14,680,345         | 95,334   | 20,266,766         |
| \$1,000,000 under \$1,500,000.....  | 53,374   | 14,624,424         | 20,721  | 1,188,670         | 38,375                   | 5,729,408          | 29,403   | 9,533,198          |
| \$1,500,000 under \$2,000,000.....  | 23,663   | 9,088,649          | 9,156   | 1,024,813         | 16,305                   | 3,571,697          | 14,298   | 6,439,770          |
| \$2,000,000 under \$5,000,000.....  | 36,590   | 25,628,756         | 13,001  | 1,866,560         | 23,068                   | 6,008,657          | 23,767   | 18,349,820         |
| \$5,000,000 under \$10,000,000..... | 9,848  | 15,848,217         | 3,126   | 844,773           | 5,193                    | 2,602,251          | 6,818  | 11,128,713         |
| \$10,000,000 or more.....           | 6,549  | 50,542,421         | 1,708   | 864,273           | 2,796                    | 3,253,022          | 4,900  | 21,918,728         |
| <b>Taxable returns.....</b>         | <b>6,919,954</b>   | <b>229,518,281</b> | <b>4,945,641</b>                                | <b>49,274,716</b> | <b>5,351,302</b>         | <b>174,248,751</b> | <b>1,920,824</b>   | <b>153,219,826</b> |
| <b>Nontaxable returns.....</b>      | <b>1,222,752</b>   | <b>10,159,639</b>  | <b>1,280,586</b>                                | <b>12,503,619</b> | <b>1,621,459</b>         | <b>55,313,010</b>  | <b>395,709</b>   | <b>9,431,682</b>   |

| Size of adjusted gross income       | Sales of capital assets reported on Form 1040, Schedule D--continued |                  |   |                    |   |                  |                          |                   |
|-------------------------------------|--|------------------|---|--------------------|---|------------------|--------------------------|-------------------|
|                                     | Long-term gain from other forms (4684,6781, and8824)                 |                  | Net long-term partnership/ S corporation gain |                    | Net long-term partnership/ S corporation loss |                  | Long-term loss carryover |                   |
|                                     | Number of returns  | Amount           | Number of returns                             | Amount             | Number of returns                             | Amount           | Number of returns        | Amount            |
|                                     | (57)   | (58)             | (59)  | (60)               | (61)  | (62)             | (63)                     | (64)              |
| <b>All returns.....</b>             | <b>85,432</b>  | <b>1,205,642</b> | <b>1,275,661</b>                              | <b>118,092,057</b> | <b>633,700</b>                                | <b>7,261,116</b> | <b>7,854,562</b>         | <b>13,409,908</b> |
| No adjusted gross income.....       | 3,147  | 124,411          | 34,724  | 3,232,651          | 14,208  | 1,766,397        | 220,348                  | 221,986           |
| \$1 under \$5,000.....              | 1,927  | 11,296           | 18,342  | 138,982            | 17,601  | 122,831          | 302,356                  | 194,189           |
| \$5,000 under \$10,000.....         | 1,329  | 11,085           | 30,809  | 100,392            | 11,799  | 41,934           | 287,904                  | 245,999           |
| \$10,000 under \$15,000.....        | * 1,542  | * 3,685          | 25,634  | 92,043             | 16,175  | 116,979          | 307,712                  | 307,174           |
| \$15,000 under \$20,000.....        | 435  | 14,594           | 33,685  | 115,314            | 22,751  | 83,683           | 330,895                  | 303,003           |
| \$20,000 under \$25,000.....        | * 1,588  | * 1,608          | 24,069  | 148,234            | 22,792  | 77,589           | 265,031                  | 248,443           |
| \$25,000 under \$30,000.....        | * 1,390  | * 5,081          | 28,362  | 177,512            | 26,420  | 171,191          | 245,075                  | 196,674           |
| \$30,000 under \$40,000.....        | 3,126  | 12,604           | 50,035  | 381,363            | 29,768  | 154,249          | 475,031                  | 580,990           |
| \$40,000 under \$50,000.....        | 5,366  | 42,897           | 65,483  | 318,306            | 39,667  | 217,031          | 547,998                  | 579,113           |
| \$50,000 under \$75,000.....        | 13,521   | 51,236           | 146,722                                       | 978,629            | 89,977  | 305,816          | 1,241,414                | 1,672,985         |
| \$75,000 under \$100,000.....       | 6,939  | 41,597           | 149,046                                       | 912,540            | 72,519  | 293,887          | 972,865                  | 1,448,029         |
| \$100,000 under \$200,000.....      | 17,204   | 133,500          | 284,323                                       | 5,449,779          | 138,459                                       | 899,946          | 1,591,942                | 2,860,512         |
| \$200,000 under \$500,000.....      | 11,085   | 154,057          | 207,704                                       | 8,898,699          | 85,059  | 716,577          | 748,699                  | 1,936,919         |
| \$500,000 under \$1,000,000.....    | 6,437  | 79,898           | 86,362  | 8,114,947          | 27,223  | 642,664          | 191,382                  | 846,248           |
| \$1,000,000 under \$1,500,000.....  | 2,931  | 67,915           | 30,675  | 5,661,344          | 8,098   | 353,340          | 51,934                   | 374,709           |
| \$1,500,000 under \$2,000,000.....  | 1,495  | 26,638           | 15,593  | 4,416,780          | 3,431   | 168,405          | 23,487                   | 228,627           |
| \$2,000,000 under \$5,000,000.....  | 3,565  | 110,999          | 28,691  | 16,308,573         | 5,594   | 381,579          | 35,486                   | 504,734           |
| \$5,000,000 under \$10,000,000..... | 1,278  | 68,406           | 8,825   | 12,870,597         | 1,364   | 218,107          | 9,179                    | 206,977           |
| \$10,000,000 or more.....           | 1,127  | 244,133          | 6,575   | 49,775,373         | 796   | 528,910          | 5,824                    | 452,597           |
| <b>Taxable returns.....</b>         | <b>74,924</b>  | <b>1,021,330</b> | <b>1,142,958</b>                              | <b>114,415,215</b> | <b>538,863</b>                                | <b>5,872,724</b> | <b>6,668,400</b>         | <b>12,220,783</b> |
| <b>Nontaxable returns.....</b>      | <b>10,509</b>  | <b>184,312</b>   | <b>132,703</b>                                | <b>3,676,841</b>   | <b>94,837</b>                                 | <b>1,388,391</b> | <b>1,186,161</b>         | <b>1,189,125</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Sale of property other than capital assets |                   |                   |                  | Total taxable IRA distributions |                    | Pensions and annuities |                    |
|-------------------------------------|--|-------------------|-------------------|------------------|---------------------------------|--------------------|------------------------|--------------------|
|                                     | Net gain                                   |                   | Net loss          |                  | Number of returns               | Amount             | Total                  |                    |
|                                     | Number of returns                          | Amount            | Number of returns | Amount           |                                 |                    | Number of returns      | Amount             |
|                                     | (65)                                       | (66)              | (67)              | (68)             | (69)                            | (70)               | (71)                   | (72)               |
| <b>All returns.....</b>             | <b>857,903</b>                             | <b>10,473,327</b> | <b>892,031</b>    | <b>7,970,811</b> | <b>8,913,846</b>                | <b>101,672,181</b> | <b>25,130,018</b>      | <b>627,664,241</b> |
| No adjusted gross income.....       | 48,387                                     | 853,763           | 66,863            | 3,225,921        | 76,273                          | 927,571            | 200,197                | 4,753,704          |
| \$1 under \$5,000.....              | 19,345                                     | 76,172            | 24,580            | 86,612           | 205,778                         | 458,248            | 659,639                | 4,663,960          |
| \$5,000 under \$10,000.....         | 23,246                                     | 141,739           | 26,294            | 56,987           | 495,980                         | 1,834,902          | 1,408,056              | 10,907,039         |
| \$10,000 under \$15,000.....        | 25,592                                     | 148,538           | 16,789            | 92,083           | 750,792                         | 3,521,596          | 2,078,368              | 21,871,313         |
| \$15,000 under \$20,000.....        | 36,186                                     | 224,603           | 38,808            | 110,693          | 789,554                         | 4,098,847          | 2,167,099              | 28,087,050         |
| \$20,000 under \$25,000.....        | 36,645                                     | 135,070           | 32,001            | 203,432          | 557,535                         | 3,548,389          | 1,619,745              | 25,028,810         |
| \$25,000 under \$30,000.....        | 40,166                                     | 331,490           | 23,245            | 74,459           | 548,724                         | 3,474,929          | 1,442,406              | 24,006,143         |
| \$30,000 under \$40,000.....        | 57,778                                     | 368,278           | 57,496            | 196,236          | 883,464                         | 6,500,389          | 2,607,768              | 46,741,639         |
| \$40,000 under \$50,000.....        | 57,977                                     | 512,905           | 36,861            | 137,799          | 813,974                         | 7,396,669          | 2,218,421              | 49,519,986         |
| \$50,000 under \$75,000.....        | 124,239                                    | 873,817           | 116,359           | 369,107          | 1,597,750                       | 19,115,159         | 4,501,562              | 124,391,933        |
| \$75,000 under \$100,000.....       | 91,009                                     | 929,888           | 99,700            | 325,214          | 932,878                         | 15,249,532         | 2,764,633              | 92,444,004         |
| \$100,000 under \$200,000.....      | 144,268                                    | 1,748,164         | 156,460           | 716,408          | 978,836                         | 22,496,039         | 2,687,416              | 126,894,310        |
| \$200,000 under \$500,000.....      | 94,135                                     | 1,515,230         | 114,419           | 672,288          | 222,720                         | 9,349,344          | 612,480                | 47,907,569         |
| \$500,000 under \$1,000,000.....    | 30,945                                     | 587,895           | 45,151            | 458,878          | 38,651                          | 2,137,026          | 102,425                | 10,926,365         |
| \$1,000,000 under \$1,500,000.....  | 9,800                                      | 343,100           | 13,917            | 230,339          | 9,151                           | 551,889            | 25,855                 | 3,164,537          |
| \$1,500,000 under \$2,000,000.....  | 4,737                                      | 216,133           | 6,845             | 196,772          | 4,174                           | 314,451            | 11,022                 | 1,736,493          |
| \$2,000,000 under \$5,000,000.....  | 8,642                                      | 524,756           | 11,222            | 330,336          | 5,555                           | 416,183            | 16,447                 | 2,678,076          |
| \$5,000,000 under \$10,000,000..... | 2,574                                      | 323,236           | 2,992             | 188,784          | 1,274                           | 134,122            | 3,926                  | 986,061            |
| \$10,000,000 or more.....           | 2,233                                      | 618,549           | 2,029             | 298,464          | 782                             | 146,896            | 2,553                  | 955,247            |
| <b>Taxable returns.....</b>         | <b>657,566</b>                             | <b>8,720,092</b>  | <b>692,633</b>    | <b>4,080,542</b> | <b>7,142,912</b>                | <b>92,291,485</b>  | <b>20,160,943</b>      | <b>572,008,551</b> |
| <b>Nontaxable returns.....</b>      | <b>200,337</b>                             | <b>1,753,235</b>  | <b>199,398</b>    | <b>3,890,269</b> | <b>1,770,934</b>                | <b>9,380,695</b>   | <b>4,969,075</b>       | <b>55,655,690</b>  |

| Size of adjusted gross income       | Pensions and annuities--continued |                    | Rent              |                   |  |                   | Royalty           |                   |
|-------------------------------------|-----------------------------------|--------------------|-------------------|-------------------|--|-------------------|-------------------|-------------------|
|                                     | Taxable                           |                    | Net income        |                   | Net loss (includes nondeductible loss) |                   | Net income        |                   |
|                                     | Number of returns                 | Amount             | Number of returns | Amount            | Number of returns                      | Amount            | Number of returns | Amount            |
|                                     | (73)                              | (74)               | (75)              | (76)              | (77)                                   | (78)              | (79)              | (80)              |
| <b>All returns.....</b>             | <b>23,123,390</b>                 | <b>394,285,849</b> | <b>4,078,981</b>  | <b>50,640,786</b> | <b>4,731,529</b>                       | <b>44,672,209</b> | <b>1,296,467</b>  | <b>12,421,989</b> |
| No adjusted gross income.....       | 161,559                           | 1,470,868          | 97,748            | 1,214,772         | 212,741                                | 4,308,957         | 32,292            | 295,767           |
| \$1 under \$5,000.....              | 617,619                           | 1,582,848          | 113,614           | 343,268           | 89,757                                 | 769,318           | 39,674            | 64,776            |
| \$5,000 under \$10,000.....         | 1,359,227                         | 7,176,833          | 194,436           | 687,792           | 132,763                                | 1,044,309         | 58,375            | 129,855           |
| \$10,000 under \$15,000.....        | 2,015,731                         | 16,563,645         | 231,589           | 1,073,476         | 141,285                                | 913,317           | 53,125            | 178,670           |
| \$15,000 under \$20,000.....        | 2,100,237                         | 21,954,819         | 240,471           | 1,453,446         | 175,980                                | 1,305,783         | 66,975            | 212,182           |
| \$20,000 under \$25,000.....        | 1,560,629                         | 18,738,307         | 198,669           | 1,149,329         | 201,041                                | 1,336,799         | 53,175            | 131,508           |
| \$25,000 under \$30,000.....        | 1,371,182                         | 19,055,547         | 159,947           | 965,787           | 204,887                                | 1,322,236         | 61,388            | 168,800           |
| \$30,000 under \$40,000.....        | 2,458,423                         | 36,521,756         | 339,916           | 2,053,467         | 418,882                                | 3,301,069         | 84,502            | 411,058           |
| \$40,000 under \$50,000.....        | 2,045,615                         | 35,705,441         | 320,204           | 2,232,680         | 372,241                                | 3,014,845         | 97,205            | 284,537           |
| \$50,000 under \$75,000.....        | 4,161,236                         | 85,100,572         | 699,465           | 5,148,899         | 893,931                                | 7,265,957         | 202,180           | 919,855           |
| \$75,000 under \$100,000.....       | 2,414,052                         | 59,281,955         | 439,014           | 4,938,200         | 664,264                                | 5,158,768         | 154,221           | 800,048           |
| \$100,000 under \$200,000.....      | 2,264,799                         | 67,835,343         | 641,303           | 9,804,827         | 829,724                                | 7,991,656         | 224,008           | 2,151,053         |
| \$200,000 under \$500,000.....      | 472,215                           | 17,742,320         | 285,288           | 9,426,709         | 303,731                                | 4,418,941         | 105,267           | 2,276,133         |
| \$500,000 under \$1,000,000.....    | 75,474                            | 3,102,608          | 73,488            | 4,086,929         | 58,291                                 | 1,198,954         | 32,933            | 1,237,396         |
| \$1,000,000 under \$1,500,000.....  | 19,839                            | 779,179            | 17,886            | 1,630,710         | 14,323                                 | 451,218           | 10,673            | 734,844           |
| \$1,500,000 under \$2,000,000.....  | 8,199                             | 437,944            | 8,813             | 999,065           | 5,996                                  | 200,074           | 5,109             | 404,362           |
| \$2,000,000 under \$5,000,000.....  | 12,394                            | 739,556            | 12,395            | 1,852,581         | 8,339                                  | 377,696           | 9,643             | 851,592           |
| \$5,000,000 under \$10,000,000..... | 2,986                             | 242,735            | 2,931             | 751,757           | 2,070                                  | 131,094           | 3,135             | 433,361           |
| \$10,000,000 or more.....           | 1,974                             | 253,573            | 1,804             | 827,092           | 1,281                                  | 161,219           | 2,585             | 736,193           |
| <b>Taxable returns.....</b>         | <b>18,460,015</b>                 | <b>361,181,498</b> | <b>3,182,187</b>  | <b>45,516,761</b> | <b>3,703,132</b>                       | <b>32,879,731</b> | <b>1,072,187</b>  | <b>11,633,111</b> |
| <b>Nontaxable returns.....</b>      | <b>4,663,375</b>                  | <b>33,104,351</b>  | <b>896,794</b>    | <b>5,124,025</b>  | <b>1,028,397</b>                       | <b>11,792,479</b> | <b>224,280</b>    | <b>788,878</b>    |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Royalty--continued |                | Farm rental       |                  |                   |                | Total rental and royalty |                   |
|-------------------------------------|--------------------|----------------|-------------------|------------------|-------------------|----------------|--------------------------|-------------------|
|                                     | Net loss           |                | Net income        |                  | Net loss          |                | Net income               |                   |
|                                     | Number of returns  | Amount         | Number of returns | Amount           | Number of returns | Amount         | Number of returns        | Amount            |
|                                     | (81)               | (82)           | (83)              | (84)             | (85)              | (86)           | (87)                     | (88)              |
| <b>All returns.....</b>             | <b>31,654</b>      | <b>186,747</b> | <b>500,587</b>    | <b>3,757,426</b> | <b>126,185</b>    | <b>703,622</b> | <b>5,370,773</b>         | <b>65,850,060</b> |
| No adjusted gross income.....       | 1,364              | 7,325          | 10,498            | 52,289           | 12,243            | 126,328        | 122,142                  | 1,495,038         |
| \$1 under \$5,000.....              | * 163              | * 313          | 22,826            | 43,930           | * 1,237           | * 4,968        | 167,135                  | 448,896           |
| \$5,000 under \$10,000.....         | * 892              | * 45           | 36,904            | 133,351          | * 8,017           | * 40,237       | 269,622                  | 937,859           |
| \$10,000 under \$15,000.....        | * 698              | * 1,707        | 33,144            | 124,876          | 10,406            | 22,626         | 294,877                  | 1,372,512         |
| \$15,000 under \$20,000.....        | * 35               | * 543          | 51,299            | 275,618          | * 6,540           | * 16,276       | 331,391                  | 1,919,778         |
| \$20,000 under \$25,000.....        | * 2,096            | * 9,651        | 26,851            | 136,570          | * 4,873           | * 9,650        | 261,282                  | 1,395,469         |
| \$25,000 under \$30,000.....        | * 1,917            | * 17,217       | 29,976            | 172,657          | * 4,807           | * 25,947       | 235,874                  | 1,292,630         |
| \$30,000 under \$40,000.....        | * 3,911            | * 28,186       | 41,560            | 305,220          | 7,926             | 47,723         | 439,963                  | 2,727,896         |
| \$40,000 under \$50,000.....        | * 935              | * 2,138        | 30,099            | 153,659          | 7,868             | 21,256         | 411,038                  | 2,646,712         |
| \$50,000 under \$75,000.....        | ** 8,089           | ** 19,816      | 65,512            | 439,496          | 24,523            | 153,523        | 882,322                  | 6,401,098         |
| \$75,000 under \$100,000.....       | **                 | **             | 73,577            | 712,374          | 14,170            | 90,584         | 608,803                  | 6,308,614         |
| \$100,000 under \$200,000.....      | 6,951              | 57,865         | 59,217            | 897,027          | 16,320            | 72,627         | 830,713                  | 12,669,474        |
| \$200,000 under \$500,000.....      | 3,490              | 24,484         | ** 19,125         | ** 310,360       | ** 7,256          | ** 71,878      | 354,680                  | 11,737,729        |
| \$500,000 under \$1,000,000.....    | 447                | 4,004          | **                | **               | **                | **             | 95,318                   | 5,295,936         |
| \$1,000,000 under \$1,500,000.....  | 206                | 2,715          | **                | **               | **                | **             | 25,201                   | 2,356,157         |
| \$1,500,000 under \$2,000,000.....  | 101                | 857            | **                | **               | **                | **             | 12,287                   | 1,399,452         |
| \$2,000,000 under \$5,000,000.....  | 230                | 3,919          | **                | **               | **                | **             | 19,270                   | 2,697,628         |
| \$5,000,000 under \$10,000,000..... | 71                 | 904            | **                | **               | **                | **             | 5,234                    | 1,183,298         |
| \$10,000,000 or more.....           | 59                 | 5,056          | **                | **               | **                | **             | 3,618                    | 1,563,884         |
| <b>Taxable returns.....</b>         | <b>27,448</b>      | <b>157,007</b> | <b>380,770</b>    | <b>3,287,723</b> | <b>89,773</b>     | <b>507,476</b> | <b>4,224,741</b>         | <b>59,628,232</b> |
| <b>Nontaxable returns.....</b>      | <b>4,206</b>       | <b>29,740</b>  | <b>119,817</b>    | <b>469,704</b>   | <b>36,412</b>     | <b>196,146</b> | <b>1,146,032</b>         | <b>6,221,828</b>  |

| Size of adjusted gross income       | Total rental and royalty--continued |                   | Partnership and S corporation |                    |                   |                   | Estate and trust  |                   |
|-------------------------------------|-------------------------------------|-------------------|-------------------------------|--------------------|-------------------|-------------------|-------------------|-------------------|
|                                     | Net loss                            |                   | Net income                    |                    | Net loss          |                   | Net income        |                   |
|                                     | Number of returns                   | Amount            | Number of returns             | Amount             | Number of returns | Amount            | Number of returns | Amount            |
|                                     | (89)                                | (90)              | (91)                          | (92)               | (93)              | (94)              | (95)              | (96)              |
| <b>All returns.....</b>             | <b>4,380,365</b>                    | <b>38,465,692</b> | <b>4,738,228</b>              | <b>398,690,527</b> | <b>2,498,144</b>  | <b>82,697,364</b> | <b>507,008</b>    | <b>15,436,171</b> |
| No adjusted gross income.....       | 221,095                             | 4,184,375         | 61,390                        | 2,288,735          | 257,404           | 32,374,142        | 9,394             | 155,477           |
| \$1 under \$5,000.....              | 86,572                              | 628,634           | 75,099                        | 280,032            | 68,530            | 1,033,919         | 13,282            | 28,285            |
| \$5,000 under \$10,000.....         | 135,777                             | 991,080           | 100,520                       | 534,617            | 81,813            | 780,528           | 19,344            | 56,803            |
| \$10,000 under \$15,000.....        | 144,046                             | 850,793           | 121,162                       | 871,130            | 87,637            | 1,122,190         | 23,631            | 128,198           |
| \$15,000 under \$20,000.....        | 175,164                             | 1,132,408         | 159,709                       | 1,492,186          | 81,386            | 745,119           | 22,378            | 141,317           |
| \$20,000 under \$25,000.....        | 199,965                             | 1,271,457         | 137,662                       | 1,384,409          | 64,195            | 629,704           | 11,616            | 44,888            |
| \$25,000 under \$30,000.....        | 199,430                             | 1,307,049         | 134,183                       | 1,763,137          | 85,490            | 803,789           | 14,345            | 67,908            |
| \$30,000 under \$40,000.....        | 411,690                             | 3,059,142         | 261,297                       | 3,500,999          | 180,587           | 1,688,509         | 36,596            | 286,158           |
| \$40,000 under \$50,000.....        | 372,603                             | 2,843,913         | 289,700                       | 4,979,403          | 147,297           | 1,589,451         | 42,328            | 334,299           |
| \$50,000 under \$75,000.....        | 887,226                             | 6,870,795         | 667,672                       | 11,583,166         | 376,177           | 3,743,216         | 81,600            | 877,006           |
| \$75,000 under \$100,000.....       | 656,385                             | 4,890,222         | 603,208                       | 13,729,201         | 297,483           | 3,114,147         | 55,107            | 514,588           |
| \$100,000 under \$200,000.....      | 681,472                             | 5,823,800         | 1,066,375                     | 45,587,010         | 461,646           | 6,791,579         | 99,326            | 1,916,516         |
| \$200,000 under \$500,000.....      | 150,288                             | 2,537,500         | 714,817                       | 81,682,638         | 209,192           | 7,048,829         | 47,328            | 2,068,614         |
| \$500,000 under \$1,000,000.....    | 36,291                              | 928,322           | 212,182                       | 59,508,543         | 53,300            | 4,279,592         | 16,529            | 1,695,890         |
| \$1,000,000 under \$1,500,000.....  | 9,352                               | 334,054           | 56,348                        | 29,310,977         | 16,234            | 1,955,663         | 5,336             | 1,103,936         |
| \$1,500,000 under \$2,000,000.....  | 4,103                               | 173,405           | 25,171                        | 19,510,041         | 8,072             | 1,292,469         | 2,313             | 463,023           |
| \$2,000,000 under \$5,000,000.....  | 6,231                               | 327,895           | 37,424                        | 48,532,570         | 14,084            | 4,064,038         | 4,191             | 1,625,896         |
| \$5,000,000 under \$10,000,000..... | 1,586                               | 159,725           | 8,888                         | 24,304,391         | 4,424             | 2,773,146         | 1,352             | 1,026,285         |
| \$10,000,000 or more.....           | 1,088                               | 151,123           | 5,421                         | 47,847,343         | 3,192             | 6,867,334         | 1,010             | 2,901,083         |
| <b>Taxable returns.....</b>         | <b>3,343,234</b>                    | <b>27,422,255</b> | <b>4,129,842</b>              | <b>390,150,786</b> | <b>1,772,574</b>  | <b>44,048,715</b> | <b>441,882</b>    | <b>14,937,313</b> |
| <b>Nontaxable returns.....</b>      | <b>1,037,130</b>                    | <b>11,043,438</b> | <b>608,385</b>                | <b>8,539,741</b>   | <b>725,571</b>    | <b>38,648,649</b> | <b>65,127</b>     | <b>498,857</b>    |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Estate and trust--continued |                  | Farm              |                  |                   |                   | Unemployment compensation |                   |
|-------------------------------------|-----------------------------|------------------|-------------------|------------------|-------------------|-------------------|---------------------------|-------------------|
|                                     | Net loss                    |                  | Net income        |                  | Net loss          |                   |                           |                   |
|                                     | Number of returns           | Amount           | Number of returns | Amount           | Number of returns | Amount            | Number of returns         | Amount            |
|                                     | (97)                        | (98)             | (99)              | (100)            | (101)             | (102)             | (103)                     | (104)             |
| <b>All returns.....</b>             | <b>35,710</b>               | <b>1,435,566</b> | <b>588,823</b>    | <b>7,371,027</b> | <b>1,416,076</b>  | <b>20,610,232</b> | <b>9,094,911</b>          | <b>32,740,272</b> |
| No adjusted gross income.....       | 4,923                       | 552,034          | 21,115            | 325,371          | 112,842           | 3,731,131         | 32,793                    | 137,920           |
| \$1 under \$5,000.....              | * 352                       | * 242            | 44,908            | 100,067          | 32,150            | 319,026           | 271,857                   | 444,791           |
| \$5,000 under \$10,000.....         | * 971                       | * 1,252          | 39,815            | 186,691          | 66,739            | 680,426           | 797,325                   | 2,166,890         |
| \$10,000 under \$15,000.....        | * 223                       | * 151            | 40,069            | 260,232          | 70,625            | 854,443           | 1,017,041                 | 3,451,314         |
| \$15,000 under \$20,000.....        | * 1,906                     | * 14,194         | 27,123            | 261,292          | 89,792            | 941,164           | 1,032,107                 | 3,488,802         |
| \$20,000 under \$25,000.....        | * 1,636                     | * 4,156          | 31,953            | 356,482          | 72,122            | 707,778           | 820,699                   | 2,946,905         |
| \$25,000 under \$30,000.....        | * 7                         | * 3,346          | 35,896            | 401,263          | 67,373            | 619,804           | 667,732                   | 2,521,664         |
| \$30,000 under \$40,000.....        | ** 2,851                    | ** 2,348         | 63,110            | 690,362          | 178,635           | 1,735,792         | 1,045,515                 | 3,979,881         |
| \$40,000 under \$50,000.....        | **                          | **               | 49,927            | 495,545          | 116,269           | 1,246,290         | 823,189                   | 3,209,251         |
| \$50,000 under \$75,000.....        | 956                         | 2,019            | 109,678           | 1,475,498        | 246,425           | 2,507,274         | 1,372,632                 | 5,130,767         |
| \$75,000 under \$100,000.....       | 3,653                       | 1,186            | 53,988            | 787,615          | 163,335           | 2,074,689         | 723,546                   | 2,848,099         |
| \$100,000 under \$200,000.....      | 7,032                       | 51,199           | 49,216            | 1,021,689        | 139,153           | 2,180,306         | 430,789                   | 2,125,314         |
| \$200,000 under \$500,000.....      | 6,430                       | 51,259           | ** 19,992         | ** 772,978       | 41,019            | 1,390,904         | ** 59,688                 | ** 288,672        |
| \$500,000 under \$1,000,000.....    | 1,810                       | 60,197           | **                | **               | 12,090            | 663,997           | **                        | **                |
| \$1,000,000 under \$1,500,000.....  | 604                         | 54,656           | 788               | 64,805           | 3,138             | 195,878           | **                        | **                |
| \$1,500,000 under \$2,000,000.....  | 462                         | 23,642           | 364               | 36,976           | 1,461             | 143,318           | **                        | **                |
| \$2,000,000 under \$5,000,000.....  | 996                         | 120,671          | 666               | 70,730           | 2,006             | 334,725           | **                        | **                |
| \$5,000,000 under \$10,000,000..... | 394                         | 64,570           | 128               | 27,110           | 548               | 127,247           | **                        | **                |
| \$10,000,000 or more.....           | 502                         | 428,443          | 88                | 36,321           | 354               | 156,400           | **                        | **                |
| <b>Taxable returns.....</b>         | <b>25,408</b>               | <b>901,846</b>   | <b>367,934</b>    | <b>5,254,511</b> | <b>1,001,564</b>  | <b>13,260,799</b> | <b>5,895,339</b>          | <b>22,433,830</b> |
| <b>Nontaxable returns.....</b>      | <b>10,302</b>               | <b>533,720</b>   | <b>220,889</b>    | <b>2,116,516</b> | <b>414,512</b>    | <b>7,349,433</b>  | <b>3,199,573</b>          | <b>10,306,441</b> |

| Size of adjusted gross income       | Social Security benefits |                    |                   |                    | Foreign earned income exclusion [1] |                   | Other income [2]  |                   |
|-------------------------------------|--------------------------|--------------------|-------------------|--------------------|-------------------------------------|-------------------|-------------------|-------------------|
|                                     | Total                    |                    | Taxable           |                    | Foreign earned income exclusion [1] |                   | Net income        |                   |
|                                     | Number of returns        | Amount             | Number of returns | Amount             | Number of returns                   | Amount            | Number of returns | Amount            |
|                                     | (105)                    | (106)              | (107)             | (108)              | (109)                               | (110)             | (111)             | (112)             |
| <b>All returns.....</b>             | <b>14,759,589</b>        | <b>231,873,220</b> | <b>11,691,859</b> | <b>110,462,387</b> | <b>295,313</b>                      | <b>15,446,376</b> | <b>5,532,206</b>  | <b>31,965,345</b> |
| No adjusted gross income.....       | 162,539                  | 2,137,048          | 230               | 3,837              | 68,084                              | 2,845,066         | 91,335            | 814,288           |
| \$1 under \$5,000.....              | 502,777                  | 6,315,962          | 12,888            | 35,533             | 44,553                              | 1,908,409         | 247,620           | 357,663           |
| \$5,000 under \$10,000.....         | 690,904                  | 8,889,131          | 12,961            | 63,072             | 13,557                              | 777,768           | 268,303           | 654,677           |
| \$10,000 under \$15,000.....        | 900,961                  | 12,808,725         | 45,722            | 174,282            | 10,363                              | 630,136           | 272,152           | 722,322           |
| \$15,000 under \$20,000.....        | 903,809                  | 13,515,682         | 263,612           | 292,331            | 19,834                              | 802,921           | 282,523           | 894,339           |
| \$20,000 under \$25,000.....        | 1,059,012                | 16,228,719         | 862,766           | 1,291,194          | 6,251                               | 332,756           | 295,670           | 892,673           |
| \$25,000 under \$30,000.....        | 1,127,889                | 17,312,157         | 1,082,344         | 2,595,633          | 6,961                               | 362,370           | 263,755           | 876,136           |
| \$30,000 under \$40,000.....        | 1,886,404                | 28,080,342         | 1,886,404         | 8,479,384          | 16,705                              | 969,068           | 477,498           | 1,520,185         |
| \$40,000 under \$50,000.....        | 1,479,795                | 21,869,091         | 1,479,795         | 11,633,412         | 14,126                              | 835,606           | 454,324           | 1,192,535         |
| \$50,000 under \$75,000.....        | 2,792,896                | 43,002,845         | 2,792,896         | 33,547,931         | 23,505                              | 1,296,815         | 1,013,580         | 3,190,922         |
| \$75,000 under \$100,000.....       | 1,421,880                | 25,487,669         | 1,421,880         | 21,568,400         | 16,129                              | 984,434           | 684,496           | 2,202,247         |
| \$100,000 under \$200,000.....      | 1,348,268                | 25,856,885         | 1,347,913         | 21,966,101         | 25,693                              | 1,688,584         | 770,917           | 5,197,477         |
| \$200,000 under \$500,000.....      | 360,323                  | 7,583,544          | 360,323           | 6,445,931          | 20,819                              | 1,410,519         | 279,359           | 4,842,633         |
| \$500,000 under \$1,000,000.....    | 75,757                   | 1,690,082          | 75,750            | 1,434,320          | 5,674                               | 379,155           | 73,517            | 2,393,093         |
| \$1,000,000 under \$1,500,000.....  | 20,117                   | 456,292            | 20,117            | 387,845            | 1,457                               | 105,156           | 21,567            | 1,272,492         |
| \$1,500,000 under \$2,000,000.....  | 8,685                    | 208,421            | 8,685             | 177,157            | 548                                 | 40,048            | 9,869             | 795,085           |
| \$2,000,000 under \$5,000,000.....  | 12,613                   | 304,518            | 12,613            | 258,838            | 798                                 | 58,079            | 17,140            | 1,623,513         |
| \$5,000,000 under \$10,000,000..... | 3,053                    | 76,894             | 3,053             | 65,359             | 167                                 | 12,856            | 4,983             | 860,038           |
| \$10,000,000 or more.....           | 1,907                    | 49,211             | 1,907             | 41,829             | 90                                  | 6,630             | 3,598             | 1,663,026         |
| <b>Taxable returns.....</b>         | <b>12,281,581</b>        | <b>195,183,007</b> | <b>11,181,112</b> | <b>108,338,902</b> | <b>139,031</b>                      | <b>8,005,551</b>  | <b>4,388,149</b>  | <b>27,634,436</b> |
| <b>Nontaxable returns.....</b>      | <b>2,478,008</b>         | <b>36,690,213</b>  | <b>510,747</b>    | <b>2,123,485</b>   | <b>156,282</b>                      | <b>7,440,825</b>  | <b>1,144,057</b>  | <b>4,330,909</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Other income [2]--continued |                  | Net operating loss [1] |                   | Gambling earnings [1] |                   | Statutory adjustments |                   |
|-------------------------------------|-----------------------------|------------------|------------------------|-------------------|-----------------------|-------------------|-----------------------|-------------------|
|                                     | Net loss                    |                  |                        |                   |                       |                   | Total                 |                   |
|                                     | Number of returns           | Amount           | Number of returns      | Amount            | Number of returns     | Amount            | Number of returns     | Amount            |
|                                     | (113)                       | (114)            | (115)                  | (116)             | (117)                 | (118)             | (119)                 | (120)             |
| <b>All returns.....</b>             | <b>359,344</b>              | <b>8,767,672</b> | <b>829,838</b>         | <b>75,011,556</b> | <b>1,708,598</b>      | <b>23,313,432</b> | <b>32,153,965</b>     | <b>98,046,679</b> |
| No adjusted gross income.....       | 158,083                     | 5,005,203        | 444,742                | 66,320,668        | 16,315                | 107,358           | 394,797               | 1,478,303         |
| \$1 under \$5,000.....              | 5,216                       | 68,378           | 82,032                 | 580,272           | 28,806                | 51,956            | 1,479,734             | 1,684,739         |
| \$5,000 under \$10,000.....         | 7,093                       | 39,815           | 57,365                 | 415,511           | 44,973                | 133,461           | 2,211,313             | 2,577,229         |
| \$10,000 under \$15,000.....        | 3,373                       | 35,221           | 35,527                 | 361,761           | 75,937                | 336,881           | 2,208,817             | 2,679,213         |
| \$15,000 under \$20,000.....        | 6,612                       | 137,771          | 29,626                 | 276,620           | 110,740               | 439,739           | 1,933,271             | 3,071,773         |
| \$20,000 under \$25,000.....        | 13,065                      | 76,437           | 12,571                 | 119,144           | 87,935                | 411,560           | 1,785,919             | 3,131,962         |
| \$25,000 under \$30,000.....        | 13,339                      | 105,557          | 15,447                 | 203,900           | 80,562                | 340,675           | 1,721,865             | 3,255,161         |
| \$30,000 under \$40,000.....        | 24,449                      | 158,985          | 32,498                 | 355,076           | 186,210               | 945,704           | 3,088,575             | 6,150,776         |
| \$40,000 under \$50,000.....        | 21,503                      | 146,553          | 14,750                 | 209,971           | 133,581               | 653,336           | 2,917,368             | 6,400,943         |
| \$50,000 under \$75,000.....        | 21,074                      | 158,543          | 35,635                 | 644,547           | 346,684               | 2,260,148         | 5,467,314             | 13,519,889        |
| \$75,000 under \$100,000.....       | 21,047                      | 290,622          | 19,178                 | 361,155           | 240,261               | 2,290,775         | 3,612,142             | 11,039,345        |
| \$100,000 under \$200,000.....      | 25,847                      | 626,403          | 28,507                 | 1,015,506         | 267,019               | 4,269,711         | 3,998,494             | 20,491,654        |
| \$200,000 under \$500,000.....      | 26,955                      | 907,074          | 14,290                 | 986,465           | 68,901                | 3,588,365         | 1,001,673             | 14,265,689        |
| \$500,000 under \$1,000,000.....    | 6,418                       | 319,732          | 4,144                  | 606,910           | 12,630                | 1,729,516         | 208,574               | 4,903,045         |
| \$1,000,000 under \$1,500,000.....  | 2,122                       | 108,231          | 1,349                  | 320,592           | 3,431                 | 913,727           | 52,311                | 1,331,396         |
| \$1,500,000 under \$2,000,000.....  | 792                         | 48,107           | 641                    | 216,842           | 1,636                 | 542,351           | 23,143                | 600,344           |
| \$2,000,000 under \$5,000,000.....  | 1,455                       | 96,740           | 984                    | 706,174           | 2,205                 | 1,344,665         | 34,664                | 956,859           |
| \$5,000,000 under \$10,000,000..... | 487                         | 70,373           | 310                    | 366,400           | 475                   | 638,832           | 8,483                 | 255,903           |
| \$10,000,000 or more.....           | 415                         | 367,925          | 241                    | 944,042           | 296                   | 2,314,674         | 5,506                 | 252,457           |
| <b>Taxable returns.....</b>         | <b>161,432</b>              | <b>3,360,133</b> | <b>163,559</b>         | <b>16,567,552</b> | <b>1,397,838</b>      | <b>20,654,861</b> | <b>23,114,031</b>     | <b>82,200,592</b> |
| <b>Nontaxable returns.....</b>      | <b>197,913</b>              | <b>5,407,539</b> | <b>666,278</b>         | <b>58,444,003</b> | <b>310,760</b>        | <b>2,658,571</b>  | <b>9,039,934</b>      | <b>15,846,087</b> |

| Size of adjusted gross income       | Statutory adjustments--continued |                   |                                 |                  |                             |                |                            |                   |
|-------------------------------------|----------------------------------|-------------------|---------------------------------|------------------|-----------------------------|----------------|----------------------------|-------------------|
|                                     | IRA payments                     |                   | Student loan interest deduction |                  | Educator expenses deduction |                | Tuition and fees deduction |                   |
|                                     | Number of returns                | Amount            | Number of returns               | Amount           | Number of returns           | Amount         | Number of returns          | Amount            |
|                                     | (121)                            | (122)             | (123)                           | (124)            | (125)                       | (126)          | (127)                      | (128)             |
| <b>All returns.....</b>             | <b>3,330,763</b>                 | <b>10,028,607</b> | <b>7,527,249</b>                | <b>4,398,734</b> | <b>3,402,468</b>            | <b>858,457</b> | <b>4,710,253</b>           | <b>10,589,279</b> |
| No adjusted gross income.....       | 21,054                           | 62,346            | 40,896                          | 25,322           | 2,467                       | 548            | 97,280                     | 312,240           |
| \$1 under \$5,000.....              | 32,383                           | 75,210            | 105,566                         | 63,656           | 17,171                      | 3,932          | 271,730                    | 753,433           |
| \$5,000 under \$10,000.....         | 57,575                           | 119,347           | 221,835                         | 93,028           | 39,157                      | 8,950          | 309,589                    | 766,554           |
| \$10,000 under \$15,000.....        | 90,778                           | 169,536           | 335,544                         | 140,258          | 68,916                      | 16,762         | 202,338                    | 422,876           |
| \$15,000 under \$20,000.....        | 156,851                          | 336,800           | 418,998                         | 176,909          | 85,250                      | 18,090         | 223,181                    | 461,527           |
| \$20,000 under \$25,000.....        | 196,575                          | 460,166           | 498,961                         | 259,932          | 84,478                      | 20,059         | 172,503                    | 338,270           |
| \$25,000 under \$30,000.....        | 224,481                          | 579,808           | 531,206                         | 255,064          | 107,289                     | 25,776         | 167,987                    | 338,782           |
| \$30,000 under \$40,000.....        | 427,020                          | 1,137,980         | 1,074,988                       | 628,189          | 350,026                     | 81,662         | 253,154                    | 488,673           |
| \$40,000 under \$50,000.....        | 427,843                          | 1,315,005         | 971,701                         | 596,038          | 378,452                     | 91,423         | 352,836                    | 781,209           |
| \$50,000 under \$75,000.....        | 710,645                          | 2,168,776         | 1,724,663                       | 1,065,413        | 828,415                     | 212,230        | 736,272                    | 1,413,133         |
| \$75,000 under \$100,000.....       | 383,663                          | 1,240,749         | ** 1,602,891                    | ** 1,094,924     | ** 1,364,656                | ** 360,485     | 739,095                    | 1,717,270         |
| \$100,000 under \$200,000.....      | 479,712                          | 1,704,235         | **                              | **               | **                          | **             | 1,184,287                  | 2,795,311         |
| \$200,000 under \$500,000.....      | 95,277                           | 511,834           | **                              | **               | ** 76,192                   | ** 18,539      | 0                          | 0                 |
| \$500,000 under \$1,000,000.....    | ** 26,907                        | ** 146,816        | **                              | **               | **                          | **             | 0                          | 0                 |
| \$1,000,000 under \$1,500,000.....  | **                               | **                | **                              | **               | **                          | **             | 0                          | 0                 |
| \$1,500,000 under \$2,000,000.....  | **                               | **                | **                              | **               | **                          | **             | 0                          | 0                 |
| \$2,000,000 under \$5,000,000.....  | **                               | **                | **                              | **               | **                          | **             | 0                          | 0                 |
| \$5,000,000 under \$10,000,000..... | **                               | **                | **                              | **               | **                          | **             | 0                          | 0                 |
| \$10,000,000 or more.....           | **                               | **                | **                              | **               | **                          | **             | 0                          | 0                 |
| <b>Taxable returns.....</b>         | <b>2,826,609</b>                 | <b>8,744,852</b>  | <b>6,177,277</b>                | <b>3,703,085</b> | <b>3,113,473</b>            | <b>788,868</b> | <b>3,516,096</b>           | <b>7,584,761</b>  |
| <b>Nontaxable returns.....</b>      | <b>504,154</b>                   | <b>1,283,755</b>  | <b>1,349,972</b>                | <b>695,649</b>   | <b>288,995</b>              | <b>69,589</b>  | <b>1,194,157</b>           | <b>3,004,518</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Statutory adjustments--continued |                |                                   |                   |                           |                  |                          |                   |
|-------------------------------------|----------------------------------|----------------|-----------------------------------|-------------------|---------------------------|------------------|--------------------------|-------------------|
|                                     | Health savings account deduction |                | Deduction for self-employment tax |                   | Moving expense adjustment |                  | Payments to a Keogh plan |                   |
|                                     | Number of returns                | Amount         | Number of returns                 | Amount            | Number of returns         | Amount           | Number of returns        | Amount            |
|                                     | (129)                            | (130)          | (131)                             | (132)             | (133)                     | (134)            | (135)                    | (136)             |
| <b>All returns.....</b>             | <b>90,857</b>                    | <b>190,732</b> | <b>15,920,203</b>                 | <b>21,109,366</b> | <b>1,096,436</b>          | <b>2,952,043</b> | <b>1,201,332</b>         | <b>19,295,952</b> |
| No adjusted gross income.....       | 1,825                            | 4,613          | 217,951                           | 181,694           | 4,696                     | 21,089           | 5,486                    | 41,256            |
| \$1 under \$5,000.....              | * 1,788                          | * 993          | 1,096,056                         | 260,984           | 14,809                    | 17,738           | * 1,771                  | * 1,948           |
| \$5,000 under \$10,000.....         | * 116                            | * 404          | 1,666,350                         | 812,168           | 29,237                    | 52,243           | 11,070                   | 33,749            |
| \$10,000 under \$15,000.....        | * 2,733                          | * 3,233        | 1,582,468                         | 1,093,261         | 48,561                    | 79,969           | 9,519                    | 38,512            |
| \$15,000 under \$20,000.....        | * 4,222                          | * 2,912        | 1,114,136                         | 960,156           | 61,295                    | 145,367          | 145,367                  | 47,671            |
| \$20,000 under \$25,000.....        | * 2,977                          | * 1,525        | 908,110                           | 878,782           | 67,793                    | 143,009          | 8,017                    | 25,469            |
| \$25,000 under \$30,000.....        | * 2,922                          | * 9,476        | 779,657                           | 817,649           | 71,882                    | 165,900          | 17,386                   | 77,409            |
| \$30,000 under \$40,000.....        | * 8,756                          | * 14,606       | 1,228,899                         | 1,362,267         | 163,637                   | 351,764          | 48,455                   | 283,377           |
| \$40,000 under \$50,000.....        | 4,251                            | 2,781          | 1,110,985                         | 1,365,088         | 112,859                   | 222,768          | 55,405                   | 375,066           |
| \$50,000 under \$75,000.....        | 16,159                           | 36,340         | 2,169,798                         | 2,883,766         | 211,944                   | 472,305          | 146,979                  | 1,072,808         |
| \$75,000 under \$100,000.....       | 9,368                            | 17,330         | 1,354,772                         | 2,247,065         | 127,528                   | 397,699          | 170,909                  | 1,595,325         |
| \$100,000 under \$200,000.....      | 21,096                           | 52,429         | 1,721,722                         | 4,019,246         | 144,949                   | 633,847          | 368,961                  | 5,572,660         |
| \$200,000 under \$500,000.....      | 11,504                           | 32,959         | 721,482                           | 2,598,747         | ** 37,245                 | ** 248,345       | 259,761                  | 6,606,662         |
| \$500,000 under \$1,000,000.....    | 2,195                            | 8,122          | 155,438                           | 811,844           | **                        | **               | 58,999                   | 2,326,758         |
| \$1,000,000 under \$1,500,000.....  | 497                              | 1,511          | 38,571                            | 259,501           | **                        | **               | 13,748                   | 559,222           |
| \$1,500,000 under \$2,000,000.....  | 187                              | 606            | 16,802                            | 130,128           | **                        | **               | 5,324                    | 225,683           |
| \$2,000,000 under \$5,000,000.....  | 233                              | 795            | 26,032                            | 239,008           | **                        | **               | 7,107                    | 318,455           |
| \$5,000,000 under \$10,000,000..... | 19                               | 62             | 6,552                             | 79,561            | **                        | **               | 1,531                    | 58,976            |
| \$10,000,000 or more.....           | 11                               | 34             | 4,424                             | 108,453           | **                        | **               | 941                      | 34,948            |
| <b>Taxable returns.....</b>         | <b>71,586</b>                    | <b>151,905</b> | <b>9,682,839</b>                  | <b>16,535,120</b> | <b>912,622</b>            | <b>2,474,509</b> | <b>1,135,246</b>         | <b>18,927,877</b> |
| <b>Nontaxable returns.....</b>      | <b>19,271</b>                    | <b>38,827</b>  | <b>6,237,364</b>                  | <b>4,574,246</b>  | <b>183,814</b>            | <b>477,534</b>   | <b>66,086</b>            | <b>368,075</b>    |

| Size of adjusted gross income       | Statutory adjustments--continued       |                |                   |                  |  |                   |                                   |               |
|-------------------------------------|--|----------------|-------------------|------------------|--|-------------------|-----------------------------------|---------------|
|                                     | Penalty on early withdrawal of savings |                | Alimony paid      |                  | Self-employed health insurance deduction |                   | Medical savings account deduction |               |
|                                     | Number of returns                      | Amount         | Number of returns | Amount           | Number of returns                        | Amount            | Number of returns                 | Amount        |
|                                     | (137)                                  | (138)          | (139)             | (140)            | (141)                                    | (142)             | (143)                             | (144)         |
| <b>All returns.....</b>             | <b>780,327</b>                         | <b>209,833</b> | <b>574,001</b>    | <b>8,470,128</b> | <b>3,883,687</b>                         | <b>18,457,063</b> | <b>32,334</b>                     | <b>66,602</b> |
| No adjusted gross income.....       | 16,900                                 | 7,707          | 13,774            | 325,634          | 103,062                                  | 427,133           | * 76                              | * 189         |
| \$1 under \$5,000.....              | 39,641                                 | 2,030          | 6,040             | 67,860           | 121,409                                  | 335,788           | 0                                 | 0             |
| \$5,000 under \$10,000.....         | 62,851                                 | 9,705          | 9,226             | 69,647           | 184,111                                  | 599,286           | * 39                              | * 146         |
| \$10,000 under \$15,000.....        | 53,036                                 | 14,550         | 15,373            | 109,508          | 185,560                                  | 568,790           | 0                                 | 0             |
| \$15,000 under \$20,000.....        | 50,582                                 | 27,244         | 9,287             | 37,095           | 224,573                                  | 807,376           | 33                                | 122           |
| \$20,000 under \$25,000.....        | 40,718                                 | 3,202          | 23,878            | 124,337          | 221,701                                  | 844,301           | **                                | **            |
| \$25,000 under \$30,000.....        | 41,099                                 | 7,287          | 23,590            | 135,806          | 199,853                                  | 757,161           | * 2,248                           | * 1,605       |
| \$30,000 under \$40,000.....        | 66,782                                 | 15,393         | 46,504            | 292,013          | 346,693                                  | 1,320,150         | * 3,797                           | * 8,097       |
| \$40,000 under \$50,000.....        | 72,350                                 | 27,291         | 36,162            | 266,245          | 292,836                                  | 1,244,769         | * 4,947                           | * 11,482      |
| \$50,000 under \$75,000.....        | 139,618                                | 22,549         | 140,384           | 1,497,567        | 569,394                                  | 2,541,876         | 7,781                             | 11,803        |
| \$75,000 under \$100,000.....       | 92,819                                 | 19,052         | 79,007            | 879,962          | 367,309                                  | 1,731,369         | 3,671                             | 8,257         |
| \$100,000 under \$200,000.....      | 80,944                                 | 31,612         | 100,869           | 1,699,503        | 575,388                                  | 3,357,394         | 4,206                             | 8,553         |
| \$200,000 under \$500,000.....      | 18,918                                 | 18,360         | 49,785            | 1,503,261        | 344,560                                  | 2,575,846         | ** 5,539                          | ** 16,350     |
| \$500,000 under \$1,000,000.....    | ** 4,068                               | ** 3,849       | 12,271            | 743,136          | 91,630                                   | 814,569           | **                                | **            |
| \$1,000,000 under \$1,500,000.....  | **                                     | **             | 3,211             | 236,351          | 24,135                                   | 223,942           | **                                | **            |
| \$1,500,000 under \$2,000,000.....  | **                                     | **             | 1,354             | 108,270          | 10,519                                   | 101,606           | **                                | **            |
| \$2,000,000 under \$5,000,000.....  | **                                     | **             | 2,258             | 216,603          | 15,296                                   | 148,290           | **                                | **            |
| \$5,000,000 under \$10,000,000..... | **                                     | **             | 658               | 74,435           | 3,506                                    | 34,229            | **                                | **            |
| \$10,000,000 or more.....           | **                                     | **             | 369               | 82,896           | 2,150                                    | 23,187            | **                                | **            |
| <b>Taxable returns.....</b>         | <b>591,587</b>                         | <b>157,024</b> | <b>511,265</b>    | <b>7,681,044</b> | <b>2,867,457</b>                         | <b>14,283,550</b> | <b>27,875</b>                     | <b>59,989</b> |
| <b>Nontaxable returns.....</b>      | <b>188,739</b>                         | <b>52,809</b>  | <b>62,736</b>     | <b>789,084</b>   | <b>1,016,230</b>                         | <b>4,173,513</b>  | <b>4,460</b>                      | <b>6,613</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 1.--All Returns: Sources of Income, Adjustments, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Statutory adjustments--continued                                |                |                       |                  | Basic standard deduction |                    |
|-------------------------------------|---|----------------|-----------------------|------------------|--------------------------|--------------------|
|                                     | Certain business expenses of reservist, performing artist, etc. |                | Other adjustments [3] |                  | Number of returns        | Amount             |
|                                     | Number of returns   | Amount         | Number of returns     | Amount           |                          |                    |
|                                     | (145)   | (146)          | (147)                 | (148)            | (149)                    | (150)              |
| <b>All returns.....</b>             | <b>105,135</b>  | <b>252,597</b> | <b>188,210</b>        | <b>1,107,387</b> | <b>84,016,753</b>        | <b>545,082,218</b> |
| No adjusted gross income.....       | 973   | 6,323          | 2,904                 | 62,209           | 0                        | 0                  |
| \$1 under \$5,000.....              | 5,325   | 9,887          | * 960                 | * 91,481         | 11,339,898               | 48,470,763         |
| \$5,000 under \$10,000.....         | 7,511   | 7,560          | * 4,994               | * 4,441          | 11,492,586               | 65,380,649         |
| \$10,000 under \$15,000.....        | 5,989   | 15,457         | * 4,978               | * 6,500          | 10,573,534               | 66,064,801         |
| \$15,000 under \$20,000.....        | 9,967   | 16,054         | * 3,833               | * 34,212         | 9,872,234                | 64,424,603         |
| \$20,000 under \$25,000.....        | 5,943   | 15,192         | * 9,883               | * 14,923         | 8,113,323                | 53,800,446         |
| \$25,000 under \$30,000.....        | 1,983   | 12,165         | * 8,777               | * 71,275         | 6,608,405                | 44,680,416         |
| \$30,000 under \$40,000.....        | 12,084  | 51,572         | 16,159                | 115,034          | 9,373,908                | 65,617,788         |
| \$40,000 under \$50,000.....        | 6,930   | 37,114         | 26,193                | 64,651           | 5,913,645                | 44,636,416         |
| \$50,000 under \$75,000.....        | 15,933  | 25,135         | 39,709                | 96,187           | 7,388,858                | 62,009,071         |
| \$75,000 under \$100,000.....       | 12,577  | 17,898         | 26,881                | 129,259          | 2,193,198                | 19,764,099         |
| \$100,000 under \$200,000.....      | 17,597  | 31,644         | 25,921                | 148,811          | 959,177                  | 8,616,187          |
| \$200,000 under \$500,000.....      | 2,115   | 6,255          | 13,853                | 172,740          | 132,485                  | 1,128,382          |
| \$500,000 under \$1,000,000.....    | 174   | 347            | 2,168                 | 42,534           | ** 55,502                | ** 488,598         |
| \$1,000,000 under \$1,500,000.....  | 11  | 51             | 478                   | 12,569           | **                       | **                 |
| \$1,500,000 under \$2,000,000.....  | 17  | 105            | 174                   | 21,568           | **                       | **                 |
| \$2,000,000 under \$5,000,000.....  | ** 7  | ** 38          | 241                   | 13,750           | **                       | **                 |
| \$5,000,000 under \$10,000,000..... | **  | **             | 55                    | 4,986            | **                       | **                 |
| \$10,000,000 or more.....           | 0   | 0              | 49                    | 256              | **                       | **                 |
| <b>Taxable returns.....</b>         | <b>86,355</b>   | <b>188,265</b> | <b>163,850</b>        | <b>860,380</b>   | <b>48,794,049</b>        | <b>315,327,761</b> |
| <b>Nontaxable returns.....</b>      | <b>18,780</b>   | <b>64,332</b>  | <b>24,360</b>         | <b>247,006</b>   | <b>35,222,705</b>        | <b>229,754,456</b> |

| Size of adjusted gross income       | Additional standard deduction |                   | Total itemized deductions |                    | Exemptions         |                    |
|-------------------------------------|-------------------------------|-------------------|---------------------------|--------------------|--------------------|--------------------|
|                                     | Number of returns             | Amount            | Number of returns         | Amount             | Number of returns  | Amount             |
|                                     | (151)                         | (152)             | (153)                     | (154)              | (155)              | (156)              |
| <b>All returns.....</b>             | <b>10,985,079</b>             | <b>15,850,401</b> | <b>46,335,237</b>         | <b>998,238,457</b> | <b>263,896,304</b> | <b>800,690,043</b> |
| No adjusted gross income.....       | 0                             | 0                 | 0                         | 0                  | 3,009,365          | 9,328,549          |
| \$1 under \$5,000.....              | 917,181                       | 1,249,705         | 327,379                   | 4,563,499          | 9,056,607          | 28,260,727         |
| \$5,000 under \$10,000.....         | 1,404,312                     | 1,889,999         | 642,831                   | 8,961,384          | 15,388,181         | 47,659,542         |
| \$10,000 under \$15,000.....        | 1,733,887                     | 2,461,729         | 1,078,646                 | 13,922,621         | 19,769,779         | 61,225,777         |
| \$15,000 under \$20,000.....        | 1,488,594                     | 2,206,631         | 1,408,086                 | 18,598,549         | 20,700,566         | 64,117,918         |
| \$20,000 under \$25,000.....        | 945,230                       | 1,387,237         | 1,591,869                 | 20,703,604         | 18,742,097         | 58,055,664         |
| \$25,000 under \$30,000.....        | 713,028                       | 1,025,294         | 1,897,697                 | 25,375,405         | 16,697,867         | 51,723,895         |
| \$30,000 under \$40,000.....        | 1,037,041                     | 1,530,329         | 4,539,560                 | 61,387,536         | 28,069,725         | 86,956,596         |
| \$40,000 under \$50,000.....        | 737,824                       | 1,089,702         | 4,654,789                 | 67,716,878         | 22,973,683         | 71,178,328         |
| \$50,000 under \$75,000.....        | 1,172,339                     | 1,716,609         | 10,658,268                | 179,370,959        | 44,641,979         | 138,329,228        |
| \$75,000 under \$100,000.....       | 481,954                       | 737,199           | 7,926,317                 | 155,165,381        | 28,056,786         | 86,941,148         |
| \$100,000 under \$200,000.....      | 295,147                       | 463,143           | 8,776,391                 | 230,552,713        | 27,993,658         | 86,428,817         |
| \$200,000 under \$500,000.....      | ** 58,540                     | ** 92,823         | 2,215,675                 | 100,098,177        | 6,837,765          | 10,483,853         |
| \$500,000 under \$1,000,000.....    | **                            | **                | 398,317                   | 33,134,642         | 1,271,747          | [4]                |
| \$1,000,000 under \$1,500,000.....  | **                            | **                | 93,599                    | 12,808,118         | 298,438            | [4]                |
| \$1,500,000 under \$2,000,000.....  | **                            | **                | 40,698                    | 7,798,955          | 128,187            | [4]                |
| \$2,000,000 under \$5,000,000.....  | **                            | **                | 60,674                    | 18,568,009         | 187,973            | [4]                |
| \$5,000,000 under \$10,000,000..... | **                            | **                | 15,036                    | 10,347,550         | 44,755             | [4]                |
| \$10,000,000 or more.....           | **                            | **                | 9,404                     | 29,164,477         | 27,147             | [4]                |
| <b>Taxable returns.....</b>         | <b>7,409,228</b>              | <b>10,605,059</b> | <b>40,289,338</b>         | <b>877,914,918</b> | <b>169,330,778</b> | <b>507,549,144</b> |
| <b>Nontaxable returns.....</b>      | <b>3,575,851</b>              | <b>5,245,342</b>  | <b>6,045,899</b>          | <b>120,323,539</b> | <b>94,565,527</b>  | <b>293,140,899</b> |

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

\*\* Data combined to avoid disclosure of information for specific taxpayers.

[1] Not included in adjusted gross income.

[2] Other income includes all items reported on line 21 of Form 1040 such as prizes, awards, recoveries of bad debts, insurance received as reimbursement for medical expenses taken as a deduction in the previous year, and any other income subject to tax for which no specific line was provided on the form. Any foreign-earned income exclusion or net operating loss in an earlier year (that was not carried forward and deducted for 2004) was entered as a negative amount on line 21 by the taxpayer but was edited into separate fields during Statistics of Income (SOI) processing. Gambling earnings entered on line 21 by the taxpayer were also edited into a separate field during SOI processing.

[3] Other adjustments do not include the foreign housing adjustment.

[4] No exemption allowed at these income levels.

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

Source: IRS, Statistics of Income Division, July 2006.

# Individual Income Tax Returns, 2004

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2004**

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

| Size of adjusted gross income       | All returns        | Taxable income     |                      | Alternative minimum tax |                   | Income tax before credits |                    | Tax credits       |                   |
|-------------------------------------|--------------------|--------------------|----------------------|-------------------------|-------------------|---------------------------|--------------------|-------------------|-------------------|
|                                     |                    | Number of returns  | Amount               | Number of returns       | Amount            | Number of returns         | Amount             | Total             |                   |
|                                     |                    |                    |                      |                         |                   |                           |                    | Number of returns | Amount            |
| (1)                                 | (2)                | (3)                | (4)                  | (5)                     | (6)               | (7)                       | (8)                | (9)               |                   |
| <b>All returns.....</b>             | <b>132,226,042</b> | <b>102,737,959</b> | <b>4,670,165,637</b> | <b>3,096,299</b>        | <b>13,029,239</b> | <b>102,740,921</b>        | <b>884,342,703</b> | <b>41,694,252</b> | <b>52,366,870</b> |
| No adjusted gross income.....       | 1,854,886          | 0                  | 0                    | 4,714                   | 88,495            | 6,053                     | 88,595             | 2,483             | 2,531             |
| \$1 under \$5,000.....              | 11,670,444         | 770,661            | 640,562              | * 48                    | * 320             | 765,028                   | 56,949             | 73,179            | 1,874             |
| \$5,000 under \$10,000.....         | 12,135,417         | 4,568,607          | 8,104,274            | * 35                    | * 612             | 4,566,281                 | 795,406            | 925,909           | 82,301            |
| \$10,000 under \$15,000.....        | 11,656,193         | 6,711,012          | 28,646,575           | * 3,082                 | * 1,782           | 6,707,180                 | 2,855,468          | 1,840,535         | 363,967           |
| \$15,000 under \$20,000.....        | 11,281,291         | 8,675,478          | 58,941,087           | * 1,672                 | * 3,386           | 8,673,382                 | 6,405,800          | 3,290,364         | 1,187,501         |
| \$20,000 under \$25,000.....        | 9,705,192          | 8,869,385          | 88,185,851           | * 972                   | * 1,537           | 8,869,415                 | 10,246,288         | 4,096,436         | 2,351,428         |
| \$25,000 under \$30,000.....        | 8,512,113          | 8,190,735          | 113,029,249          | * 1,339                 | * 1,171           | 8,190,384                 | 13,605,319         | 3,490,341         | 2,929,997         |
| \$30,000 under \$40,000.....        | 13,915,452         | 13,667,201         | 269,409,156          | 1,664                   | 448               | 13,665,175                | 33,909,679         | 5,544,138         | 5,696,638         |
| \$40,000 under \$50,000.....        | 10,571,408         | 10,483,803         | 290,236,146          | 11,818                  | 19,019            | 10,483,826                | 39,642,066         | 4,486,045         | 5,726,546         |
| \$50,000 under \$75,000.....        | 18,047,126         | 17,969,103         | 729,503,069          | 89,396                  | 116,192           | 17,970,704                | 106,105,425        | 7,863,016         | 13,150,076        |
| \$75,000 under \$100,000.....       | 10,119,515         | 10,092,898         | 610,458,963          | 155,065                 | 224,349           | 10,098,240                | 94,252,455         | 4,979,911         | 8,695,252         |
| \$100,000 under \$200,000.....      | 9,735,569          | 9,722,061          | 962,802,185          | 1,095,242               | 2,058,479         | 9,725,927                 | 180,296,381        | 3,916,143         | 5,090,848         |
| \$200,000 under \$500,000.....      | 2,348,163          | 2,344,766          | 565,602,397          | 1,529,159               | 6,831,014         | 2,346,445                 | 140,884,022        | 811,426           | 1,656,859         |
| \$500,000 under \$1,000,000.....    | 433,145            | 432,469            | 260,116,504          | 149,042                 | 1,645,295         | 432,894                   | 72,566,321         | 225,054           | 1,227,028         |
| \$1,000,000 under \$1,500,000.....  | 103,964            | 103,839            | 112,688,920          | 24,574                  | 452,148           | 103,912                   | 31,738,220         | 60,440            | 665,796           |
| \$1,500,000 under \$2,000,000.....  | 45,104             | 45,055             | 69,942,269           | 9,720                   | 257,229           | 45,070                    | 19,883,397         | 27,102            | 427,779           |
| \$2,000,000 under \$5,000,000.....  | 65,548             | 65,421             | 176,063,515          | 13,423                  | 538,675           | 65,506                    | 49,055,611         | 42,813            | 1,093,512         |
| \$5,000,000 under \$10,000,000..... | 15,835             | 15,810             | 97,901,784           | 3,258                   | 269,065           | 15,827                    | 26,381,638         | 11,481            | 625,431           |
| \$10,000,000 or more.....           | 9,677              | 9,656              | 227,893,131          | 2,077                   | 520,024           | 9,672                     | 55,593,664         | 7,435             | 1,391,505         |
| <b>Taxable returns.....</b>         | <b>89,101,934</b>  | <b>89,085,918</b>  | <b>4,561,930,225</b> | <b>3,087,178</b>        | <b>13,019,575</b> | <b>89,101,934</b>         | <b>872,797,576</b> | <b>28,055,265</b> | <b>40,821,742</b> |
| <b>Nontaxable returns.....</b>      | <b>43,124,107</b>  | <b>13,652,040</b>  | <b>108,235,412</b>   | <b>9,121</b>            | <b>9,664</b>      | <b>13,638,987</b>         | <b>11,545,127</b>  | <b>13,638,987</b> | <b>11,545,127</b> |

| Size of adjusted gross income       | Tax credits--continued |                  |                                    |               |                      |                   |                   |                  |
|-------------------------------------|------------------------|------------------|------------------------------------|---------------|----------------------|-------------------|-------------------|------------------|
|                                     | Child care credit      |                  | Credit for the elderly or disabled |               | Child tax credit [1] |                   | Education credits |                  |
|                                     | Number of returns      | Amount           | Number of returns                  | Amount        | Number of returns    | Amount            | Number of returns | Amount           |
| (10)                                | (11)                   | (12)             | (13)                               | (14)          | (15)                 | (16)              | (17)              |                  |
| <b>All returns.....</b>             | <b>6,316,649</b>       | <b>3,337,984</b> | <b>107,914</b>                     | <b>18,740</b> | <b>25,988,711</b>    | <b>32,300,455</b> | <b>7,180,884</b>  | <b>6,016,805</b> |
| No adjusted gross income.....       | 0                      | 0                | 66                                 | 37            | 2,045                | 1,396             | 175               | 248              |
| \$1 under \$5,000.....              | 0                      | 0                | * 3                                | * 1           | * 33                 | * 33              | 0                 | 0                |
| \$5,000 under \$10,000.....         | * 8                    | * 17             | * 8,978                            | * 464         | * 2,927              | * 385             | 133,535           | 16,335           |
| \$10,000 under \$15,000.....        | 69,842                 | 7,807            | 64,964                             | 14,339        | 359,103              | 42,074            | 499,455           | 191,352          |
| \$15,000 under \$20,000.....        | 286,871                | 94,409           | 29,863                             | 2,873         | 1,559,952            | 482,364           | 648,308           | 401,086          |
| \$20,000 under \$25,000.....        | 431,217                | 218,818          | 4,039                              | 1,027         | 2,170,107            | 1,173,040         | 678,689           | 493,371          |
| \$25,000 under \$30,000.....        | 403,250                | 246,219          | 0                                  | 0             | 2,185,604            | 1,661,734         | 622,022           | 510,027          |
| \$30,000 under \$40,000.....        | 736,624                | 469,329          | 0                                  | 0             | 3,769,952            | 3,846,759         | 1,153,715         | 1,034,253        |
| \$40,000 under \$50,000.....        | 617,643                | 326,590          | 0                                  | 0             | 3,148,918            | 4,320,795         | 816,066           | 755,049          |
| \$50,000 under \$75,000.....        | 1,516,690              | 805,010          | 0                                  | 0             | 6,298,585            | 10,421,698        | 1,558,194         | 1,579,635        |
| \$75,000 under \$100,000.....       | 1,058,706              | 535,868          | 0                                  | 0             | 3,914,714            | 6,759,509         | 1,023,756         | 1,028,274        |
| \$100,000 under \$200,000.....      | 1,004,475              | 535,516          | 0                                  | 0             | 2,575,665            | 3,590,023         | 46,971            | 7,175            |
| \$200,000 under \$500,000.....      | ** 191,323             | ** 98,401        | 0                                  | 0             | * 1,107              | * 646             | 0                 | 0                |
| \$500,000 under \$1,000,000.....    | **                     | **               | 0                                  | 0             | 0                    | 0                 | 0                 | 0                |
| \$1,000,000 under \$1,500,000.....  | **                     | **               | 0                                  | 0             | 0                    | 0                 | 0                 | 0                |
| \$1,500,000 under \$2,000,000.....  | **                     | **               | 0                                  | 0             | 0                    | 0                 | 0                 | 0                |
| \$2,000,000 under \$5,000,000.....  | **                     | **               | 0                                  | 0             | 0                    | 0                 | 0                 | 0                |
| \$5,000,000 under \$10,000,000..... | **                     | **               | 0                                  | 0             | 0                    | 0                 | 0                 | 0                |
| \$10,000,000 or more.....           | **                     | **               | 0                                  | 0             | 0                    | 0                 | 0                 | 0                |
| <b>Taxable returns.....</b>         | <b>4,381,685</b>       | <b>2,243,359</b> | <b>56,933</b>                      | <b>10,417</b> | <b>16,530,973</b>    | <b>24,828,310</b> | <b>5,114,143</b>  | <b>4,413,348</b> |
| <b>Nontaxable returns.....</b>      | <b>1,934,964</b>       | <b>1,094,626</b> | <b>50,981</b>                      | <b>8,323</b>  | <b>9,457,737</b>     | <b>7,472,145</b>  | <b>2,066,741</b>  | <b>1,603,457</b> |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Tax credits--continued                 |                  |                   |                |   |                |                    |                |
|-------------------------------------|--|------------------|-------------------|----------------|---|----------------|--------------------|----------------|
|                                     | Retirement savings contribution credit |                  | Adoption credit   |                | Earned income credit used to offset income tax before credits |                | Minimum tax credit |                |
|                                     | Number of returns                      | Amount           | Number of returns | Amount         | Number of returns   | Amount         | Number of returns  | Amount         |
|                                     | (18)                                   | (19)             | (20)              | (21)           | (22)  | (23)           | (24)               | (25)           |
| <b>All returns.....</b>             | <b>5,288,732</b>                       | <b>1,011,506</b> | <b>71,136</b>     | <b>301,890</b> | <b>2,975,197</b>  | <b>767,524</b> | <b>274,596</b>     | <b>902,000</b> |
| No adjusted gross income.....       | ** 342                                 | ** 352           | **                | **             | * 9   | * 17           | **                 | **             |
| \$1 under \$5,000.....              | **                                     | **               | 0                 | 0              | 0   | 0              | **                 | **             |
| \$5,000 under \$10,000.....         | 40,732                                 | 2,844            | 0                 | 0              | 686,706   | 60,865         | **                 | **             |
| \$10,000 under \$15,000.....        | 245,312                                | 63,011           | 0                 | 0              | 544,668   | 40,512         | **                 | **             |
| \$15,000 under \$20,000.....        | 632,219                                | 95,347           | 0                 | 0              | 246,789   | 99,565         | **                 | **             |
| \$20,000 under \$25,000.....        | 1,093,451                              | 211,587          | 974               | 420            | 496,700   | 238,915        | ** 3,850           | ** 90          |
| \$25,000 under \$30,000.....        | 700,593                                | 210,268          | 0                 | 0              | 803,174   | 280,284        | * 1,350            | * 213          |
| \$30,000 under \$40,000.....        | 1,322,373                              | 214,984          | 6,947             | 8,304          | 197,151   | 47,366         | 8,095              | 4,713          |
| \$40,000 under \$50,000.....        | 1,251,662                              | 212,906          | 3,739             | 7,450          | 0   | 0              | 6,317              | 10,508         |
| \$50,000 under \$75,000.....        | * 2,048                                | * 206            | 19,969            | 66,954         | 0   | 0              | 31,389             | 35,838         |
| \$75,000 under \$100,000.....       | 0                                      | 0                | 23,706            | 114,157        | 0   | 0              | 19,553             | 22,184         |
| \$100,000 under \$200,000.....      | 0                                      | 0                | 15,477            | 102,702        | 0   | 0              | 93,565             | 152,769        |
| \$200,000 under \$500,000.....      | 0                                      | 0                | * 316             | * 1,828        | 0   | 0              | 55,386             | 123,976        |
| \$500,000 under \$1,000,000.....    | 0                                      | 0                | * 8               | * 74           | 0   | 0              | 36,523             | 137,685        |
| \$1,000,000 under \$1,500,000.....  | 0                                      | 0                | 0                 | 0              | 0   | 0              | 8,173              | 102,126        |
| \$1,500,000 under \$2,000,000.....  | 0                                      | 0                | 0                 | 0              | 0   | 0              | 3,258              | 54,045         |
| \$2,000,000 under \$5,000,000.....  | 0                                      | 0                | 0                 | 0              | 0   | 0              | 5,286              | 127,941        |
| \$5,000,000 under \$10,000,000..... | 0                                      | 0                | 0                 | 0              | 0   | 0              | 1,150              | 46,596         |
| \$10,000,000 or more.....           | 0                                      | 0                | 0                 | 0              | 0   | 0              | 702                | 83,316         |
| <b>Taxable returns.....</b>         | <b>3,215,625</b>                       | <b>551,813</b>   | <b>31,792</b>     | <b>143,278</b> | <b>1,200,459</b>  | <b>273,456</b> | <b>257,650</b>     | <b>835,700</b> |
| <b>Nontaxable returns.....</b>      | <b>2,073,107</b>                       | <b>459,692</b>   | <b>39,344</b>     | <b>158,612</b> | <b>1,774,738</b>  | <b>494,068</b> | <b>16,947</b>      | <b>66,300</b>  |

| Size of adjusted gross income       | Tax credits--continued |                  |                         |                |   |                |                                    |               |
|-------------------------------------|------------------------|------------------|-------------------------|----------------|---|----------------|------------------------------------|---------------|
|                                     | Foreign tax credit     |                  | General business credit |                | Empowerment zone and community renewal credit |                | Nonconventional source fuel credit |               |
|                                     | Number of returns      | Amount           | Number of returns       | Amount         | Number of returns                             | Amount         | Number of returns                  | Amount        |
|                                     | (26)                   | (27)             | (28)                    | (29)           | (30)  | (31)           | (32)                               | (33)          |
| <b>All returns.....</b>             | <b>4,700,259</b>       | <b>6,757,994</b> | <b>248,506</b>          | <b>635,391</b> | <b>27,845</b>                                 | <b>105,179</b> | <b>3,353</b>                       | <b>12,861</b> |
| No adjusted gross income.....       | 138                    | 7                | 0                       | 0              | 17  | 81             | 0                                  | 0             |
| \$1 under \$5,000.....              | 72,172                 | 1,656            | * 971                   | * 184          | 0   | 0              | 0                                  | 0             |
| \$5,000 under \$10,000.....         | 71,978                 | 1,317            | * 952                   | * 58           | 0   | 0              | 0                                  | 0             |
| \$10,000 under \$15,000.....        | 112,004                | 3,609            | * 2,986                 | * 1,092        | 0   | 0              | 0                                  | 0             |
| \$15,000 under \$20,000.....        | 114,525                | 9,709            | * 3,951                 | * 1,379        | 0   | 0              | 0                                  | 0             |
| \$20,000 under \$25,000.....        | 116,703                | 10,088           | * 4,539                 | * 1,972        | 0   | 0              | 0                                  | 0             |
| \$25,000 under \$30,000.....        | 139,115                | 14,884           | 4,923                   | 3,753          | * 935   | * 1,299        | 0                                  | 0             |
| \$30,000 under \$40,000.....        | 246,228                | 36,891           | 11,642                  | 6,901          | 0   | 0              | ** 409                             | ** 108        |
| \$40,000 under \$50,000.....        | 292,310                | 41,828           | 27,513                  | 23,060         | * 43  | * 55           | 0                                  | 0             |
| \$50,000 under \$75,000.....        | 781,723                | 117,929          | 42,609                  | 63,960         | * 2,826                                       | * 3,678        | **                                 | **            |
| \$75,000 under \$100,000.....       | 648,639                | 160,631          | 36,458                  | 47,134         | * 3,067                                       | * 2,841        | * 2,002                            | * 4,959       |
| \$100,000 under \$200,000.....      | 1,157,765              | 605,580          | 53,862                  | 71,771         | 4,300   | 18,879         | * 354                              | * 17          |
| \$200,000 under \$500,000.....      | 630,692                | 1,375,080        | 23,139                  | 42,463         | ** 12,262                                     | ** 41,531      | * 8                                | * [2]         |
| \$500,000 under \$1,000,000.....    | 185,213                | 999,072          | 15,817                  | 54,331         | **  | **             | 147                                | 1,174         |
| \$1,000,000 under \$1,500,000.....  | 51,664                 | 503,664          | 6,909                   | 48,421         | 1,683   | 7,467          | * 74                               | * 296         |
| \$1,500,000 under \$2,000,000.....  | 23,786                 | 330,175          | 3,254                   | 37,637         | 800   | 3,729          | 85                                 | 178           |
| \$2,000,000 under \$5,000,000.....  | 38,166                 | 854,037          | 5,725                   | 86,906         | 1,281   | 14,534         | 131                                | 498           |
| \$5,000,000 under \$10,000,000..... | 10,505                 | 515,278          | 1,779                   | 51,832         | 305   | 4,248          | 74                                 | 2,400         |
| \$10,000,000 or more.....           | 6,933                  | 1,176,557        | 1,477                   | 92,537         | 327   | 6,836          | 67                                 | 3,232         |
| <b>Taxable returns.....</b>         | <b>4,525,058</b>       | <b>6,649,741</b> | <b>217,487</b>          | <b>596,360</b> | <b>27,442</b>                                 | <b>104,411</b> | <b>3,349</b>                       | <b>12,746</b> |
| <b>Nontaxable returns.....</b>      | <b>175,201</b>         | <b>108,252</b>   | <b>31,018</b>           | <b>39,031</b>  | <b>* 403</b>                                  | <b>* 768</b>   | <b>* 4</b>                         | <b>* 115</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Tax credits--continued       |               |                   |                 | Income tax after credits |                    | Total income tax  |                    | All other taxes   |                   |
|-------------------------------------|------------------------------|---------------|-------------------|-----------------|--------------------------|--------------------|-------------------|--------------------|-------------------|-------------------|
|                                     | New York Liberty Zone credit |               | Other tax credits |                 |                          |                    |                   |                    | Total             |                   |
|                                     | Number of returns            | Amount        | Number of returns | Amount          | Number of returns        | Amount             | Number of returns | Amount             | Number of returns | Amount            |
|                                     | (34)                         | (35)          | (36)              | (37)            | (38)                     | (39)               | (40)              | (41)               | (42)              | (43)              |
| <b>All returns.....</b>             | <b>685</b>                   | <b>10,032</b> | <b>46,910</b>     | <b>135,862</b>  | <b>89,101,934</b>        | <b>831,975,834</b> | <b>89,101,934</b> | <b>831,976,333</b> | <b>21,290,085</b> | <b>47,156,392</b> |
| No adjusted gross income.....       | * 6                          | * 387         | 0                 | 0               | 4,556                    | 86,064             | 4,556             | 86,064             | 264,719           | 439,567           |
| \$1 under \$5,000.....              | 0                            | 0             | 0                 | 0               | 753,517                  | 55,075             | 753,517           | 55,075             | 1,217,505         | 561,457           |
| \$5,000 under \$10,000.....         | 0                            | 0             | 0                 | 0               | 3,883,897                | 713,105            | 3,883,897         | 713,105            | 1,858,371         | 1,695,968         |
| \$10,000 under \$15,000.....        | 0                            | 0             | 0                 | 0               | 5,672,789                | 2,491,501          | 5,672,789         | 2,491,501          | 1,818,871         | 2,285,620         |
| \$15,000 under \$20,000.....        | 0                            | 0             | * 973             | * 765           | 6,143,870                | 5,218,299          | 6,143,870         | 5,218,299          | 1,428,661         | 2,022,063         |
| \$20,000 under \$25,000.....        | 0                            | 0             | * 2,000           | * 1,228         | 5,932,734                | 7,894,860          | 5,932,734         | 7,894,860          | 1,249,772         | 1,888,469         |
| \$25,000 under \$30,000.....        | 0                            | 0             | 0                 | 0               | 5,850,586                | 10,675,322         | 5,850,586         | 10,675,322         | 1,117,478         | 1,777,297         |
| \$30,000 under \$40,000.....        | 0                            | 0             | * 7,904           | * 16,169        | 11,283,839               | 28,213,041         | 11,283,839        | 28,213,041         | 1,846,667         | 3,011,914         |
| \$40,000 under \$50,000.....        | 0                            | 0             | * 2,993           | * 3,057         | 9,467,339                | 33,915,521         | 9,467,339         | 33,915,521         | 1,657,131         | 3,046,808         |
| \$50,000 under \$75,000.....        | 0                            | 0             | 19,095            | 41,412          | 17,350,625               | 92,955,349         | 17,350,625        | 92,955,349         | 3,327,873         | 6,639,441         |
| \$75,000 under \$100,000.....       | 0                            | 0             | * 7,201           | * 19,565        | 10,021,150               | 85,557,202         | 10,021,150        | 85,557,202         | 2,026,987         | 5,191,204         |
| \$100,000 under \$200,000.....      | * 121                        | * 1,663       | 2,760             | 4,746           | 9,718,430                | 175,205,533        | 9,718,430         | 175,205,533        | 2,337,209         | 9,086,077         |
| \$200,000 under \$500,000.....      | * 196                        | * 2,333       | 1,974             | 3,779           | 2,345,868                | 139,227,163        | 2,345,868         | 139,227,163        | 853,707           | 5,683,441         |
| \$500,000 under \$1,000,000.....    | * 199                        | * 2,373       | 794               | 3,244           | 432,783                  | 71,339,293         | 432,783           | 71,339,306         | 176,240           | 1,744,728         |
| \$1,000,000 under \$1,500,000.....  | * 49                         | * 231         | 439               | 1,251           | 103,887                  | 31,072,424         | 103,887           | 31,072,424         | 44,193            | 576,938           |
| \$1,500,000 under \$2,000,000.....  | * 20                         | * 13          | 167               | 1,316           | 45,065                   | 19,435,618         | 45,065            | 19,435,625         | 19,814            | 289,999           |
| \$2,000,000 under \$5,000,000.....  | 52                           | 1,981         | 380               | 6,556           | 65,501                   | 47,962,099         | 65,501            | 47,962,105         | 30,948            | 583,068           |
| \$5,000,000 under \$10,000,000..... | 21                           | 151           | 121               | 4,742           | 15,827                   | 25,756,207         | 15,827            | 25,756,272         | 8,245             | 234,789           |
| \$10,000,000 or more.....           | 21                           | 900           | 108               | 28,032          | 9,671                    | 54,202,159         | 9,671             | 54,202,568         | 5,696             | 397,544           |
| <b>Taxable returns.....</b>         | <b>562</b>                   | <b>7,926</b>  | <b>36,962</b>     | <b>113,231</b>  | <b>89,101,934</b>        | <b>831,975,834</b> | <b>89,101,934</b> | <b>831,976,333</b> | <b>13,882,614</b> | <b>37,347,151</b> |
| <b>Nontaxable returns.....</b>      | <b>123</b>                   | <b>2,106</b>  | <b>* 9,947</b>    | <b>* 22,631</b> | <b>0</b>                 | <b>0</b>           | <b>0</b>          | <b>0</b>           | <b>7,407,471</b>  | <b>9,809,241</b>  |

| Size of adjusted gross income       | All other taxes--continued                |                  |                     |                   |                                     |                |                          |                | Earned income credit used to offset all other taxes |                  |
|-------------------------------------|---|------------------|---------------------|-------------------|-------------------------------------|----------------|--------------------------|----------------|---|------------------|
|                                     | Penalty tax on qualified retirement plans |                  | Self-employment tax |                   | Social Security taxes on tip income |                | Household employment tax |                | Number of returns                                   | Amount           |
|                                     | Number of returns                         | Amount           | Number of returns   | Amount            | Number of returns                   | Amount         | Number of returns        | Amount         |   |                  |
|                                     | (44)                                      | (45)             | (46)                | (47)              | (48)                                | (49)           | (50)                     | (51)           | (52)  | (53)             |
| <b>All returns.....</b>             | <b>4,924,584</b>                          | <b>3,640,374</b> | <b>15,920,203</b>   | <b>42,210,737</b> | <b>517,609</b>                      | <b>107,929</b> | <b>243,702</b>           | <b>885,832</b> | <b>4,630,477</b>                                    | <b>3,957,021</b> |
| No adjusted gross income.....       | 37,308                                    | 38,352           | 217,951             | 363,269           | 2,460                               | 829            | 11,965                   | 35,910         | 97,165  | 51,319           |
| \$1 under \$5,000.....              | 69,550                                    | 8,326            | 1,096,056           | 521,394           | 43,378                              | 4,453          | * 4,316                  | * 26,776       | 635,202   | 175,473          |
| \$5,000 under \$10,000.....         | 123,719                                   | 39,249           | 1,666,350           | 1,623,531         | 72,860                              | 13,069         | 2,262                    | 19,704         | 1,285,937   | 842,731          |
| \$10,000 under \$15,000.....        | 190,718                                   | 56,743           | 1,582,468           | 2,185,726         | 43,989                              | 7,563          | 8,773                    | 34,838         | 998,931   | 1,270,904        |
| \$15,000 under \$20,000.....        | 268,653                                   | 71,729           | 1,114,136           | 1,919,723         | 47,905                              | 10,707         | 2,253                    | 9,636          | 599,934   | 787,575          |
| \$20,000 under \$25,000.....        | 319,833                                   | 105,635          | 908,110             | 1,757,109         | 27,768                              | 7,764          | 2,819                    | 13,334         | 471,567   | 485,478          |
| \$25,000 under \$30,000.....        | 323,647                                   | 122,978          | 779,657             | 1,634,921         | 28,362                              | 16,953         | 2,041                    | 1,750          | 353,856   | 276,225          |
| \$30,000 under \$40,000.....        | 611,785                                   | 267,852          | 1,228,899           | 2,723,883         | 43,401                              | 8,235          | 3,447                    | 2,281          | 187,886   | 67,316           |
| \$40,000 under \$50,000.....        | 535,191                                   | 293,732          | 1,110,985           | 2,729,653         | 21,024                              | 4,352          | 4,376                    | 11,689         | 0   | 0                |
| \$50,000 under \$75,000.....        | 1,117,879                                 | 799,523          | 2,169,798           | 5,766,445         | 76,872                              | 14,924         | 14,692                   | 38,865         | 0   | 0                |
| \$75,000 under \$100,000.....       | 641,664                                   | 652,779          | 1,354,772           | 4,493,437         | 65,130                              | 10,547         | 18,321                   | 29,914         | 0   | 0                |
| \$100,000 under \$200,000.....      | 576,346                                   | 872,993          | 1,721,722           | 8,037,634         | 38,839                              | 6,891          | 62,795                   | 163,355        | 0   | 0                |
| \$200,000 under \$500,000.....      | 94,248                                    | 266,453          | 721,482             | 5,197,146         | 5,569                               | 1,527          | 58,555                   | 212,906        | 0   | 0                |
| \$500,000 under \$1,000,000.....    | 9,898                                     | 31,445           | 155,438             | 1,623,610         | * 41                                | * 2            | 22,362                   | 85,731         | 0   | 0                |
| \$1,000,000 under \$1,500,000.....  | 1,960                                     | 3,806            | 38,571              | 518,983           | 0                                   | 0              | 8,189                    | 38,229         | 0   | 0                |
| \$1,500,000 under \$2,000,000.....  | 715                                       | 1,930            | 16,802              | 260,247           | 0                                   | 0              | 4,013                    | 24,347         | 0   | 0                |
| \$2,000,000 under \$5,000,000.....  | 1,124                                     | 4,624            | 26,032              | 478,003           | * 4                                 | * 29           | 7,421                    | 54,962         | 0   | 0                |
| \$5,000,000 under \$10,000,000..... | 215                                       | 1,788            | 6,552               | 159,118           | ** 6                                | ** 84          | 2,762                    | 30,107         | 0   | 0                |
| \$10,000,000 or more.....           | 133                                       | 436              | 4,424               | 216,903           | **                                  | **             | 2,342                    | 51,497         | 0   | 0                |
| <b>Taxable returns.....</b>         | <b>3,890,497</b>                          | <b>3,224,148</b> | <b>9,682,839</b>    | <b>33,065,382</b> | <b>321,070</b>                      | <b>66,560</b>  | <b>206,693</b>           | <b>693,823</b> | <b>0</b>  | <b>0</b>         |
| <b>Nontaxable returns.....</b>      | <b>1,034,087</b>                          | <b>416,226</b>   | <b>6,237,364</b>    | <b>9,145,355</b>  | <b>196,539</b>                      | <b>41,369</b>  | <b>37,009</b>            | <b>192,010</b> | <b>4,630,477</b>                                    | <b>3,957,021</b> |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Total tax liability |                    | Tax payments       |                    |                     |                    |                        |                    |
|-------------------------------------|---------------------|--------------------|--------------------|--------------------|---------------------|--------------------|------------------------|--------------------|
|                                     |                     |                    | Total              |                    | Income tax withheld |                    | Estimated tax payments |                    |
|                                     | Number of returns   | Amount             | Number of returns  | Amount             | Number of returns   | Amount             | Number of returns      | Amount             |
|                                     | (54)                | (55)               | (56)               | (57)               | (58)                | (59)               | (60)                   | (61)               |
| <b>All returns.....</b>             | <b>92,846,419</b>   | <b>874,009,720</b> | <b>120,970,534</b> | <b>981,644,294</b> | <b>116,312,978</b>  | <b>731,734,362</b> | <b>10,996,504</b>      | <b>188,770,357</b> |
| No adjusted gross income.....       | 227,736             | 456,746            | 644,982            | 2,566,288          | 519,816             | 1,421,870          | 133,523                | 925,755            |
| \$1 under \$5,000.....              | 1,748,857           | 433,988            | 8,666,153          | 1,907,604          | 8,462,072           | 1,575,967          | 193,590                | 299,692            |
| \$5,000 under \$10,000.....         | 4,718,497           | 1,561,926          | 9,756,611          | 5,110,863          | 9,442,069           | 4,603,952          | 351,058                | 450,487            |
| \$10,000 under \$15,000.....        | 6,039,762           | 3,484,249          | 9,745,022          | 8,718,655          | 9,347,681           | 7,901,951          | 503,007                | 727,035            |
| \$15,000 under \$20,000.....        | 6,440,096           | 6,349,049          | 10,186,073         | 13,721,354         | 9,764,531           | 12,535,701         | 589,176                | 1,078,701          |
| \$20,000 under \$25,000.....        | 6,118,707           | 9,158,133          | 9,241,840          | 17,282,775         | 8,921,574           | 16,006,125         | 517,688                | 1,173,231          |
| \$25,000 under \$30,000.....        | 6,097,090           | 11,940,357         | 8,193,719          | 20,388,525         | 7,904,773           | 19,022,877         | 512,034                | 1,295,895          |
| \$30,000 under \$40,000.....        | 11,556,886          | 30,862,115         | 13,606,254         | 47,451,264         | 13,140,773          | 44,192,250         | 945,377                | 2,968,940          |
| \$40,000 under \$50,000.....        | 9,622,210           | 36,778,610         | 10,417,440         | 51,310,160         | 10,020,600          | 47,260,160         | 925,355                | 3,816,504          |
| \$50,000 under \$75,000.....        | 17,485,385          | 99,455,482         | 17,840,621         | 127,938,651        | 17,284,113          | 117,474,993        | 1,826,047              | 9,771,549          |
| \$75,000 under \$100,000.....       | 10,044,036          | 90,732,646         | 10,029,993         | 108,833,753        | 9,685,534           | 98,280,092         | 1,261,904              | 9,534,972          |
| \$100,000 under \$200,000.....      | 9,727,646           | 184,290,451        | 9,658,361          | 194,152,622        | 9,181,953           | 164,072,224        | 1,883,797              | 26,349,618         |
| \$200,000 under \$500,000.....      | 2,346,590           | 144,910,604        | 2,316,728          | 136,252,720        | 2,076,959           | 92,710,984         | 940,576                | 36,413,827         |
| \$500,000 under \$1,000,000.....    | 432,899             | 73,084,035         | 428,843            | 68,677,929         | 364,016             | 38,430,407         | 246,214                | 23,992,605         |
| \$1,000,000 under \$1,500,000.....  | 103,920             | 31,649,361         | 102,739            | 29,955,148         | 84,618              | 14,591,335         | 68,394                 | 11,816,945         |
| \$1,500,000 under \$2,000,000.....  | 45,075              | 19,725,624         | 44,729             | 18,653,723         | 37,182              | 8,590,836          | 30,780                 | 7,386,782          |
| \$2,000,000 under \$5,000,000.....  | 65,520              | 48,545,173         | 65,027             | 46,410,908         | 53,490              | 18,598,336         | 47,972                 | 19,243,744         |
| \$5,000,000 under \$10,000,000..... | 15,833              | 25,991,060         | 15,756             | 25,604,609         | 13,129              | 9,358,380          | 12,096                 | 10,155,614         |
| \$10,000,000 or more.....           | 9,675               | 54,600,111         | 9,643              | 56,706,744         | 8,094               | 15,105,922         | 7,916                  | 21,368,460         |
| <b>Taxable returns.....</b>         | <b>89,099,888</b>   | <b>869,322,708</b> | <b>86,514,111</b>  | <b>942,309,939</b> | <b>82,937,762</b>   | <b>697,450,038</b> | <b>9,601,128</b>       | <b>184,261,026</b> |
| <b>Nontaxable returns.....</b>      | <b>3,746,531</b>    | <b>4,687,012</b>   | <b>34,456,422</b>  | <b>39,334,356</b>  | <b>33,375,216</b>   | <b>34,284,324</b>  | <b>1,395,376</b>       | <b>4,509,331</b>   |

| Size of adjusted gross income       | Tax payments--continued     |                   |  |                   |                                       |                  |  |               |
|-------------------------------------|-----------------------------|-------------------|--|-------------------|---------------------------------------|------------------|--|---------------|
|                                     | Additional child tax credit |                   | Payments with request for extension of filing time |                   | Excess Social Security taxes withheld |                  | Credit for Federal tax on gasoline and special fuels |               |
|                                     | Number of returns           | Amount            | Number of returns                                  | Amount            | Number of returns                     | Amount           | Number of returns                                    | Amount        |
|                                     | (62)                        | (63)              | (64)   | (65)              | (66)                                  | (67)             | (68)   | (69)          |
| <b>All returns.....</b>             | <b>14,528,434</b>           | <b>14,450,019</b> | <b>1,518,779</b>                                   | <b>59,268,206</b> | <b>1,242,604</b>                      | <b>1,727,641</b> | <b>345,020</b>                                       | <b>86,378</b> |
| No adjusted gross income.....       | 204,356                     | 365,115           | 20,545   | 201,424           | 2,555                                 | 5,164            | 25,690   | 10,162        |
| \$1 under \$5,000.....              | 34,858                      | 38,632            | 35,101   | 20,962            | * 9                                   | * [2]            | 22,841   | 10,948        |
| \$5,000 under \$10,000.....         | 74,414                      | 51,247            | 38,094   | 49,766            | * 2,017                               | * 999            | 19,334   | 5,654         |
| \$10,000 under \$15,000.....        | 2,471,250                   | 855,638           | 50,020   | 77,787            | * 361                                 | * 260            | 18,129   | 4,044         |
| \$15,000 under \$20,000.....        | 3,180,326                   | 2,700,318         | 49,931   | 95,385            | 0                                     | 0                | 21,798   | 4,624         |
| \$20,000 under \$25,000.....        | 2,761,894                   | 3,045,471         | 48,438   | 97,281            | 0                                     | 0                | 17,735   | 4,575         |
| \$25,000 under \$30,000.....        | 1,914,963                   | 2,425,403         | 35,489   | 62,529            | * 1,128                               | * 423            | 18,398   | 5,761         |
| \$30,000 under \$40,000.....        | 2,238,764                   | 2,955,765         | 80,725   | 280,136           | * 56                                  | * 77             | 41,541   | 5,394         |
| \$40,000 under \$50,000.....        | 990,414                     | 1,226,223         | 59,733   | 225,654           | 2,603                                 | 1,472            | 29,457   | 3,835         |
| \$50,000 under \$75,000.....        | 582,709                     | 679,317           | 176,872  | 663,969           | 16,076                                | 13,118           | 66,254   | 10,096        |
| \$75,000 under \$100,000.....       | 68,232                      | 102,924           | 157,492  | 920,472           | 198,969                               | 92,161           | **55,924   | **16,567      |
| \$100,000 under \$200,000.....      | **6,255                     | **3,966           | 335,963  | 2,964,313         | 679,318                               | 750,590          | **   | **            |
| \$200,000 under \$500,000.....      | **                          | **                | 254,002  | 6,513,329         | 263,836                               | 610,581          | 5,488  | 2,434         |
| \$500,000 under \$1,000,000.....    | 0                           | 0                 | 90,504   | 6,102,026         | 47,602                                | 146,138          | 1,134  | 560           |
| \$1,000,000 under \$1,500,000.....  | 0                           | 0                 | 30,129   | 3,505,825         | 11,754                                | 39,729           | 334  | 123           |
| \$1,500,000 under \$2,000,000.....  | 0                           | 0                 | 14,979   | 2,654,621         | 5,073                                 | 19,805           | 204  | 333           |
| \$2,000,000 under \$5,000,000.....  | 0                           | 0                 | 26,524   | 8,533,937         | 7,835                                 | 31,225           | 421  | 442           |
| \$5,000,000 under \$10,000,000..... | 0                           | 0                 | 8,128  | 6,079,411         | 2,094                                 | 9,937            | 171  | 359           |
| \$10,000,000 or more.....           | 0                           | 0                 | 6,109  | 20,219,381        | 1,318                                 | 5,962            | 167  | 467           |
| <b>Taxable returns.....</b>         | <b>* 3,161</b>              | <b>* 1,239</b>    | <b>1,368,252</b>                                   | <b>58,797,187</b> | <b>1,228,182</b>                      | <b>1,710,583</b> | <b>211,216</b>                                       | <b>41,187</b> |
| <b>Nontaxable returns.....</b>      | <b>14,525,273</b>           | <b>14,448,780</b> | <b>150,527</b>                                     | <b>471,019</b>    | <b>14,421</b>                         | <b>17,057</b>    | <b>133,804</b>                                       | <b>45,191</b> |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 2.--All Returns: Tax Liability, Tax Credits, and Tax Payments, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Tax payments--continued                    |                 |                        |               | Earned income credit, refundable portion |                   | Overpayment        |                    |
|-------------------------------------|--|-----------------|------------------------|---------------|--|-------------------|--------------------|--------------------|
|                                     | Credit from regulated investment companies |                 | Health coverage credit |               |  |                   | Total              |                    |
|                                     | Number of returns                          | Amount          | Number of returns      | Amount        | Number of returns                        | Amount            |                    |                    |
|                                     | (70)                                       | (71)            | (72)                   | (73)          | (76)                                     | (77)              |                    |                    |
| <b>All returns.....</b>             | <b>9,608</b>                               | <b>33,754</b>   | <b>16,314</b>          | <b>23,595</b> | <b>19,448,355</b>                        | <b>35,299,505</b> | <b>103,706,648</b> | <b>255,064,839</b> |
| No adjusted gross income.....       | **   | **              | * 3                    | * 17          | 118,848                                  | 120,867           | 790,689            | 2,794,014          |
| \$1 under \$5,000.....              | 0  | 0               | * 6                    | * 35          | 2,506,104                                | 1,594,372         | 8,978,993          | 3,399,066          |
| \$5,000 under \$10,000.....         | 0  | 0               | * 6                    | * 4           | 4,304,037                                | 6,829,934         | 10,024,918         | 11,125,320         |
| \$10,000 under \$15,000.....        | 979  | 5,228           | * 2,915                | * 4,247       | 3,635,410                                | 10,631,357        | 9,768,025          | 17,599,845         |
| \$15,000 under \$20,000.....        | * 971                                      | * 185           | * 3,611                | * 6,759       | 3,176,560                                | 8,369,538         | 9,606,118          | 19,426,522         |
| \$20,000 under \$25,000.....        | 0  | 0               | * 971                  | * 1,563       | 2,848,286                                | 5,181,380         | 8,382,290          | 17,475,584         |
| \$25,000 under \$30,000.....        | 0  | 0               | * 1,873                | * 1,040       | 1,937,551                                | 2,120,835         | 7,217,827          | 14,120,939         |
| \$30,000 under \$40,000.....        | * 960                                      | * 1,152         | * 2,922                | * 3,315       | 921,560                                  | 451,223           | 11,625,696         | 22,471,026         |
| \$40,000 under \$50,000.....        | * 939                                      | * 2,535         | 0                      | 0             | 0  | 0                 | 8,407,807          | 18,900,181         |
| \$50,000 under \$75,000.....        | * 933                                      | * 52            | * 1,919                | * 4,873       | 0  | 0                 | 13,855,512         | 37,239,104         |
| \$75,000 under \$100,000.....       | * 1,042                                    | * 323           | * 1,042                | * 455         | 0  | 0                 | 7,584,758          | 24,966,618         |
| \$100,000 under \$200,000.....      | ** 1,905                                   | ** 9,504        | * 999                  | * 1,026       | 0  | 0                 | 6,073,186          | 27,869,010         |
| \$200,000 under \$500,000.....      | 1,636                                      | 1,565           | 0                      | 0             | 0  | 0                 | 1,060,465          | 11,887,469         |
| \$500,000 under \$1,000,000.....    | **   | **              | * 41                   | * 250         | 0  | 0                 | 203,368            | 6,081,948          |
| \$1,000,000 under \$1,500,000.....  | * 67                                       | * 1,191         | 0                      | 0             | 0  | 0                 | 51,926             | 2,914,103          |
| \$1,500,000 under \$2,000,000.....  | * 43                                       | * 1,345         | 0                      | 0             | 0  | 0                 | 23,116             | 1,810,549          |
| \$2,000,000 under \$5,000,000.....  | 85   | * 3,213         | * 3                    | * 11          | 0  | 0                 | 35,588             | 4,957,206          |
| \$5,000,000 under \$10,000,000..... | 17   | * 908           | 0                      | 0             | 0  | 0                 | 9,690              | 2,911,152          |
| \$10,000,000 or more.....           | 29   | * 6,554         | 0                      | 0             | 0  | 0                 | 6,675              | 7,115,183          |
| <b>Taxable returns.....</b>         | <b>8,628</b>                               | <b>* 28,189</b> | <b>13,689</b>          | <b>21,727</b> | <b>0</b>                                 | <b>0</b>          | <b>66,988,412</b>  | <b>169,524,971</b> |
| <b>Nontaxable returns.....</b>      | <b>980</b>                                 | <b>* 5,565</b>  | <b>2,625</b>           | <b>1,868</b>  | <b>19,448,355</b>                        | <b>35,299,505</b> | <b>36,718,236</b>  | <b>85,539,868</b>  |

| Size of adjusted gross income       | Overpayment--continued |                    |                              |                   | Tax due at time of filing |                   | Predetermined estimated tax penalty |                |
|-------------------------------------|------------------------|--------------------|------------------------------|-------------------|---------------------------|-------------------|-------------------------------------|----------------|
|                                     | Refunded               |                    | Credit to 2005 estimated tax |                   |                           |                   | Number of returns                   | Amount         |
|                                     | Number of returns      | Amount             | Number of returns            | Amount            | Number of returns         | Amount            | Number of returns                   | Amount         |
|                                     | (78)                   | (79)               | (80)                         | (81)              | (82)                      | (83)              | (84)                                | (85)           |
| <b>All returns.....</b>             | <b>100,674,244</b>     | <b>221,371,474</b> | <b>4,314,593</b>             | <b>33,693,366</b> | <b>24,452,350</b>         | <b>99,683,782</b> | <b>5,641,853</b>                    | <b>774,697</b> |
| No adjusted gross income.....       | 735,264                | 2,278,653          | 68,507                       | 515,361           | 153,269                   | 218,447           | 26,490                              | 2,390          |
| \$1 under \$5,000.....              | 8,896,623              | 3,302,475          | 104,021                      | 96,591            | 1,288,913                 | 301,899           | 13,669                              | 857            |
| \$5,000 under \$10,000.....         | 9,930,619              | 11,000,689         | 137,154                      | 124,631           | 1,326,008                 | 712,805           | 189,974                             | 6,305          |
| \$10,000 under \$15,000.....        | 9,632,491              | 17,423,088         | 195,121                      | 176,757           | 1,437,650                 | 916,577           | 225,346                             | 9,847          |
| \$15,000 under \$20,000.....        | 9,462,829              | 19,188,279         | 246,108                      | 238,244           | 1,415,193                 | 1,128,750         | 239,071                             | 14,345         |
| \$20,000 under \$25,000.....        | 8,245,798              | 17,258,468         | 205,047                      | 217,116           | 1,267,627                 | 1,291,260         | 234,234                             | 14,658         |
| \$25,000 under \$30,000.....        | 7,084,551              | 13,874,786         | 204,700                      | 246,153           | 1,245,654                 | 1,381,746         | 233,830                             | 13,117         |
| \$30,000 under \$40,000.....        | 11,402,201             | 21,877,479         | 357,999                      | 593,547           | 2,246,231                 | 2,801,884         | 460,885                             | 30,741         |
| \$40,000 under \$50,000.....        | 8,177,238              | 18,243,043         | 332,670                      | 657,138           | 2,146,709                 | 3,358,214         | 501,885                             | 31,528         |
| \$50,000 under \$75,000.....        | 13,412,562             | 35,834,207         | 647,201                      | 1,404,896         | 4,156,474                 | 8,293,373         | 1,001,618                           | 77,288         |
| \$75,000 under \$100,000.....       | 7,252,975              | 23,704,316         | 487,650                      | 1,262,301         | 2,518,493                 | 6,837,340         | 733,012                             | 58,524         |
| \$100,000 under \$200,000.....      | 5,557,318              | 24,143,350         | 713,014                      | 3,725,660         | 3,640,318                 | 18,156,984        | 1,126,765                           | 152,387        |
| \$200,000 under \$500,000.....      | 735,349                | 6,714,224          | 402,114                      | 5,173,245         | 1,270,759                 | 20,708,203        | 494,177                             | 162,850        |
| \$500,000 under \$1,000,000.....    | 103,277                | 2,424,103          | 118,544                      | 3,657,844         | 227,175                   | 10,566,262        | 104,533                             | 78,209         |
| \$1,000,000 under \$1,500,000.....  | 21,008                 | 891,830            | 36,610                       | 2,022,273         | 51,543                    | 4,637,025         | 25,053                              | 28,708         |
| \$1,500,000 under \$2,000,000.....  | 8,382                  | 492,176            | 16,792                       | 1,318,373         | 21,691                    | 2,899,636         | 10,509                              | 17,187         |
| \$2,000,000 under \$5,000,000.....  | 11,468                 | 1,126,780          | 27,607                       | 3,830,427         | 29,596                    | 7,130,043         | 15,453                              | 38,572         |
| \$5,000,000 under \$10,000,000..... | 2,700                  | 539,299            | 7,937                        | 2,371,853         | 6,071                     | 3,313,260         | 3,415                               | 15,657         |
| \$10,000,000 or more.....           | 1,589                  | 1,054,228          | 5,798                        | 6,060,955         | 2,976                     | 5,030,076         | 1,934                               | 21,526         |
| <b>Taxable returns.....</b>         | <b>64,357,513</b>      | <b>137,439,116</b> | <b>3,683,588</b>             | <b>32,085,855</b> | <b>22,005,465</b>         | <b>97,289,017</b> | <b>5,111,573</b>                    | <b>745,960</b> |
| <b>Nontaxable returns.....</b>      | <b>36,316,731</b>      | <b>83,932,358</b>  | <b>631,005</b>               | <b>1,607,511</b>  | <b>2,446,885</b>          | <b>2,394,765</b>  | <b>530,280</b>                      | <b>28,736</b>  |

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

\*\* Data combined to avoid disclosure of information for specific taxpayers.

[1] Excludes refundable portion, which totaled \$14.5 billion for 2004 (see note on Figure G).

[2] Less than \$500.

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

Source: IRS, Statistics of Income Division, July 2006.

# Individual Income Tax Returns, 2004

**Table 3.--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004**

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

| Size of adjusted gross income       | Number of returns | Total itemized deductions in taxable income | Total itemized deductions                   |                   |                                       |                   |                             |                   |
|-------------------------------------|-------------------|---|---|-------------------|---------------------------------------|-------------------|-----------------------------|-------------------|
|                                     |                   |   | Itemized deductions in excess of limitation |                   | Medical and dental expenses deduction |                   | Medical and dental expenses |                   |
|                                     |                   |   | Number of returns                           | Amount            | Number of returns                     | Amount            | Number of returns           | Amount            |
| (1)                                 | (2)               | (3)   | (4)   | (5)               | (6)                                   | (7)               | (8)                         |                   |
| <b>All returns</b> .....            | <b>46,335,237</b> | <b>998,238,457</b>                          | <b>5,723,846</b>                            | <b>36,761,913</b> | <b>9,530,675</b>                      | <b>61,503,014</b> | <b>9,530,675</b>            | <b>94,670,475</b> |
| Under \$5,000.....                  | 327,379           | 4,563,499                                   | 0   | 0                 | 222,351                               | 1,912,212         | 222,351                     | 1,955,076         |
| \$5,000 under \$10,000.....         | 642,831           | 8,961,384                                   | 0   | 0                 | 402,935                               | 3,549,458         | 402,935                     | 3,787,256         |
| \$10,000 under \$15,000.....        | 1,078,646         | 13,922,621                                  | 0   | 0                 | 669,879                               | 4,473,977         | 669,879                     | 5,100,201         |
| \$15,000 under \$20,000.....        | 1,408,086         | 18,598,549                                  | 0   | 0                 | 789,541                               | 5,417,730         | 789,541                     | 6,455,973         |
| \$20,000 under \$25,000.....        | 1,591,869         | 20,703,604                                  | 0   | 0                 | 750,384                               | 4,456,058         | 750,384                     | 5,727,172         |
| \$25,000 under \$30,000.....        | 1,897,697         | 25,375,405                                  | 0   | 0                 | 756,384                               | 4,491,003         | 756,384                     | 6,047,096         |
| \$30,000 under \$35,000.....        | 2,222,251         | 29,109,449                                  | 0   | 0                 | 723,896                               | 3,891,822         | 723,896                     | 5,657,224         |
| \$35,000 under \$40,000.....        | 2,317,310         | 32,278,087                                  | 0   | 0                 | 678,407                               | 3,526,076         | 678,407                     | 5,422,027         |
| \$40,000 under \$45,000.....        | 2,353,622         | 32,987,485                                  | 0   | 0                 | 597,540                               | 3,238,636         | 597,540                     | 5,140,864         |
| \$45,000 under \$50,000.....        | 2,301,167         | 34,729,393                                  | 0   | 0                 | 540,392                               | 3,030,691         | 540,392                     | 4,955,371         |
| \$50,000 under \$55,000.....        | 2,239,428         | 34,605,113                                  | 0   | 0                 | 482,746                               | 2,255,636         | 482,746                     | 4,150,495         |
| \$55,000 under \$60,000.....        | 2,246,207         | 36,445,496                                  | 0   | 0                 | 424,897                               | 2,080,759         | 424,897                     | 3,912,055         |
| \$60,000 under \$75,000.....        | 6,172,634         | 108,320,350                                 | 16,421                                      | 905               | 998,715                               | 6,384,128         | 998,715                     | 11,371,241        |
| \$75,000 under \$100,000.....       | 7,926,317         | 155,165,381                                 | 78,691                                      | 35,723            | 906,013                               | 5,843,418         | 906,013                     | 11,667,106        |
| \$100,000 under \$200,000.....      | 8,776,391         | 230,552,713                                 | 2,795,505                                   | 2,048,295         | 533,033                               | 5,243,873         | 533,033                     | 10,330,637        |
| \$200,000 under \$500,000.....      | 2,215,675         | 100,098,177                                 | 2,215,611                                   | 9,705,423         | 49,452                                | 1,425,413         | 49,452                      | 2,447,893         |
| \$500,000 under \$1,000,000.....    | 398,317           | 33,134,642                                  | 398,264                                     | 6,342,376         | 3,197                                 | 201,276           | 3,197                       | 359,038           |
| \$1,000,000 under \$1,500,000.....  | 93,599            | 12,808,118                                  | 93,580                                      | 2,933,843         | 584                                   | 46,679            | 584                         | 97,049            |
| \$1,500,000 under \$2,000,000.....  | 40,698            | 7,798,955                                   | 40,688                                      | 1,872,621         | 212                                   | 16,902            | 212                         | 44,055            |
| \$2,000,000 under \$5,000,000.....  | 60,674            | 18,568,009                                  | 60,652                                      | 4,824,653         | 111                                   | 16,164            | 111                         | 38,361            |
| \$5,000,000 under \$10,000,000..... | 15,036            | 10,347,550                                  | 15,032                                      | 2,700,356         | *7                                    | *1,103            | *7                          | *4,285            |
| \$10,000,000 or more.....           | 9,404             | 29,164,477                                  | 9,402                                       | 6,297,719         | 0                                     | 0                 | 0                           | 0                 |
| <b>Taxable returns</b> .....        | <b>40,289,338</b> | <b>877,914,918</b>                          | <b>5,716,649</b>                            | <b>36,732,562</b> | <b>6,682,728</b>                      | <b>34,526,261</b> | <b>6,682,728</b>            | <b>62,797,931</b> |
| <b>Nontaxable returns</b> .....     | <b>6,045,899</b>  | <b>120,323,539</b>                          | <b>7,197</b>                                | <b>29,350</b>     | <b>2,847,947</b>                      | <b>26,976,752</b> | <b>2,847,947</b>            | <b>31,872,543</b> |

| Size of adjusted gross income       | Total itemized deductions--continued   |                   |                      |                    |                              |                    |                   |                    |
|-------------------------------------|--|-------------------|----------------------|--------------------|------------------------------|--------------------|-------------------|--------------------|
|                                     | Medical and dental expenses limitation |                   | Taxes paid deduction |                    |                              |                    |                   |                    |
|                                     |  |                   | Total                |                    | State and local income taxes |                    |                   |                    |
|                                     | Number of returns                      | Amount            | Number of returns    | Amount             | Number of returns            | Amount             | Number of returns | Amount             |
| (9)                                 | (10)                                   | (11)              | (12)                 | (13)               | (14)                         | (15)               | (16)              |                    |
| <b>All returns</b> .....            | <b>9,529,696</b>                       | <b>33,167,461</b> | <b>46,009,291</b>    | <b>362,608,853</b> | <b>44,765,119</b>            | <b>219,833,389</b> | <b>33,516,476</b> | <b>202,305,993</b> |
| Under \$5,000.....                  | 221,372                                | 42,864            | 308,704              | 842,420            | 267,737                      | 213,446            | 90,343            | 108,069            |
| \$5,000 under \$10,000.....         | 402,935                                | 237,797           | 604,809              | 1,575,481          | 544,759                      | 413,919            | 158,911           | 155,680            |
| \$10,000 under \$15,000.....        | 669,879                                | 626,224           | 1,041,981            | 2,654,681          | 967,109                      | 729,552            | 330,710           | 296,340            |
| \$15,000 under \$20,000.....        | 789,541                                | 1,038,243         | 1,365,983            | 3,763,526          | 1,269,867                    | 1,180,921          | 572,992           | 681,964            |
| \$20,000 under \$25,000.....        | 750,384                                | 1,271,114         | 1,569,755            | 4,301,689          | 1,475,342                    | 1,410,166          | 780,915           | 778,893            |
| \$25,000 under \$30,000.....        | 756,384                                | 1,556,093         | 1,870,482            | 5,256,638          | 1,799,577                    | 1,981,534          | 1,067,080         | 1,318,240          |
| \$30,000 under \$35,000.....        | 723,896                                | 1,765,401         | 2,197,982            | 6,840,841          | 2,113,804                    | 2,882,307          | 1,425,009         | 2,104,513          |
| \$35,000 under \$40,000.....        | 678,407                                | 1,895,952         | 2,291,711            | 7,645,296          | 2,230,051                    | 3,506,620          | 1,600,113         | 2,782,223          |
| \$40,000 under \$45,000.....        | 597,540                                | 1,902,228         | 2,341,519            | 8,573,016          | 2,265,605                    | 4,065,887          | 1,712,975         | 3,395,130          |
| \$45,000 under \$50,000.....        | 540,392                                | 1,924,680         | 2,284,992            | 9,315,329          | 2,219,289                    | 4,469,736          | 1,705,139         | 3,727,721          |
| \$50,000 under \$55,000.....        | 482,746                                | 1,894,859         | 2,223,929            | 10,098,467         | 2,159,099                    | 5,021,873          | 1,624,318         | 4,199,042          |
| \$55,000 under \$60,000.....        | 424,897                                | 1,831,296         | 2,239,721            | 10,600,909         | 2,183,411                    | 5,291,668          | 1,677,583         | 4,534,901          |
| \$60,000 under \$75,000.....        | 998,715                                | 4,987,113         | 6,149,307            | 33,153,020         | 6,009,065                    | 17,390,133         | 4,776,925         | 15,163,091         |
| \$75,000 under \$100,000.....       | 906,013                                | 5,823,689         | 7,917,281            | 53,668,295         | 7,801,323                    | 29,463,864         | 6,410,289         | 26,598,074         |
| \$100,000 under \$200,000.....      | 533,033                                | 5,086,764         | 8,771,965            | 90,863,750         | 8,663,622                    | 53,753,519         | 7,205,472         | 50,089,323         |
| \$200,000 under \$500,000.....      | 49,452                                 | 1,022,480         | 2,212,464            | 49,391,413         | 2,184,479                    | 33,514,049         | 1,843,495         | 32,343,687         |
| \$500,000 under \$1,000,000.....    | 3,197                                  | 157,763           | 397,824              | 19,872,214         | 394,229                      | 15,280,979         | 342,962           | 15,048,978         |
| \$1,000,000 under \$1,500,000.....  | 584                                    | 50,369            | 93,307               | 8,073,240          | 92,422                       | 6,582,663          | 80,924            | 6,508,512          |
| \$1,500,000 under \$2,000,000.....  | 212                                    | 27,153            | 40,637               | 4,894,309          | 40,271                       | 4,111,566          | 35,680            | 4,078,569          |
| \$2,000,000 under \$5,000,000.....  | 111                                    | 22,197            | 60,545               | 11,858,211         | 59,925                       | 10,378,511         | 53,216            | 10,298,191         |
| \$5,000,000 under \$10,000,000..... | *7                                     | *3,182            | 15,005               | 6,272,759          | 14,867                       | 5,724,727          | 13,148            | 5,684,990          |
| \$10,000,000 or more.....           | 0                                      | 0                 | 9,388                | 13,093,348         | 9,267                        | 12,465,748         | 8,274             | 12,409,862         |
| <b>Taxable returns</b> .....        | <b>6,682,728</b>                       | <b>28,271,670</b> | <b>40,091,411</b>    | <b>339,332,540</b> | <b>39,209,706</b>            | <b>211,966,580</b> | <b>30,737,021</b> | <b>197,084,845</b> |
| <b>Nontaxable returns</b> .....     | <b>2,846,968</b>                       | <b>4,895,791</b>  | <b>5,917,880</b>     | <b>23,276,313</b>  | <b>5,555,413</b>             | <b>7,866,809</b>   | <b>2,779,455</b>  | <b>5,221,147</b>   |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 3.--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Total itemized deductions--continued    |                   |                   |                    |                         |                   |                  |                  |
|-------------------------------------|---|-------------------|-------------------|--------------------|-------------------------|-------------------|------------------|------------------|
|                                     | Taxes paid deduction--continued         |                   |                   |                    |                         |                   |                  |                  |
|                                     | State and local income taxes--continued |                   | Real estate taxes |                    | Personal property taxes |                   | Other taxes      |                  |
|                                     | General sales taxes                     |                   |                   |                    |                         |                   |                  |                  |
| Number of returns                   | Amount                                  | Number of returns | Amount            | Number of returns  | Amount                  | Number of returns | Amount           |                  |
| (17)                                | (18)                                    | (19)              | (20)              | (21)               | (22)                    | (23)              | (24)             |                  |
| <b>All returns</b> .....            | <b>11,248,643</b>                       | <b>17,527,396</b> | <b>40,457,920</b> | <b>132,252,209</b> | <b>21,083,436</b>       | <b>8,677,030</b>  | <b>3,026,056</b> | <b>1,846,225</b> |
| Under \$5,000.....                  | 177,394                                 | 105,377           | 230,926           | 594,966            | 100,785                 | 29,684            | 10,407           | 4,325            |
| \$5,000 under \$10,000.....         | 385,848                                 | 258,239           | 469,722           | 1,086,617          | 213,175                 | 66,808            | 24,050           | 8,136            |
| \$10,000 under \$15,000.....        | 636,399                                 | 433,212           | 799,417           | 1,791,134          | 397,462                 | 115,970           | 52,339           | 18,025           |
| \$15,000 under \$20,000.....        | 696,875                                 | 498,957           | 1,071,744         | 2,369,084          | 532,902                 | 196,136           | 60,306           | 17,385           |
| \$20,000 under \$25,000.....        | 694,427                                 | 631,274           | 1,172,077         | 2,623,054          | 595,223                 | 193,043           | 72,039           | 75,426           |
| \$25,000 under \$30,000.....        | 732,497                                 | 663,294           | 1,428,869         | 3,005,459          | 776,406                 | 236,714           | 87,835           | 32,931           |
| \$30,000 under \$35,000.....        | 688,795                                 | 777,794           | 1,786,251         | 3,547,006          | 983,588                 | 371,885           | 114,174          | 39,643           |
| \$35,000 under \$40,000.....        | 629,937                                 | 724,397           | 1,814,100         | 3,767,268          | 984,945                 | 334,756           | 127,211          | 36,653           |
| \$40,000 under \$45,000.....        | 552,630                                 | 670,757           | 1,960,091         | 4,102,621          | 1,063,672               | 328,569           | 128,835          | 75,939           |
| \$45,000 under \$50,000.....        | 514,150                                 | 742,015           | 1,996,498         | 4,418,934          | 1,071,447               | 374,148           | 143,876          | 52,511           |
| \$50,000 under \$55,000.....        | 534,780                                 | 822,830           | 1,925,157         | 4,671,734          | 1,007,341               | 344,580           | 134,394          | 60,279           |
| \$55,000 under \$60,000.....        | 505,828                                 | 756,767           | 1,971,719         | 4,788,805          | 1,074,481               | 424,802           | 165,283          | 95,633           |
| \$60,000 under \$75,000.....        | 1,232,140                               | 2,227,042         | 5,558,928         | 14,440,055         | 2,893,060               | 1,119,290         | 453,328          | 203,542          |
| \$75,000 under \$100,000.....       | 1,391,033                               | 2,865,790         | 7,315,465         | 22,323,489         | 3,850,625               | 1,646,028         | 529,283          | 234,915          |
| \$100,000 under \$200,000.....      | 1,458,150                               | 3,664,196         | 8,271,740         | 34,715,116         | 4,301,666               | 2,014,542         | 648,328          | 380,573          |
| \$200,000 under \$500,000.....      | 340,984                                 | 1,170,362         | 2,096,695         | 15,041,092         | 986,610                 | 613,631           | 210,167          | 222,642          |
| \$500,000 under \$1,000,000.....    | 51,267                                  | 232,001           | 379,889           | 4,345,439          | 164,068                 | 142,146           | 40,655           | 103,650          |
| \$1,000,000 under \$1,500,000.....  | 11,498                                  | 74,151            | 88,824            | 1,418,358          | 37,095                  | 37,297            | 10,487           | 34,922           |
| \$1,500,000 under \$2,000,000.....  | 4,590                                   | 32,996            | 38,827            | 731,761            | 15,548                  | 17,601            | 4,196            | 33,382           |
| \$2,000,000 under \$5,000,000.....  | 6,709                                   | 80,319            | 57,637            | 1,390,213          | 23,414                  | 38,651            | 6,300            | 50,836           |
| \$5,000,000 under \$10,000,000..... | 1,718                                   | 39,737            | 14,354            | 514,962            | 6,037                   | 14,014            | 1,533            | 19,055           |
| \$10,000,000 or more.....           | 993                                     | 55,887            | 8,989             | 565,042            | 3,886                   | 16,735            | 1,030            | 45,823           |
| <b>Taxable returns</b> .....        | <b>8,472,685</b>                        | <b>14,881,734</b> | <b>35,509,839</b> | <b>118,072,259</b> | <b>18,582,288</b>       | <b>7,659,710</b>  | <b>2,724,122</b> | <b>1,633,992</b> |
| <b>Nontaxable returns</b> .....     | <b>2,775,958</b>                        | <b>2,645,662</b>  | <b>4,948,082</b>  | <b>14,179,950</b>  | <b>2,501,147</b>        | <b>1,017,320</b>  | <b>301,934</b>   | <b>212,234</b>   |

| Size of adjusted gross income       | Total itemized deductions--continued |                    |                        |                    |                                |                    |                     |                  |
|-------------------------------------|--------------------------------------|--------------------|------------------------|--------------------|--------------------------------|--------------------|---------------------|------------------|
|                                     | Interest paid deduction              |                    |                        |                    |                                |                    |                     |                  |
|                                     | Total                                |                    | Home mortgage interest |                    | Paid to financial institutions |                    | Paid to individuals |                  |
|                                     | Number of returns                    | Amount             | Number of returns      | Amount             | Number of returns              | Amount             | Number of returns   | Amount           |
| (25)                                | (26)                                 | (27)               | (28)                   | (29)               | (30)                           | (31)               | (32)                |                  |
| <b>All returns</b> .....            | <b>38,110,298</b>                    | <b>356,355,994</b> | <b>37,691,995</b>      | <b>340,476,440</b> | <b>37,274,244</b>              | <b>335,287,365</b> | <b>1,289,493</b>    | <b>5,189,075</b> |
| Under \$5,000.....                  | 186,524                              | 1,457,845          | 182,148                | 1,421,585          | 179,978                        | 1,405,422          | 3,092               | 16,162           |
| \$5,000 under \$10,000.....         | 381,609                              | 2,713,160          | 377,488                | 2,687,951          | 374,725                        | 2,632,624          | 10,024              | 55,326           |
| \$10,000 under \$15,000.....        | 623,866                              | 4,184,528          | 616,140                | 4,113,740          | 608,264                        | 4,058,901          | 10,695              | 54,839           |
| \$15,000 under \$20,000.....        | 891,242                              | 5,896,408          | 876,661                | 5,851,344          | 863,028                        | 5,737,411          | 27,563              | 113,933          |
| \$20,000 under \$25,000.....        | 1,094,532                            | 7,214,821          | 1,079,813              | 7,123,657          | 1,054,972                      | 6,991,677          | 32,783              | 131,980          |
| \$25,000 under \$30,000.....        | 1,333,391                            | 9,225,134          | 1,322,397              | 9,119,009          | 1,300,691                      | 8,922,856          | 46,698              | 196,153          |
| \$30,000 under \$35,000.....        | 1,678,901                            | 11,266,357         | 1,666,890              | 11,137,113         | 1,643,613                      | 10,976,010         | 43,325              | 161,103          |
| \$35,000 under \$40,000.....        | 1,755,462                            | 12,418,559         | 1,744,178              | 12,268,406         | 1,729,018                      | 12,125,521         | 50,409              | 142,885          |
| \$40,000 under \$45,000.....        | 1,892,472                            | 12,970,662         | 1,874,756              | 12,813,489         | 1,852,580                      | 12,614,950         | 52,929              | 198,539          |
| \$45,000 under \$50,000.....        | 1,917,683                            | 14,084,004         | 1,904,292              | 13,954,628         | 1,893,197                      | 13,827,607         | 48,763              | 127,021          |
| \$50,000 under \$55,000.....        | 1,862,467                            | 13,836,396         | 1,855,806              | 13,636,660         | 1,829,393                      | 13,401,079         | 72,439              | 235,581          |
| \$55,000 under \$60,000.....        | 1,938,979                            | 15,184,738         | 1,929,332              | 14,995,445         | 1,908,270                      | 14,792,362         | 56,185              | 203,083          |
| \$60,000 under \$75,000.....        | 5,361,461                            | 43,755,577         | 5,331,381              | 43,159,829         | 5,265,872                      | 42,587,025         | 182,344             | 572,804          |
| \$75,000 under \$100,000.....       | 7,026,244                            | 62,571,178         | 6,987,360              | 61,801,575         | 6,926,560                      | 61,050,398         | 247,832             | 751,177          |
| \$100,000 under \$200,000.....      | 7,754,626                            | 86,067,082         | 7,654,210              | 84,136,610         | 7,583,180                      | 82,819,943         | 304,804             | 1,316,667        |
| \$200,000 under \$500,000.....      | 1,900,781                            | 33,044,020         | 1,837,003              | 31,010,042         | 1,817,183                      | 30,417,286         | 75,023              | 592,756          |
| \$500,000 under \$1,000,000.....    | 330,587                              | 8,467,272          | 304,146                | 6,934,497          | 298,713                        | 6,746,897          | 17,168              | 187,600          |
| \$1,000,000 under \$1,500,000.....  | 76,530                               | 2,668,793          | 67,240                 | 1,811,689          | 66,032                         | 1,758,979          | 3,267               | 52,710           |
| \$1,500,000 under \$2,000,000.....  | 32,819                               | 1,372,275          | 27,410                 | 798,186            | 26,895                         | 776,433            | 1,330               | 21,752           |
| \$2,000,000 under \$5,000,000.....  | 49,722                               | 2,986,808          | 39,446                 | 1,231,408          | 38,582                         | 1,191,164          | 2,103               | 40,244           |
| \$5,000,000 under \$10,000,000..... | 12,428                               | 1,435,047          | 9,036                  | 302,573            | 8,809                          | 292,533            | 437                 | 10,039           |
| \$10,000,000 or more.....           | 7,973                                | 3,535,331          | 4,863                  | 167,007            | 4,691                          | 160,288            | 279                 | 6,719            |
| <b>Taxable returns</b> .....        | <b>33,447,763</b>                    | <b>310,489,130</b> | <b>33,074,870</b>      | <b>296,160,967</b> | <b>32,702,338</b>              | <b>291,576,528</b> | <b>1,164,328</b>    | <b>4,584,439</b> |
| <b>Nontaxable returns</b> .....     | <b>4,662,535</b>                     | <b>45,866,864</b>  | <b>4,617,125</b>       | <b>44,315,473</b>  | <b>4,571,906</b>               | <b>43,710,837</b>  | <b>125,165</b>      | <b>604,636</b>   |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 3.--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Total itemized deductions--continued |                  |                               |                   |                         |                    |                    |                    |
|-------------------------------------|--------------------------------------|------------------|-------------------------------|-------------------|-------------------------|--------------------|--------------------|--------------------|
|                                     | Interest paid deduction--continued   |                  |                               |                   | Contributions deduction |                    |                    |                    |
|                                     | Deductible points                    |                  | Investment interest deduction |                   | Total                   |                    | Cash contributions |                    |
|                                     | Number of returns                    | Amount           | Number of returns             | Amount            | Number of returns       | Amount             | Number of returns  | Amount             |
| (33)                                | (34)                                 | (35)             | (36)                          | (37)              | (38)                    | (39)               | (40)               |                    |
| <b>All returns.....</b>             | <b>3,273,960</b>                     | <b>2,568,135</b> | <b>1,711,069</b>              | <b>13,311,419</b> | <b>40,623,426</b>       | <b>165,564,388</b> | <b>38,566,587</b>  | <b>122,874,926</b> |
| Under \$5,000.....                  | 15,182                               | 12,591           | 16,027                        | 23,669            | 198,717                 | 158,358            | 179,564            | 269,633            |
| \$5,000 under \$10,000.....         | 16,299                               | 3,691            | 10,047                        | 21,519            | 428,605                 | 583,699            | 394,817            | 628,937            |
| \$10,000 under \$15,000.....        | 26,006                               | 58,231           | 18,654                        | 12,557            | 782,103                 | 1,246,110          | 728,086            | 1,127,095          |
| \$15,000 under \$20,000.....        | 49,014                               | 23,371           | 25,050                        | 21,692            | 1,065,731               | 1,886,719          | 995,885            | 1,613,689          |
| \$20,000 under \$25,000.....        | 71,113                               | 60,066           | 26,368                        | 31,098            | 1,269,685               | 2,501,976          | 1,188,009          | 2,044,857          |
| \$25,000 under \$30,000.....        | 85,596                               | 69,529           | 30,316                        | 36,596            | 1,494,582               | 3,145,498          | 1,402,731          | 2,522,508          |
| \$30,000 under \$35,000.....        | 83,676                               | 69,323           | 27,320                        | 59,921            | 1,778,517               | 3,501,913          | 1,657,627          | 2,814,031          |
| \$35,000 under \$40,000.....        | 120,324                              | 97,025           | 30,329                        | 53,128            | 1,943,178               | 4,191,960          | 1,807,060          | 3,429,048          |
| \$40,000 under \$45,000.....        | 118,199                              | 85,001           | 52,048                        | 72,172            | 1,959,406               | 4,328,132          | 1,826,599          | 3,530,230          |
| \$45,000 under \$50,000.....        | 132,507                              | 85,159           | 41,101                        | 44,218            | 1,963,145               | 4,416,445          | 1,844,774          | 3,633,151          |
| \$50,000 under \$55,000.....        | 150,112                              | 145,964          | 35,140                        | 53,772            | 1,931,690               | 4,404,211          | 1,781,956          | 3,547,460          |
| \$55,000 under \$60,000.....        | 152,786                              | 133,078          | 39,718                        | 56,215            | 1,965,866               | 4,992,085          | 1,858,519          | 3,989,610          |
| \$60,000 under \$75,000.....        | 420,624                              | 333,570          | 144,525                       | 262,178           | 5,520,688               | 14,568,080         | 5,220,804          | 12,196,948         |
| \$75,000 under \$100,000.....       | 669,166                              | 474,897          | 185,150                       | 294,706           | 7,319,212               | 20,623,462         | 6,993,524          | 16,519,138         |
| \$100,000 under \$200,000.....      | 868,025                              | 685,398          | 487,833                       | 1,245,074         | 8,279,167               | 34,301,007         | 8,010,733          | 27,330,294         |
| \$200,000 under \$500,000.....      | 236,856                              | 179,761          | 326,508                       | 1,854,217         | 2,123,896               | 18,440,774         | 2,082,300          | 14,369,266         |
| \$500,000 under \$1,000,000.....    | 39,970                               | 31,098           | 114,102                       | 1,501,676         | 385,211                 | 8,150,747          | 381,099            | 6,077,251          |
| \$1,000,000 under \$1,500,000.....  | 8,729                                | 8,225            | 35,624                        | 848,879           | 91,105                  | 3,702,417          | 90,332             | 2,458,600          |
| \$1,500,000 under \$2,000,000.....  | 3,491                                | 3,221            | 17,872                        | 570,869           | 39,647                  | 2,543,783          | 39,427             | 1,613,062          |
| \$2,000,000 under \$5,000,000.....  | 4,783                                | 6,081            | 31,530                        | 1,749,319         | 59,285                  | 6,549,751          | 58,880             | 3,875,907          |
| \$5,000,000 under \$10,000,000..... | 1,023                                | 1,596            | 9,205                         | 1,130,878         | 14,749                  | 4,428,598          | 14,668             | 2,304,606          |
| \$10,000,000 or more.....           | 480                                  | 1,258            | 6,603                         | 3,367,065         | 9,241                   | 16,898,662         | 9,193              | 6,979,608          |
| <b>Taxable returns.....</b>         | <b>2,909,321</b>                     | <b>2,067,523</b> | <b>1,564,036</b>              | <b>12,260,640</b> | <b>35,974,740</b>       | <b>154,366,721</b> | <b>34,224,333</b>  | <b>113,305,774</b> |
| <b>Nontaxable returns.....</b>      | <b>364,639</b>                       | <b>500,611</b>   | <b>147,034</b>                | <b>1,050,779</b>  | <b>4,648,686</b>        | <b>11,197,667</b>  | <b>4,342,254</b>   | <b>9,569,152</b>   |

| Size of adjusted gross income       | Total itemized deductions--continued |                   |                            |                   |                                  |                  |                                  |                   |
|-------------------------------------|--------------------------------------|-------------------|----------------------------|-------------------|----------------------------------|------------------|----------------------------------|-------------------|
|                                     | Contributions deduction--continued   |                   |                            |                   | Casualty or theft loss deduction |                  | Limited miscellaneous deductions |                   |
|                                     | Other than cash contributions        |                   | Carryover from prior years |                   |                                  |                  | Total after AGI limitation       |                   |
|                                     | Number of returns                    | Amount            | Number of returns          | Amount            | Number of returns                | Amount           | Number of returns                | Amount            |
| (41)                                | (42)                                 | (43)              | (44)                       | (45)              | (46)                             | (47)             | (48)                             |                   |
| <b>All returns.....</b>             | <b>25,267,459</b>                    | <b>43,373,209</b> | <b>503,161</b>             | <b>36,232,941</b> | <b>185,261</b>                   | <b>3,510,243</b> | <b>12,024,562</b>                | <b>68,533,122</b> |
| Under \$5,000.....                  | 76,759                               | 43,165            | 29,787                     | 575,450           | *743                             | *725             | 131,209                          | 182,535           |
| \$5,000 under \$10,000.....         | 181,370                              | 90,614            | 34,748                     | 234,463           | *7,843                           | *227,571         | 185,193                          | 284,427           |
| \$10,000 under \$15,000.....        | 369,275                              | 208,435           | 44,719                     | 409,529           | *6,800                           | *214,651         | 290,711                          | 957,812           |
| \$15,000 under \$20,000.....        | 539,148                              | 302,689           | 24,825                     | 139,539           | *19,495                          | *240,683         | 342,340                          | 1,236,077         |
| \$20,000 under \$25,000.....        | 705,119                              | 447,699           | 21,837                     | 184,871           | *2,131                           | *14,114          | 442,775                          | 1,905,352         |
| \$25,000 under \$30,000.....        | 855,159                              | 578,897           | 28,984                     | 258,399           | *11,942                          | *207,162         | 609,273                          | 2,842,970         |
| \$30,000 under \$35,000.....        | 1,004,288                            | 670,398           | 23,159                     | 98,429            | 10,787                           | 99,704           | 659,329                          | 3,188,678         |
| \$35,000 under \$40,000.....        | 1,136,424                            | 865,632           | 30,412                     | 348,696           | 7,235                            | 57,416           | 784,553                          | 4,038,683         |
| \$40,000 under \$45,000.....        | 1,164,763                            | 768,021           | 20,998                     | 96,709            | *9,201                           | *41,950          | 679,365                          | 3,556,733         |
| \$45,000 under \$50,000.....        | 1,155,244                            | 790,699           | 18,796                     | 425,415           | 11,915                           | 181,552          | 680,874                          | 3,466,872         |
| \$50,000 under \$55,000.....        | 1,176,708                            | 801,842           | 10,113                     | 75,010            | 15,007                           | 127,877          | 626,498                          | 3,411,239         |
| \$55,000 under \$60,000.....        | 1,194,459                            | 998,344           | 23,451                     | 146,952           | 9,311                            | 86,285           | 655,539                          | 3,233,321         |
| \$60,000 under \$75,000.....        | 3,524,996                            | 2,552,210         | 30,289                     | 777,001           | 24,654                           | 369,227          | 1,673,877                        | 8,843,491         |
| \$75,000 under \$100,000.....       | 4,803,874                            | 4,006,766         | 59,730                     | 1,522,863         | 21,450                           | 424,005          | 1,897,360                        | 10,191,182        |
| \$100,000 under \$200,000.....      | 5,689,106                            | 6,701,036         | 61,490                     | 2,426,405         | 21,161                           | 732,909          | 1,910,314                        | 11,994,209        |
| \$200,000 under \$500,000.....      | 1,361,111                            | 4,150,675         | 22,306                     | 2,579,323         | 4,928                            | 351,560          | 375,607                          | 4,370,919         |
| \$500,000 under \$1,000,000.....    | 219,162                              | 2,437,291         | 8,740                      | 2,206,191         | 561                              | 97,375           | 51,368                           | 1,432,226         |
| \$1,000,000 under \$1,500,000.....  | 48,108                               | 2,129,877         | 2,949                      | 1,361,690         | 54                               | 12,393           | 12,553                           | 588,957           |
| \$1,500,000 under \$2,000,000.....  | 20,449                               | 1,118,094         | 1,521                      | 855,727           | *9                               | *4,998           | 5,024                            | 392,014           |
| \$2,000,000 under \$5,000,000.....  | 29,823                               | 3,150,440         | 2,605                      | 3,696,044         | 28                               | 14,599           | 7,697                            | 958,718           |
| \$5,000,000 under \$10,000,000..... | 7,337                                | 2,301,243         | 939                        | 1,621,167         | **7                              | **3,485          | 1,978                            | 513,760           |
| \$10,000,000 or more.....           | 4,777                                | 8,259,141         | 764                        | 16,193,068        | **                               | **               | 1,123                            | 942,947           |
| <b>Taxable returns.....</b>         | <b>22,681,087</b>                    | <b>41,397,548</b> | <b>301,864</b>             | <b>33,532,127</b> | <b>119,839</b>                   | <b>1,645,426</b> | <b>10,193,487</b>                | <b>59,842,500</b> |
| <b>Nontaxable returns.....</b>      | <b>2,586,371</b>                     | <b>1,975,660</b>  | <b>201,297</b>             | <b>2,700,814</b>  | <b>65,422</b>                    | <b>1,864,817</b> | <b>1,831,075</b>                 | <b>8,690,622</b>  |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 3.--Returns with Itemized Deductions: Sources of Income, Adjustments, Itemized Deductions by Type, Exemptions, and Tax Items, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income       | Total itemized deductions--continued        |                   |                      |                  |                         |                   |  |                   |
|-------------------------------------|---|-------------------|----------------------|------------------|-------------------------|-------------------|--|-------------------|
|                                     | Limited miscellaneous deductions--continued |                   |                      |                  |                         |                   |  |                   |
|                                     | Unreimbursed employee business expense      |                   | Tax preparation fees |                  | Gambling loss deduction |                   | Other limited miscellaneous deductions |                   |
|                                     | Number of returns                           | Amount            | Number of returns    | Amount           | Number of returns       | Amount            | Number of returns                      | Amount            |
| (49)                                | (50)  | (51)              | (52)                 | (53)             | (54)                    | (55)              | (56)                                   |                   |
| <b>All returns.....</b>             | <b>15,545,955</b>                           | <b>68,497,230</b> | <b>16,836,134</b>    | <b>4,763,394</b> | <b>1,005,537</b>        | <b>14,588,841</b> | <b>12,918,672</b>                      | <b>23,910,657</b> |
| Under \$5,000.....                  | 24,194                                      | 74,646            | 97,218               | 30,002           | 4,355                   | 8,863             | 74,928                                 | 84,650            |
| \$5,000 under \$10,000.....         | 51,300                                      | 130,919           | 220,809              | 52,333           | 7,081                   | 26,447            | 157,327                                | 140,360           |
| \$10,000 under \$15,000.....        | 172,492                                     | 702,472           | 377,767              | 86,373           | 17,769                  | 169,077           | 243,702                                | 275,236           |
| \$15,000 under \$20,000.....        | 264,745                                     | 1,077,188         | 476,898              | 94,068           | 21,099                  | 152,816           | 283,934                                | 236,821           |
| \$20,000 under \$25,000.....        | 429,414                                     | 1,749,482         | 531,720              | 91,327           | 36,162                  | 258,186           | 295,330                                | 337,399           |
| \$25,000 under \$30,000.....        | 634,782                                     | 2,741,166         | 670,194              | 127,709          | 32,492                  | 179,266           | 385,372                                | 404,706           |
| \$30,000 under \$35,000.....        | 728,660                                     | 3,122,704         | 809,304              | 147,042          | 47,511                  | 252,496           | 466,383                                | 475,453           |
| \$35,000 under \$40,000.....        | 892,278                                     | 3,902,962         | 879,884              | 164,048          | 44,348                  | 337,043           | 565,560                                | 713,667           |
| \$40,000 under \$45,000.....        | 834,882                                     | 3,637,177         | 972,800              | 177,023          | 29,765                  | 219,005           | 534,372                                | 515,649           |
| \$45,000 under \$50,000.....        | 871,179                                     | 3,623,309         | 864,499              | 180,021          | 43,462                  | 196,699           | 562,692                                | 526,302           |
| \$50,000 under \$55,000.....        | 833,279                                     | 3,596,567         | 828,872              | 153,882          | 55,521                  | 341,717           | 538,659                                | 546,757           |
| \$55,000 under \$60,000.....        | 884,815                                     | 3,470,625         | 862,028              | 172,523          | 43,939                  | 229,168           | 590,411                                | 603,104           |
| \$60,000 under \$75,000.....        | 2,385,302                                   | 9,822,343         | 2,352,611            | 507,715          | 132,350                 | 940,366           | 1,734,553                              | 1,569,384         |
| \$75,000 under \$100,000.....       | 2,966,882                                   | 11,939,950        | 2,912,015            | 649,791          | 187,660                 | 1,551,932         | 2,351,522                              | 2,238,384         |
| \$100,000 under \$200,000.....      | 3,019,779                                   | 14,116,160        | 3,001,490            | 1,034,523        | 224,799                 | 3,060,800         | 3,011,480                              | 4,013,112         |
| \$200,000 under \$500,000.....      | 480,001                                     | 3,665,611         | 758,314              | 583,742          | 60,012                  | 2,529,047         | 817,270                                | 3,290,792         |
| \$500,000 under \$1,000,000.....    | 52,220                                      | 577,084           | 141,350              | 214,390          | 10,485                  | 1,098,159         | 177,345                                | 1,858,823         |
| \$1,000,000 under \$1,500,000.....  | 10,181                                      | 173,981           | 34,105               | 79,764           | 2,858                   | 562,150           | 49,649                                 | 896,050           |
| \$1,500,000 under \$2,000,000.....  | 3,598                                       | 67,300            | 14,514               | 45,771           | 1,403                   | 418,200           | 22,425                                 | 613,543           |
| \$2,000,000 under \$5,000,000.....  | 4,498                                       | 145,558           | 21,056               | 91,048           | 1,828                   | 847,277           | 37,423                                 | 1,605,193         |
| \$5,000,000 under \$10,000,000..... | 1,034                                       | 82,868            | 5,331                | 36,697           | 405                     | 342,590           | 10,880                                 | 920,171           |
| \$10,000,000 or more.....           | 440   | 77,158            | 3,355                | 43,603           | 234                     | 867,538           | 7,456                                  | 2,045,101         |
| <b>Taxable returns.....</b>         | <b>14,009,662</b>                           | <b>61,019,514</b> | <b>14,773,973</b>    | <b>4,273,796</b> | <b>898,368</b>          | <b>12,672,012</b> | <b>11,525,909</b>                      | <b>21,794,922</b> |
| <b>Nontaxable returns.....</b>      | <b>1,536,294</b>                            | <b>7,477,716</b>  | <b>2,062,161</b>     | <b>489,598</b>   | <b>107,169</b>          | <b>1,916,829</b>  | <b>1,392,763</b>                       | <b>2,115,734</b>  |

| Size of adjusted gross income       | Total itemized deductions--continued                  |                   |  |                  |   |                   |
|-------------------------------------|---|-------------------|--|------------------|---|-------------------|
|                                     | Limited miscellaneous deductions--continued           |                   | Miscellaneous deductions other than gambling |                  | Total unlimited miscellaneous deduction |                   |
|                                     | Miscellaneous deductions subject to 2% AGI limitation |                   |  |                  |   |                   |
|                                     | Number of returns                                     | Amount            | Number of returns                            | Amount           | Number of returns                       | Amount            |
| (57)                                | (58)  | (59)              | (60)   | (61)             | (62)                                    |                   |
| <b>All returns.....</b>             | <b>27,957,849</b>                                     | <b>97,171,280</b> | <b>466,613</b>                               | <b>2,136,508</b> | <b>1,457,332</b>                        | <b>16,924,756</b> |
| Under \$5,000.....                  | 140,190   | 189,297           | 3,806  | 541              | 8,162                                   | 9,404             |
| \$5,000 under \$10,000.....         | 296,414   | 323,611           | 2,020  | 1,140            | 9,101                                   | 27,587            |
| \$10,000 under \$15,000.....        | 543,846   | 1,064,081         | 6,108  | 21,785           | 23,878                                  | 190,862           |
| \$15,000 under \$20,000.....        | 698,231   | 1,408,077         | 7,490  | 4,590            | 26,590                                  | 157,405           |
| \$20,000 under \$25,000.....        | 835,780   | 2,178,208         | 16,366                                       | 51,408           | 52,528                                  | 309,594           |
| \$25,000 under \$30,000.....        | 1,105,431   | 3,273,580         | 16,713                                       | 27,734           | 49,205                                  | 207,001           |
| \$30,000 under \$35,000.....        | 1,263,258   | 3,745,200         | 17,868                                       | 67,637           | 64,407                                  | 320,133           |
| \$35,000 under \$40,000.....        | 1,411,290   | 4,780,676         | 15,151                                       | 63,054           | 59,499                                  | 400,097           |
| \$40,000 under \$45,000.....        | 1,462,557   | 4,329,849         | 26,226                                       | 59,177           | 57,071                                  | 278,355           |
| \$45,000 under \$50,000.....        | 1,433,233   | 4,329,632         | 24,809                                       | 37,800           | 66,401                                  | 234,499           |
| \$50,000 under \$55,000.....        | 1,361,670   | 4,297,207         | 29,809                                       | 129,571          | 81,075                                  | 471,288           |
| \$55,000 under \$60,000.....        | 1,382,176   | 4,246,252         | 9,196  | 38,231           | 53,135                                  | 267,399           |
| \$60,000 under \$75,000.....        | 3,907,007   | 11,899,442        | 61,114                                       | 248,953          | 192,251                                 | 1,247,732         |
| \$75,000 under \$100,000.....       | 4,971,757   | 14,828,125        | 61,964                                       | 327,632          | 246,432                                 | 1,879,564         |
| \$100,000 under \$200,000.....      | 5,472,557   | 19,163,795        | 83,970                                       | 292,063          | 307,496                                 | 3,398,177         |
| \$200,000 under \$500,000.....      | 1,284,131   | 7,540,145         | 43,542                                       | 225,844          | 103,031                                 | 2,779,501         |
| \$500,000 under \$1,000,000.....    | 238,278   | 2,650,297         | 17,347                                       | 138,581          | 27,586                                  | 1,255,909         |
| \$1,000,000 under \$1,500,000.....  | 61,184  | 1,149,796         | 6,802  | 85,028           | 9,504                                   | 649,482           |
| \$1,500,000 under \$2,000,000.....  | 26,856  | 726,614           | 3,721  | 26,077           | 5,066                                   | 447,296           |
| \$2,000,000 under \$5,000,000.....  | 42,474  | 1,841,798         | 7,792  | 131,781          | 9,536                                   | 1,008,410         |
| \$5,000,000 under \$10,000,000..... | 11,702  | 1,039,735         | 2,542  | 48,315           | 2,923                                   | 393,181           |
| \$10,000,000 or more.....           | 7,829   | 2,165,862         | 2,257  | 109,568          | 2,456                                   | 991,881           |
| <b>Taxable returns.....</b>         | <b>24,747,977</b>                                     | <b>87,088,232</b> | <b>409,170</b>                               | <b>1,698,408</b> | <b>1,293,978</b>                        | <b>14,444,902</b> |
| <b>Nontaxable returns.....</b>      | <b>3,209,872</b>                                      | <b>10,083,048</b> | <b>57,442</b>                                | <b>438,101</b>   | <b>163,354</b>                          | <b>2,479,854</b>  |

\* 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 specific taxpayer information.

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

# Individual Income Tax Returns, 2004

**Table 4.--Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2004**

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

| Size of adjusted gross income | All returns with earned income credit (EIC) |                                      |                        |                    |  |                   |                       |                    |                            |                   |
|-------------------------------|---|--------------------------------------|------------------------|--------------------|--|-------------------|-----------------------|--------------------|----------------------------|-------------------|
|                               | Number of returns                           | Adjusted gross income (less deficit) | EIC salaries and wages |                    | EIC self-employment income (less loss) |                   | EIC earned income [1] |                    | Total earned income credit |                   |
|                               |   |                                      | Number of returns      | Amount             | Number of returns                      | Amount            | Number of returns     | Amount             | Number of returns          | Amount            |
| (1)                           | (2)   | (3)                                  | (4)                    | (5)                | (6)                                    | (7)               | (8)                   | (9)                | (10)                       |                   |
| <b>All returns.....</b>       | <b>22,269,577</b>                           | <b>325,062,454</b>                   | <b>19,921,690</b>      | <b>291,572,965</b> | <b>4,869,535</b>                       | <b>28,805,311</b> | <b>22,269,577</b>     | <b>320,387,559</b> | <b>22,269,577</b>          | <b>40,024,050</b> |
| No adjusted gross income..    | 183,223                                     | -4,691,446                           | 96,592                 | 775,334            | 118,590                                | 315,084           | 183,223               | 1,090,418          | 183,223                    | 172,203           |
| \$1 under \$1,000.....        | 321,669                                     | 182,704                              | 223,107                | 272,556            | 114,651                                | 99,749            | 321,669               | 372,363            | 321,669                    | 57,261            |
| \$1,000 under \$2,000.....    | 507,578                                     | 771,399                              | 414,979                | 710,933            | 117,356                                | 221,413           | 507,578               | 932,389            | 507,578                    | 157,870           |
| \$2,000 under \$3,000.....    | 584,435                                     | 1,458,868                            | 491,668                | 1,283,709          | 132,997                                | 290,456           | 584,435               | 1,574,164          | 584,435                    | 306,264           |
| \$3,000 under \$4,000.....    | 762,729                                     | 2,672,840                            | 641,643                | 2,312,757          | 166,096                                | 422,042           | 762,729               | 2,734,800          | 762,729                    | 533,874           |
| \$4,000 under \$5,000.....    | 766,849                                     | 3,461,949                            | 664,967                | 2,968,870          | 170,194                                | 500,748           | 766,849               | 3,469,618          | 766,849                    | 714,575           |
| \$5,000 under \$6,000.....    | 831,425                                     | 4,576,536                            | 700,316                | 3,669,683          | 208,672                                | 764,691           | 831,425               | 4,434,375          | 831,425                    | 977,040           |
| \$6,000 under \$7,000.....    | 909,043                                     | 5,903,716                            | 766,242                | 4,793,324          | 231,756                                | 952,803           | 909,043               | 5,746,127          | 909,043                    | 1,280,440         |
| \$7,000 under \$8,000.....    | 1,166,415                                   | 8,762,310                            | 931,932                | 6,400,400          | 395,744                                | 2,194,310         | 1,166,415             | 8,594,709          | 1,166,415                  | 1,999,622         |
| \$8,000 under \$9,000.....    | 997,574                                     | 8,472,914                            | 847,546                | 6,468,573          | 269,854                                | 1,544,692         | 997,574               | 8,013,265          | 997,574                    | 1,592,644         |
| \$9,000 under \$10,000.....   | 1,055,076                                   | 10,040,690                           | 919,600                | 8,024,019          | 241,216                                | 1,439,129         | 1,055,076             | 9,463,482          | 1,055,076                  | 1,883,782         |
| \$10,000 under \$11,000.....  | 1,193,754                                   | 12,561,609                           | 1,025,094              | 9,558,393          | 331,798                                | 2,370,425         | 1,193,754             | 11,928,818         | 1,193,754                  | 2,760,821         |
| \$11,000 under \$12,000.....  | 951,053                                     | 10,906,153                           | 794,795                | 8,251,539          | 277,707                                | 2,180,123         | 951,053               | 10,431,662         | 951,053                    | 2,498,995         |
| \$12,000 under \$13,000.....  | 645,160                                     | 8,057,778                            | 550,649                | 6,196,978          | 180,879                                | 1,536,787         | 645,160               | 7,742,615          | 645,160                    | 2,093,394         |
| \$13,000 under \$14,000.....  | 676,695                                     | 9,135,965                            | 613,069                | 7,737,792          | 139,276                                | 1,085,163         | 676,695               | 8,822,955          | 676,695                    | 2,339,489         |
| \$14,000 under \$15,000.....  | 669,455                                     | 9,695,427                            | 605,374                | 8,192,677          | 154,010                                | 1,079,119         | 669,455               | 9,271,796          | 669,455                    | 2,250,073         |
| \$15,000 under \$16,000.....  | 701,911                                     | 10,891,391                           | 644,227                | 9,443,715          | 162,355                                | 1,086,669         | 701,911               | 10,530,385         | 701,911                    | 2,181,641         |
| \$16,000 under \$17,000.....  | 626,179                                     | 10,335,389                           | 581,985                | 9,221,708          | 110,124                                | 770,735           | 626,179               | 9,992,443          | 626,179                    | 1,882,078         |
| \$17,000 under \$18,000.....  | 614,379                                     | 10,741,812                           | 559,170                | 9,070,894          | 107,768                                | 1,221,006         | 614,379               | 10,291,900         | 614,379                    | 1,739,831         |
| \$18,000 under \$19,000.....  | 649,276                                     | 12,020,572                           | 619,880                | 10,947,550         | 104,989                                | 822,151           | 649,276               | 11,769,701         | 649,276                    | 1,698,275         |
| \$19,000 under \$20,000.....  | 706,827                                     | 13,778,068                           | 674,079                | 12,548,643         | 112,671                                | 945,077           | 706,827               | 13,493,720         | 706,827                    | 1,754,854         |
| \$20,000 under \$25,000.....  | 3,060,216                                   | 68,795,542                           | 2,958,010              | 63,586,925         | 435,678                                | 3,326,917         | 3,060,216             | 66,913,842         | 3,060,216                  | 5,905,773         |
| \$25,000 under \$30,000.....  | 2,545,098                                   | 69,739,131                           | 2,472,658              | 64,760,357         | 391,271                                | 2,661,308         | 2,545,098             | 67,421,665         | 2,545,098                  | 2,677,344         |
| \$30,000 and over.....        | 1,143,556                                   | 36,791,138                           | 1,124,107              | 34,375,635         | 193,883                                | 974,712           | 1,143,556             | 35,350,346         | 1,143,556                  | 565,905           |

| Size of adjusted gross income | All returns with earned income credit (EIC)--continued |                |                   |                |                                    |                  |                        |                   |                              |                |
|-------------------------------|--|----------------|-------------------|----------------|------------------------------------|------------------|------------------------|-------------------|------------------------------|----------------|
|                               | EIC used to offset income tax before credits           |                | Total income tax  |                | EIC used to offset all other taxes |                  | EIC refundable portion |                   | Nontaxable combat pay amount |                |
|                               | Number of returns                                      | Amount         | Number of returns | Amount         | Number of returns                  | Amount           | Number of returns      | Amount            | Number of returns            | Amount         |
| (11)                          | (12)   | (13)           | (14)              | (15)           | (16)                               | (17)             | (18)                   | (19)              | (20)                         |                |
| <b>All returns.....</b>       | <b>2,975,197</b>                                       | <b>767,524</b> | <b>1,200,459</b>  | <b>462,262</b> | <b>4,630,477</b>                   | <b>3,957,021</b> | <b>19,448,355</b>      | <b>35,299,505</b> | <b>* 10,024</b>              | <b>* 9,283</b> |
| No adjusted gross income..    | * 9  | * 17           | * 9               | * 78           | 97,165                             | 51,319           | 118,848                | 120,867           | 0                            | 0              |
| \$1 under \$1,000.....        | 0  | 0              | 0                 | 0              | 61,336                             | 12,910           | 268,784                | 44,351            | * 2,006                      | * 58           |
| \$1,000 under \$2,000.....    | 0  | 0              | 0                 | 0              | 110,790                            | 22,602           | 428,266                | 135,268           | * 2,006                      | * 42           |
| \$2,000 under \$3,000.....    | 0  | 0              | 0                 | 0              | 123,893                            | 28,365           | 486,897                | 277,899           | 0                            | 0              |
| \$3,000 under \$4,000.....    | 0  | 0              | 0                 | 0              | 171,066                            | 50,077           | 649,090                | 483,798           | 0                            | 0              |
| \$4,000 under \$5,000.....    | 0  | 0              | 0                 | 0              | 168,118                            | 61,519           | 673,067                | 653,056           | 0                            | 0              |
| \$5,000 under \$6,000.....    | 0  | 0              | 0                 | 0              | 197,427                            | 92,567           | 722,293                | 884,473           | 0                            | 0              |
| \$6,000 under \$7,000.....    | 0  | 0              | 0                 | 0              | 223,333                            | 121,214          | 815,281                | 1,159,226         | 0                            | 0              |
| \$7,000 under \$8,000.....    | * 12,868   | * 35           | 0                 | 0              | 395,730                            | 279,173          | 1,059,050              | 1,720,414         | 0                            | 0              |
| \$8,000 under \$9,000.....    | 341,743  | 18,387         | * 3,668           | * 232          | 259,607                            | 170,177          | 893,645                | 1,404,081         | 0                            | 0              |
| \$9,000 under \$10,000.....   | 332,095  | 42,443         | 168,564           | 8,200          | 209,839                            | 179,600          | 813,768                | 1,661,740         | * 2,006                      | * 333          |
| \$10,000 under \$11,000.....  | 322,542  | 22,681         | 283,652           | 51,551         | 281,423                            | 313,550          | 887,890                | 2,424,589         | 0                            | 0              |
| \$11,000 under \$12,000.....  | 160,177  | 4,877          | 143,314           | 42,915         | 263,721                            | 329,799          | 788,947                | 2,164,320         | 0                            | 0              |
| \$12,000 under \$13,000.....  | * 6,971  | * 1,085        | 0                 | 0              | 180,541                            | 232,239          | 622,173                | 1,860,070         | * 4,006                      | * 8,850        |
| \$13,000 under \$14,000.....  | 24,211   | 4,442          | 0                 | 0              | 137,708                            | 191,217          | 672,567                | 2,143,830         | 0                            | 0              |
| \$14,000 under \$15,000.....  | 30,767   | 7,427          | 0                 | 0              | 135,538                            | 204,098          | 663,833                | 2,038,548         | 0                            | 0              |
| \$15,000 under \$16,000.....  | 37,748   | 11,632         | 0                 | 0              | 136,534                            | 192,066          | 689,938                | 1,977,943         | 0                            | 0              |
| \$16,000 under \$17,000.....  | 50,597   | 20,957         | * 973             | * 596          | 107,585                            | 139,059          | 609,292                | 1,722,063         | 0                            | 0              |
| \$17,000 under \$18,000.....  | 47,851   | 18,549         | 0                 | 0              | 115,802                            | 179,381          | 583,667                | 1,541,900         | 0                            | 0              |
| \$18,000 under \$19,000.....  | 44,844   | 19,843         | 0                 | 0              | 111,061                            | 126,602          | 626,052                | 1,551,831         | 0                            | 0              |
| \$19,000 under \$20,000.....  | 65,748   | 28,585         | 0                 | 0              | 128,952                            | 150,468          | 667,612                | 1,575,801         | 0                            | 0              |
| \$20,000 under \$25,000.....  | 496,700  | 238,915        | 54,269            | 14,936         | 471,567                            | 485,478          | 2,848,286              | 5,181,380         | 0                            | 0              |
| \$25,000 under \$30,000.....  | 803,174  | 280,284        | 427,056           | 270,739        | 353,856                            | 276,225          | 1,937,551              | 2,120,835         | 0                            | 0              |
| \$30,000 and over.....        | 197,151  | 47,366         | 118,954           | 73,015         | 187,886                            | 67,316           | 921,560                | 451,223           | 0                            | 0              |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

**Table 4.--Returns with Earned Income Credit, by Size of Adjusted Gross Income, Tax Year 2004--Continued**

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

| Size of adjusted gross income | Returns with no qualifying children |                                      |                        |                   |  |                  |                       |                   |                            |                  |
|-------------------------------|-------------------------------------|--------------------------------------|------------------------|-------------------|--|------------------|-----------------------|-------------------|----------------------------|------------------|
|                               | Number of returns                   | Adjusted gross income (less deficit) | EIC salaries and wages |                   | EIC self-employment income (less loss) |                  | EIC earned income [1] |                   | Total earned income credit |                  |
|                               |                                     |                                      | Number of returns      | Amount            | Number of returns                      | Amount           | Number of returns     | Amount            | Number of returns          | Amount           |
|                               | (21)                                | (22)                                 | (23)                   | (24)              | (25)                                   | (26)             | (27)                  | (28)              | (29)                       | (30)             |
| <b>All returns.....</b>       | <b>4,689,870</b>                    | <b>26,535,937</b>                    | <b>3,759,125</b>       | <b>23,130,403</b> | <b>1,368,753</b>                       | <b>4,395,162</b> | <b>4,689,870</b>      | <b>27,525,999</b> | <b>4,689,870</b>           | <b>1,023,916</b> |
| No adjusted gross income..    | 114,830                             | -1,998,509                           | 51,153                 | 209,198           | 77,410                                 | 141,631          | 114,830               | 350,828           | 114,830                    | 21,290           |
| \$1 under \$1,000.....        | 228,235                             | 122,719                              | 137,552                | 183,168           | 102,199                                | 64,603           | 228,235               | 247,829           | 228,235                    | 18,573           |
| \$1,000 under \$2,000.....    | 321,279                             | 488,312                              | 251,337                | 427,208           | 88,652                                 | 165,752          | 321,279               | 593,002           | 321,279                    | 42,962           |
| \$2,000 under \$3,000.....    | 323,622                             | 812,808                              | 238,512                | 643,226           | 115,193                                | 265,713          | 323,622               | 908,939           | 323,622                    | 65,508           |
| \$3,000 under \$4,000.....    | 436,420                             | 1,532,408                            | 332,330                | 1,213,419         | 131,068                                | 349,736          | 436,420               | 1,563,155         | 436,420                    | 113,982          |
| \$4,000 under \$5,000.....    | 407,777                             | 1,840,780                            | 325,620                | 1,498,513         | 123,656                                | 335,414          | 407,777               | 1,833,927         | 407,777                    | 130,754          |
| \$5,000 under \$6,000.....    | 415,423                             | 2,280,904                            | 324,755                | 1,742,518         | 137,572                                | 420,505          | 415,423               | 2,163,024         | 415,423                    | 148,374          |
| \$6,000 under \$7,000.....    | 415,531                             | 2,699,002                            | 332,374                | 2,082,151         | 124,926                                | 439,535          | 415,531               | 2,521,686         | 415,531                    | 138,605          |
| \$7,000 under \$8,000.....    | 453,343                             | 3,399,845                            | 369,848                | 2,754,441         | 124,611                                | 576,164          | 453,343               | 3,330,606         | 453,343                    | 131,874          |
| \$8,000 under \$9,000.....    | 468,252                             | 3,982,162                            | 397,212                | 3,050,200         | 122,134                                | 594,567          | 468,252               | 3,644,767         | 468,252                    | 103,156          |
| \$9,000 under \$10,000.....   | 457,692                             | 4,352,088                            | 409,857                | 3,609,404         | 97,209                                 | 402,345          | 457,692               | 4,012,082         | 457,692                    | 70,825           |
| \$10,000 under \$11,000.....  | 395,066                             | 4,148,702                            | 355,248                | 3,376,851         | 75,063                                 | 436,846          | 395,066               | 3,813,697         | 395,066                    | 30,611           |
| \$11,000 under \$12,000.....  | 226,903                             | 2,562,032                            | 213,899                | 2,181,473         | 35,427                                 | 109,997          | 226,903               | 2,291,470         | 226,903                    | 6,972            |
| \$12,000 under \$13,000.....  | 25,498                              | 312,685                              | 19,426                 | 158,633           | 13,632                                 | 92,355           | 25,498                | 250,987           | 25,498                     | 430              |
| \$13,000 under \$14,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$14,000 under \$15,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$15,000 under \$16,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$16,000 under \$17,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$17,000 under \$18,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$18,000 under \$19,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$19,000 under \$20,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$20,000 under \$25,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$25,000 under \$30,000.....  | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |
| \$30,000 and over.....        | 0                                   | 0                                    | 0                      | 0                 | 0                                      | 0                | 0                     | 0                 | 0                          | 0                |

| Size of adjusted gross income | Returns with no qualifying children--continued |               |                   |                |                                    |                |                        |                |                              |              |
|-------------------------------|--|---------------|-------------------|----------------|------------------------------------|----------------|------------------------|----------------|------------------------------|--------------|
|                               | EIC used to offset income tax before credits   |               | Total income tax  |                | EIC used to offset all other taxes |                | EIC refundable portion |                | Nontaxable combat pay amount |              |
|                               | Number of returns                              | Amount        | Number of returns | Amount         | Number of returns                  | Amount         | Number of returns      | Amount         | Number of returns            | Amount       |
|                               | (31)   | (32)          | (33)              | (34)           | (35)                               | (36)           | (37)                   | (38)           | (339)                        | (40)         |
| <b>All returns.....</b>       | <b>1,134,905</b>                               | <b>84,216</b> | <b>599,199</b>    | <b>102,899</b> | <b>1,133,710</b>                   | <b>254,851</b> | <b>3,067,969</b>       | <b>684,849</b> | <b>* 6,019</b>               | <b>* 433</b> |
| No adjusted gross income..    | 0  | 0             | 0                 | 0              | 63,156                             | 12,079         | 55,383                 | 9,211          | 0                            | 0            |
| \$1 under \$1,000.....        | 0  | 0             | 0                 | 0              | 53,824                             | 7,527          | 175,350                | 11,046         | * 2,006                      | * 58         |
| \$1,000 under \$2,000.....    | 0  | 0             | 0                 | 0              | 81,855                             | 12,540         | 242,348                | 30,422         | * 2,006                      | * 42         |
| \$2,000 under \$3,000.....    | 0  | 0             | 0                 | 0              | 107,320                            | 21,612         | 226,084                | 43,896         | 0                            | 0            |
| \$3,000 under \$4,000.....    | 0  | 0             | 0                 | 0              | 126,757                            | 32,244         | 322,781                | 81,738         | 0                            | 0            |
| \$4,000 under \$5,000.....    | 0  | 0             | 0                 | 0              | 118,318                            | 33,970         | 315,893                | 96,784         | 0                            | 0            |
| \$5,000 under \$6,000.....    | 0  | 0             | 0                 | 0              | 123,398                            | 39,943         | 307,015                | 108,431        | 0                            | 0            |
| \$6,000 under \$7,000.....    | 0  | 0             | 0                 | 0              | 109,458                            | 33,354         | 321,769                | 105,251        | 0                            | 0            |
| \$7,000 under \$8,000.....    | * 11,896                                       | * 31          | 0                 | 0              | 119,058                            | 30,118         | 348,200                | 101,726        | 0                            | 0            |
| \$8,000 under \$9,000.....    | 339,009  | 18,188        | * 3,668           | * 232          | 112,419                            | 20,621         | 364,993                | 64,347         | 0                            | 0            |
| \$9,000 under \$10,000.....   | 329,116  | 42,053        | 168,564           | 8,200          | 65,699                             | 7,469          | 219,132                | 21,303         | * 2,006                      | * 333        |
| \$10,000 under \$11,000.....  | 306,586  | 21,254        | 283,652           | 51,551         | 21,024                             | 1,965          | 91,361                 | 7,393          | 0                            | 0            |
| \$11,000 under \$12,000.....  | 148,298  | 2,690         | 143,314           | 42,915         | 17,832                             | 1,169          | 65,757                 | 3,113          | 0                            | 0            |
| \$12,000 under \$13,000.....  | 0  | 0             | 0                 | 0              | 13,593                             | 240            | 11,905                 | 190            | 0                            | 0            |
| \$13,000 under \$14,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$14,000 under \$15,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$15,000 under \$16,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$16,000 under \$17,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$17,000 under \$18,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$18,000 under \$19,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$19,000 under \$20,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$20,000 under \$25,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$25,000 under \$30,000.....  | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |
| \$30,000 and over.....        | 0  | 0             | 0                 | 0              | 0                                  | 0              | 0                      | 0              | 0                            | 0            |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

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

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

| Size of adjusted gross income | Returns with one qualifying child |                                      |                        |                    |  |                  |                       |                    |                            |                   |
|-------------------------------|-----------------------------------|--------------------------------------|------------------------|--------------------|--|------------------|-----------------------|--------------------|----------------------------|-------------------|
|                               | Number of returns                 | Adjusted gross income (less deficit) | EIC salaries and wages |                    | EIC self-employment income (less loss) |                  | EIC earned income [1] |                    | Total earned income credit |                   |
|                               |                                   |                                      | Number of returns      | Amount             | Number of returns                      | Amount           | Number of returns     | Amount             | Number of returns          | Amount            |
|                               | (41)                              | (42)                                 | (43)                   | (44)               | (45)                                   | (46)             | (47)                  | (48)               | (49)                       | (50)              |
| <b>All returns.....</b>       | <b>8,311,023</b>                  | <b>130,142,570</b>                   | <b>7,695,176</b>       | <b>118,625,769</b> | <b>1,486,622</b>                       | <b>8,751,708</b> | <b>8,311,023</b>      | <b>127,386,327</b> | <b>8,311,023</b>           | <b>14,264,082</b> |
| No adjusted gross income..    | 32,507                            | -1,133,526                           | 18,962                 | 186,684            | 20,704                                 | 114,708          | 32,507                | 301,392            | 32,507                     | 52,302            |
| \$1 under \$1,000.....        | 49,989                            | 35,437                               | 48,969                 | 35,308             | * 2,968                                | * -17            | 49,989                | 35,291             | 49,989                     | 12,066            |
| \$1,000 under \$2,000.....    | 122,976                           | 186,570                              | 108,097                | 183,174            | 20,055                                 | 33,107           | 122,976               | 216,280            | 122,976                    | 70,934            |
| \$2,000 under \$3,000.....    | 151,038                           | 376,942                              | 148,204                | 387,782            | 10,032                                 | 10,408           | 151,038               | 398,190            | 151,038                    | 133,888           |
| \$3,000 under \$4,000.....    | 194,582                           | 678,858                              | 182,557                | 612,878            | 22,872                                 | 72,725           | 194,582               | 685,603            | 194,582                    | 232,379           |
| \$4,000 under \$5,000.....    | 214,872                           | 971,157                              | 205,102                | 895,106            | 26,424                                 | 96,017           | 214,872               | 991,123            | 214,872                    | 326,433           |
| \$5,000 under \$6,000.....    | 220,541                           | 1,216,639                            | 195,569                | 989,234            | 40,535                                 | 198,217          | 220,541               | 1,187,451          | 220,541                    | 402,390           |
| \$6,000 under \$7,000.....    | 293,810                           | 1,907,375                            | 247,580                | 1,529,352          | 75,869                                 | 405,008          | 293,810               | 1,934,361          | 293,810                    | 634,986           |
| \$7,000 under \$8,000.....    | 454,369                           | 3,424,436                            | 316,950                | 1,983,896          | 221,007                                | 1,405,490        | 454,369               | 3,389,837          | 454,369                    | 1,125,856         |
| \$8,000 under \$9,000.....    | 310,820                           | 2,632,626                            | 256,017                | 1,993,290          | 97,033                                 | 588,663          | 310,820               | 2,581,953          | 310,820                    | 786,035           |
| \$9,000 under \$10,000.....   | 318,623                           | 3,030,689                            | 278,464                | 2,454,773          | 67,036                                 | 408,022          | 318,623               | 2,862,795          | 318,623                    | 787,497           |
| \$10,000 under \$11,000.....  | 325,762                           | 3,422,582                            | 299,732                | 2,866,625          | 60,782                                 | 401,616          | 325,762               | 3,268,241          | 325,762                    | 822,672           |
| \$11,000 under \$12,000.....  | 314,510                           | 3,628,565                            | 287,793                | 3,142,472          | 67,332                                 | 367,317          | 314,510               | 3,509,789          | 314,510                    | 798,747           |
| \$12,000 under \$13,000.....  | 298,489                           | 3,732,695                            | 270,241                | 3,155,294          | 48,808                                 | 474,118          | 298,489               | 3,638,262          | 298,489                    | 758,614           |
| \$13,000 under \$14,000.....  | 307,935                           | 4,160,461                            | 293,838                | 3,738,011          | 40,090                                 | 247,819          | 307,935               | 3,985,830          | 307,935                    | 792,232           |
| \$14,000 under \$15,000.....  | 312,165                           | 4,524,775                            | 290,833                | 4,028,613          | 55,548                                 | 285,491          | 312,165               | 4,314,105          | 312,165                    | 777,493           |
| \$15,000 under \$16,000.....  | 372,120                           | 5,787,293                            | 351,122                | 5,221,167          | 66,394                                 | 373,288          | 372,120               | 5,594,455          | 372,120                    | 873,851           |
| \$16,000 under \$17,000.....  | 304,651                           | 5,032,251                            | 291,447                | 4,655,778          | 43,984                                 | 231,022          | 304,651               | 4,886,800          | 304,651                    | 669,990           |
| \$17,000 under \$18,000.....  | 299,813                           | 5,244,028                            | 275,615                | 4,483,415          | 45,944                                 | 534,120          | 299,813               | 5,017,535          | 299,813                    | 612,076           |
| \$18,000 under \$19,000.....  | 317,709                           | 5,881,915                            | 303,314                | 5,418,911          | 50,717                                 | 370,143          | 317,709               | 5,789,054          | 317,709                    | 598,487           |
| \$19,000 under \$20,000.....  | 328,119                           | 6,398,124                            | 309,631                | 5,762,499          | 50,508                                 | 469,075          | 328,119               | 6,231,575          | 328,119                    | 568,299           |
| \$20,000 under \$25,000.....  | 1,463,504                         | 32,959,216                           | 1,428,247              | 30,963,445         | 168,284                                | 1,011,115        | 1,463,504             | 31,974,560         | 1,463,504                  | 1,829,281         |
| \$25,000 under \$30,000.....  | 1,181,416                         | 32,377,286                           | 1,168,600              | 30,581,280         | 161,859                                | 514,454          | 1,181,417             | 31,095,734         | 1,181,417                  | 585,798           |
| \$30,000 and over.....        | 120,701                           | 3,666,176                            | 118,295                | 3,356,783          | 21,834                                 | 139,780          | 120,701               | 3,496,562          | 120,701                    | 11,776            |

| Size of adjusted gross income | Returns with one qualifying child--continued |                |                   |                |                                    |                  |                        |                   |                              |                |
|-------------------------------|--|----------------|-------------------|----------------|------------------------------------|------------------|------------------------|-------------------|------------------------------|----------------|
|                               | EIC used to offset income tax before credits |                | Total income tax  |                | EIC used to offset all other taxes |                  | EIC refundable portion |                   | Nontaxable combat pay amount |                |
|                               | Number of returns                            | Amount         | Number of returns | Amount         | Number of returns                  | Amount           | Number of returns      | Amount            | Number of returns            | Amount         |
|                               | (51)   | (52)           | (53)              | (54)           | (55)                               | (56)             | (57)                   | (58)              | (59)                         | (60)           |
| <b>All returns.....</b>       | <b>1,532,180</b>                             | <b>551,950</b> | <b>531,551</b>    | <b>315,210</b> | <b>1,451,555</b>                   | <b>1,267,305</b> | <b>7,515,872</b>       | <b>12,444,827</b> | <b>* 4,006</b>               | <b>* 8,850</b> |
| No adjusted gross income..    | 0  | 0              | 0                 | 0              | 17,611                             | 19,824           | 28,960                 | 32,478            | 0                            | 0              |
| \$1 under \$1,000.....        | 0  | 0              | 0                 | 0              | * 1,023                            | * 149            | 49,989                 | 11,917            | 0                            | 0              |
| \$1,000 under \$2,000.....    | 0  | 0              | 0                 | 0              | 19,740                             | 6,540            | 122,976                | 64,394            | 0                            | 0              |
| \$2,000 under \$3,000.....    | 0  | 0              | 0                 | 0              | * 8,747                            | * 4,477          | 151,038                | 129,412           | 0                            | 0              |
| \$3,000 under \$4,000.....    | 0  | 0              | 0                 | 0              | 32,454                             | 12,622           | 194,582                | 219,757           | 0                            | 0              |
| \$4,000 under \$5,000.....    | 0  | 0              | 0                 | 0              | 27,070                             | 16,533           | 212,973                | 309,900           | 0                            | 0              |
| \$5,000 under \$6,000.....    | 0  | 0              | 0                 | 0              | 42,535                             | 30,454           | 220,163                | 317,937           | 0                            | 0              |
| \$6,000 under \$7,000.....    | 0  | 0              | 0                 | 0              | 79,923                             | 65,273           | 293,810                | 569,713           | 0                            | 0              |
| \$7,000 under \$8,000.....    | * 973  | * 4            | 0                 | 0              | 225,059                            | 212,062          | 452,531                | 913,790           | 0                            | 0              |
| \$8,000 under \$9,000.....    | * 712  | * 5            | 0                 | 0              | 90,552                             | 93,009           | 310,312                | 693,022           | 0                            | 0              |
| \$9,000 under \$10,000.....   | 0  | 0              | 0                 | 0              | 63,204                             | 73,585           | 315,881                | 713,912           | 0                            | 0              |
| \$10,000 under \$11,000.....  | * 10,984                                     | * 1,168        | 0                 | 0              | 65,412                             | 67,413           | 325,602                | 754,091           | 0                            | 0              |
| \$11,000 under \$12,000.....  | * 11,880                                     | * 2,186        | 0                 | 0              | 68,319                             | 64,979           | 313,550                | 731,582           | 0                            | 0              |
| \$12,000 under \$13,000.....  | * 6,971                                      | * 1,085        | 0                 | 0              | 52,001                             | 69,683           | 290,652                | 687,846           | * 4,006                      | * 8,850        |
| \$13,000 under \$14,000.....  | 23,238                                       | 4,148          | 0                 | 0              | 39,769                             | 42,552           | 306,828                | 745,533           | 0                            | 0              |
| \$14,000 under \$15,000.....  | 28,767                                       | 6,541          | 0                 | 0              | 48,862                             | 60,950           | 307,243                | 710,001           | 0                            | 0              |
| \$15,000 under \$16,000.....  | 35,727                                       | 10,615         | 0                 | 0              | 51,529                             | 68,670           | 361,089                | 794,566           | 0                            | 0              |
| \$16,000 under \$17,000.....  | 47,625                                       | 18,669         | * 973             | * 596          | 38,073                             | 41,900           | 292,641                | 609,421           | 0                            | 0              |
| \$17,000 under \$18,000.....  | 45,830                                       | 18,268         | 0                 | 0              | 59,825                             | 69,913           | 271,677                | 523,894           | 0                            | 0              |
| \$18,000 under \$19,000.....  | 37,936                                       | 18,358         | 0                 | 0              | 47,805                             | 42,861           | 299,783                | 537,267           | 0                            | 0              |
| \$19,000 under \$20,000.....  | 56,772                                       | 26,792         | 0                 | 0              | 51,432                             | 50,230           | 303,338                | 491,278           | 0                            | 0              |
| \$20,000 under \$25,000.....  | 444,654                                      | 212,192        | 54,269            | 14,936         | 186,712                            | 109,610          | 1,345,177              | 1,507,479         | 0                            | 0              |
| \$25,000 under \$30,000.....  | 708,237                                      | 226,659        | 417,171           | 263,974        | 122,445                            | 42,689           | 694,966                | 316,449           | 0                            | 0              |
| \$30,000 and over.....        | 71,874                                       | 5,261          | 59,139            | 35,704         | 11,453                             | 1,326            | 50,110                 | 5,189             | 0                            | 0              |

Footnotes at end of table.

# Individual Income Tax Returns, 2004

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

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

| Size of adjusted gross income | Returns with two or more qualifying children |                                      |                        |                    |  |                   |                       |                    |                            |                   |
|-------------------------------|--|--------------------------------------|------------------------|--------------------|--|-------------------|-----------------------|--------------------|----------------------------|-------------------|
|                               | Number of returns                            | Adjusted gross income (less deficit) | EIC salaries and wages |                    | EIC self-employment income (less loss) |                   | EIC earned income [1] |                    | Total earned income credit |                   |
|                               |  |                                      | Number of returns      | Amount             | Number of returns                      | Amount            | Number of returns     | Amount             | Number of returns          | Amount            |
|                               | (61)   | (62)                                 | (63)                   | (64)               | (65)                                   | (66)              | (67)                  | (68)               | (69)                       | (70)              |
| <b>All returns.....</b>       | <b>9,268,684</b>                             | <b>168,383,947</b>                   | <b>8,467,389</b>       | <b>149,816,793</b> | <b>2,014,160</b>                       | <b>15,658,441</b> | <b>9,268,684</b>      | <b>165,475,233</b> | <b>9,268,684</b>           | <b>24,736,052</b> |
| No adjusted gross income..    | 35,886                                       | -1,559,411                           | 26,476                 | 379,453            | 20,475                                 | 58,745            | 35,886                | 438,198            | 35,886                     | 98,611            |
| \$1 under \$1,000.....        | 43,446                                       | 24,548                               | 36,585                 | 54,080             | * 9,484                                | * 35,163          | 43,446                | 89,243             | 43,446                     | 26,623            |
| \$1,000 under \$2,000.....    | 63,323                                       | 96,517                               | 55,546                 | 100,552            | 8,648                                  | 22,554            | 63,323                | 123,106            | 63,323                     | 43,974            |
| \$2,000 under \$3,000.....    | 109,775                                      | 269,118                              | 104,953                | 252,700            | * 7,772                                | * 14,335          | 109,775               | 267,034            | 109,775                    | 106,868           |
| \$3,000 under \$4,000.....    | 131,727                                      | 461,574                              | 126,755                | 486,460            | 12,156                                 | -418              | 131,727               | 486,042            | 131,727                    | 187,513           |
| \$4,000 under \$5,000.....    | 144,200                                      | 650,012                              | 134,245                | 575,250            | 20,114                                 | 69,317            | 144,200               | 644,567            | 144,200                    | 257,388           |
| \$5,000 under \$6,000.....    | 195,461                                      | 1,078,993                            | 179,993                | 937,931            | 30,564                                 | 145,969           | 195,461               | 1,083,900          | 195,461                    | 426,276           |
| \$6,000 under \$7,000.....    | 199,701                                      | 1,297,339                            | 186,288                | 1,181,821          | 30,960                                 | 108,259           | 199,701               | 1,290,080          | 199,701                    | 506,849           |
| \$7,000 under \$8,000.....    | 258,703                                      | 1,938,029                            | 245,134                | 1,662,062          | 50,126                                 | 212,655           | 258,703               | 1,874,717          | 258,703                    | 741,892           |
| \$8,000 under \$9,000.....    | 218,502                                      | 1,858,125                            | 194,316                | 1,425,083          | 50,687                                 | 361,462           | 218,502               | 1,786,545          | 218,502                    | 703,453           |
| \$9,000 under \$10,000.....   | 278,762                                      | 2,657,913                            | 231,279                | 1,959,843          | 76,972                                 | 628,762           | 278,762               | 2,588,605          | 278,762                    | 1,025,460         |
| \$10,000 under \$11,000.....  | 472,927                                      | 4,990,325                            | 370,114                | 3,314,917          | 195,953                                | 1,531,963         | 472,927               | 4,846,881          | 472,927                    | 1,907,537         |
| \$11,000 under \$12,000.....  | 409,640                                      | 4,715,557                            | 293,103                | 2,927,594          | 174,948                                | 1,702,810         | 409,640               | 4,630,403          | 409,640                    | 1,693,277         |
| \$12,000 under \$13,000.....  | 321,174                                      | 4,012,399                            | 260,983                | 2,883,052          | 118,439                                | 970,314           | 321,174               | 3,853,366          | 321,174                    | 1,334,350         |
| \$13,000 under \$14,000.....  | 368,759                                      | 4,975,503                            | 319,231                | 3,999,781          | 99,186                                 | 837,344           | 368,759               | 4,837,126          | 368,759                    | 1,547,257         |
| \$14,000 under \$15,000.....  | 357,290                                      | 5,170,652                            | 314,541                | 4,164,064          | 98,462                                 | 793,627           | 357,290               | 4,957,692          | 357,290                    | 1,472,581         |
| \$15,000 under \$16,000.....  | 329,791                                      | 5,104,098                            | 293,105                | 4,222,549          | 95,961                                 | 713,381           | 329,791               | 4,935,930          | 329,791                    | 1,307,790         |
| \$16,000 under \$17,000.....  | 321,528                                      | 5,303,138                            | 290,538                | 4,565,931          | 66,139                                 | 539,713           | 321,528               | 5,105,643          | 321,528                    | 1,212,089         |
| \$17,000 under \$18,000.....  | 314,566                                      | 5,497,784                            | 283,555                | 4,587,479          | 61,824                                 | 686,886           | 314,566               | 5,274,365          | 314,566                    | 1,127,755         |
| \$18,000 under \$19,000.....  | 331,567                                      | 6,138,657                            | 316,566                | 5,528,639          | 54,273                                 | 452,008           | 331,567               | 5,980,647          | 331,567                    | 1,099,788         |
| \$19,000 under \$20,000.....  | 378,708                                      | 7,379,944                            | 364,448                | 6,786,143          | 62,162                                 | 476,002           | 378,708               | 7,262,145          | 378,708                    | 1,186,555         |
| \$20,000 under \$25,000.....  | 1,596,712                                    | 35,836,326                           | 1,529,764              | 32,623,480         | 267,394                                | 2,315,802         | 1,596,712             | 34,939,283         | 1,596,712                  | 4,076,493         |
| \$25,000 under \$30,000.....  | 1,363,882                                    | 37,361,845                           | 1,304,058              | 34,179,077         | 229,412                                | 2,146,854         | 1,363,882             | 36,325,931         | 1,363,882                  | 2,091,546         |
| \$30,000 and over.....        | 1,022,855                                    | 33,124,962                           | 1,005,812              | 31,018,852         | 172,049                                | 834,932           | 1,022,855             | 31,853,784         | 1,022,855                  | 554,129           |

| Size of adjusted gross income | Returns with two or more qualifying children--continued |                |                   |               |                                    |                  |                        |                   |                              |          |
|-------------------------------|---|----------------|-------------------|---------------|------------------------------------|------------------|------------------------|-------------------|------------------------------|----------|
|                               | EIC used to offset income tax before credits            |                | Total income tax  |               | EIC used to offset all other taxes |                  | EIC refundable portion |                   | Nontaxable combat pay amount |          |
|                               | Number of returns                                       | Amount         | Number of returns | Amount        | Number of returns                  | Amount           | Number of returns      | Amount            | Number of returns            | Amount   |
|                               | (71)  | (72)           | (73)              | (74)          | (75)                               | (76)             | (77)                   | (78)              | (79)                         | (80)     |
| <b>All returns.....</b>       | <b>308,113</b>  | <b>131,358</b> | <b>69,710</b>     | <b>44,153</b> | <b>2,045,212</b>                   | <b>2,434,865</b> | <b>8,864,513</b>       | <b>22,169,829</b> | <b>0</b>                     | <b>0</b> |
| No adjusted gross income..    | * 9   | * 17           | * 9               | * 78          | 16,398                             | 19,416           | 34,504                 | 79,178            | 0                            | 0        |
| \$1 under \$1,000.....        | 0   | 0              | 0                 | 0             | * 6,489                            | * 5,234          | 43,446                 | 21,389            | 0                            | 0        |
| \$1,000 under \$2,000.....    | 0   | 0              | 0                 | 0             | 9,194                              | 3,522            | 62,942                 | 40,452            | 0                            | 0        |
| \$2,000 under \$3,000.....    | 0   | 0              | 0                 | 0             | * 7,826                            | * 2,276          | 109,775                | 104,592           | 0                            | 0        |
| \$3,000 under \$4,000.....    | 0   | 0              | 0                 | 0             | 11,855                             | 5,210            | 131,727                | 182,303           | 0                            | 0        |
| \$4,000 under \$5,000.....    | 0   | 0              | 0                 | 0             | 22,731                             | 11,016           | 144,200                | 246,372           | 0                            | 0        |
| \$5,000 under \$6,000.....    | 0   | 0              | 0                 | 0             | 31,494                             | 22,171           | 195,115                | 404,105           | 0                            | 0        |
| \$6,000 under \$7,000.....    | 0   | 0              | 0                 | 0             | 33,953                             | 22,587           | 199,701                | 484,262           | 0                            | 0        |
| \$7,000 under \$8,000.....    | 0   | 0              | 0                 | 0             | 51,614                             | 36,993           | 258,318                | 704,898           | 0                            | 0        |
| \$8,000 under \$9,000.....    | * 2,022   | * 194          | 0                 | 0             | 56,636                             | 56,547           | 218,340                | 646,712           | 0                            | 0        |
| \$9,000 under \$10,000.....   | * 2,979   | * 390          | 0                 | 0             | 80,936                             | 98,546           | 278,756                | 926,525           | 0                            | 0        |
| \$10,000 under \$11,000.....  | * 4,972   | * 260          | 0                 | 0             | 194,988                            | 244,172          | 470,927                | 1,663,106         | 0                            | 0        |
| \$11,000 under \$12,000.....  | 0   | 0              | 0                 | 0             | 177,569                            | 263,652          | 409,640                | 1,429,626         | 0                            | 0        |
| \$12,000 under \$13,000.....  | 0   | 0              | 0                 | 0             | 114,947                            | 162,315          | 319,616                | 1,172,035         | 0                            | 0        |
| \$13,000 under \$14,000.....  | * 973   | * 295          | 0                 | 0             | 97,939                             | 148,666          | 365,739                | 1,398,297         | 0                            | 0        |
| \$14,000 under \$15,000.....  | * 2,000   | * 886          | 0                 | 0             | 86,676                             | 143,148          | 356,590                | 1,328,547         | 0                            | 0        |
| \$15,000 under \$16,000.....  | * 2,022   | * 1,017        | 0                 | 0             | 85,005                             | 123,396          | 328,849                | 1,183,377         | 0                            | 0        |
| \$16,000 under \$17,000.....  | * 2,972   | * 2,288        | 0                 | 0             | 69,511                             | 97,159           | 316,652                | 1,112,642         | 0                            | 0        |
| \$17,000 under \$18,000.....  | * 2,022   | * 281          | 0                 | 0             | 55,977                             | 109,468          | 311,990                | 1,018,006         | 0                            | 0        |
| \$18,000 under \$19,000.....  | * 6,908   | * 1,484        | 0                 | 0             | 63,256                             | 83,740           | 326,268                | 1,014,564         | 0                            | 0        |
| \$19,000 under \$20,000.....  | * 8,976   | * 1,794        | 0                 | 0             | 77,519                             | 100,238          | 364,274                | 1,084,523         | 0                            | 0        |
| \$20,000 under \$25,000.....  | 52,046  | 26,724         | 0                 | 0             | 284,855                            | 375,868          | 1,503,109              | 3,673,901         | 0                            | 0        |
| \$25,000 under \$30,000.....  | 94,937  | 53,625         | 9,885             | 6,765         | 231,411                            | 233,536          | 1,242,585              | 1,804,386         | 0                            | 0        |
| \$30,000 and over.....        | 125,277   | 42,106         | 59,815            | 37,311        | 176,433                            | 65,990           | 871,450                | 446,034           | 0                            | 0        |

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

[1] For prior year returns, EIC earned income includes nontaxable earned income.

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

Source: IRS, Statistics of Income Division, July 2006.

# Integrated Business Data, 2003

by Kelly Luttrell, Patrice Treubert, and Michael Parisi

**B**usinesses conduct profit-seeking activities in a variety of legal modes, choosing one form over another for various business, tax, or historical reasons. The SOI Integrated Business Data (IBD) was developed to facilitate research on business issues across organizational forms. This initiative was an extension of earlier work in SOI, expanded to include more detailed financial and industrial data, incorporating the latest year for which complete SOI data are available [1-9].

## Taxation of Business Income

The tax treatment and legal characteristics of a business depend on the organizational form in which it has chosen to operate. The major legal forms of economic organization are: corporations, partnerships, and nonfarm sole proprietorships.

**Corporations**--Corporations, in this analysis, are subdivided into those taxed at corporate rates (taxable or C corporations) and those electing to be taxed through their shareholders. The latter group includes Subchapter S corporations (or simply S corporations), Regulated Investment Companies (RICs), and Real Estate Investment Trusts (REITs), each of which is not taxed at the enterprise level but whose income similarly flows through to its owners, where it is subject to tax. Income of C corporations is generally taxed directly at the business level, then again at the shareholder level, at the applicable rates on dividend income or capital gains. However, the double taxation of corporate income is lessened because the after-tax income of the corporation is not taxable at the shareholder level until it is paid out in dividends or until the shareholder realizes capital gains (or losses) by selling shares.

Subchapter S corporations are simple, closely held corporations that elect not to be taxed directly in exchange for accepting certain restrictions, generally on their ownership. With some exceptions, their incomes are subject to tax only at the owner level, much like the flowthrough treatment of partnerships. Owners of S corporations report their pro rata shares of income or loss on their own tax returns. Although

the single level of tax is an attractive feature of S corporations, they are limited in the number and type of shareholders and in the classes of stock permitted, and foreign or corporate ownership is prohibited. Similar to S corporations, the profits of RICs and REITs are not taxed at the enterprise level but flow through to their owners, where they are subject to tax.

**Partnerships**--Like an S corporation, a partnership serves as a conduit between a business and its owners, in this case, its partners. The partnership entity is thus not taxed directly. Each partnership files an annual information return, which includes an income statement, balance sheet (in most cases), and a schedule of allocations or distributions made to each partner. Partners may be individuals, corporations, other partnerships, tax-exempt organizations, and other entities, and they report their allocated shares of income and expenses on their own tax returns. Businesses filing a partnership return are primarily general partnerships, limited partnerships, limited liability companies (LLCs), foreign partnership, or limited liability partnerships (LLPs). General partners face personal liability limited only by their personal resources and the applicable bankruptcy laws. Limited partners are more like corporate shareholders, with liability limited to the amount invested and generally little or no active participation in management of the business.

A relative newcomer among for-profit businesses is the limited liability company, or LLC. These entities have the limited liability of corporations, but are generally taxed in the partnership model--income and expenses flow through the LLC to the owners (called "members"), who are taxed on their pro rata shares. Unlike S corporations, however, LLCs do not have extensive restrictions on the number and characteristics of owners. LLCs report their financial activities on their applicable business tax forms, most commonly the partnership information return (Form 1065), and indicate that they were formed as an LLC. The SOI partnership program began identifying these entities for Tax Year 1993.

**Sole proprietorships**--The profits of sole proprietorships are taxed only at the personal (i.e., owner) level. The income statement of a nonfarm sole proprietorship, which summarizes the income and expenses of the business, is completed on Schedule C (or C-EZ) of the owner's individual income tax return. The net income or loss from the business is

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added to personal income from all other sources and taxed at the applicable individual income tax rates. In effect, the proprietorship also acts as a conduit through which the income of the business is passed through to the business owner where it is subject to tax. Single member LLCs report their incomes and expenses on Schedule C. The SOI nonfarm sole proprietorship program began identifying these entities for Tax Year 2001.

### **Tax Law Changes**

The Job Creation and Worker Assistance Act (JCWAA) of 2002 and the Jobs and Growth Tax Relief and Reconciliation Act of 2003 (JGTRRA) made significant changes to depreciation and Section 179 expensing deductions. JCWAA provided an additional first year depreciation deduction equal to 30 percent of the adjusted basis of the qualified property placed in service in the 3 years after September 10, 2001. JGTRRA allowed 50-percent "bonus" depreciation for qualifying property placed in service between May 5, 2003, and January 1, 2005. JGTRRA also increased the section 179 expensing limit to \$100,000 for property placed in service in taxable years beginning in 2003, 2004, and 2005. In addition, the phaseout of the limit was modified so that the phaseout starting point was increased to \$400,000 for property placed in service in taxable years beginning in 2003, 2004, and 2005.

### **Analysis of Business Data**

This section provides selected financial data by size of business receipts for 2003 (Table 1) and selected financial data on businesses for 21 North American Industrial Classification System (NAICS) sectors for 2003 (Table 2).

### **Data by Size of Business Receipts, 2003**

Overall, the numbers of business entities are dominated by small proprietorships, particularly those with receipts under \$1 million. C corporations, on the other hand, comprise less than 25 percent of business entities for each size-class under \$500,000, but their share grows from 27 percent to nearly 52 percent with increasingly larger receipt size-classes. The flowthrough entities, S corporations and partnerships, are more prevalent in the middle receipt size-classes. S corporations account for between 34 percent-43 percent of entities for all classes between

\$250,000 and \$50 million, and partnerships also have the largest percentage of entities in these mid-sized receipt classes.

The total number of businesses grew by nearly 1.1 million filings to 27.5 million in 2003. Nonfarm sole proprietorships displayed the most significant increase in number of filings, 784.6 thousand or an increase of 4.1 percent, from 18.9 million in 2002 to 19.7 million in 2003 (Figure A). The majority of nonfarm sole proprietorships, 13.3 million of them, were found in the under-\$25 thousand receipts size-class. Within the \$50 million or more receipts size-class, over 32 thousand companies accounted for \$16,962.8 billion in total receipts, with \$13,851.0 billion (or 81.8 percent) from C corporations.

Business receipts for all businesses grew by \$1,119.2 billion (or 5.4 percent) from 2002 to 2003, of which \$967.3 billion were from corporations. C corporations dominate activity in terms of business receipts, accounting for 64.6 percent of receipts for 2003. However, their share of receipts is strongly associated with size of receipts. In the smallest receipt class (under \$25,000), C corporations account for only 2.1 percent of receipts, but this share grows to 79.9 percent for businesses with \$50 million or more in business receipts (Figure B). As with data on the numbers of entities, flowthrough businesses report the largest amounts in the mid-sized-classes, with their largest percentages in receipt size-classes between \$250,000 and \$50 million. Proprietorships, as would be expected, comprise the majority of small organizations, accounting for 83.8 percent of businesses with receipts under \$25,000 but with a diminishing share with increases in receipt size. For the largest size receipt size-class (\$50 million or more), proprietorships comprise only 0.5 percent of the total.

Although C corporations account for nearly 44.9 percent of business profits for 2003, they show losses in every receipt size-class under \$5 million for net income (less deficit). C corporations were only profitable in size-classes of \$5 million or more, and those with receipts above \$50 million or more earned over \$613.3 billion in profits, nearly 73.2 percent of the total. S corporations once again report their largest values in the middle receipt size-classes, with percentages ranging from nearly 32 percent to 52 percent for businesses with receipts between \$500,000 or more and under \$5 million. Partnerships had \$36.7 billion in losses for the smallest size-class,

**Figure A**

**Number of Businesses, by Form of Business and Business Receipt Size, Tax Years 2002 and 2003**

[All figures are estimates based on samples]

| Form of business                   | Size of business receipts |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
|------------------------------------|---------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|
|                                    | Total                     | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |
|                                    | (1)                       | (2)            | (3)                      | (4)                       | (5)                       | (6)                         | (7)                           | (8)                           | (9)                            | (10)                            | (11)                 |
| <b>Tax Year 2002</b>               |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....                | 26,434,293                | 15,202,645     | 5,318,640                | 2,484,778                 | 1,294,887                 | 918,926                     | 668,699                       | 256,345                       | 137,587                        | 120,986                         | 30,803               |
| Corporations.....                  | 5,266,607                 | 1,282,449      | 828,658                  | 893,875                   | 688,785                   | 610,715                     | 510,424                       | 209,942                       | 114,539                        | 101,777                         | 25,443               |
| C corporations [1].....            | 2,112,230                 | 472,469        | 304,702                  | 336,437                   | 276,819                   | 250,744                     | 240,579                       | 105,620                       | 57,831                         | 50,702                          | 16,326               |
| S corporations.....                | 3,154,377                 | 809,980        | 523,956                  | 557,438                   | 411,966                   | 359,971                     | 269,845                       | 104,321                       | 56,708                         | 51,075                          | 9,117                |
| Partnerships.....                  | 2,242,169                 | 1,203,722      | 380,403                  | 248,533                   | 145,261                   | 104,958                     | 83,998                        | 33,201                        | 19,198                         | 17,709                          | 5,187                |
| Nonfarm sole proprietorships.....  | 18,925,517                | 12,716,473     | 4,109,579                | 1,342,370                 | 460,841                   | 203,253                     | 74,277                        | 13,202                        | 3,849                          | 1,499                           | 173                  |
| <b>Tax Year 2003</b>               |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....                | 27,486,691                | 15,872,235     | 5,521,119                | 2,578,962                 | 1,331,692                 | 932,914                     | 686,257                       | 263,211                       | 143,693                        | 124,568                         | 32,040               |
| Corporations.....                  | 5,401,237                 | 1,279,709      | 868,442                  | 929,864                   | 719,613                   | 622,550                     | 521,409                       | 211,169                       | 118,683                        | 103,526                         | 26,273               |
| C corporations [1].....            | 2,059,631                 | 450,597        | 307,399                  | 328,012                   | 268,188                   | 247,385                     | 229,634                       | 103,484                       | 57,788                         | 50,628                          | 16,516               |
| S corporations.....                | 3,341,606                 | 829,112        | 561,043                  | 601,851                   | 451,424                   | 375,165                     | 291,775                       | 107,685                       | 60,895                         | 52,898                          | 9,757                |
| Partnerships.....                  | 2,375,375                 | 1,284,396      | 397,461                  | 262,423                   | 147,948                   | 110,698                     | 89,675                        | 36,829                        | 20,925                         | 19,416                          | 5,603                |
| Nonfarm sole proprietorships.....  | 19,710,079                | 13,308,130     | 4,255,216                | 1,386,675                 | 464,131                   | 199,666                     | 75,173                        | 15,213                        | 4,085                          | 1,626                           | 164                  |
| <b>Percentage change 2002-2003</b> |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....                | 3.98                      | 4.40           | 3.81                     | 3.79                      | 2.84                      | 1.52                        | 2.63                          | 2.68                          | 4.44                           | 2.96                            | 4.02                 |
| Corporations.....                  | 2.56                      | -0.21          | 4.80                     | 4.03                      | 4.48                      | 1.94                        | 2.15                          | 0.58                          | 3.62                           | 1.72                            | 3.26                 |
| C corporations [1].....            | -2.49                     | -4.63          | 0.88                     | -2.50                     | -3.12                     | -1.34                       | -4.55                         | -2.02                         | -0.08                          | -0.15                           | 1.16                 |
| S corporations.....                | 5.94                      | 2.36           | 7.08                     | 7.97                      | 9.58                      | 4.22                        | 8.13                          | 3.22                          | 7.38                           | 3.57                            | 7.03                 |
| Partnerships.....                  | 5.94                      | 6.70           | 4.48                     | 5.59                      | 1.85                      | 5.47                        | 6.76                          | 10.93                         | 9.00                           | 9.64                            | 8.02                 |
| Nonfarm sole proprietorships.....  | 4.15                      | 4.65           | 3.54                     | 3.30                      | 0.71                      | -1.77                       | 1.21                          | 15.23                         | 6.13                           | 8.42                            | -5.20                |

[1] For this table, the computations for C corporations also include 1120-RIC and 1120-REIT returns.

but were profitable for all larger receipt size-classes, accounting for total profits of 24.0 percent of all business profits [10]. Nonfarm sole proprietorships report nearly 17.0 percent of net income (less deficit) overall, but their share of profits declines consistently from 64.0 percent in the \$250,000 receipt size-class to only 0.002 percent with \$12.2 million in net income (less deficit) reported for the \$50 million or more size-class.

**Data by Industrial Sector, 2003**

As noted, selected financial data for 21 NAICS sectors for 2003 are included in Table 2, and summary data for five sectors of interest are discussed below.

**Construction**--The Construction industry accounted for roughly 12.0 percent of the total number of business entities. The number of businesses in this sector increased 8.1 percent over the previous year, from 3.1 million to 3.3 million. Since 2002, these businesses displayed a significant increase in all data items, with the largest increases in S corporations, partnerships, and proprietorships. Business receipts

of S corporations increased 7.9 percent, from \$572.1 billion to \$617.2 billion; partnerships increased by 13.3 percent, from \$169.6 billion to \$192.1 billion, and those of nonfarm sole proprietorships increased by 4.4 percent, from \$168.5 billion to \$175.8 billion.

**Manufacturing**--Overall, the Manufacturing sector represents a small number of all business entities with 630,668 (about 2.3 percent), but what the industry lacks for in number of businesses, it makes up for in percentage of business receipts. Manufacturing represent \$5,725.1 million of all business receipts or 26.2 percent, the majority of which comes from corporations, specifically C corporations, 81.8 percent. Business receipts for C corporations grew 8.7 percent, from \$4,310.3 million for 2002 to \$4,684.9 million for 2003.

**Wholesale and Retail Trade**--The Wholesale and Retail Trade sector is the largest industrial sector, representing 14.0 percent of all business entities. Within the Wholesale and Retail Trade sector, the number of business entities increased 2.6 percent, from 3,753,503 for 2002 to 2,704,603 for

**Figure B**

**Number of Businesses, Business Receipts, Net Income (Less Deficit), and Composition Percentages, by Form of Business and Business Receipts Size, Tax Year 2003**

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

| Form of business                  | Size of business receipts |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
|-----------------------------------|---------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|
|                                   | Total                     | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |
|                                   | (1)                       | (2)            | (3)                      | (4)                       | (5)                       | (6)                         | (7)                           | (8)                           | (9)                            | (10)                            | (11)                 |
| <b>Number of businesses</b>       |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....               | 27,486,691                | 15,872,235     | 5,521,119                | 2,578,962                 | 1,331,692                 | 932,914                     | 686,257                       | 263,211                       | 143,693                        | 124,568                         | 32,040               |
| Corporations.....                 | 5,401,237                 | 1,279,709      | 868,442                  | 929,864                   | 719,613                   | 622,550                     | 521,409                       | 211,169                       | 118,683                        | 103,526                         | 26,273               |
| C corporations [1].....           | 2,059,631                 | 450,597        | 307,399                  | 328,012                   | 268,188                   | 247,385                     | 229,634                       | 103,484                       | 57,788                         | 50,628                          | 16,516               |
| S corporations.....               | 3,341,606                 | 829,112        | 561,043                  | 601,851                   | 451,424                   | 375,165                     | 291,775                       | 107,685                       | 60,895                         | 52,898                          | 9,757                |
| Partnerships.....                 | 2,375,375                 | 1,284,396      | 397,641                  | 262,423                   | 147,948                   | 110,698                     | 89,675                        | 36,829                        | 20,925                         | 19,416                          | 5,603                |
| Nonfarm sole proprietorships..... | 19,710,079                | 13,308,130     | 4,255,216                | 1,386,675                 | 464,131                   | 199,666                     | 75,173                        | 15,213                        | 4,085                          | 1,626                           | 164                  |
| <b>Business receipts</b>          |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....               | 21,860,208,610            | 100,263,262    | 276,419,863              | 390,185,108               | 457,092,879               | 637,037,672                 | 1,039,765,144                 | 887,173,968                   | 949,975,233                    | 2,410,333,012                   | 14,711,962,470       |
| Corporations.....                 | 18,264,393,898            | 5,736,213      | 51,021,010               | 151,851,626               | 257,805,117               | 438,591,344                 | 807,212,182                   | 725,296,675                   | 797,256,050                    | 2,029,237,473                   | 13,000,386,208       |
| C corporations [1].....           | 14,112,028,796            | 2,138,940      | 17,818,322               | 53,572,026                | 95,995,137                | 172,487,731                 | 360,120,792                   | 350,476,611                   | 379,561,634                    | 932,198,137                     | 11,747,659,567       |
| S corporations.....               | 4,152,365,102             | 3,597,273      | 33,202,688               | 98,279,601                | 161,809,980               | 266,103,613                 | 447,091,390                   | 374,820,065                   | 417,694,515                    | 1,097,039,336                   | 1,252,726,641        |
| Partnerships.....                 | 2,545,612,266             | 1,761,470      | 10,520,687               | 26,204,438                | 38,673,350                | 63,232,602                  | 122,900,399                   | 111,034,012                   | 126,019,219                    | 352,565,601                     | 1,692,700,488        |
| Nonfarm sole proprietorships..... | 1,050,202,446             | 92,765,579     | 214,878,166              | 212,129,044               | 160,614,412               | 135,213,726                 | 109,652,563                   | 50,843,281                    | 26,699,964                     | 28,529,938                      | 18,875,774           |
| <b>Net income (less deficit)</b>  |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....               | 1,353,802,117             | -23,427,608    | 75,630,471               | 79,225,921                | 55,733,253                | 51,703,038                  | 54,086,095                    | 41,991,902                    | 47,086,139                     | 133,379,079                     | 838,393,827          |
| Corporations.....                 | 822,095,799               | -4,036,653     | 158,844                  | 6,122,228                 | 8,248,791                 | 13,094,575                  | 20,969,193                    | 18,968,941                    | 20,562,746                     | 73,268,727                      | 664,738,407          |
| C corporations [1].....           | 608,414,019               | -14,450,726    | -3,092,854               | -3,055,026                | -3,905,490                | -3,211,426                  | -4,719,570                    | -2,862,986                    | 2,930,957                      | 27,459,611                      | 613,321,529          |
| S corporations [2].....           | 213,681,780               | 10,414,073     | 3,251,698                | 9,177,254                 | 12,154,281                | 16,306,001                  | 25,688,763                    | 21,831,927                    | 17,631,789                     | 45,809,116                      | 51,416,878           |
| Partnerships.....                 | 301,398,218               | -36,718,902    | 1,944,464                | 11,573,255                | 11,790,856                | 14,183,975                  | 21,169,546                    | 19,915,489                    | 24,962,215                     | 58,934,127                      | 173,643,193          |
| Nonfarm sole proprietorships..... | 230,308,100               | 17,327,947     | 73,527,163               | 61,530,438                | 35,693,606                | 24,424,487                  | 11,947,356                    | 3,107,472                     | 1,561,178                      | 1,176,225                       | 12,227               |
| <b>Composition percentages</b>    |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| <b>Number of businesses</b>       |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....               | 100.00                    | 100.00         | 100.00                   | 100.00                    | 100.00                    | 100.00                      | 100.00                        | 100.00                        | 100.00                         | 100.00                          | 100.00               |
| Corporations.....                 | 19.65                     | 8.06           | 15.73                    | 36.06                     | 54.04                     | 66.73                       | 75.98                         | 80.23                         | 82.59                          | 83.11                           | 82.00                |
| C corporations [1].....           | 7.49                      | 2.84           | 5.57                     | 12.72                     | 20.14                     | 26.52                       | 33.46                         | 39.32                         | 40.22                          | 40.64                           | 51.55                |
| S corporations.....               | 12.16                     | 5.22           | 10.16                    | 23.34                     | 33.90                     | 40.21                       | 42.52                         | 40.91                         | 42.38                          | 42.46                           | 30.45                |
| Partnerships.....                 | 8.64                      | 8.09           | 7.20                     | 10.18                     | 11.11                     | 11.87                       | 13.07                         | 13.99                         | 14.56                          | 15.59                           | 17.49                |
| Nonfarm sole proprietorships..... | 71.71                     | 83.85          | 77.07                    | 53.77                     | 34.85                     | 21.40                       | 10.95                         | 5.78                          | 2.84                           | 1.31                            | 0.51                 |
| <b>Business receipts</b>          |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....               | 100.00                    | 100.00         | 100.00                   | 100.00                    | 100.00                    | 100.00                      | 100.00                        | 100.00                        | 100.00                         | 100.00                          | 100.00               |
| Corporations.....                 | 83.55                     | 5.72           | 18.46                    | 38.92                     | 56.40                     | 68.85                       | 77.63                         | 81.75                         | 83.92                          | 84.19                           | 88.37                |
| C corporations [1].....           | 64.56                     | 2.13           | 6.45                     | 13.73                     | 21.00                     | 27.08                       | 34.63                         | 39.50                         | 39.95                          | 38.68                           | 79.85                |
| S corporations.....               | 19.00                     | 3.59           | 12.01                    | 25.19                     | 35.40                     | 41.77                       | 43.00                         | 42.25                         | 43.97                          | 45.51                           | 8.52                 |
| Partnerships.....                 | 11.64                     | 1.76           | 3.81                     | 6.72                      | 8.46                      | 9.93                        | 11.82                         | 12.52                         | 13.27                          | 14.63                           | 11.51                |
| Nonfarm sole proprietorships..... | 4.80                      | 92.52          | 77.74                    | 54.37                     | 35.14                     | 21.23                       | 10.55                         | 5.73                          | 2.81                           | 1.18                            | 0.13                 |
| <b>Net income (less deficit)</b>  |                           |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| All businesses.....               | 100.00                    | 100.00         | 100.00                   | 100.00                    | 100.00                    | 100.00                      | 100.00                        | 100.00                        | 100.00                         | 100.00                          | 100.00               |
| Corporations.....                 | 60.72                     | 17.23          | 0.21                     | 7.73                      | 14.80                     | 25.33                       | 38.77                         | 45.17                         | 43.67                          | 54.93                           | 79.29                |
| C corporations [1].....           | 44.94                     | 61.68          | -4.09                    | -3.86                     | -7.01                     | -6.21                       | -8.73                         | -6.82                         | 6.22                           | 20.59                           | 73.15                |
| S corporations [2].....           | 15.78                     | -44.45         | 4.30                     | 11.58                     | 21.81                     | 31.54                       | 47.50                         | 51.99                         | 37.45                          | 34.35                           | 6.13                 |
| Partnerships.....                 | 22.26                     | 156.73         | 2.57                     | 14.61                     | 21.16                     | 27.43                       | 39.14                         | 47.43                         | 53.01                          | 44.19                           | 20.71                |
| Nonfarm sole proprietorships..... | 17.01                     | -73.96         | 97.22                    | 77.66                     | 64.04                     | 47.24                       | 22.09                         | 7.40                          | 3.32                           | 0.88                            | 0.00                 |

[1] For this table, the computations for C corporations also include 1120-RIC and 1120-REIT returns.

[2] For S corporations net income (less deficit) represents total net income (less deficit).

2003. Total net income (less deficit) increased 25.3 percent to \$141.3 billion for all businesses in 2003. Corporations represented \$117.3 billion of all total net income (less deficit), 80.8 percent.

**Real Estate and Rental and Leasing**--Overall, the number of business entities in Real Estate and Rental and Leasing increased 5.7 percent to 2,732,833 for 2003. The number of partnerships in

this sector grew by 8.2 percent to 1,081,354 entities during Tax Year 2003, faster than any other entity type. Among partnerships, the LLC businesses grew 21.7 percent to 514,306. Partnerships also displayed the largest amount of net income (less deficit), with \$51.4 billion for 2003, representing 55.4 percent of net income (less deficit) for all business entities, a decline from the previous year when \$55.0 billion

were reported. The decline could be traced to the under-\$25 thousand receipts size-class, where net income (less deficit) decreased \$6.2 billion to -\$28.0 billion. C corporations were the only entity type in Real Estate to experience a decline in number of filings.

**Professional, Scientific, and Technical Services**--The Professional, Scientific, and Technical Services sector is the second largest sector, representing 13.3 percent of all business entities. The majority of companies within the sector were nonfarm sole proprietorships and S corporations. The majority of S corporations and proprietorships can be traced to smaller receipts size-classes rather than to a single class.

For 2003, nonfarm sole proprietorships surpassed partnerships as the leader in net income (less deficit) for the Professional, Scientific, and Technical Services sector, accounting for \$52.1 billion of the nearly \$115.2 billion reported for all business entities. Despite the overall small size in number of returns, C corporations showed the largest total receipts, business receipts, and total business deductions for this sector.

### **LLCs as Partnerships and Nonfarm Sole Proprietorships**

Limited Liability Companies (LLCs) do not have their own tax category, as corporations, partnerships, or sole proprietorships do but instead are taxed as one of those three types of entities, depending on the circumstances. LLCs (like other noncorporate entities) are allowed to “check the box” if they want to choose to be taxed as a corporation (They could further elect to be taxed as an S corporation if they meet the S corporation restrictions). LLCs with a single member are viewed as “disregarded entities.” If the single member is an individual, the LLC files as and is taxed as a nonfarm sole proprietorship. LLCs with multiple owners or members that do not “check the box” to be taxed as corporations are taxed as partnerships.

Since the mid-1990s, limited liability companies (LLCs) have demonstrated rapid growth. The IRS ruled in late 1988 (Revenue Ruling 88-76, 1988-2 C.B.360) that any Wyoming LLC would be treated as a partnership, and the door was opened for other States to consider LLC legislation. By 1993, some 36 States allowed LLCs as a legal entity, and

that number grew to 46 States plus the District of Columbia 1 year later. By 1997, all 50 States and the District of Columbia had enacted LLC legislation. The “check-the-box” regulations, implemented by IRS in January 1997, relaxed the requirements for LLCs to obtain a favorable partnership tax classification, facilitating a wider acceptance of LLCs.

Figure C reports the growth of LLCs from 2001 through 2003 among partnerships and nonfarm sole proprietorships. From 2001 to 2003, the LLC share of the total number of partnerships, business receipts, and net income (less deficit) increased significantly, while single member LLCs increased by a smaller amount over the same time period. For 2001, limited liability companies represented 37.9 percent of all partnerships; by 2003, LLCs represented nearly 46.0 percent of all partnerships. Single member LLCs grew from 0.69 percent of all nonfarm sole proprietorships for 2001 to 1.1 percent for 2003. Business receipts for nonfarm sole proprietorship LLCs more than doubled from 2001 to 2003, from \$23.4 billion to \$55.6 billion, accounting for 5.3 percent of all nonfarm sole proprietorship receipts.

The largest number of partnerships filing as LLCs were in the Real Estate and Rental and Leasing sector, 47.1 percent or 514,306 thousand (Table 2). Surprisingly, the Professional, Scientific, and Technical services sector for partnerships showed the largest increase in business receipts, \$58.7 billion to \$64.5 billion or a 9.8-percent increase from the previous year. The largest amount of net income (less deficit) for partnership LLCs can be found in the Finance and Insurance sector, \$28.1 billion of the \$64.3 billion reported. The largest sector for nonfarm sole proprietorship LLCs is the Professional, Scientific, and Technical services sector which includes 53,244 businesses.

### **Length of Business Existence**

Statistics are available for the number of businesses for 2003 by date of incorporation for C and S corporations and partnerships. Partnerships comprised the largest percentage of newly formed businesses, 42.6 percent or 288,785, and S corporations were a close second with 266,785 formations for 2003 or 39.4 percent of the total. C corporations, on the other hand, make up the largest percentage of businesses that formed on or before 1983. For Tax Year 2003, C corporations represented over half of the formations

**Figure C**

**Number and Select Other Items for Total Partnerships, LLC Partnerships, Total Nonfarm Sole Proprietorships, and LLC Nonfarm Sole Proprietorships, Tax Years 2001-2003**

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

| Item                           | Tax Year 2001 |             |                                   |                              |            |                                   |
|--------------------------------|---------------|-------------|-----------------------------------|------------------------------|------------|-----------------------------------|
|                                | Partnerships  |             |                                   | Nonfarm sole proprietorships |            |                                   |
|                                | Total         | LLC         | LLCs as a percentage of the total | Total                        | LLC        | LLCs as a percentage of the total |
|                                | (1)           | (2)         | (3)                               | (4)                          | (5)        | (6)                               |
| Number of businesses.....      | 2,132,117     | 808,692     | 37.93                             | 18,338,190                   | 126,437    | 0.69                              |
| Business receipts.....         | 2,278,200,526 | 937,714,361 | 41.16                             | 1,016,834,678                | 23,357,818 | 2.30                              |
| Net income (less deficit)..... | 276,334,824   | 47,055,843  | 17.03                             | 217,385,116                  | 2,259,135  | 1.04                              |
| Net income.....                | 446,069,172   | 130,331,055 | 29.22                             | 250,178,322                  | 3,658,310  | 1.46                              |
| Deficit.....                   | 169,734,347   | 83,275,212  | 49.06                             | 32,793,206                   | 1,399,175  | 4.27                              |

| Item                           | Tax Year 2002 |               |                                   |                              |            |                                   |
|--------------------------------|---------------|---------------|-----------------------------------|------------------------------|------------|-----------------------------------|
|                                | Partnerships  |               |                                   | Nonfarm sole proprietorships |            |                                   |
|                                | Total         | LLC           | LLCs as a percentage of the total | Total                        | LLC        | LLCs as a percentage of the total |
|                                | (7)           | (8)           | (9)                               | (10)                         | (11)       | (12)                              |
| Number of businesses.....      | 2,242,169     | 946,130       | 42.20                             | 18,925,517                   | 145,839    | 0.77                              |
| Business receipts.....         | 2,414,187,093 | 1,015,708,912 | 42.07                             | 1,029,691,760                | 39,239,656 | 3.81                              |
| Net income (less deficit)..... | 270,667,169   | 48,626,175    | 17.97                             | 221,113,286                  | 3,378,774  | 1.53                              |
| Net income.....                | 439,761,741   | 135,877,260   | 30.90                             | 257,292,855                  | 5,350,581  | 2.08                              |
| Deficit.....                   | 169,094,572   | 87,251,084    | 51.60                             | 36,179,568                   | 1,971,806  | 5.45                              |

| Item                           | Tax Year 2003 |               |                                   |                              |            |                                   |
|--------------------------------|---------------|---------------|-----------------------------------|------------------------------|------------|-----------------------------------|
|                                | Partnerships  |               |                                   | Nonfarm sole proprietorships |            |                                   |
|                                | Total         | LLC           | LLCs as a percentage of the total | Total                        | LLC        | LLCs as a percentage of the total |
|                                | (13)          | (14)          | (15)                              | (16)                         | (17)       | (18)                              |
| Number of businesses.....      | 2,375,375     | 1,091,502     | 45.95                             | 19,710,079                   | 220,615    | 1.12                              |
| Business receipts.....         | 2,545,612,266 | 1,141,691,845 | 44.85                             | 1,050,202,446                | 55,626,849 | 5.30                              |
| Net income (less deficit)..... | 301,398,218   | 64,293,209    | 21.33                             | 230,308,100                  | 3,847,617  | 1.67                              |
| Net income.....                | 468,552,382   | 155,855,837   | 33.26                             | 269,089,168                  | 6,981,262  | 2.59                              |
| Deficit.....                   | 167,154,164   | 91,562,628    | 54.78                             | 38,781,068                   | 3,133,644  | 8.08                              |

dated from 1974 to 1983 or 379, 576 of the 612,669 businesses forming during that time. C corporations also accounted for over half of all formations on or before 1983 (Figures D and E).

Most businesses operating for 2003 were formed in the last 2 decades. Among corporations, the majority of these have been S corporations. S corporation filings began to exceed C corporation filings for 1987 likely due to the passage of the Tax Reform Act of 1986 (TRA86). Among other incentives, TRA86 reversed the tax advantage of corporations over individuals in the highest tax brackets. Starting in 1987, the highest tax rate was 34 percent for corporations and 28 percent for individuals. S formations continue to surpass C formations for years after

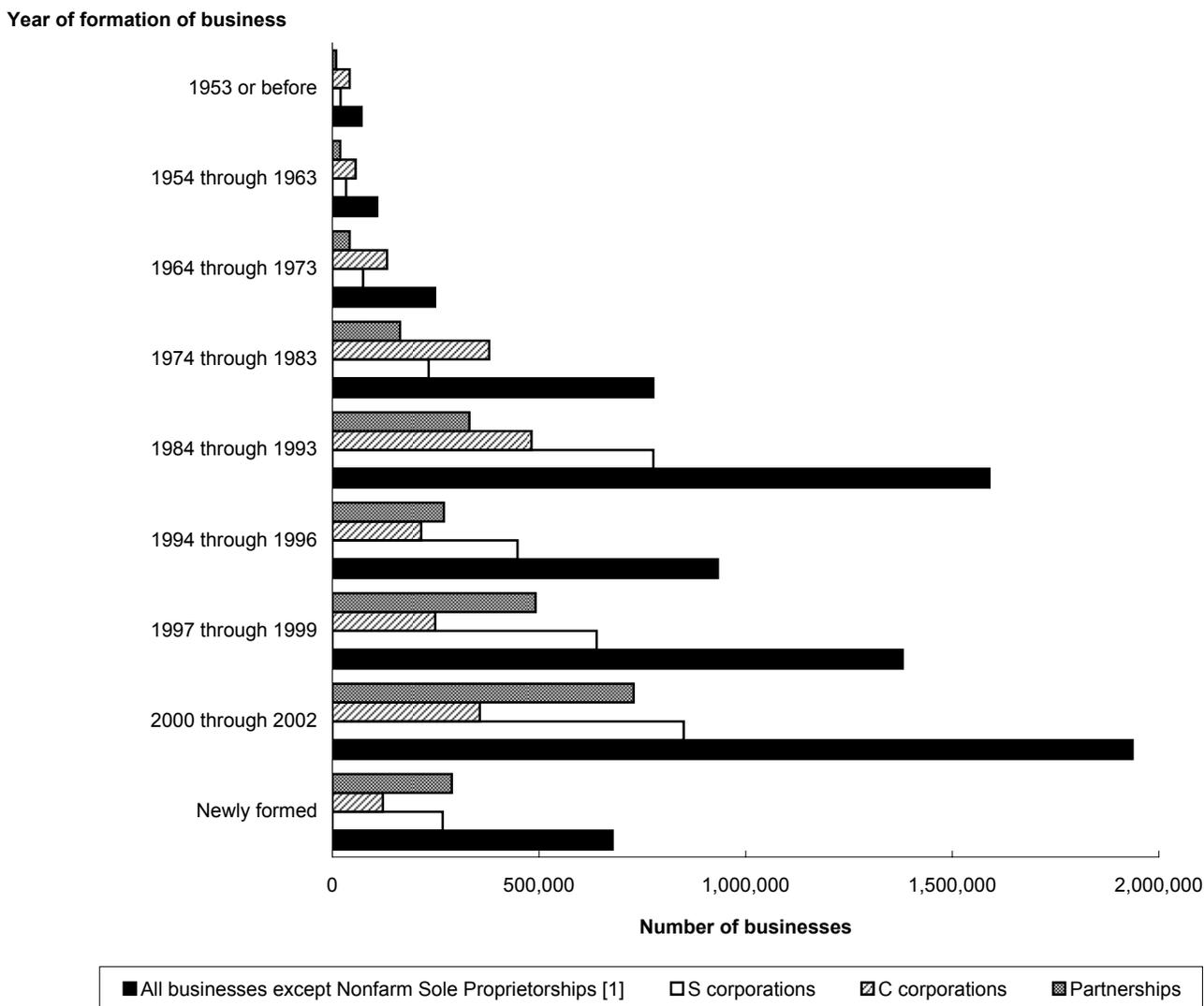
1987 despite tax rate changes in the early 90s when the highest corporate rate was reduced to below the highest individual rate. For 2003, S corporations accounted for more than 60 percent of total corporation formations in every year starting with 1987 (Figure F).

**Summary**

- All business filings by corporations (C corporations and S corporations), partnerships, and nonfarm sole proprietorships grew by nearly 1.1 million to 27.5 million for 2003. Nonfarm sole proprietorships displayed the largest increase in number of filings, 784.6 thousand, from 18.9 million in 2002 to 19.7 million in 2003.

**Figure D**

**Corporations and Partnerships, by Year of Formation, Tax Year 2003**



[1] Does not include businesses that did not identify a date of formation.

- Overall, the number of business entities in real estate and rental and leasing increased 5.7 percent to 2,732,833 from 2002. The number of partnerships in this sector grew by 8.2 percent to 1,081,354 during Tax Year 2002, a faster growth than any other entity type.
- Within the Professional, Scientific, and Technical services sector, nonfarm sole proprietorships for 2003 surpassed partnerships as the leader in

- net income (less deficit), accounting for \$52.1 billion of the nearly \$115.2 billion reported for all business entities. Despite the relatively small number of returns, C corporations showed the largest total receipts, business receipts, and total business deductions for this sector.
- LLCs are a rapidly increasing entity type, representing nearly 46.0 percent of all partnership filings and 1.1 percent of all nonfarm

# Integrated Business Data, 2003

## Figure E

### Number of Businesses by Year of Formation, Tax Year 2003

[All figures are estimates based on samples]

| Year of formation of business | All businesses except nonfarm sole proprietorships | Number of corporations | Corporations as a percentage of all businesses | Number of S corporations | S corporations as a percentage of all businesses | Number of C corporations | C corporations as a percentage of all businesses | Number of partnerships | Partnerships as a percentage of all businesses |
|-------------------------------|--|------------------------|--|--------------------------|--|--------------------------|--|------------------------|--|
|                               | (1)  | (2)                    | (3)  | (4)                      | (5)  | (6)                      | (7)  | (8)                    | (9)  |
| <b>Total businesses.....</b>  | <b>7,776,611</b>                                   | <b>5,401,237</b>       | <b>69.45</b>                                   | <b>3,341,606</b>         | <b>42.97</b>                                     | <b>2,059,631</b>         | <b>26.48</b>                                     | <b>2,375,375</b>       | <b>30.55</b>                                   |
| Newly formed.....             | 678,011  | 389,226                | 57.41  | 266,828                  | 39.35  | 122,398                  | 18.05  | 288,785                | 42.59  |
| 2000 through 2002.....        | 1,936,182  | 1,207,073              | 62.34  | 850,273                  | 43.91  | 356,801                  | 18.43  | 729,108                | 37.66  |
| 1997 through 1999.....        | 1,379,958  | 888,187                | 64.36  | 639,462                  | 46.34  | 248,726                  | 18.02  | 491,770                | 35.64  |
| 1994 through 1996.....        | 932,671  | 663,022                | 71.09  | 447,880                  | 48.02  | 215,142                  | 23.07  | 269,649                | 28.91  |
| 1984 through 1993.....        | 1,589,757  | 1,258,411              | 79.16  | 776,509                  | 48.84  | 481,902                  | 30.31  | 331,346                | 20.84  |
| 1974 through 1983.....        | 776,515  | 612,669                | 78.90  | 233,093                  | 30.02  | 379,576                  | 48.88  | 163,846                | 21.10  |
| 1964 through 1973.....        | 248,651  | 206,951                | 83.23  | 74,422                   | 29.93  | 132,528                  | 53.30  | 41,700                 | 16.77  |
| 1954 through 1963.....        | 108,679  | 89,471                 | 82.33  | 33,285                   | 30.63  | 56,186                   | 51.70  | 19,208                 | 17.67  |
| 1953 or before.....           | 70,741   | 61,760                 | 87.31  | 19,855                   | 28.07  | 41,905                   | 59.24  | 8,980                  | 12.69  |
| Unidentified.....             | 55,447   | 24,467                 | 44.13  | 0                        | 0  | 24,467                   | 44.13  | 30,981                 | 55.87  |

## Figure F

### Number of Corporations, by Year of Incorporation, Tax Year 2003

[All figures are estimates based on samples]

| Year of incorporation   | Years of existence | All corporations | S corporations   | S corporations as a percentage of all corporations | C corporations   | C corporations as a percentage of all corporations |
|-------------------------|--------------------|------------------|------------------|--|------------------|--|
|                         | (1)                | (2)              | (3)              | (4)  | (5)              | (6)  |
| <b>All years.....</b>   | <b>N/A</b>         | <b>5,401,237</b> | <b>3,341,606</b> | <b>61.87</b>                                       | <b>2,059,631</b> | <b>38.13</b>                                       |
| Newly incorporated..... | 0                  | 389,226          | 266,828          | 68.55  | 122,398          | 31.45  |
| 2002.....               | 1                  | 462,256          | 324,735          | 70.25  | 137,521          | 29.75  |
| 2001.....               | 2                  | 390,883          | 271,183          | 69.38  | 119,700          | 30.62  |
| 2000.....               | 3                  | 353,934          | 254,355          | 71.86  | 99,579           | 28.14  |
| 1999.....               | 4                  | 336,978          | 241,475          | 71.66  | 95,503           | 28.34  |
| 1998.....               | 5                  | 270,498          | 197,044          | 72.84  | 73,454           | 27.16  |
| 1997.....               | 6                  | 280,711          | 200,942          | 71.58  | 79,769           | 28.42  |
| 1996.....               | 7                  | 253,151          | 175,071          | 69.16  | 78,080           | 30.84  |
| 1995.....               | 8                  | 214,322          | 148,868          | 69.46  | 65,455           | 30.54  |
| 1994.....               | 9                  | 195,548          | 123,941          | 63.38  | 71,607           | 36.62  |
| 1993.....               | 10                 | 187,061          | 126,599          | 67.68  | 60,462           | 32.32  |
| 1992.....               | 11                 | 162,693          | 108,344          | 66.59  | 54,349           | 33.41  |
| 1991.....               | 12                 | 146,033          | 99,747           | 68.30  | 46,286           | 31.70  |
| 1990.....               | 13                 | 129,195          | 78,530           | 60.78  | 50,665           | 39.22  |
| 1989.....               | 14                 | 130,490          | 87,808           | 67.29  | 42,681           | 32.71  |
| 1988.....               | 15                 | 113,532          | 73,128           | 64.41  | 40,404           | 35.59  |
| 1987.....               | 16                 | 106,799          | 64,908           | 60.78  | 41,891           | 39.22  |
| 1986.....               | 17                 | 107,820          | 56,288           | 52.21  | 51,532           | 47.79  |
| 1985.....               | 18                 | 91,667           | 45,156           | 49.26  | 46,511           | 50.74  |
| Pre 1985 [1].....       | 19+                | 1,078,436        | 396,655          | 36.78  | 681,781          | 63.22  |

N/A--Not applicable.

[1] Includes 24,467 C corporations that did not provide a date of incorporation.

## Integrated Business Data, 2003

sole proprietorships. For Tax Year 2003, 220,615 single members LLCs were reported, and 1,091,502 partnerships were reported as LLCs.

- Partnerships comprised the largest percentage of newly formed businesses, 42.6 percent or 288,785, and S corporations contributed a close second with 266,785 incorporations for 2003 or 39.4 percent of the total. C corporations, on the other hand, make up the largest percentage of businesses that incorporated on or before 1983.

### Endnotes

- [11] Petska, Tom; Parisi, Michael; Luttrell, Kelly; Davitian, Lucy; and Scoffic, Matt (2006), An Analysis of Business Organizational Structure and Activity from Tax Data, *Proceedings of the Ninety-Eighth Annual Conference of the National Tax Association*. See also the same article in *Special Studies in Federal Tax Statistics: 2005*, Statistics of Income Division, Internal Revenue Service, 2006, including the list of references on page 26.
- [2] Legel, Ellen; Bennett, Kelly; and Parisi, Michael (2004), The Effects of Tax Reform on the Structure of U.S. Business, *2003 Proceedings of the American Statistical Association, Section on Government Statistics*.
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- [6] Petska, Tom, Taxes and Organizational Choice: An Analysis of Trends, 1985-1992, *Statistics of Income Bulletin*, Spring 1996, Volume 15, Number 4.
- [7] Petska, Tom, Do Taxes Affect Business Legal Structure? An Analysis of IRS Data, presented at the 1996 Allied Social Science Meetings.
- [8] Petska, Tom and Wilson, Robert, Trends in Business Structure and Activity, 1980-1990, *Statistics of Income Bulletin*, Spring 1994, Volume 13, Number 4.
- [9] Petska, Tom (1994), The Effects of Tax Reform on the Structure of U.S. Business, *1993 Proceedings of the American Statistical Association, Section on Business and Economic Statistics*.
- [10] Unlike data in the SOI *Corporation Income Tax Returns* and *Source Book of Corporation Income Tax Returns*, net income (less deficit) used in this article includes the more comprehensive “total net income” for S corporations. This item includes trade or business income plus portfolio income, as well as real estate and rental activity incomes distributed directly to shareholders.
- [11] Data for LLCs filing as C and S corporations are not available at this time.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item             | All industries |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
|------------------------------------|----------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|
|                                    | (1)            | (2)            | (3)                      | (4)                       | (5)                       | (6)                         | (7)                           | (8)                           | (9)                            | (10)                            | (11)                 |
|                                    | Total          | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |
| <b>All businesses</b>              |                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| Number of businesses.....          | 27,486,691     | 15,872,235     | 5,521,119                | 2,578,962                 | 1,331,692                 | 932,914                     | 686,257                       | 263,211                       | 143,693                        | 124,568                         | 32,040               |
| Total receipts.....                | 24,461,950,768 | 17,185,077     | 283,643,212              | 399,675,771               | 466,753,866               | 650,698,469                 | 1,064,907,945                 | 918,729,000                   | 995,285,415                    | 2,583,604,931                   | 16,926,801,481       |
| Business receipts.....             | 21,860,208,610 | 10,263,262     | 276,419,863              | 390,185,108               | 457,092,879               | 637,038,672                 | 1,039,765,144                 | 887,173,968                   | 943,975,233                    | 2,410,333,012                   | 14,711,962,470       |
| Total business deductions.....     | 23,328,489,390 | 190,348,247    | 213,940,281              | 334,680,484               | 421,764,944               | 611,598,966                 | 1,025,810,423                 | 889,181,279                   | 963,064,128                    | 2,477,531,520                   | 16,200,569,118       |
| Costs of goods sold.....           | 13,179,828,225 | 11,100,905     | 43,489,089               | 97,190,455                | 148,016,595               | 244,194,770                 | 493,826,380                   | 474,422,109                   | 558,034,784                    | 1,578,363,441                   | 9,531,189,696        |
| Salaries and wages.....            | 2,389,996,593  | 13,835,571     | 12,420,821               | 40,735,142                | 65,026,979                | 102,127,201                 | 151,872,220                   | 123,510,264                   | 120,362,165                    | 264,299,581                     | 1,495,806,649        |
| Taxes paid.....                    | 471,011,929    | 4,194,475      | 4,523,553                | 9,900,627                 | 13,068,859                | 19,137,379                  | 29,597,875                    | 22,757,599                    | 22,041,731                     | 47,279,728                      | 298,510,105          |
| Interest paid.....                 | 893,217,914    | 7,957,814      | 4,537,380                | 6,201,388                 | 6,821,493                 | 8,735,003                   | 13,468,112                    | 13,130,945                    | 14,835,835                     | 46,419,396                      | 771,110,548          |
| Depreciation.....                  | 818,611,085    | 15,502,363     | 16,217,497               | 17,575,089                | 15,649,947                | 18,498,859                  | 26,553,566                    | 21,473,249                    | 22,769,235                     | 55,550,578                      | 608,820,704          |
| Net income (less deficit).....     | 1,353,802,117  | -23,427,608    | 75,630,471               | 79,225,921                | 55,733,253                | 51,703,038                  | 54,086,995                    | 41,991,902                    | 47,086,139                     | 133,379,079                     | 838,393,827          |
| Net income.....                    | 1,953,107,513  | 101,957,965    | 102,216,371              | 102,434,743               | 76,994,973                | 76,558,442                  | 86,430,835                    | 66,104,422                    | 70,947,361                     | 191,241,482                     | 1,078,280,910        |
| Deficit.....                       | 599,305,395    | 125,385,573    | 26,585,900               | 23,208,821                | 21,201,721                | 24,855,405                  | 32,344,740                    | 24,112,519                    | 23,861,222                     | 57,862,412                      | 239,887,082          |
| <b>Corporations</b>                |                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| Number of businesses.....          | 5,401,237      | 1,279,709      | 868,442                  | 929,864                   | 719,613                   | 622,550                     | 521,409                       | 211,189                       | 118,683                        | 103,526                         | 26,273               |
| Total receipts.....                | 20,689,574,291 | 44,241,001     | 56,675,047               | 159,467,879               | 265,043,863               | 448,913,957                 | 827,038,213                   | 750,638,004                   | 834,907,204                    | 2,175,721,752                   | 15,127,927,368       |
| Business receipts.....             | 18,264,393,898 | 5,736,213      | 51,021,010               | 151,851,626               | 257,805,117               | 438,591,344                 | 807,212,182                   | 725,296,675                   | 797,256,050                    | 2,029,237,473                   | 13,000,386,208       |
| Total business deductions.....     | 19,940,594,557 | 64,433,618     | 56,297,541               | 155,190,624               | 257,616,194               | 436,740,281                 | 808,218,121                   | 733,786,295                   | 814,278,075                    | 2,098,060,487                   | 14,515,973,321       |
| Costs of goods sold.....           | 11,318,644,763 | 1,879,336      | 10,579,392               | 39,907,845                | 82,810,568                | 166,764,520                 | 386,260,823                   | 391,216,064                   | 478,927,128                    | 1,359,501,349                   | 8,400,777,738        |
| Salaries and wages.....            | 2,049,395,929  | 8,604,381      | 4,394,564                | 18,787,404                | 38,310,927                | 71,455,446                  | 116,477,957                   | 101,016,903                   | 99,344,810                     | 220,456,111                     | 1,370,547,425        |
| Taxes paid.....                    | 416,812,815    | 2,601,416      | 2,072,979                | 5,871,846                 | 9,053,616                 | 14,876,997                  | 24,738,679                    | 19,758,793                    | 19,170,751                     | 41,671,492                      | 276,996,247          |
| Interest paid.....                 | 818,016,806    | 4,073,868      | 1,584,190                | 2,931,984                 | 4,075,618                 | 5,649,550                   | 9,200,933                     | 9,872,596                     | 11,459,143                     | 36,549,644                      | 732,619,281          |
| Depreciation.....                  | 692,432,494    | 3,996,846      | 3,636,851                | 6,472,679                 | 7,818,219                 | 11,950,715                  | 19,322,384                    | 17,042,757                    | 18,461,118                     | 44,075,072                      | 559,655,853          |
| Net income (less deficit) [1]..... | 822,095,799    | -4,036,653     | 158,844                  | 6,122,228                 | 8,248,791                 | 13,094,575                  | 20,969,193                    | 18,968,941                    | 20,562,746                     | 73,268,727                      | 684,738,407          |
| Net income.....                    | 1,215,465,963  | 30,577,560     | 9,773,451                | 18,083,130                | 21,240,559                | 28,653,921                  | 43,456,312                    | 36,443,724                    | 37,955,120                     | 115,528,991                     | 873,753,196          |
| Deficit.....                       | 393,370,162    | 34,614,213     | 9,614,607                | 11,960,901                | 12,991,768                | 15,559,347                  | 22,487,120                    | 17,474,782                    | 17,392,374                     | 42,260,263                      | 209,014,789          |
| <b>C corporations [2]</b>          |                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| Number of businesses.....          | 2,059,631      | 450,597        | 307,399                  | 328,012                   | 288,188                   | 247,385                     | 229,634                       | 103,484                       | 57,788                         | 50,628                          | 16,516               |
| Total receipts.....                | 16,457,008,327 | 31,386,821     | 20,967,927               | 56,311,445                | 100,910,587               | 180,167,017                 | 373,712,629                   | 370,007,131                   | 410,398,180                    | 1,060,140,824                   | 13,851,005,765       |
| Business receipts.....             | 14,112,028,796 | 2,138,940      | 17,818,322               | 53,572,026                | 95,995,137                | 172,487,731                 | 360,120,792                   | 350,476,611                   | 379,861,534                    | 932,198,137                     | 11,747,659,567       |
| Total business deductions.....     | 15,890,966,550 | 46,006,486     | 24,045,163               | 61,322,797                | 104,763,508               | 183,324,981                 | 378,003,111                   | 371,766,778                   | 406,326,306                    | 1,022,722,125                   | 13,283,685,296       |
| Costs of goods sold.....           | 8,742,214,373  | 875,799        | 3,974,812                | 14,633,959                | 30,795,248                | 65,227,114                  | 166,343,077                   | 192,642,910                   | 223,164,357                    | 593,864,131                     | 7,450,692,967        |
| Salaries and wages.....            | 1,599,662,967  | 5,911,201      | 2,153,003                | 7,678,722                 | 14,770,133                | 28,087,167                  | 54,797,775                    | 46,855,558                    | 50,980,009                     | 114,828,385                     | 1,273,601,013        |
| Taxes paid.....                    | 327,589,905    | 1,718,864      | 1,051,667                | 2,513,731                 | 3,886,855                 | 6,596,136                   | 12,147,344                    | 10,423,096                    | 10,159,509                     | 21,413,265                      | 257,719,438          |
| Interest paid.....                 | 780,861,933    | 3,089,067      | 899,918                  | 1,317,124                 | 1,949,303                 | 2,605,976                   | 4,838,970                     | 6,383,587                     | 7,329,266                      | 28,245,862                      | 724,202,861          |
| Depreciation.....                  | 610,170,972    | 2,377,229      | 1,466,683                | 2,500,178                 | 3,566,602                 | 5,604,581                   | 10,029,114                    | 8,980,135                     | 9,594,232                      | 26,282,121                      | 539,770,098          |
| Net income (less deficit).....     | 608,414,019    | -14,450,726    | -3,092,854               | -3,085,026                | -3,905,602                | -3,211,426                  | -4,719,570                    | -2,862,986                    | 2,930,957                      | 27,459,611                      | 613,321,529          |
| Net income.....                    | 938,934,425    | 6,895,195      | 2,195,520                | 3,449,936                 | 3,542,533                 | 5,546,750                   | 9,620,321                     | 10,147,809                    | 15,770,858                     | 63,227,781                      | 818,537,722          |
| Deficit.....                       | 330,520,405    | 21,345,921     | 5,288,374                | 6,504,962                 | 7,448,023                 | 8,758,176                   | 14,339,891                    | 13,010,795                    | 12,839,901                     | 35,768,169                      | 205,216,193          |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item               | All industries |                          |                           |                           |                             |                               |                               |                                |                                 |                      |               |
|--------------------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|---------------|
|                                      | (1)            | (2)                      | (3)                       | (4)                       | (5)                         | (6)                           | (7)                           | (8)                            | (9)                             | (10)                 | (11)          |
| Total                                | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |               |
| <b>S corporations</b>                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |               |
| Number of businesses.....            | 3,341,606      | 829,112                  | 561,043                   | 601,851                   | 451,424                     | 375,165                       | 291,775                       | 107,685                        | 60,895                          | 52,898               | 9,757         |
| Total receipts.....                  | 4,232,565,964  | 12,854,180               | 34,707,120                | 101,156,434               | 164,133,276                 | 268,746,940                   | 453,325,584                   | 380,630,873                    | 424,509,024                     | 1,115,580,928        | 1,276,921,604 |
| Business receipts.....               | 4,152,365,102  | 3,597,273                | 33,202,688                | 98,279,601                | 161,809,980                 | 266,103,613                   | 447,091,390                   | 374,820,065                    | 417,694,515                     | 1,097,039,336        | 1,252,726,641 |
| Total business deductions.....       | 4,059,628,006  | 18,427,132               | 32,252,377                | 93,867,827                | 152,852,687                 | 253,415,301                   | 430,215,010                   | 362,019,517                    | 408,951,768                     | 1,075,338,362        | 1,232,288,025 |
| Costs of goods sold.....             | 2,576,430,390  | 1,003,537                | 6,604,580                 | 25,273,886                | 52,015,320                  | 101,557,407                   | 219,917,746                   | 198,573,154                    | 255,762,771                     | 765,637,218          | 950,084,771   |
| Salaries and wages.....              | 449,732,962    | 2,693,180                | 2,241,561                 | 11,108,682                | 23,540,794                  | 43,368,279                    | 61,680,182                    | 54,161,344                     | 48,364,801                      | 105,627,726          | 96,946,412    |
| Taxes paid.....                      | 89,222,910     | 882,553                  | 1,021,311                 | 3,358,115                 | 5,166,761                   | 8,320,861                     | 12,591,335                    | 9,335,697                      | 9,011,242                       | 20,258,226           | 19,276,809    |
| Interest paid.....                   | 37,154,873     | 984,801                  | 684,272                   | 1,614,860                 | 2,126,315                   | 3,043,574                     | 4,361,963                     | 3,489,009                      | 4,129,877                       | 8,303,782            | 8,416,420     |
| Depreciation.....                    | 82,261,523     | 1,619,617                | 2,170,167                 | 3,972,501                 | 4,251,617                   | 6,346,134                     | 9,293,270                     | 8,062,622                      | 17,792,951                      | 19,885,755           | 19,885,755    |
| Total net income (less deficit)..... | 213,681,780    | 10,414,073               | 3,251,688                 | 9,177,254                 | 12,154,281                  | 16,306,001                    | 25,688,763                    | 21,831,927                     | 17,631,789                      | 45,809,116           | 51,416,878    |
| Net income.....                      | 276,531,538    | 23,682,365               | 7,577,931                 | 14,633,194                | 17,698,025                  | 23,107,171                    | 33,835,991                    | 26,295,915                     | 22,184,262                      | 52,301,210           | 55,215,474    |
| Deficit.....                         | 62,849,757     | 13,268,292               | 4,326,233                 | 5,455,939                 | 5,543,745                   | 6,801,171                     | 8,147,228                     | 4,463,987                      | 4,552,473                       | 6,492,094            | 3,798,596     |
| <b>Partnerships</b>                  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |               |
| Number of businesses.....            | 2,375,375      | 1,284,396                | 397,461                   | 262,423                   | 147,948                     | 110,698                       | 89,675                        | 36,829                         | 20,925                          | 19,416               | 5,603         |
| Total receipts.....                  | 2,722,174,031  | 34,844,037               | 13,089,969                | 28,078,848                | 41,095,591                  | 66,570,786                    | 128,217,169                   | 117,247,715                    | 133,678,247                     | 379,353,241          | 1,779,998,339 |
| Business receipts.....               | 2,545,612,266  | 1,761,410                | 10,520,687                | 26,204,438                | 38,673,350                  | 63,232,602                    | 122,900,399                   | 111,034,012                    | 126,019,219                     | 352,565,601          | 1,692,700,488 |
| Total business deductions.....       | 2,567,688,119  | 50,400,514               | 16,259,585                | 28,891,359                | 39,209,529                  | 64,026,309                    | 119,855,057                   | 107,644,274                    | 123,627,732                     | 352,086,146          | 1,665,687,615 |
| Costs of goods sold.....             | 1,522,806,503  | 1,066,251                | 2,457,621                 | 7,701,609                 | 13,724,685                  | 23,346,755                    | 48,835,939                    | 49,629,595                     | 61,524,913                      | 198,049,000          | 1,116,470,134 |
| Salaries and wages.....              | 244,927,745    | 4,237,840                | 881,925                   | 3,246,966                 | 5,225,898                   | 9,925,742                     | 20,120,293                    | 17,110,418                     | 18,315,986                      | 41,756,140           | 124,106,537   |
| Taxes paid.....                      | 39,019,475     | 712,124                  | 310,614                   | 718,566                   | 929,196                     | 1,614,974                     | 3,028,359                     | 2,363,924                      | 2,533,191                       | 5,371,820            | 21,436,708    |
| Interest paid.....                   | 64,619,863     | 2,771,638                | 707,106                   | 895,430                   | 992,907                     | 1,778,874                     | 3,315,206                     | 2,902,624                      | 3,146,291                       | 9,677,327            | 38,432,460    |
| Depreciation.....                    | 83,564,737     | 4,004,832                | 1,320,930                 | 2,086,288                 | 2,058,925                   | 2,372,109                     | 4,328,981                     | 3,464,273                      | 3,804,011                       | 11,128,770           | 48,995,618    |
| Net income (less deficit).....       | 301,398,218    | -36,718,902              | 1,944,464                 | 11,573,255                | 11,790,856                  | 14,183,975                    | 21,169,546                    | 19,915,489                     | 24,962,215                      | 58,934,127           | 173,643,193   |
| Net income.....                      | 468,552,382    | 29,381,273               | 13,033,226                | 19,941,126                | 18,303,499                  | 22,319,789                    | 29,995,673                    | 26,000,662                     | 31,069,592                      | 74,214,039           | 204,293,504   |
| Deficit.....                         | 167,154,164    | 66,100,175               | 11,088,762                | 8,367,871                 | 6,512,643                   | 8,135,814                     | 8,826,127                     | 6,085,173                      | 6,107,377                       | 15,279,911           | 30,660,310    |
| <b>Nonfarm sole proprietorships</b>  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |               |
| Number of businesses.....            | 19,710,079     | 13,308,130               | 4,255,216                 | 1,386,675                 | 464,131                     | 199,666                       | 75,173                        | 15,213                         | 4,085                           | 1,626                | 164           |
| Total receipts.....                  | 1,050,202,446  | 92,765,579               | 214,878,166               | 212,129,044               | 160,614,412                 | 135,213,726                   | 109,652,563                   | 50,843,281                     | 26,699,964                      | 28,529,938           | 18,875,774    |
| Business receipts.....               | 1,050,202,446  | 92,765,579               | 214,878,166               | 212,129,044               | 160,614,412                 | 135,213,726                   | 109,652,563                   | 50,843,281                     | 26,699,964                      | 28,529,938           | 18,875,774    |
| Total business deductions.....       | 820,206,714    | 75,514,115               | 141,383,155               | 150,598,501               | 124,939,221                 | 110,832,376                   | 97,737,245                    | 47,750,710                     | 25,158,321                      | 27,384,887           | 18,908,182    |
| Costs of goods sold.....             | 338,376,959    | 8,155,318                | 30,452,076                | 49,581,001                | 51,481,342                  | 54,063,495                    | 58,729,618                    | 33,576,450                     | 17,582,743                      | 20,813,092           | 13,941,824    |
| Salaries and wages.....              | 95,672,919     | 993,350                  | 7,144,332                 | 18,700,772                | 21,490,154                  | 20,746,013                    | 15,273,970                    | 5,382,943                      | 2,701,369                       | 2,087,330            | 1,152,687     |
| Taxes paid.....                      | 15,179,639     | 880,935                  | 2,139,960                 | 3,310,215                 | 3,086,047                   | 2,645,408                     | 1,830,838                     | 634,882                        | 337,789                         | 236,416              | 77,150        |
| Interest paid.....                   | 10,581,245     | 1,112,308                | 2,246,085                 | 2,373,975                 | 1,752,968                   | 1,306,579                     | 951,973                       | 355,725                        | 230,402                         | 192,425              | 58,807        |
| Depreciation.....                    | 42,613,854     | 7,500,684                | 11,259,717                | 9,016,121                 | 5,772,803                   | 4,176,035                     | 2,902,200                     | 966,219                        | 504,106                         | 346,735              | 169,233       |
| Net income (less deficit).....       | 230,308,100    | 17,327,947               | 73,527,163                | 61,530,438                | 35,693,606                  | 24,424,487                    | 11,947,356                    | 3,107,472                      | 1,176,225                       | 1,176,225            | 12,227        |
| Net income.....                      | 269,089,168    | 41,999,132               | 79,409,694                | 64,410,488                | 37,390,915                  | 25,584,732                    | 12,978,850                    | 3,660,036                      | 1,922,649                       | 1,488,463            | 234,210       |
| Deficit.....                         | 38,781,068     | 24,671,185               | 5,882,531                 | 2,890,049                 | 1,697,310                   | 1,160,244                     | 1,031,493                     | 552,584                        | 361,471                         | 322,238              | 221,983       |

Footnotes at end of table.

**Table 1.—Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003—Continued**  
 [All figures are estimates based on samples—money amounts are in thousands of dollars]

| Form of business, item             | Agriculture, forestry, fishing, and hunting |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |
|------------------------------------|---|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|--|--|--|
|                                    | (12)  | (13)           | (14)                     | (15)                      | (16)                      | (17)                        | (18)                          | (19)                          | (20)                           | (21)                            | (22)                 |  |  |  |
|                                    | Total                                       | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |  |  |  |
| <b>All businesses</b>              |   |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |
| Number of businesses.....          | 529,134                                     | 339,091        | 87,716                   | 41,213                    | 24,666                    | 16,847                      | 12,046                        | 4,003                         | 1,816                          | 1,467                           | 268                  |  |  |  |
| Total receipts.....                | 168,676,661                                 | 9,941,616      | 5,218,372                | 8,168,318                 | 10,145,996                | 12,559,099                  | 19,133,634                    | 14,360,116                    | 13,280,133                     | 29,256,611                      | 46,612,965           |  |  |  |
| Business receipts.....             | 151,841,844                                 | 1,335,425      | 4,409,578                | 6,790,536                 | 8,883,762                 | 11,693,795                  | 18,245,834                    | 13,744,405                    | 12,821,366                     | 28,686,311                      | 45,230,831           |  |  |  |
| Total business deductions.....     | 168,077,418                                 | 11,885,425     | 5,034,606                | 7,826,976                 | 9,828,848                 | 12,436,570                  | 19,070,079                    | 14,243,902                    | 13,247,562                     | 28,917,008                      | 45,586,441           |  |  |  |
| Costs of goods sold.....           | 82,606,005                                  | 120,928        | 487,105                  | 1,431,704                 | 1,608,776                 | 3,814,409                   | 6,210,583                     | 7,390,685                     | 7,679,282                      | 19,407,790                      | 34,454,744           |  |  |  |
| Salaries and wages.....            | 13,206,513                                  | 649,249        | 280,849                  | 497,666                   | 1,118,050                 | 1,532,528                   | 2,625,136                     | 1,035,429                     | 1,321,199                      | 2,125,016                       | 2,041,390            |  |  |  |
| Taxes paid.....                    | 3,357,653                                   | 280,269        | 149,994                  | 227,456                   | 251,125                   | 337,919                     | 525,900                       | 248,990                       | 347,256                        | 504,158                         | 484,588              |  |  |  |
| Interest paid.....                 | 3,873,541                                   | 574,474        | 218,039                  | 279,763                   | 312,576                   | 339,385                     | 381,209                       | 266,514                       | 209,989                        | 382,734                         | 908,858              |  |  |  |
| Depreciation.....                  | 9,844,298                                   | 810,674        | 805,051                  | 805,051                   | 1,095,996                 | 979,278                     | 734,533                       | 565,888                       | 962,852                        | 1,181,219                       | 1,177,858            |  |  |  |
| Net income (less deficit).....     | 2,407,442                                   | -721,030       | 230,564                  | 340,098                   | 354,265                   | 141,106                     | 172,778                       | 120,953                       | 97,582                         | 493,266                         | 1,177,858            |  |  |  |
| Net income.....                    | 14,064,288                                  | 5,428,525      | 1,082,339                | 1,153,945                 | 883,146                   | 704,133                     | 916,742                       | 659,785                       | 488,703                        | 986,379                         | 1,750,590            |  |  |  |
| Deficit.....                       | 11,656,845                                  | 6,149,555      | 851,775                  | 813,846                   | 528,882                   | 563,026                     | 743,965                       | 538,830                       | 391,121                        | 503,113                         | 572,731              |  |  |  |
| <b>Corporations</b>                |   |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |
| Number of businesses.....          | 143,019                                     | 47,113         | 26,652                   | 23,246                    | 18,695                    | 11,690                      | 9,677                         | 3,101                         | 1,527                          | 1,119                           | 198                  |  |  |  |
| Total receipts.....                | 125,741,451                                 | 4,369,098      | 2,231,520                | 5,228,185                 | 8,084,651                 | 8,940,589                   | 15,222,510                    | 11,287,706                    | 11,234,545                     | 22,089,592                      | 37,053,055           |  |  |  |
| Business receipts.....             | 113,828,382                                 | 157,499        | 1,500,962                | 3,878,255                 | 6,845,539                 | 8,163,708                   | 14,352,304                    | 10,682,241                    | 10,866,364                     | 21,600,282                      | 35,761,228           |  |  |  |
| Total business deductions.....     | 124,462,063                                 | 4,865,206      | 2,535,207                | 5,228,421                 | 7,872,568                 | 8,701,214                   | 15,045,669                    | 11,163,721                    | 11,074,639                     | 21,824,992                      | 36,150,425           |  |  |  |
| Costs of goods sold.....           | 62,045,324                                  | 46,808         | 168,831                  | 672,063                   | 1,039,375                 | 2,694,371                   | 4,711,882                     | 6,144,610                     | 6,402,415                      | 13,915,513                      | 26,249,456           |  |  |  |
| Salaries and wages.....            | 9,817,288                                   | 569,992        | 170,853                  | 360,163                   | 750,356                   | 853,015                     | 1,900,582                     | 683,077                       | 1,034,597                      | 1,660,083                       | 1,834,569            |  |  |  |
| Taxes paid.....                    | 2,749,647                                   | 195,033        | 107,170                  | 180,320                   | 204,042                   | 255,265                     | 428,031                       | 198,637                       | 293,075                        | 432,227                         | 455,847              |  |  |  |
| Interest paid.....                 | 2,733,424                                   | 174,518        | 142,094                  | 233,265                   | 255,892                   | 253,551                     | 294,400                       | 220,413                       | 122,823                        | 267,557                         | 768,911              |  |  |  |
| Depreciation.....                  | 7,132,038                                   | 603,002        | 371,140                  | 567,015                   | 835,703                   | 641,952                     | 1,136,413                     | 552,009                       | 511,316                        | 835,418                         | 1,078,070            |  |  |  |
| Net income (less deficit) [1]..... | 2,038,464                                   | -176,811       | -263,932                 | -2,575                    | 243,246                   | 254,158                     | 268,001                       | 126,385                       | 168,273                        | 385,156                         | 1,036,563            |  |  |  |
| Net income.....                    | 6,892,206                                   | 1,004,077      | 307,788                  | 578,170                   | 690,698                   | 473,108                     | 758,595                       | 488,420                       | 387,840                        | 730,073                         | 1,473,436            |  |  |  |
| Deficit.....                       | 4,853,742                                   | 1,180,888      | 571,720                  | 580,745                   | 447,453                   | 218,950                     | 490,594                       | 362,034                       | 219,567                        | 344,917                         | 436,873              |  |  |  |
| <b>C corporations [2]</b>          |   |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |
| Number of businesses.....          | 62,014                                      | 19,819         | 9,423                    | 10,727                    | 7,944                     | 7,007                       | 4,050                         | 1,645                         | 664                            | 621                             | 113                  |  |  |  |
| Total receipts.....                | 69,485,056                                  | 2,276,652      | 1,126,612                | 2,709,004                 | 3,737,502                 | 5,430,470                   | 6,388,495                     | 6,210,218                     | 4,928,992                      | 12,377,993                      | 24,299,118           |  |  |  |
| Business receipts.....             | 61,912,322                                  | 72,163         | 579,642                  | 1,850,470                 | 2,914,996                 | 4,835,907                   | 5,956,997                     | 5,780,029                     | 4,663,114                      | 12,076,018                      | 23,182,986           |  |  |  |
| Total business deductions.....     | 68,256,405                                  | 2,209,555      | 1,032,611                | 2,650,384                 | 3,693,382                 | 5,339,241                   | 6,346,385                     | 6,219,816                     | 4,877,584                      | 12,317,599                      | 23,569,849           |  |  |  |
| Costs of goods sold.....           | 35,828,460                                  | 21,380         | 55,820                   | 305,173                   | 356,086                   | 927,499                     | 2,228,023                     | 3,149,776                     | 2,595,977                      | 8,408,559                       | 17,760,167           |  |  |  |
| Salaries and wages.....            | 5,129,624                                   | 191,712        | 64,140                   | 183,984                   | 274,973                   | 695,309                     | 760,151                       | 403,939                       | 632,154                        | 830,921                         | 1,082,341            |  |  |  |
| Taxes paid.....                    | 1,585,489                                   | 109,367        | 62,175                   | 88,866                    | 118,079                   | 183,223                     | 196,163                       | 118,306                       | 153,935                        | 238,057                         | 317,316              |  |  |  |
| Interest paid.....                 | 1,695,475                                   | 94,430         | 72,176                   | 105,578                   | 116,327                   | 163,670                     | 139,158                       | 126,291                       | 60,850                         | 160,215                         | 656,779              |  |  |  |
| Depreciation.....                  | 3,823,203                                   | 300,956        | 111,803                  | 248,378                   | 472,778                   | 465,893                     | 468,258                       | 360,953                       | 191,295                        | 451,294                         | 751,596              |  |  |  |
| Net income (less deficit).....     | 1,304,435                                   | 65,333         | 92,903                   | 57,012                    | 43,203                    | 91,084                      | 41,860                        | -35,306                       | 50,847                         | 59,810                          | 837,688              |  |  |  |
| Net income.....                    | 3,118,749                                   | 399,091        | 184,619                  | 212,730                   | 190,377                   | 213,706                     | 190,111                       | 213,493                       | 137,162                        | 253,645                         | 1,123,814            |  |  |  |
| Deficit.....                       | 1,814,314                                   | 333,758        | 91,717                   | 155,718                   | 147,174                   | 122,622                     | 148,250                       | 248,799                       | 86,315                         | 193,835                         | 286,126              |  |  |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item               | Agriculture, forestry, fishing, and hunting |           |           |           |           |           |           |           |            |           |            |
|--------------------------------------|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|-----------|------------|
|                                      | (12)  | (13)      | (14)      | (15)      | (16)      | (17)      | (18)      | (19)      | (20)       | (21)      | (22)       |
| <b>S corporations</b>                |   |           |           |           |           |           |           |           |            |           |            |
| Number of businesses.....            | 81,005                                      | 17,229    | 12,519    | 10,751    | 4,682     | 5,627     | 1,456     | 863       | 498        |           | 85         |
| Total receipts.....                  | 56,256,395                                  | 1,104,908 | 2,519,181 | 4,347,149 | 8,834,015 | 8,834,015 | 5,077,488 | 6,305,553 | 9,711,599  | 9,711,599 | 12,753,937 |
| Business receipts.....               | 51,916,059                                  | 921,320   | 2,027,784 | 3,930,542 | 3,327,801 | 8,395,307 | 4,902,212 | 6,203,251 | 9,524,264  | 9,524,264 | 12,598,241 |
| Total business deductions.....       | 56,205,658                                  | 2,655,652 | 2,578,037 | 4,179,186 | 3,361,974 | 8,699,285 | 4,943,906 | 6,197,055 | 9,507,373  | 9,507,373 | 12,580,576 |
| Costs of goods sold.....             | 26,216,864                                  | 113,011   | 366,890   | 683,290   | 1,766,872 | 2,483,860 | 2,994,834 | 3,806,438 | 5,506,953  | 5,506,953 | 8,469,289  |
| Salaries and wages.....              | 4,687,664                                   | 378,280   | 106,713   | 166,179   | 475,383   | 157,706   | 279,138   | 402,443   | 829,162    | 829,162   | 752,228    |
| Taxes paid.....                      | 1,164,158                                   | 44,995    | 91,454    | 85,963    | 72,042    | 231,868   | 80,331    | 139,139   | 194,170    | 194,170   | 138,531    |
| Interest paid.....                   | 1,037,949                                   | 80,088    | 127,687   | 139,565   | 89,881    | 155,242   | 94,122    | 61,973    | 107,342    | 107,342   | 112,131    |
| Depreciation.....                    | 3,308,835                                   | 302,047   | 318,637   | 362,924   | 176,059   | 668,156   | 91,056    | 320,021   | 384,124    | 384,124   | 326,474    |
| Total net income (less deficit)..... | 734,029                                     | -242,144  | -59,587   | 200,043   | 163,074   | 163,074   | 161,691   | 117,426   | 325,346    | 325,346   | 198,875    |
| Net income.....                      | 3,773,457                                   | 604,986   | 123,169   | 365,440   | 500,321   | 259,402   | 274,927   | 250,678   | 476,428    | 476,428   | 349,622    |
| Deficit.....                         | 3,039,428                                   | 847,130   | 425,027   | 300,278   | 96,328    | 342,344   | 113,235   | 133,252   | 151,082    | 151,082   | 150,748    |
| <b>Partnerships</b>                  |   |           |           |           |           |           |           |           |            |           |            |
| Number of businesses.....            | 121,878                                     | 4,037     | 1,899     | 1,134     | 1,686     | 1,012     | 476       | 209       | 299        |           | 70         |
| Total receipts.....                  | 27,493,936                                  | 314,375   | 365,835   | 399,797   | 1,215,927 | 1,746,757 | 1,667,133 | 1,516,213 | 6,259,021  | 6,259,021 | 9,559,910  |
| Business receipts.....               | 22,572,188                                  | 236,139   | 337,983   | 376,675   | 1,127,504 | 1,729,363 | 1,656,887 | 1,425,627 | 6,178,031  | 6,178,031 | 9,449,603  |
| Total business deductions.....       | 28,803,453                                  | 5,430,642 | 445,202   | 409,420   | 1,384,653 | 1,878,704 | 1,672,428 | 1,651,729 | 6,171,372  | 6,171,372 | 9,436,016  |
| Costs of goods sold.....             | 15,743,050                                  | * 21,472  | 97,922    | 142,411   | 252,793   | 705,966   | * 424,097 | 998,265   | 4,874,910  | 4,874,910 | 8,205,288  |
| Salaries and wages.....              | 1,643,649                                   | * 19,927  | 52,720    | * 41,926  | 237,527   | 348,725   | 135,847   | 129,222   | 388,867    | 388,867   | 206,821    |
| Taxes paid.....                      | 336,824                                     | 65,935    | 9,715     | 10,069    | 32,255    | 49,873    | 25,614    | 39,878    | 60,978     | 60,978    | 28,741     |
| Interest paid.....                   | 888,499                                     | 366,727   | 19,670    | 18,691    | 54,564    | 59,537    | 35,577    | 81,293    | 102,592    | 102,592   | 139,947    |
| Depreciation.....                    | 952,917                                     | 215,049   | 61,358    | 42,842    | 110,307   | 121,875   | 124,425   | 33,568    | 96,818     | 96,818    | 103,149    |
| Net income (less deficit).....       | -288,967                                    | -2,464    | -78,344   | -3,695    | -164,932  | -113,684  | -2,956    | -78,872   | 120,756    | 120,756   | 141,295    |
| Net income.....                      | 5,193,172                                   | 4,071,296 | * 59,149  | * 36,011  | 82,896    | 139,215   | 84,531    | 256,921   | 277,154    | 277,154   | 277,154    |
| Deficit.....                         | 5,482,138                                   | 4,177,368 | 137,493   | * 39,706  | 259,342   | 196,580   | * 142,170 | 163,403   | 136,165    | 136,165   | 135,658    |
| <b>Nonfarm sole proprietorships</b>  |   |           |           |           |           |           |           |           |            |           |            |
| Number of businesses.....            | 180,923                                     | 57,027    | 16,068    | 4,837     | 3,471     | 1,357     | 426       | 80        | ** 49      | **        | **         |
| Total receipts.....                  | 264,237                                     | 180,923   | 16,068    | 4,837     | 3,471     | 1,357     | 426       | 80        | ** 49      | **        | **         |
| Business receipts.....               | 15,441,274                                  | 1,123,550 | 2,672,477 | 2,574,298 | 2,402,583 | 2,164,167 | 1,405,277 | 529,375   | ** 907,998 | **        | **         |
| Total business deductions.....       | 14,811,902                                  | 1,589,577 | 2,176,112 | 2,153,353 | 2,350,703 | 2,145,706 | 1,407,753 | 521,194   | ** 920,644 | **        | **         |
| Costs of goods sold.....             | 4,817,631                                   | 296,802   | 661,719   | 426,990   | 867,245   | 792,735   | 821,978   | 278,602   | ** 617,367 | **        | **         |
| Salaries and wages.....              | 1,745,576                                   | 63,660    | 84,783    | 325,768   | 441,986   | 375,829   | 216,505   | 157,380   | ** 76,066  | **        | **         |
| Taxes paid.....                      | 251,182                                     | 19,301    | 29,058    | 37,421    | 50,399    | 24,739    | 14,303    | 14,303    | ** 10,953  | **        | **         |
| Interest paid.....                   | 33,229                                      | 56,275    | 36,597    | 37,993    | 31,270    | 27,272    | 10,524    | 5,873     | ** 12,585  | **        | **         |
| Depreciation.....                    | 1,759,343                                   | 417,181   | 176,678   | 217,451   | 227,019   | 215,286   | 58,099    | 20,984    | ** 30,616  | **        | **         |
| Net income (less deficit).....       | 657,945                                     | -438,147  | 496,960   | 114,714   | 51,880    | -2,476    | 8,181     | -2,476    | ** -12,646 | **        | **         |
| Net income.....                      | 1,979,910                                   | 682,961   | 516,626   | 156,437   | 136,615   | 75,251    | 32,150    | 16,332    | ** 9,385   | **        | **         |
| Deficit.....                         | 1,320,965                                   | 791,299   | 95,608    | 41,723    | 84,734    | 56,791    | 34,626    | 8,151     | ** 22,031  | **        | **         |

Footnotes at end of table.

**Table 1.—Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003—Continued**  
 [All figures are estimates based on samples—money amounts are in thousands of dollars]

| Form of business, item             | Mining      |           |           |           |           |           |           |           |           |            |             |  |  |
|------------------------------------|-------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|-------------|--|--|
|                                    | (23)        | (24)      | (25)      | (26)      | (27)      | (28)      | (29)      | (30)      | (31)      | (32)       | (33)        |  |  |
| <b>All businesses</b>              |             |           |           |           |           |           |           |           |           |            |             |  |  |
| Number of businesses.....          | 185,670     | 112,777   | 35,543    | 15,283    | 7,366     | 4,861     | 5,398     | 2,280     | 664       | 1,098      | 401         |  |  |
| Total receipts.....                | 276,452,553 | 2,972,876 | 2,222,024 | 2,622,428 | 2,704,136 | 3,715,072 | 8,389,984 | 8,714,009 | 5,268,408 | 23,367,983 | 216,277,299 |  |  |
| Business receipts.....             | 255,788,731 | 521,972   | 1,984,974 | 2,415,931 | 2,542,464 | 3,412,830 | 7,835,456 | 8,337,684 | 4,686,984 | 21,778,661 | 202,093,342 |  |  |
| Total business deductions.....     | 249,881,634 | 5,336,219 | 1,686,854 | 2,359,487 | 2,499,488 | 3,324,800 | 7,156,225 | 7,756,065 | 4,167,890 | 20,153,948 | 195,223,116 |  |  |
| Costs of goods sold.....           | 137,809,866 | 98,934    | 245,209   | 228,411   | 532,714   | 621,237   | 2,220,864 | 2,836,403 | 1,410,078 | 10,133,812 | 119,351,059 |  |  |
| Salaries and wages.....            | 12,560,270  | 192,934   | 88,878    | 184,658   | 242,463   | 301,348   | 640,174   | 871,654   | 284,567   | 1,121,934  | 8,628,816   |  |  |
| Taxes paid.....                    | 7,242,972   | 172,454   | 57,083    | 81,240    | 102,050   | 138,316   | 302,977   | 315,807   | 180,601   | 650,682    | 5,239,800   |  |  |
| Interest paid.....                 | 10,586,896  | 253,361   | 63,268    | 38,788    | 55,488    | 78,248    | 88,325    | 153,434   | 128,473   | 484,774    | 9,259,152   |  |  |
| Depreciation.....                  | 18,129,918  | 953,702   | 149,636   | 259,108   | 183,652   | 301,174   | 374,132   | 557,040   | 376,982   | 1,532,760  | 13,404,727  |  |  |
| Net income (less deficit).....     | 30,950,024  | -499,224  | 612,735   | 415,113   | 323,464   | 493,233   | 1,346,813 | 1,032,783 | 1,209,049 | 3,487,249  | 22,547,917  |  |  |
| Net income.....                    | 42,777,160  | 3,480,965 | 895,891   | 737,525   | 683,304   | 772,697   | 1,766,068 | 1,391,082 | 1,379,288 | 4,716,475  | 26,943,867  |  |  |
| Deficit.....                       | 11,827,138  | 3,990,189 | 283,156   | 322,411   | 359,840   | 279,465   | 4,192,255 | 358,299   | 170,237   | 1,229,227  | 4,395,951   |  |  |
| <b>Corporations</b>                |             |           |           |           |           |           |           |           |           |            |             |  |  |
| Number of businesses.....          | 30,252      | 9,911     | 4,999     | 4,076     | 2,581     | 2,564     | 3,564     | 1,313     | 285       | 891        | 269         |  |  |
| Total receipts.....                | 194,190,254 | 1,229,872 | 552,572   | 872,296   | 1,029,337 | 1,970,875 | 5,470,916 | 5,307,799 | 2,423,724 | 14,660,949 | 160,671,914 |  |  |
| Business receipts.....             | 178,319,223 | 26,683    | 336,962   | 679,898   | 899,282   | 1,810,230 | 5,017,991 | 4,991,140 | 1,979,224 | 13,507,832 | 149,069,982 |  |  |
| Total business deductions.....     | 184,237,912 | 1,254,860 | 392,377   | 822,073   | 955,429   | 1,855,329 | 4,811,035 | 5,136,509 | 2,095,077 | 13,445,725 | 153,469,433 |  |  |
| Costs of goods sold.....           | 98,177,788  | 24,134    | 37,769    | 34,767    | 160,873   | 332,507   | 1,507,568 | 1,729,409 | 712,609   | 6,950,253  | 86,667,898  |  |  |
| Salaries and wages.....            | 10,864,158  | 173,869   | 61,974    | 108,037   | 95,380    | 207,442   | 501,289   | 730,164   | 184,587   | 779,611    | 8,021,826   |  |  |
| Taxes paid.....                    | 5,332,444   | 29,846    | 19,439    | 38,995    | 55,618    | 90,070    | 214,080   | 223,869   | 93,079    | 459,344    | 4,108,105   |  |  |
| Interest paid.....                 | 9,240,463   | 57,793    | 26,818    | 11,250    | 35,818    | 53,631    | 51,733    | 109,765   | 68,791    | 342,945    | 8,481,921   |  |  |
| Depreciation.....                  | 13,295,938  | 26,972    | 41,570    | 61,516    | 66,582    | 175,756   | 261,407   | 351,281   | 163,722   | 1,063,767  | 11,093,363  |  |  |
| Net income (less deficit) [1]..... | 11,523,401  | 207,754   | 165,347   | 62,601    | 129,188   | 179,588   | 684,402   | 196,588   | 395,838   | 1,343,769  | 8,243,484   |  |  |
| Net income.....                    | 18,061,973  | 878,105   | 188,070   | 202,332   | 224,859   | 302,663   | 988,246   | 465,493   | 505,452   | 1,997,004  | 12,309,749  |  |  |
| Deficit.....                       | 6,538,572   | 670,351   | 22,723    | 139,730   | 130,449   | 173,475   | 303,844   | 268,906   | 109,614   | 653,215    | 4,066,266   |  |  |
| <b>C corporations [2]</b>          |             |           |           |           |           |           |           |           |           |            |             |  |  |
| Number of businesses.....          | 13,560      | 4,547     | 1,980     | 2,573     | 1,203     | 810       | 1,172     | 572       | 141       | 341        | 219         |  |  |
| Total receipts.....                | 170,764,249 | 880,644   | 312,612   | 516,688   | 549,047   | 635,241   | 2,175,907 | 2,339,372 | 1,325,555 | 8,308,098  | 153,721,086 |  |  |
| Business receipts.....             | 156,466,115 | 15,607    | 137,878   | 418,530   | 423,635   | 580,108   | 1,913,564 | 2,081,048 | 975,591   | 7,454,321  | 142,466,033 |  |  |
| Total business deductions.....     | 164,812,666 | 1,059,376 | 239,294   | 538,449   | 611,344   | 685,159   | 2,128,166 | 2,447,947 | 1,270,349 | 8,068,195  | 147,774,387 |  |  |
| Costs of goods sold.....           | 88,908,654  | 22,833    | 34,613    | 23,413    | 84,137    | 122,768   | 546,090   | 972,501   | 338,413   | 3,520,654  | 83,243,232  |  |  |
| Salaries and wages.....            | 9,225,315   | 165,809   | 26,248    | 84,761    | 54,057    | 88,439    | 236,760   | 217,649   | 141,085   | 454,081    | 7,757,426   |  |  |
| Taxes paid.....                    | 4,579,390   | 22,592    | 10,800    | 20,600    | 35,399    | 39,009    | 91,889    | 106,710   | 47,812    | 278,038    | 3,926,542   |  |  |
| Interest paid.....                 | 8,857,586   | 51,037    | 15,601    | 10,233    | 23,384    | 28,953    | 28,953    | 49,865    | 51,711    | 274,636    | 8,334,584   |  |  |
| Depreciation.....                  | 11,897,026  | 19,604    | 21,876    | 29,968    | 43,396    | 45,381    | 145,266   | 162,329   | 87,407    | 655,580    | 10,686,218  |  |  |
| Net income (less deficit).....     | 6,700,433   | -181,059  | 70,691    | -21,761   | -62,864   | -50,073   | 49,609    | -108,620  | 55,132    | 280,877    | 6,668,501   |  |  |
| Net income.....                    | 12,560,125  | 279,467   | 92,120    | 41,912    | 42,488    | 36,065    | 234,381   | 121,941   | 137,833   | 860,473    | 10,713,445  |  |  |
| Deficit.....                       | 5,859,692   | 460,526   | 21,429    | 63,673    | 105,353   | 86,138    | 184,772   | 230,561   | 82,701    | 579,596    | 4,044,943   |  |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Mining         |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
|--------------------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|------|
|                                      | (23)           | (24)                     | (25)                      | (26)                      | (27)                        | (28)                          | (29)                          | (30)                           | (31)                            | (32)                 | (33) |
| Total                                | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |      |
| <b>S corporations</b>                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
| Number of businesses.....            | 16,682         | 3,019                    | 1,503                     | 1,378                     | 1,753                       | 2,392                         | 740                           | 144                            | 350                             | 50                   |      |
| Total receipts.....                  | 23,426,004     | 239,960                  | 355,608                   | 480,291                   | 1,335,633                   | 3,295,009                     | 2,968,426                     | 1,088,169                      | 6,352,852                       | 6,950,828            |      |
| Business receipts.....               | 21,853,108     | 199,084                  | 281,368                   | 475,647                   | 1,230,122                   | 3,104,627                     | 2,910,091                     | 1,003,633                      | 6,053,511                       | 6,603,949            |      |
| Total business deductions.....       | 19,425,247     | 195,484                  | 283,624                   | 344,148                   | 1,170,171                   | 2,682,869                     | 2,688,562                     | 824,728                        | 5,387,530                       | 5,695,046            |      |
| Costs of goods sold.....             | 9,269,133      | * 1,300                  | * 11,354                  | * 76,736                  | * 209,739                   | 961,478                       | 756,909                       | 374,196                        | 3,429,599                       | 3,444,666            |      |
| Salaries and wages.....              | 1,638,843      | 8,060                    | * 35,726                  | * 41,324                  | 119,002                     | 265,508                       | 512,515                       | 43,502                         | 325,529                         | 264,400              |      |
| Taxes paid.....                      | 753,054        | 8,639                    | 18,395                    | 20,219                    | 51,061                      | 122,191                       | 117,159                       | 45,267                         | 181,306                         | 181,563              |      |
| Interest paid.....                   | 382,878        | 6,756                    | * 11,217                  | * 12,434                  | 34,048                      | 24,780                        | 59,900                        | 17,080                         | 68,309                          | 147,337              |      |
| Depreciation.....                    | 1,398,911      | 7,368                    | * 19,694                  | 23,185                    | 130,375                     | 116,141                       | 188,952                       | 76,316                         | 398,187                         | 407,145              |      |
| Total net income (less deficit)..... | 4,822,968      | 94,657                   | 84,363                    | 157,274                   | 179,261                     | 634,793                       | 305,208                       | 340,706                        | 1,062,912                       | 1,574,982            |      |
| Net income.....                      | 5,501,848      | 598,638                  | 95,950                    | 160,420                   | 266,598                     | 753,865                       | 343,552                       | 367,619                        | 1,136,531                       | 1,596,305            |      |
| Deficit.....                         | 678,880        | 209,825                  | 1,293                     | * 76,057                  | * 25,096                    | 119,073                       | 38,345                        | 26,913                         | 73,619                          | 21,322               |      |
| <b>Partnerships</b>                  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
| Number of businesses.....            | 28,060         | 15,415                   | 3,176                     | 1,235                     | 1,213                       | 952                           | 738                           | 332                            | 380                             | 132                  |      |
| Total receipts.....                  | 74,128,683     | 1,283,895                | 271,558                   | 482,024                   | 952,349                     | 1,635,849                     | 2,601,832                     | 2,535,376                      | 8,185,755                       | 55,605,985           |      |
| Business receipts.....               | 69,936,092     | 36,180                   | 560,760                   | 450,407                   | 810,752                     | 1,534,346                     | 2,542,166                     | 2,398,452                      | 7,749,550                       | 53,023,360           |      |
| Total business deductions.....       | 58,380,748     | 3,383,566                | 504,448                   | 473,941                   | 746,384                     | 1,265,706                     | 1,901,588                     | 1,769,581                      | 6,244,904                       | 41,753,883           |      |
| Costs of goods sold.....             | 38,016,380     | * 5,231                  | 98,078                    | 109,773                   | 133,144                     | 404,312                       | 834,992                       | 637,768                        | 3,097,546                       | 32,663,161           |      |
| Salaries and wages.....              | 1,321,877      | * 11,571                 | * 12,245                  | * 27,439                  | * 71,139                    | 81,300                        | * 105,916                     | 65,810                         | 314,285                         | 606,990              |      |
| Taxes paid.....                      | 1,681,748      | 129,440                  | 8,628                     | 17,941                    | 18,545                      | 43,795                        | 72,020                        | 74,501                         | 175,417                         | 1,131,695            |      |
| Interest paid.....                   | 1,240,292      | 187,096                  | * 27,167                  | * 3,932                   | * 9,270                     | * 21,675                      | 34,702                        | 53,373                         | 116,372                         | 777,231              |      |
| Depreciation.....                    | 4,188,151      | 863,445                  | 35,957                    | 35,783                    | 71,480                      | 44,778                        | 163,260                       | 186,064                        | 444,216                         | 2,311,364            |      |
| Net income (less deficit).....       | 18,551,660     | -469,373                 | 7,033                     | 106,333                   | 295,088                     | 458,716                       | 749,785                       | 803,914                        | 2,085,500                       | 14,304,433           |      |
| Net income.....                      | 22,994,866     | 2,437,793                | 154,509                   | 256,868                   | 360,433                     | 541,155                       | 813,748                       | 839,036                        | 2,639,483                       | 14,634,118           |      |
| Deficit.....                         | 4,443,207      | 2,907,166                | * 147,477                 | * 150,535                 | * 65,346                    | * 82,439                      | * 63,962                      | 35,121                         | 553,983                         | 329,685              |      |
| <b>Nonfarm sole proprietorships</b>  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
| Number of businesses.....            | 127,358        | 87,451                   | 26,058                    | 8,031                     | 3,550                       | 882                           | 229                           | 47                             | ** 27                           | **                   |      |
| Total receipts.....                  | 8,133,416      | 459,109                  | 1,397,894                 | 1,175,273                 | 1,192,775                   | 1,283,119                     | 804,378                       | 309,308                        | ** 521,279                      | **                   |      |
| Business receipts.....               | 8,133,416      | 459,109                  | 1,397,894                 | 1,175,273                 | 1,192,775                   | 1,283,119                     | 804,378                       | 309,308                        | ** 521,279                      | **                   |      |
| Total business deductions.....       | 7,262,974      | 697,793                  | 957,531                   | 1,032,966                 | 1,070,054                   | 1,079,484                     | 717,968                       | 303,232                        | ** 463,319                      | **                   |      |
| Costs of goods sold.....             | 1,615,698      | 69,569                   | 175,065                   | 262,068                   | 155,586                     | 308,984                       | 272,002                       | 59,701                         | ** 86,013                       | **                   |      |
| Salaries and wages.....              | 374,235        | 7,494                    | 14,659                    | 119,644                   | 22,767                      | 57,605                        | 35,574                        | 14,170                         | ** 28,038                       | **                   |      |
| Taxes paid.....                      | 228,780        | 13,168                   | 29,016                    | 24,304                    | 36,666                      | 45,102                        | 19,918                        | 13,021                         | ** 15,921                       | **                   |      |
| Interest paid.....                   | 106,141        | 8,472                    | 9,283                     | 18,064                    | 15,738                      | 14,917                        | 8,967                         | 6,309                          | ** 5,457                        | **                   |      |
| Depreciation.....                    | 645,829        | 63,285                   | 72,109                    | 165,789                   | 153,447                     | 67,947                        | 42,499                        | 27,196                         | ** 34,777                       | **                   |      |
| Net income (less deficit).....       | 874,963        | -237,605                 | 440,355                   | 142,280                   | 122,721                     | 203,695                       | 86,410                        | 9,297                          | ** 57,960                       | **                   |      |
| Net income.....                      | 1,720,321      | 175,067                  | 553,312                   | 217,469                   | 201,577                     | 236,667                       | 111,841                       | 34,800                         | ** 79,988                       | **                   |      |
| Deficit.....                         | 845,359        | 412,672                  | 112,956                   | 75,189                    | 78,856                      | 32,972                        | 25,431                        | 25,502                         | ** 22,029                       | **                   |      |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Utilities     |                           |  |   |   |   |   |   |  |   |                                    |
|------------------------------------|---------------|---------------------------|--|---|---|---|---|---|--|---|------------------------------------|
|                                    | Total<br>(34) | Under<br>\$25,000<br>(35) | \$25,000<br>under<br>\$100,000<br>(36) | \$100,000<br>under<br>\$250,000<br>(37) | \$250,000<br>under<br>\$500,000<br>(38) | \$500,000<br>under<br>\$1,000,000<br>(39) | \$1,000,000<br>under<br>\$2,500,000<br>(40) | \$2,500,000<br>under<br>\$5,000,000<br>(41) | \$5,000,000<br>under<br>\$10,000,000<br>(42) | \$10,000,000<br>under<br>\$50,000,000<br>(43) | \$50,000,000<br>or<br>more<br>(44) |
| <b>All businesses</b>              |               |                           |  |   |   |   |   |   |  |   |                                    |
| Number of businesses.....          | 20,523        | 10,353                    | 3,238                                  | 3,249                                   | 1,099                                   | 1,094                                     | 376   | 221   | 145  | 279   | 403                                |
| Total receipts.....                | 715,189,885   | 2,564,574                 | 204,417                                | 543,980                                 | 394,557                                 | 772,831                                   | 526,164                                     | 892,235                                     | 1,207,788                                    | 7,748,956                                     | 700,295,508                        |
| Business receipts.....             | 674,145,932   | 81,128                    | 186,945                                | 487,802                                 | 393,686                                 | 740,384                                   | 476,812                                     | 829,860                                     | 1,093,717                                    | 7,397,921                                     | 662,457,678                        |
| Total business deductions.....     | 719,369,218   | 3,406,154                 | 297,597                                | 606,323                                 | 573,668                                 | 814,070                                   | 703,952                                     | 754,622                                     | 1,348,218                                    | 7,919,336                                     | 702,945,276                        |
| Costs of goods sold.....           | 446,566,621   | 15,613                    | 32,563                                 | 35,472                                  | 36,446                                  | 294,598                                   | 200,780                                     | 283,054                                     | 477,841                                      | 3,188,278                                     | 442,001,977                        |
| Salaries and wages.....            | 25,146,153    | 241,737                   | 7,863                                  | 53,745                                  | 24,671                                  | 68,552                                    | 41,615                                      | 53,411                                      | 103,432                                      | 730,981                                       | 23,820,148                         |
| Taxes paid.....                    | 19,737,234    | 81,546                    | 3,100                                  | 25,392                                  | 18,237                                  | 54,626                                    | 22,299                                      | 30,659                                      | 44,605                                       | 181,247                                       | 19,275,523                         |
| Interest paid.....                 | 42,258,723    | 268,065                   | 4,234                                  | 26,675                                  | 20,034                                  | 17,565                                    | 64,862                                      | 56,464                                      | 134,581                                      | 801,294                                       | 40,864,950                         |
| Depreciation.....                  | 50,061,972    | 786,612                   | 123,988                                | 148,155                                 | 194,872                                 | 61,273                                    | 199,282                                     | 245,591                                     | 1,175,616                                    | 47,050,066                                    |                                    |
| Net income (less deficit).....     | -3,108,884    | -763,905                  | -93,130                                | -62,601                                 | -127,235                                | -36,518                                   | -177,531                                    | 138,937                                     | -138,745                                     | -130,926                                      | -1,717,231                         |
| Net income.....                    | 20,257,259    | 730,946                   | 26,571                                 | 79,104                                  | 111,645                                 | 63,281                                    | 49,149                                      | 171,961                                     | 75,104                                       | 848,853                                       | 18,100,643                         |
| Deficit.....                       | 23,366,143    | 1,494,851                 | 119,700                                | 141,704                                 | 238,880                                 | 99,799                                    | 226,679                                     | 33,024                                      | 213,849                                      | 979,779                                       | 19,817,874                         |
| <b>Corporations</b>                |               |                           |  |   |   |   |   |   |  |   |                                    |
| Number of businesses.....          | 8,504         | 1,982                     | 1,719                                  | 2,067                                   | 876                                     | 1,094                                     | 266   | 144   | 70   | 95  | 192                                |
| Total receipts.....                | 560,857,066   | 1,709,920                 | 104,760                                | 411,458                                 | 313,149                                 | 772,831                                   | 353,852                                     | 610,128                                     | 546,249                                      | 2,680,314                                     | 553,354,405                        |
| Business receipts.....             | 521,884,927   | 11,510                    | 87,319                                 | 357,676                                 | 274,324                                 | 740,384                                   | 335,755                                     | 547,753                                     | 506,361                                      | 2,463,732                                     | 516,560,113                        |
| Total business deductions.....     | 566,004,187   | 2,816,872                 | 105,476                                | 420,981                                 | 270,512                                 | 814,070                                   | 343,863                                     | 598,006                                     | 543,644                                      | 2,584,377                                     | 557,506,385                        |
| Costs of goods sold.....           | 324,140,437   | 13,179                    | 5,467                                  | 33,817                                  | 17,747                                  | 294,598                                   | 125,179                                     | 237,334                                     | 241,366                                      | 1,109,680                                     | 322,062,070                        |
| Salaries and wages.....            | 23,665,518    | 241,066                   | 7,863                                  | 53,617                                  | 19,679                                  | 68,552                                    | 41,615                                      | 52,266                                      | 51,250                                       | 258,334                                       | 22,871,277                         |
| Taxes paid.....                    | 18,920,930    | 81,109                    | 2,506                                  | 21,083                                  | 12,382                                  | 54,626                                    | 21,598                                      | 26,092                                      | 31,905                                       | 91,288  | 18,578,341                         |
| Interest paid.....                 | 38,760,041    | 162,850                   | 973                                    | 17,281                                  | 11,988                                  | 17,565                                    | 16,068                                      | 43,668                                      | 27,621                                       | 152,713                                       | 38,309,314                         |
| Depreciation.....                  | 45,565,094    | 736,754                   | 21,530                                 | 32,854                                  | 36,630                                  | 61,273                                    | 25,940                                      | 65,851                                      | 46,103                                       | 261,404                                       | 44,276,856                         |
| Net income (less deficit) [1]..... | -4,710,442    | -1,104,782                | -716                                   | -9,829                                  | 54,100                                  | -36,518                                   | 10,062                                      | 13,021                                      | 2,951  | 97,671  | -3,736,403                         |
| Net income.....                    | 14,483,083    | 57,648                    | 12,909                                 | 33,402                                  | 84,693                                  | 63,281                                    | 23,583                                      | 46,045                                      | 32,281                                       | 237,279                                       | 13,891,961                         |
| Deficit.....                       | 19,193,525    | 1,162,430                 | 13,625                                 | 43,231                                  | 30,593                                  | 99,799                                    | 13,521                                      | 33,024                                      | 29,330                                       | 139,608                                       | 17,628,364                         |
| <b>C corporations [2]</b>          |               |                           |  |   |   |   |   |   |  |   |                                    |
| Number of businesses.....          | 5,572         | ** 3,227                  | **                                     | ** 1,437                                | **                                      | 304                                       | 146   | 133   | 63   | 84  | 179                                |
| Total receipts.....                | 555,335,436   | ** 1,770,197              | **                                     | ** 432,496                              | **                                      | 260,438                                   | 219,382                                     | 549,643                                     | 495,745                                      | 2,406,479                                     | 549,201,055                        |
| Business receipts.....             | 516,482,045   | ** 96,931                 | **                                     | ** 350,087                              | **                                      | 236,148                                   | 203,071                                     | 505,241                                     | 456,551                                      | 2,202,567                                     | 512,431,450                        |
| Total business deductions.....     | 560,677,456   | ** 2,912,945              | **                                     | ** 449,950                              | **                                      | 275,200                                   | 221,746                                     | 552,682                                     | 496,187                                      | 2,333,326                                     | 553,435,420                        |
| Costs of goods sold.....           | 319,808,752   | ** 18,646                 | **                                     | ** 22,590                               | **                                      | 21,467                                    | 70,401                                      | 232,994                                     | 229,501                                      | 948,000                                       | 318,265,153                        |
| Salaries and wages.....            | 23,488,729    | ** 248,602                | **                                     | ** 52,771                               | **                                      | 37,413                                    | 20,864                                      | 45,034                                      | 40,414                                       | 245,869                                       | 22,797,762                         |
| Taxes paid.....                    | 18,856,620    | ** 83,474                 | **                                     | ** 24,203                               | **                                      | 27,018                                    | 17,350                                      | 20,233                                      | 30,454                                       | 85,784  | 18,568,104                         |
| Interest paid.....                 | 38,698,399    | ** 163,355                | **                                     | ** 17,531                               | **                                      | 6,870                                     | 15,731                                      | 25,337                                      | 134,120                                      | 38,298,342                                    |                                    |
| Depreciation.....                  | 45,439,484    | ** 757,738                | **                                     | ** 39,528                               | **                                      | 28,296                                    | 21,005                                      | 56,813                                      | 39,087                                       | 245,444                                       | 44,251,575                         |
| Net income (less deficit).....     | -4,923,188    | ** -1,142,178             | **                                     | ** -17,760                              | **                                      | -14,782                                   | -2,640                                      | -3,871                                      | -442   | 72,516  | -3,814,030                         |
| Net income.....                    | 14,125,843    | ** 25,717                 | **                                     | ** 33,877                               | **                                      | 7,761                                     | 10,881                                      | 26,735                                      | 24,319                                       | 197,685                                       | 13,798,869                         |
| Deficit.....                       | 19,049,031    | ** 1,167,894              | **                                     | ** 51,637                               | **                                      | 22,544                                    | 13,521                                      | 30,606                                      | 24,761                                       | 125,168                                       | 17,612,900                         |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

| Form of business, item               | Utilities      |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
|--------------------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|-------------|
|                                      | (34)           | (35)                     | (36)                      | (37)                      | (38)                        | (39)                          | (40)                          | (41)                           | (42)                            | (43)                 | (44)        |
| Total                                | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |             |
| <b>S corporations</b>                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 2,932          | ** 474                   | **                        | **                        | **                          | **                            | **                            | 11                             | 7                               | 11                   | 13          |
| Total receipts.....                  | 5,521,630      | ** 41,813                | **                        | **                        | **                          | **                            | **                            | 273,835                        | 50,504                          | 273,835              | 4,153,350   |
| Business receipts.....               | 5,402,882      | ** 1,842                 | **                        | **                        | **                          | **                            | **                            | 261,165                        | 49,810                          | 261,165              | 4,128,663   |
| Total business deductions.....       | 5,326,731      | ** 8,677                 | **                        | **                        | **                          | **                            | **                            | 251,052                        | 47,457                          | 251,052              | 4,070,965   |
| Costs of goods sold.....             | 4,331,685      | **                       | **                        | **                        | **                          | **                            | **                            | 161,679                        | 11,865                          | 161,679              | 3,796,917   |
| Salaries and wages.....              | 176,789        | ** 23                    | **                        | **                        | **                          | **                            | **                            | 12,465                         | 10,836                          | 12,465               | 73,515      |
| Taxes paid.....                      | 64,310         | ** 141                   | **                        | **                        | **                          | **                            | **                            | 5,503                          | 1,451                           | 5,503                | 10,237      |
| Interest paid.....                   | 61,642         | ** 468                   | **                        | **                        | **                          | **                            | **                            | 18,593                         | 2,284                           | 18,593               | 10,972      |
| Depreciation.....                    | 125,610        | ** 541                   | **                        | **                        | **                          | **                            | **                            | 15,960                         | 7,016                           | 15,960               | 25,281      |
| Total net income (less deficit)..... | 212,746        | ** 34,736                | **                        | **                        | **                          | **                            | **                            | 25,155                         | 3,393                           | 25,155               | 77,628      |
| Net income.....                      | 357,240        | ** 42,897                | **                        | **                        | **                          | **                            | **                            | 39,594                         | 7,962                           | 39,594               | 93,092      |
| Deficit.....                         | 144,494        | ** 8,161                 | **                        | **                        | **                          | **                            | **                            | 14,439                         | 4,569                           | 14,439               | 15,464      |
| <b>Partnerships</b>                  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 2,491          | 818                      | * 545                     | ** 217                    | **                          | **                            | **                            | 75                             | 184                             | 184                  | 211         |
| Total receipts.....                  | 154,090,898    | 786,864                  | * 40,622                  | ** 79,307                 | **                          | **                            | **                            | 661,539                        | 5,068,642                       | 5,068,642            | 146,941,103 |
| Business receipts.....               | 152,019,084    | * 1,828                  | * 40,591                  | ** 117,261                | **                          | **                            | **                            | 587,356                        | 4,934,189                       | 4,934,189            | 145,897,565 |
| Total business deductions.....       | 153,138,428    | 500,881                  | * 132,957                 | ** 300,583                | **                          | **                            | **                            | 804,574                        | 5,334,959                       | 5,334,959            | 145,438,891 |
| Costs of goods sold.....             | 122,395,760    | * 736                    | * 23                      | ** 18,492                 | 0                           | 0                             | 0                             | * 236,475                      | 2,078,598                       | 2,078,598            | 119,939,907 |
| Salaries and wages.....              | 1,480,635      | * 671                    | 0                         | ** 4,992                  | 0                           | 0                             | 0                             | 52,162                         | 472,647                         | 472,647              | 948,871     |
| Taxes paid.....                      | 815,815        | * 317                    | * 255                     | ** 5,832                  | **                          | **                            | **                            | 12,700                         | 89,959                          | 89,959               | 697,182     |
| Interest paid.....                   | 3,490,971      | 97,616                   | * 3,261                   | ** 8,046                  | **                          | **                            | **                            | 106,960                        | 648,581                         | 648,581              | 2,555,636   |
| Depreciation.....                    | 4,463,140      | * 34,428                 | * 102,458                 | ** 157,329                | **                          | **                            | **                            | 914,212                        | 2,773,210                       | 2,773,210            | 11,111,111  |
| Net income (less deficit).....       | 1,586,223      | 361,471                  | * 92,285                  | ** 180,863                | **                          | **                            | **                            | 199,488                        | -228,597                        | -228,597             | 2,019,172   |
| Net income.....                      | 5,718,204      | 654,273                  | * 13,432                  | ** 26,766                 | **                          | **                            | **                            | 42,823                         | 611,574                         | 611,574              | 4,208,682   |
| Deficit.....                         | 4,131,981      | 292,802                  | * 105,716                 | ** 207,629                | 0                           | 0                             | 0                             | 184,519                        | 840,171                         | 840,171              | 2,189,510   |
| <b>Nonfarm sole proprietorships</b>  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 9,528          | 7,553                    | 974                       | * 6                       | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Total receipts.....                  | 241,921        | 67,790                   | 59,035                    | * 2,101                   | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Business receipts.....               | 241,921        | 67,790                   | 59,035                    | * 2,101                   | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Total business deductions.....       | 226,603        | 88,401                   | 59,164                    | * 2,573                   | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Costs of goods sold.....             | 30,424         | 1,698                    | 27,073                    | * 207                     | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Salaries and wages.....              | 0              | 0                        | 0                         | 0                         | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Taxes paid.....                      | 489            | 120                      | 339                       | * 23                      | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Interest paid.....                   | 7,711          | 7,599                    | 0                         | 0                         | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Depreciation.....                    | 33,738         | 15,430                   | 0                         | * 913                     | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Net income (less deficit).....       | 15,335         | -20,594                  | -129                      | * 472                     | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Net income.....                      | 55,972         | 19,025                   | 230                       | * 186                     | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |
| Deficit.....                         | 40,637         | 39,619                   | 359                       | * 658                     | 0                           | 0                             | 0                             | 0                              | 0                               | 0                    | 0           |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Construction  |            |            |            |            |            |             |             |             |             |             |
|------------------------------------|---------------|------------|------------|------------|------------|------------|-------------|-------------|-------------|-------------|-------------|
|                                    | (45)          | (46)       | (47)       | (48)       | (49)       | (50)       | (51)        | (52)        | (53)        | (54)        | (55)        |
| <b>All businesses</b>              |               |            |            |            |            |            |             |             |             |             |             |
| Number of businesses.....          | 3,307,858     | 1,482,188  | 893,055    | 392,048    | 207,631    | 139,905    | 109,590     | 42,494      | 22,209      | 16,514      | 2,223       |
| Total receipts.....                | 1,519,215,932 | 16,386,764 | 46,678,216 | 63,252,876 | 74,519,338 | 99,563,647 | 171,007,269 | 149,164,194 | 151,680,214 | 317,699,599 | 429,283,817 |
| Business receipts.....             | 1,496,771,435 | 12,762,034 | 46,304,255 | 62,675,829 | 73,780,480 | 98,604,893 | 169,617,959 | 147,848,454 | 150,385,272 | 314,768,747 | 420,023,712 |
| Total business deductions.....     | 1,447,735,065 | 13,254,078 | 34,312,262 | 55,436,190 | 69,590,403 | 95,266,143 | 165,951,288 | 144,974,738 | 148,898,251 | 307,658,180 | 412,403,533 |
| Costs of goods sold.....           | 1,055,805,501 | 1,429,051  | 11,886,234 | 26,743,511 | 35,719,520 | 56,281,245 | 110,068,698 | 105,018,218 | 114,709,677 | 255,905,851 | 338,043,595 |
| Salaries and wages.....            | 94,996,277    | 389,020    | 2,883,096  | 7,673,176  | 10,091,278 | 12,562,028 | 15,767,392  | 10,200,297  | 8,230,991   | 11,187,811  | 15,971,187  |
| Taxes paid.....                    | 23,822,732    | 268,056    | 421,058    | 1,127,210  | 1,647,099  | 2,329,695  | 4,014,676   | 2,755,996   | 2,795,762   | 4,163,520   | 4,299,662   |
| Interest paid.....                 | 13,282,156    | 779,883    | 400,307    | 721,716    | 752,552    | 1,018,695  | 1,366,024   | 1,008,537   | 906,412     | 1,565,231   | 4,763,001   |
| Depreciation.....                  | 30,295,046    | 1,028,243  | 2,481,772  | 2,597,252  | 2,696,727  | 2,913,267  | 3,820,525   | 2,679,129   | 2,785,291   | 4,566,388   | 4,726,453   |
| Net income (less deficit).....     | 74,546,305    | 3,986,727  | 12,431,656 | 7,964,422  | 4,961,023  | 4,440,269  | 5,242,977   | 4,443,498   | 2,939,178   | 10,552,447  | 17,594,105  |
| Net income.....                    | 101,400,252   | 9,144,621  | 13,727,022 | 9,444,212  | 6,866,085  | 6,535,851  | 8,448,862   | 6,685,219   | 5,271,131   | 13,305,325  | 21,971,925  |
| Deficit.....                       | 26,853,947    | 5,157,894  | 1,295,366  | 1,489,790  | 1,905,062  | 2,095,582  | 3,205,885   | 2,241,720   | 2,331,952   | 2,752,877   | 4,377,819   |
| <b>Corporations</b>                |               |            |            |            |            |            |             |             |             |             |             |
| Number of businesses.....          | 676,120       | 104,046    | 95,968     | 128,025    | 99,713     | 93,634     | 84,420      | 35,987      | 18,757      | 13,807      | 1,764       |
| Total receipts.....                | 1,147,627,639 | 2,634,884  | 6,083,755  | 22,136,584 | 36,902,255 | 67,967,079 | 132,808,502 | 127,145,533 | 127,498,754 | 263,269,468 | 361,180,806 |
| Business receipts.....             | 1,128,834,453 | 492,971    | 5,764,445  | 21,744,181 | 36,276,183 | 67,074,160 | 131,644,930 | 126,018,779 | 126,504,111 | 260,780,645 | 352,534,048 |
| Total business deductions.....     | 1,118,088,122 | 3,634,491  | 5,652,777  | 21,022,134 | 35,725,494 | 66,193,686 | 129,720,959 | 124,103,409 | 126,247,747 | 256,913,969 | 348,853,556 |
| Costs of goods sold.....           | 832,053,060   | 246,828    | 1,894,706  | 9,507,699  | 18,054,764 | 37,736,982 | 83,713,091  | 88,159,762  | 95,278,561  | 210,984,279 | 286,476,387 |
| Salaries and wages.....            | 63,567,509    | 157,667    | 391,026    | 1,804,316  | 3,845,804  | 7,121,062  | 10,858,532  | 8,445,109   | 7,197,419   | 9,735,952   | 14,010,621  |
| Taxes paid.....                    | 20,825,546    | 169,427    | 177,028    | 600,482    | 1,102,270  | 1,907,570  | 3,590,785   | 2,587,462   | 2,643,780   | 3,961,305   | 4,085,437   |
| Interest paid.....                 | 9,720,872     | 313,555    | 100,211    | 342,121    | 368,831    | 734,961    | 1,000,822   | 781,759     | 687,157     | 1,209,537   | 4,181,919   |
| Depreciation.....                  | 21,284,039    | 203,216    | 332,672    | 841,085    | 1,124,112  | 1,974,250  | 3,051,714   | 2,440,072   | 2,584,794   | 4,264,766   | 4,467,378   |
| Net income (less deficit) [1]..... | 32,071,151    | -278,193   | 477,010    | 1,240,001  | 1,170,197  | 1,893,858  | 3,234,846   | 3,274,199   | 1,408,655   | 6,799,626   | 12,850,950  |
| Net income.....                    | 50,482,555    | 1,735,222  | 944,529    | 2,105,967  | 2,463,587  | 3,630,818  | 5,596,623   | 5,010,741   | 3,330,087   | 8,940,418   | 16,724,563  |
| Deficit.....                       | 18,411,404    | 2,013,415  | 467,519    | 865,966    | 1,293,390  | 1,736,960  | 2,361,777   | 1,736,541   | 1,921,431   | 2,140,793   | 3,873,612   |
| <b>C corporations [2]</b>          |               |            |            |            |            |            |             |             |             |             |             |
| Number of businesses.....          | 227,571       | 35,568     | 28,827     | 37,366     | 30,709     | 33,232     | 30,671      | 16,389      | 8,819       | 5,348       | 641         |
| Total receipts.....                | 524,861,825   | 1,603,910  | 1,977,128  | 6,587,944  | 11,627,141 | 23,625,173 | 49,688,057  | 57,423,981  | 60,382,497  | 100,789,850 | 211,156,142 |
| Business receipts.....             | 511,671,406   | 153,533    | 1,780,462  | 6,362,839  | 11,390,575 | 23,123,053 | 48,949,470  | 56,829,184  | 59,697,815  | 99,509,724  | 203,874,752 |
| Total business deductions.....     | 518,479,728   | 2,108,850  | 2,043,455  | 6,648,495  | 11,793,410 | 23,799,000 | 49,853,969  | 57,590,680  | 60,263,172  | 100,235,945 | 204,142,852 |
| Costs of goods sold.....           | 377,094,116   | 96,481     | 642,999    | 2,899,110  | 5,993,015  | 13,504,696 | 31,054,296  | 38,695,999  | 44,512,058  | 80,896,429  | 158,799,434 |
| Salaries and wages.....            | 28,765,223    | 65,797     | 163,072    | 677,122    | 1,230,893  | 2,384,520  | 4,057,838   | 3,984,727   | 3,246,371   | 3,622,147   | 9,352,736   |
| Taxes paid.....                    | 10,039,575    | 83,814     | 74,707     | 225,505    | 387,813    | 715,076    | 1,431,335   | 1,389,762   | 1,412,249   | 1,657,080   | 2,662,233   |
| Interest paid.....                 | 5,957,358     | 135,616    | 45,187     | 96,843     | 116,224    | 305,468    | 381,866     | 351,862     | 357,328     | 592,712     | 3,574,251   |
| Depreciation.....                  | 10,708,210    | 93,784     | 111,401    | 302,742    | 442,022    | 918,637    | 1,471,993   | 1,378,652   | 1,281,099   | 1,961,926   | 2,745,955   |
| Net income (less deficit).....     | 6,364,037     | -506,209   | -67,202    | -60,714    | -166,905   | -174,167   | -168,023    | -165,575    | 117,201     | 548,399     | 7,007,231   |
| Net income.....                    | 16,589,062    | 416,904    | 141,382    | 295,053    | 293,435    | 572,442    | 866,790     | 873,966     | 954,457     | 1,720,593   | 10,454,039  |
| Deficit.....                       | 10,225,025    | 923,113    | 208,584    | 355,767    | 460,340    | 746,609    | 1,034,813   | 1,039,541   | 837,256     | 1,172,194   | 3,446,808   |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Construction   |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
|--------------------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|-------------|
|                                      | (45)           | (46)                     | (47)                      | (48)                      | (49)                        | (50)                          | (51)                          | (52)                           | (53)                            | (54)                 | (55)        |
| Total                                | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |             |
| <b>S corporations</b>                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 448,549        | 68,478                   | 67,141                    | 90,659                    | 69,004                      | 60,402                        | 53,749                        | 19,597                         | 9,938                           | 8,458                | 1,123       |
| Total receipts.....                  | 622,765,814    | 1,030,974                | 4,106,627                 | 15,548,640                | 25,275,114                  | 44,341,905                    | 83,120,445                    | 69,721,572                     | 67,116,256                      | 162,479,618          | 150,024,664 |
| Business receipts.....               | 617,163,047    | 339,438                  | 3,983,983                 | 15,381,342                | 24,885,608                  | 43,951,108                    | 82,695,460                    | 69,189,595                     | 66,806,296                      | 161,270,921          | 148,659,296 |
| Total business deductions.....       | 599,588,393    | 1,525,641                | 3,609,322                 | 14,373,639                | 23,932,084                  | 42,394,686                    | 79,866,989                    | 66,512,729                     | 65,984,575                      | 156,678,024          | 144,710,703 |
| Costs of goods sold.....             | 454,958,943    | 150,347                  | 1,251,707                 | 6,608,589                 | 12,061,750                  | 24,232,286                    | 52,658,794                    | 49,464,162                     | 50,766,504                      | 130,087,851          | 127,676,953 |
| Salaries and wages.....              | 34,782,286     | 91,871                   | 227,955                   | 1,127,194                 | 2,614,910                   | 4,736,542                     | 6,800,694                     | 4,460,381                      | 3,951,048                       | 6,113,805            | 4,657,886   |
| Taxes paid.....                      | 10,765,971     | 85,612                   | 102,321                   | 374,977                   | 714,458                     | 1,192,494                     | 2,159,450                     | 1,197,700                      | 1,231,530                       | 2,304,225            | 1,423,204   |
| Interest paid.....                   | 3,763,514      | 177,939                  | 245,279                   | 252,607                   | 429,493                     | 618,955                       | 429,897                       | 329,829                        | 231,529                         | 616,824              | 607,668     |
| Depreciation.....                    | 10,575,829     | 109,433                  | 221,271                   | 538,323                   | 682,090                     | 1,055,613                     | 1,579,721                     | 1,061,420                      | 1,303,695                       | 2,302,840            | 1,721,423   |
| Total net income (less deficit)..... | 25,707,114     | 228,016                  | 544,212                   | 1,300,715                 | 1,337,102                   | 2,068,025                     | 3,402,869                     | 3,438,774                      | 1,291,454                       | 6,251,227            | 5,843,719   |
| Net income.....                      | 33,893,492     | 1,318,318                | 803,147                   | 1,810,914                 | 2,170,152                   | 3,058,375                     | 4,729,833                     | 4,136,775                      | 2,375,630                       | 7,219,825            | 6,270,524   |
| Deficit.....                         | 8,186,379      | 1,090,302                | 258,935                   | 510,198                   | 833,050                     | 990,350                       | 1,326,963                     | 697,000                        | 1,084,176                       | 968,599              | 426,805     |
| <b>Partnerships</b>                  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 140,495        | 46,081                   | 19,264                    | 23,156                    | 17,890                      | 12,451                        | 11,484                        | 4,354                          | 2,805                           | 2,552                | 456         |
| Total receipts.....                  | 195,767,896    | 1,603,782                | 1,131,435                 | 3,992,965                 | 6,598,986                   | 8,779,951                     | 18,541,720                    | 15,150,895                     | 19,935,062                      | 52,135,133           | 67,897,968  |
| Business receipts.....               | 192,116,585    | 1,209,965                | 1,076,784                 | 3,808,321                 | 6,486,200                   | 8,713,916                     | 18,315,982                    | 14,961,929                     | 19,654,763                      | 51,693,104           | 67,284,621  |
| Total business deductions.....       | 182,750,133    | 1,694,643                | 993,342                   | 3,566,806                 | 5,996,376                   | 8,115,363                     | 17,583,502                    | 14,287,565                     | 18,606,210                      | 48,555,291           | 63,351,035  |
| Costs of goods sold.....             | 147,031,542    | 93,697                   | 393,862                   | 1,624,688                 | 3,446,365                   | 5,582,184                     | 13,393,773                    | 11,840,057                     | 16,160,893                      | 43,106,192           | 51,389,830  |
| Salaries and wages.....              | 6,339,865      | 63,672                   | 35,918                    | 274,704                   | 428,103                     | 548,528                       | 891,821                       | 522,681                        | 484,394                         | 1,142,286            | 1,947,759   |
| Taxes paid.....                      | 1,101,373      | 40,793                   | 16,326                    | 58,298                    | 83,895                      | 110,308                       | 192,415                       | 86,584                         | 112,517                         | 187,937              | 212,301     |
| Interest paid.....                   | 2,252,703      | 358,202                  | 25,320                    | 78,429                    | 118,212                     | 148,914                       | 233,925                       | 193,906                        | 193,055                         | 323,402              | 579,338     |
| Depreciation.....                    | 1,621,844      | 43,922                   | 58,777                    | 127,188                   | 206,540                     | 164,521                       | 272,211                       | 105,631                        | 141,568                         | 243,819              | 257,698     |
| Net income (less deficit).....       | 13,562,188     | 34,774                   | 156,345                   | 438,290                   | 631,396                     | 686,889                       | 997,663                       | 885,317                        | 1,348,419                       | 3,646,041            | 4,737,054   |
| Net income.....                      | 18,465,140     | 1,510,687                | 233,772                   | 755,667                   | 920,998                     | 907,845                       | 1,622,580                     | 1,307,351                      | 1,730,027                       | 4,239,868            | 5,236,345   |
| Deficit.....                         | 4,902,952      | 1,475,912                | 77,427                    | 317,377                   | 289,602                     | 220,957                       | 624,917                       | 422,034                        | 381,609                         | 593,826              | 499,291     |
| <b>Nonfarm sole proprietorships</b>  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 2,491,243      | 1,332,061                | 777,823                   | 240,867                   | 90,028                      | 33,820                        | 13,686                        | 2,153                          | 647                             | 155                  | * 3         |
| Total receipts.....                  | 175,820,397    | 12,148,098               | 39,463,026                | 37,123,327                | 31,018,097                  | 22,816,617                    | 19,657,047                    | 6,867,746                      | 4,226,398                       | 2,294,998            | * 205,043   |
| Business receipts.....               | 175,820,397    | 12,148,098               | 39,463,026                | 37,123,327                | 31,018,097                  | 22,816,617                    | 19,657,047                    | 6,867,746                      | 4,226,398                       | 2,294,998            | * 205,043   |
| Total business deductions.....       | 146,916,810    | 7,924,944                | 27,666,143                | 30,847,250                | 27,858,533                  | 20,957,094                    | 18,646,927                    | 6,583,764                      | 4,044,294                       | 2,188,920            | * 198,942   |
| Costs of goods sold.....             | 76,720,899     | 1,088,526                | 9,597,666                 | 15,611,124                | 14,218,391                  | 12,962,079                    | 12,961,734                    | 5,018,399                      | 3,270,223                       | 1,815,360            | * 177,378   |
| Salaries and wages.....              | 25,048,903     | 167,681                  | 2,456,152                 | 5,594,156                 | 5,817,371                   | 4,892,438                     | 4,017,039                     | 1,232,507                      | 549,178                         | 309,573              | * 12,807    |
| Taxes paid.....                      | 1,895,813      | 57,836                   | 227,704                   | 468,430                   | 460,934                     | 311,817                       | 231,476                       | 81,950                         | 39,465                          | 14,278               | * 1,924     |
| Interest paid.....                   | 1,308,581      | 107,926                  | 274,776                   | 301,166                   | 265,509                     | 134,820                       | 131,277                       | 32,872                         | 26,200                          | 32,292               | * 1,744     |
| Depreciation.....                    | 7,349,163      | 781,105                  | 2,090,323                 | 1,629,029                 | 1,326,075                   | 774,496                       | 496,600                       | 133,426                        | 58,929                          | 57,803               | * 1,377     |
| Net income (less deficit).....       | 28,912,966     | 4,230,146                | 11,798,301                | 6,276,131                 | 3,189,430                   | 1,859,522                     | 1,010,468                     | 283,982                        | 182,104                         | 106,780              | * 6,101     |
| Net income.....                      | 32,452,557     | 5,898,712                | 12,548,721                | 6,582,578                 | 3,481,500                   | 1,997,188                     | 1,229,659                     | 367,127                        | 211,017                         | 125,039              | * 11,017    |
| Deficit.....                         | 3,539,591      | 1,668,567                | 750,420                   | 306,447                   | 322,070                     | 137,665                       | 219,191                       | 83,145                         | 28,912                          | 18,258               | * 4,916     |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Manufacturing |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
|------------------------------------|---------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|
|                                    | Total         | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |
|                                    | (56)          | (57)           | (58)                     | (59)                      | (60)                      | (61)                        | (62)                          | (63)                          | (64)                           | (65)                            | (66)                 |
| <b>All businesses</b>              |               |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| Number of businesses.....          | 630,668       | 256,290        | 99,279                   | 69,155                    | 43,895                    | 48,035                      | 48,507                        | 23,913                        | 17,080                         | 17,847                          | 6,666                |
| Total receipts.....                | 6,183,040,355 | 5,591,438      | 5,275,821                | 12,518,371                | 15,684,148                | 34,372,321                  | 79,387,006                    | 87,116,640                    | 121,636,181                    | 382,520,751                     | 5,438,937,676        |
| Business receipts.....             | 5,725,056,979 | 1,747,349      | 5,167,815                | 11,846,457                | 15,326,252                | 33,722,331                  | 78,137,062                    | 85,527,998                    | 119,673,627                    | 375,712,425                     | 4,988,195,661        |
| Total business deductions.....     | 6,028,049,775 | 8,753,031      | 5,460,257                | 12,677,179                | 16,256,323                | 34,908,747                  | 79,822,478                    | 87,632,687                    | 121,515,237                    | 378,152,354                     | 5,282,871,483        |
| Costs of goods sold.....           | 4,097,309,955 | 705,412        | 1,742,978                | 5,273,750                 | 6,402,539                 | 16,670,356                  | 46,590,948                    | 54,863,732                    | 80,218,289                     | 262,726,963                     | 3,622,115,288        |
| Salaries and wages.....            | 400,742,246   | 1,378,887      | 430,434                  | 1,667,000                 | 2,391,467                 | 4,695,269                   | 8,275,216                     | 8,623,839                     | 10,566,247                     | 30,430,082                      | 332,283,804          |
| Taxes paid.....                    | 109,894,754   | 215,371        | 107,604                  | 362,230                   | 542,110                   | 1,075,903                   | 2,389,689                     | 2,350,379                     | 3,001,259                      | 7,655,186                       | 92,195,022           |
| Interest paid.....                 | 180,510,640   | 245,679        | 94,400                   | 241,347                   | 389,993                   | 438,872                     | 1,050,203                     | 1,088,824                     | 1,440,457                      | 4,763,416                       | 170,757,447          |
| Depreciation.....                  | 227,079,859   | 658,393        | 388,566                  | 668,334                   | 798,735                   | 1,199,243                   | 2,678,279                     | 2,835,476                     | 4,141,121                      | 12,440,843                      | 201,330,869          |
| Net income (less deficit).....     | 216,408,563   | -2,843,330     | -159,350                 | -136,560                  | -535,054                  | -502,094                    | -150,338                      | -411,514                      | 902,163                        | 5,980,590                       | 214,264,069          |
| Net income.....                    | 328,324,064   | 2,823,069      | 1,083,577                | 1,307,104                 | 1,042,986                 | 1,823,664                   | 3,738,743                     | 3,264,019                     | 5,491,133                      | 18,385,153                      | 289,364,606          |
| Deficit.....                       | 111,915,501   | 5,666,398      | 1,242,926                | 1,443,686                 | 1,578,050                 | 2,325,758                   | 3,889,081                     | 3,675,534                     | 4,588,970                      | 12,404,563                      | 75,100,537           |
| <b>Corporations</b>                |               |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| Number of businesses.....          | 281,239       | 39,419         | 31,583                   | 38,335                    | 30,674                    | 39,193                      | 43,352                        | 21,482                        | 15,495                         | 15,945                          | 5,761                |
| Total receipts.....                | 5,642,551,645 | 2,449,609      | 1,955,801                | 7,078,385                 | 10,952,530                | 28,401,485                  | 71,464,837                    | 78,503,143                    | 110,319,504                    | 339,037,075                     | 4,992,389,274        |
| Business receipts.....             | 5,194,506,715 | 1,861,113      | 1,848,345                | 6,861,988                 | 10,611,426                | 27,766,524                  | 70,264,401                    | 77,026,019                    | 108,564,143                    | 333,031,641                     | 4,558,346,116        |
| Total business deductions.....     | 5,509,877,426 | 5,106,868      | 2,725,143                | 7,841,512                 | 11,798,853                | 28,970,888                  | 72,044,429                    | 78,951,257                    | 109,991,308                    | 335,032,982                     | 4,857,454,185        |
| Costs of goods sold.....           | 3,691,657,743 | 296,498        | 780,746                  | 3,055,884                 | 4,494,681                 | 13,501,525                  | 41,712,460                    | 48,713,975                    | 72,079,720                     | 229,605,016                     | 3,277,417,238        |
| Salaries and wages.....            | 379,342,357   | 873,465        | 301,783                  | 913,085                   | 1,610,620                 | 3,732,804                   | 7,207,041                     | 7,710,119                     | 9,550,515                      | 27,777,217                      | 319,665,708          |
| Taxes paid.....                    | 102,750,593   | 184,874        | 71,208                   | 240,318                   | 436,073                   | 968,001                     | 2,245,266                     | 2,238,314                     | 2,859,244                      | 7,326,764                       | 86,180,530           |
| Interest paid.....                 | 175,745,011   | 168,599        | 61,824                   | 154,763                   | 326,847                   | 349,562                     | 927,992                       | 965,060                       | 1,260,598                      | 4,119,156                       | 167,410,609          |
| Depreciation.....                  | 215,705,451   | 200,356        | 163,422                  | 386,311                   | 488,404                   | 1,028,680                   | 2,391,685                     | 2,619,869                     | 3,813,479                      | 11,503,070                      | 193,110,174          |
| Net income (less deficit) [1]..... | 189,757,159   | -2,503,784     | -745,819                 | -745,680                  | -769,955                  | -547,854                    | -303,726                      | -359,083                      | 1,098,967                      | 5,531,653                       | 189,102,441          |
| Net income.....                    | 287,766,996   | 1,128,893      | 216,602                  | 457,135                   | 458,157                   | 1,308,307                   | 3,185,896                     | 2,823,823                     | 4,980,125                      | 16,072,915                      | 257,137,143          |
| Deficit.....                       | 98,009,838    | 3,630,676      | 962,421                  | 1,202,816                 | 1,228,112                 | 1,856,161                   | 3,489,623                     | 3,182,907                     | 3,881,158                      | 10,541,262                      | 68,034,702           |
| <b>C corporations [2]</b>          |               |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |
| Number of businesses.....          | 131,433       | 16,775         | 11,465                   | 16,772                    | 14,985                    | 18,248                      | 20,922                        | 12,301                        | 7,703                          | 8,038                           | 4,225                |
| Total receipts.....                | 5,128,468,627 | 2,034,409      | 827,034                  | 3,134,614                 | 5,488,192                 | 13,591,937                  | 34,651,645                    | 43,987,887                    | 55,514,100                     | 178,043,435                     | 4,791,195,374        |
| Business receipts.....             | 4,684,925,264 | 67,889         | 694,087                  | 2,999,475                 | 5,172,055                 | 13,046,414                  | 33,870,538                    | 42,870,268                    | 54,126,135                     | 173,183,932                     | 4,358,894,470        |
| Total business deductions.....     | 5,017,051,143 | 4,577,811      | 1,479,546                | 3,904,342                 | 6,140,422                 | 14,588,035                  | 36,100,133                    | 45,501,614                    | 56,696,491                     | 181,491,527                     | 4,666,571,222        |
| Costs of goods sold.....           | 3,348,413,436 | 171,732        | 318,373                  | 1,358,021                 | 2,174,057                 | 6,832,953                   | 20,204,682                    | 27,086,444                    | 36,168,094                     | 120,281,202                     | 3,133,837,877        |
| Salaries and wages.....            | 339,115,695   | 848,445        | 230,757                  | 499,691                   | 852,753                   | 1,829,291                   | 3,583,095                     | 4,374,801                     | 5,115,395                      | 15,050,962                      | 306,730,504          |
| Taxes paid.....                    | 91,725,842    | 143,984        | 40,020                   | 123,934                   | 224,573                   | 516,939                     | 1,142,733                     | 1,358,474                     | 1,488,704                      | 3,927,609                       | 82,760,871           |
| Interest paid.....                 | 171,071,485   | 149,336        | 40,216                   | 87,834                    | 229,731                   | 181,056                     | 455,995                       | 626,311                       | 669,918                        | 2,761,108                       | 165,869,979          |
| Depreciation.....                  | 199,650,995   | 148,885        | 84,808                   | 165,149                   | 238,719                   | 485,167                     | 1,246,083                     | 1,517,193                     | 1,914,096                      | 6,541,685                       | 187,309,210          |
| Net income (less deficit).....     | 164,986,680   | -2,463,864     | -652,482                 | -769,866                  | -649,087                  | -996,681                    | -1,491,152                    | -1,511,143                    | -1,171,214                     | -3,027,646                      | 177,719,816          |
| Net income.....                    | 255,796,379   | 786,744        | 66,175                   | 153,904                   | 151,551                   | 345,602                     | 734,251                       | 1,030,196                     | 1,751,028                      | 5,906,776                       | 244,870,151          |
| Deficit.....                       | 90,809,699    | 3,250,608      | 718,657                  | 923,770                   | 800,638                   | 1,342,283                   | 2,225,403                     | 2,541,338                     | 2,922,242                      | 8,934,423                       | 67,150,335           |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Manufacturing  |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
|--------------------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|-------------|
|                                      | (56)           | (57)                     | (58)                      | (59)                      | (60)                        | (61)                          | (62)                          | (63)                           | (64)                            | (65)                 | (66)        |
| Total                                | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |             |
| <b>S corporations</b>                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 149,806        | 22,644                   | 20,118                    | 21,563                    | 15,689                      | 20,944                        | 22,430                        | 9,182                          | 7,792                           | 7,907                | 1,536       |
| Total receipts.....                  | 514,083,018    | 415,200                  | 1,128,767                 | 3,943,772                 | 5,484,338                   | 14,809,549                    | 36,813,192                    | 34,515,257                     | 54,805,404                      | 160,993,640          | 201,193,900 |
| Business receipts.....               | 509,581,451    | 118,223                  | 1,154,258                 | 3,862,513                 | 5,439,371                   | 14,720,109                    | 36,393,863                    | 34,155,750                     | 54,438,008                      | 159,847,709          | 199,451,646 |
| Total business deductions.....       | 492,826,283    | 529,057                  | 1,245,597                 | 3,997,170                 | 5,618,431                   | 14,382,853                    | 35,944,297                    | 33,449,644                     | 53,294,817                      | 153,541,455          | 190,882,963 |
| Costs of goods sold.....             | 343,244,308    | 124,765                  | 462,372                   | 1,697,862                 | 2,320,625                   | 6,668,573                     | 21,627,778                    | 21,627,778                     | 35,911,626                      | 109,343,814          | 143,579,361 |
| Salaries and wages.....              | 40,226,663     | 25,020                   | 71,025                    | 413,394                   | 757,867                     | 1,903,514                     | 3,623,946                     | 3,335,318                      | 4,435,120                       | 12,726,255           | 12,935,204  |
| Taxes paid.....                      | 11,024,751     | 40,890                   | 31,187                    | 116,384                   | 211,500                     | 451,062                       | 1,102,533                     | 881,840                        | 1,370,540                       | 3,399,154            | 3,419,659   |
| Interest paid.....                   | 4,673,527      | 19,263                   | 21,608                    | 66,929                    | 97,116                      | 168,506                       | 471,997                       | 338,749                        | 590,680                         | 1,358,048            | 1,540,630   |
| Depreciation.....                    | 16,054,456     | 51,470                   | 78,613                    | 221,162                   | 249,685                     | 543,514                       | 1,145,602                     | 1,102,676                      | 1,899,383                       | 4,961,385            | 5,800,965   |
| Total net income (less deficit)..... | 24,770,479     | -39,920                  | -93,337                   | 24,186                    | -120,868                    | 448,827                       | 1,187,426                     | 1,152,059                      | 2,270,181                       | 8,559,289            | 11,382,625  |
| Net income.....                      | 31,970,618     | 340,148                  | 150,427                   | 303,231                   | 306,606                     | 962,705                       | 2,451,646                     | 1,793,628                      | 3,229,096                       | 10,166,138           | 12,266,992  |
| Deficit.....                         | 7,200,139      | 380,068                  | 243,764                   | 279,046                   | 427,474                     | 513,878                       | 1,264,220                     | 641,568                        | 958,916                         | 1,606,839            | 894,367     |
| <b>Partnerships</b>                  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 40,347         | 9,653                    | 8,058                     | 5,991                     | 3,633                       | 4,009                         | 2,913                         | 1,852                          | 1,482                           | 1,851                | 905         |
| Total receipts.....                  | 518,460,343    | 1,643,104                | 397,653                   | 1,400,267                 | 1,314,961                   | 2,789,739                     | 4,704,117                     | 6,588,822                      | 10,612,563                      | 42,460,716           | 446,548,402 |
| Business receipts.....               | 508,521,897    | 62,511                   | 397,103                   | 944,750                   | 1,288,169                   | 2,774,710                     | 4,654,609                     | 6,477,304                      | 10,405,370                      | 41,657,824           | 439,849,545 |
| Total business deductions.....       | 498,613,942    | 2,226,599                | 545,406                   | 1,349,831                 | 1,562,812                   | 3,035,905                     | 4,806,901                     | 6,714,611                      | 10,824,738                      | 42,129,842           | 425,417,298 |
| Costs of goods sold.....             | 395,345,604    | 76,540                   | 131,021                   | 510,233                   | 647,834                     | 1,619,756                     | 2,914,421                     | 4,718,313                      | 7,660,594                       | 32,368,842           | 344,698,050 |
| Salaries and wages.....              | 18,482,656     | 481,970                  | * 10,429                  | 210,191                   | 199,930                     | 349,312                       | 602,789                       | 619,428                        | 904,258                         | 2,526,271            | 12,618,096  |
| Taxes paid.....                      | 6,766,456      | 9,875                    | 3,845                     | 37,736                    | 25,055                      | 53,062                        | 87,583                        | 87,714                         | 132,337                         | 314,758              | 6,014,492   |
| Interest paid.....                   | 4,502,578      | 61,655                   | 12,858                    | 14,828                    | 20,723                      | 50,051                        | 86,575                        | 103,160                        | 173,060                         | 632,830              | 3,346,838   |
| Depreciation.....                    | 10,318,539     | 276,179                  | 81,997                    | 59,666                    | 77,778                      | 79,615                        | 144,614                       | 154,826                        | 307,099                         | 916,070              | 8,220,695   |
| Net income (less deficit).....       | 24,173,281     | -419,277                 | -146,190                  | 55,217                    | -247,098                    | -233,383                      | -93,516                       | -116,148                       | -201,771                        | 413,818              | 25,161,628  |
| Net income.....                      | 37,246,971     | 1,131,518                | 62,047                    | 165,316                   | 68,472                      | 209,794                       | 279,789                       | 359,217                        | 486,462                         | 2,256,893            | 32,227,463  |
| Deficit.....                         | 13,073,689     | 1,550,795                | 208,236                   | 110,099                   | 315,570                     | 443,177                       | 373,305                       | 475,365                        | 688,233                         | 1,843,075            | 7,065,835   |
| <b>Nonfarm sole proprietorships</b>  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
| Number of businesses.....            | 309,082        | 207,218                  | 59,638                    | 24,829                    | 9,588                       | 4,833                         | 2,242                         | 579                            | 103                             | ** 51                | **          |
| Total receipts.....                  | 22,028,367     | 1,498,725                | 2,922,367                 | 4,039,719                 | 3,416,657                   | 3,181,097                     | 3,218,052                     | 2,024,675                      | 704,114                         | ** 1,022,960         | **          |
| Business receipts.....               | 22,028,367     | 1,498,725                | 2,922,367                 | 4,039,719                 | 3,416,657                   | 3,181,097                     | 3,218,052                     | 2,024,675                      | 704,114                         | ** 1,022,960         | **          |
| Total business deductions.....       | 19,558,407     | 1,419,564                | 2,189,708                 | 3,485,836                 | 2,934,658                   | 2,901,954                     | 2,971,148                     | 1,968,819                      | 699,191                         | ** 989,530           | **          |
| Costs of goods sold.....             | 10,306,608     | 332,374                  | 831,211                   | 1,707,633                 | 1,260,024                   | 1,549,075                     | 1,963,767                     | 1,431,444                      | 477,975                         | ** 753,105           | **          |
| Salaries and wages.....              | 2,917,233      | 23,452                   | 118,222                   | 543,724                   | 620,917                     | 613,153                       | 465,406                       | 294,292                        | 111,474                         | ** 126,594           | **          |
| Taxes paid.....                      | 377,705        | 20,622                   | 32,551                    | 84,176                    | 80,982                      | 54,840                        | 56,840                        | 24,351                         | 9,678                           | ** 13,664            | **          |
| Interest paid.....                   | 263,051        | 15,425                   | 19,718                    | 71,756                    | 42,423                      | 39,259                        | 35,636                        | 20,604                         | 6,799                           | ** 11,430            | **          |
| Depreciation.....                    | 1,055,869      | 181,858                  | 123,147                   | 222,357                   | 192,553                     | 90,948                        | 141,980                       | 60,781                         | 20,543                          | ** 21,703            | **          |
| Net income (less deficit).....       | 2,478,123      | 79,731                   | 732,659                   | 553,883                   | 481,989                     | 279,143                       | 246,904                       | 63,717                         | 4,967                           | ** 35,119            | **          |
| Net income.....                      | 3,310,097      | 564,658                  | 804,928                   | 684,653                   | 516,367                     | 305,563                       | 273,058                       | 80,979                         | 24,546                          | ** 55,345            | **          |
| Deficit.....                         | 831,974        | 484,927                  | 72,269                    | 130,771                   | 34,368                      | 26,420                        | 26,153                        | 17,262                         | 19,579                          | ** 20,226            | **          |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Wholesale and retail trade |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |      |      |
|------------------------------------|----------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|------|------|------|
|                                    | (67)                       | (68)           | (69)                     | (70)                      | (71)                      | (72)                        | (73)                          | (74)                          | (75)                           | (76)                            | (77)                 | (78) | (79) | (80) |
|                                    | Total                      | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |      |      |      |
| <b>All businesses</b>              |                            |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |      |      |
| Number of businesses.....          | 3,850,633                  | 2,137,672      | 544,226                  | 346,096                   | 257,775                   | 199,817                     | 180,459                       | 81,031                        | 46,849                         | 45,938                          | 10,770               |      |      |      |
| Total receipts.....                | 6,529,996,925              | 18,405,134     | 29,191,153               | 57,078,370                | 92,963,097                | 141,987,558                 | 289,474,927                   | 287,355,350                   | 325,436,640                    | 1,042,231,360                   | 4,245,873,239        |      |      |      |
| Business receipts.....             | 6,384,353,921              | 12,089,159     | 28,579,653               | 56,171,813                | 92,029,101                | 140,791,854                 | 286,522,397                   | 284,175,015                   | 321,673,693                    | 1,027,825,771                   | 4,134,495,065        |      |      |      |
| Total business deductions.....     | 6,402,002,286              | 20,508,018     | 28,407,008               | 53,739,962                | 89,903,723                | 138,907,032                 | 285,852,281                   | 282,946,739                   | 320,830,465                    | 1,027,260,134                   | 4,155,646,922        |      |      |      |
| Costs of goods sold.....           | 4,967,523,454              | 4,784,266      | 11,824,016               | 29,800,972                | 55,390,314                | 91,432,155                  | 203,900,233                   | 211,372,500                   | 245,972,864                    | 837,148,974                     | 3,275,897,163        |      |      |      |
| Salaries and wages.....            | 462,274,193                | 741,953        | 947,616                  | 3,563,735                 | 7,741,449                 | 12,176,972                  | 23,451,990                    | 22,372,811                    | 24,396,217                     | 66,843,798                      | 300,038,250          |      |      |      |
| Taxes paid.....                    | 80,872,551                 | 389,235        | 500,554                  | 1,236,554                 | 1,950,878                 | 2,925,600                   | 5,320,622                     | 4,775,246                     | 4,532,400                      | 11,179,633                      | 48,061,830           |      |      |      |
| Interest paid.....                 | 51,393,244                 | 329,206        | 362,249                  | 619,843                   | 960,456                   | 1,191,198                   | 1,995,161                     | 1,772,460                     | 1,924,600                      | 5,222,628                       | 37,015,442           |      |      |      |
| Depreciation.....                  | 94,982,981                 | 1,002,940      | 1,070,640                | 1,215,892                 | 1,547,171                 | 1,912,930                   | 3,307,619                     | 3,179,173                     | 3,224,391                      | 8,685,927                       | 69,836,298           |      |      |      |
| Net income (less deficit).....     | 141,394,472                | 1,439,877      | 2,785,431                | 3,385,120                 | 3,137,160                 | 3,241,118                   | 4,337,360                     | 6,205,907                     | 4,867,906                      | 16,196,418                      | 95,798,178           |      |      |      |
| Net income.....                    | 201,795,455                | 9,316,938      | 5,621,005                | 5,887,223                 | 5,800,312                 | 6,651,941                   | 8,876,494                     | 9,218,982                     | 7,888,828                      | 22,844,368                      | 119,689,364          |      |      |      |
| Deficit.....                       | 60,400,983                 | 7,877,062      | 2,835,574                | 2,502,103                 | 2,663,152                 | 3,410,823                   | 4,539,135                     | 3,013,074                     | 3,020,920                      | 6,647,951                       | 23,891,188           |      |      |      |
| <b>Corporations</b>                |                            |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |      |      |
| Number of businesses.....          | 975,011                    | 138,049        | 114,770                  | 141,029                   | 141,077                   | 136,498                     | 142,635                       | 68,136                        | 41,767                         | 40,898                          | 10,151               |      |      |      |
| Total receipts.....                | 5,736,011,994              | 3,985,010      | 7,382,638                | 24,141,808                | 52,383,872                | 98,021,267                  | 231,445,648                   | 243,125,364                   | 291,002,994                    | 904,299,669                     | 3,880,223,724        |      |      |      |
| Business receipts.....             | 5,601,105,942              | 843,535        | 6,835,570                | 23,280,555                | 51,600,638                | 96,959,093                  | 228,871,803                   | 240,164,150                   | 287,543,627                    | 891,974,364                     | 3,773,032,608        |      |      |      |
| Total business deductions.....     | 5,631,362,037              | 4,678,185      | 8,028,479                | 24,146,796                | 52,302,875                | 97,153,049                  | 229,669,247                   | 239,511,998                   | 286,950,606                    | 891,996,063                     | 3,796,924,738        |      |      |      |
| Costs of goods sold.....           | 4,352,429,283              | 652,520        | 3,420,441                | 11,987,337                | 29,491,214                | 60,729,467                  | 160,836,370                   | 176,311,926                   | 218,910,553                    | 725,757,990                     | 2,964,331,466        |      |      |      |
| Salaries and wages.....            | 421,654,711                | 265,641        | 342,441                  | 1,964,194                 | 5,079,471                 | 9,094,135                   | 19,457,941                    | 19,660,233                    | 22,220,814                     | 58,636,692                      | 284,818,127          |      |      |      |
| Taxes paid.....                    | 73,662,968                 | 186,271        | 171,631                  | 688,031                   | 1,279,363                 | 2,193,535                   | 4,554,049                     | 4,306,959                     | 4,207,466                      | 10,122,195                      | 45,973,467           |      |      |      |
| Interest paid.....                 | 46,478,485                 | 105,270        | 96,609                   | 270,639                   | 520,164                   | 811,856                     | 1,534,390                     | 1,469,086                     | 1,689,183                      | 4,444,642                       | 35,536,645           |      |      |      |
| Depreciation.....                  | 86,040,682                 | 137,752        | 313,708                  | 551,294                   | 750,973                   | 1,311,386                   | 2,555,851                     | 2,627,115                     | 2,924,597                      | 7,707,032                       | 67,160,973           |      |      |      |
| Net income (less deficit) [1]..... | 117,372,936                | 2,804,229      | 647,256                  | 35,319                    | 138,779                   | 1,000,128                   | 2,470,105                     | 5,384,954                     | 4,277,845                      | 13,409,817                      | 88,499,017           |      |      |      |
| Net income.....                    | 163,010,916                | 4,687,532      | 836,177                  | 1,521,488                 | 2,134,345                 | 3,630,329                   | 6,223,537                     | 7,780,049                     | 6,827,135                      | 18,875,817                      | 110,494,507          |      |      |      |
| Deficit.....                       | 45,637,980                 | 1,883,303      | 1,483,433                | 1,486,169                 | 1,995,566                 | 2,630,201                   | 3,753,432                     | 2,395,094                     | 2,549,290                      | 5,466,001                       | 21,995,491           |      |      |      |
| <b>C corporations [2]</b>          |                            |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |      |      |
| Number of businesses.....          | 407,828                    | 51,833         | 44,978                   | 52,518                    | 55,094                    | 58,543                      | 68,786                        | 34,233                        | 19,286                         | 17,915                          | 4,643                |      |      |      |
| Total receipts.....                | 3,980,535,646              | 2,428,483      | 2,887,954                | 9,259,122                 | 20,970,011                | 42,418,527                  | 112,077,658                   | 121,337,103                   | 136,110,652                    | 375,243,362                     | 3,157,802,774        |      |      |      |
| Business receipts.....             | 3,867,662,998              | 2,358,356      | 2,640,077                | 8,792,246                 | 20,567,829                | 41,641,104                  | 110,555,852                   | 119,841,923                   | 134,123,886                    | 369,527,945                     | 3,059,694,778        |      |      |      |
| Total business deductions.....     | 3,915,426,987              | 2,952,123      | 3,401,263                | 9,669,793                 | 21,293,305                | 42,976,730                  | 112,793,543                   | 121,271,066                   | 135,999,367                    | 374,172,759                     | 3,090,897,037        |      |      |      |
| Costs of goods sold.....           | 2,976,577,566              | 265,212        | 1,350,125                | 4,428,550                 | 12,117,961                | 26,241,668                  | 75,125,528                    | 88,068,621                    | 101,389,732                    | 298,086,662                     | 2,369,503,507        |      |      |      |
| Salaries and wages.....            | 305,538,679                | 155,548        | 271,804                  | 911,571                   | 1,988,010                 | 3,857,822                   | 10,324,320                    | 9,802,190                     | 10,748,381                     | 25,372,482                      | 242,106,571          |      |      |      |
| Taxes paid.....                    | 51,435,240                 | 81,587         | 81,402                   | 284,047                   | 481,796                   | 787,889                     | 2,389,949                     | 2,194,552                     | 2,256,657                      | 4,676,814                       | 38,009,748           |      |      |      |
| Interest paid.....                 | 37,981,943                 | 60,178         | 43,755                   | 106,865                   | 161,331                   | 354,050                     | 787,892                       | 718,016                       | 822,073                        | 2,147,607                       | 32,780,177           |      |      |      |
| Depreciation.....                  | 70,098,714                 | 36,483         | 90,255                   | 208,673                   | 282,662                   | 635,640                     | 1,519,047                     | 1,386,105                     | 1,581,279                      | 3,985,141                       | 60,385,928           |      |      |      |
| Net income (less deficit).....     | 68,643,431                 | -526,406       | -513,311                 | -411,047                  | -323,689                  | -558,801                    | -714,458                      | 47,458                        | 109,206                        | 1,075,904                       | 70,458,576           |      |      |      |
| Net income.....                    | 103,747,733                | 533,637        | 176,754                  | 364,212                   | 467,018                   | 831,780                     | 1,619,145                     | 1,556,318                     | 1,881,008                      | 4,965,063                       | 91,352,797           |      |      |      |
| Deficit.....                       | 35,104,301                 | 1,060,043      | 690,065                  | 775,259                   | 790,707                   | 1,390,581                   | 2,333,603                     | 1,508,861                     | 1,771,802                      | 3,889,159                       | 20,894,221           |      |      |      |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

| Form of business, item               | Wholesale and retail trade |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |         |             |      |
|--------------------------------------|----------------------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|------|---------|-------------|------|
|                                      | (67)                       | (68)                     | (69)                      | (70)                      | (71)                        | (72)                          | (73)                          | (74)                           | (75)                            | (76)                 | (77) | or more | (77)        | (77) |
| Total                                | Under \$25,000             | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |      |         |             |      |
| <b>S corporations</b>                |                            |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |         |             |      |
| Number of businesses.....            | 567,183                    | 86,216                   | 69,792                    | 88,511                    | 85,984                      | 77,956                        | 73,850                        | 33,902                         | 22,482                          | 22,983               |      |         | 5,508       |      |
| Total receipts.....                  | 1,755,476,349              | 1,556,528                | 4,494,685                 | 14,882,686                | 31,413,861                  | 55,602,740                    | 119,367,990                   | 121,788,261                    | 154,892,342                     | 529,066,307          |      |         | 722,420,950 |      |
| Business receipts.....               | 1,733,442,944              | 1,556,179                | 4,195,488                 | 14,488,308                | 31,032,226                  | 55,317,989                    | 118,315,950                   | 120,322,226                    | 153,419,741                     | 522,446,419          |      |         | 713,347,830 |      |
| Total business deductions.....       | 1,715,935,050              | 1,726,062                | 4,627,216                 | 14,477,003                | 31,009,570                  | 54,176,319                    | 116,875,704                   | 118,240,932                    | 150,951,239                     | 517,823,305          |      |         | 706,027,701 |      |
| Costs of goods sold.....             | 1,375,851,716              | 387,308                  | 2,070,316                 | 7,558,787                 | 17,373,252                  | 34,487,799                    | 85,710,841                    | 88,243,305                     | 111,472,453                     | 427,671,328          |      |         | 594,827,959 |      |
| Salaries and wages.....              | 116,116,031                | 110,094                  | 185,757                   | 1,052,623                 | 3,091,461                   | 5,236,314                     | 9,133,521                     | 9,858,043                      | 11,472,453                      | 33,264,210           |      |         | 42,711,556  |      |
| Taxes paid.....                      | 22,227,727                 | 104,685                  | 90,230                    | 383,984                   | 797,567                     | 1,214,845                     | 2,164,100                     | 2,112,408                      | 1,950,809                       | 5,445,381            |      |         | 7,963,718   |      |
| Interest paid.....                   | 8,496,541                  | 45,092                   | 52,854                    | 163,774                   | 358,832                     | 457,807                       | 746,498                       | 751,070                        | 867,110                         | 2,297,036            |      |         | 2,756,468   |      |
| Depreciation.....                    | 15,941,969                 | 99,268                   | 223,453                   | 342,620                   | 462,811                     | 675,747                       | 1,036,804                     | 1,241,010                      | 1,343,319                       | 3,741,891            |      |         | 6,775,045   |      |
| Total net income (less deficit)..... | 48,729,504                 | 3,330,635                | -133,945                  | 446,366                   | 462,468                     | 1,558,929                     | 3,184,563                     | 5,337,497                      | 4,168,638                       | 12,333,913           |      |         | 18,040,441  |      |
| Net income.....                      | 59,263,183                 | 4,153,895                | 659,423                   | 1,157,275                 | 1,667,326                   | 2,798,549                     | 4,604,391                     | 6,223,730                      | 4,946,127                       | 13,910,754           |      |         | 19,141,711  |      |
| Deficit.....                         | 10,533,678                 | 823,260                  | 793,368                   | 710,910                   | 1,204,858                   | 1,239,620                     | 1,419,828                     | 886,234                        | 777,489                         | 1,576,841            |      |         | 1,101,270   |      |
| <b>Partnerships</b>                  |                            |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |         |             |      |
| Number of businesses.....            | 171,018                    | 55,202                   | 27,996                    | 25,327                    | 21,217                      | 15,022                        | 12,595                        | 5,468                          | 3,158                           | 4,458                |      |         | 575         |      |
| Total receipts.....                  | 578,667,669                | 3,445,553                | 1,601,742                 | 4,322,396                 | 7,586,551                   | 10,661,139                    | 19,769,862                    | 19,123,979                     | 22,231,229                      | 128,293,519          |      |         | 361,611,701 |      |
| Business receipts.....               | 567,930,417                | 271,053                  | 1,537,310                 | 4,277,092                 | 7,435,789                   | 10,547,609                    | 19,391,177                    | 18,904,858                     | 21,927,649                      | 126,213,235          |      |         | 357,424,643 |      |
| Total business deductions.....       | 567,552,623                | 2,759,099                | 1,768,181                 | 4,268,918                 | 7,358,472                   | 10,497,969                    | 19,469,000                    | 19,000,032                     | 21,983,519                      | 125,740,580          |      |         | 354,706,853 |      |
| Costs of goods sold.....             | 471,469,603                | 230,855                  | 762,633                   | 2,445,535                 | 4,441,927                   | 7,115,743                     | 13,676,255                    | 14,403,967                     | 16,844,127                      | 103,062,291          |      |         | 308,486,267 |      |
| Salaries and wages.....              | 29,661,532                 | 372,605                  | 82,102                    | 284,231                   | 583,263                     | 846,497                       | 1,623,925                     | 1,429,728                      | 1,601,115                       | 7,827,484            |      |         | 15,010,583  |      |
| Taxes paid.....                      | 4,284,813                  | 30,461                   | 34,022                    | 88,450                    | 157,953                     | 173,205                       | 276,132                       | 245,986                        | 217,744                         | 993,396              |      |         | 2,067,436   |      |
| Interest paid.....                   | 3,112,451                  | 82,570                   | 28,691                    | 45,732                    | 97,606                      | 99,531                        | 192,581                       | 192,216                        | 174,525                         | 732,931              |      |         | 1,466,068   |      |
| Depreciation.....                    | 4,932,903                  | 86,149                   | 60,796                    | 86,453                    | 172,660                     | 142,001                       | 311,148                       | 322,963                        | 194,191                         | 906,255              |      |         | 2,650,287   |      |
| Total net income (less deficit)..... | 11,741,217                 | 727,964                  | -162,073                  | 59,825                    | 243,472                     | 186,748                       | 321,448                       | 149,655                        | 277,372                         | 2,663,483            |      |         | 7,273,325   |      |
| Net income.....                      | 18,730,174                 | 1,654,871                | 160,014                   | 376,282                   | 591,956                     | 738,855                       | 905,404                       | 660,609                        | 700,312                         | 3,802,564            |      |         | 9,139,306   |      |
| Deficit.....                         | 6,988,957                  | 926,908                  | 322,087                   | 316,457                   | 348,484                     | 552,107                       | 583,957                       | 510,954                        | 422,939                         | 1,139,082            |      |         | 1,865,982   |      |
| <b>Nonfarm sole proprietorships</b>  |                            |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |         |             |      |
| Number of businesses.....            | 2,704,604                  | 1,944,421                | 401,460                   | 179,739                   | 95,481                      | 48,297                        | 25,229                        | 7,427                          | 1,924                           | 582                  |      |         | 44          |      |
| Total receipts.....                  | 215,317,162                | 10,974,571               | 20,206,773                | 28,614,166                | 32,992,674                  | 33,285,152                    | 38,259,417                    | 25,106,007                     | 12,202,417                      | 9,638,172            |      |         | 4,037,814   |      |
| Business receipts.....               | 215,317,162                | 10,974,571               | 20,206,773                | 28,614,166                | 32,992,674                  | 33,285,152                    | 38,259,417                    | 25,106,007                     | 12,202,417                      | 9,638,172            |      |         | 4,037,814   |      |
| Total business deductions.....       | 203,087,626                | 13,070,734               | 16,610,348                | 25,324,249                | 30,242,376                  | 31,256,014                    | 36,714,034                    | 24,434,709                     | 11,896,340                      | 9,523,491            |      |         | 4,015,331   |      |
| Costs of goods sold.....             | 143,624,568                | 3,900,891                | 7,640,936                 | 15,368,100                | 21,457,173                  | 23,586,945                    | 29,387,608                    | 20,656,607                     | 10,218,184                      | 8,328,693            |      |         | 3,079,430   |      |
| Salaries and wages.....              | 10,957,950                 | 103,707                  | 407,953                   | 1,315,310                 | 2,078,715                   | 2,236,340                     | 2,369,624                     | 1,282,850                      | 574,288                         | 379,622              |      |         | 209,540     |      |
| Taxes paid.....                      | 2,924,770                  | 172,503                  | 294,901                   | 480,073                   | 513,532                     | 558,860                       | 490,441                       | 222,301                        | 107,190                         | 64,042               |      |         | 20,927      |      |
| Interest paid.....                   | 1,802,308                  | 141,366                  | 236,949                   | 303,472                   | 342,686                     | 279,811                       | 268,190                       | 111,158                        | 60,892                          | 45,055               |      |         | 12,729      |      |
| Depreciation.....                    | 4,009,396                  | 779,039                  | 696,136                   | 578,145                   | 623,538                     | 459,543                       | 440,620                       | 229,095                        | 105,603                         | 72,640               |      |         | 25,038      |      |
| Total net income (less deficit)..... | 12,280,319                 | -2,092,316               | 3,594,760                 | 3,289,976                 | 2,754,909                   | 2,054,242                     | 1,545,807                     | 671,298                        | 312,689                         | 123,118              |      |         | 25,836      |      |
| Net income.....                      | 20,054,365                 | 2,974,535                | 4,624,814                 | 3,989,453                 | 3,074,011                   | 2,282,757                     | 1,747,553                     | 778,324                        | 361,381                         | 165,987              |      |         | 55,551      |      |
| Deficit.....                         | 7,774,046                  | 5,066,651                | 1,030,054                 | 699,477                   | 319,102                     | 228,515                       | 201,746                       | 107,026                        | 48,691                          | 42,868               |      |         | 29,715      |      |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 (All figures are estimates based on samples--money amounts are in thousands of dollars)

| Form of business, item             | Transportation and warehousing |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |  |  |
|------------------------------------|--------------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|--|--|--|--|--|
|                                    | (78)                           | (79)           | (80)                     | (81)                      | (82)                      | (83)                        | (84)                          | (85)                          | (86)                           | (87)                            | (88)                 |  |  |  |  |  |
|                                    | Total                          | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |  |  |  |  |  |
| <b>All businesses</b>              |                                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |  |  |
| Number of businesses.....          | 1,157,385                      | 488,935        | 397,805                  | 165,498                   | 36,187                    | 24,934                      | 24,894                        | 7,955                         | 6,209                          | 4,178                           | 788                  |  |  |  |  |  |
| Total receipts.....                | 701,730,444                    | 7,322,256      | 22,648,396               | 24,060,342                | 13,126,011                | 17,910,533                  | 38,807,799                    | 28,455,218                    | 44,355,659                     | 83,455,937                      | 421,588,293          |  |  |  |  |  |
| Business receipts.....             | 675,634,067                    | 4,431,521      | 22,597,641               | 23,843,400                | 12,859,933                | 17,571,478                  | 38,080,453                    | 28,060,078                    | 43,708,314                     | 82,308,082                      | 402,173,165          |  |  |  |  |  |
| Total business deductions.....     | 690,657,196                    | 6,849,457      | 18,546,409               | 21,320,613                | 13,307,171                | 17,561,125                  | 39,099,142                    | 28,199,968                    | 43,583,402                     | 81,920,414                      | 420,269,499          |  |  |  |  |  |
| Costs of goods sold.....           | 244,466,546                    | 58,408         | 814,933                  | 2,351,477                 | 2,506,095                 | 4,142,311                   | 12,332,641                    | 9,813,154                     | 23,697,970                     | 41,852,034                      | 146,897,523          |  |  |  |  |  |
| Salaries and wages.....            | 112,218,449                    | 748,060        | 335,984                  | 1,430,401                 | 1,928,320                 | 3,051,494                   | 7,055,627                     | 4,065,944                     | 4,427,428                      | 11,578,202                      | 77,566,989           |  |  |  |  |  |
| Taxes paid.....                    | 23,826,673                     | 195,579        | 431,819                  | 591,788                   | 371,490                   | 598,170                     | 1,299,348                     | 1,020,920                     | 1,012,966                      | 4,146,774                       | 14,157,818           |  |  |  |  |  |
| Interest paid.....                 | 15,748,860                     | 183,070        | 422,418                  | 509,698                   | 240,482                   | 356,865                     | 530,243                       | 332,425                       | 433,208                        | 778,085                         | 11,962,364           |  |  |  |  |  |
| Depreciation.....                  | 45,405,139                     | 832,643        | 2,080,135                | 2,437,614                 | 1,282,317                 | 1,469,153                   | 2,503,733                     | 1,555,580                     | 1,951,612                      | 3,169,998                       | 28,116,357           |  |  |  |  |  |
| Net income (less deficit).....     | 12,428,339                     | 526,657        | 4,105,099                | 2,895,572                 | -164,620                  | 347,884                     | -143,651                      | 282,604                       | 890,167                        | 1,748,347                       | 1,940,283            |  |  |  |  |  |
| Net income.....                    | 32,351,450                     | 2,810,138      | 5,052,115                | 3,667,111                 | 791,620                   | 1,141,716                   | 1,245,069                     | 921,303                       | 1,479,737                      | 3,049,174                       | 12,193,470           |  |  |  |  |  |
| Deficit.....                       | 19,923,111                     | 2,283,481      | 947,014                  | 771,538                   | 956,241                   | 793,834                     | 1,388,720                     | 638,700                       | 589,570                        | 1,300,826                       | 10,253,188           |  |  |  |  |  |
| <b>Corporations</b>                |                                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |  |  |
| Number of businesses.....          | 182,881                        | 35,976         | 40,096                   | 35,053                    | 18,884                    | 16,027                      | 19,922                        | 6,869                         | 5,676                          | 3,734                           | 644                  |  |  |  |  |  |
| Total receipts.....                | 571,417,174                    | 2,125,958      | 2,540,309                | 5,377,275                 | 7,010,861                 | 11,637,050                  | 31,464,810                    | 24,608,731                    | 40,564,793                     | 74,115,108                      | 371,972,277          |  |  |  |  |  |
| Business receipts.....             | 547,730,745                    | 2,427,227      | 2,501,214                | 5,251,793                 | 6,841,154                 | 11,460,583                  | 30,747,761                    | 24,227,358                    | 40,074,602                     | 73,034,306                      | 353,344,746          |  |  |  |  |  |
| Total business deductions.....     | 570,180,006                    | 2,673,355      | 2,538,533                | 5,235,363                 | 7,029,923                 | 11,552,899                  | 31,462,346                    | 24,414,650                    | 39,994,677                     | 73,579,592                      | 371,698,670          |  |  |  |  |  |
| Costs of goods sold.....           | 193,253,719                    | 17,383         | 176,396                  | 941,337                   | 1,455,722                 | 2,492,689                   | 10,208,854                    | 7,823,439                     | 22,030,256                     | 37,253,589                      | 110,874,054          |  |  |  |  |  |
| Salaries and wages.....            | 103,945,004                    | 519,776        | 101,252                  | 483,056                   | 1,022,881                 | 2,033,440                   | 5,606,800                     | 3,663,152                     | 4,004,454                      | 10,746,512                      | 75,763,682           |  |  |  |  |  |
| Taxes paid.....                    | 21,726,883                     | 127,028        | 81,640                   | 203,603                   | 248,421                   | 459,915                     | 1,130,303                     | 950,307                       | 942,265                        | 3,997,988                       | 13,565,413           |  |  |  |  |  |
| Interest paid.....                 | 12,624,295                     | 84,281         | 91,781                   | 124,436                   | 121,543                   | 249,515                     | 360,549                       | 289,590                       | 382,624                        | 631,316                         | 10,288,659           |  |  |  |  |  |
| Depreciation.....                  | 35,459,392                     | 336,037        | 247,401                  | 472,881                   | 572,827                   | 910,675                     | 1,719,065                     | 1,368,382                     | 1,712,518                      | 2,588,973                       | 25,530,634           |  |  |  |  |  |
| Net income (less deficit) [1]..... | 2,298,916                      | 540,879        | 3,833                    | 298,686                   | -11,671                   | 85,501                      | 134,903                       | 208,818                       | 674,275                        | 730,100                         | 715,351              |  |  |  |  |  |
| Net income.....                    | 16,351,474                     | 300,280        | 278,796                  | 601,327                   | 385,354                   | 502,864                     | 1,008,741                     | 760,490                       | 1,130,683                      | 1,741,831                       | 9,641,109            |  |  |  |  |  |
| Deficit.....                       | 14,052,558                     | 841,158        | 274,962                  | 302,641                   | 397,026                   | 417,363                     | 873,838                       | 551,673                       | 456,408                        | 1,011,731                       | 8,925,759            |  |  |  |  |  |
| <b>C corporations [2]</b>          |                                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |  |  |  |  |  |
| Number of businesses.....          | 79,531                         | 15,809         | 17,335                   | 14,815                    | 7,165                     | 6,308                       | 9,882                         | 3,703                         | 2,409                          | 1,668                           | 436                  |  |  |  |  |  |
| Total receipts.....                | 439,996,223                    | 1,828,482      | 1,081,919                | 2,282,739                 | 2,722,113                 | 4,706,727                   | 16,271,784                    | 13,063,073                    | 17,711,688                     | 34,300,289                      | 345,427,399          |  |  |  |  |  |
| Business receipts.....             | 417,808,316                    | 1,187,499      | 1,054,038                | 2,208,844                 | 2,607,249                 | 4,600,404                   | 15,985,837                    | 12,791,600                    | 17,440,912                     | 33,681,429                      | 327,119,254          |  |  |  |  |  |
| Total business deductions.....     | 440,315,189                    | 2,087,114      | 1,177,748                | 2,241,181                 | 2,747,364                 | 4,782,069                   | 16,483,551                    | 13,062,137                    | 17,601,062                     | 34,375,820                      | 345,757,144          |  |  |  |  |  |
| Costs of goods sold.....           | 137,868,656                    | 5,292          | 103,796                  | 495,923                   | 577,563                   | 884,499                     | 6,247,933                     | 4,211,416                     | 8,957,971                      | 16,645,002                      | 99,739,261           |  |  |  |  |  |
| Salaries and wages.....            | 84,895,219                     | 470,067        | 33,601                   | 227,397                   | 488,557                   | 928,913                     | 2,796,537                     | 1,916,809                     | 1,844,752                      | 4,700,193                       | 71,488,394           |  |  |  |  |  |
| Taxes paid.....                    | 15,891,987                     | 111,960        | 35,074                   | 87,190                    | 111,899                   | 222,518                     | 633,782                       | 634,956                       | 440,759                        | 1,037,257                       | 12,576,592           |  |  |  |  |  |
| Interest paid.....                 | 11,163,632                     | 64,305         | 36,416                   | 36,669                    | 34,333                    | 82,345                      | 173,144                       | 145,230                       | 156,836                        | 398,034                         | 10,036,320           |  |  |  |  |  |
| Depreciation.....                  | 28,437,351                     | 112,095        | 94,350                   | 145,731                   | 172,839                   | 277,421                     | 808,345                       | 587,375                       | 733,802                        | 1,446,086                       | 24,058,308           |  |  |  |  |  |
| Net income (less deficit).....     | -540,253                       | -258,414       | -95,829                  | -85,829                   | -25,277                   | -76,035                     | -200,694                      | -78                           | 110,434                        | -73,165                         | 37,248               |  |  |  |  |  |
| Net income.....                    | 10,816,202                     | 156,008        | 51,459                   | 151,630                   | 61,593                    | 96,102                      | 285,219                       | 219,747                       | 314,732                        | 705,786                         | 8,775,926            |  |  |  |  |  |
| Deficit.....                       | 11,356,454                     | 414,423        | 147,288                  | 110,071                   | 86,869                    | 172,138                     | 483,913                       | 219,825                       | 204,298                        | 778,951                         | 8,738,678            |  |  |  |  |  |

Footnotes at end of table.

# Integrated Business Data, 2003

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item               | Transportation and warehousing |           |            |            |           |           |            |            |            |            |            |            |            |  |
|--------------------------------------|--------------------------------|-----------|------------|------------|-----------|-----------|------------|------------|------------|------------|------------|------------|------------|--|
|                                      | (76)                           | (77)      | (78)       | (79)       | (80)      | (81)      | (82)       | (83)       | (84)       | (85)       | (86)       | (87)       | (88)       |  |
| <b>S corporations</b>                |                                |           |            |            |           |           |            |            |            |            |            |            |            |  |
| Number of businesses.....            | 103,350                        | 20,167    | 22,761     | 20,238     | 11,719    | 9,718     | 10,040     | 3,167      | 3,267      | 2,066      | 2,066      | 2,066      | 207        |  |
| Total receipts.....                  | 132,020,951                    | 297,476   | 1,458,390  | 4,288,748  | 4,288,748 | 6,930,323 | 15,193,026 | 11,545,658 | 22,853,106 | 39,814,809 | 39,814,809 | 39,814,809 | 26,544,879 |  |
| Business receipts.....               | 130,122,429                    | 128,478   | 1,447,176  | 3,042,949  | 4,233,905 | 6,860,180 | 14,761,925 | 11,435,758 | 22,633,690 | 39,352,877 | 39,352,877 | 39,352,877 | 26,225,492 |  |
| Total business deductions.....       | 129,864,818                    | 586,241   | 1,360,785  | 2,994,192  | 4,282,559 | 6,770,929 | 14,978,795 | 11,352,513 | 22,393,615 | 39,203,771 | 39,203,771 | 39,203,771 | 25,941,526 |  |
| Costs of goods sold.....             | 55,385,064                     | 12,091    | 72,600     | 445,414    | 878,159   | 1,608,191 | 3,960,921  | 3,612,023  | 13,072,285 | 20,588,586 | 20,588,586 | 20,588,586 | 11,134,793 |  |
| Salaries and wages.....              | 19,049,785                     | 49,709    | 67,682     | 255,659    | 534,324   | 1,104,527 | 2,810,263  | 1,746,342  | 2,159,702  | 6,046,319  | 6,046,319  | 6,046,319  | 4,275,288  |  |
| Taxes paid.....                      | 5,834,896                      | 15,067    | 46,566     | 116,413    | 136,522   | 237,397   | 496,521    | 315,351    | 501,506    | 2,960,731  | 2,960,731  | 2,960,731  | 1,008,821  |  |
| Interest paid.....                   | 1,460,663                      | 19,976    | 55,364     | 87,767     | 87,211    | 167,171   | 187,405    | 144,360    | 225,788    | 233,282    | 233,282    | 233,282    | 252,339    |  |
| Depreciation.....                    | 7,022,041                      | 223,941   | 153,051    | 327,150    | 399,988   | 633,254   | 909,720    | 781,007    | 978,716    | 1,142,887  | 1,142,887  | 1,142,887  | 1,472,326  |  |
| Total net income (less deficit)..... | 2,839,169                      | -282,464  | 99,663     | 257,127    | 13,606    | 161,536   | 335,597    | 208,896    | 563,841    | 803,265    | 803,265    | 803,265    | 678,103    |  |
| Net income.....                      | 5,535,273                      | 144,271   | 227,337    | 449,696    | 323,762   | 406,762   | 725,522    | 540,743    | 815,951    | 1,036,045  | 1,036,045  | 1,036,045  | 865,184    |  |
| Deficit.....                         | 2,696,104                      | 426,736   | 127,674    | 192,569    | 310,156   | 245,225   | 389,925    | 331,847    | 252,110    | 232,780    | 232,780    | 232,780    | 187,081    |  |
| <b>Partnerships</b>                  |                                |           |            |            |           |           |            |            |            |            |            |            |            |  |
| Number of businesses.....            | 29,886                         | 7,810     | 6,517      | 6,655      | 3,390     | 2,095     | 1,829      | 601        | 423        | 420        | 420        | 420        | 144        |  |
| Total receipts.....                  | 72,170,820                     | 1,041,160 | 428,763    | 1,114,947  | 1,283,750 | 1,706,275 | 3,037,354  | 2,170,478  | 3,097,048  | 8,675,011  | 8,675,011  | 8,675,011  | 49,616,016 |  |
| Business receipts.....               | 69,760,872                     | 29,156    | 417,123    | 1,023,487  | 1,187,379 | 1,543,687 | 3,027,057  | 2,156,711  | 2,939,894  | 8,607,958  | 8,607,958  | 8,607,958  | 48,828,419 |  |
| Total business deductions.....       | 70,530,813                     | 856,538   | 608,023    | 1,100,298  | 1,637,029 | 1,743,102 | 3,333,180  | 2,122,925  | 2,834,773  | 7,724,117  | 7,724,117  | 7,724,117  | 48,570,829 |  |
| Costs of goods sold.....             | 44,610,095                     | * 2,499   | * 60,696   | 105,515    | 405,844   | 450,365   | 883,343    | 1,301,557  | 1,422,433  | 4,154,374  | 4,154,374  | 4,154,374  | 36,023,469 |  |
| Salaries and wages.....              | 4,491,535                      | * 220,480 | 88,510     | 179,689    | 322,029   | 322,029   | 551,062    | 197,340    | 328,996    | 797,630    | 797,630    | 797,630    | 1,803,307  |  |
| Taxes paid.....                      | 1,024,542                      | 25,804    | 7,719      | 21,709     | 25,455    | 45,836    | 78,333     | 41,192     | 60,473     | 145,615    | 145,615    | 145,615    | 572,405    |  |
| Interest paid.....                   | 2,142,576                      | 53,243    | 12,493     | 36,377     | 42,518    | 37,978    | 85,427     | 19,381     | 37,478     | 143,975    | 143,975    | 143,975    | 1,673,705  |  |
| Depreciation.....                    | 4,802,025                      | 138,083   | 198,557    | 269,010    | 231,837   | 163,771   | 419,590    | 75,683     | 155,889    | 563,884    | 563,884    | 563,884    | 2,585,723  |  |
| Net income (less deficit).....       | 1,916,066                      | 237,967   | -179,238   | 16,754     | -353,057  | -48,817   | -290,451   | 60,053     | 276,026    | 971,898    | 971,898    | 971,898    | 1,224,932  |  |
| Net income.....                      | 5,801,285                      | 844,267   | 57,080     | 202,282    | 100,220   | 222,260   | 131,302    | 107,276    | 326,018    | 1,258,220  | 1,258,220  | 1,258,220  | 2,552,361  |  |
| Deficit.....                         | 3,885,219                      | 606,301   | 236,318    | 185,527    | 453,277   | 271,078   | 421,753    | * 47,223   | 49,992     | 286,322    | 286,322    | 286,322    | 1,327,429  |  |
| <b>Nonfarm sole proprietorships</b>  |                                |           |            |            |           |           |            |            |            |            |            |            |            |  |
| Number of businesses.....            | 944,618                        | 445,149   | 351,192    | 123,790    | 13,913    | 6,812     | 3,143      | 485        | 110        | ** 24      | ** 24      | ** 24      | **         |  |
| Total receipts.....                  | 58,142,450                     | 4,155,138 | 19,679,304 | 17,568,120 | 4,831,400 | 4,567,208 | 4,305,635  | 1,676,009  | 693,818    | ** 665,818 | ** 665,818 | ** 665,818 | **         |  |
| Business receipts.....               | 58,142,450                     | 4,155,138 | 19,679,304 | 17,568,120 | 4,831,400 | 4,567,208 | 4,305,635  | 1,676,009  | 693,818    | ** 665,818 | ** 665,818 | ** 665,818 | **         |  |
| Total business deductions.....       | 49,946,377                     | 3,319,584 | 15,399,853 | 14,984,952 | 4,640,219 | 4,265,124 | 4,303,616  | 1,662,393  | 753,952    | ** 616,705 | ** 616,705 | ** 616,705 | **         |  |
| Costs of goods sold.....             | 6,602,732                      | 38,526    | 577,841    | 1,304,625  | 644,529   | 1,199,257 | 1,440,444  | 688,158    | 245,281    | ** 464,071 | ** 464,071 | ** 464,071 | **         |  |
| Salaries and wages.....              | 3,781,910                      | 7,804     | 232,241    | 858,835    | 725,750   | 696,025   | 897,765    | 235,452    | 93,978     | ** 34,060  | ** 34,060  | ** 34,060  | **         |  |
| Taxes paid.....                      | 1,075,248                      | 42,747    | 342,460    | 366,476    | 97,614    | 92,419    | 29,421     | 29,421     | 10,228     | ** 3,171   | ** 3,171   | ** 3,171   | **         |  |
| Interest paid.....                   | 981,989                        | 45,546    | 318,144    | 348,885    | 76,421    | 69,372    | 84,267     | 23,454     | 13,106     | ** 2,794   | ** 2,794   | ** 2,794   | **         |  |
| Depreciation.....                    | 5,143,722                      | 358,523   | 1,634,177  | 1,695,723  | 477,653   | 394,707   | 371,078    | 111,515    | 83,205     | ** 17,141  | ** 17,141  | ** 17,141  | **         |  |
| Net income (less deficit).....       | 8,213,357                      | 829,589   | 4,280,504  | 2,580,132  | 200,108   | 311,200   | 11,897     | 13,733     | -60,134    | ** 46,349  | ** 46,349  | ** 46,349  | **         |  |
| Net income.....                      | 10,198,691                     | 1,665,591 | 4,716,239  | 2,863,502  | 306,046   | 416,592   | 105,026    | 53,537     | 23,036     | ** 49,123  | ** 49,123  | ** 49,123  | **         |  |
| Deficit.....                         | 1,985,334                      | 836,022   | 455,734    | 283,370    | 105,938   | 105,938   | 93,129     | 39,804     | 83,170     | ** 2,773   | ** 2,773   | ** 2,773   | **         |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item             | Information   |                           |  |   |   |   |   |   |  |   |                                    |  |  |  |
|------------------------------------|---------------|---------------------------|--|---|---|---|---|---|--|---|------------------------------------|--|--|--|
|                                    | Total<br>(88) | Under<br>\$25,000<br>(90) | \$25,000<br>under<br>\$100,000<br>(91) | \$100,000<br>under<br>\$250,000<br>(92) | \$250,000<br>under<br>\$500,000<br>(93) | \$500,000<br>under<br>\$1,000,000<br>(94) | \$1,000,000<br>under<br>\$2,500,000<br>(95) | \$2,500,000<br>under<br>\$5,000,000<br>(96) | \$5,000,000<br>under<br>\$10,000,000<br>(97) | \$10,000,000<br>under<br>\$50,000,000<br>(98) | \$50,000,000<br>or<br>more<br>(99) |  |  |  |
| <b>All businesses</b>              |               |                           |  |   |   |   |   |   |  |   |                                    |  |  |  |
| Number of businesses.....          | 418,593       | 275,407                   | 67,677                                 | 30,152                                  | 13,171                                  | 12,142                                    | 3,901                                       | 2,453                                       | 2,830  | 1,160   |                                    |  |  |  |
| Total receipts.....                | 1,116,078,845 | 4,983,837                 | 3,772,982                              | 5,160,365                               | 5,132,799                               | 8,953,801                                 | 14,640,707                                  | 18,933,093                                  | 64,179,677                                   | 974,931,917                                   |                                    |  |  |  |
| Business receipts.....             | 991,077,842   | 1,618,959                 | 3,576,131                              | 4,905,170                               | 4,859,704                               | 8,328,626                                 | 13,538,290                                  | 18,042,119                                  | 61,450,120                                   | 859,963,600                                   |                                    |  |  |  |
| Total business deductions.....     | 1,124,914,913 | 12,461,228                | 3,210,362                              | 5,413,893                               | 5,600,810                               | 9,172,982                                 | 16,476,504                                  | 20,007,251                                  | 69,739,023                                   | 966,425,930                                   |                                    |  |  |  |
| Costs of goods sold.....           | 247,545,615   | 353,658                   | 517,117                                | 932,123                                 | 1,023,944                               | 4,334,470                                 | 4,263,159                                   | 7,134,173                                   | 22,321,886                                   | 204,511,429                                   |                                    |  |  |  |
| Salaries and wages.....            | 168,529,319   | 573,606                   | 250,691                                | 800,203                                 | 1,138,469                               | 1,509,203                                 | 3,253,129                                   | 3,483,324                                   | 11,284,660                                   | 142,762,199                                   |                                    |  |  |  |
| Taxes paid.....                    | 26,225,930    | 122,325                   | 54,441                                 | 138,315                                 | 157,684                                 | 232,731                                   | 430,979                                     | 467,273                                     | 1,516,935                                    | 22,626,946                                    |                                    |  |  |  |
| Interest paid.....                 | 70,540,835    | 732,249                   | 168,841                                | 70,418                                  | 144,740                                 | 143,366                                   | 1,298,934                                   | 486,022                                     | 1,951,435                                    | 65,268,691                                    |                                    |  |  |  |
| Depreciation.....                  | 118,778,654   | 466,707                   | 270,353                                | 308,429                                 | 269,658                                 | 374,612                                   | 999,796                                     | 1,046,332                                   | 5,247,459                                    | 109,255,874                                   |                                    |  |  |  |
| Net income (less deficit).....     | 639,804       | -6,543,805                | 669,974                                | -252,286                                | -466,752                                | -203,657                                  | -1,681,298                                  | -874,558                                    | -5,271,846                                   | 16,301,209                                    |                                    |  |  |  |
| Net income.....                    | 79,125,406    | 2,672,465                 | 1,478,150                              | 1,042,309                               | 742,023                                 | 1,327,588                                 | 906,112                                     | 1,360,434                                   | 4,625,724                                    | 63,622,054                                    |                                    |  |  |  |
| Deficit.....                       | 78,485,602    | 9,216,270                 | 808,175                                | 1,294,593                               | 1,208,776                               | 1,531,245                                 | 2,587,410                                   | 2,234,992                                   | 9,897,570                                    | 47,320,844                                    |                                    |  |  |  |
| <b>Corporations</b>                |               |                           |  |   |   |   |   |   |  |   |                                    |  |  |  |
| Number of businesses.....          | 119,875       | 45,942                    | 20,840                                 | 17,987                                  | 9,002                                   | 9,638                                     | 3,235                                       | 2,026                                       | 2,164  | 800   |                                    |  |  |  |
| Total receipts.....                | 938,674,058   | 1,827,930                 | 1,478,410                              | 3,251,302                               | 3,646,009                               | 7,203,506                                 | 12,189,822                                  | 15,705,254                                  | 48,242,822                                   | 832,242,557                                   |                                    |  |  |  |
| Business receipts.....             | 822,160,145   | 214,575                   | 1,284,283                              | 3,023,776                               | 3,375,562                               | 6,584,234                                 | 11,112,241                                  | 14,838,095                                  | 46,078,504                                   | 723,141,906                                   |                                    |  |  |  |
| Total business deductions.....     | 947,864,644   | 4,637,810                 | 1,730,165                              | 3,674,176                               | 4,170,105                               | 7,297,467                                 | 13,828,626                                  | 16,416,271                                  | 53,194,024                                   | 829,181,815                                   |                                    |  |  |  |
| Costs of goods sold.....           | 213,052,675   | 62,484                    | 338,489                                | 585,109                                 | 767,162                                 | 1,729,093                                 | 3,738,140                                   | 6,135,986                                   | 17,540,126                                   | 178,389,906                                   |                                    |  |  |  |
| Salaries and wages.....            | 152,001,755   | 379,063                   | 212,250                                | 503,016                                 | 678,136                                 | 1,244,342                                 | 2,946,701                                   | 2,722,211                                   | 9,682,488                                    | 130,434,105                                   |                                    |  |  |  |
| Taxes paid.....                    | 23,294,162    | 86,767                    | 43,383                                 | 113,897                                 | 132,632                                 | 204,978                                   | 382,982                                     | 402,348                                     | 1,289,368                                    | 20,221,779                                    |                                    |  |  |  |
| Interest paid.....                 | 62,442,478    | 467,382                   | 55,060                                 | 113,897                                 | 115,355                                 | 103,811                                   | 1,154,300                                   | 292,048                                     | 1,267,057                                    | 58,743,487                                    |                                    |  |  |  |
| Depreciation.....                  | 97,279,187    | 125,636                   | 114,623                                | 170,633                                 | 130,353                                 | 222,620                                   | 774,794                                     | 750,739                                     | 3,162,620                                    | 91,420,022                                    |                                    |  |  |  |
| Net income (less deficit) [1]..... | -2,476,691    | -2,600,596                | -144,272                               | -422,766                                | -523,292                                | -83,134                                   | -826,407                                    | -1,489,931                                  | -4,787,563                                   | 9,029,972                                     |                                    |  |  |  |
| Net income.....                    | 56,555,851    | 672,743                   | 425,885                                | 403,587                                 | 363,111                                 | 958,878                                   | 631,708                                     | 1,079,147                                   | 2,926,015                                    | 48,148,368                                    |                                    |  |  |  |
| Deficit.....                       | 59,032,542    | 3,273,339                 | 570,157                                | 826,352                                 | 886,403                                 | 1,042,012                                 | 2,121,639                                   | 1,707,849                                   | 7,713,577                                    | 39,118,396                                    |                                    |  |  |  |
| <b>C corporations [2]</b>          |               |                           |  |   |   |   |   |   |  |   |                                    |  |  |  |
| Number of businesses.....          | 53,192        | 20,145                    | 7,826                                  | 7,588                                   | 3,993                                   | 3,933                                     | 1,981                                       | 1,238                                       | 1,318  | 696   |                                    |  |  |  |
| Total receipts.....                | 883,310,744   | 1,506,936                 | 535,110                                | 1,343,043                               | 1,656,790                               | 3,183,472                                 | 7,900,321                                   | 9,197,764                                   | 30,812,574                                   | 819,879,738                                   |                                    |  |  |  |
| Business receipts.....             | 768,643,126   | 97,516                    | 459,475                                | 1,267,969                               | 1,428,191                               | 2,601,723                                 | 6,954,613                                   | 8,776,206                                   | 28,808,041                                   | 711,239,172                                   |                                    |  |  |  |
| Total business deductions.....     | 896,107,799   | 3,982,834                 | 954,230                                | 1,892,723                               | 2,254,182                               | 3,445,362                                 | 9,731,902                                   | 10,459,337                                  | 36,807,235                                   | 818,045,698                                   |                                    |  |  |  |
| Costs of goods sold.....           | 194,311,134   | 44,547                    | 74,671                                 | 241,905                                 | 350,764                                 | 794,383                                   | 2,757,951                                   | 3,333,357                                   | 10,337,119                                   | 174,094,529                                   |                                    |  |  |  |
| Salaries and wages.....            | 142,215,013   | 332,233                   | 157,940                                | 300,546                                 | 441,323                                 | 681,612                                   | 1,801,335                                   | 2,040,105                                   | 6,500,073                                    | 128,219,644                                   |                                    |  |  |  |
| Taxes paid.....                    | 21,892,871    | 59,613                    | 23,304                                 | 61,061                                  | 82,843                                  | 108,191                                   | 261,799                                     | 277,595                                     | 851,017                                      | 19,926,033                                    |                                    |  |  |  |
| Interest paid.....                 | 61,634,234    | 302,988                   | 52,775                                 | 43,035                                  | 93,360                                  | 56,826                                    | 1,095,112                                   | 235,228                                     | 1,062,890                                    | 58,528,420                                    |                                    |  |  |  |
| Depreciation.....                  | 95,202,692    | 98,657                    | 81,302                                 | 74,792                                  | 294,263                                 | 387,681                                   | 646,251                                     | 2,482,675                                   | 2,482,675                                    | 90,914,683                                    |                                    |  |  |  |
| Net income (less deficit).....     | -2,560,255    | -2,462,246                | -419,121                               | -549,660                                | -597,383                                | -262,134                                  | -1,780,747                                  | -1,253,774                                  | -5,953,506                                   | 6,956,207                                     |                                    |  |  |  |
| Net income.....                    | 49,273,299    | 297,681                   | 41,332                                 | 89,247                                  | 142,775                                 | 529,308                                   | 269,409                                     | 389,297                                     | 1,446,107                                    | 45,852,314                                    |                                    |  |  |  |
| Deficit.....                       | 56,833,555    | 2,759,927                 | 460,453                                | 638,926                                 | 740,158                                 | 791,442                                   | 1,996,577                                   | 1,643,071                                   | 7,399,613                                    | 38,896,107                                    |                                    |  |  |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Information    |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
|--------------------------------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|------|
|                                      | (88)           | (89)                     | (91)                      | (92)                      | (93)                        | (94)                          | (95)                          | (96)                           | (97)                            | (98)                 | (99) |
| Total                                | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |      |
| <b>S corporations</b>                |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
| Number of businesses.....            | 66,683         | 13,014                   | 10,399                    | 5,009                     | 3,767                       | 1,254                         | 788                           | 846                            | 104                             |                      |      |
| Total receipts.....                  | 55,363,314     | 943,300                  | 1,908,259                 | 1,989,219                 | 4,020,035                   | 5,705                         | 3,767                         | 788                            | 846                             | 12,362,819           |      |
| Business receipts.....               | 53,517,018     | 824,808                  | 1,755,807                 | 1,947,371                 | 3,982,511                   | 5,496,748                     | 4,157,628                     | 6,061,889                      | 17,270,464                      | 11,902,734           |      |
| Total business deductions.....       | 51,756,845     | 775,935                  | 1,781,453                 | 1,915,923                 | 3,852,105                   | 5,199,890                     | 4,098,724                     | 5,966,933                      | 16,386,789                      | 11,136,117           |      |
| Costs of goods sold.....             | 18,741,541     | 17,937                   | 343,204                   | 416,398                   | 934,710                     | 1,456,233                     | 1,008,228                     | 2,802,629                      | 7,203,007                       | 4,295,377            |      |
| Salaries and wages.....              | 9,786,742      | 46,830                   | 202,459                   | 436,813                   | 562,731                     | 1,206,499                     | 920,876                       | 959,338                        | 3,182,415                       | 2,214,461            |      |
| Taxes paid.....                      | 1,401,291      | 20,080                   | 52,837                    | 49,789                    | 96,787                      | 174,613                       | 121,183                       | 124,753                        | 438,350                         | 295,746              |      |
| Interest paid.....                   | 808,244        | 164,394                  | 9,922                     | 21,995                    | 46,985                      | 59,188                        | 184,167                       | 215,067                        | 184,167                         | 215,067              |      |
| Depreciation.....                    | 2,076,495      | 33,321                   | 95,841                    | 36,821                    | 93,764                      | 112,885                       | 387,114                       | 104,488                        | 679,945                         | 505,339              |      |
| Total net income (less deficit)..... | 5,083,564      | -138,350                 | 126,914                   | 74,091                    | 179,000                     | 411,465                       | 290,816                       | 625,071                        | 1,165,943                       | 2,073,765            |      |
| Net income.....                      | 7,282,551      | 375,063                  | 314,340                   | 220,337                   | 429,570                     | 676,999                       | 415,877                       | 689,850                        | 1,479,908                       | 2,296,054            |      |
| Deficit.....                         | 2,198,987      | 513,412                  | 187,426                   | * 146,245                 | 250,570                     | 265,535                       | 125,061                       | 64,779                         | 313,964                         | 222,289              |      |
| <b>Partnerships</b>                  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
| Number of businesses.....            | 31,804         | 4,994                    | 3,330                     | 1,692                     | 1,544                       | 600                           | 407                           | 654                            | 360                             |                      |      |
| Total receipts.....                  | 170,244,188    | 1,826,245                | 562,223                   | 645,422                   | 1,083,389                   | 2,061,052                     | 2,239,763                     | 3,118,015                      | 15,734,438                      | 142,689,360          |      |
| Business receipts.....               | 161,757,098    | 74,722                   | 534,554                   | 642,774                   | 1,077,486                   | 1,905,984                     | 2,214,927                     | 3,034,200                      | 15,169,199                      | 136,821,694          |      |
| Total business deductions.....       | 171,807,368    | 6,495,811                | 913,528                   | 803,333                   | 1,351,698                   | 2,350,090                     | 2,472,516                     | 3,436,298                      | 16,309,127                      | 137,244,115          |      |
| Costs of goods sold.....             | 33,516,911     | 232,081                  | 111,799                   | 155,725                   | 278,830                     | 492,933                       | 444,147                       | 915,547                        | 4,705,081                       | 26,121,523           |      |
| Salaries and wages.....              | 15,988,363     | 166,760                  | 170,073                   | 135,568                   | 207,496                     | 446,085                       | 500,463                       | 488,632                        | 1,556,922                       | 12,328,094           |      |
| Taxes paid.....                      | 2,867,307      | 31,332                   | 13,050                    | 10,480                    | 22,247                      | 52,120                        | 44,077                        | 62,921                         | 222,306                         | 2,405,167            |      |
| Interest paid.....                   | 8,055,530      | 110,369                  | 8,515                     | 24,392                    | 34,395                      | 82,843                        | 137,994                       | 188,797                        | 682,137                         | 6,525,204            |      |
| Depreciation.....                    | 21,015,270     | 138,146                  | 103,642                   | 79,906                    | 121,166                     | 123,916                       | 216,398                       | 293,468                        | 2,078,030                       | 17,836,852           |      |
| Net income (less deficit).....       | 1,197,837      | -3,945,264               | -350,171                  | -157,456                  | -263,684                    | -270,263                      | -228,035                      | -260,997                       | -450,829                        | 7,271,237            |      |
| Net income.....                      | 19,945,085     | 1,497,841                | 74,469                    | 134,191                   | 194,667                     | 334,533                       | 226,921                       | 257,718                        | 1,685,794                       | 15,473,686           |      |
| Deficit.....                         | 18,747,248     | 5,443,105                | 424,640                   | 291,648                   | 458,351                     | 604,796                       | 454,955                       | 518,716                        | 2,136,623                       | 8,202,448            |      |
| <b>Nonfarm sole proprietorships</b>  |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |      |
| Number of businesses.....            | 266,914        | 212,416                  | 8,835                     | 2,477                     | 960                         | 285                           | 66                            | 20                             | * 12                            | 0                    |      |
| Total receipts.....                  | 7,160,599      | 1,329,662                | 1,346,840                 | 841,368                   | 666,906                     | 382,170                       | 211,122                       | 169,824                        | * 202,417                       | 0                    |      |
| Business receipts.....               | 7,160,599      | 1,329,662                | 1,346,840                 | 841,368                   | 666,906                     | 382,170                       | 211,122                       | 169,824                        | * 202,417                       | 0                    |      |
| Total business deductions.....       | 5,242,901      | 1,327,607                | 826,189                   | 627,372                   | 523,797                     | 322,677                       | 175,362                       | 154,682                        | * 235,872                       | 0                    |      |
| Costs of goods sold.....             | 976,029        | 59,093                   | 235,215                   | 101,057                   | 145,733                     | 103,397                       | 52,832                        | 82,640                         | * 76,679                        | 0                    |      |
| Salaries and wages.....              | 539,201        | 27,783                   | 127,114                   | 124,765                   | 57,365                      | 81,049                        | 30,455                        | 15,249                         | * 45,250                        | 0                    |      |
| Taxes paid.....                      | 64,461         | 4,226                    | 11,368                    | 14,572                    | 5,506                       | 10,154                        | 3,920                         | 2,004                          | * 5,261                         | 0                    |      |
| Interest paid.....                   | 42,827         | 3,983                    | 6,945                     | 4,993                     | 2,275                       | 6,640                         | 5,177                         | 5,177                          | * 2,241                         | 0                    |      |
| Depreciation.....                    | 484,197        | 202,925                  | 34,154                    | 59,399                    | 30,826                      | 8,372                         | 8,604                         | 2,125                          | * 6,809                         | 0                    |      |
| Net income (less deficit).....       | 1,918,658      | 2,055                    | 520,651                   | 213,996                   | 143,161                     | 59,493                        | 36,668                        | 15,142                         | * -33,454                       | 0                    |      |
| Net income.....                      | 2,624,470      | 501,881                  | 584,253                   | 244,721                   | 174,043                     | 67,604                        | 47,483                        | 23,569                         | * 13,915                        | 0                    |      |
| Deficit.....                         | 705,812        | 499,826                  | 43,601                    | 30,725                    | 30,882                      | 8,111                         | 10,816                        | 8,427                          | * 47,370                        | 0                    |      |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item             | Finance and insurance |                            |   |  |  |  |  |  |   |  |                                     |
|------------------------------------|-----------------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|
|                                    | Total<br>(100)        | Under<br>\$25,000<br>(101) | \$25,000<br>under<br>\$100,000<br>(102) | \$100,000<br>under<br>\$250,000<br>(103) | \$250,000<br>under<br>\$500,000<br>(104) | \$500,000<br>under<br>\$1,000,000<br>(105) | \$1,000,000<br>under<br>\$2,500,000<br>(106) | \$2,500,000<br>under<br>\$5,000,000<br>(107) | \$5,000,000<br>under<br>\$10,000,000<br>(108) | \$10,000,000<br>under<br>\$50,000,000<br>(109) | \$50,000,000<br>or<br>more<br>(110) |
| <b>All businesses</b>              |                       |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | 1,152,778             | 595,271                    | 249,530                                 | 144,955                                  | 66,145                                   | 39,178                                     | 24,555                                       | 13,049                                       | 7,921   | 8,630  | 3,547                               |
| Total receipts.....                | 2,882,359,092         | 1,245,257                  | 12,358,473                              | 20,769,030                               | 21,503,961                               | 25,386,282                                 | 33,743,760                                   | 40,233,003                                   | 48,937,690                                    | 165,542,959                                    | 2,512,638,679                       |
| Business receipts.....             | 1,805,236,903         | 2,714,898                  | 11,943,396                              | 19,910,087                               | 20,185,915                               | 22,498,649                                 | 26,750,899                                   | 28,058,992                                   | 28,248,031                                    | 71,250,746                                     | 1,573,675,091                       |
| Total business deductions.....     | 2,503,399,167         | 9,950,153                  | 9,931,645                               | 15,080,837                               | 16,276,658                               | 22,679,139                                 | 29,855,814                                   | 33,885,873                                   | 38,318,714                                    | 114,051,176                                    | 2,213,369,157                       |
| Costs of goods sold.....           | 930,274,695           | 99,346                     | 520,020                                 | 470,686                                  | 1,082,863                                | 2,027,517                                  | 3,874,063                                    | 3,868,366                                    | 4,154,639                                     | 21,295,507                                     | 892,881,689                         |
| Salaries and wages.....            | 274,592,257           | 256,681                    | 510,266                                 | 2,260,679                                | 3,367,472                                | 5,314,197                                  | 5,512,534                                    | 8,978,373                                    | 8,822,539                                     | 20,199,406                                     | 219,370,109                         |
| Taxes paid.....                    | 42,624,401            | 100,757                    | 180,005                                 | 365,150                                  | 514,665                                  | 695,417                                    | 779,341                                      | 916,344                                      | 2,467,329                                     | 35,636,369                                     | 248,359,138                         |
| Interest paid.....                 | 270,219,770           | 458,939                    | 315,484                                 | 289,767                                  | 384,457                                  | 664,135                                    | 1,155,328                                    | 1,725,222                                    | 2,736,223                                     | 14,131,079                                     | 37,517,869                          |
| Depreciation.....                  | 43,384,147            | 339,211                    | 346,423                                 | 466,688                                  | 440,426                                  | 413,192                                    | 382,662                                      | 469,374                                      | 842,537                                       | 2,165,763                                      | 319,418,035                         |
| Net income (less deficit).....     | 429,312,025           | -7,732,246                 | 3,515,175                               | 7,519,572                                | 6,540,283                                | 4,472,351                                  | 8,114,889                                    | 9,456,736                                    | 15,568,319                                    | 62,438,915                                     | 343,745,490                         |
| Net income.....                    | 489,360,362           | 2,586,203                  | 6,644,142                               | 9,570,603                                | 8,045,091                                | 7,432,337                                  | 10,618,484                                   | 11,943,189                                   | 18,602,352                                    | 70,172,473                                     | 243,227,455                         |
| Deficit.....                       | 60,048,336            | 10,318,449                 | 3,128,967                               | 2,051,032                                | 1,504,810                                | 2,959,987                                  | 2,503,595                                    | 2,486,453                                    | 3,034,031                                     | 7,733,558                                      | 2,772                               |
| <b>Corporations</b>                |                       |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | 234,746               | 54,837                     | 42,479                                  | 43,984                                   | 29,910                                   | 24,120                                     | 15,608                                       | 9,616  | 5,508   | 5,914  | 2,772                               |
| Total receipts.....                | 2,575,206,914         | -1,245,150                 | 2,414,354                               | 7,068,643                                | 10,863,375                               | 17,375,019                                 | 24,225,187                                   | 32,441,125                                   | 38,988,911                                    | 128,735,306                                    | 2,314,360,146                       |
| Business receipts.....             | 1,571,588,950         | 2,711,940                  | 2,160,412                               | 6,535,053                                | 9,972,757                                | 15,569,088                                 | 19,007,087                                   | 22,583,992                                   | 21,467,803                                    | 46,929,940                                     | 1,427,090,879                       |
| Total business deductions.....     | 2,240,823,839         | 1,639,554                  | 2,640,779                               | 6,362,475                                | 9,536,044                                | 15,917,109                                 | 21,716,251                                   | 27,268,843                                   | 29,865,763                                    | 84,677,390                                     | 2,041,199,631                       |
| Costs of goods sold.....           | 818,675,183           | 70,650                     | 281,584                                 | 253,070                                  | 424,836                                  | 1,419,419                                  | 2,212,970                                    | 2,399,784                                    | 2,253,266                                     | 10,994,552                                     | 798,365,054                         |
| Salaries and wages.....            | 244,609,237           | 150,900                    | 188,581                                 | 1,288,003                                | 2,118,542                                | 4,307,093                                  | 4,164,512                                    | 8,025,276                                    | 6,977,601                                     | 15,569,228                                     | 201,819,500                         |
| Taxes paid.....                    | 40,410,948            | 39,105                     | 91,497                                  | 231,136                                  | 359,463                                  | 581,304                                    | 645,955                                      | 847,306                                      | 857,143                                       | 2,147,234                                      | 34,610,805                          |
| Interest paid.....                 | 249,072,837           | 208,518                    | 134,354                                 | 116,236                                  | 245,053                                  | 349,955                                    | 877,700                                      | 1,367,437                                    | 2,228,099                                     | 11,494,903                                     | 232,050,582                         |
| Depreciation.....                  | 39,653,010            | 28,168                     | 69,188                                  | 105,045                                  | 180,139                                  | 231,325                                    | 297,908                                      | 340,630                                      | 697,862                                       | 1,858,845                                      | 35,843,900                          |
| Net income (less deficit) [1]..... | 307,492,541           | -1,289,869                 | -89,247                                 | 891,602                                  | 1,366,384                                | 1,568,238                                  | 2,376,284                                    | 4,442,684                                    | 7,153,280                                     | 34,696,019                                     | 256,377,166                         |
| Net income.....                    | 345,522,094           | 1,334,408                  | 761,331                                 | 1,509,628                                | 1,992,207                                | 2,455,007                                  | 3,803,716                                    | 5,703,162                                    | 9,072,320                                     | 40,209,926                                     | 278,680,389                         |
| Deficit.....                       | 38,029,552            | 2,624,277                  | 850,578                                 | 618,026                                  | 625,824                                  | 886,769                                    | 1,427,432                                    | 1,260,478                                    | 1,919,039                                     | 5,513,907                                      | 22,303,223                          |
| <b>C corporations [2]</b>          |                       |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | 99,437                | 21,553                     | 16,051                                  | 13,659                                   | 12,883                                   | 10,770                                     | 8,618  | 4,579  | 3,796   | 4,911  | 2,617                               |
| Total receipts.....                | 2,475,486,238         | -809,138                   | 935,739                                 | 2,181,657                                | 4,591,238                                | 7,780,432                                  | 14,385,244                                   | 16,626,515                                   | 26,744,717                                    | 109,469,508                                    | 2,293,580,328                       |
| Business receipts.....             | 1,482,340,405         | 77,311                     | 732,446                                 | 1,757,745                                | 3,904,336                                | 6,076,156                                  | 9,833,629                                    | 7,486,024                                    | 10,148,979                                    | 30,145,068                                     | 1,412,178,711                       |
| Total business deductions.....     | 2,155,503,346         | 1,117,215                  | 1,479,270                               | 2,381,349                                | 4,736,602                                | 7,558,383                                  | 13,321,618                                   | 13,273,294                                   | 19,436,713                                    | 68,399,596                                     | 2,023,799,305                       |
| Costs of goods sold.....           | 810,751,149           | 60,277                     | 273,867                                 | 134,182                                  | 187,192                                  | 751,096                                    | 1,226,975                                    | 876,532                                      | 2,034,322                                     | 9,696,391                                      | 795,510,315                         |
| Salaries and wages.....            | 215,656,854           | 93,181                     | 82,505                                  | 523,243                                  | 862,246                                  | 1,428,254                                  | 2,106,078                                    | 2,567,818                                    | 2,774,627                                     | 9,124,205                                      | 196,094,697                         |
| Taxes paid.....                    | 37,688,470            | 19,583                     | 57,643                                  | 86,414                                   | 157,057                                  | 294,022                                    | 339,845                                      | 422,081                                      | 468,370                                       | 1,668,391                                      | 34,175,065                          |
| Interest paid.....                 | 245,788,615           | 188,467                    | 86,559                                  | 73,336                                   | 134,230                                  | 215,866                                    | 605,638                                      | 1,064,213                                    | 1,886,640                                     | 10,702,027                                     | 230,831,439                         |
| Depreciation.....                  | 38,172,401            | 12,710                     | 22,250                                  | 38,678                                   | 118,542                                  | 149,658                                    | 170,310                                      | 260,148                                      | 348,259                                       | 1,567,443                                      | 35,484,403                          |
| Net income (less deficit).....     | 288,784,063           | -1,926,997                 | -551,351                                | -209,562                                 | -160,558                                 | 155,415                                    | 708,764                                      | 2,332,055                                    | 5,335,971                                     | 31,132,577                                     | 251,967,748                         |
| Net income.....                    | 324,427,226           | 21,458                     | 138,277                                 | 238,319                                  | 430,044                                  | 794,238                                    | 1,956,279                                    | 3,430,463                                    | 6,895,046                                     | 36,473,210                                     | 274,049,893                         |
| Deficit.....                       | 35,643,163            | 1,948,454                  | 689,628                                 | 447,881                                  | 590,602                                  | 638,823                                    | 1,247,514                                    | 1,098,408                                    | 1,559,074                                     | 5,340,633                                      | 22,082,145                          |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

| Form of business, item               | Finance and insurance |                            |   |  |  |  |  |  |   |  |                                     |
|--------------------------------------|-----------------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|
|                                      | Total<br>(100)        | Under<br>\$25,000<br>(101) | \$25,000<br>under<br>\$100,000<br>(102) | \$100,000<br>under<br>\$250,000<br>(103) | \$250,000<br>under<br>\$500,000<br>(104) | \$500,000<br>under<br>\$1,000,000<br>(105) | \$1,000,000<br>under<br>\$2,500,000<br>(106) | \$2,500,000<br>under<br>\$5,000,000<br>(107) | \$5,000,000<br>under<br>\$10,000,000<br>(108) | \$10,000,000<br>under<br>\$50,000,000<br>(109) | \$50,000,000<br>or<br>more<br>(110) |
| <b>S corporations</b>                |                       |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 135,308               | 33,284                     | 26,428                                  | 30,325                                   | 17,027                                   | 13,349                                     | 6,990  | 5,036  | 1,711   | 1,002  | 155                                 |
| Total receipts.....                  | 99,720,676            | 4,866,013                  | 1,478,610                               | 4,886,986                                | 6,272,137                                | 9,594,587                                  | 9,839,942                                    | 15,814,610                                   | 12,224,193                                    | 19,265,801                                     | 20,779,818                          |
| Business receipts.....               | 89,248,546            | 1,427,967                  | 4,777,308                               | 4,777,308                                | 6,068,421                                | 9,492,932                                  | 9,173,458                                    | 11,318,824                                   | 16,784,872                                    | 14,912,167                                     | 14,912,167                          |
| Total business deductions.....       | 85,320,493            | 522,339                    | 1,161,509                               | 3,981,126                                | 4,799,442                                | 8,398,725                                  | 8,394,633                                    | 13,996,549                                   | 10,428,060                                    | 16,277,794                                     | 17,400,326                          |
| Costs of goods sold.....             | 7,924,035             | * 10,373                   | 118,887                                 | 237,643                                  | 237,643                                  | 668,323                                    | 985,995                                      | 1,523,252                                    | 218,943                                       | 1,298,162                                      | 2,854,739                           |
| Salaries and wages.....              | 28,952,382            | 57,718                     | 106,076                                 | 764,761                                  | 1,256,236                                | 2,878,839                                  | 2,058,434                                    | 5,457,459                                    | 4,202,974                                     | 6,445,022                                      | 5,724,803                           |
| Taxes paid.....                      | 2,722,478             | 19,522                     | 33,855                                  | 144,723                                  | 202,406                                  | 287,282                                    | 306,110                                      | 425,224                                      | 388,773                                       | 478,843  | 435,740                             |
| Interest paid.....                   | 3,284,222             | 20,051                     | 42,899                                  | 42,899                                   | 110,822                                  | 134,089                                    | 271,861                                      | 303,225                                      | 341,459                                       | 792,876  | 1,219,144                           |
| Depreciation.....                    | 1,480,608             | 15,458                     | 46,938                                  | 66,366                                   | 61,597                                   | 81,667                                     | 127,597                                      | 80,482                                       | 349,603                                       | 291,402  | 359,497                             |
| Total net income (less deficit)..... | 18,708,478            | 637,128                    | 462,104                                 | 1,101,163                                | 1,526,942                                | 1,412,824                                  | 1,867,519                                    | 2,110,629                                    | 1,817,309                                     | 3,563,442                                      | 4,409,418                           |
| Net income.....                      | 21,094,867            | 1,312,951                  | 623,054                                 | 1,271,308                                | 1,562,163                                | 1,660,769                                  | 1,847,438                                    | 2,272,699                                    | 2,177,274                                     | 3,736,716                                      | 4,630,496                           |
| Deficit.....                         | 2,386,389             | 675,823                    | 160,950                                 | 170,145                                  | 35,221                                   | 247,945                                    | 179,918                                      | 162,070                                      | 359,965                                       | 173,274  | 221,078                             |
| <b>Partnerships</b>                  |                       |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 258,990               | 170,968                    | 35,231                                  | 19,878                                   | 10,721                                   | 7,718                                      | 6,521  | 2,806  | 2,128   | 2,338  | 682                                 |
| Total receipts.....                  | 242,785,082           | 105,692                    | 476,186                                 | 1,338,193                                | 2,032,993                                | 3,292,152                                  | 5,857,855                                    | 5,664,968                                    | 7,981,318                                     | 28,824,204                                     | 187,211,721                         |
| Business receipts.....               | 169,280,457           | 58,243                     | 315,051                                 | 1,012,840                                | 1,605,565                                | 2,210,450                                  | 4,082,694                                    | 3,348,090                                    | 4,792,767                                     | 16,337,357                                     | 135,517,400                         |
| Total business deductions.....       | 214,467,957           | 5,192,195                  | 2,036,757                               | 2,160,500                                | 1,779,878                                | 3,990,765                                  | 5,306,764                                    | 4,713,579                                    | 6,544,848                                     | 21,527,341                                     | 161,215,328                         |
| Costs of goods sold.....             | 91,011,677            | 3,568                      | 41,837                                  | 60,833                                   | 120,922                                  | 355,577                                    | 441,642                                      | 472,069                                      | 560,495                                       | 3,515,764                                      | 85,438,969                          |
| Salaries and wages.....              | 26,693,370            | 58,547                     | 97,117                                  | 241,002                                  | 292,308                                  | 464,796                                    | 1,060,383                                    | 756,065                                      | 1,751,207                                     | 4,484,352                                      | 17,487,593                          |
| Taxes paid.....                      | 1,751,092             | 18,190                     | 20,801                                  | 23,931                                   | 38,531                                   | 62,509                                     | 93,885                                       | 54,298                                       | 105,478                                       | 312,124  | 1,021,345                           |
| Interest paid.....                   | 20,634,664            | 108,934                    | 100,302                                 | 87,615                                   | 66,361                                   | 256,059                                    | 244,014                                      | 346,029                                      | 498,164                                       | 2,619,141                                      | 16,308,047                          |
| Depreciation.....                    | 2,433,591             | 51,282                     | 34,935                                  | 30,821                                   | 14,536                                   | 59,373                                     | 42,972                                       | 93,802                                       | 132,755                                       | 301,322  | 1,671,792                           |
| Net income (less deficit).....       | 105,560,735           | -5,708,803                 | -606,277                                | 823,707                                  | 1,526,882                                | 956,267                                    | 4,908,540                                    | 4,790,593                                    | 8,335,681                                     | 27,605,892                                     | 62,928,255                          |
| Net income.....                      | 125,459,629           | 452,781                    | 1,474,501                               | 2,196,285                                | 2,353,425                                | 2,975,740                                  | 5,936,959                                    | 5,943,176                                    | 9,405,645                                     | 29,777,134                                     | 64,943,984                          |
| Deficit.....                         | 19,898,894            | 6,161,584                  | 2,080,778                               | 1,372,579                                | 826,544                                  | 2,019,473                                  | 1,028,419                                    | 1,152,583                                    | 1,069,964                                     | 2,171,242                                      | 2,015,729                           |
| <b>Nonfarm sole proprietorships</b>  |                       |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 659,042               | 369,466                    | 171,820                                 | 81,093                                   | 25,514                                   | 7,340                                      | 2,426  | 627  | 285   | 378  | 93                                  |
| Total receipts.....                  | 64,367,096            | 2,384,715                  | 9,467,933                               | 12,362,194                               | 8,607,593                                | 4,719,111                                  | 3,660,918                                    | 2,126,910                                    | 1,987,461                                     | 7,983,449                                      | 11,066,812                          |
| Business receipts.....               | 64,367,096            | 2,384,715                  | 9,467,933                               | 12,362,194                               | 8,607,593                                | 4,719,111                                  | 3,660,918                                    | 2,126,910                                    | 1,987,461                                     | 7,983,449                                      | 11,066,812                          |
| Total business deductions.....       | 48,107,371            | 3,118,404                  | 5,254,109                               | 6,557,862                                | 4,960,736                                | 2,771,265                                  | 2,832,799                                    | 1,903,451                                    | 1,908,103                                     | 7,846,445                                      | 10,954,198                          |
| Costs of goods sold.....             | 20,587,835            | 25,128                     | 196,599                                 | 156,783                                  | 537,105                                  | 252,521                                    | 1,219,451                                    | 996,513                                      | 1,340,878                                     | 6,785,191                                      | 9,077,666                           |
| Salaries and wages.....              | 3,289,650             | 47,234                     | 224,568                                 | 731,674                                  | 956,622                                  | 542,308                                    | 287,639                                      | 197,032                                      | 93,731  | 145,826  | 63,016                              |
| Taxes paid.....                      | 462,361               | 43,462                     | 67,707                                  | 110,083                                  | 116,671                                  | 51,604                                     | 39,501                                       | 14,740                                       | 6,402   | 7,971  | 4,219                               |
| Interest paid.....                   | 512,269               | 141,487                    | 80,828                                  | 85,916                                   | 73,043                                   | 58,121                                     | 33,614                                       | 11,756                                       | 9,960   | 17,035   | 509                                 |
| Depreciation.....                    | 1,297,546             | 259,761                    | 242,300                                 | 330,822                                  | 245,751                                  | 122,494                                    | 41,782                                       | 34,942                                       | 11,920  | 5,596  | 2,177                               |
| Net income (less deficit).....       | 16,258,749            | -733,574                   | 4,210,699                               | 5,804,263                                | 3,647,017                                | 1,947,846                                  | 830,065                                      | 223,459                                      | 79,358  | 137,004  | 112,614                             |
| Net income.....                      | 18,378,639            | 799,014                    | 4,408,310                               | 5,864,690                                | 3,699,459                                | 2,001,590                                  | 877,809                                      | 296,851                                      | 124,387                                       | 185,413  | 121,117                             |
| Deficit.....                         | 2,119,890             | 1,532,568                  | 197,611                                 | 60,427                                   | 52,442                                   | 53,745                                     | 47,744                                       | 73,392                                       | 45,028  | 48,409   | 8,503                               |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Real estate and rental and leasing |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
|------------------------------------|------------------------------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|--|--|--|
|                                    | Total<br>(111)                     | Under<br>\$25,000<br>(112) | \$25,000<br>under<br>\$100,000<br>(113) | \$100,000<br>under<br>\$250,000<br>(114) | \$250,000<br>under<br>\$500,000<br>(115) | \$500,000<br>under<br>\$1,000,000<br>(116) | \$1,000,000<br>under<br>\$2,500,000<br>(117) | \$2,500,000<br>under<br>\$5,000,000<br>(118) | \$5,000,000<br>under<br>\$10,000,000<br>(119) | \$10,000,000<br>under<br>\$50,000,000<br>(120) | \$50,000,000<br>or<br>more<br>(121) |  |  |  |
| <b>All businesses</b>              |                                    |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 2,732,833                          | 1,581,426                  | 641,681                                 | 290,573                                  | 106,762                                  | 60,338                                     | 30,172                                       | 13,158                                       | 4,521   | 3,698  | 505                                 |  |  |  |
| Total receipts.....                | 404,363,546                        | 15,921,322                 | 25,605,927                              | 33,003,096                               | 28,083,401                               | 32,378,136                                 | 39,692,324                                   | 38,865,181                                   | 25,460,521                                    | 60,646,501                                     | 104,707,137                         |  |  |  |
| Business receipts.....             | 359,909,904                        | 5,341,759                  | 24,341,044                              | 31,024,759                               | 26,304,193                               | 31,045,370                                 | 35,987,262                                   | 35,739,032                                   | 22,758,106                                    | 53,086,064                                     | 94,282,316                          |  |  |  |
| Total business deductions.....     | 367,064,473                        | 17,501,318                 | 16,713,867                              | 21,403,057                               | 22,941,960                               | 29,884,498                                 | 36,778,187                                   | 36,198,852                                   | 23,670,317                                    | 56,120,794                                     | 105,851,026                         |  |  |  |
| Costs of goods sold.....           | 101,095,710                        | 212,731                    | 961,255                                 | 1,457,170                                | 3,017,444                                | 6,046,534                                  | 10,245,353                                   | 10,028,343                                   | 22,810,135                                    | 35,970,761                                     | 35,970,761                          |  |  |  |
| Salaries and wages.....            | 50,115,543                         | 583,198                    | 517,010                                 | 1,863,770                                | 3,430,619                                | 5,373,643                                  | 6,401,047                                    | 7,289,474                                    | 2,729,962                                     | 7,885,837                                      | 14,030,985                          |  |  |  |
| Taxes paid.....                    | 11,475,639                         | 924,895                    | 657,804                                 | 892,121                                  | 931,626                                  | 1,173,693                                  | 1,578,998                                    | 1,112,478                                    | 736,543                                       | 1,319,679                                      | 2,147,806                           |  |  |  |
| Interest paid.....                 | 20,237,940                         | 2,496,534                  | 938,124                                 | 1,103,078                                | 1,120,810                                | 1,369,166                                  | 1,665,819                                    | 1,368,264                                    | 1,095,406                                     | 2,478,348                                      | 6,602,392                           |  |  |  |
| Depreciation.....                  | 39,013,974                         | 2,776,511                  | 1,953,013                               | 2,113,059                                | 1,396,291                                | 1,908,710                                  | 2,262,915                                    | 2,011,540                                    | 1,719,155                                     | 4,345,852                                      | 18,526,927                          |  |  |  |
| Net income (less deficit).....     | 92,824,040                         | -20,082,533                | 12,986,099                              | 22,506,136                               | 13,985,240                               | 12,207,933                                 | 10,995,675                                   | 8,666,688                                    | 8,980,771                                     | 14,430,439                                     | 8,547,591                           |  |  |  |
| Net income.....                    | 166,547,613                        | 21,298,087                 | 19,806,590                              | 26,825,467                               | 16,894,288                               | 15,082,644                                 | 14,001,577                                   | 10,605,963                                   | 10,556,780                                    | 17,026,013                                     | 14,450,204                          |  |  |  |
| Deficit.....                       | 73,723,573                         | 41,380,621                 | 6,820,491                               | 4,319,330                                | 3,309,048                                | 2,874,711                                  | 3,005,902                                    | 1,939,275                                    | 1,576,010                                     | 2,595,574                                      | 5,902,614                           |  |  |  |
| <b>Corporations</b>                |                                    |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 577,400                            | 332,125                    | 87,534                                  | 61,641                                   | 42,203                                   | 28,647                                     | 14,920                                       | 6,804  | 1,678   | 1,601  | 246                                 |  |  |  |
| Total receipts.....                | 233,291,211                        | 8,367,084                  | 5,859,435                               | 11,387,738                               | 15,903,029                               | 20,651,333                                 | 25,259,487                                   | 23,874,753                                   | 12,331,774                                    | 30,205,207                                     | 79,451,370                          |  |  |  |
| Business receipts.....             | 207,243,701                        | 7,179,986                  | 4,960,690                               | 9,897,514                                | 15,175,623                               | 19,948,287                                 | 23,491,620                                   | 22,708,188                                   | 11,344,546                                    | 28,050,667                                     | 70,928,581                          |  |  |  |
| Total business deductions.....     | 227,270,168                        | 7,956,199                  | 5,305,742                               | 10,306,549                               | 14,777,000                               | 19,686,710                                 | 23,998,437                                   | 23,123,209                                   | 12,088,375                                    | 29,072,771                                     | 80,955,197                          |  |  |  |
| Costs of goods sold.....           | 47,394,165                         | 40,583                     | 192,630                                 | 531,721                                  | 1,590,402                                | 1,948,261                                  | 4,133,801                                    | 3,156,243                                    | 3,398,585                                     | 8,146,410                                      | 24,255,530                          |  |  |  |
| Salaries and wages.....            | 39,055,893                         | 392,707                    | 341,982                                 | 1,270,911                                | 2,815,584                                | 4,659,813                                  | 5,033,349                                    | 5,900,827                                    | 1,756,991                                     | 5,343,453                                      | 11,540,277                          |  |  |  |
| Taxes paid.....                    | 9,262,219                          | 667,208                    | 454,212                                 | 693,501                                  | 778,354                                  | 987,199                                    | 1,357,750                                    | 921,327                                      | 553,796                                       | 961,505  | 1,887,368                           |  |  |  |
| Interest paid.....                 | 13,675,965                         | 1,523,615                  | 471,027                                 | 659,460                                  | 718,985                                  | 845,094                                    | 1,096,730                                    | 786,309                                      | 703,387                                       | 1,278,242                                      | 5,593,116                           |  |  |  |
| Depreciation.....                  | 26,383,254                         | 620,520                    | 632,923                                 | 880,736                                  | 775,224                                  | 1,251,395                                  | 1,778,754                                    | 1,580,205                                    | 1,310,701                                     | 3,220,300                                      | 14,332,496                          |  |  |  |
| Net income (less deficit) [1]..... | 15,848,129                         | 7,999,335                  | 630,884                                 | 1,511,105                                | 1,301,359                                | 1,155,126                                  | 1,447,807                                    | 962,821                                      | 385,259                                       | 1,679,731                                      | -1,225,298                          |  |  |  |
| Net income.....                    | 32,003,966                         | 12,647,930                 | 1,313,284                               | 2,368,686                                | 2,318,752                                | 2,209,082                                  | 2,701,072                                    | 1,871,625                                    | 1,042,541                                     | 2,476,655                                      | 3,054,339                           |  |  |  |
| Deficit.....                       | 16,155,837                         | 4,648,595                  | 682,400                                 | 857,581                                  | 1,017,393                                | 1,053,956                                  | 1,253,265                                    | 908,804                                      | 657,283                                       | 796,924  | 4,279,637                           |  |  |  |
| <b>C corporations [2]</b>          |                                    |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 205,195                            | 89,714                     | 44,557                                  | 30,261                                   | 17,643                                   | 11,607                                     | 7,169  | 2,536  | 926   | 609  | 173                                 |  |  |  |
| Total receipts.....                | 144,891,405                        | 6,874,916                  | 3,201,581                               | 5,899,388                                | 6,847,987                                | 8,643,463                                  | 12,816,912                                   | 9,975,189                                    | 6,908,867                                     | 13,497,013                                     | 70,226,088                          |  |  |  |
| Business receipts.....             | 122,966,867                        | 355,002                    | 2,526,002                               | 4,917,091                                | 6,181,939                                | 8,171,530                                  | 11,531,115                                   | 9,040,292                                    | 6,140,360                                     | 11,757,754                                     | 62,345,781                          |  |  |  |
| Total business deductions.....     | 144,770,436                        | 5,994,748                  | 3,066,588                               | 5,518,059                                | 6,854,921                                | 8,551,123                                  | 12,534,473                                   | 10,101,956                                   | 6,949,031                                     | 13,133,737                                     | 72,065,789                          |  |  |  |
| Costs of goods sold.....           | 28,216,983                         | 21,065                     | 75,920                                  | 196,728                                  | 478,879                                  | 575,952                                    | 1,498,288                                    | 1,433,925                                    | 1,430,428                                     | 2,476,616                                      | 20,031,183                          |  |  |  |
| Salaries and wages.....            | 18,335,541                         | 231,832                    | 163,344                                 | 476,567                                  | 883,958                                  | 936,126                                    | 1,717,018                                    | 1,291,791                                    | 872,868                                       | 1,728,812                                      | 10,033,225                          |  |  |  |
| Taxes paid.....                    | 6,942,486                          | 530,354                    | 343,624                                 | 502,603                                  | 534,665                                  | 608,349                                    | 1,053,741                                    | 604,947                                      | 415,794                                       | 581,893  | 1,766,516                           |  |  |  |
| Interest paid.....                 | 11,754,834                         | 1,282,618                  | 328,379                                 | 432,798                                  | 539,814                                  | 547,416                                    | 887,701                                      | 656,694                                      | 585,520                                       | 1,051,130                                      | 5,462,763                           |  |  |  |
| Depreciation.....                  | 21,230,540                         | 379,737                    | 396,417                                 | 530,771                                  | 501,146                                  | 644,955                                    | 1,227,448                                    | 872,218                                      | 805,265                                       | 2,029,504                                      | 13,843,080                          |  |  |  |
| Net income (less deficit).....     | 228,973                            | 864,361                    | 130,559                                 | 375,327                                  | -13,022                                  | 86,026                                     | 279,354                                      | -116,748                                     | -59,350                                       | 503,609  | -1,821,144                          |  |  |  |
| Net income.....                    | 10,472,395                         | 2,657,669                  | 485,302                                 | 787,954                                  | 552,295                                  | 518,831                                    | 993,520                                      | 541,741                                      | 439,440                                       | 1,119,703                                      | 2,375,941                           |  |  |  |
| Deficit.....                       | 10,243,422                         | 1,793,308                  | 354,743                                 | 412,627                                  | 565,316                                  | 432,806                                    | 714,166                                      | 658,489                                      | 498,790                                       | 616,094  | 4,197,085                           |  |  |  |

Footnotes at end of table.



**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry,**  
**and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item             | Professional, scientific, and technical services |            |            |            |            |            |             |            |            |             |             |                                       |                                      |                                     |                                 |                                 |                                |                   |       |
|------------------------------------|--|------------|------------|------------|------------|------------|-------------|------------|------------|-------------|-------------|---------------------------------------|--------------------------------------|-------------------------------------|---------------------------------|---------------------------------|--------------------------------|-------------------|-------|
|                                    | (122)  | (123)      | (124)      | (125)      | (126)      | (127)      | (128)       | (129)      | (130)      | (131)       | (132)       | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| <b>All businesses</b>              |  |            |            |            |            |            |             |            |            |             |             |                                       |                                      |                                     |                                 |                                 |                                |                   |       |
| Number of businesses.....          | 3,664,009  | 2,099,785  | 782,180    | 397,744    | 171,382    | 100,684    | 70,091      | 21,062     | 11,679     | 7,911       | 1,492       | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Total receipts.....                | 1,071,918,767                                    | 26,498,978 | 42,359,291 | 62,758,139 | 60,994,370 | 71,539,899 | 107,723,359 | 73,284,531 | 83,187,770 | 170,632,080 | 372,940,850 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Business receipts.....             | 1,031,721,446                                    | 13,312,257 | 41,862,753 | 62,110,940 | 60,048,140 | 70,276,170 | 106,338,645 | 72,212,785 | 81,940,878 | 167,073,252 | 356,545,627 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Total business deductions.....     | 962,753,754                                      | 27,362,469 | 26,097,436 | 43,823,393 | 49,225,098 | 62,666,538 | 97,853,358  | 68,399,405 | 79,694,846 | 163,089,349 | 344,541,861 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Costs of goods sold.....           | 245,969,627                                      | 723,755    | 2,633,649  | 5,730,860  | 8,986,462  | 12,275,293 | 23,931,379  | 16,400,731 | 22,653,184 | 52,141,632  | 100,522,885 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Salaries and wages.....            | 238,513,801                                      | 3,517,862  | 1,688,872  | 6,100,852  | 9,408,019  | 14,930,380 | 24,942,655  | 18,807,635 | 20,708,787 | 42,132,885  | 96,275,855  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Taxes paid.....                    | 29,928,783                                       | 559,381    | 520,350    | 1,375,125  | 1,496,112  | 2,150,686  | 3,336,033   | 2,484,736  | 2,577,999  | 4,622,104   | 10,806,257  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Interest paid.....                 | 10,780,268                                       | 561,168    | 399,712    | 515,109    | 494,610    | 519,284    | 570,863     | 417,393    | 572,575    | 940,866     | 5,788,686   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Depreciation.....                  | 22,597,557                                       | 1,791,152  | 1,767,511  | 1,772,352  | 1,151,062  | 1,236,786  | 1,486,055   | 1,106,646  | 1,393,640  | 2,775,634   | 8,116,718   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Net income (less deficit).....     | 115,188,751                                      | 1,735,333  | 16,353,343 | 19,368,218 | 11,882,225 | 9,030,648  | 10,054,909  | 5,128,590  | 3,680,824  | 8,153,480   | 29,821,179  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Net income.....                    | 159,392,495                                      | 12,956,540 | 18,828,041 | 21,865,937 | 14,571,440 | 11,862,828 | 13,445,639  | 7,715,545  | 6,493,193  | 12,906,534  | 38,746,800  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Deficit.....                       | 44,203,745                                       | 11,221,206 | 2,474,698  | 2,497,719  | 2,689,214  | 2,832,180  | 3,390,731   | 2,586,955  | 2,832,367  | 4,753,055   | 8,925,621   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| <b>Corporations</b>                |  |            |            |            |            |            |             |            |            |             |             |                                       |                                      |                                     |                                 |                                 |                                |                   |       |
| Number of businesses.....          | 760,087  | 209,173    | 155,238    | 152,600    | 92,931     | 65,551     | 51,907      | 15,920     | 9,388      | 6,361       | 1,018       | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Total receipts.....                | 720,418,313                                      | 7,984,206  | 9,439,479  | 25,189,619 | 34,019,583 | 47,343,245 | 80,171,259  | 55,348,741 | 67,465,394 | 139,175,006 | 254,281,782 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Business receipts.....             | 691,608,915                                      | 1,172,592  | 9,134,260  | 24,573,787 | 33,149,376 | 46,246,907 | 78,863,161  | 54,482,686 | 66,494,923 | 136,438,316 | 241,052,908 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Total business deductions.....     | 711,836,442                                      | 12,655,141 | 9,034,143  | 23,728,004 | 32,363,230 | 45,890,778 | 76,809,707  | 54,603,438 | 66,892,779 | 137,594,013 | 252,265,208 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Costs of goods sold.....           | 202,329,198                                      | 176,232    | 730,779    | 2,452,587  | 5,764,268  | 8,695,177  | 18,973,918  | 13,605,141 | 19,910,069 | 46,237,865  | 85,783,163  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Salaries and wages.....            | 169,611,994                                      | 2,589,141  | 897,229    | 3,380,903  | 5,888,255  | 10,542,856 | 18,830,174  | 14,358,389 | 16,650,405 | 34,293,288  | 62,181,553  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Taxes paid.....                    | 23,328,798                                       | 379,930    | 290,993    | 946,562    | 1,049,715  | 1,701,505  | 2,775,112   | 2,080,045  | 2,179,360  | 3,915,359   | 8,010,198   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Interest paid.....                 | 8,682,585  | 351,995    | 137,843    | 242,308    | 281,540    | 368,475    | 434,193     | 348,206    | 469,146    | 773,227     | 5,275,651   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Depreciation.....                  | 14,562,110                                       | 481,671    | 387,153    | 625,495    | 588,411    | 796,501    | 1,170,814   | 914,181    | 1,107,652  | 2,260,783   | 6,259,449   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Net income (less deficit) [1]..... | 12,328,234                                       | -3,669,887 | 478,827    | 1,869,117  | 1,761,611  | 1,585,382  | 3,468,950   | 966,473    | 704,468    | 2,102,918   | 3,070,374   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Net income.....                    | 47,142,824                                       | 2,620,327  | 2,144,215  | 3,757,109  | 4,041,818  | 4,069,960  | 6,502,153   | 3,285,458  | 3,093,353  | 6,367,346   | 11,261,085  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Deficit.....                       | 34,814,590                                       | 6,290,214  | 1,665,388  | 1,887,992  | 2,280,206  | 2,484,578  | 3,033,204   | 2,328,985  | 2,388,884  | 4,264,429   | 8,190,711   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| <b>C corporations [2]</b>          |  |            |            |            |            |            |             |            |            |             |             |                                       |                                      |                                     |                                 |                                 |                                |                   |       |
| Number of businesses.....          | 247,225  | 64,999     | 43,104     | 44,273     | 33,217     | 22,935     | 21,948      | 7,904      | 4,617      | 3,428       | 802         | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Total receipts.....                | 436,543,666                                      | 5,050,594  | 2,800,688  | 7,358,579  | 12,514,947 | 17,348,762 | 35,613,901  | 28,686,969 | 33,270,475 | 70,318,852  | 223,579,898 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Business receipts.....             | 412,315,156                                      | 389,084    | 2,502,826  | 7,040,972  | 11,893,437 | 16,386,556 | 34,827,837  | 28,023,175 | 32,474,967 | 67,953,593  | 210,822,710 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Total business deductions.....     | 451,575,410                                      | 9,102,145  | 3,414,364  | 8,334,646  | 14,072,014 | 18,729,580 | 37,254,199  | 30,159,035 | 34,723,029 | 72,347,536  | 223,438,863 | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Costs of goods sold.....           | 124,251,741                                      | 73,730     | 212,536    | 965,675    | 2,063,545  | 3,252,440  | 7,973,984   | 7,900,790  | 9,894,969  | 20,763,622  | 71,150,450  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Salaries and wages.....            | 112,057,716                                      | 1,816,675  | 460,214    | 1,238,186  | 2,551,862  | 4,480,711  | 9,029,994   | 7,773,307  | 9,090,610  | 18,704,507  | 56,911,649  | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100,000 | Under<br>\$25,000 | Total |
| Taxes paid.....                    | 15,099,271                                       | 244,830    | 111,965    | 319,527    | 450,920    | 752,942    | 1,312,371   | 1,122,694  | 1,221,512  | 2,337,220   | 7,219,291   | \$10,000,000<br>under<br>\$50,000,000 | \$5,000,000<br>under<br>\$10,000,000 | \$1,000,000<br>under<br>\$2,500,000 | \$250,000<br>under<br>\$500,000 | \$100,000<br>under<br>\$250,000 | \$25,000<br>under<br>\$100     |                   |       |

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Professional, scientific, and technical services |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
|--------------------------------------|--|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|--|--|--|
|                                      | Total<br>(122)                                   | Under<br>\$25,000<br>(123) | \$25,000<br>under<br>\$100,000<br>(124) | \$100,000<br>under<br>\$250,000<br>(125) | \$250,000<br>under<br>\$500,000<br>(126) | \$500,000<br>under<br>\$1,000,000<br>(127) | \$1,000,000<br>under<br>\$2,500,000<br>(128) | \$2,500,000<br>under<br>\$5,000,000<br>(129) | \$5,000,000<br>under<br>\$10,000,000<br>(130) | \$10,000,000<br>under<br>\$50,000,000<br>(131) | \$50,000,000<br>or<br>more<br>(132) |  |  |  |
| <b>S corporations</b>                |  |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....            | 512,862  | 144,175                    | 112,134                                 | 108,327                                  | 59,714                                   | 42,616                                     | 29,959                                       | 8,017  | 4,771   | 2,933  | 216                                 |  |  |  |
| Total receipts.....                  | 283,874,647                                      | 2,933,611                  | 6,638,791                               | 17,831,040                               | 21,504,636                               | 29,994,482                                 | 44,557,357                                   | 26,661,772                                   | 34,194,919                                    | 68,856,154                                     | 30,701,884                          |  |  |  |
| Business receipts.....               | 279,293,759                                      | 783,508                    | 6,631,434                               | 17,532,815                               | 21,255,940                               | 29,860,350                                 | 44,035,324                                   | 26,459,511                                   | 34,019,955                                    | 68,484,722                                     | 30,230,198                          |  |  |  |
| Total business deductions.....       | 260,261,031                                      | 3,552,996                  | 5,619,779                               | 15,393,368                               | 18,291,217                               | 27,161,198                                 | 39,555,508                                   | 24,444,403                                   | 32,169,750                                    | 65,246,477                                     | 28,826,345                          |  |  |  |
| Costs of goods sold.....             | 78,077,458                                       | 102,502                    | 518,243                                 | 1,486,912                                | 3,700,723                                | 5,442,377                                  | 10,999,935                                   | 5,704,351                                    | 10,015,100                                    | 25,474,242                                     | 14,632,713                          |  |  |  |
| Salaries and wages.....              | 57,554,278                                       | 772,466                    | 437,015                                 | 2,142,717                                | 3,336,393                                | 6,061,945                                  | 9,800,180                                    | 6,585,082                                    | 7,559,795                                     | 15,588,780                                     | 5,269,903                           |  |  |  |
| Taxes paid.....                      | 8,235,527  | 135,101                    | 179,027                                 | 627,055                                  | 598,795                                  | 948,563                                    | 1,462,741                                    | 957,351                                      | 957,849                                       | 1,578,139                                      | 790,907                             |  |  |  |
| Interest paid.....                   | 1,315,751  | 70,432                     | 63,540                                  | 127,692                                  | 146,683                                  | 198,774                                    | 139,293                                      | 142,059                                      | 184,627                                       | 106,094  |                                     |  |  |  |
| Depreciation.....                    | 3,640,114  | 196,719                    | 214,725                                 | 384,581                                  | 286,081                                  | 352,498                                    | 441,327                                      | 295,296                                      | 446,260                                       | 631,380  | 391,247                             |  |  |  |
| Total net income (less deficit)..... | 26,646,874                                       | 382,195                    | 1,092,544                               | 2,863,402                                | 3,340,387                                | 2,968,697                                  | 5,108,935                                    | 2,435,695                                    | 2,151,567                                     | 4,108,731                                      | 2,194,721                           |  |  |  |
| Net income.....                      | 32,224,685                                       | 2,056,924                  | 1,797,890                               | 3,409,881                                | 3,733,273                                | 3,644,012                                  | 5,608,595                                    | 2,648,910                                    | 2,451,132                                     | 4,528,563                                      | 2,345,515                           |  |  |  |
| Deficit.....                         | 5,577,811  | 1,674,728                  | 705,336                                 | 546,479                                  | 392,886                                  | 675,315                                    | 499,660                                      | 213,215                                      | 299,565                                       | 419,832  | 150,795                             |  |  |  |
| <b>Partnerships</b>                  |  |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....            | 151,076  | 54,256                     | 23,430                                  | 24,219                                   | 14,424                                   | 14,666                                     | 11,711                                       | 4,338  | 2,082   | 1,479  | 471                                 |  |  |  |
| Total receipts.....                  | 222,996,666                                      | 6,649,776                  | 1,523,122                               | 4,084,844                                | 5,367,543                                | 10,483,430                                 | 18,140,820                                   | 15,219,630                                   | 14,337,700                                    | 30,270,464                                     | 116,919,337                         |  |  |  |
| Business receipts.....               | 211,608,743                                      | 274,869                    | 1,331,803                               | 4,063,477                                | 5,291,520                                | 10,316,339                                 | 18,064,204                                   | 15,013,939                                   | 14,061,279                                    | 29,448,326                                     | 113,753,188                         |  |  |  |
| Total business deductions.....       | 174,417,448                                      | 5,127,135                  | 1,363,430                               | 3,389,167                                | 4,202,525                                | 7,749,899                                  | 13,953,737                                   | 11,826,878                                   | 11,870,018                                    | 24,547,143                                     | 90,407,515                          |  |  |  |
| Costs of goods sold.....             | 28,411,321                                       | 25,682                     | 108,799                                 | 490,401                                  | 531,861                                  | 892,413                                    | 2,219,208                                    | 2,134,573                                    | 2,550,999                                     | 5,504,126                                      | 13,953,260                          |  |  |  |
| Salaries and wages.....              | 58,191,536                                       | 784,980                    | 143,469                                 | 462,144                                  | 1,053,463                                | 2,161,793                                  | 4,460,379                                    | 4,039,510                                    | 3,831,432                                     | 7,674,412                                      | 33,579,956                          |  |  |  |
| Taxes paid.....                      | 5,153,573  | 95,455                     | 24,468                                  | 77,189                                   | 109,422                                  | 209,865                                    | 415,121                                      | 365,328                                      | 375,003                                       | 694,379  | 2,787,342                           |  |  |  |
| Interest paid.....                   | 1,186,672  | 116,439                    | 26,000                                  | 30,634                                   | 53,409                                   | 70,964                                     | 82,498                                       | 56,701                                       | 98,249  | 152,670  | 489,107                             |  |  |  |
| Depreciation.....                    | 3,473,137  | 197,749                    | 87,569                                  | 86,803                                   | 62,900                                   | 141,791                                    | 146,363                                      | 148,884                                      | 263,522                                       | 498,379  | 1,838,177                           |  |  |  |
| Net income (less deficit).....       | 50,787,128                                       | 3,115,888                  | 174,826                                 | 741,632                                  | 1,171,746                                | 2,758,920                                  | 4,260,740                                    | 3,425,127                                    | 2,503,734                                     | 5,793,698                                      | 26,840,817                          |  |  |  |
| Net income.....                      | 55,897,153                                       | 4,728,125                  | 527,629                                 | 1,174,405                                | 1,454,774                                | 3,055,349                                  | 4,583,682                                    | 3,665,055                                    | 2,946,263                                     | 6,276,157                                      | 27,485,715                          |  |  |  |
| Deficit.....                         | 5,110,025  | 1,612,237                  | 352,803                                 | 432,773                                  | 283,028                                  | 296,429                                    | 322,942                                      | 239,928                                      | 442,528                                       | 482,459  | 644,898                             |  |  |  |
| <b>Nonfarm sole proprietorships</b>  |  |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....            | 2,752,846  | 1,836,356                  | 603,512                                 | 220,925                                  | 64,027                                   | 20,467                                     | 6,473  | 804  | 209   | 71   | * 3                                 |  |  |  |
| Total receipts.....                  | 128,503,788                                      | 11,864,996                 | 31,396,690                              | 33,483,676                               | 21,607,244                               | 13,712,924                                 | 9,411,280                                    | 2,716,160                                    | 1,384,676                                     | 1,186,610                                      | * 1,739,531                         |  |  |  |
| Business receipts.....               | 128,503,788                                      | 11,864,996                 | 31,396,690                              | 33,483,676                               | 21,607,244                               | 13,712,924                                 | 9,411,280                                    | 2,716,160                                    | 1,384,676                                     | 1,186,610                                      | * 1,739,531                         |  |  |  |
| Total business deductions.....       | 76,499,864                                       | 9,580,193                  | 15,698,863                              | 16,726,222                               | 12,659,343                               | 9,025,861                                  | 7,089,914                                    | 1,969,089                                    | 932,049                                       | 948,193  | * 1,869,138                         |  |  |  |
| Costs of goods sold.....             | 15,229,108                                       | 521,841                    | 1,794,071                               | 2,787,872                                | 2,680,333                                | 2,687,703                                  | 2,738,253                                    | 661,017                                      | 192,116                                       | 399,641  | * 786,262                           |  |  |  |
| Salaries and wages.....              | 10,710,271                                       | 143,741                    | 648,174                                 | 2,257,805                                | 2,466,301                                | 2,225,931                                  | 1,652,102                                    | 409,736                                      | 226,950                                       | 165,185  | * 514,346                           |  |  |  |
| Taxes paid.....                      | 1,446,412  | 83,996                     | 204,889                                 | 351,354                                  | 336,975                                  | 239,316                                    | 145,800                                      | 39,363                                       | 23,636  | 12,366   | * 8,717                             |  |  |  |
| Interest paid.....                   | 911,011  | 92,734                     | 235,869                                 | 242,167                                  | 159,661                                  | 79,845                                     | 54,172                                       | 12,486                                       | 5,180   | 14,969   | * 13,928                            |  |  |  |
| Depreciation.....                    | 4,562,310  | 1,111,732                  | 1,292,789                               | 1,060,054                                | 529,751                                  | 298,494                                    | 168,878                                      | 43,581                                       | 22,466  | 15,472   | * 19,092                            |  |  |  |
| Net income (less deficit).....       | 52,073,389                                       | 2,289,332                  | 15,698,690                              | 16,757,469                               | 8,948,868                                | 4,686,346                                  | 2,325,219                                    | 746,990                                      | 452,622                                       | 256,864  | * 90,012                            |  |  |  |
| Net income.....                      | 56,352,518                                       | 5,608,088                  | 16,156,197                              | 16,934,423                               | 9,074,848                                | 4,737,519                                  | 2,359,804                                    | 765,032                                      | 453,577                                       | 263,031  | 0                                   |  |  |  |
| Deficit.....                         | 4,279,130  | 3,318,755                  | 456,507                                 | 176,954                                  | 125,980                                  | 51,173                                     | 34,585                                       | 18,042                                       | 955   | 6,167  | * 90,012                            |  |  |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

(All figures are estimates based on samples--money amounts are in thousands of dollars)

| Form of business, item             | Management of companies (holding companies) |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
|------------------------------------|---|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|--|--|--|
|                                    | Total<br>(133)                              | Under<br>\$25,000<br>(134) | \$25,000<br>under<br>\$100,000<br>(135) | \$100,000<br>under<br>\$250,000<br>(136) | \$250,000<br>under<br>\$500,000<br>(137) | \$500,000<br>under<br>\$1,000,000<br>(138) | \$1,000,000<br>under<br>\$2,500,000<br>(139) | \$2,500,000<br>under<br>\$5,000,000<br>(140) | \$5,000,000<br>under<br>\$10,000,000<br>(141) | \$10,000,000<br>under<br>\$50,000,000<br>(142) | \$50,000,000<br>or<br>more<br>(143) |  |  |  |
| <b>All businesses</b>              |   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 68,466                                      | 47,426                     | 6,911                                   | 2,936                                    | 1,884                                    | 1,830                                      | 1,857  | 1,539  | 1,584   | 1,935  | 563                                 |  |  |  |
| Total receipts.....                | 694,636,451                                 | -975,707                   | 265,154                                 | 361,978                                  | 490,512                                  | 1,066,466                                  | 2,780,179                                    | 5,131,538                                    | 10,779,182                                    | 39,001,822                                     | 635,735,327                         |  |  |  |
| Business receipts.....             | 199,549,758                                 | 13,899                     | 35,762                                  | 50,472                                   | 85,438                                   | 234,081                                    | 642,569                                      | 1,191,245                                    | 2,530,632                                     | 8,779,376                                      | 185,986,284                         |  |  |  |
| Total business deductions.....     | 598,218,751                                 | 2,507,951                  | 1,257,047                               | 983,702                                  | 614,770                                  | 924,696                                    | 2,549,841                                    | 4,180,853                                    | 8,467,007                                     | 30,369,651                                     | 546,363,234                         |  |  |  |
| Costs of goods sold.....           | 14,457,646                                  | 9,980                      | 3,149                                   | 1,466                                    | 4,945                                    | 13,480                                     | 13,494                                       | 34,395                                       | 83,326  | 967,980  | 13,325,432                          |  |  |  |
| Salaries and wages.....            | 100,313,552                                 | 43,957                     | 16,717                                  | 18,483                                   | 36,781                                   | 147,540                                    | 285,487                                      | 592,935                                      | 1,380,003                                     | 6,118,015                                      | 91,673,635                          |  |  |  |
| Taxes paid.....                    | 13,670,148                                  | 54,735                     | 14,345                                  | 15,909                                   | 12,381                                   | 24,123                                     | 117,110                                      | 149,873                                      | 296,860                                       | 1,041,598                                      | 11,943,213                          |  |  |  |
| Interest paid.....                 | 159,786,873                                 | 172,138                    | 96,871                                  | 155,425                                  | 49,479                                   | 66,150                                     | 502,681                                      | 1,266,578                                    | 2,608,545                                     | 8,962,833                                      | 145,906,174                         |  |  |  |
| Depreciation.....                  | 43,658,208                                  | 41,167                     | 87,943                                  | 24,306                                   | 28,988                                   | 11,572                                     | 62,676                                       | 185,621                                      | 378,397                                       | 1,338,582                                      | 41,498,955                          |  |  |  |
| Net income (less deficit).....     | 103,217,571                                 | -3,423,945                 | -866,661                                | -432,772                                 | 102,569                                  | 404,375                                    | 871,939                                      | 1,315,093                                    | 2,819,965                                     | 9,206,356                                      | 93,220,652                          |  |  |  |
| Net income.....                    | 117,037,551                                 | 1,489,476                  | 332,250                                 | 394,401                                  | 509,073                                  | 896,534                                    | 1,754,029                                    | 1,811,935                                    | 3,291,890                                     | 10,561,980                                     | 95,996,082                          |  |  |  |
| Deficit.....                       | 13,819,980                                  | 4,913,422                  | 1,198,911                               | 827,174                                  | 406,503                                  | 492,159                                    | 882,090                                      | 496,741                                      | 471,926                                       | 1,355,624                                      | 2,775,429                           |  |  |  |
| <b>Corporations</b>                |   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 46,887                                      | 32,834                     | 4,526                                   | 1,797                                    | 774                                      | 784  | 1,349  | 1,278  | 1,381   | 1,691  | 472                                 |  |  |  |
| Total receipts.....                | 677,082,366                                 | -999,270                   | 219,805                                 | 280,169                                  | 287,389                                  | 581,432                                    | 2,248,172                                    | 4,690,797                                    | 9,917,543                                     | 34,936,705                                     | 624,919,624                         |  |  |  |
| Business receipts.....             | 190,225,987                                 | 3,717                      | 17,713                                  | 6,789                                    | 6,789                                    | 35,616                                     | 293,101                                      | 1,002,797                                    | 2,107,424                                     | 6,773,764                                      | 179,975,172                         |  |  |  |
| Total business deductions.....     | 581,498,091                                 | 1,240,218                  | 534,951                                 | 487,439                                  | 341,132                                  | 338,413                                    | 1,864,823                                    | 3,772,180                                    | 7,700,789                                     | 26,762,152                                     | 538,455,984                         |  |  |  |
| Costs of goods sold.....           | 9,517,497                                   | 9,980                      | 3,149                                   | 1,466                                    | 27                                       | 0  | 13,151                                       | 7,061  | 115,781                                       | 9,360,822                                      | 9,360,822                           |  |  |  |
| Salaries and wages.....            | 98,542,502                                  | 42,461                     | 16,657                                  | 12,815                                   | 20,808                                   | 57,858                                     | 186,573                                      | 544,455                                      | 1,267,630                                     | 5,428,788                                      | 90,964,457                          |  |  |  |
| Taxes paid.....                    | 13,420,813                                  | 49,993                     | 5,549                                   | 14,349                                   | 10,634                                   | 15,418                                     | 109,441                                      | 141,912                                      | 289,474                                       | 989,398  | 11,794,645                          |  |  |  |
| Interest paid.....                 | 158,380,777                                 | 149,150                    | 20,649                                  | 49,975                                   | 49,461                                   | 57,544                                     | 444,720                                      | 1,239,431                                    | 2,478,900                                     | 8,688,053                                      | 145,222,895                         |  |  |  |
| Depreciation.....                  | 43,217,391                                  | 12,572                     | 6,441                                   | 9,132                                    | 14,290                                   | 9,303                                      | 164,487                                      | 370,863                                      | 1,231,256                                     | 41,342,897                                     | 41,342,897                          |  |  |  |
| Net income (less deficit) [1]..... | 95,340,541                                  | -1,809,726                 | -161,300                                | -68,586                                  | 5,006                                    | 295,505                                    | 806,417                                      | 850,409                                      | 2,155,763                                     | 7,536,954                                      | 85,730,100                          |  |  |  |
| Net income.....                    | 103,547,546                                 | 1,452,947                  | 264,108                                 | 291,469                                  | 233,081                                  | 406,668                                    | 1,285,222                                    | 1,187,153                                    | 2,398,432                                     | 8,326,038                                      | 87,702,427                          |  |  |  |
| Deficit.....                       | 8,207,005                                   | 3,262,674                  | 425,408                                 | 360,056                                  | 228,074                                  | 111,163                                    | 478,805                                      | 336,744                                      | 242,670                                       | 789,084  | 1,972,327                           |  |  |  |
| <b>C corporations [2]</b>          |   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 24,457                                      | 15,161                     | 2,539                                   | 1,429                                    | 560                                      | 435  | 809  | 779  | 960   | 1,342  | 443                                 |  |  |  |
| Total receipts.....                | 660,662,584                                 | -237,174                   | 127,360                                 | 222,450                                  | 201,375                                  | 325,697                                    | 1,331,627                                    | 2,879,268                                    | 6,905,668                                     | 28,263,132                                     | 620,643,181                         |  |  |  |
| Business receipts.....             | 183,988,389                                 | 2,733                      | 3,202                                   | 8,879                                    | 6,132                                    | 22,451                                     | 109,411                                      | 305,244                                      | 847,160                                       | 4,189,996                                      | 178,513,180                         |  |  |  |
| Total business deductions.....     | 569,808,545                                 | 1,008,655                  | 476,272                                 | 382,723                                  | 284,579                                  | 247,773                                    | 1,407,225                                    | 2,559,769                                    | 5,547,564                                     | 22,059,999                                     | 535,833,985                         |  |  |  |
| Costs of goods sold.....           | 9,498,320                                   | 9,980                      | --                                      | 879                                      | 27                                       | 0  | 13,084                                       | 7,061  | 3,304   | 103,163  | 9,360,822                           |  |  |  |
| Salaries and wages.....            | 96,477,130                                  | 39,569                     | 5,069                                   | 9,289                                    | 18,369                                   | 32,067                                     | 128,706                                      | 353,529                                      | 906,195                                       | 4,486,762                                      | 90,497,577                          |  |  |  |
| Taxes paid.....                    | 12,956,695                                  | 24,464                     | 4,351                                   | 11,571                                   | 10,158                                   | 14,026                                     | 45,266                                       | 95,739                                       | 216,325                                       | 822,546  | 11,712,250                          |  |  |  |
| Interest paid.....                 | 154,966,640                                 | 129,989                    | 20,128                                  | 32,982                                   | 38,909                                   | 43,661                                     | 313,958                                      | 840,978                                      | 1,762,448                                     | 7,190,705                                      | 144,582,881                         |  |  |  |
| Depreciation.....                  | 42,717,313                                  | 5,899                      | 5,239                                   | 6,597                                    | 4,483                                    | 8,063                                      | 43,518                                       | 118,512                                      | 276,200                                       | 1,008,056                                      | 41,240,746                          |  |  |  |
| Net income (less deficit).....     | 89,275,321                                  | -1,145,656                 | -347,598                                | -167,242                                 | -92,914                                  | 104,694                                    | -116,032                                     | 230,149                                      | 1,190,719                                     | 5,526,472                                      | 84,092,728                          |  |  |  |
| Net income.....                    | 95,233,256                                  | 127,431                    | 63,932                                  | 101,779                                  | 94,129                                   | 191,431                                    | 352,118                                      | 554,105                                      | 1,423,734                                     | 6,265,950                                      | 86,052,646                          |  |  |  |
| Deficit.....                       | 5,957,935                                   | 1,273,087                  | 411,530                                 | 269,021                                  | 187,043                                  | 86,736                                     | 468,151                                      | 323,956                                      | 239,014                                       | 739,478  | 1,959,919                           |  |  |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Management of companies (holding companies) |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
|--------------------------------------|---|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|--|--|--|
|                                      | Total<br>(133)                              | Under<br>\$25,000<br>(134) | \$25,000<br>under<br>\$100,000<br>(135) | \$100,000<br>under<br>\$250,000<br>(136) | \$250,000<br>under<br>\$500,000<br>(137) | \$500,000<br>under<br>\$1,000,000<br>(138) | \$1,000,000<br>under<br>\$2,500,000<br>(139) | \$2,500,000<br>under<br>\$5,000,000<br>(140) | \$5,000,000<br>under<br>\$10,000,000<br>(141) | \$10,000,000<br>under<br>\$50,000,000<br>(142) | \$50,000,000<br>or<br>more<br>(143) |  |  |  |
| <b>S corporations</b>                |   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....            | 22,430                                      | 17,673                     | 1,988                                   | 368                                      | 214                                      | 349  | 540  | 499  | 421   | 349  | 29                                  |  |  |  |
| Total receipts.....                  | 16,419,782                                  | -762,096                   | 92,444                                  | 57,719                                   | 86,014                                   | 255,735                                    | 916,545                                      | 1,811,529                                    | 3,011,876                                     | 6,673,573                                      | 4,276,444                           |  |  |  |
| Business receipts.....               | 6,237,598                                   | * 983                      | * 14,510                                | * 1,016                                  | 656                                      | 13,165                                     | 183,690                                      | 697,553                                      | 1,260,264                                     | 2,603,768                                      | 1,461,991                           |  |  |  |
| Total business deductions.....       | 11,689,546                                  | 231,564                    | 58,678                                  | 104,716                                  | 56,553                                   | 90,640                                     | 457,597                                      | 1,212,411                                    | 2,153,225                                     | 4,702,154                                      | 2,622,009                           |  |  |  |
| Costs of goods sold.....             | 19,177                                      | 0                          | * 3,149                                 | 586                                      | 0  | 0  | 66   | 0  | 2,757   | 12,618   | 0                                   |  |  |  |
| Salaries and wages.....              | 2,065,371                                   | 2,892                      | 11,589                                  | * 3,526                                  | 2,439                                    | 25,791                                     | 57,867                                       | 190,926                                      | 361,436                                       | 942,026  | 466,880                             |  |  |  |
| Taxes paid.....                      | 464,118                                     | 25,529                     | 1,198                                   | 2,777                                    | 476                                      | 1,393                                      | 64,176                                       | 46,173                                       | 73,149  | 166,852  | 82,395                              |  |  |  |
| Interest paid.....                   | 3,414,137                                   | 19,161                     | 521                                     | 16,993                                   | 10,552                                   | 13,883                                     | 130,762                                      | 398,453                                      | 716,452                                       | 1,477,348                                      | 630,013                             |  |  |  |
| Depreciation.....                    | 500,079                                     | 6,673                      | 1,202                                   | 2,536                                    | 9,808                                    | 1,240                                      | 12,631                                       | 45,975                                       | 94,663  | 223,200  | 102,150                             |  |  |  |
| Total net income (less deficit)..... | 6,065,220                                   | -664,071                   | 186,298                                 | 98,656                                   | 97,920                                   | 190,811                                    | 922,450                                      | 620,260                                      | 965,044                                       | 2,010,481                                      | 1,637,372                           |  |  |  |
| Net income.....                      | 8,314,290                                   | 1,325,516                  | 200,176                                 | 189,690                                  | 138,951                                  | 215,238                                    | 933,104                                      | 633,048                                      | 968,699                                       | 2,060,087                                      | 1,649,781                           |  |  |  |
| Deficit.....                         | 2,249,070                                   | 1,989,586                  | 13,878                                  | 91,034                                   | 41,031                                   | 24,427                                     | 10,654                                       | 12,788                                       | 3,655   | 49,606   | 12,409                              |  |  |  |
| <b>Partnerships</b>                  |   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....            | 21,579                                      | 14,592                     | 2,385                                   | 1,139                                    | 1,110                                    | 1,046                                      | 508  | 261  | 203   | 244  | 91                                  |  |  |  |
| Total receipts.....                  | 17,554,085                                  | 23,563                     | * 45,349                                | 81,809                                   | 203,123                                  | 485,034                                    | 532,007                                      | 440,741                                      | 861,639                                       | 4,065,117                                      | 10,815,703                          |  |  |  |
| Business receipts.....               | 9,323,771                                   | * 10,182                   | * 18,049                                | * 40,578                                 | * 78,649                                 | * 198,465                                  | * 349,468                                    | * 188,448                                    | 423,208                                       | 2,005,612                                      | 6,011,112                           |  |  |  |
| Total business deductions.....       | 16,720,660                                  | 1,267,733                  | 722,096                                 | 496,263                                  | 273,638                                  | 586,283                                    | 685,018                                      | 408,673                                      | 766,218                                       | 3,607,499                                      | 7,907,240                           |  |  |  |
| Costs of goods sold.....             | 4,940,149                                   | 0                          | 0                                       | 0  | * 4,918                                  | * 13,480                                   | * 343  | * 27,334                                     | * 77,265                                      | 852,199  | 3,964,610                           |  |  |  |
| Salaries and wages.....              | 1,771,050                                   | * 1,496                    | * 60                                    | * 5,668                                  | * 15,973                                 | * 89,682                                   | 98,914                                       | * 48,480                                     | * 112,373                                     | 689,227  | 709,178                             |  |  |  |
| Taxes paid.....                      | 249,335                                     | 4,742                      | * 8,796                                 | * 1,560                                  | 4,742                                    | 8,705                                      | 7,669  | 7,961  | 7,386   | 52,200   | 148,568                             |  |  |  |
| Interest paid.....                   | 1,406,096                                   | 22,988                     | * 76,222                                | * 105,450                                | * 18                                     | * 8,606                                    | 57,961                                       | 27,147                                       | 129,645                                       | 294,780  | 683,279                             |  |  |  |
| Depreciation.....                    | 440,817                                     | * 28,595                   | * 81,502                                | * 15,174                                 | * 14,698                                 | * 2,269                                    | * 6,527                                      | * 21,134                                     | * 7,534                                       | 107,326  | 156,058                             |  |  |  |
| Net income (less deficit).....       | 7,877,030                                   | -1,614,219                 | -705,361                                | -364,186                                 | 97,563                                   | 108,870                                    | 65,522                                       | 464,684                                      | 664,202                                       | 1,669,402                                      | 7,490,552                           |  |  |  |
| Net income.....                      | 13,490,005                                  | 36,529                     | 68,142                                  | 102,932                                  | 275,992                                  | 489,866                                    | 468,807                                      | 624,682                                      | 893,458                                       | 2,235,942                                      | 8,293,655                           |  |  |  |
| Deficit.....                         | 5,612,975                                   | 1,650,748                  | 773,503                                 | 467,118                                  | * 178,429                                | 380,996                                    | 403,285                                      | * 159,997                                    | * 229,256                                     | 566,540  | 803,102                             |  |  |  |
| <b>Nonfarm sole proprietorships</b>  |   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....            | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Total receipts.....                  | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Business receipts.....               | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Total business deductions.....       | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Costs of goods sold.....             | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Salaries and wages.....              | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Taxes paid.....                      | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Interest paid.....                   | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Depreciation.....                    | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Net income (less deficit).....       | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Net income.....                      | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |
| Deficit.....                         | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |  |  |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item             | Administrative and support and waste management and remediation services |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
|------------------------------------|--|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|--|--|--|
|                                    | Total<br>(144)   | Under<br>\$25,000<br>(145) | \$25,000<br>under<br>\$100,000<br>(146) | \$100,000<br>under<br>\$250,000<br>(147) | \$250,000<br>under<br>\$500,000<br>(148) | \$500,000<br>under<br>\$1,000,000<br>(149) | \$1,000,000<br>under<br>\$2,500,000<br>(150) | \$2,500,000<br>under<br>\$5,000,000<br>(151) | \$5,000,000<br>under<br>\$10,000,000<br>(152) | \$10,000,000<br>under<br>\$50,000,000<br>(153) | \$50,000,000<br>or<br>more<br>(154) |  |  |  |
| <b>All businesses</b>              |  |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 2,167,766  | 1,592,569                  | 341,251                                 | 95,236                                   | 55,463                                   | 38,802                                     | 27,624                                       | 9,329  | 3,982   | 2,817  | 694                                 |  |  |  |
| Total receipts.....                | 477,545,664  | 14,033,082                 | 17,537,881                              | 15,164,203                               | 19,649,761                               | 27,222,856                                 | 45,653,559                                   | 32,540,006                                   | 28,885,511                                    | 53,143,929                                     | 223,715,196                         |  |  |  |
| Business receipts.....             | 457,901,591  | 11,182,830                 | 17,416,107                              | 15,072,893                               | 19,541,323                               | 27,046,312                                 | 45,221,243                                   | 32,385,150                                   | 28,288,553                                    | 52,157,522                                     | 209,589,658                         |  |  |  |
| Total business deductions.....     | 454,827,648  | 10,159,878                 | 12,608,365                              | 12,750,793                               | 17,963,955                               | 25,325,497                                 | 44,338,387                                   | 31,126,649                                   | 27,781,567                                    | 51,970,286                                     | 220,802,268                         |  |  |  |
| Costs of goods sold.....           | 199,504,102  | 484,915                    | 2,170,055                               | 3,152,723                                | 5,181,413                                | 9,192,596                                  | 20,807,816                                   | 15,050,469                                   | 14,713,515                                    | 29,223,801                                     | 99,526,801                          |  |  |  |
| Salaries and wages.....            | 85,631,509   | 1,874,715                  | 1,178,159                               | 2,082,036                                | 3,628,096                                | 5,699,490                                  | 8,636,440                                    | 6,599,694                                    | 5,003,877                                     | 7,966,911                                      | 42,962,090                          |  |  |  |
| Taxes paid.....                    | 16,499,983   | 220,076                    | 257,163                                 | 374,133                                  | 599,543                                  | 825,614                                    | 1,382,498                                    | 1,083,540                                    | 926,628                                       | 1,597,205                                      | 9,233,582                           |  |  |  |
| Interest paid.....                 | 7,302,864  | 126,064                    | 180,987                                 | 143,442                                  | 184,124                                  | 224,122                                    | 345,040                                      | 282,998                                      | 192,082                                       | 469,674  | 5,174,332                           |  |  |  |
| Depreciation.....                  | 14,017,176   | 776,904                    | 1,292,407                               | 776,036                                  | 837,034                                  | 644,295                                    | 1,081,246                                    | 899,981                                      | 441,923                                       | 953,761  | 6,313,589                           |  |  |  |
| Net income (less deficit).....     | 24,369,573   | 4,239,364                  | 4,940,801                               | 2,421,047                                | 1,740,735                                | 1,934,784                                  | 1,342,373                                    | 1,456,385                                    | 1,182,432                                     | 1,742,570                                      | 3,369,083                           |  |  |  |
| Net income.....                    | 34,702,067   | 6,870,841                  | 5,630,909                               | 2,886,428                                | 2,263,020                                | 2,352,850                                  | 2,143,208                                    | 1,844,495                                    | 1,475,814                                     | 2,539,597                                      | 6,694,905                           |  |  |  |
| Deficit.....                       | 10,332,493   | 2,631,478                  | 690,107                                 | 465,378                                  | 522,286                                  | 418,067                                    | 800,836                                      | 388,109                                      | 293,362                                       | 797,028  | 3,325,822                           |  |  |  |
| <b>Corporations</b>                |  |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 242,904  | 44,689                     | 53,040                                  | 43,830                                   | 34,725                                   | 29,328                                     | 22,698                                       | 8,143  | 3,402   | 2,451  | 597                                 |  |  |  |
| Total receipts.....                | 377,940,515  | 2,498,577                  | 3,364,248                               | 7,411,492                                | 12,169,008                               | 20,737,377                                 | 38,030,157                                   | 28,755,447                                   | 24,811,552                                    | 44,712,611                                     | 195,450,045                         |  |  |  |
| Business receipts.....             | 359,890,965  | 286,053                    | 3,244,413                               | 7,324,294                                | 12,068,921                               | 20,562,889                                 | 37,610,980                                   | 28,613,668                                   | 24,258,140                                    | 43,922,155                                     | 181,999,452                         |  |  |  |
| Total business deductions.....     | 370,864,108  | 2,756,140                  | 3,021,762                               | 6,933,541                                | 11,540,731                               | 19,865,198                                 | 37,280,919                                   | 27,407,459                                   | 24,076,090                                    | 44,012,600                                     | 193,969,668                         |  |  |  |
| Costs of goods sold.....           | 170,893,885  | 38,696                     | 523,074                                 | 1,863,122                                | 3,089,363                                | 7,411,127                                  | 17,367,534                                   | 13,182,103                                   | 12,825,412                                    | 25,508,445                                     | 89,085,009                          |  |  |  |
| Salaries and wages.....            | 66,944,223   | 1,431,108                  | 289,169                                 | 917,175                                  | 2,339,168                                | 4,146,482                                  | 7,091,264                                    | 5,594,484                                    | 4,142,452                                     | 6,047,605                                      | 34,945,316                          |  |  |  |
| Taxes paid.....                    | 14,902,521   | 137,165                    | 100,123                                 | 225,459                                  | 462,407                                  | 680,273                                    | 1,223,585                                    | 981,509                                      | 835,121                                       | 1,395,790                                      | 8,861,088                           |  |  |  |
| Interest paid.....                 | 6,503,972  | 54,450                     | 50,610                                  | 72,972                                   | 123,598                                  | 162,652                                    | 273,975                                      | 244,670                                      | 137,717                                       | 354,194  | 5,029,134                           |  |  |  |
| Depreciation.....                  | 10,350,668   | 57,146                     | 237,769                                 | 298,065                                  | 412,069                                  | 463,004                                    | 890,962                                      | 825,583                                      | 356,646                                       | 773,514  | 6,035,891                           |  |  |  |
| Net income (less deficit) [1]..... | 8,315,732  | -187,672                   | 353,765                                 | 481,606                                  | 671,845                                  | 905,621                                    | 769,310                                      | 1,361,936                                    | 812,046                                       | 1,234,119                                      | 1,913,155                           |  |  |  |
| Net income.....                    | 15,200,748   | 311,743                    | 581,108                                 | 826,516                                  | 1,091,994                                | 1,225,244                                  | 1,471,255                                    | 1,698,822                                    | 1,029,954                                     | 1,871,131                                      | 5,092,981                           |  |  |  |
| Deficit.....                       | 6,885,016  | 499,415                    | 227,342                                 | 344,909                                  | 420,149                                  | 319,623                                    | 701,945                                      | 336,886                                      | 217,908                                       | 637,012  | 3,179,826                           |  |  |  |
| <b>C corporations [2]</b>          |  |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 75,004   | 14,993                     | 14,697                                  | 11,219                                   | 10,386                                   | 9,217                                      | 8,555  | 3,080  | 1,495   | 1,028  | 334                                 |  |  |  |
| Total receipts.....                | 231,893,728  | 1,322,283                  | 918,961                                 | 1,925,204                                | 3,708,004                                | 6,648,331                                  | 14,329,813                                   | 11,088,071                                   | 10,857,352                                    | 19,612,529                                     | 161,483,181                         |  |  |  |
| Business receipts.....             | 215,600,323  | 82,367                     | 857,660                                 | 1,865,156                                | 3,683,836                                | 6,493,264                                  | 14,062,309                                   | 11,004,526                                   | 10,394,919                                    | 18,956,752                                     | 148,199,533                         |  |  |  |
| Total business deductions.....     | 231,647,065  | 1,521,776                  | 904,644                                 | 1,960,765                                | 3,773,226                                | 6,731,385                                  | 14,317,873                                   | 11,160,327                                   | 10,746,405                                    | 19,760,847                                     | 160,769,818                         |  |  |  |
| Costs of goods sold.....           | 99,514,154   | 4,086                      | 121,998                                 | 479,489                                  | 1,055,896                                | 1,761,364                                  | 5,375,631                                    | 6,224,628                                    | 6,170,360                                     | 9,593,282                                      | 68,727,400                          |  |  |  |
| Salaries and wages.....            | 41,959,460   | 789,160                    | 101,704                                 | 375,484                                  | 757,326                                  | 1,660,929                                  | 3,330,659                                    | 1,610,905                                    | 1,855,037                                     | 2,891,244                                      | 28,587,013                          |  |  |  |
| Taxes paid.....                    | 9,791,998  | 62,687                     | 26,391                                  | 60,964                                   | 161,667                                  | 255,899                                    | 576,869                                      | 342,843                                      | 400,402                                       | 685,800  | 7,218,476                           |  |  |  |
| Interest paid.....                 | 36,643   | 36,643                     | 26,716                                  | 15,704                                   | 29,025                                   | 79,547                                     | 107,579                                      | 107,509                                      | 79,596  | 213,996  | 4,872,393                           |  |  |  |
| Depreciation.....                  | 7,402,839  | 14,997                     | 59,858                                  | 40,596                                   | 166,887                                  | 199,531                                    | 332,352                                      | 300,839                                      | 170,504                                       | 407,493  | 5,709,782                           |  |  |  |
| Net income (less deficit).....     | 389,973  | -198,001                   | 14,317                                  | -35,561                                  | -65,223                                  | -83,054                                    | -72,572                                      | -72,572                                      | -114,493                                      | -145,104                                       | 853,093                             |  |  |  |
| Net income.....                    | 5,579,343  | 104,530                    | 97,899                                  | 91,681                                   | 116,293                                  | 126,168                                    | 225,616                                      | 172,066                                      | 297,030                                       | 352,245  | 3,995,814                           |  |  |  |
| Deficit.....                       | 5,189,370  | 302,532                    | 63,582                                  | 127,242                                  | 181,516                                  | 209,222                                    | 214,032                                      | 244,638                                      | 186,537                                       | 497,349  | 3,142,720                           |  |  |  |

Footnotes at end of table.



**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Educational services |                            |   |  |  |  |  |  |   |  |                                     |
|------------------------------------|----------------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|
|                                    | Total<br>(155)       | Under<br>\$25,000<br>(156) | \$25,000<br>under<br>\$100,000<br>(157) | \$100,000<br>under<br>\$250,000<br>(158) | \$250,000<br>under<br>\$500,000<br>(159) | \$500,000<br>under<br>\$1,000,000<br>(160) | \$1,000,000<br>under<br>\$2,500,000<br>(161) | \$2,500,000<br>under<br>\$5,000,000<br>(162) | \$5,000,000<br>under<br>\$10,000,000<br>(163) | \$10,000,000<br>under<br>\$50,000,000<br>(164) | \$50,000,000<br>or<br>more<br>(165) |
| <b>All businesses</b>              |                      |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | 505,675              | 427,434                    | 45,360                                  | 20,162                                   | 5,857                                    | 2,872                                      | 2,780  | 606  | 252   | 286  | 67                                  |
| Total receipts.....                | 38,945,973           | 2,488,024                  | 2,144,360                               | 2,878,795                                | 2,086,721                                | 1,853,512                                  | 4,803,404                                    | 2,212,093                                    | 1,795,997                                     | 5,592,382                                      | 13,090,687                          |
| Business receipts.....             | 37,960,187           | 2,363,400                  | 2,095,488                               | 2,868,628                                | 2,080,268                                | 1,849,848                                  | 4,775,501                                    | 2,199,365                                    | 1,772,770                                     | 5,540,743                                      | 12,414,155                          |
| Total business deductions.....     | 35,625,523           | 1,850,188                  | 1,399,204                               | 2,611,733                                | 1,869,306                                | 1,937,235                                  | 4,562,295                                    | 1,999,284                                    | 1,705,816                                     | 5,348,253                                      | 12,342,208                          |
| Costs of goods sold.....           | 5,715,286            | 47,087                     | 109,759                                 | 304,465                                  | 220,173                                  | 388,400                                    | 600,201                                      | 233,223                                      | 200,972                                       | 1,113,760                                      | 2,497,246                           |
| Salaries and wages.....            | 9,694,005            | 71,690                     | 86,291                                  | 390,402                                  | 447,484                                  | 585,049                                    | 1,202,652                                    | 714,283                                      | 575,899                                       | 1,861,120                                      | 3,759,139                           |
| Taxes paid.....                    | 1,165,199            | 15,225                     | 27,402                                  | 87,259                                   | 68,053                                   | 57,956                                     | 162,822                                      | 93,586                                       | 66,706  | 212,377  | 373,814                             |
| Interest paid.....                 | 392,120              | 39,679                     | 16,611                                  | 18,016                                   | 37,493                                   | 16,472                                     | 14,605                                       | 11,437                                       | 25,717  | 50,977   | 161,109                             |
| Depreciation.....                  | 1,238,161            | 129,957                    | 78,077                                  | 68,544                                   | 60,974                                   | 83,591                                     | 56,952                                       | 47,048                                       | 128,800                                       | 47,309   | 536,912                             |
| Net income (less deficit).....     | 3,511,410            | 675,133                    | 745,584                                 | 269,663                                  | 218,821                                  | -84,036                                    | 247,162                                      | 216,809                                      | 111,706                                       | 352,463  | 758,108                             |
| Net income.....                    | 5,291,938            | 1,233,874                  | 863,052                                 | 404,373                                  | 266,055                                  | 91,096                                     | 370,819                                      | 252,488                                      | 193,180                                       | 532,946  | 1,084,056                           |
| Deficit.....                       | 1,780,528            | 558,740                    | 117,469                                 | 134,711                                  | 47,234                                   | 175,132                                    | 123,657                                      | 35,679                                       | 81,474  | 180,484  | 325,948                             |
| <b>Corporations</b>                |                      |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | 44,059               | 13,132                     | 9,046                                   | 11,682                                   | 4,755                                    | 2,070                                      | 2,401  | 466  | 183   | 263  | 61                                  |
| Total receipts.....                | 30,684,279           | 2,251,122                  | 510,633                                 | 1,769,641                                | 1,712,005                                | 1,353,045                                  | 4,206,861                                    | 1,765,938                                    | 1,317,981                                     | 5,113,836                                      | 12,709,218                          |
| Business receipts.....             | 29,746,218           | 1,188,811                  | 485,409                                 | 1,759,474                                | 1,706,241                                | 1,349,781                                  | 4,181,466                                    | 1,756,364                                    | 1,296,641                                     | 5,069,050                                      | 12,042,911                          |
| Total business deductions.....     | 29,222,310           | 300,313                    | 514,829                                 | 1,771,576                                | 1,592,363                                | 1,436,429                                  | 4,019,850                                    | 1,612,225                                    | 1,305,655                                     | 4,905,104                                      | 11,763,966                          |
| Costs of goods sold.....           | 4,895,886            | 11,965                     | 59,474                                  | 159,366                                  | 162,775                                  | 267,498                                    | 486,406                                      | 140,068                                      | 121,920                                       | 1,046,491                                      | 2,439,923                           |
| Salaries and wages.....            | 8,770,226            | 56,538                     | 48,164                                  | 339,103                                  | 390,802                                  | 487,351                                    | 1,049,093                                    | 597,386                                      | 451,850                                       | 1,736,769                                      | 3,613,172                           |
| Taxes paid.....                    | 1,050,703            | 8,761                      | 17,987                                  | 77,056                                   | 61,222                                   | 44,188                                     | 147,858                                      | 74,560                                       | 52,034  | 204,918  | 362,098                             |
| Interest paid.....                 | 312,979              | 7,436                      | 2,937                                   | 13,824                                   | 31,653                                   | 12,081                                     | 11,557                                       | 6,958  | 19,292  | 47,636   | 159,603                             |
| Depreciation.....                  | 912,744              | 94,943                     | 13,317                                  | 44,931                                   | 51,088                                   | 67,654                                     | 49,280                                       | 40,196                                       | 37,227  | 116,954  | 482,605                             |
| Net income (less deficit) [1]..... | 1,610,813            | -72,896                    | -3,776                                  | 664                                      | 119,735                                  | -81,516                                    | 192,960                                      | 157,437                                      | 32,703  | 316,298  | 949,206                             |
| Net income.....                    | 2,493,048            | 22,373                     | 56,578                                  | 133,705                                  | 159,689                                  | 48,453                                     | 268,630                                      | 193,061                                      | 109,684                                       | 438,658  | 1,062,218                           |
| Deficit.....                       | 882,235              | 95,269                     | 60,354                                  | 133,042                                  | 39,954                                   | 129,969                                    | 75,670                                       | 35,624                                       | 76,981  | 122,360  | 113,012                             |
| <b>C corporations [2]</b>          |                      |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | 16,579               | 5,169                      | 3,435                                   | 3,685                                    | 1,911                                    | 1,052                                      | 983  | 98   | 108   | 89   | 49                                  |
| Total receipts.....                | 18,458,156           | 140,098                    | 219,806                                 | 565,842                                  | 766,058                                  | 655,502                                    | 1,750,644                                    | 448,663                                      | 1,834,529                                     | 11,267,362                                     | 11,267,362                          |
| Business receipts.....             | 17,598,844           | 39,853                     | 186,206                                 | 555,710                                  | 765,594                                  | 654,275                                    | 1,728,302                                    | 441,589                                      | 1,808,717                                     | 10,627,032                                     | 10,627,032                          |
| Total business deductions.....     | 17,756,720           | 156,068                    | 244,239                                 | 595,165                                  | 762,812                                  | 637,980                                    | 1,765,329                                    | 481,955                                      | 842,206                                       | 1,849,460                                      | 10,441,505                          |
| Costs of goods sold.....           | 2,632,182            | 2,745                      | 23,271                                  | 12,206                                   | 28,866                                   | 116,295                                    | 142,408                                      | 10,422                                       | 105,688                                       | 379,714  | 1,810,568                           |
| Salaries and wages.....            | 5,161,766            | 24,724                     | 33,089                                  | 134,901                                  | 168,707                                  | 179,623                                    | 232,266                                      | 214,788                                      | 256,576                                       | 569,018  | 3,348,073                           |
| Taxes paid.....                    | 586,471              | 4,486                      | 8,777                                   | 26,258                                   | 25,848                                   | 26,233                                     | 37,032                                       | 22,005                                       | 29,197  | 72,956   | 333,679                             |
| Interest paid.....                 | 243,588              | 4,462                      | 698                                     | 4,550                                    | 5,684                                    | 10,161                                     | 5,944  | 2,298  | 38,287  | 15,581   | 155,922                             |
| Depreciation.....                  | 658,867              | 3,372                      | 6,043                                   | 10,326                                   | 39,721                                   | 13,009                                     | 26,133                                       | 9,425  | 34,171  | 72,217   | 444,449                             |
| Net income (less deficit).....     | 697,617              | -14,903                    | -24,433                                 | -29,324                                  | 3,246                                    | -17,522                                    | -14,685                                      | -13,292                                      | -32,563                                       | -14,932  | 820,979                             |
| Net income.....                    | 1,209,769            | 14,710                     | 19,426                                  | 12,760                                   | 38,851                                   | 33,562                                     | 30,861                                       | 6,213  | 40,654  | 80,590   | 932,142                             |
| Deficit.....                       | 512,152              | 29,613                     | 43,859                                  | 42,084                                   | 35,604                                   | 16,039                                     | 45,546                                       | 19,505                                       | 73,217  | 95,521   | 111,163                             |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Educational services |                            |   |  |  |  |  |  |   |  |                                     |
|--------------------------------------|----------------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|
|                                      | Total<br>(155)       | Under<br>\$25,000<br>(156) | \$25,000<br>under<br>\$100,000<br>(157) | \$100,000<br>under<br>\$250,000<br>(158) | \$250,000<br>under<br>\$500,000<br>(159) | \$500,000<br>under<br>\$1,000,000<br>(160) | \$1,000,000<br>under<br>\$2,500,000<br>(161) | \$2,500,000<br>under<br>\$5,000,000<br>(162) | \$5,000,000<br>under<br>\$10,000,000<br>(163) | \$10,000,000<br>under<br>\$50,000,000<br>(164) | \$50,000,000<br>or<br>more<br>(165) |
| <b>S corporations</b>                |                      |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 27,480               | 7,963                      | 5,611                                   | 7,998                                    | 2,844                                    | * 1,019                                    | * 1,417                                      | * 368  | 75  | 173  | 12                                  |
| Total receipts.....                  | 12,226,122           | 85,023                     | 290,827                                 | 1,203,799                                | 945,947                                  | * 697,543                                  | * 2,456,217                                  | * 1,317,275                                  | 508,327                                       | 3,279,307                                      | 1,441,866                           |
| Business receipts.....               | 12,147,374           | 79,029                     | 279,029                                 | 1,203,765                                | 940,647                                  | * 695,506                                  | * 2,453,163                                  | * 1,314,775                                  | 505,075                                       | 3,260,332                                      | 1,415,879                           |
| Total business deductions.....       | 11,465,590           | 144,245                    | 270,590                                 | 1,176,411                                | 829,552                                  | * 798,449                                  | * 2,254,521                                  | * 1,150,270                                  | 463,449                                       | 3,055,644                                      | 1,322,460                           |
| Costs of goods sold.....             | 2,263,704            | * 9,220                    | * 36,204                                | * 147,160                                | * 133,909                                | * 151,202                                  | * 343,999                                    | * 129,646                                    | 16,231  | 666,777  | 629,355                             |
| Salaries and wages.....              | 3,608,460            | * 31,813                   | * 15,075                                | 204,201                                  | 222,094                                  | * 307,728                                  | * 816,827                                    | * 382,598                                    | 195,275                                       | 1,167,750                                      | 265,098                             |
| Taxes paid.....                      | 464,232              | 4,275                      | 9,210                                   | 50,798                                   | 35,374                                   | * 17,955                                   | * 110,926                                    | * 52,576                                     | 22,837  | 131,962  | 28,419                              |
| Interest paid.....                   | 69,391               | * 2,974                    | * 2,240                                 | * 9,274                                  | * 25,969                                 | * 1,920                                    | * 5,613                                      | * 4,680                                      | 3,711   | 9,349  | 3,681                               |
| Depreciation.....                    | 253,877              | 6,120                      | * 7,274                                 | 34,605                                   | * 11,366                                 | * 54,645                                   | * 23,147                                     | * 30,771                                     | 3,056   | 44,737   | 38,155                              |
| Total net income (less deficit)..... | 913,197              | -57,993                    | 20,657                                  | 29,987                                   | 116,489                                  | * 99,039                                   | * 207,645                                    | * 170,729                                    | 65,266  | 331,229  | 128,227                             |
| Net income.....                      | 1,283,279            | * 7,663                    | 37,152                                  | 120,945                                  | * 120,838                                | * 14,891                                   | * 237,770                                    | * 186,848                                    | 69,030  | 358,068  | 130,075                             |
| Deficit.....                         | 370,082              | 65,656                     | * 16,495                                | 90,958                                   | * 4,349                                  | * 113,930                                  | * 30,124                                     | 16,118                                       | 3,764   | * 26,839                                       | 1,849                               |
| <b>Partnerships</b>                  |                      |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 9,084                | 5,321                      | 1,591                                   | 596                                      | * 548                                    | 566  | * 246  | * 118  | 69  | * 23   | * 6                                 |
| Total receipts.....                  | 2,861,965            | 57,393                     | 75,397                                  | 94,654                                   | * 195,365                                | 350,381                                    | * 389,438                                    | * 361,287                                    | 478,016                                       | * 478,546                                      | * 381,469                           |
| Business receipts.....               | 2,814,240            | 39,010                     | 71,749                                  | 94,654                                   | * 194,696                                | 349,981                                    | * 386,930                                    | * 358,153                                    | 476,129                                       | * 471,693                                      | * 371,244                           |
| Total business deductions.....       | 2,964,544            | 118,041                    | 80,751                                  | 80,707                                   | * 177,023                                | 360,241                                    | * 419,273                                    | * 326,955                                    | 400,161                                       | * 443,149                                      | * 578,242                           |
| Costs of goods sold.....             | 572,984              | * 1,349                    | * 2,312                                 | * 1,368                                  | * 56,515                                 | * 107,241                                  | * 107,890                                    | * 92,665                                     | * 79,052                                      | * 67,269                                       | * 57,323                            |
| Salaries and wages.....              | 715,323              | * 4,207                    | * 6,658                                 | 9,170                                    | * 26,374                                 | * 61,959                                   | * 113,286                                    | * 99,304                                     | 124,049                                       | * 124,351                                      | * 145,967                           |
| Taxes paid.....                      | 79,471               | 1,925                      | * 2,637                                 | * 1,001                                  | * 2,815                                  | 9,027                                      | * 10,896                                     | * 17,324                                     | * 14,672                                      | * 7,459  | * 11,716                            |
| Interest paid.....                   | 23,735               | * 129                      | * 950                                   | 886                                      | * 1,970                                  | * 3,544                                    | * 1,508                                      | * 3,475                                      | * 6,425                                       | * 3,341  | * 1,506                             |
| Depreciation.....                    | 117,546              | 10,306                     | * 1,510                                 | * 1,677                                  | * 6,656                                  | * 12,385                                   | * 3,706                                      | * 5,072                                      | 10,082  | * 11,846                                       | * 54,307                            |
| Net income (less deficit).....       | -59,054              | -25,646                    | 14,653                                  | 13,949                                   | * 18,378                                 | -9,334                                     | * -29,731                                    | * 34,608                                     | 79,003  | * 36,165                                       | -191,098                            |
| Net income.....                      | 376,831              | 32,543                     | * 22,631                                | 14,298                                   | * 25,275                                 | * 29,544                                   | * 18,256                                     | * 34,663                                     | * 83,496                                      | * 94,288                                       | * 21,838                            |
| Deficit.....                         | 435,885              | 58,188                     | * 7,978                                 | * 349                                    | * 6,897                                  | * 38,878                                   | * 47,987                                     | * 55   | * 4,493                                       | * 56,124                                       | * 212,936                           |
| <b>Nonfarm sole proprietorships</b>  |                      |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 452,532              | 408,981                    | 34,723                                  | 7,884                                    | * 554                                    | * 236                                      | 133  | ** 22  | **  | 0  | 0                                   |
| Total receipts.....                  | 5,399,729            | 2,205,509                  | 1,558,330                               | 1,014,500                                | * 179,331                                | * 150,086                                  | 207,105                                      | ** 84,868                                    | **  | 0  | 0                                   |
| Business receipts.....               | 5,399,729            | 2,205,509                  | 1,558,330                               | 1,014,500                                | * 179,331                                | * 150,086                                  | 207,105                                      | ** 84,868                                    | **  | 0  | 0                                   |
| Total business deductions.....       | 3,438,669            | 1,431,834                  | 823,624                                 | 759,450                                  | * 99,920                                 | * 140,565                                  | 123,172                                      | ** 60,104                                    | **  | 0  | 0                                   |
| Costs of goods sold.....             | 246,416              | 33,773                     | 47,973                                  | 143,731                                  | * 883                                    | * 13,661                                   | 5,905  | ** 490                                       | **  | 0  | 0                                   |
| Salaries and wages.....              | 208,456              | 10,945                     | 31,469                                  | 42,129                                   | * 30,308                                 | * 35,739                                   | 40,273                                       | ** 17,593                                    | **  | 0  | 0                                   |
| Taxes paid.....                      | 35,025               | 4,539                      | 6,778                                   | 9,202                                    | * 4,016                                  | * 4,741                                    | 4,068  | ** 1,682                                     | **  | 0  | 0                                   |
| Interest paid.....                   | 55,406               | 32,114                     | 12,724                                  | 3,306                                    | * 3,870                                  | * 847                                      | 1,540  | ** 1,004                                     | **  | 0  | 0                                   |
| Depreciation.....                    | 207,871              | 110,158                    | 63,250                                  | 21,936                                   | * 3,230                                  | * 3,552                                    | 3,966  | ** 1,780                                     | **  | 0  | 0                                   |
| Net income (less deficit).....       | 1,959,651            | 773,675                    | 734,707                                 | 255,050                                  | * 80,708                                 | * 6,814                                    | 83,933                                       | ** 24,764                                    | **  | 0  | 0                                   |
| Net income.....                      | 2,422,059            | 1,178,958                  | 783,843                                 | 256,370                                  | * 81,091                                 | * 13,099                                   | 83,933                                       | ** 24,764                                    | **  | 0  | 0                                   |
| Deficit.....                         | 462,408              | 405,283                    | 49,137                                  | 1,320                                    | * 383                                    | * 6,285                                    | 0  | **   | **  | 0  | 0                                   |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 (All figures are estimates based on samples--money amounts are in thousands of dollars)

| Form of business, item             | Health care and social assistance |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
|------------------------------------|-----------------------------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|--|--|--|
|                                    | Total<br>(166)                    | Under<br>\$25,000<br>(167) | \$25,000<br>under<br>\$100,000<br>(168) | \$100,000<br>under<br>\$250,000<br>(169) | \$250,000<br>under<br>\$500,000<br>(170) | \$500,000<br>under<br>\$1,000,000<br>(171) | \$1,000,000<br>under<br>\$2,500,000<br>(172) | \$2,500,000<br>under<br>\$5,000,000<br>(173) | \$5,000,000<br>under<br>\$10,000,000<br>(174) | \$10,000,000<br>under<br>\$50,000,000<br>(175) | \$50,000,000<br>or<br>more<br>(176) |  |  |  |
| <b>All businesses</b>              |                                   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 2,171,551                         | 1,296,394                  | 364,893                                 | 170,147                                  | 140,359                                  | 106,637                                    | 61,227                                       | 17,607                                       | 8,004   | 5,377  | 909                                 |  |  |  |
| Total receipts.....                | 716,377,314                       | 18,168,426                 | 18,359,338                              | 28,428,329                               | 51,139,648                               | 75,692,758                                 | 91,815,154                                   | 62,732,065                                   | 55,852,354                                    | 94,691,616                                     | 219,497,627                         |  |  |  |
| Business receipts.....             | 694,182,606                       | 9,389,327                  | 18,258,403                              | 28,001,436                               | 50,886,741                               | 75,276,782                                 | 91,150,834                                   | 61,616,493                                   | 55,124,760                                    | 93,440,138                                     | 211,037,693                         |  |  |  |
| Total business deductions.....     | 64,322,178                        | 14,085,373                 | 11,520,806                              | 20,390,436                               | 39,478,125                               | 62,515,915                                 | 82,029,463                                   | 58,670,590                                   | 52,754,177                                    | 90,432,600                                     | 212,444,689                         |  |  |  |
| Costs of goods sold.....           | 71,208,156                        | 141,478                    | 755,296                                 | 1,414,778                                | 2,776,931                                | 4,592,846                                  | 6,417,760                                    | 4,466,762                                    | 3,206,207                                     | 7,221,273                                      | 39,670,821                          |  |  |  |
| Salaries and wages.....            | 180,338,094                       | 1,625,337                  | 804,119                                 | 3,942,549                                | 9,302,275                                | 17,374,272                                 | 22,525,931                                   | 15,958,953                                   | 17,290,451                                    | 28,543,977                                     | 62,970,229                          |  |  |  |
| Taxes paid.....                    | 22,519,679                        | 173,361                    | 239,970                                 | 758,613                                  | 1,593,962                                | 2,988,468                                  | 2,977,671                                    | 2,178,896                                    | 1,863,755                                     | 2,952,939                                      | 7,212,044                           |  |  |  |
| Interest paid.....                 | 9,340,972                         | 171,041                    | 181,517                                 | 279,325                                  | 512,088                                  | 624,241                                    | 833,295                                      | 537,909                                      | 555,736                                       | 800,733  | 4,845,088                           |  |  |  |
| Depreciation.....                  | 17,940,483                        | 568,991                    | 770,725                                 | 876,582                                  | 1,226,870                                | 1,753,671                                  | 2,077,970                                    | 1,282,334                                    | 1,114,591                                     | 1,816,182                                      | 6,452,566                           |  |  |  |
| Net income (less deficit).....     | 72,473,587                        | 4,060,042                  | 6,839,980                               | 8,069,552                                | 11,687,245                               | 13,193,004                                 | 9,848,704                                    | 4,102,376                                    | 3,207,440                                     | 4,346,200                                      | 7,119,045                           |  |  |  |
| Net income.....                    | 84,866,803                        | 7,067,303                  | 7,610,592                               | 8,873,913                                | 12,380,381                               | 14,097,365                                 | 11,265,430                                   | 4,977,655                                    | 3,997,568                                     | 5,702,733                                      | 8,893,867                           |  |  |  |
| Deficit.....                       | 12,393,216                        | 3,007,260                  | 770,612                                 | 804,362                                  | 693,136                                  | 904,363                                    | 1,416,725                                    | 875,279                                      | 790,127                                       | 1,356,533                                      | 1,774,821                           |  |  |  |
| <b>Corporations</b>                |                                   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 354,603                           | 42,781                     | 43,648                                  | 63,564                                   | 70,146                                   | 66,279                                     | 44,718                                       | 13,294                                       | 5,510   | 3,946  | 719                                 |  |  |  |
| Total receipts.....                | 503,083,460                       | 3,080,301                  | 2,884,188                               | 11,136,459                               | 26,383,828                               | 47,596,535                                 | 67,695,760                                   | 47,291,874                                   | 38,598,098                                    | 68,082,606                                     | 190,343,812                         |  |  |  |
| Business receipts.....             | 488,409,511                       | 2,413,309                  | 2,797,848                               | 10,788,636                               | 26,200,042                               | 47,190,451                                 | 67,200,365                                   | 46,608,594                                   | 37,974,863                                    | 67,024,748                                     | 182,382,655                         |  |  |  |
| Total business deductions.....     | 484,367,139                       | 3,352,359                  | 2,554,488                               | 10,350,874                               | 24,260,931                               | 44,090,320                                 | 63,871,961                                   | 45,701,728                                   | 37,841,587                                    | 67,180,878                                     | 185,162,012                         |  |  |  |
| Costs of goods sold.....           | 58,438,250                        | 9,062                      | 109,977                                 | 328,512                                  | 1,416,449                                | 2,708,602                                  | 4,873,933                                    | 4,540,144                                    | 1,915,343                                     | 4,808,843                                      | 37,727,386                          |  |  |  |
| Salaries and wages.....            | 141,222,866                       | 267,313                    | 253,044                                 | 1,928,982                                | 4,947,027                                | 11,455,204                                 | 16,796,266                                   | 11,855,370                                   | 12,760,160                                    | 21,822,033                                     | 59,139,466                          |  |  |  |
| Taxes paid.....                    | 17,700,412                        | 103,407                    | 93,994                                  | 452,117                                  | 989,756                                  | 1,892,359                                  | 2,316,886                                    | 1,705,351                                    | 1,327,227                                     | 2,190,789                                      | 6,628,527                           |  |  |  |
| Interest paid.....                 | 6,582,610                         | 54,095                     | 29,592                                  | 90,701                                   | 248,316                                  | 385,529                                    | 420,965                                      | 217,981                                      | 294,783                                       | 407,860  | 4,453,459                           |  |  |  |
| Depreciation.....                  | 10,689,684                        | 125,158                    | 85,002                                  | 273,996                                  | 438,291                                  | 901,343                                    | 1,156,862                                    | 718,891                                      | 599,215                                       | 1,000,461                                      | 5,390,465                           |  |  |  |
| Net income (less deficit) [1]..... | 19,018,826                        | -210,612                   | 330,222                                 | 814,454                                  | 2,139,082                                | 3,517,305                                  | 3,872,873                                    | 1,619,211                                    | 839,498                                       | 963,958  | 5,132,836                           |  |  |  |
| Net income.....                    | 25,869,227                        | 754,094                    | 562,560                                 | 1,376,397                                | 2,487,090                                | 4,174,006                                  | 4,715,227                                    | 2,113,473                                    | 1,330,354                                     | 1,832,288                                      | 6,523,739                           |  |  |  |
| Deficit.....                       | 6,850,401                         | 964,706                    | 232,338                                 | 561,944                                  | 348,008                                  | 656,701                                    | 842,353                                      | 494,262                                      | 490,855                                       | 868,331  | 1,390,903                           |  |  |  |
| <b>C corporations [2]</b>          |                                   |                            |   |  |  |  |  |  |   |  |                                     |  |  |  |
| Number of businesses.....          | 147,043                           | 20,091                     | 11,011                                  | 20,477                                   | 27,741                                   | 29,479                                     | 22,993                                       | 8,173  | 3,763   | 2,808  | 508                                 |  |  |  |
| Total receipts.....                | 351,346,911                       | 1,857,123                  | 719,252                                 | 3,978,070                                | 10,492,777                               | 20,998,562                                 | 35,732,725                                   | 28,840,840                                   | 26,523,884                                    | 50,617,201                                     | 171,586,477                         |  |  |  |
| Business receipts.....             | 338,928,048                       | 93,705                     | 674,580                                 | 3,649,644                                | 10,363,601                               | 20,747,310                                 | 35,379,085                                   | 28,373,346                                   | 26,259,950                                    | 49,840,701                                     | 163,746,125                         |  |  |  |
| Total business deductions.....     | 347,489,964                       | 2,279,639                  | 736,004                                 | 4,054,323                                | 10,428,854                               | 20,996,231                                 | 35,890,135                                   | 28,849,654                                   | 26,664,482                                    | 50,826,211                                     | 166,774,431                         |  |  |  |
| Costs of goods sold.....           | 44,689,380                        | 1,995                      | 52,447                                  | 150,502                                  | 505,276                                  | 532,249                                    | 1,629,736                                    | 3,124,396                                    | 1,000,892                                     | 3,236,238                                      | 34,465,649                          |  |  |  |
| Salaries and wages.....            | 103,412,777                       | 229,678                    | 79,123                                  | 717,005                                  | 1,912,670                                | 5,051,750                                  | 9,388,099                                    | 7,196,178                                    | 8,992,118                                     | 15,685,619                                     | 54,160,537                          |  |  |  |
| Taxes paid.....                    | 12,195,200                        | 63,843                     | 31,791                                  | 168,792                                  | 413,243                                  | 840,221                                    | 1,311,856                                    | 950,642                                      | 815,560                                       | 1,492,643                                      | 6,106,608                           |  |  |  |
| Interest paid.....                 | 5,325,186                         | 43,262                     | 9,007                                   | 22,695                                   | 68,501                                   | 117,336                                    | 179,150                                      | 106,429                                      | 107,458                                       | 309,367  | 4,361,981                           |  |  |  |
| Depreciation.....                  | 8,165,030                         | 64,782                     | 35,299                                  | 57,706                                   | 200,034                                  | 458,657                                    | 640,055                                      | 415,427                                      | 345,769                                       | 770,745  | 5,176,356                           |  |  |  |
| Net income (less deficit).....     | 3,775,836                         | -422,517                   | -16,752                                 | -76,280                                  | 63,777                                   | 724  | -147,437                                     | -8,854                                       | -140,598                                      | -211,997                                       | 4,735,771                           |  |  |  |
| Net income.....                    | 8,421,236                         | 178,387                    | 78,864                                  | 104,526                                  | 275,633                                  | 284,944                                    | 385,539                                      | 245,782                                      | 213,804                                       | 555,910  | 6,097,847                           |  |  |  |
| Deficit.....                       | 4,645,400                         | 600,904                    | 95,616                                  | 180,806                                  | 211,856                                  | 284,220                                    | 532,976                                      | 254,636                                      | 354,403                                       | 767,907  | 1,362,076                           |  |  |  |

Footnotes at end of table.



**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item             | Arts, entertainment, and recreation |            |           |           |           |            |            |           |           |            |            |       |       |       |
|------------------------------------|-------------------------------------|------------|-----------|-----------|-----------|------------|------------|-----------|-----------|------------|------------|-------|-------|-------|
|                                    | (177)                               | (178)      | (179)     | (180)     | (181)     | (182)      | (183)      | (184)     | (185)     | (186)      | (187)      | (188) | (189) | (190) |
| <b>All businesses</b>              |                                     |            |           |           |           |            |            |           |           |            |            |       |       |       |
| Number of businesses.....          | 1,251,886                           | 982,483    | 170,664   | 45,523    | 24,802    | 15,271     | 8,544      | 2,613     | 918       | 819        | 246        |       |       |       |
| Total receipts.....                | 151,838,028                         | 6,556,517  | 8,581,909 | 7,580,389 | 8,636,191 | 11,506,779 | 13,103,440 | 9,614,917 | 6,491,919 | 20,374,167 | 59,391,799 |       |       |       |
| Business receipts.....             | 140,583,700                         | 5,136,175  | 8,398,156 | 7,126,803 | 8,309,588 | 10,573,125 | 12,701,419 | 9,182,781 | 6,188,005 | 16,977,379 | 55,990,267 |       |       |       |
| Total business deductions.....     | 147,816,224                         | 8,488,441  | 6,994,107 | 6,480,872 | 8,087,216 | 11,254,577 | 12,783,657 | 8,887,287 | 6,066,298 | 19,639,249 | 59,134,517 |       |       |       |
| Costs of goods sold.....           | 36,072,106                          | 377,471    | 709,864   | 973,324   | 1,241,812 | 2,151,186  | 2,786,831  | 2,011,508 | 1,702,994 | 3,025,662  | 21,091,455 |       |       |       |
| Salaries and wages.....            | 25,227,752                          | 202,742    | 311,888   | 690,560   | 1,206,859 | 1,843,331  | 2,288,919  | 1,585,645 | 1,158,744 | 4,428,952  | 11,510,114 |       |       |       |
| Taxes paid.....                    | 6,441,635                           | 89,161     | 125,836   | 183,808   | 322,870   | 480,177    | 549,138    | 329,006   | 249,801   | 742,284    | 3,369,550  |       |       |       |
| Interest paid.....                 | 4,701,065                           | 164,626    | 111,663   | 127,978   | 182,428   | 251,033    | 343,005    | 218,630   | 157,872   | 577,163    | 2,566,667  |       |       |       |
| Depreciation.....                  | 9,358,401                           | 1,042,828  | 649,804   | 519,072   | 549,331   | 676,952    | 768,468    | 625,229   | 405,760   | 943,621    | 3,177,334  |       |       |       |
| Net income (less deficit).....     | 5,140,677                           | -1,668,666 | 1,691,826 | 1,116,283 | 720,328   | 307,035    | 345,804    | 770,280   | 467,171   | 817,411    | 573,206    |       |       |       |
| Net income.....                    | 18,479,954                          | 2,953,048  | 2,621,074 | 1,808,362 | 1,320,451 | 1,244,924  | 1,189,721  | 1,189,721 | 749,451   | 1,887,881  | 3,450,745  |       |       |       |
| Deficit.....                       | 13,339,276                          | 4,621,715  | 929,248   | 692,078   | 600,123   | 937,889    | 908,495    | 419,440   | 282,280   | 1,070,468  | 2,877,539  |       |       |       |
| <b>Corporations</b>                |                                     |            |           |           |           |            |            |           |           |            |            |       |       |       |
| Number of businesses.....          | 110,119                             | 33,790     | 22,960    | 18,172    | 16,402    | 10,021     | 5,629      | 1,957     | 548       | 513        | 126        |       |       |       |
| Total receipts.....                | 76,855,082                          | 604,850    | 1,565,718 | 3,313,598 | 5,546,239 | 7,485,632  | 8,659,774  | 7,189,761 | 3,838,969 | 12,108,604 | 26,541,936 |       |       |       |
| Business receipts.....             | 69,877,627                          | 138,888    | 1,385,009 | 2,874,682 | 5,347,379 | 6,987,292  | 8,274,449  | 6,977,850 | 3,683,834 | 9,878,176  | 24,330,068 |       |       |       |
| Total business deductions.....     | 75,624,795                          | 1,019,969  | 1,748,338 | 3,108,079 | 5,605,702 | 7,423,120  | 8,472,302  | 6,844,470 | 3,799,835 | 11,425,145 | 26,177,834 |       |       |       |
| Costs of goods sold.....           | 14,036,996                          | 11,942     | 213,020   | 393,232   | 769,315   | 1,538,451  | 1,603,341  | 1,710,845 | 1,195,583 | 1,691,735  | 4,909,532  |       |       |       |
| Salaries and wages.....            | 14,548,804                          | 61,507     | 99,110    | 313,860   | 878,360   | 1,310,946  | 1,648,533  | 1,193,292 | 774,133   | 2,673,502  | 5,595,570  |       |       |       |
| Taxes paid.....                    | 3,826,962                           | 35,061     | 62,882    | 102,145   | 255,956   | 354,800    | 409,932    | 259,160   | 177,522   | 527,707    | 1,641,794  |       |       |       |
| Interest paid.....                 | 2,784,090                           | 41,643     | 24,498    | 59,285    | 135,187   | 116,253    | 176,741    | 147,210   | 87,237    | 258,436    | 1,737,600  |       |       |       |
| Depreciation.....                  | 4,667,327                           | 125,621    | 150,798   | 186,004   | 289,482   | 402,727    | 409,406    | 429,011   | 236,653   | 613,685    | 1,843,938  |       |       |       |
| Net income (less deficit) [1]..... | 1,968,354                           | -246,911   | -102,968  | 217,259   | 108,945   | 70,213     | 203,829    | 381,247   | 54,088    | 728,034    | 564,618    |       |       |       |
| Net income.....                    | 5,820,018                           | 365,610    | 228,624   | 437,544   | 398,852   | 438,400    | 525,485    | 635,673   | 216,802   | 1,095,201  | 1,477,828  |       |       |       |
| Deficit.....                       | 3,851,664                           | 612,521    | 331,592   | 220,284   | 289,907   | 368,187    | 321,656    | 254,426   | 162,714   | 367,166    | 923,210    |       |       |       |
| <b>C corporations [2]</b>          |                                     |            |           |           |           |            |            |           |           |            |            |       |       |       |
| Number of businesses.....          | 36,521                              | 10,789     | 6,294     | 5,683     | 6,440     | 3,583      | 2,386      | 826       | 281       | 164        | 74         |       |       |       |
| Total receipts.....                | 41,844,580                          | 417,405    | 460,148   | 1,055,028 | 2,317,928 | 2,703,627  | 4,005,003  | 3,217,492 | 1,945,028 | 4,954,284  | 20,768,638 |       |       |       |
| Business receipts.....             | 36,590,380                          | 33,362     | 369,958   | 889,240   | 2,199,346 | 2,473,603  | 3,669,313  | 3,053,343 | 1,843,428 | 3,130,171  | 18,928,616 |       |       |       |
| Total business deductions.....     | 42,586,814                          | 530,835    | 486,388   | 1,049,327 | 2,442,725 | 2,824,069  | 4,145,931  | 3,260,784 | 2,002,482 | 5,049,201  | 20,795,072 |       |       |       |
| Costs of goods sold.....           | 7,793,277                           | 1,295      | 49,832    | 174,804   | 301,898   | 326,985    | 722,493    | 931,638   | 766,335   | 888,323    | 3,629,673  |       |       |       |
| Salaries and wages.....            | 8,256,684                           | 52,219     | 29,907    | 127,652   | 364,933   | 531,325    | 852,948    | 575,845   | 364,942   | 1,319,221  | 4,037,691  |       |       |       |
| Taxes paid.....                    | 2,381,287                           | 16,780     | 30,598    | 33,988    | 108,392   | 145,303    | 224,839    | 145,460   | 85,588    | 267,324    | 1,323,014  |       |       |       |
| Interest paid.....                 | 2,108,577                           | 5,442      | 12,557    | 15,478    | 58,579    | 51,682     | 58,630     | 58,108    | 48,655    | 184,442    | 1,615,003  |       |       |       |
| Depreciation.....                  | 2,771,672                           | 19,607     | 35,262    | 39,399    | 130,021   | 150,069    | 225,250    | 169,905   | 116,527   | 307,083    | 1,578,279  |       |       |       |
| Net income (less deficit).....     | -114,318                            | -114,318   | -26,304   | 5,701     | -124,797  | -120,597   | -140,928   | -43,332   | -57,649   | -94,928    | -22,900    |       |       |       |
| Net income.....                    | 1,337,975                           | 40,356     | 35,750    | 100,569   | 57,055    | 38,407     | 52,698     | 74,303    | 34,295    | 143,031    | 761,511    |       |       |       |
| Deficit.....                       | 2,078,027                           | 154,673    | 62,055    | 94,867    | 181,852   | 159,004    | 193,626    | 117,636   | 91,944    | 237,959    | 764,411    |       |       |       |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item               | Arts, entertainment, and recreation |           |           |           |           |           |           |           |           |              |            |                      |                                 |                                |  |
|--------------------------------------|-------------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|--------------|------------|----------------------|---------------------------------|--------------------------------|--|
|                                      | (177)                               | (178)     | (179)     | (180)     | (181)     | (182)     | (183)     | (184)     | (185)     | (186)        | (187)      | \$50,000,000 or more | \$10,000,000 under \$50,000,000 | \$5,000,000 under \$10,000,000 |  |
| <b>S corporations</b>                |                                     |           |           |           |           |           |           |           |           |              |            |                      |                                 |                                |  |
| Number of businesses.....            | 73,598                              | 23,001    | 16,666    | 12,489    | 9,961     | 6,438     | 3,244     | 1,131     | 267       | 349          | 52         |                      |                                 |                                |  |
| Total receipts.....                  | 35,010,501                          | 187,445   | 1,105,569 | 2,258,571 | 3,228,311 | 4,782,005 | 4,654,771 | 3,972,269 | 1,893,942 | 7,154,320    | 5,773,299  |                      |                                 |                                |  |
| Business receipts.....               | 33,287,246                          | 105,526   | 1,015,050 | 1,985,443 | 3,148,033 | 4,513,690 | 4,605,136 | 3,924,507 | 1,840,406 | 6,748,005    | 5,401,451  |                      |                                 |                                |  |
| Total business deductions.....       | 33,037,980                          | 489,133   | 1,261,950 | 2,058,753 | 3,162,977 | 4,599,051 | 3,563,686 | 3,563,686 | 1,797,353 | 6,375,944    | 5,382,762  |                      |                                 |                                |  |
| Costs of goods sold.....             | 6,243,719                           | * 10,647  | 163,188   | 218,428   | 467,416   | 1,211,466 | 880,848   | 779,207   | 429,247   | 803,412      | 1,279,859  |                      |                                 |                                |  |
| Salaries and wages.....              | 6,292,120                           | 9,288     | 69,203    | 186,208   | 513,417   | 779,621   | 795,585   | 617,447   | 409,191   | 1,354,281    | 1,557,879  |                      |                                 |                                |  |
| Taxes paid.....                      | 1,445,675                           | 18,282    | 32,284    | 68,157    | 147,564   | 209,497   | 185,093   | 113,700   | 91,934    | 260,384      | 318,780    |                      |                                 |                                |  |
| Interest paid.....                   | 675,513                             | 36,200    | 11,941    | 43,807    | 76,607    | 64,571    | 118,112   | 89,102    | 38,582    | 73,994       | 122,596    |                      |                                 |                                |  |
| Depreciation.....                    | 1,895,654                           | 106,014   | 115,536   | 126,605   | 159,461   | 252,659   | 183,886   | 259,106   | 120,126   | 306,602      | 285,659    |                      |                                 |                                |  |
| Total net income (less deficit)..... | 2,708,406                           | -76,664   | -132,594  | 211,558   | 233,742   | 190,810   | 344,756   | 424,579   | 111,737   | 822,962      | 577,518    |                      |                                 |                                |  |
| Net income.....                      | 4,482,043                           | 325,254   | 192,873   | 336,975   | 341,797   | 399,993   | 472,787   | 561,369   | 182,507   | 952,170      | 716,317    |                      |                                 |                                |  |
| Deficit.....                         | 1,773,637                           | 457,848   | 269,537   | 125,417   | 108,055   | 209,183   | 128,031   | 136,790   | 70,770    | 129,207      | 138,799    |                      |                                 |                                |  |
| <b>Partnerships</b>                  |                                     |           |           |           |           |           |           |           |           |              |            |                      |                                 |                                |  |
| Number of businesses.....            | 43,303                              | 22,944    | 7,451     | 5,822     | 2,212     | 2,306     | 1,612     | 323       | 275       | 237          | 120        |                      |                                 |                                |  |
| Total receipts.....                  | 50,884,323                          | 1,102,968 | 469,461   | 948,723   | 896,934   | 2,122,127 | 2,452,625 | 1,317,029 | 1,993,200 | 6,731,394    | 32,849,863 |                      |                                 |                                |  |
| Business receipts.....               | 46,607,450                          | 148,588   | 466,417   | 934,053   | 769,191   | 1,686,813 | 2,435,929 | 1,096,904 | 1,844,421 | 5,565,034    | 31,660,199 |                      |                                 |                                |  |
| Total business deductions.....       | 53,502,834                          | 2,128,767 | 621,422   | 1,117,326 | 1,016,792 | 2,618,079 | 2,859,293 | 1,286,114 | 1,868,334 | 7,030,022    | 32,966,683 |                      |                                 |                                |  |
| Costs of goods sold.....             | 19,018,572                          | * 30,752  | 53,769    | 156,049   | 118,835   | 321,318   | 648,340   | 122,925   | 469,129   | 915,533      | 16,181,923 |                      |                                 |                                |  |
| Salaries and wages.....              | 9,570,547                           | * 103,970 | 66,915    | 138,470   | 180,935   | 400,894   | 529,373   | 281,481   | 339,478   | 1,615,490    | 5,914,544  |                      |                                 |                                |  |
| Taxes paid.....                      | 2,354,940                           | 23,887    | 14,289    | 36,604    | 34,493    | 103,140   | 116,328   | 50,559    | 62,876    | 185,008      | 1,727,796  |                      |                                 |                                |  |
| Interest paid.....                   | 1,677,103                           | 68,106    | 13,640    | 39,844    | 35,065    | 109,849   | 147,634   | 60,210    | 59,394    | 314,294      | 829,067    |                      |                                 |                                |  |
| Depreciation.....                    | 2,949,115                           | 194,597   | 77,891    | 138,491   | 127,617   | 185,360   | 292,585   | 151,879   | 142,727   | 304,572      | 1,333,396  |                      |                                 |                                |  |
| Net income (less deficit).....       | -2,281,816                          | -933,409  | -151,450  | -164,861  | -118,662  | -453,139  | -399,637  | 36,906    | 146,002   | -262,153     | 18,588     |                      |                                 |                                |  |
| Net income.....                      | 4,100,499                           | 806,705   | 74,163    | 149,212   | 113,319   | 81,410    | 119,323   | * 167,621 | 236,488   | 379,339      | 1,972,917  |                      |                                 |                                |  |
| Deficit.....                         | 6,382,314                           | 1,740,115 | 225,613   | 314,073   | 231,981   | 534,549   | 518,961   | 130,715   | 90,486    | 641,491      | 1,954,329  |                      |                                 |                                |  |
| <b>Nonfarm sole proprietorships</b>  |                                     |           |           |           |           |           |           |           |           |              |            |                      |                                 |                                |  |
| Number of businesses.....            | 1,098,464                           | 925,749   | 140,253   | 21,529    | 6,188     | 2,944     | 1,303     | 333       | 95        | ** 69        | **         |                      |                                 |                                |  |
| Total receipts.....                  | 24,098,623                          | 4,848,699 | 6,546,730 | 3,318,068 | 2,193,018 | 1,899,020 | 1,991,041 | 1,108,127 | 659,750   | ** 1,534,169 | **         |                      |                                 |                                |  |
| Business receipts.....               | 24,098,623                          | 4,848,699 | 6,546,730 | 3,318,068 | 2,193,018 | 1,899,020 | 1,991,041 | 1,108,127 | 659,750   | ** 1,534,169 | **         |                      |                                 |                                |  |
| Total business deductions.....       | 18,688,595                          | 5,339,705 | 4,624,347 | 2,255,467 | 1,464,722 | 1,213,378 | 1,452,062 | 756,703   | 398,129   | ** 1,184,082 | **         |                      |                                 |                                |  |
| Costs of goods sold.....             | 3,016,538                           | 334,777   | 443,075   | 424,043   | 353,662   | 291,417   | 535,150   | 177,738   | 38,282    | ** 418,394   | **         |                      |                                 |                                |  |
| Salaries and wages.....              | 1,108,401                           | 37,265    | 146,863   | 238,230   | 147,574   | 131,491   | 111,013   | 110,872   | 45,133    | ** 139,960   | **         |                      |                                 |                                |  |
| Taxes paid.....                      | 259,872                             | 302,133   | 48,665    | 45,059    | 32,421    | 22,237    | 22,878    | 19,287    | 9,403     | ** 29,569    | **         |                      |                                 |                                |  |
| Interest paid.....                   | 239,872                             | 54,877    | 73,525    | 28,849    | 12,176    | 24,931    | 18,630    | 11,210    | 11,241    | ** 4,433     | **         |                      |                                 |                                |  |
| Depreciation.....                    | 1,741,959                           | 722,610   | 421,115   | 214,577   | 132,232   | 88,865    | 66,477    | 44,339    | 26,380    | ** 25,364    | **         |                      |                                 |                                |  |
| Net income (less deficit).....       | 5,454,139                           | -488,346  | 1,946,244 | 1,063,885 | 730,045   | 689,961   | 541,612   | 352,127   | 267,081   | ** 351,530   | **         |                      |                                 |                                |  |
| Net income.....                      | 8,559,437                           | 1,780,733 | 2,318,287 | 1,221,606 | 808,280   | 725,114   | 609,489   | 386,427   | 296,161   | ** 413,341   | **         |                      |                                 |                                |  |
| Deficit.....                         | 3,105,298                           | 2,269,079 | 372,043   | 157,721   | 78,235    | 35,153    | 67,878    | 34,299    | 29,080    | ** 61,811    | **         |                      |                                 |                                |  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item             | Accommodation, food services, and drinking places |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |
|------------------------------------|---|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|-------------|----------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|-------------|
|                                    | (188)   | (189)                    | (190)                     | (191)                     | (192)                       | (193)                         | (194)                         | (195)                          | (196)                           | (197)                | (198)       | (188)          | (189)                    | (190)                     | (191)                     | (192)                       | (193)                         | (194)                         | (195)                          | (196)                           | (197)                | (198)       |
| Total                              | Under \$25,000                                    | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more | Total       | Under \$25,000 | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |             |
| <b>All businesses</b>              | 754,984   | 262,326                  | 140,356                   | 132,255                   | 83,897                      | 70,600                        | 44,638                        | 12,554                         | 5,254                           | 2,587                | 519         | 547,853,588    | 2,964,299                | 1,721,925                 | 1,029,617                 | 821,111                     | 683,162                       | 509,902                       | 365,668                        | 266,357                         | 188,765              | 121,275,713 |
| Number of businesses.....          | 518,920,010                                       | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 42,821,954                     | 36,568,184                      | 50,902,148           | 210,261,029 | 541,496,099    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Total receipts.....                | 203,803,547                                       | 394,178                  | 2,849,038                 | 8,218,261                 | 11,690,758                  | 18,825,019                    | 24,375,991                    | 15,782,088                     | 13,495,518                      | 17,467,712           | 90,704,987  | 518,920,010    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Business receipts.....             | 99,355,078  | 230,171                  | 779,617                   | 3,372,235                 | 4,972,560                   | 8,948,002                     | 13,329,086                    | 9,082,019                      | 6,920,019                       | 9,709,928            | 42,011,349  | 541,496,099    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Total business deductions.....     | 203,803,547                                       | 394,178                  | 2,849,038                 | 8,218,261                 | 11,690,758                  | 18,825,019                    | 24,375,991                    | 15,782,088                     | 13,495,518                      | 17,467,712           | 90,704,987  | 518,920,010    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Costs of goods sold.....           | 99,355,078  | 230,171                  | 779,617                   | 3,372,235                 | 4,972,560                   | 8,948,002                     | 13,329,086                    | 9,082,019                      | 6,920,019                       | 9,709,928            | 42,011,349  | 541,496,099    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Salaries and wages.....            | 24,043,742  | 377,463                  | 516,450                   | 1,116,152                 | 1,078,768                   | 1,670,302                     | 2,483,729                     | 1,703,260                      | 1,589,062                       | 3,095,261            | 10,413,295  | 541,496,099    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Costs of goods sold.....           | 8,068,873   | -713,664                 | -4,182,551                | -74,766                   | 435,277                     | 1,061,911                     | 1,512,024                     | 384,098                        | 892,164                         | -426,322             | 5,416,399   | 541,496,099    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Salaries and wages.....            | 25,188,547  | 1,454,140                | 781,335                   | 1,514,028                 | 1,742,131                   | 2,505,769                     | 3,421,673                     | 1,748,286                      | 1,673,616                       | 1,914,810            | 8,432,758   | 541,496,099    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Depreciation.....                  | 17,119,673  | 2,167,803                | 1,199,584                 | 1,588,793                 | 1,306,853                   | 1,443,858                     | 1,909,649                     | 1,364,189                      | 781,453                         | 2,341,132            | 3,016,360   | 541,496,099    | 3,919,500                | 10,296,127                | 21,966,678                | 29,789,751                  | 48,459,492                    | 68,316,162                    | 50,902,148                     | 36,568,184                      | 50,902,148           | 210,261,029 |
| Net income (less deficit).....     | 278,722   | 30,453                   | 42,742                    | 60,934                    | 52,418                      | 48,390                        | 30,039                        | 8,484                          | 3,521                           | 1,375                | 365         | 407,107,664    | 802,378                  | 2,816,673                 | 10,224,494                | 18,729,712                  | 34,260,239                    | 46,586,474                    | 29,483,058                     | 25,123,145                      | 27,412,229           | 211,669,262 |
| Net income.....                    | 400,097,877                                       | 1,115,357                | 3,134,027                 | 10,711,559                | 18,770,953                  | 33,501,516                    | 45,425,343                    | 28,917,945                     | 24,428,998                      | 27,366,941           | 206,725,238 | 400,097,877    | 1,115,357                | 3,134,027                 | 10,711,559                | 18,770,953                  | 33,501,516                    | 45,425,343                    | 28,917,945                     | 24,428,998                      | 27,366,941           | 206,725,238 |
| Deficit.....                       | 158,705,518                                       | 66,120                   | 941,305                   | 3,799,876                 | 7,401,241                   | 13,402,921                    | 17,441,959                    | 11,638,457                     | 9,668,968                       | 10,031,775           | 84,312,887  | 158,705,518    | 66,120                   | 941,305                   | 3,799,876                 | 7,401,241                   | 13,402,921                    | 17,441,959                    | 11,638,457                     | 9,668,968                       | 10,031,775           | 84,312,887  |
| Number of businesses.....          | 17,758,098  | 101,765                  | 257,799                   | 1,477,981                 | 2,808,253                   | 5,742,129                     | 8,976,684                     | 6,357,273                      | 4,960,838                       | 5,417,468            | 38,634,991  | 17,758,098     | 101,765                  | 257,799                   | 1,477,981                 | 2,808,253                   | 5,742,129                     | 8,976,684                     | 6,357,273                      | 4,960,838                       | 5,417,468            | 38,634,991  |
| Total receipts.....                | 11,730,733  | 56,454                   | 72,579                    | 164,755                   | 290,705                     | 560,254                       | 752,791                       | 322,939                        | 395,781                         | 643,653              | 8,470,823   | 11,730,733     | 56,454                   | 72,579                    | 164,755                   | 290,705                     | 560,254                       | 752,791                       | 322,939                        | 395,781                         | 643,653              | 8,470,823   |
| Business receipts.....             | 15,282,945  | 85,399                   | 181,856                   | 476,770                   | 579,466                     | 999,565                       | 1,201,269                     | 809,113                        | 821,749                         | 1,111,697            | 9,056,062   | 15,282,945     | 85,399                   | 181,856                   | 476,770                   | 579,466                     | 999,565                       | 1,201,269                     | 809,113                        | 821,749                         | 1,111,697            | 9,056,062   |
| Costs of goods sold.....           | 8,053,761   | -244,517                 | -302,298                  | -260,257                  | 13,710                      | 795,072                       | 1,237,696                     | 676,410                        | 745,775                         | 131,680              | 5,259,489   | 8,053,761      | -244,517                 | -302,298                  | -260,257                  | 13,710                      | 795,072                       | 1,237,696                     | 676,410                        | 745,775                         | 131,680              | 5,259,489   |
| Salaries and wages.....            | 16,142,808  | 377,302                  | 169,091                   | 606,482                   | 884,938                     | 1,547,723                     | 2,069,246                     | 1,181,993                      | 985,458                         | 859,695              | 7,460,878   | 16,142,808     | 377,302                  | 169,091                   | 606,482                   | 884,938                     | 1,547,723                     | 2,069,246                     | 1,181,993                      | 985,458                         | 859,695              | 7,460,878   |
| Depreciation.....                  | 8,089,047   | 621,819                  | 471,389                   | 866,739                   | 871,227                     | 752,651                       | 831,550                       | 505,583                        | 238,684                         | 728,015              | 2,201,390   | 8,089,047      | 621,819                  | 471,389                   | 866,739                   | 871,227                     | 752,651                       | 831,550                       | 505,583                        | 238,684                         | 728,015              | 2,201,390   |
| Net income (less deficit) [1]..... | 90,985  | 11,370                   | 15,128                    | 23,475                    | 13,788                      | 14,336                        | 8,946                         | 2,357                          | 872                             | 459                  | 273         | 90,985         | 11,370                   | 15,128                    | 23,475                    | 13,788                      | 14,336                        | 8,946                         | 2,357                          | 872                             | 459                  | 273         |
| Net income.....                    | 258,688,729                                       | 417,380                  | 1,062,068                 | 3,925,965                 | 4,897,285                   | 10,102,236                    | 14,293,772                    | 7,936,404                      | 6,041,400                       | 10,449,142           | 199,463,058 | 258,688,729    | 417,380                  | 1,062,068                 | 3,925,965                 | 4,897,285                   | 10,102,236                    | 14,293,772                    | 7,936,404                      | 6,041,400                       | 10,449,142           | 199,463,058 |
| Deficit.....                       | 236,077,728                                       | 55,181                   | 992,314                   | 3,804,995                 | 4,828,185                   | 9,948,062                     | 14,036,037                    | 7,750,530                      | 5,775,250                       | 9,548,639            | 179,338,534 | 236,077,728    | 55,181                   | 992,314                   | 3,804,995                 | 4,828,185                   | 9,948,062                     | 14,036,037                    | 7,750,530                      | 5,775,250                       | 9,548,639            | 179,338,534 |
| Number of businesses.....          | 102,301,070                                       | 34,315                   | 357,917                   | 1,434,964                 | 1,996,239                   | 4,103,747                     | 5,428,917                     | 3,165,398                      | 2,056,258                       | 3,414,289            | 80,312,026  | 102,301,070    | 34,315                   | 357,917                   | 1,434,964                 | 1,996,239                   | 4,103,747                     | 5,428,917                     | 3,165,398                      | 2,056,258                       | 3,414,289            | 80,312,026  |
| Total receipts.....                | 47,345,939  | 26,335                   | 126,959                   | 538,040                   | 786,313                     | 1,675,348                     | 2,935,356                     | 1,595,541                      | 1,252,173                       | 2,173,216            | 36,264,660  | 47,345,939     | 26,335                   | 126,959                   | 538,040                   | 786,313                     | 1,675,348                     | 2,935,356                     | 1,595,541                      | 1,252,173                       | 2,173,216            | 36,264,660  |
| Business receipts.....             | 11,072,457  | 25,595                   | 53,932                    | 202,692                   | 286,282                     | 436,266                       | 676,545                       | 381,207                        | 259,831                         | 445,221              | 8,304,866   | 11,072,457     | 25,595                   | 53,932                    | 202,692                   | 286,282                     | 436,266                       | 676,545                       | 381,207                        | 259,831                         | 445,221              | 8,304,866   |
| Costs of goods sold.....           | 9,104,041   | 16,050                   | 9,708                     | 51,318                    | 75,020                      | 115,544                       | 152,025                       | 102,840                        | 107,242                         | 301,666              | 8,172,628   | 9,104,041      | 16,050                   | 9,708                     | 51,318                    | 75,020                      | 115,544                       | 152,025                       | 102,840                        | 107,242                         | 301,666              | 8,172,628   |
| Salaries and wages.....            | 10,460,049  | 21,041                   | 50,341                    | 171,114                   | 143,285                     | 296,403                       | 353,325                       | 201,577                        | 201,577                         | 504,802              | 8,516,525   | 10,460,049     | 21,041                   | 50,341                    | 171,114                   | 143,285                     | 296,403                       | 353,325                       | 201,577                        | 201,577                         | 504,802              | 8,516,525   |
| Depreciation.....                  | 4,068,142   | -27,992                  | -93,786                   | -177,914                  | -130,131                    | -1,678                        | -26,856                       | -46,843                        | -226,354                        | 4,851,977            | 4,068,142   | 4,068,142      | -27,992                  | -93,786                   | -177,914                  | -130,131                    | -1,678                        | -26,856                       | -46,843                        | -226,354                        | 4,851,977            | 4,068,142   |
| Net income (less deficit).....     | 8,353,320   | 156,226                  | 50,454                    | 153,166                   | 115,003                     | 249,650                       | 260,012                       | 141,366                        | 80,427                          | 198,600              | 6,948,416   | 8,353,320      | 156,226                  | 50,454                    | 153,166                   | 115,003                     | 249,650                       | 260,012                       | 141,366                        | 80,427                          | 198,600              | 6,948,416   |
| Net income.....                    | 4,285,179   | 184,218                  | 144,240                   | 331,080                   | 245,133                     | 251,328                       | 312,294                       | 168,222                        | 127,270                         | 424,954              | 2,086,439   | 4,285,179      | 184,218                  | 144,240                   | 331,080                   | 245,133                     | 251,328                       | 312,294                       | 168,222                        | 127,270                         | 424,954              | 2,086,439   |
| Deficit.....                       |   |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |                |                          |                           |                           |                             |                               |                               |                                |                                 |                      |             |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item               | Accommodation, food services, and drinking places |                          |                           |                           |                             |                               |                               |                                |                                 |                      |            |       |       |       |
|--------------------------------------|---|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|------------|-------|-------|-------|
|                                      | (188)   | (189)                    | (190)                     | (191)                     | (192)                       | (193)                         | (194)                         | (195)                          | (196)                           | (197)                | (198)      | (199) | (200) | (201) |
| Total                                | Under \$25,000                                    | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more | (198)      | (199) | (200) | (201) |
| <b>S corporations</b>                |   |                          |                           |                           |                             |                               |                               |                                |                                 |                      |            |       |       |       |
| Number of businesses.....            | 187,737   | 19,083                   | 27,614                    | 37,459                    | 38,650                      | 34,054                        | 21,093                        | 6,127                          | 2,649                           | 916                  | 92         |       |       |       |
| Total receipts.....                  | 148,518,935                                       | 384,998                  | 1,754,605                 | 6,298,509                 | 13,832,427                  | 24,158,003                    | 32,292,702                    | 21,546,654                     | 19,081,745                      | 16,963,087           | 12,206,204 |       |       |       |
| Business receipts.....               | 146,280,899                                       | 84,210                   | 1,615,280                 | 6,202,225                 | 13,680,298                  | 23,966,933                    | 31,919,355                    | 21,327,391                     | 18,873,206                      | 16,605,770           | 12,006,229 |       |       |       |
| Total business deductions.....       | 145,417,127                                       | 669,985                  | 1,978,173                 | 6,607,660                 | 13,743,868                  | 23,397,769                    | 31,079,289                    | 20,954,687                     | 18,341,680                      | 16,691,463           | 11,952,552 |       |       |       |
| Costs of goods sold.....             | 56,404,448  | 31,805                   | 583,388                   | 2,364,912                 | 5,405,002                   | 9,302,172                     | 12,013,042                    | 8,473,059                      | 7,612,710                       | 6,617,486            | 4,000,871  |       |       |       |
| Salaries and wages.....              | 26,989,241  | 75,430                   | 130,840                   | 939,941                   | 2,049,940                   | 4,066,781                     | 6,041,328                     | 4,761,732                      | 3,308,965                       | 3,244,252            | 2,370,331  |       |       |       |
| Taxes paid.....                      | 6,885,641   | 46,321                   | 97,026                    | 333,101                   | 650,602                     | 1,078,254                     | 1,487,751                     | 847,597                        | 654,963                         | 682,459              | 807,576    |       |       |       |
| Interest paid.....                   | 2,628,691   | 40,404                   | 62,871                    | 113,437                   | 215,685                     | 444,710                       | 600,766                       | 220,099                        | 288,539                         | 341,987              | 288,195    |       |       |       |
| Depreciation.....                    | 4,822,896   | 64,358                   | 131,515                   | 305,656                   | 436,181                     | 663,162                       | 847,944                       | 607,536                        | 606,895                         | 539,537              | 606,895    |       |       |       |
| Total net income (less deficit)..... | 3,985,619   | -216,525                 | -208,512                  | -82,343                   | 143,841                     | 796,750                       | 1,289,978                     | 703,266                        | 793,618                         | 358,034              | 407,512    |       |       |       |
| Net income.....                      | 7,789,487   | 221,076                  | 118,637                   | 453,316                   | 769,935                     | 1,298,073                     | 1,809,234                     | 1,040,627                      | 905,031                         | 661,095              | 512,462    |       |       |       |
| Deficit.....                         | 3,803,868   | 437,601                  | 327,149                   | 535,659                   | 626,094                     | 501,323                       | 519,256                       | 337,361                        | 111,414                         | 303,061              | 104,951    |       |       |       |
| <b>Partnerships</b>                  |   |                          |                           |                           |                             |                               |                               |                                |                                 |                      |            |       |       |       |
| Number of businesses.....            | 81,341  | 15,940                   | 13,150                    | 13,655                    | 10,578                      | 10,239                        | 11,398                        | 3,579                          | 1,512                           | 1,140                | 151        |       |       |       |
| Total receipts.....                  | 100,724,924                                       | 634,622                  | 2,395,675                 | 2,235,980                 | 3,827,293                   | 7,412,106                     | 17,856,900                    | 12,242,014                     | 10,797,028                      | 24,022,964           | 19,300,344 |       |       |       |
| Business receipts.....               | 96,540,384  | 55,235                   | 880,557                   | 2,201,955                 | 3,735,265                   | 7,313,041                     | 17,694,769                    | 12,086,575                     | 10,411,933                      | 23,550,896           | 18,610,159 |       |       |       |
| Total business deductions.....       | 102,744,632                                       | 1,169,728                | 2,486,083                 | 2,458,681                 | 3,869,616                   | 7,627,820                     | 17,841,399                    | 12,598,964                     | 10,771,613                      | 24,640,471           | 19,280,257 |       |       |       |
| Costs of goods sold.....             | 29,526,913  | 24,807                   | 245,911                   | 679,967                   | 1,235,564                   | 2,187,794                     | 4,999,836                     | 3,513,256                      | 3,292,007                       | 7,040,550            | 6,307,222  |       |       |       |
| Salaries and wages.....              | 17,799,958  | 97,253                   | 90,249                    | 424,496                   | 691,543                     | 1,563,924                     | 3,359,782                     | 2,328,379                      | 1,967,297                       | 3,980,274            | 3,296,761  |       |       |       |
| Taxes paid.....                      | 4,474,867   | 25,564                   | 56,201                    | 138,610                   | 182,922                     | 361,208                       | 815,883                       | 509,301                        | 442,483                         | 923,857              | 1,018,837  |       |       |       |
| Interest paid.....                   | 5,836,758   | 78,569                   | 47,033                    | 82,827                    | 163,634                     | 359,151                       | 1,020,309                     | 775,345                        | 655,399                         | 1,449,597            | 1,204,895  |       |       |       |
| Depreciation.....                    | 7,055,960   | 90,211                   | 86,189                    | 224,194                   | 253,800                     | 494,807                       | 1,141,638                     | 838,441                        | 700,322                         | 1,925,871            | 1,300,486  |       |       |       |
| Net income (less deficit).....       | -1,363,512  | -361,464                 | -39,254                   | -222,368                  | -30,709                     | -166,072                      | 59,873                        | -341,282                       | 108,611                         | -573,492             | 202,644    |       |       |       |
| Net income.....                      | 5,625,374   | 496,292                  | 168,961                   | 151,364                   | 244,013                     | 416,655                       | 1,040,167                     | 489,247                        | 627,664                         | 1,020,534            | 970,477    |       |       |       |
| Deficit.....                         | 6,988,885   | 857,755                  | 208,214                   | 373,731                   | 274,722                     | 582,727                       | 980,294                       | 830,530                        | 519,053                         | 1,594,026            | 767,833    |       |       |       |
| <b>Nontfarm sole proprietorships</b> |   |                          |                           |                           |                             |                               |                               |                                |                                 |                      |            |       |       |       |
| Number of businesses.....            | 394,921   | 215,933                  | 84,464                    | 57,666                    | 20,901                      | 11,971                        | 3,201                         | 491                            | 221                             | 72                   | * 3        |       |       |       |
| Total receipts.....                  | 40,021,000  | 1,527,299                | 4,593,832                 | 9,202,634                 | 7,601,305                   | 7,761,726                     | 4,666,001                     | 1,657,468                      | 1,507,795                       | 1,196,843            | * 306,107  |       |       |       |
| Business receipts.....               | 40,021,000  | 1,527,299                | 4,593,832                 | 9,202,634                 | 7,601,305                   | 7,761,726                     | 4,666,001                     | 1,657,468                      | 1,507,795                       | 1,196,843            | * 306,107  |       |       |       |
| Total business deductions.....       | 38,653,590  | 1,634,415                | 4,676,017                 | 8,796,438                 | 7,149,182                   | 7,330,156                     | 4,454,198                     | 1,608,488                      | 1,471,503                       | 1,181,353            | * 351,841  |       |       |       |
| Costs of goods sold.....             | 15,571,116  | 303,251                  | 1,661,822                 | 3,738,418                 | 3,053,953                   | 3,234,304                     | 1,934,196                     | 630,375                        | 534,543                         | 395,387              | * 84,868   |       |       |       |
| Salaries and wages.....              | 7,219,940   | 31,153                   | 431,569                   | 1,469,758                 | 1,472,784                   | 1,641,949                     | 992,620                       | 396,440                        | 391,884                         | 312,186              | * 79,597   |       |       |       |
| Taxes paid.....                      | 1,791,925   | 45,469                   | 174,899                   | 426,961                   | 391,715                     | 375,383                       | 203,978                       | 56,864                         | 58,464                          | 43,970               | * 14,223   |       |       |       |
| Interest paid.....                   | 887,245   | 48,266                   | 124,731                   | 210,530                   | 138,657                     | 154,857                       | 92,069                        | 33,711                         | 34,563                          | 28,341               | * 21,521   |       |       |       |
| Depreciation.....                    | 1,704,837   | 201,853                  | 248,405                   | 415,188                   | 245,502                     | 215,930                       | 140,822                       | 55,706                         | 66,991                          | 57,693               | * 56,747   |       |       |       |
| Net income (less deficit).....       | 1,378,624   | -107,683                 | -76,699                   | 407,859                   | 452,276                     | 432,911                       | 214,455                       | 48,970                         | 36,778                          | 15,490               | * 45,734   |       |       |       |
| Net income.....                      | 3,420,365   | 580,546                  | 443,283                   | 756,182                   | 613,180                     | 541,391                       | 312,260                       | 77,046                         | 60,494                          | 34,581               | * 1,403    |       |       |       |
| Deficit.....                         | 2,041,741   | 688,229                  | 519,981                   | 348,323                   | 160,904                     | 108,480                       | 97,805                        | 28,076                         | 23,716                          | 19,091               | * 47,137   |       |       |       |

Footnotes at end of table.



**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**  
 [All figures are estimates based on samples--money amounts are in thousands of dollars]

| Form of business, item               | Other services |                            |   |  |  |  |  |  |   |  |                                     |
|--------------------------------------|----------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|
|                                      | Total<br>(199) | Under<br>\$25,000<br>(200) | \$25,000<br>under<br>\$100,000<br>(201) | \$100,000<br>under<br>\$250,000<br>(202) | \$250,000<br>under<br>\$500,000<br>(203) | \$500,000<br>under<br>\$1,000,000<br>(204) | \$1,000,000<br>under<br>\$2,500,000<br>(205) | \$2,500,000<br>under<br>\$5,000,000<br>(206) | \$5,000,000<br>under<br>\$10,000,000<br>(207) | \$10,000,000<br>under<br>\$50,000,000<br>(208) | \$50,000,000<br>or<br>more<br>(209) |
| <b>S corporations</b>                |                |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 195,716        | ** 73,663                  | **                                      | 51,295                                   | 31,788                                   | 21,439                                     | 12,938                                       | 2,747  | 1,315   | 503  | 28                                  |
| Total receipts.....                  | 85,687,755     | ** 3,053,251               | ** 8,053,687                            | 8,053,687                                | 11,485,910                               | 15,516,999                                 | 18,152,499                                   | 9,522,142                                    | 8,513,876                                     | 8,002,100                                      | 3,387,291                           |
| Business receipts.....               | 84,814,947     | ** 2,799,347               | ** 8,008,107                            | 8,008,107                                | 11,443,547                               | 15,377,457                                 | 18,094,243                                   | 9,370,299                                    | 8,478,149                                     | 7,882,173                                      | 3,361,626                           |
| Total business deductions.....       | 82,905,726     | ** 3,111,076               | ** 7,884,559                            | 7,884,559                                | 11,101,924                               | 14,988,171                                 | 17,358,311                                   | 9,227,719                                    | 8,300,709                                     | 7,664,113                                      | 3,289,144                           |
| Costs of goods sold.....             | 33,204,511     | ** 539,013                 | ** 1,979,354                            | 1,979,354                                | 4,203,891                                | 5,401,781                                  | 8,027,565                                    | 4,156,766                                    | 3,663,779                                     | 3,614,139                                      | 1,618,224                           |
| Salaries and wages.....              | 14,291,091     | ** 375,525                 | ** 1,059,997                            | 1,059,997                                | 2,683,246                                | 2,783,405                                  | 2,623,246                                    | 1,794,447                                    | 1,953,444                                     | 1,478,039                                      | 562,694                             |
| Taxes paid.....                      | 3,011,727      | ** 92,450                  | ** 330,586                              | 330,586                                  | 383,073                                  | 579,259                                    | 563,360                                      | 372,362                                      | 243,020                                       | 86,128   |                                     |
| Interest paid.....                   | 967,391        | ** 51,937                  | ** 196,818                              | 196,818                                  | 114,566                                  | 149,064                                    | 229,086                                      | 72,011                                       | 64,198  | 15,514   |                                     |
| Depreciation.....                    | 2,538,951      | ** 260,029                 | ** 334,581                              | 334,581                                  | 300,711                                  | 286,563                                    | 456,132                                      | 244,989                                      | 255,088                                       | 274,983  | 125,877                             |
| Total net income (less deficit)..... | 2,963,070      | ** -16,707                 | ** 228,973                              | 228,973                                  | 384,543                                  | 533,874                                    | 805,435                                      | 311,794                                      | 220,279                                       | 355,878  | 139,001                             |
| Net income.....                      | 5,154,342      | ** 439,005                 | ** 678,041                              | 678,041                                  | 646,631                                  | 958,325                                    | 1,120,742                                    | 479,541                                      | 295,100                                       | 387,070  | 149,887                             |
| Deficit.....                         | 2,191,271      | ** 455,711                 | ** 449,068                              | 449,068                                  | 262,088                                  | 424,451                                    | 315,307                                      | 167,747                                      | * 74,821                                      | 31,192   | 10,886                              |
| <b>Partnerships</b>                  |                |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 62,667         | 15,482                     | 22,907                                  | 12,809                                   | 5,882                                    | 2,906                                      | 1,757  | 681  | 160   | 58   | 24                                  |
| Total receipts.....                  | 17,917,824     | 298,773                    | 1,303,016                               | 2,130,683                                | 2,014,668                                | 1,907,706                                  | 2,567,009                                    | 2,205,448                                    | 1,152,873                                     | 1,267,864                                      | 3,068,784                           |
| Business receipts.....               | 17,519,877     | 142,290                    | 1,291,664                               | 2,123,154                                | 2,005,106                                | 1,904,134                                  | 2,554,397                                    | 2,178,477                                    | 1,129,833                                     | 1,213,088                                      | 2,977,734                           |
| Total business deductions.....       | 17,769,140     | 643,926                    | 1,183,674                               | 1,999,868                                | 1,905,345                                | 1,796,624                                  | 2,522,840                                    | 2,123,873                                    | 1,156,758                                     | 1,245,837                                      | 3,190,395                           |
| Costs of goods sold.....             | 6,552,820      | * 39,829                   | 278,626                                 | 705,514                                  | 743,151                                  | 607,465                                    | 720,686                                      | 948,119                                      | 539,910                                       | * 427,575                                      | 1,541,945                           |
| Salaries and wages.....              | 2,878,466      | * 65,994                   | 132,011                                 | 236,305                                  | 323,623                                  | 366,282                                    | 574,918                                      | 326,424                                      | 183,577                                       | 278,234  | 391,097                             |
| Taxes paid.....                      | 497,939        | 15,028                     | 22,518                                  | 54,004                                   | 57,953                                   | 65,355                                     | 86,997                                       | 59,152                                       | 41,251  | 47,334   | 48,347                              |
| Interest paid.....                   | 360,433        | * 21,960                   | 27,052                                  | 45,628                                   | 41,681                                   | 27,892                                     | 53,715                                       | 47,157                                       | 27,303  | * 21,568                                       | 46,477                              |
| Depreciation.....                    | 702,392        | 32,181                     | 58,342                                  | 111,938                                  | 61,637                                   | 60,063                                     | 119,021                                      | 86,403                                       | 82,179  | 46,541   | 44,086                              |
| Total net income (less deficit)..... | 307,205        | -246,648                   | 121,782                                 | 139,200                                  | 112,755                                  | 114,360                                    | 44,186                                       | 118,026                                      | -1,656  | 22,587   | -117,386                            |
| Net income.....                      | 1,695,003      | 177,569                    | 242,672                                 | 268,480                                  | 223,949                                  | 159,984                                    | 144,620                                      | 186,496                                      | 50,324  | * 86,240                                       | 124,669                             |
| Deficit.....                         | 1,357,798      | 424,218                    | 120,890                                 | 129,280                                  | 111,194                                  | 45,623                                     | 100,435                                      | 68,470                                       | * 51,980                                      | * 63,653                                       | 242,055                             |
| <b>Nonfarm sole proprietorships</b>  |                |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 1,994,967      | 1,353,117                  | 489,226                                 | 118,454                                  | 23,440                                   | 8,622                                      | 1,879  | 182  | * 33  | ** 13  | **                                  |
| Total receipts.....                  | 70,168,424     | 11,473,060                 | 23,070,088                              | 17,742,105                               | 8,157,530                                | 5,906,113                                  | 2,807,484                                    | 529,076                                      | * 229,699                                     | ** 253,267                                     | **                                  |
| Business receipts.....               | 70,168,424     | 11,473,060                 | 23,070,088                              | 17,742,105                               | 8,157,530                                | 5,906,113                                  | 2,807,484                                    | 529,076                                      | * 229,699                                     | ** 253,267                                     | **                                  |
| Total business deductions.....       | 54,232,565     | 7,405,154                  | 15,918,918                              | 14,493,991                               | 7,319,138                                | 5,491,102                                  | 2,632,875                                    | 513,552                                      | * 208,688                                     | ** 249,147                                     | **                                  |
| Costs of goods sold.....             | 17,914,525     | 864,168                    | 4,111,478                               | 5,083,239                                | 3,169,267                                | 2,720,616                                  | 1,429,250                                    | 259,142                                      | * 115,546                                     | ** 161,818                                     | **                                  |
| Salaries and wages.....              | 6,709,410      | 104,974                    | 888,632                                 | 2,195,483                                | 1,424,406                                | 1,223,756                                  | 654,460                                      | 137,138                                      | * 32,844                                      | ** 47,717                                      | **                                  |
| Taxes paid.....                      | 1,259,444      | 107,410                    | 233,480                                 | 373,512                                  | 243,351                                  | 174,330                                    | 99,001                                       | 19,500                                       | * 4,145                                       | ** 4,713                                       | **                                  |
| Interest paid.....                   | 853,862        | 70,757                     | 219,647                                 | 297,051                                  | 153,790                                  | 72,166                                     | 31,163                                       | 7,119  | * 923   | ** 1,248                                       | **                                  |
| Depreciation.....                    | 2,893,982      | 513,866                    | 1,007,888                               | 764,623                                  | 305,961                                  | 275,944                                    | 104,972                                      | 17,587                                       | * 2,055                                       | ** 1,086                                       | **                                  |
| Total net income (less deficit)..... | 15,951,142     | 7,151,170                  | 4,071,328                               | 3,248,115                                | 838,393                                  | 426,873                                    | 174,609                                      | 15,524                                       | * 21,011                                      | ** 4,119                                       | **                                  |
| Net income.....                      | 18,375,200     | 5,630,261                  | 7,565,872                               | 3,504,096                                | 2,157,522                                | 1,474,705                                  | 215,752                                      | 19,554                                       | * 22,883                                      | ** 4,119                                       | **                                  |
| Deficit.....                         | 2,424,058      | 1,558,933                  | 414,702                                 | 255,981                                  | 99,565                                   | 47,832                                     | 41,143                                       | 4,031  | * 1,871                                       | **   | **                                  |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Religious, grantmaking, civic, professional and similar organizations |                            |   |  |  |  |  |  |   |  |                                     |
|------------------------------------|---|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|
|                                    | Total<br>(210)  | Under<br>\$25,000<br>(211) | \$25,000<br>under<br>\$100,000<br>(212) | \$100,000<br>under<br>\$250,000<br>(213) | \$250,000<br>under<br>\$500,000<br>(214) | \$500,000<br>under<br>\$1,000,000<br>(215) | \$1,000,000<br>under<br>\$2,500,000<br>(216) | \$2,500,000<br>under<br>\$5,000,000<br>(217) | \$5,000,000<br>under<br>\$10,000,000<br>(218) | \$10,000,000<br>under<br>\$50,000,000<br>(219) | \$50,000,000<br>or<br>more<br>(220) |
| <b>All businesses</b>              |   |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | 268,044   | 221,313                    | 45,821                                  | * 743                                    | 0  | * 163                                      | 0  | 0  | 0   | 0  | 0                                   |
| Total receipts.....                | 3,452,032   | 1,384,238                  | 1,836,876                               | * 89,616                                 | 0  | * 125,252                                  | 0  | 0  | 0   | 0  | 0                                   |
| Business receipts.....             | 3,452,032   | 1,384,238                  | 1,836,876                               | * 89,616                                 | 0  | * 125,252                                  | 0  | 0  | 0   | 0  | 0                                   |
| Total business deductions.....     | 1,421,682   | 733,311                    | 582,126                                 | * 22,648                                 | 0  | * 70,293                                   | 0  | 0  | 0   | 0  | 0                                   |
| Costs of goods sold.....           | 57,764  | 16,025                     | 41,739                                  | * 0                                      | 0  | * 0  | 0  | 0  | 0   | 0  | 0                                   |
| Salaries and wages.....            | 29,159  | 797                        | 2,943                                   | * 0                                      | 0  | * 16,986                                   | 0  | 0  | 0   | 0  | 0                                   |
| Taxes paid.....                    | 14,660  | 4,645                      | 5,749                                   | * 0                                      | 0  | * 1,879                                    | 0  | 0  | 0   | 0  | 0                                   |
| Interest paid.....                 | 20,320  | 15,897                     | 4,409                                   | * 4                                      | 0  | * 0  | 0  | 0  | 0   | 0  | 0                                   |
| Depreciation.....                  | 75,777  | 28,046                     | 45,638                                  | * 1,240                                  | 0  | * 853                                      | 0  | 0  | 0   | 0  | 0                                   |
| Net income (less deficit).....     | 2,030,350   | 650,926                    | 1,254,750                               | * 66,968                                 | 0  | * 54,959                                   | 0  | 0  | 0   | 0  | 0                                   |
| Net income.....                    | 2,219,867   | 837,848                    | 1,257,212                               | * 66,968                                 | 0  | * 54,959                                   | 0  | 0  | 0   | 0  | 0                                   |
| Deficit.....                       | 189,518   | 186,922                    | 2,462                                   | * 0                                      | 0  | * 0  | 0  | 0  | 0   | 0  | 0                                   |
| <b>Corporations</b>                |   |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total receipts.....                | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Business receipts.....             | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total business deductions.....     | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Costs of goods sold.....           | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Salaries and wages.....            | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Taxes paid.....                    | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Interest paid.....                 | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Depreciation.....                  | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Net income (less deficit) [1]..... | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Net income.....                    | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Deficit.....                       | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| <b>C corporations [2]</b>          |   |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....          | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total receipts.....                | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Business receipts.....             | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total business deductions.....     | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Costs of goods sold.....           | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Salaries and wages.....            | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Taxes paid.....                    | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Interest paid.....                 | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Depreciation.....                  | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Net income (less deficit).....     | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Net income.....                    | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Deficit.....                       | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Religious, grantmaking, civic, professional and similar organizations |                            |   |  |  |  |  |  |   |  |                                     |
|--------------------------------------|---|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|
|                                      | Total<br>(210)  | Under<br>\$25,000<br>(211) | \$25,000<br>under<br>\$100,000<br>(212) | \$100,000<br>under<br>\$250,000<br>(213) | \$250,000<br>under<br>\$500,000<br>(214) | \$500,000<br>under<br>\$1,000,000<br>(215) | \$1,000,000<br>under<br>\$2,500,000<br>(216) | \$2,500,000<br>under<br>\$5,000,000<br>(217) | \$5,000,000<br>under<br>\$10,000,000<br>(218) | \$10,000,000<br>under<br>\$50,000,000<br>(219) | \$50,000,000<br>or<br>more<br>(220) |
| <b>S corporations</b>                |   |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total receipts.....                  | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Business receipts.....               | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total business deductions.....       | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Costs of goods sold.....             | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Salaries and wages.....              | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Taxes paid.....                      | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Interest paid.....                   | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Depreciation.....                    | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total net income (less deficit)..... | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Net income.....                      | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Deficit.....                         | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| <b>Partnerships</b>                  |   |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total receipts.....                  | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Business receipts.....               | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Total business deductions.....       | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Costs of goods sold.....             | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Salaries and wages.....              | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Taxes paid.....                      | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Interest paid.....                   | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Depreciation.....                    | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Net income (less deficit).....       | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Net income.....                      | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| Deficit.....                         | N/A   | N/A                        | N/A                                     | N/A                                      | N/A                                      | N/A  | N/A  | N/A  | N/A   | N/A  | N/A                                 |
| <b>Nonfarm sole proprietorships</b>  |   |                            |   |  |  |  |  |  |   |  |                                     |
| Number of businesses.....            | 268,044   | 221,313                    | 45,821                                  | * 743                                    | 0  | * 163                                      | 0  | * 4  | 0   | 0  | 0                                   |
| Total receipts.....                  | 3,452,032   | 1,384,238                  | 1,836,876                               | * 89,616                                 | 0  | * 125,252                                  | 0  | * 16,051                                     | 0   | 0  | 0                                   |
| Business receipts.....               | 3,452,032   | 1,384,238                  | 1,836,876                               | * 89,616                                 | 0  | * 125,252                                  | 0  | * 16,051                                     | 0   | 0  | 0                                   |
| Total business deductions.....       | 1,421,682   | 733,311                    | 582,126                                 | * 22,648                                 | 0  | * 70,293                                   | 0  | * 13,304                                     | 0   | 0  | 0                                   |
| Costs of goods sold.....             | 57,764  | 16,025                     | 41,739                                  | 0  | 0  | * 0  | 0  | * 0  | 0   | 0  | 0                                   |
| Salaries and wages.....              | 29,159  | 797                        | 2,943                                   | 0  | 0  | * 16,986                                   | 0  | * 8,433                                      | 0   | 0  | 0                                   |
| Taxes paid.....                      | 14,660  | 4,645                      | 5,749                                   | 0  | 0  | * 1,879                                    | 0  | * 2,388                                      | 0   | 0  | 0                                   |
| Interest paid.....                   | 20,320  | 15,897                     | 4,409                                   | * 4                                      | 0  | * 0  | 0  | * 10   | 0   | 0  | 0                                   |
| Depreciation.....                    | 75,777  | 28,046                     | 45,638                                  | * 1,240                                  | 0  | * 853                                      | 0  | * 0  | 0   | 0  | 0                                   |
| Net income (less deficit).....       | 2,030,350   | 650,926                    | 1,254,750                               | * 66,968                                 | 0  | * 54,959                                   | 0  | * 2,746                                      | 0   | 0  | 0                                   |
| Net income.....                      | 2,219,867   | 837,848                    | 1,257,212                               | * 66,968                                 | 0  | * 54,959                                   | 0  | * 2,881                                      | 0   | 0  | 0                                   |
| Deficit.....                         | 189,518   | 186,922                    | 2,462                                   | 0  | 0  | * 0  | 0  | * 135  | 0   | 0  | 0                                   |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item             | Unclassified industries |                          |                           |                           |                             |                               |                               |                                |                                 |                      |       |       |       |       |
|------------------------------------|-------------------------|--------------------------|---------------------------|---------------------------|-----------------------------|-------------------------------|-------------------------------|--------------------------------|---------------------------------|----------------------|-------|-------|-------|-------|
|                                    | (221)                   | (222)                    | (223)                     | (224)                     | (225)                       | (226)                         | (227)                         | (228)                          | (229)                           | (230)                | (231) | (232) | (233) | (234) |
| Total                              | Under \$25,000          | \$25,000 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$2,500,000 | \$2,500,000 under \$5,000,000 | \$5,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more | (231) | (232) | (233) | (234) |
| <b>All businesses</b>              |                         |                          |                           |                           |                             |                               |                               |                                |                                 |                      |       |       |       |       |
| Number of businesses.....          | 261,266                 | 236,084                  | 21,540                    | ** 2,980                  | 180                         | 371                           | 20                            | ** 93                          | **                              | 0                    | 0     | 0     | 0     | 0     |
| Total receipts.....                | 3,459,621               | 1,086,750                | 958,370                   | ** 534,946                | 61,679                      | 355,955                       | 39,015                        | ** 422,986                     | **                              | 0                    | 0     | 0     | 0     | 0     |
| Business receipts.....             | 3,455,495               | 1,082,623                | 958,370                   | ** 534,927                | 61,679                      | 373,955                       | 39,015                        | ** 422,986                     | **                              | 0                    | 0     | 0     | 0     | 0     |
| Total business deductions.....     | 2,033,312               | 615,619                  | 405,798                   | ** 280,467                | 19,743                      | 307,907                       | 16,556                        | ** 387,393                     | **                              | 0                    | 0     | 0     | 0     | 0     |
| Costs of goods sold.....           | 644,664                 | 51,481                   | 110,788                   | ** 24,694                 | 675                         | 215,769                       | 8,724                         | ** 230,834                     | **                              | 0                    | 0     | 0     | 0     | 0     |
| Salaries and wages.....            | 86,576                  | 5,683                    | 1,693                     | ** 54,618                 | 789                         | 19,202                        | 3,135                         | ** 1,469                       | **                              | 0                    | 0     | 0     | 0     | 0     |
| Taxes paid.....                    | 28,131                  | 15,770                   | 4,200                     | ** 3,713                  | 294                         | 31,859                        | 282                           | ** 17                          | **                              | 0                    | 0     | 0     | 0     | 0     |
| Interest paid.....                 | 33,766                  | 18,199                   | 2,649                     | ** 10,912                 | 368                         | 790                           | 7                             | ** 842                         | **                              | 0                    | 0     | 0     | 0     | 0     |
| Depreciation.....                  | 105,626                 | 38,246                   | 22,608                    | ** 22,229                 | 9,526                       | 12,854                        | 96                            | ** 67                          | **                              | 0                    | 0     | 0     | 0     | 0     |
| Net income (less deficit).....     | 1,485,163               | 523,739                  | 552,614                   | ** 254,467                | 41,936                      | 48,951                        | 22,459                        | ** 35,597                      | **                              | 0                    | 0     | 0     | 0     | 0     |
| Net income.....                    | 1,777,544               | 766,983                  | 585,361                   | ** 260,971                | 52,772                      | 52,453                        | 22,849                        | ** 36,155                      | **                              | 0                    | 0     | 0     | 0     | 0     |
| Deficit.....                       | 292,381                 | 237,244                  | 32,747                    | ** 6,503                  | 10,836                      | 4,103                         | 390                           | ** 558                         | **                              | 0                    | 0     | 0     | 0     | 0     |
| <b>Corporations</b>                |                         |                          |                           |                           |                             |                               |                               |                                |                                 |                      |       |       |       |       |
| Number of businesses.....          | 5,473                   | 4,373                    | 841                       | * 260                     | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Total receipts.....                | 100,264                 | 18,100                   | 41,928                    | * 40,617                  | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Business receipts.....             | 96,138                  | 13,974                   | 41,928                    | * 40,599                  | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Total business deductions.....     | 112,004                 | 18,456                   | 47,199                    | * 46,719                  | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Costs of goods sold.....           | 24,139                  | 4,922                    | 17,332                    | 2,187                     | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Salaries and wages.....            | 18,737                  | 1,102                    | 1,074                     | 16,575                    | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Taxes paid.....                    | 7,268                   | 2,199                    | 3,784                     | * 1,290                   | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Interest paid.....                 | 7,160                   | 526                      | 175                       | * 6,459                   | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Depreciation.....                  | 7,945                   | 4                        | 1,435                     | * 6,506                   | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Net income (less deficit) [1]..... | -11,710                 | -326                     | -5,271                    | -6,113                    | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Net income.....                    | 11,394                  | 10,200                   | 1,194                     | 0                         | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Deficit.....                       | 23,104                  | 10,526                   | 6,465                     | 6,113                     | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| <b>C corporations [2]</b>          |                         |                          |                           |                           |                             |                               |                               |                                |                                 |                      |       |       |       |       |
| Number of businesses.....          | 2,864                   | 1,764                    | 841                       | * 260                     | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Total receipts.....                | 89,336                  | 7,172                    | 41,928                    | * 40,617                  | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Business receipts.....             | 89,284                  | 7,120                    | 41,928                    | * 40,599                  | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Total business deductions.....     | 104,484                 | 10,936                   | 47,199                    | * 46,719                  | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Costs of goods sold.....           | 23,837                  | 4,620                    | 17,332                    | 2,187                     | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Salaries and wages.....            | 18,724                  | 1,089                    | 1,074                     | 16,575                    | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Taxes paid.....                    | 5,381                   | 313                      | 3,784                     | * 1,290                   | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Interest paid.....                 | 7,160                   | 526                      | 175                       | * 6,459                   | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Depreciation.....                  | 7,945                   | 4                        | 1,435                     | * 6,506                   | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Net income (less deficit).....     | -15,148                 | -3,764                   | -5,271                    | -6,113                    | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Net income.....                    | 1,479                   | 285                      | 1,194                     | 0                         | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |
| Deficit.....                       | 16,627                  | 4,049                    | 6,465                     | 6,113                     | **                          | 0                             | **                            | 0                              | 0                               | 0                    | 0     | 0     | 0     | 0     |

Footnotes at end of table.

**Table 1.--Number of Businesses, Business Receipts, Net Income, Deficit, and Other Selected Items, by Form of Business, Industry, and Business Receipt Size, Tax Year 2003--Continued**

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

| Form of business, item               | Unclassified industries |                            |   |  |  |  |  |  |   |  |                                     |    |  |
|--------------------------------------|-------------------------|----------------------------|---|--|--|--|--|--|---|--|-------------------------------------|----|--|
|                                      | Total<br>(221)          | Under<br>\$25,000<br>(222) | \$25,000<br>under<br>\$100,000<br>(223) | \$100,000<br>under<br>\$250,000<br>(224) | \$250,000<br>under<br>\$500,000<br>(225) | \$500,000<br>under<br>\$1,000,000<br>(226) | \$1,000,000<br>under<br>\$2,500,000<br>(227) | \$2,500,000<br>under<br>\$5,000,000<br>(228) | \$5,000,000<br>under<br>\$10,000,000<br>(229) | \$10,000,000<br>under<br>\$50,000,000<br>(230) | \$50,000,000<br>or<br>more<br>(231) |    |  |
| <b>S corporations</b>                |                         |                            |   |  |  |  |  |  |   |  |                                     |    |  |
| Number of businesses.....            | * 2,609                 | ** 2,609                   | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Total receipts.....                  | * 10,927                | ** 10,928                  | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Business receipts.....               | * 6,855                 | ** 6,854                   | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Total business deductions.....       | * 7,520                 | ** 7,520                   | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Costs of goods sold.....             | * 302                   | ** 302                     | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Salaries and wages.....              | * 13                    | ** 13                      | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Taxes paid.....                      | * 1,887                 | ** 1,886                   | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Interest paid.....                   | 0                       | 0                          | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Depreciation.....                    | 0                       | 0                          | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Total net income (less deficit)..... | * 3,438                 | ** 3,438                   | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Net income.....                      | * 9,915                 | ** 9,915                   | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Deficit.....                         | * 6,477                 | ** 6,477                   | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| <b>Partnerships</b>                  |                         |                            |   |  |  |  |  |  |   |  |                                     |    |  |
| Number of businesses.....            | 2,193                   | ** 2,045                   | **                                      | **                                       | **                                       | **   | **   | **   | **  | **   | **                                  | ** |  |
| Total receipts.....                  | * 248,278               | ** 248,278                 | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Business receipts.....               | * 34,380                | ** 34,380                  | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Total business deductions.....       | * 275,539               | ** 275,539                 | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Costs of goods sold.....             | * 162,909               | ** 162,909                 | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Salaries and wages.....              | * 15,912                | ** 2,975                   | **                                      | **                                       | **                                       | **   | **   | **   | **  | **   | **                                  | ** |  |
| Taxes paid.....                      | * 3,578                 | ** 465                     | **                                      | **                                       | **                                       | **   | **   | **   | **  | **   | **                                  | ** |  |
| Interest paid.....                   | * 3,667                 | ** 3,233                   | **                                      | **                                       | **                                       | **   | **   | **   | **  | **   | **                                  | ** |  |
| Depreciation.....                    | * 13,296                | ** 8,417                   | **                                      | **                                       | **                                       | **   | **   | **   | **  | **   | **                                  | ** |  |
| Net income (less deficit).....       | 31,258                  | ** 26,990                  | **                                      | **                                       | **                                       | **   | **   | **   | **  | **   | **                                  | ** |  |
| Net income.....                      | * 58,626                | ** 58,516                  | 0                                       | 0  | 0  | 0  | 0  | 0  | 0   | 0  | 0                                   | 0  |  |
| Deficit.....                         | * 27,368                | ** 25,526                  | **                                      | **                                       | **                                       | **   | **   | **   | **  | **   | **                                  | ** |  |
| <b>Nonfarm sole proprietorships</b>  |                         |                            |   |  |  |  |  |  |   |  |                                     |    |  |
| Number of businesses.....            | 253,600                 | 229,666                    | 20,699                                  | 2,719                                    | 180                                      | 222  | ** 20  | ** 93  | **  | **   | **                                  | ** |  |
| Total receipts.....                  | 3,111,079               | 1,034,270                  | 916,443                                 | 494,328                                  | 61,679                                   | 142,358                                    | * 39,015                                     | ** 422,986                                   | **  | **   | **                                  | ** |  |
| Business receipts.....               | 3,111,079               | 1,034,270                  | 916,443                                 | 494,328                                  | 61,679                                   | 142,358                                    | * 39,015                                     | ** 422,986                                   | **  | **   | **                                  | ** |  |
| Total business deductions.....       | 1,645,769               | 537,453                    | 358,600                                 | 233,748                                  | 19,743                                   | 92,277                                     | * 16,556                                     | ** 387,393                                   | **  | **   | **                                  | ** |  |
| Costs of goods sold.....             | 457,616                 | 39,399                     | 93,456                                  | 22,507                                   | 675                                      | 62,020                                     | * 8,724                                      | ** 230,834                                   | **  | **   | **                                  | ** |  |
| Salaries and wages.....              | 51,927                  | 1,606                      | 620                                     | 38,043                                   | 789                                      | 6,265                                      | * 3,135                                      | ** 1,469                                     | **  | **   | **                                  | ** |  |
| Taxes paid.....                      | 17,285                  | 13,105                     | 416                                     | 2,423                                    | 294                                      | 748  | * 282  | ** 17  | **  | **   | **                                  | ** |  |
| Interest paid.....                   | 22,919                  | 14,440                     | 2,473                                   | 4,453                                    | 368                                      | 336  | * 7  | ** 842                                       | **  | **   | **                                  | ** |  |
| Depreciation.....                    | 84,385                  | 29,825                     | 21,173                                  | 15,723                                   | 9,526                                    | 7,975                                      | * 96   | ** 67  | **  | **   | **                                  | ** |  |
| Net income (less deficit).....       | 1,465,615               | 497,075                    | 557,885                                 | 260,580                                  | 41,936                                   | 50,082                                     | * 22,459                                     | ** 35,597                                    | **  | **   | **                                  | ** |  |
| Net income.....                      | 1,707,524               | 698,267                    | 584,167                                 | 260,971                                  | 52,772                                   | 52,342                                     | * 22,849                                     | ** 36,155                                    | **  | **   | **                                  | ** |  |
| Deficit.....                         | 241,909                 | 201,192                    | 26,282                                  | 390                                      | 10,836                                   | 2,261                                      | * 390  | ** 558                                       | **  | **   | **                                  | ** |  |

N/A--not applicable.

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

\*\* Data combined to avoid disclosure of information for specific taxpayers.

[1] Total corporation "net income (less deficit)" includes "total net income (less deficit)" from S corporations and is more comprehensive than SOI generally publishes.

[2] For this table, the data for C corporations also include 1120-RIC and 1120-REIT returns.

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

Source: IRS, Statistics of Income Division, September 2006.

# Integrated Business Data, 2003

**Table 2.--Number of Businesses, Business Receipts, Net Income, and Deficit, by Form of Business and Industry, Tax Year 2003**

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

| Form of business, item               | All industries | Agriculture, forestry, fishing, and hunting | Mining      | Utilities   | Construction  | Manufacturing | Wholesale and retail trade |
|--------------------------------------|----------------|---|-------------|-------------|---------------|---------------|----------------------------|
|                                      | (1)            | (2)   | (3)         | (4)         | (5)           | (6)           | (7)                        |
| <b>All businesses</b>                |                |   |             |             |               |               |                            |
| Number of businesses.....            | 27,486,691     | 529,134                                     | 185,670     | 20,523      | 3,307,858     | 630,668       | 3,850,633                  |
| Business receipts.....               | 21,860,208,610 | 151,841,844                                 | 255,788,731 | 674,145,932 | 1,496,771,435 | 5,725,056,979 | 6,384,353,521              |
| Net income (less deficit).....       | 1,353,802,118  | 2,407,442                                   | 30,950,024  | -3,108,884  | 74,546,305    | 216,408,563   | 141,394,472                |
| Net income.....                      | 1,953,107,513  | 14,064,288                                  | 42,777,160  | 20,257,259  | 101,400,252   | 328,324,064   | 201,795,455                |
| Deficit.....                         | 599,305,395    | 11,656,845                                  | 11,827,138  | 23,366,143  | 26,853,947    | 111,915,501   | 60,400,983                 |
| <b>Corporations</b>                  |                |   |             |             |               |               |                            |
| Number of businesses.....            | 5,401,237      | 143,019                                     | 30,252      | 8,504       | 676,120       | 281,239       | 975,011                    |
| Business receipts.....               | 18,264,393,898 | 113,828,382                                 | 178,319,223 | 521,884,927 | 1,128,834,453 | 5,194,506,715 | 5,601,105,942              |
| Net income (less deficit) [1].....   | 822,095,800    | 2,038,464                                   | 11,523,401  | -4,710,442  | 32,071,151    | 189,757,159   | 117,372,936                |
| Net income.....                      | 1,215,465,963  | 6,892,206                                   | 18,061,973  | 14,483,083  | 50,482,555    | 287,766,996   | 163,010,916                |
| Deficit.....                         | 393,370,163    | 4,853,742                                   | 6,538,572   | 19,193,525  | 18,411,404    | 98,009,838    | 45,637,980                 |
| <b>C corporations [2]</b>            |                |   |             |             |               |               |                            |
| Number of businesses.....            | 2,059,631      | 62,014                                      | 13,560      | 5,572       | 227,571       | 131,433       | 407,827                    |
| Business receipts.....               | 14,112,028,796 | 61,912,322                                  | 156,466,115 | 516,482,045 | 511,671,406   | 4,684,925,264 | 3,867,662,997              |
| Net income (less deficit).....       | 608,414,019    | 1,304,435                                   | 6,700,433   | -4,923,188  | 6,364,037     | 164,986,680   | 68,643,431                 |
| Net income.....                      | 938,934,425    | 3,118,749                                   | 12,560,125  | 14,125,843  | 16,589,062    | 255,796,379   | 103,747,733                |
| Deficit.....                         | 330,520,405    | 1,814,314                                   | 5,859,692   | 19,049,031  | 10,225,025    | 90,809,699    | 35,104,301                 |
| <b>S corporations</b>                |                |   |             |             |               |               |                            |
| Number of businesses.....            | 3,341,606      | 81,005                                      | 16,692      | 2,932       | 448,549       | 149,806       | 567,183                    |
| Business receipts.....               | 4,152,365,102  | 51,916,059                                  | 21,853,108  | 5,402,882   | 617,163,047   | 509,581,451   | 1,733,442,944              |
| Total net income (less deficit)..... | 213,681,780    | 734,029                                     | 4,822,968   | 212,746     | 25,707,114    | 24,770,479    | 48,729,504                 |
| Net income.....                      | 276,531,538    | 3,773,457                                   | 5,501,848   | 357,240     | 33,893,492    | 31,970,618    | 59,263,183                 |
| Deficit.....                         | 62,849,757     | 3,039,428                                   | 678,880     | 144,494     | 8,186,379     | 7,200,139     | 10,533,678                 |
| <b>Partnerships</b>                  |                |   |             |             |               |               |                            |
| Number of businesses.....            | 2,375,375      | 121,878                                     | 28,060      | 2,491       | 140,495       | 40,347        | 171,019                    |
| Business receipts.....               | 2,545,612,266  | 22,572,188                                  | 69,336,092  | 152,019,084 | 192,116,585   | 508,521,897   | 567,930,417                |
| Net income (less deficit).....       | 301,398,218    | -288,967                                    | 18,551,660  | 1,586,223   | 13,562,188    | 24,173,281    | 11,741,217                 |
| Net income.....                      | 468,552,382    | 5,193,172                                   | 22,994,866  | 5,718,204   | 18,465,140    | 37,246,971    | 18,730,174                 |
| Deficit.....                         | 167,154,164    | 5,482,138                                   | 4,443,207   | 4,131,981   | 4,902,952     | 13,073,689    | 6,988,957                  |
| <b>General [3]</b>                   |                |   |             |             |               |               |                            |
| Number of businesses.....            | 816,424        | 75,764                                      | 8,735       | 314         | 50,132        | 14,777        | 77,041                     |
| Business receipts.....               | 442,179,126    | 4,071,848                                   | 19,494,777  | 13,334,344  | 42,019,775    | 121,891,705   | 60,024,908                 |
| Net income (less deficit).....       | 96,065,103     | 1,040,539                                   | 2,547,519   | 533,756     | 3,519,967     | 9,563,428     | 2,847,659                  |
| Net income.....                      | 117,314,992    | 2,788,509                                   | 5,168,008   | 971,260     | 4,373,013     | 10,639,341    | 3,650,359                  |
| Deficit.....                         | 21,249,888     | 1,747,970                                   | 2,620,489   | 437,504     | 853,046       | 1,075,913     | 802,700                    |
| <b>Limited [4]</b>                   |                |   |             |             |               |               |                            |
| Number of businesses.....            | 467,448        | 16,680                                      | 7,338       | 811         | 16,057        | 3,154         | 15,168                     |
| Business receipts.....               | 961,741,295    | 4,454,655                                   | 22,135,951  | 71,700,290  | 45,792,851    | 146,333,390   | 258,638,069                |
| Net income (less deficit).....       | 141,039,905    | -187,336                                    | 11,381,026  | 1,103,875   | 3,024,452     | 7,521,504     | 4,491,858                  |
| Net income.....                      | 195,381,553    | 980,515                                     | 11,921,453  | 3,043,953   | 4,345,421     | 11,583,946    | 5,990,548                  |
| Deficit.....                         | 54,341,648     | 1,167,851                                   | 540,427     | 1,940,079   | 1,320,969     | 4,062,441     | 1,498,690                  |
| <b>LLC</b>                           |                |   |             |             |               |               |                            |
| Number of businesses.....            | 1,091,502      | 29,434                                      | 11,987      | 1,366       | 74,306        | 22,415        | 78,810                     |
| Business receipts.....               | 1,141,691,845  | 14,045,685                                  | 27,705,363  | 66,984,449  | 104,303,959   | 240,296,802   | 249,267,439                |
| Net income (less deficit).....       | 64,293,209     | -1,142,170                                  | 4,623,114   | -51,408     | 7,017,769     | 7,088,349     | 4,401,700                  |
| Net income.....                      | 155,855,837    | 1,424,147                                   | 5,905,405   | 1,702,990   | 9,746,706     | 15,023,684    | 9,089,267                  |
| Deficit.....                         | 91,562,628     | 2,566,317                                   | 1,282,291   | 1,754,398   | 2,728,937     | 7,935,335     | 4,687,567                  |

Footnotes at end of table.

# Integrated Business Data, 2003

**Table 2.--Number of Businesses, Business Receipts, Net Income, and Deficit, by Form of Business and Industry, Tax Year 2003--Continued**

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

| Form of business, item              | All industries | Agriculture, forestry, fishing, and hunting | Mining    | Utilities | Construction | Manufacturing | Wholesale and retail trade |
|-------------------------------------|----------------|---|-----------|-----------|--------------|---------------|----------------------------|
|                                     | (1)            | (2)   | (3)       | (4)       | (5)          | (6)           | (7)                        |
| <b>Nonfarm sole proprietorships</b> |                |   |           |           |              |               |                            |
| Number of businesses.....           | 19,710,079     | 264,237                                     | 127,358   | 9,528     | 2,491,243    | 309,082       | 2,704,603                  |
| Business receipts.....              | 1,050,202,446  | 15,441,274                                  | 8,133,416 | 241,921   | 175,820,397  | 22,028,367    | 215,317,162                |
| Net income (less deficit).....      | 230,308,100    | 657,945                                     | 874,963   | 15,335    | 28,912,966   | 2,478,123     | 12,280,319                 |
| Net income.....                     | 269,089,168    | 1,978,910                                   | 1,720,321 | 55,972    | 32,452,557   | 3,310,097     | 20,054,365                 |
| Deficit.....                        | 38,781,068     | 1,320,965                                   | 845,359   | 40,637    | 3,539,591    | 831,974       | 7,774,046                  |
| <b>LLC</b>                          |                |   |           |           |              |               |                            |
| Number of businesses.....           | 220,615        | 1,452                                       | 953       | * 1,092   | 34,709       | 5,476         | 29,770                     |
| Business receipts.....              | 55,626,849     | 411,850                                     | 291,325   | * 8,464   | 10,324,863   | 1,868,780     | 13,468,731                 |
| Net income (less deficit).....      | 3,847,617      | -110,243                                    | -54,547   | * -32,918 | 783,671      | -43,898       | 64,081                     |
| Net income.....                     | 6,981,262      | 6,900                                       | 26,188    | 0         | 1,003,568    | 101,479       | 602,240                    |
| Deficit.....                        | 3,133,644      | 117,143                                     | 80,735    | * 32,918  | 219,897      | 145,377       | 538,159                    |

Footnotes at end of table.

# Integrated Business Data, 2003

**Table 2.--Number of Businesses, Business Receipts, Net Income, and Deficit, by Form of Business and Industry, Tax Year 2003--Continued**

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

| Form of business, item               | Transportation and warehousing | Information | Finance and insurance | Real estate and rental and leasing | Professional, scientific, and technical services | Management of companies (holding companies) | Administrative and support and waste management and remediation services |
|--------------------------------------|--------------------------------|-------------|-----------------------|------------------------------------|--|---|--|
|                                      | (8)                            | (9)         | (10)                  | (11)                               | (12)   | (13)  | (14)   |
| <b>All businesses</b>                |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 1,157,385                      | 418,593     | 1,152,778             | 2,732,833                          | 3,664,009  | 68,466                                      | 2,167,766  |
| Business receipts.....               | 675,634,067                    | 991,077,842 | 1,805,236,503         | 359,909,904                        | 1,031,721,446                                    | 199,549,758                                 | 457,901,591  |
| Net income (less deficit).....       | 12,428,339                     | 639,804     | 429,312,025           | 92,824,040                         | 115,188,751                                      | 103,217,571                                 | 24,369,573   |
| Net income.....                      | 32,351,450                     | 79,125,406  | 489,360,362           | 166,547,613                        | 159,392,495                                      | 117,037,551                                 | 34,702,067   |
| Deficit.....                         | 19,923,111                     | 78,485,602  | 60,048,336            | 73,723,573                         | 44,203,745                                       | 13,819,980                                  | 10,332,493   |
| <b>Corporations</b>                  |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 182,881                        | 119,875     | 234,746               | 577,400                            | 760,087  | 46,887                                      | 242,904  |
| Business receipts.....               | 547,730,745                    | 822,160,145 | 1,571,588,950         | 207,243,701                        | 691,608,915                                      | 190,225,987                                 | 359,890,965  |
| Net income (less deficit) [1].....   | 2,298,916                      | -2,476,691  | 307,492,541           | 15,848,129                         | 12,328,234                                       | 95,340,541                                  | 8,315,732  |
| Net income.....                      | 16,351,474                     | 56,555,851  | 345,522,094           | 32,003,966                         | 47,142,824                                       | 103,547,546                                 | 15,200,748   |
| Deficit.....                         | 14,052,558                     | 59,032,542  | 38,029,552            | 16,155,837                         | 34,814,590                                       | 8,207,005                                   | 6,885,016  |
| <b>C corporations [2]</b>            |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 79,531                         | 53,192      | 99,437                | 205,195                            | 247,255  | 24,457                                      | 75,004   |
| Business receipts.....               | 417,608,316                    | 768,643,126 | 1,482,340,405         | 122,966,867                        | 412,315,156                                      | 183,988,389                                 | 215,600,323  |
| Net income (less deficit).....       | -540,253                       | -7,560,255  | 288,784,063           | 288,973                            | -14,318,641                                      | 89,275,321                                  | 389,973  |
| Net income.....                      | 10,816,202                     | 49,273,299  | 324,427,226           | 10,472,395                         | 14,918,139                                       | 95,233,256                                  | 5,579,343  |
| Deficit.....                         | 11,356,454                     | 56,833,555  | 35,643,163            | 10,243,422                         | 29,236,779                                       | 5,957,935                                   | 5,189,370  |
| <b>S corporations</b>                |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 103,350                        | 66,683      | 135,308               | 372,205                            | 512,862  | 22,430                                      | 167,901  |
| Business receipts.....               | 130,122,429                    | 53,517,018  | 89,248,546            | 84,276,834                         | 279,293,759                                      | 6,237,598                                   | 144,290,643  |
| Total net income (less deficit)..... | 2,839,169                      | 5,083,564   | 18,708,478            | 15,619,156                         | 26,646,874                                       | 6,065,220                                   | 7,925,759  |
| Net income.....                      | 5,535,273                      | 7,282,551   | 21,094,867            | 21,531,571                         | 32,224,685                                       | 8,314,290                                   | 9,621,406  |
| Deficit.....                         | 2,696,104                      | 2,198,987   | 2,386,389             | 5,912,415                          | 5,577,811  | 2,249,070                                   | 1,695,647  |
| <b>Partnerships</b>                  |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 29,886                         | 31,804      | 258,990               | 1,081,354                          | 151,076  | 21,579                                      | 43,647   |
| Business receipts.....               | 69,760,872                     | 161,757,098 | 169,280,457           | 89,976,350                         | 211,608,743                                      | 9,323,771                                   | 51,337,496   |
| Net income (less deficit).....       | 1,916,066                      | 1,197,837   | 105,560,735           | 51,427,498                         | 50,787,128                                       | 7,877,030                                   | 3,042,348  |
| Net income.....                      | 5,801,285                      | 19,945,085  | 125,459,629           | 106,247,698                        | 55,897,153                                       | 13,490,005                                  | 4,319,334  |
| Deficit.....                         | 3,885,219                      | 18,747,248  | 19,898,894            | 54,820,200                         | 5,110,025  | 5,612,975                                   | 1,276,985  |
| <b>General [3]</b>                   |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 8,050                          | 10,896      | 92,031                | 312,833                            | 49,802   | 3,314                                       | 18,870   |
| Business receipts.....               | 6,142,627                      | 44,601,403  | 27,587,386            | 9,997,069                          | 35,670,835                                       | 149,793                                     | 6,143,422  |
| Net income (less deficit).....       | 710,800                        | 5,690,197   | 33,602,631            | 17,067,103                         | 11,305,671                                       | 1,355,872                                   | 489,876  |
| Net income.....                      | 1,564,753                      | 7,423,924   | 35,797,116            | 21,880,890                         | 12,075,796                                       | 2,654,425                                   | 687,839  |
| Deficit.....                         | 853,953                        | 1,733,728   | 2,194,485             | 4,813,787                          | 770,125  | 1,298,553                                   | 197,963  |
| <b>Limited [4]</b>                   |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 3,581                          | 3,260       | 84,841                | 254,215                            | 20,935   | 7,694                                       | 3,265  |
| Business receipts.....               | 26,730,447                     | 65,599,304  | 88,096,522            | 25,879,209                         | 111,465,481                                      | 2,406,701                                   | 9,591,188  |
| Net income (less deficit).....       | 2,208,063                      | 4,268,840   | 43,834,400            | 21,483,444                         | 31,878,252                                       | 4,006,645                                   | 1,111,628  |
| Net income.....                      | 2,667,779                      | 9,610,397   | 50,223,296            | 46,715,370                         | 32,513,234                                       | 5,114,633                                   | 1,217,752  |
| Deficit.....                         | 459,716                        | 5,341,557   | 6,388,895             | 25,231,925                         | 634,982  | 1,107,988                                   | 106,124  |
| <b>LLC</b>                           |                                |             |                       |                                    |  |   |  |
| Number of businesses.....            | 18,255                         | 17,648      | 82,119                | 514,306                            | 80,340   | 10,572                                      | 21,513   |
| Business receipts.....               | 36,887,797                     | 51,556,391  | 53,596,549            | 54,100,072                         | 64,472,427                                       | 6,767,277                                   | 35,602,886   |
| Net income (less deficit).....       | -1,002,796                     | -8,761,199  | 28,123,704            | 12,876,950                         | 7,603,204  | 2,514,513                                   | 1,440,845  |
| Net income.....                      | 1,568,753                      | 2,910,764   | 39,439,217            | 37,651,438                         | 11,308,123                                       | 5,720,947                                   | 2,413,743  |
| Deficit.....                         | 2,571,550                      | 11,671,963  | 11,315,513            | 24,774,488                         | 3,704,919  | 3,206,434                                   | 972,898  |

Footnotes at end of table.

# Integrated Business Data, 2003

**Table 2.--Number of Businesses, Business Receipts, Net Income, and Deficit, by Form of Business and Industry, Tax Year 2003--Continued**

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

| Form of business, item              | Transportation and warehousing | Information | Finance and insurance | Real estate and rental and leasing | Professional, scientific, and technical services | Management of companies (holding companies) | Administrative and support and waste management and remediation services |
|-------------------------------------|--------------------------------|-------------|-----------------------|------------------------------------|--|---|--|
|                                     | (8)                            | (9)         | (10)                  | (11)                               | (12)   | (13)  | (14)   |
| <b>Nonfarm sole proprietorships</b> |                                |             |                       |                                    |  |   |  |
| Number of businesses.....           | 944,618                        | 266,914     | 659,042               | 1,074,079                          | 2,752,846  | N/A   | 1,881,215  |
| Business receipts.....              | 58,142,450                     | 7,160,599   | 64,367,096            | 62,689,853                         | 128,503,788                                      | N/A   | 46,673,130   |
| Net income (less deficit).....      | 8,213,357                      | 1,918,658   | 16,258,749            | 25,548,413                         | 52,073,389                                       | N/A   | 13,011,493   |
| Net income.....                     | 10,198,691                     | 2,624,470   | 18,378,639            | 28,295,949                         | 56,352,518                                       | N/A   | 15,181,985   |
| Deficit.....                        | 1,985,334                      | 705,812     | 2,119,890             | 2,747,536                          | 4,279,130  | N/A   | 2,170,492  |
| <b>LLC</b>                          |                                |             |                       |                                    |  |   |  |
| Number of businesses.....           | 9,301                          | 5,502       | 8,997                 | 16,224                             | 53,244   | N/A   | 13,591   |
| Business receipts.....              | 1,504,655                      | 599,302     | 2,829,254             | 3,182,517                          | 8,887,182  | N/A   | 2,104,935  |
| Net income (less deficit).....      | -134,228                       | -73,016     | 334,418               | 211,876                            | 1,590,581  | N/A   | 167,920  |
| Net income.....                     | 84,087                         | 87,984      | 498,073               | 561,141                            | 1,977,208  | N/A   | 251,280  |
| Deficit.....                        | 218,315                        | 161,001     | 163,655               | 349,265                            | 386,626  | N/A   | 83,359   |

Footnotes at end of table.

# Integrated Business Data, 2003

**Table 2.--Number of Businesses, Business Receipts, Net Income, and Deficit, by Form of Business and Industry, Tax Year 2003--Continued**

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

| Form of business, item               | Educational services | Health care and social assistance | Arts, entertainment, and recreation | Accommodation, food services, and drinking places | Other services | Religious, grantmaking, civic, professional, and similar organizations | Unclassified industries |
|--------------------------------------|----------------------|-----------------------------------|-------------------------------------|---|----------------|--|-------------------------|
|                                      | (15)                 | (16)                              | (17)                                | (18)  | (19)           | (20)   | (21)                    |
| <b>All businesses</b>                |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 505,675              | 2,171,551                         | 1,251,886                           | 754,984   | 2,386,970      | 268,044  | 261,266                 |
| Business receipts.....               | 37,960,187           | 694,182,606                       | 140,583,700                         | 518,920,010                                       | 252,665,029    | 3,452,032  | 3,455,495               |
| Net income (less deficit).....       | 3,511,410            | 72,473,587                        | 5,140,677                           | 8,068,873   | 20,514,033     | 2,030,350  | 1,485,163               |
| Net income.....                      | 5,291,938            | 84,866,803                        | 18,479,954                          | 25,188,547  | 28,147,440     | 2,219,867  | 1,777,544               |
| Deficit.....                         | 1,780,528            | 12,393,216                        | 13,339,276                          | 17,119,673  | 7,633,407      | 189,518  | 292,381                 |
| <b>Corporations</b>                  |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 44,059               | 354,603                           | 110,119                             | 278,722   | 329,336        | N/A  | 5,473                   |
| Business receipts.....               | 29,746,218           | 488,409,511                       | 69,877,627                          | 382,358,626                                       | 164,976,728    | N/A  | 96,138                  |
| Net income (less deficit) [1].....   | 1,610,813            | 19,018,826                        | 1,968,354                           | 8,053,761   | 4,255,686      | N/A  | -11,710                 |
| Net income.....                      | 2,493,048            | 25,869,227                        | 5,820,018                           | 16,142,808  | 8,107,237      | N/A  | 11,394                  |
| Deficit.....                         | 882,235              | 6,850,401                         | 3,851,664                           | 8,089,047   | 3,851,551      | N/A  | 23,104                  |
| <b>C corporations [2]</b>            |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 16,579               | 147,043                           | 36,521                              | 90,985  | 133,619        | N/A  | 2,864                   |
| Business receipts.....               | 17,598,844           | 338,928,048                       | 36,590,380                          | 236,077,728                                       | 80,161,781     | N/A  | 89,284                  |
| Net income (less deficit).....       | 697,617              | 3,775,836                         | -740,052                            | 4,068,142   | 1,292,615      | N/A  | -15,148                 |
| Net income.....                      | 1,209,769            | 8,421,236                         | 1,337,975                           | 8,353,320   | 2,952,895      | N/A  | 1,479                   |
| Deficit.....                         | 512,152              | 4,645,400                         | 2,078,027                           | 4,285,179   | 1,660,280      | N/A  | 16,627                  |
| <b>S corporations</b>                |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 27,480               | 207,560                           | 73,598                              | 187,737   | 195,716        | N/A  | * 2,609                 |
| Business receipts.....               | 12,147,374           | 149,481,463                       | 33,287,246                          | 146,280,899                                       | 84,814,947     | N/A  | * 6,855                 |
| Total net income (less deficit)..... | 913,197              | 15,242,990                        | 2,708,406                           | 3,985,619   | 2,963,070      | N/A  | * 3,438                 |
| Net income.....                      | 1,283,279            | 17,447,992                        | 4,482,043                           | 7,789,487   | 5,154,342      | N/A  | * 9,915                 |
| Deficit.....                         | 370,082              | 2,205,002                         | 1,773,637                           | 3,803,868   | 2,191,271      | N/A  | * 6,477                 |
| <b>Partnerships</b>                  |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 9,084                | 54,161                            | 43,303                              | 81,341  | 62,667         | N/A  | 2,193                   |
| Business receipts.....               | 2,814,240            | 106,340,989                       | 46,607,450                          | 96,540,384  | 17,519,877     | N/A  | * 248,278               |
| Net income (less deficit).....       | -59,054              | 13,629,891                        | -2,281,816                          | -1,363,512  | 307,205        | N/A  | 31,258                  |
| Net income.....                      | 376,831              | 17,217,334                        | 4,100,499                           | 5,625,374   | 1,665,003      | N/A  | * 58,626                |
| Deficit.....                         | 435,885              | 3,587,443                         | 6,382,314                           | 6,988,885   | 1,357,798      | N/A  | * 27,368                |
| <b>General [3]</b>                   |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 2,003                | 15,305                            | 16,058                              | 26,119  | 32,985         | N/A  | * 1,397                 |
| Business receipts.....               | 310,309              | 16,667,017                        | 14,419,304                          | 14,549,751  | 4,998,199      | N/A  | * 104,652               |
| Net income (less deficit).....       | 43,259               | 3,999,585                         | 815,902                             | 701,593   | 254,808        | N/A  | * -25,063               |
| Net income.....                      | 72,414               | 4,300,596                         | 1,509,011                           | 1,095,480   | 662,146        | N/A  | * 111                   |
| Deficit.....                         | 29,154               | 301,011                           | 693,108                             | 393,886   | 407,338        | N/A  | * 25,174                |
| <b>Limited [4]</b>                   |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 817                  | 8,540                             | 4,874                               | 12,347  | 3,821          | N/A  | * 51                    |
| Business receipts.....               | 496,240              | 37,579,288                        | 11,847,360                          | 30,938,549  | 2,055,799      | N/A  | * 0                     |
| Net income (less deficit).....       | -97,291              | 4,689,675                         | -407,778                            | 510,679   | 159,541        | N/A  | * 58,428                |
| Net income.....                      | 134,031              | 5,668,429                         | 1,189,671                           | 2,186,357   | 216,340        | N/A  | * 58,428                |
| Deficit.....                         | 231,322              | 978,755                           | 1,597,449                           | 1,675,678   | 56,799         | N/A  | * 0                     |
| <b>LLC</b>                           |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....            | 6,264                | 30,316                            | 22,370                              | 42,875  | 25,861         | N/A  | * 746                   |
| Business receipts.....               | 2,007,691            | 52,094,683                        | 20,340,785                          | 51,052,084  | 10,465,879     | N/A  | * 143,626               |
| Net income (less deficit).....       | -5,022               | 4,940,631                         | -2,689,940                          | -2,575,784  | -107,144       | N/A  | * -2,107                |
| Net income.....                      | 170,387              | 7,248,309                         | 1,401,817                           | 2,343,537   | 786,516        | N/A  | * 87                    |
| Deficit.....                         | 175,409              | 2,307,678                         | 4,091,756                           | 4,919,321   | 893,661        | N/A  | * 2,194                 |

Footnotes at end of table.

# Integrated Business Data, 2003

**Table 2.--Number of Businesses, Business Receipts, Net Income, and Deficit, by Form of Business and Industry, Tax Year 2003--Continued**

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

| Form of business, item              | Educational services | Health care and social assistance | Arts, entertainment, and recreation | Accommodation, food services, and drinking places | Other services | Religious, grantmaking, civic, professional, and similar organizations | Unclassified industries |
|-------------------------------------|----------------------|-----------------------------------|-------------------------------------|---|----------------|--|-------------------------|
|                                     | (15)                 | (16)                              | (17)                                | (18)  | (19)           | (20)   | (21)                    |
| <b>Nonfarm sole proprietorships</b> |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....           | 452,532              | 1,762,787                         | 1,098,464                           | 394,921   | 1,994,967      | 268,044  | 253,600                 |
| Business receipts.....              | 5,399,729            | 99,432,106                        | 24,098,623                          | 40,021,000  | 70,168,424     | 3,452,032  | 3,111,079               |
| Net income (less deficit).....      | 1,959,651            | 39,824,870                        | 5,454,139                           | 1,378,624   | 15,951,142     | 2,030,350  | 1,465,615               |
| Net income.....                     | 2,422,059            | 41,780,242                        | 8,559,437                           | 3,420,365   | 18,375,200     | 2,219,867  | 1,707,524               |
| Deficit.....                        | 462,408              | 1,955,372                         | 3,105,298                           | 2,041,741   | 2,424,058      | 189,518  | 241,909                 |
| <b>LLC</b>                          |                      |                                   |                                     |   |                |  |                         |
| Number of businesses.....           | 970                  | 13,675                            | 4,362                               | 2,789   | 18,311         | 0  | 197                     |
| Business receipts.....              | 141,835              | 4,642,459                         | 1,306,276                           | 2,082,274   | 1,962,381      | 0  | 9,766                   |
| Net income (less deficit).....      | 22,871               | 1,174,980                         | 17,267                              | -135,185  | 74,171         | 0  | -10,184                 |
| Net income.....                     | 25,947               | 1,322,337                         | 183,005                             | 55,865  | 188,842        | 0  | 5,117                   |
| Deficit.....                        | 3,077                | 147,356                           | 165,738                             | 191,050   | 114,670        | 0  | 15,302                  |

N/A--Not applicable.

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

[1] Total corporation "net income (less deficit)" includes "total net income (less deficit)" from S corporations and is more comprehensive than SOI generally publishes.

[2] For this table, the data for C corporations also include 1120-RIC and 1120-REIT returns.

[3] General partnerships include partnerships listed on the tax return as general, foreign, other, and blank.

[4] Limited partnerships include domestic limited partnerships and domestic limited liability partnerships.

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

Source: IRS, Statistics of Income Division, September 2006.

# Partnership Returns, 2004

by Tim Wheeler and Nina Shumofsky

**A** partnership is an unincorporated organization formed by two or more entities or persons who join to carry on a trade or business. Each partner contributes money, property, labor, or skill, and each expects to share in the profits and losses. Every partnership that engages in a trade or business or has income from sources in the United States must file an annual information return, Form 1065, *U.S. Partnership Return of Income*, or Form 1065-B, *U.S. Return of Income for Electing Large Partnerships*, with the Internal Revenue Service. A partnership does not pay tax on its income but “passes through” any profits and losses to its partners, who must include those profits and losses on their tax returns. The following are highlights from the 2004 partnership study:

- For 2004, the number of partnerships increased 7.2 percent, from 2,375,375 for 2003 to 2,546,877 for 2004 [1]. Since 1994, the number of partnerships has increased at an average annual rate of 5.1 percent. Prior to 1994, the number of partnerships declined for 5 consecutive years (Figures A and B).
- The number of partners increased by 10.3 percent, from 14,108,458 for 2003 to 15,556,553 for 2004 (Figures A and B). This increase reversed a 1.5-percent decline in 2003 and was the largest reported in over a decade.
- Total net income (loss) increased by 27.7 percent, from \$301.4 billion for 2003 to \$384.7 billion for 2004 (Figures A and C). Partnerships classified in the finance and insurance sector accounted for \$30.4 billion of the \$83.3-billion increase for all partnerships (Figure D). The manufacturing and mining sectors reported the next largest increases, \$13.5 billion and \$8.7 billion, respectively (Figure D). The only decreases at the sector level occurred in retail trade and utilities, \$1.3 billion and \$0.2 billion, respectively. The component of total net income (loss) with the largest increase was ordinary business income (loss), which climbed \$52.0 billion. The

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**Figure A**

## Partnership Annual Percentage Change for Tax Years 1994-2004

| Tax year  | Number of partnerships | Number of partners | Total assets | Total receipts | Total net income (loss) |
|-----------|------------------------|--------------------|--------------|----------------|-------------------------|
|           | (1)                    | (2)                | (3)          | (4)            | (5)                     |
| 1994..... | 1.8                    | -4.1               | 8.4          | 14.9           | 23.3                    |
| 1995..... | 5.8                    | 4.1                | 18.4         | 17.7           | 30.0                    |
| 1996..... | 4.6                    | 0.4                | 23.9         | 23.4           | 35.9                    |
| 1997..... | 6.3                    | 3.3                | 23.9         | 25.5           | 15.9                    |
| 1998..... | 5.5                    | -3.2               | 22.9         | 17.2           | 10.8                    |
| 1999..... | 4.4                    | -1.9               | 17.0         | 19.0           | 22.4                    |
| 2000..... | 6.2                    | -11.0              | 11.6         | 26.7           | 17.8                    |
| 2001..... | 3.6                    | 4.2                | 25.9         | 6.4            | 2.7                     |
| 2002..... | 5.1                    | 0.7                | 5.2          | 2.6            | -2.1                    |
| 2003..... | 5.9                    | -1.5               | 9.1          | 7.4            | 11.4                    |
| 2004..... | 7.2                    | 10.3               | 20.0         | 16.2           | 27.7                    |

only decrease was from net rental real estate income (loss), which decreased \$2.0 billion (Figure C and Tables 1 and 2). (See the “Explanation of Selected Terms” section for the definition of total net income (loss), which was revised for 2004.)

- Total receipts increased 16.2 percent, from \$3.2 trillion in 2003 to \$3.7 trillion in 2004 (Figure D). Together, the finance and insurance, manufacturing, and real estate and rental and leasing sectors reported 63.4 percent of the overall increase. The finance and insurance sector increased 24.1 percent to \$613.9 billion, the manufacturing sector increased 21.7 percent to \$637.6 billion, and the real estate and rental and leasing sector increased 36.0 percent to \$358.9 billion. (See the “Explanation of Selected Terms” section for the definition of total receipts.) Business receipts, the largest component of total receipts, also reported the largest increase. Business receipts increased \$273.2 billion to \$2.8 trillion for 2004 (Table 7). The next largest increases were reported by net long-term capital gain and net section 1231 gain. Net long-term capital gain more than doubled, increasing \$110.1 billion to \$207.7 billion, and net section 1231 gain almost doubled, increasing \$48.5 billion to \$106.9 billion. (See the “Explanation of Selected Terms” section for the definition of business receipts.)
- Total assets of partnerships reporting balance sheets increased 20.0 percent, from \$9.7 trillion

# Partnership Returns, 2004

**Figure B**

**Number of Partnerships and Partners, by Selected Industrial Groups, Tax Years 2003-2004**

| Industrial grouping  | Number of partnerships |                  | Percentage change | Number of partners |                   | Percentage change |
|--|------------------------|------------------|-------------------|--------------------|-------------------|-------------------|
|  | 2003                   | 2004             |                   | 2003               | 2004              |                   |
|  | (1)                    | (2)              | (3)               | (4)                | (5)               | (6)               |
| <b>All industries</b> .....  | <b>2,375,375</b>       | <b>2,546,877</b> | <b>7.2</b>        | <b>14,108,458</b>  | <b>15,556,553</b> | <b>10.3</b>       |
| Agriculture, forestry, fishing, and hunting.....   | 121,878                | 119,632          | -1.8              | 395,971            | 443,371           | 12.0              |
| Mining.....  | 28,060                 | 26,009           | -7.3              | 476,196            | 460,726           | -3.2              |
| Utilities.....   | 2,491                  | 3,930            | 57.8              | 55,072             | 65,846            | 19.6              |
| Construction.....  | 140,495                | 154,599          | 10.0              | 415,581            | 443,832           | 6.8               |
| Manufacturing.....   | 40,347                 | 42,685           | 5.8               | 206,374            | 224,612           | 8.8               |
| Wholesale trade.....   | 43,715                 | 43,400           | -0.7              | 142,129            | 158,946           | 11.8              |
| Retail trade.....  | 127,303                | 135,955          | 6.8               | 414,185            | 481,231           | 16.2              |
| Transportation and warehousing.....  | 29,886                 | 34,484           | 15.4              | 577,150            | 855,759           | 48.3              |
| Information.....   | 31,804                 | 34,896           | 9.7               | 369,701            | 248,502           | -32.8             |
| Finance and insurance.....   | 258,990                | 269,404          | 4.0               | 3,089,160          | 3,284,997         | 6.3               |
| Securities, commodity contracts, and other financial investments and related activities..... | 201,756                | 209,968          | 4.1               | 2,672,848          | 2,844,890         | 6.4               |
| Securities and commodity contracts and exchanges.....  | 8,389                  | 8,716            | 3.9               | 127,641            | 149,216           | 16.9              |
| Other financial investment activities.....   | 193,367                | 201,252          | 4.1               | 2,545,207          | 2,695,674         | 5.9               |
| Funds, trusts, and other financial vehicles.....   | 34,875                 | 37,772           | 8.3               | 300,279            | 318,665           | 6.1               |
| Other finance and insurance.....   | 22,360                 | 21,664           | -3.1              | 116,033            | 121,443           | 4.7               |
| Real estate and rental and leasing.....  | 1,081,354              | 1,179,731        | 9.1               | 5,877,816          | 6,642,700         | 13.0              |
| Real estate.....   | 1,046,280              | 1,146,485        | 9.6               |                    | 6,456,651         | 13.8              |
| Lessors of residential buildings and dwellings.....  | 346,459                | 370,876          | 7.0               | 1,993,851          | 2,143,003         | 7.5               |
| Lessors of nonresidential buildings (except miniwarehouses)....                              | 399,026                | 415,233          | 4.1               | 2,009,854          | 2,264,705         | 12.7              |
| Lessors of miniwarehouses and self-storage units.....  | 13,220                 | 16,435           | 24.3              | 58,407             | 70,641            | 20.9              |
| Lessors of other real estate property.....   | 69,188                 | 75,329           | 8.9               | 442,151            | 508,568           | 15.0              |
| Other real estate activities.....  | 218,387                | 268,613          | 23.0              | 1,170,759          | 1,469,735         | 25.5              |
| Rental and leasing services and lessors of nonfinancial intangible assets.....               | 35,074                 | 33,246           | -5.2              | 202,794            | 186,049           | -8.3              |
| Professional, scientific, and technical services.....  | 151,076                | 164,045          | 8.6               | 541,138            | 662,629           | 22.5              |
| Management of companies (holding companies).....   | 21,579                 | 24,221           | 12.2              | 236,675            | 274,700           | 16.1              |
| Administrative and support and waste management and remediation services.....                | 43,647                 | 52,105           | 19.4              | 131,483            | 153,003           | 16.4              |
| Educational services.....  | 9,084                  | 8,316            | -8.5              | 26,755             | 22,861            | -14.6             |
| Health care and social assistance.....   | 54,161                 | 56,709           | 4.7               | 300,042            | 320,723           | 6.9               |
| Arts, entertainment, and recreation.....   | 43,303                 | 45,126           | 4.2               | 318,415            | 256,552           | -19.4             |
| Accommodation and food services.....   | 81,341                 | 90,705           | 11.5              | 374,520            | 390,768           | 4.3               |
| Other services.....  | 62,667                 | 58,418           | -6.8              | 154,705            | 158,106           | 2.2               |
| Nature of business not allocable.....  | 2,193                  | 2,506            | 14.3              | 5,390              | 6,688             | 24.1              |

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

for 2003 to \$11.6 trillion for 2004 (Figure D). The finance and insurance sector reported 54.5 percent of the total assets for all partnerships, followed by the real estate and rental and leasing sector, which reported 22.7 percent. (Figure E). However, 25.8 percent of all partnerships--generally those with total assets of less than \$600,000 and total receipts of less than \$250,000--were not required to file a balance sheet with their returns [2]. Table 3 presents data by industry and by profit status for the 1,890,134 partnerships (74.2

percent of all partnerships) that did file balance sheets.

- All sectors, except for arts, entertainment, and recreation, reported positive total income (loss) minus total deductions available for allocation (Table 5). Partnerships classified in the securities, commodity contracts, and other financial investments and related activities industry group received 43.8 percent of the \$263.9-billion increase for all partnerships.

**Figure C**

**Partnership Total Net Income (Loss), Tax Years 2003-2004**

[Money amounts are in thousands of dollars]

| Item                                      | 2003               | 2004               | Change            |             |
|---|--------------------|--------------------|-------------------|-------------|
|   |                    |                    | Amount            | Percentage  |
|   |                    |                    | (3)               | (4)         |
| <b>Total net income (loss) [1]</b> .....  | <b>301,398,218</b> | <b>384,738,394</b> | <b>83,340,176</b> | <b>27.7</b> |
| Ordinary business income (loss).....      | 154,485,912        | 206,502,522        | 52,016,610        | 33.7        |
| Interest income.....                      | 70,702,884         | 87,942,510         | 17,239,626        | 24.4        |
| Dividend income.....                      | 31,279,662         | 49,289,305         | 18,009,643        | 57.6        |
| Royalties.....                            | 11,665,867         | 12,059,130         | 393,263           | 3.4         |
| Net rental real estate income (loss)..... | 30,541,245         | 28,553,287         | -1,987,958        | -6.5        |
| Other net rental income (loss).....       | -327,646           | 391,639            | 719,285           | 219.5       |

[1] Total net income (loss) is discussed in the "Explanation of Selected Terms" section.

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

- ❑ For the second consecutive year, individuals who were limited partners received the largest portion of income (loss) allocated to partners, 23.0 percent (Table 5). Prior to 2003, individual general partners were the largest category since allocated income by type of partner was first reported on tax returns in 1988. For 2004, individual general partners received only 10.7 percent of total income (loss) allocated to partners. In addition, 2004 was the first time that total income (loss) allocated to corporate limited partners, as well as partnership limited partners, surpassed the income (loss) allocated to individual general partners. The corporate limited partners and partnership limited partners groups reported 18.6 percent and 17.6 percent, respectively, of all allocated income.
- ❑ Tax Form Changes--The Schedule K, *Partners' Distributive Share Items*, and Schedule K-1, *Partner's Share of Income, Deductions, Credits, etc.*, were changed extensively in 2004. Many line items on the schedules were redefined which resulted in numerous name changes. Those name changes were carried forward to the text, figures, and tables in this article. Also, additional name changes were made to reflect more accurately those shown on other tax forms and schedules. For a complete list of these name changes, see the "Name Changes for 2004" under "Explanation of Selected Terms" section.

- ❑ Tax Law Changes--The American Jobs Creation Act of 2004 created two new tax credits: Form 8864, *Biodiesel Fuels Credit*; and Form 8896, *Low Sulfur Diesel Fuel Production Credit*.

**Allocations to Partners**

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

For 2004, all partnerships reported a total of \$809.6 billion for total income (loss) available for allocation before deductions (Table 5). For separately stated deductions (such as contributions and interest investment expense), all partnerships reported a total of \$127.1 billion. The difference between total income (loss) and total deductions resulted in \$682.5 billion of income (loss) available for allocation to partners. Of this amount, 98.7 percent was identified as allocated by type of partner. The difference between the total income (loss) minus total deductions available for allocation and income (loss) allocated to partners was due to some partnerships failing to

# Partnership Returns, 2004

## Figure D

### Partnership Total Net Income (Loss), Total Receipts, and Total Assets, by Selected Industrial Groups, Tax Years 2003-2004

[Money amounts are in thousands of dollars]

| Industrial grouping  | Total net income (loss) |                    |                   | Total receipts       |                      |                   | Total assets         |                       |                   |
|--|-------------------------|--------------------|-------------------|----------------------|----------------------|-------------------|----------------------|-----------------------|-------------------|
|  | 2003                    | 2004               | Percentage change | 2003                 | 2004                 | Percentage change | 2003                 | 2004                  | Percentage change |
|  | (1)                     | (2)                | (3)               | (4)                  | (5)                  | (6)               | (7)                  | (8)                   | (9)               |
| <b>All industries.....</b>   | <b>301,398,218</b>      | <b>384,738,394</b> | <b>27.7</b>       | <b>3,188,741,306</b> | <b>3,706,036,906</b> | <b>16.2</b>       | <b>9,675,052,728</b> | <b>11,607,698,140</b> | <b>20.0</b>       |
| Agriculture, forestry, fishing, and hunting.....   | -288,967                | 27,059             | 109.4             | 31,763,214           | 32,250,044           | 1.5               | 83,460,137           | 95,354,185            | 14.3              |
| Mining.....  | 18,551,660              | 27,244,573         | 46.9              | 80,688,657           | 91,710,634           | 13.7              | 139,967,921          | 173,453,481           | 23.9              |
| Utilities.....   | 1,586,223               | 1,348,243          | -15.0             | 155,926,237          | 140,515,477          | -9.9              | 144,656,076          | 148,990,386           | 3.0               |
| Construction.....  | 13,562,188              | 19,044,946         | 40.4              | 199,329,161          | 235,262,663          | 18.0              | 154,775,151          | 200,265,423           | 29.4              |
| Manufacturing.....   | 24,173,281              | 37,661,518         | 55.8              | 524,095,527          | 637,636,290          | 21.7              | 373,281,769          | 427,116,355           | 14.4              |
| Wholesale trade.....   | 8,265,074               | 10,019,228         | 21.2              | 298,820,489          | 363,234,262          | 21.6              | 83,717,440           | 103,885,944           | 24.1              |
| Retail trade.....  | 3,476,143               | 2,135,175          | -38.6             | 281,474,866          | 289,771,723          | 2.9               | 90,205,437           | 99,716,661            | 10.5              |
| Transportation and warehousing.....  | 1,916,066               | 4,888,834          | 155.1             | 72,938,857           | 77,312,296           | 6.0               | 104,105,394          | 107,694,999           | 3.4               |
| Information.....   | 1,197,837               | 6,149,406          | 413.4             | 176,071,208          | 195,892,129          | 11.3              | 390,776,899          | 516,136,074           | 32.1              |
| Finance and insurance.....   | 105,560,735             | 135,958,796        | 28.8              | 494,567,970          | 613,919,390          | 24.1              | 5,007,360,523        | 6,321,451,948         | 26.2              |
| Securities, commodity contracts, and other financial investments and related activities..... | 83,829,052              | 107,486,855        | 28.2              | 413,246,646          | 503,416,681          | 21.8              | 4,307,137,428        | 5,300,159,994         | 23.1              |
| Securities and commodity contracts and exchanges.....  | 9,638,361               | 8,042,410          | -16.6             | 126,141,858          | 97,607,098           | -22.6             | 928,599,999          | 1,188,428,579         | 28.0              |
| Other financial investment activities.....   | 74,190,691              | 99,444,445         | 34.0              | 287,104,788          | 405,809,583          | 41.3              | 3,378,537,429        | 4,111,731,415         | 21.7              |
| Funds, trusts, and other financial vehicles.....   | 13,998,845              | 20,037,941         | 43.1              | 33,228,072           | 53,275,275           | 60.3              | 533,216,033          | 811,843,194           | 52.3              |
| Other finance and insurance.....   | 7,732,839               | 8,434,000          | 9.1               | 57,227,434           | 57,227,434           | 19.0              | 167,007,062          | 209,448,759           | 25.4              |
| Real estate and rental and leasing.....  | 51,427,498              | 54,360,421         | 5.7               | 263,854,696          | 358,885,534          | 36.0              | 2,392,544,667        | 2,638,104,997         | 10.3              |
| Real estate.....   | 49,420,486              | 55,897,793         | 13.1              | 239,750,057          | 335,442,310          | 39.9              | 2,287,803,844        | 2,541,780,756         | 11.1              |
| Lessors of residential buildings and dwellings.....  | 418,369                 | -699,035           | -267.1            | 45,694,003           | 56,702,558           | 24.1              | 629,992,581          | 698,347,314           | 10.9              |
| Lessors of nonresidential buildings (except miniwarehouses).....                             | 34,653,790              | 35,269,287         | 1.8               | 70,635,439           | 98,772,952           | 39.8              | 1,018,001,702        | 1,092,056,806         | 7.3               |
| Lessors of miniwarehouses and self-storage units.....  | 547,829                 | 897,504            | 63.8              | 1,595,130            | 2,963,466            | 85.8              | 25,684,047           | 27,793,606            | 8.2               |
| Lessors of other real estate property.....   | 3,906,904               | 3,645,470          | -6.7              | 12,092,069           | 16,038,004           | 32.6              | 128,031,966          | 139,177,001           | 8.7               |
| Other real estate activities.....  | 9,893,595               | 16,784,566         | 69.7              | 109,733,415          | 160,965,329          | 46.7              | 486,093,549          | 584,406,029           | 20.2              |
| Rental and leasing services and lessors of nonfinancial intangible assets.....               | 2,007,012               | -1,537,371         | -176.6            | 24,104,639           | 23,443,224           | -2.7              | 104,740,823          | 96,324,241            | -8.0              |
| Professional, scientific, and technical services.....  | 50,787,128              | 56,015,139         | 10.3              | 228,341,476          | 248,698,276          | 8.9               | 99,858,274           | 106,794,416           | 6.9               |
| Management of companies (holding companies).....   | 7,877,030               | 9,852,734          | 25.1              | 34,492,777           | 49,307,541           | 43.0              | 307,844,362          | 338,209,725           | 9.9               |
| Administrative and support and waste management and remediation services.....                | 3,042,348               | 3,822,506          | 25.6              | 53,638,744           | 56,105,453           | 4.6               | 26,645,114           | 30,030,863            | 12.7              |
| Educational services.....  | -59,054                 | 156,005            | 364.2             | 3,021,666            | 3,260,823            | 7.9               | 3,026,643            | 2,430,875             | -19.7             |
| Health care and social assistance.....   | 13,629,891              | 16,001,878         | 17.4              | 114,805,720          | 128,508,505          | 11.9              | 64,395,426           | 70,439,092            | 9.4               |
| Arts, entertainment, and recreation.....   | -2,281,816              | -1,230,971         | 46.1              | 53,118,468           | 40,485,903           | -23.8             | 55,145,751           | 58,653,325            | 6.4               |
| Accommodation and food services.....   | -1,363,512              | 577,610            | 142.4             | 102,933,457          | 124,443,576          | 20.9              | 139,707,479          | 155,238,737           | 11.1              |
| Other services.....  | 307,205                 | 711,899            | 131.7             | 18,551,317           | 18,719,347           | 0.9               | 13,158,196           | 13,196,165            | 0.3               |
| Nature of business not allocable.....  | 31,258                  | -6,605             | -121.1            | 306,797              | *117,039             | -61.9             | 420,069              | *534,490              | 27.2              |

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

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

report allocations, by type of partner, on their returns as originally filed (Table 5).

Partners classified as individuals or corporations were again the principal categories of income (loss) recipients for 2004 (Table 5). Partners classified as individuals received 33.7 percent of the total income (loss) allocated, while partners classified as corporations received a 27.1-percent share. For the second consecutive year, individuals who were limited partners were the largest group of income (loss) recipients, receiving 23.0 percent of total allocated income (loss) for all partnerships. This was only the second time that individual general partners were

not the largest category since allocated income (loss) by type of partner was first reported on the 1988 tax return. In addition, this was the first year that both corporate limited partners and partnership limited partners surpassed individual general partners. For 2004, corporate limited partners and partnership limited partners reported 18.6 percent and 17.6 percent, respectively, of all allocated income, while individual general partners received only 10.7 percent.

Partners classified in the finance and insurance sector received 44.7 percent of the total income (loss) minus total deductions available for allocation reported for all partnerships, the largest share received

## Partnership Returns, 2004

by any sector (Table 5). The next largest shares were received by the real estate and rental and leasing industry sector and the professional, scientific, and technical services sector, 22.7 percent and 9.6 percent, respectively.

For 2004, total income (loss) minus total deductions available to allocation increased \$263.9 billion (or 63.0 percent) to \$682.5 billion. The largest increases were reported by the finance and insurance sector and the real estate and rental and leasing sector. The finance and insurance sector increased \$138.4 billion (or 82.9 percent) to \$305.3 billion. The real estate and rental and leasing sector increased \$57.8 billion (or 59.5 percent) to \$155.0 billion.

### Finance and Insurance

For 2004, the finance and insurance sector continued to report the largest share of both total net income (loss) and total assets for all partnerships, 35.3 percent and 54.5 percent, respectively (Figure

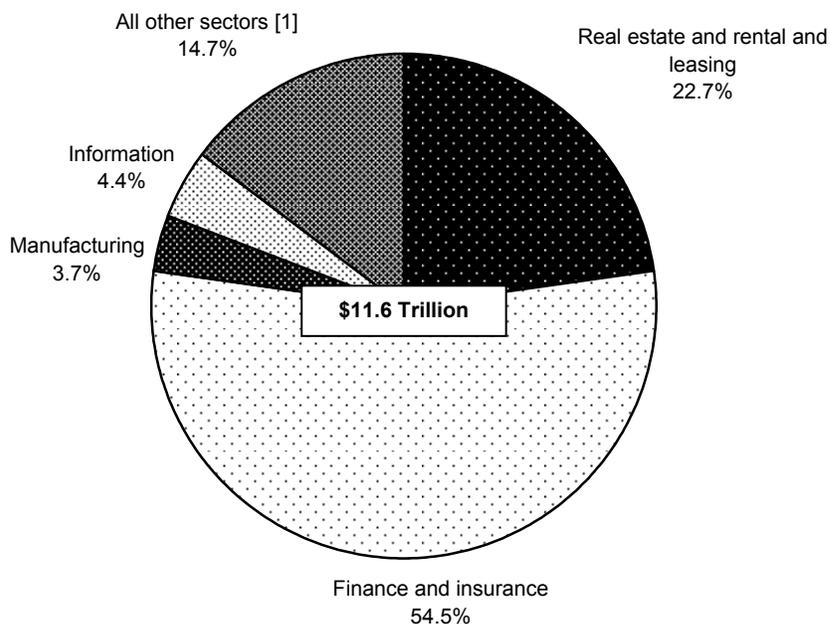
D). In addition, this sector included 16.6 percent of the total receipts for all partnerships, surpassed only by the manufacturing sector with 17.2 percent of the total. Also, partnerships classified in the finance and insurance sector accounted for 10.6 percent of all partnerships and 21.1 percent of all partners for all partnerships (Figure B). Within this sector, the securities, commodity contracts, and other financial investments and related activities industry group was the most dominant. This industry group reported 78 percent or more of the sector's number of partnerships, number of partners, total net income (loss), total receipts, and total assets (Figures B and D).

### Real Estate and Rental and Leasing

Historically, partnerships classified in the real estate and rental and leasing sector have dominated the statistics for both the number of partnerships and partners. For 2004, this sector included 46.3 percent of all partnerships and 42.7 percent of all partners

**Figure E**

**Percentage of Partnership Total Assets, by Industrial Sector, Tax Year 2004**



[1] "All other sectors" include industrial sectors that have less than 3 percent of the total assets for partnership returns including: Agriculture, forestry, fishing, and hunting; Mining; Utilities; Construction; Wholesale trade; Retail trade; Transportation and warehousing; Professional, scientific and technical services; Management of companies (holding companies); Administrative and support and waste management and remediation services; Educational services; Health care and social assistance; Arts, entertainment, and recreation; Accommodation and food services; Other services; and Nature of business not allocable.

## Partnership Returns, 2004

(Figure B). In addition, partnerships classified in this sector accounted for 14.1 percent of total net income (loss), 9.7 percent of total receipts, and 22.7 percent of total assets for all partnerships (Figure D). Partnerships within this sector reported positive total net income (loss) for 11 consecutive years, starting with 1994. Prior to 1994, these partnerships reported total net losses for most (if not all) years on record [1]. This sector was only second to the finance and insurance sector for the size of total assets; however, for total net income (loss), this sector was third after the finance and insurance sector and the professional, scientific, and technical services sector. This was the first year that total net income (loss) for the professional, scientific, and technical services sector surpassed that for real estate and rental and leasing. Within the real estate and rental and leasing sector, the real estate industry group reported over 93 percent of the sector's number of partnerships, number of partners, total net income (loss), total receipts, and total assets.

### Net Rental Real Estate Income (Loss)

Table 4 presents data from Form 8825, *Rental Real Estate Income and Expenses of a Partnership or an S Corporation*. Net rental real estate income (loss) for all partnerships decreased from \$30.5 billion to \$28.6 billion for 2004 (Figure F). This was only the fourth decrease in more than a decade. The other decreases were for the periods 1999 to 2000 (-4 percent), 2001

to 2002 (-8 percent), and 2002 to 2003 (-23 percent). Slightly over \$1.1 billion of the \$2.0-billion decrease for 2004 were caused by total real estate rental expenses increasing more rapidly than gross income from rentals. Total real estate rental expenses increased \$17.6 billion to \$304.4 billion, while gross income from rentals increased only \$16.5 billion, from \$316.3 billion to \$332.8 billion.

This year was the tenth consecutive year that partnerships reported a positive amount, \$28.6 billion, for total net rental real estate income (loss). Prior to this recent trend, partnerships had not reported a positive amount since 1980. Partnerships classified in the real estate industry group continued to report the overwhelming share, 96.5 percent, of the net rental real estate income (loss) reported for all partnerships. Within this industry group, lessors of nonresidential buildings (except miniwarehouses) accounted for most of the net rental real estate income (loss).

### LLCs Represent the Largest Entity Type

Partnerships classified themselves into six distinct entity types: domestic general partnership, domestic limited partnership, domestic limited liability company, domestic limited liability partnership, foreign partnership, or "other" partnership--as well as certain partnerships that did not indicate an entity type (Figures G,H, I and J). (See the "Explanation of Selected Terms" section for the definitions of various entity types.)

**Figure F**

### Partnership Net Rental Real Estate Income (Loss), by Selected Industrial Group, Tax Years 2003-2004

[Money amounts are in thousands of dollars]

| Industrial grouping  | 2003              | 2004              | Change            |             |
|--|-------------------|-------------------|-------------------|-------------|
|  |                   |                   | Amount            | Percentage  |
|  | (1)               | (2)               | (3)               | (4)         |
| <b>All industries</b> .....                                      | <b>30,541,245</b> | <b>28,553,287</b> | <b>-1,987,958</b> | <b>-6.5</b> |
| Finance and insurance.....                                       | -772,414          | -672,741          | 99,673            | 12.9        |
| Real estate and rental and leasing.....                          | 30,489,640        | 27,711,599        | -2,778,041        | -9.1        |
| Real estate.....   | 30,240,847        | 27,544,638        | -2,696,209        | -8.9        |
| Lessors of residential buildings and dwellings.....              | -2,270,844        | -3,711,920        | -1,441,076        | -63.5       |
| Lessors of nonresidential buildings (except miniwarehouses)..... | 30,579,323        | 30,464,240        | -115,083          | -0.4        |
| Lessors of miniwarehouses and self-storage units.....            | 629,917           | 937,127           | 307,210           | 48.8        |
| Lessors of other real estate property.....                       | 2,861,185         | 2,703,465         | -157,720          | -5.5        |
| Other real estate activities.....                                | -1,558,734        | -2,848,274        | -1,289,540        | -82.7       |

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

## Partnership Returns, 2004

For 2004, the number of limited liability companies (LLCs) increased 16.4 percent to 1,270,236, representing 49.9 percent of all partnerships and surpassing all other entity types for the third consecutive year (Tables 6 and 8). Prior to 2002, general partnerships had been the most common type of partnership for decades. However, during the period 1997 to 2004, the number of limited liability companies increased 263.9 percent, from 349,054 to 1,270,236 (Figures G and H). During the same period, the number of general partnerships fell 27.2 percent, from 995,054 to 724,796. The number of limited partnerships increased 22.6 percent from 328,210 to 402,238.

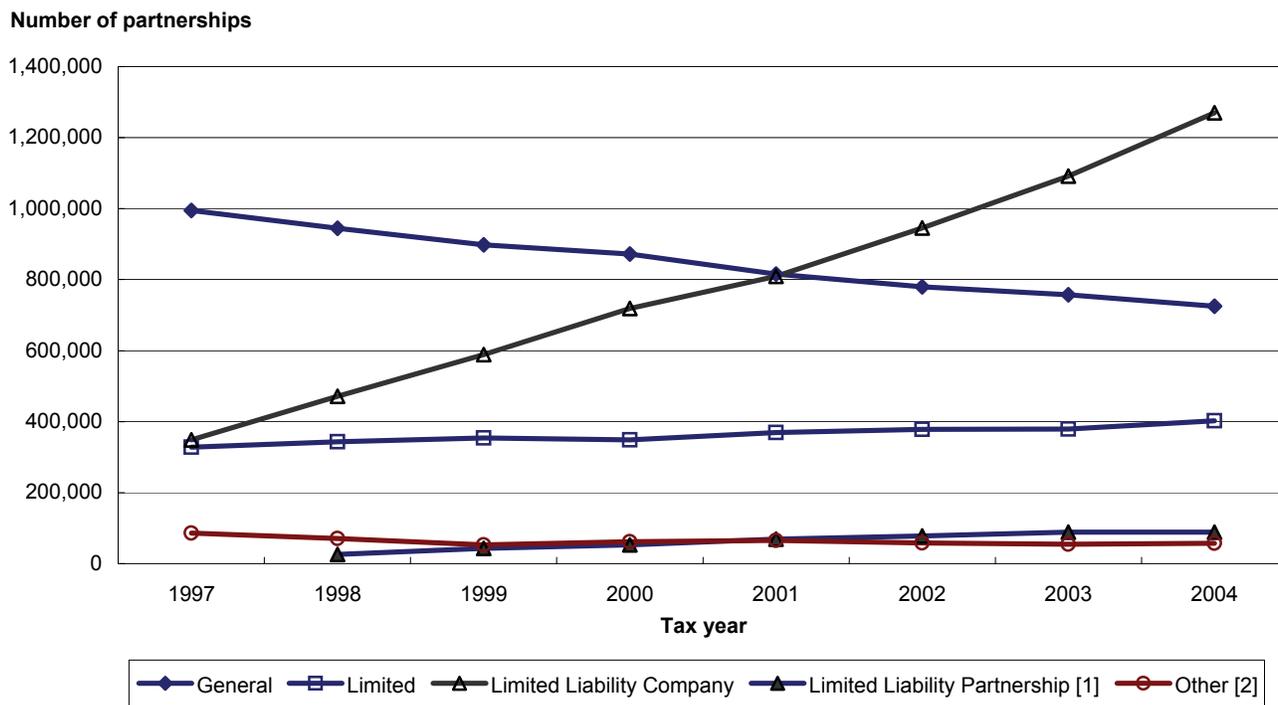
Even though LLCs were the most prevalent type of partnership, limited partnerships continued to report the largest share of overall partnership profits. For 2004, total net income (loss) for limited partner-

ships rose \$12.8 billion to \$119.6 billion (Table 8). While partnership profits for both LLCs and general partnerships also increased, LLC profits surpassed the profits reported by general partnerships for the first time. In 2004, profits for LLCs increased from \$64.3 billion (62.2 percent) to \$104.3 billion, while profits for general partnerships increased from \$67.9 billion (12.6 percent) to \$76.4 billion. For 2004, the \$101.1-billion loss for LLCs continued to be larger than the combined losses, \$72.5 billion, for both general and limited partnerships (Figure I).

While the number of partners in limited liability companies has increased each year for over a decade, 2004 was only the third time in the last 10 years that the number of partners for limited partnerships also increased. (Owners of a limited liability company are referred to as "members" instead of partners.) The number of partners of general partner-

**Figure G**

**Number of Partnerships by Type of Entity, Tax Years 1997-2004**



[1] Limited Liability Partnerships (LLPs) were added to the partnership return as an entity type for 1998.

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

# Partnership Returns, 2004

## Figure H

### Number of Partnerships, by Type of Entity and Profit Status, Tax Years 1994-2004

[Number of partnerships are in thousands]

| Tax year  | Total number of partnerships | Domestic general partnerships |         | Domestic limited partnerships |      | Domestic limited liability companies |      | Domestic limited liability partnerships [1] |      | Foreign partnerships [2] |      | Other [3]  |        |
|-----------|------------------------------|-------------------------------|---------|-------------------------------|------|--------------------------------------|------|---|------|--------------------------|------|------------|--------|
|           |                              | Net income                    | Loss    | Net income                    | Loss | Net income                           | Loss | Net income                                  | Loss | Net income               | Loss | Net income | Loss   |
|           | (1)                          | (2)                           | (3)     | (4)                           | (5)  | (6)                                  | (7)  | (8)   | (9)  | (10)                     | (11) | (12)       | (13)   |
| 1994..... | 1,494                        | 716                           | 447     | 148                           | 135  | 26                                   | 22   | n.a.  | n.a. | n.a.                     | n.a. | n.a.       | n.a.   |
| 1995..... | 1,581                        | 739                           | 428     | 157                           | 138  | 60                                   | 59   | n.a.  | n.a. | n.a.                     | n.a. | n.a.       | n.a.   |
| 1996..... | 1,654                        | [4] 672                       | [4] 365 | 177                           | 134  | 110                                  | 111  | n.a.  | n.a. | n.a.                     | n.a. | [4] 50     | [4] 33 |
| 1997..... | 1,759                        | [4] 660                       | [4] 335 | 197                           | 132  | 178                                  | 171  | n.a.  | n.a. | n.a.                     | n.a. | [4] 57     | [4] 29 |
| 1998..... | 1,855                        | 649                           | 296     | 206                           | 137  | 257                                  | 213  | 17  | 9    | n.a.                     | n.a. | 42         | 29     |
| 1999..... | 1,937                        | 620                           | 278     | 224                           | 130  | 318                                  | 271  | 28  | 14   | n.a.                     | n.a. | 35         | 17     |
| 2000..... | 2,058                        | 589                           | 283     | 215                           | 134  | 383                                  | 335  | 32  | 21   | 1                        | 2    | 40         | 21     |
| 2001..... | 2,132                        | 552                           | 263     | 237                           | 132  | 429                                  | 380  | 40  | 29   | 3                        | 2    | 40         | 25     |
| 2002..... | 2,242                        | 514                           | 266     | 239                           | 138  | 483                                  | 463  | 47  | 31   | 2                        | 1    | 40         | 18     |
| 2003..... | 2,375                        | 489                           | 268     | 233                           | 146  | 550                                  | 542  | 49  | 39   | 2                        | 1    | 33         | 22     |
| 2004..... | 2,547                        | 474                           | 251     | 245                           | 158  | 632                                  | 638  | 53  | 36   | 3                        | 1    | 35         | 21     |

n.a.--Data not available. Thus, data for these types of partnerships are not included in the totals for all partnerships (column 1).

[1] Prior to 1998, domestic limited liability partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, or other.

[2] Prior to 2000, foreign partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, limited liability partnerships, or other.

[3] Other partnerships are those which checked the "other" box, Form 1065, Schedule B, line 1, Type of Entity, or did not check a box.

[4] Data corrections from prior-year publications of these data.

NOTES: Detail may not add to totals because of rounding. Limited liability companies, limited liability partnerships, and foreign partnerships are discussed in the Explanation of Selected Terms section. Net income or loss refers to "total net income or loss." Breakeven returns are included in the "loss" columns.

## Figure I

### Partnership Total Net Income or Loss, by Type of Entity and Profit Status, Tax Years 1994-2004

[Money amounts are in billions of dollars]

| Tax year  | Total net income (loss) | Domestic general partnerships |      | Domestic limited partnerships |      | Domestic limited liability companies |       | Domestic limited liability partnerships [1] |      | Foreign partnerships [2] |      | Other [3]  |      |
|-----------|-------------------------|-------------------------------|------|-------------------------------|------|--------------------------------------|-------|---|------|--------------------------|------|------------|------|
|           |                         | Net income                    | Loss | Net income                    | Loss | Net income                           | Loss  | Net income                                  | Loss | Net income               | Loss | Net income | Loss |
|           | (1)                     | (2)                           | (3)  | (4)                           | (5)  | (6)                                  | (7)   | (8)   | (9)  | (10)                     | (11) | (12)       | (13) |
| 1994..... | 82.2                    | 91.2                          | 29.0 | 56.0                          | 38.1 | 3.7                                  | 1.7   | n.a.  | n.a. | n.a.                     | n.a. | n.a.       | n.a. |
| 1995..... | 106.8                   | 98.4                          | 29.0 | 70.2                          | 37.7 | 10.0                                 | 5.2   | n.a.  | n.a. | n.a.                     | n.a. | n.a.       | n.a. |
| 1996..... | 145.2                   | 102.1                         | 28.5 | 97.7                          | 42.3 | 24.4                                 | 12.0  | n.a.  | n.a. | n.a.                     | n.a. | 4.0        | 0.1  |
| 1997..... | 168.2                   | 103.8                         | 24.0 | 109.0                         | 46.1 | 40.1                                 | 23.0  | n.a.  | n.a. | n.a.                     | n.a. | 9.4        | 1.0  |
| 1998..... | 186.6                   | 95.5                          | 22.8 | 117.4                         | 51.1 | 58.7                                 | 34.1  | 14.1  | 1.1  | n.a.                     | n.a. | 12.2       | 2.2  |
| 1999..... | 228.4                   | 95.7                          | 21.2 | 135.9                         | 48.4 | 82.7                                 | 48.0  | 21.3  | 0.9  | n.a.                     | n.a. | 12.8       | 1.4  |
| 2000..... | 269.0                   | 98.8                          | 20.5 | 146.4                         | 49.5 | 112.0                                | 64.3  | 24.5  | 2.0  | 9.7                      | 1.7  | 18.6       | 3.1  |
| 2001..... | 276.3                   | 104.7                         | 21.1 | 158.4                         | 57.5 | 130.3                                | 83.3  | 28.7  | 2.2  | 11.3                     | 3.1  | 12.6       | 2.5  |
| 2002..... | 270.7                   | 96.9                          | 18.6 | 146.8                         | 54.3 | 135.9                                | 87.3  | 31.3  | 2.7  | 13.9                     | 3.2  | 15.0       | 3.0  |
| 2003..... | 301.4                   | 83.6                          | 15.7 | 158.7                         | 51.9 | 155.9                                | 91.6  | 36.6  | 2.4  | 17.5                     | 3.1  | 16.2       | 2.5  |
| 2004..... | 384.7                   | 91.4                          | 14.9 | 177.2                         | 57.6 | 205.4                                | 101.1 | 44.4  | 2.6  | 30.9                     | 2.9  | 17.0       | 2.3  |

n.a.--Data not available. Thus, data for these types of partnerships are not included in the totals for all partnerships (column 1).

[1] Prior to 1998, domestic limited liability partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, or other.

[2] Prior to 2000, foreign partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, limited liability partnerships, or other.

[3] Other partnerships are those which checked the "other" box, Form 1065, Schedule B, line 1, Type of Entity, or did not check a box.

NOTES: Detail may not add to totals because of rounding. Limited liability companies, limited liability partnerships, and foreign partnerships are discussed in the Explanation of Selected Terms section. Net income or loss refers to "total net income or loss." Breakeven returns are included in the "loss" columns.

## Partnership Returns, 2004

ships continued to decline, for the 8<sup>th</sup> year of the last 10 (Figure J). Both general and limited partnerships have about twice as many partners that show a profit as opposed to a loss. In contrast, limited liability companies have similar numbers of partners in partnerships reporting a profit or loss.

For LLCs, the finance and insurance sector reported the largest share of total assets, 42.4 percent, followed by the real estate and rental and leasing sector, 28.5 percent (Table 6). The finance and insurance sector accounted for 37.0 percent of the total net income (loss) for LLCs, while the real estate and rental and leasing sector accounted for 16.7 percent.

The real estate and rental and leasing sector continued to account for the largest portion of general and limited partnerships, and LLCs, 39.0 percent, 57.3 percent, and 48.9 percent, respectively (Table 8). The second largest share for the number of partnerships for these three groups was for the finance and insurance sector, as has been the case for recent years. (See the "Explanation of Selected Terms" section for more information on limited liability companies.)

### Electronically Filed (ELF) Partnership Returns

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

- Form 1065 with a foreign address;
- Returns filed under sections 6020(b), 501(d)(3), or 761(a) of the Internal Revenue Code;
- Common trust fund returns filed on Form 1065;
- Form 1065-B returns (electing large partnerships); and

**Figure J**

### Number of Partners, by Type of Entity and Profit Status, Tax Years 1994-2004

[Number of partners are in thousands]

| Tax year  | Total number of partners | Domestic general partnerships |       | Domestic limited partnerships |       | Domestic limited liability companies |       | Domestic limited liability partnerships [1] |      | Foreign partnerships [2] |      | Other [3]  |      |
|-----------|--------------------------|-------------------------------|-------|-------------------------------|-------|--------------------------------------|-------|---|------|--------------------------|------|------------|------|
|           |                          | Net income                    | Loss  | Net income                    | Loss  | Net income                           | Loss  | Net income                                  | Loss | Net income               | Loss | Net income | Loss |
|           | (1)                      | (2)                           | (3)   | (4)                           | (5)   | (6)                                  | (7)   | (8)   | (9)  | (10)                     | (11) | (12)       | (13) |
| 1994..... | 14,990                   | 2,657                         | 1,737 | 5,885                         | 4,398 | 241                                  | 72    | n.a.  | n.a. | n.a.                     | n.a. | n.a.       | n.a. |
| 1995..... | 15,606                   | 2,897                         | 1,772 | 6,378                         | 3,846 | 491                                  | 222   | n.a.  | n.a. | n.a.                     | n.a. | n.a.       | n.a. |
| 1996..... | 15,662                   | 3,023                         | 1,543 | 6,457                         | 3,568 | 634                                  | 401   | n.a.  | n.a. | n.a.                     | n.a. | 25         | 11   |
| 1997..... | 16,184                   | 2,837                         | 1,577 | 6,924                         | 3,243 | 855                                  | 669   | n.a.  | n.a. | n.a.                     | n.a. | 61         | 16   |
| 1998..... | 15,663                   | 2,602                         | 1,089 | 6,761                         | 2,564 | 1,128                                | 750   | 99  | 43   | n.a.                     | n.a. | 399        | 227  |
| 1999..... | 15,353                   | 2,465                         | 1,025 | 6,767                         | 2,177 | 1,298                                | 969   | 153   | 53   | n.a.                     | n.a. | 360        | 85   |
| 2000..... | 13,660                   | 2,463                         | 1,127 | 4,713                         | 1,755 | 1,440                                | 1,259 | 211   | 119  | 81                       | 30   | 234        | 227  |
| 2001..... | 14,232                   | 2,267                         | 996   | 4,454                         | 2,569 | 1,739                                | 1,493 | 233   | 107  | 71                       | 22   | 199        | 80   |
| 2002..... | 14,328                   | 2,089                         | 870   | 4,455                         | 2,464 | 2,005                                | 1,733 | 247   | 97   | 79                       | 10   | 220        | 48   |
| 2003..... | 14,108                   | 1,892                         | 972   | 4,317                         | 1,945 | 2,242                                | 1,984 | 245   | 142  | 43                       | 35   | 221        | 70   |
| 2004..... | 15,557                   | 1,803                         | 879   | 4,539                         | 2,485 | 2,620                                | 2,330 | 288   | 145  | 53                       | 50   | 287        | 78   |

n.a.—Data not available. Thus, data for these types of partnerships are not included in the totals for all partnerships (column 1).

[1] Prior to 1998, domestic limited liability partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, or other.

[2] Prior to 2000, foreign partnerships were not separately identified on the tax return and were included in the statistics for domestic partnerships as general, limited, limited liability companies, limited liability partnerships, or other.

[3] Other partnerships are those which checked the "other" box, Form 1065, Schedule B, line 1, Type of Entity, or did not check a box.

NOTES: Detail may not add to totals because of rounding. Limited liability companies, limited liability partnerships, and foreign partnerships are discussed in the Explanation of Selected Terms section. Net income or loss refers to "total net income or loss." Breakeven returns are included in the "loss" columns.

## Partnership Returns, 2004

### ❑ Certain fiscal year returns.

There were 170,579 partnerships that filed electronically for 2004, almost double the 94,688 returns for 2003. These partnerships represented 5.1 million partners for 2004, an increase from the 4.0 million partners for 2003. In addition, the electronically filed returns for 2004 represented 6.7 percent of all partnerships, 32.5 percent of all partners, 9.3 percent of total assets, and 12.7 percent of total net income (loss).

### Electing Large Partnerships

Form 1065-B, *U.S. Return of Income for Electing Large Partnerships*, was introduced for Tax Year 1998. Unlike a regular partnership that reports the partners' allocated shares of income, gain, loss, deductions, or credits to each partner, an electing large partnership combines most items at the partnership level and passes through the net amounts to partners. For 2004, only 94 partnerships filed Form 1065-B, which was a slight decrease from the 102 filed for 2003. The number of partners decreased from 54,450 for 2003 to 53,231. Total net income (loss) also decreased from \$450.2 million in 2003 to 394.1 million. In contrast, total assets increased from \$15.8 billion for 2003 to \$18.3 billion.

### Data Sources and Limitations

Tax Year 2004 statistics are estimates based on a stratified probability sample of 38,995 returns selected from a population of 2,730,915 partnerships [3]. Tax Year 2004 covers returns processed by the IRS during Calendar Year 2005. All partnerships engaged in business in, or having income from sources within, the United States were required to file either Form 1065, *U.S. Partnership Return of Income*, or Form 1065-B, *U.S. Return of Income for Electing Large Partnerships*, to report income or loss, deductions, tax credits, and other tax-related items generated by the partnership. The statistics are only for *active partnerships*, which are defined as those that reported any items of income or deduction derived from a trade or business, or from rental or portfolio income.

The population was stratified into classes based on industry, type of return, size of total assets, and size of certain receipt or income amounts from both ordinary business income (loss) and portfolio income (loss). Returns were selected from these classes at various probabilities ranging from 0.09 percent to

100 percent, and were weighted to represent the total population. There were 1,140 sampled returns that were ruled "out of scope" because they had no activity or duplicated other returns already in the study. This resulted in a final sample of 37,855 returns and an estimated overall active population of 2,546,877.

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

**Figure K**

### Partnership Coefficients of Variation for Industrial Sector and Selected Items, Tax Year 2004

[Coefficients of variation are percentages]

| Industrial sector   | Coefficients of variation           |              |              |                  |
|---|-------------------------------------|--------------|--------------|------------------|
|   | Number of partnerships              | Total assets | Total income | Total deductions |
|   | (1)                                 | (2)          | (3)          | (4)              |
| <b>All industries</b> .....   | <b>0.33</b>                         | <b>0.29</b>  | <b>0.29</b>  | <b>0.30</b>      |
| Agriculture, forestry, fishing, and hunting.....                              | 4.97                                | 5.10         | 3.99         | 3.97             |
| Mining.....   | 9.95                                | 1.73         | 1.69         | 1.91             |
| Utilities.....  | 22.69                               | 1.92         | 1.16         | 1.15             |
| Construction.....   | 3.64                                | 2.87         | 1.45         | 1.48             |
| Manufacturing.....  | 6.74                                | 0.87         | 0.84         | 0.86             |
| Wholesale trade.....  | 7.29                                | 1.46         | 0.99         | 1.01             |
| Retail trade.....   | 4.13                                | 1.68         | 1.13         | 1.13             |
| Transportation and warehousing.....   | 8.33                                | 2.02         | 2.35         | 2.42             |
| Information.....  | n.a.                                | n.a.         | n.a.         | n.a.             |
| Finance and insurance.....  | 2.82                                | 0.47         | 1.52         | 1.71             |
| Real estate and rental and leasing.....                                       | 0.71                                | 0.75         | 2.49         | 2.45             |
| Professional, scientific, and technical services..                            | 3.81                                | 2.92         | 1.22         | 1.31             |
| Management of companies.....  | 10.70                               | 1.70         | 4.39         | 4.80             |
| Administrative and support and waste management and remediation services..... | 7.30                                | 5.01         | 2.61         | 2.64             |
| Educational services.....   | 15.72                               | 9.86         | 12.54        | 13.10            |
| Health care and social assistance.....  | 2.67                                | 2.94         | 1.52         | 1.62             |
| Arts, entertainment, and recreation.....                                      | 8.85                                | 4.00         | 3.72         | 3.74             |
| Accommodation and food services.....  | 4.52                                | 2.63         | 2.40         | 2.38             |
| Other services.....   | 6.84                                | 8.26         | 5.36         | 5.31             |
| Nature of business not allocable.....   | 38.87                               | 65.95        | 47.93        | 39.64            |
| Item  | Coefficients of variation—continued |              |              |                  |
|   | All industries                      |              |              |                  |
|   | (5)                                 |              |              |                  |
| Number of partnerships.....   | 0.33                                |              |              |                  |
| Number of partners.....   | 2.84                                |              |              |                  |
| Business receipts.....  | 0.30                                |              |              |                  |
| Cost of goods sold.....   | 0.39                                |              |              |                  |
| Interest income.....  | 0.91                                |              |              |                  |
| Depreciation.....   | 0.75                                |              |              |                  |
| Taxes and licenses.....   | 0.72                                |              |              |                  |
| Ordinary business income.....   | 0.73                                |              |              |                  |
| Ordinary business loss.....   | 1.87                                |              |              |                  |

n.a.—Data not available.

### Explanation of Selected Terms

*Assets and Liabilities.*--A partnership was required to provide balance sheet information, in general, only if it had total receipts of \$250,000 or more and total assets of \$600,000 or more. The assets and liabilities of partnerships that did not provide this information were not estimated. If partnership provided balance sheet data in a format of its own, instead of that provided on the return form, an effort was made during data collection to associate the amounts provided with the items on the partnership balance sheet.

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

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

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

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

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

liability for all members with the passthrough tax treatment of a partnership. (The owners of an LLC are called members, not partners.) These businesses offer more organizational flexibility than S corporations (S corporations pass through their incomes, gains and losses, deductions, and credits to their partners for tax purposes, like partnerships). For example, unlike S corporations, LLCs are not limited in the number and type of owners. Unlike partners in limited partnerships, all members of LLCs have limited liability protection, even if they actively participate in the management of the business. In some cases, LLCs file as sole proprietorships on individual income tax returns or as corporations on corporation income tax returns. LLC data reported on these returns were not included in this article.

*Limited Liability Partnerships.*--A limited liability partnership (LLP) is formed under a State limited liability partnership law. Limited liability partnerships file Form 1065, *U.S. Partnership Return of Income*. They were identified by their responses to a question on Form 1065, Schedule B, *Other Information*. Organizationally, LLPs are available in some States, only for professional partnerships, such as law firms or accounting firms. A partner in an LLP receives liability protection from the actions of other partners, but is liable for the partnership debts as well as for the consequences of his or her own actions.

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

*North American Industry Classification System.*--Starting with the 1998 partnership study, data were classified using the North American Industry Classification System (NAICS). NAICS replaced the Standard Industry Classification system (SIC). Like the SIC, NAICS is a hierarchical system that classifies businesses, including partnerships, into "sectors," "subsectors," "industry groups," and "industries." SIC used the terms "industrial division," "major group," and "industry." Although the complete NAICS system uses twenty sectors, for presentation purposes, the partnership data in the Tax Year 1998 through Tax Year 2001 articles were grouped into ten "industrial divisions" in order to more easily compare NAICS data to SIC data. Beginning with the Tax Year 2002 article, the "industrial division" was dropped, and the partnership data have been grouped into the same twenty "industrial sectors" used in the

## Partnership Returns, 2004

NAICS system, except for the exclusion of “public administration” and the addition of “nature of business not allocable.” Businesses are only classified in the “nature of business not allocable” sector when a more specific activity cannot be identified from the return. Data within these industrial sectors are classified in “industrial groups.” The most detailed classification in these tabulations is the “industry.” The 20 sectors used in this article are listed below.

- Agriculture, forestry, fishing, and hunting;
- Mining;
- Utilities;
- Construction;
- Manufacturing;
- Wholesale trade;
- Retail trade;
- Transportation and warehousing;
- Information;
- Finance and insurance;
- Real estate and rental and leasing;
- Professional, scientific, and technical services;
- Management of companies (holding companies);
- Administrative and support and waste management and remediation services;
- Educational services;
- Health care and social assistance;
- Arts, entertainment, and recreation;
- Accommodation and food services;
- Other services; and
- Nature of business not allocable.

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

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

- Gross receipts or sales less returns and allowances (i.e., "business receipts" in the statistics);
- Ordinary income from other partnerships, estates, and trusts;
- Net farm profit;
- Net gain from Form 4797;
- Other income (Form 1065, page 1, line 7);
- Other gross rental income (loss);
- Interest income;
- Dividend income;
- Royalties;
- Net short-term capital gain;
- Net long-term capital gain;
- Net section 1231 gain (loss);
- Other income (Form 1065, page 3, line 11);
- Gross rents from rental real estate;
- Net gain from the disposition of property from rental real estate activities; and
- Net income from rental real estate activities from partnerships, estates, and trusts in which the partnership is a partner or beneficiary.

## Partnership Returns, 2004

(Total receipts for partnership industry coding-purposes differ from total receipts used elsewhere in this article and are defined under *Total Receipts* in this section.)

*Name Changes for 2004 (new addition to list of explanations).*--Items with name changes for 2004 are listed below. See "Tax Form Changes" at the beginning of this article for a more detailed explanation.

- Cost of sales and operations changed to cost of goods sold;
- Charitable deductions changed to contributions;
- Expensed cost of certain depreciable property (section 179) changed to section 179 deduction;
- Gross income from other rental activities changed to other gross rental income (loss);
- Interest expense on investment debts changed to investment interest expense;
- Net gain (less deficit), from sale or exchange of property (section 1231) changed to net section 1231 gain (loss);
- Net income (less deficit) from other rental activity changed to other net rental income (loss);
- Net income (less deficit) from trade or business changed to ordinary business income (loss);
- Portfolio dividend income changed to dividend income;
- Portfolio interest income changed to interest income;
- Portfolio royalty income changed to royalties;
- Real estate rental income (less deficit) changed to net rental real estate income (loss); and

*Partner.*--Partners can be individuals, corporations, other partnerships, or any other legal entity. Partners are classified as either general or limited. General partners are those that assume liability for

the partnership's debts and losses. Limited partners are those whose liability in the partnership is limited to their investment. By definition, a partnership must have at least two partners, at least one of which must be a general partner. A general partnership is composed entirely of general partners. A limited partnership has at least one general partner and one or more limited partners.

*Partnerships.*--A partnership is a relationship between two or more entities or persons join to carry on a trade or business, with each partner contributing money, property, labor, or skill, and each expecting to share in the profits and losses. Every partnership that engages in a trade or business or has income from sources in the United States must file an annual information return, Form 1065, *U.S. Partnership Return of Income*, or Form 1065-B, *U.S. Return of Income for Electing Large Partnerships*, with the Internal Revenue Service, showing the partnership's taxable income or loss for the year. A partnership must file this return even if its principal place of business is outside the United States and even if all of its members are nonresident aliens.

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

- Ordinary business income (loss);
- Interest income;
- Dividend income;
- Royalties;
- Net rental real estate income (loss); and
- Other net rental income (loss).

The sum of these components is a measure of overall partnership profits or losses, which enable comparisons with total net income (loss) reported for years before 1987. The profit status of a partnership is determined based on the sum of these six amounts. Partnerships where the sum of these six amounts equals zero are included with loss partnerships. For 2004, the definition of total net income (loss) was revised because other portfolio income (loss) was

## Partnership Returns, 2004

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

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

- Gross receipts or sales less returns and allowances (i.e., "business receipts" in the statistics);
- Ordinary income from other partnerships, estates and trusts;
- Farm net profit;
- Net gain from Form 4797;
- Other income (Form 1065, page 1, line 7);
- Net rental real estate income;
- Other net rental income;
- Interest income;
- Dividend income;
- Royalties;
- Net short-term capital gain;
- Net long-term capital gain;
- Net section 1231 gain; and
- Other income (Form 1065, page 3, line 11).

Total receipts in *Bulletin* Table 7 differ from total receipts presented in Table 11 in the *Selected Historical and Other Data* section of this issue of the *Statistics of Income Bulletin*. Table 11 excludes certain income items allocated directly to partners (such as net short-term and long-term capital gains, net gain under Internal Revenue Code section 1231, and other income (Schedule K, line 7)).

### Additional Tabular Data on Tax Stats

For additional Tax Year 2004 partnership tabular data by size of total assets for all partnerships, general partnerships, limited partnerships and limited liability companies, visit the Partnership section of the Tax Stats Web site: [www.irs.gov/taxstats/index.html](http://www.irs.gov/taxstats/index.html). This site also includes detailed tabular data on partnership returns for prior years, as well as information on filing requirements, sample designs, an explanation of terms, and links to other SOI studies.

### Notes and References

- [1] Throughout the text, references are made to Tax Year 2003 data. For further information concerning Tax Year 2003 data, see Wheeler, Tim and Shumofsky, Nina, "Partnership Returns, 2003," *Statistics of Income Bulletin*, Fall 2005, Volume 25, Number 2. Partnership data have been published annually by the Statistics of Income Division since 1957. Prior to that, financial data were published for 1939, 1946, 1947, and 1953, only. The individual income tax statistics show the number of returns with income or loss from partnerships and the corresponding amounts starting with 1917. Counts of the number of partnerships since 1917 are available from the Statistics of Income Division, Internal Revenue Service.
- [2] Approximately 25.8 percent of partnerships were not required to file balance sheets. For further information, see McMahon, Paul, "Regulatory Exemptions and Item Non-Response," *Proceedings of the Section on Survey Research Methods*, American Statistical Association, 2003.
- [3] For details on the sample design, see McMahon, Paul, "Sample Design Revisions in the Wake of NAICS and Regulatory Changes", *Proceedings of the Section on Survey Research Methods*, American Statistical Association, 2003.
- [4] For further information about the North American Industry Classification System, including background, format and detailed descriptions of the activities included in each classification, see North American Industry Classification System, United States, Executive Office of the President, Office of Management and Budget. <http://www.ntis.gov/naics>.

# Partnership Returns, 2004

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

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

| Item   | All industries        | Agriculture, forestry, fishing, and hunting |                   |                   |                      |                                |   |
|--|-----------------------|---|-------------------|-------------------|----------------------|--------------------------------|---|
|  |                       | Total                                       | Crop production   | Animal production | Forestry and logging | Fishing, hunting, and trapping | Support activities for agriculture and forestry |
|  | (1)                   | (2)   | (3)               | (4)               | (5)                  | (6)                            | (7)   |
| <b>Number of partnerships.....</b>                           | <b>2,546,877</b>      | <b>119,632</b>                              | <b>65,826</b>     | <b>38,141</b>     | <b>5,124</b>         | <b>2,023</b>                   | <b>8,518</b>                                    |
| <b>Number of partners.....</b>                               | <b>15,556,553</b>     | <b>443,371</b>                              | <b>252,756</b>    | <b>117,398</b>    | <b>39,507</b>        | <b>9,202</b>                   | <b>24,508</b>                                   |
| <b>Total assets.....</b>                                     | <b>11,607,698,140</b> | <b>95,354,185</b>                           | <b>34,221,838</b> | <b>35,749,411</b> | <b>19,665,428</b>    | <b>1,245,041</b>               | <b>4,472,466</b>                                |
| <b>Income and deductions from a trade or business:</b>       |                       |   |                   |                   |                      |                                |   |
| <b>Total income.....</b>                                     | <b>3,021,683,261</b>  | <b>26,266,549</b>                           | <b>5,738,463</b>  | <b>9,066,384</b>  | <b>2,978,524</b>     | <b>1,416,726</b>               | <b>7,066,452</b>                                |
| Business receipts.....                                       | 2,818,861,323         | 21,432,300                                  | 3,139,366         | 7,225,523         | 2,742,912            | 1,372,000                      | 6,952,499                                       |
| Ordinary income from other partnerships and fiduciaries..... | 48,711,241            | 288,979                                     | 103,618           | 107,742           | *59,512              | *7,351                         | *10,756   |
| Farm net profit.....   | 3,545,288             | 3,490,138                                   | 2,242,071         | 1,245,670         | *2,340               | 0                              | *57   |
| Net gain, noncapital assets.....                             | 10,414,041            | 549,090                                     | 182,524           | 331,462           | 26,912               | *2,357                         | 5,835   |
| Other income.....  | 140,151,368           | 506,042                                     | 70,885            | 155,987           | 146,848              | 35,017                         | 97,305  |
| <b>Total deductions.....</b>                                 | <b>2,815,180,739</b>  | <b>27,509,877</b>                           | <b>5,318,857</b>  | <b>9,730,420</b>  | <b>3,557,806</b>     | <b>1,626,965</b>               | <b>7,275,829</b>                                |
| Cost of good sold [1].....                                   | 1,666,146,493         | 14,759,473                                  | 1,699,227         | 5,725,218         | 1,726,750            | 750,242                        | 4,858,036                                       |
| Inventory, beginning of year.....                            | 154,642,984           | 1,664,338                                   | 524,472           | 546,178           | *118,965             | *77,839                        | 396,883   |
| Purchases.....   | 1,130,541,265         | 10,265,092                                  | 963,703           | 4,329,127         | 891,215              | *364,671                       | 3,716,376                                       |
| Cost of labor.....   | 67,483,580            | 707,117                                     | 225,165           | 169,284           | *61,721              | *135,416                       | 115,530   |
| Additional inventory costs (section 263A).....               | 17,784,635            | 57,987                                      | *2,655            | *4,344            | *18,640              | *8,583                         | 23,765  |
| Other costs.....   | 480,674,356           | 3,830,277                                   | 524,153           | 1,401,970         | 726,044              | 232,486                        | 945,624   |
| Less: Inventory, end of year.....                            | 186,762,966           | 1,765,337                                   | 540,921           | 725,686           | *89,835              | *68,752                        | 340,143   |
| Salaries and wages.....                                      | 268,806,663           | 1,528,240                                   | 332,614           | 297,971           | 237,769              | 42,308                         | 617,578   |
| Guaranteed payments to partners.....                         | 32,213,217            | 667,253                                     | 241,200           | 243,841           | 75,002               | *29,260                        | 77,951  |
| Rent paid.....   | 50,402,698            | 284,597                                     | 127,346           | 57,291            | 14,180               | 24,094                         | 61,686  |
| Interest paid.....   | 64,457,049            | 742,782                                     | 73,304            | 136,233           | 359,826              | 87,424                         | 85,995  |
| Taxes and licenses.....                                      | 42,114,276            | 321,944                                     | 55,252            | 45,266            | 97,715               | 16,844                         | 106,868   |
| Bad debts.....   | 12,770,923            | 19,308                                      | *458              | 3,575             | *3,767               | *4,386                         | 7,121   |
| Repairs and maintenance.....                                 | 15,515,490            | 313,021                                     | 66,260            | 76,086            | 42,875               | 43,962                         | 83,838  |
| Depreciation.....  | 90,230,757            | 956,157                                     | 138,381           | 355,232           | 99,824               | 126,968                        | 235,752   |
| Depletion.....   | 695,313               | *14,551                                     | 0                 | 0                 | *14,551              | 0                              | 0   |
| Retirement plans, etc.....                                   | 7,946,658             | 27,078                                      | 3,412             | 4,588             | *11,884              | 0                              | 7,194   |
| Employee benefit programs.....                               | 19,178,240            | 70,371                                      | 16,213            | 14,538            | 17,746               | *1,140                         | 20,734  |
| Net loss from other partnerships and fiduciaries.....        | 26,003,075            | 511,781                                     | 56,873            | 79,715            | 185,268              | *47,146                        | *142,778  |
| Farm net loss.....   | 3,792,196             | 3,263,962                                   | 1,657,774         | 1,549,054         | *42,608              | 0                              | *14,526   |
| Net loss, noncapital assets.....                             | 2,201,202             | 25,348                                      | *1,258            | 24,063            | *10                  | *18                            | 0   |
| Other deductions.....  | 512,706,488           | 4,004,009                                   | 849,284           | 1,117,750         | 628,031              | 453,170                        | 955,773   |
| <b>Ordinary business income (loss).....</b>                  | <b>206,502,522</b>    | <b>-1,243,328</b>                           | <b>419,606</b>    | <b>-664,036</b>   | <b>-579,282</b>      | <b>-210,239</b>                | <b>-209,377</b>                                 |
| Net income.....  | 347,277,588           | 4,344,540                                   | 2,261,566         | 1,471,923         | 240,672              | 133,769                        | 236,609   |
| Loss.....  | 140,775,066           | 5,587,868                                   | 1,841,960         | 2,135,958         | 819,954              | 344,008                        | 445,986   |
| <b>Portfolio income (loss) distributed</b>                   |                       |   |                   |                   |                      |                                |   |
| <b>directly to partners.....</b>                             | <b>355,581,512</b>    | <b>1,844,495</b>                            | <b>749,413</b>    | <b>659,880</b>    | <b>331,039</b>       | <b>75,099</b>                  | <b>29,064</b>                                   |
| Interest income.....   | 87,942,510            | 305,850                                     | 87,860            | 58,512            | 140,526              | 7,864                          | 11,087  |
| Dividend income.....   | 49,289,305            | 89,242                                      | 42,313            | 18,912            | 8,800                | *13,029                        | *6,188  |
| Royalties.....   | 12,059,130            | 167,941                                     | 46,201            | 81,314            | 36,250               | 0                              | *4,176  |
| Net short-term capital gain (loss).....                      | 27,837,829            | 20,628                                      | 14,390            | 4,666             | *2,584               | *1,711                         | *-2,722   |
| Net long-term capital gain (loss).....                       | 178,452,737           | 1,260,834                                   | 558,649           | 496,476           | 142,880              | *52,495                        | *10,335   |
| <b>Net rental real estate income (loss).....</b>             | <b>28,553,287</b>     | <b>478,995</b>                              | <b>339,579</b>    | <b>94,659</b>     | <b>45,006</b>        | <b>*28</b>                     | <b>*-277</b>                                    |
| Net income.....  | 83,230,533            | 622,396                                     | 416,164           | 158,648           | 45,754               | *28                            | *1,802  |
| Loss.....  | 54,677,246            | 143,401                                     | 76,586            | 63,989            | *747                 | 0                              | *2,079  |
| <b>Other net rental income (loss).....</b>                   | <b>391,639</b>        | <b>228,359</b>                              | <b>217,790</b>    | <b>2,488</b>      | <b>312</b>           | <b>*6,812</b>                  | <b>*957</b>                                     |
| Net income.....  | 6,059,852             | 243,152                                     | 230,670           | *2,522            | *1,822               | *6,812                         | *1,325  |
| Loss.....  | 5,668,213             | *14,793                                     | *12,880           | *34               | *1,510               | 0                              | *368  |
| <b>Total net income (loss) [2].....</b>                      | <b>384,738,394</b>    | <b>27,059</b>                               | <b>1,153,348</b>  | <b>-408,150</b>   | <b>-348,388</b>      | <b>-182,506</b>                | <b>-187,245</b>                                 |
| Net income.....  | 566,231,686           | 5,227,494                                   | 2,808,108         | 1,639,808         | 390,499              | 141,444                        | 247,635   |
| Loss.....  | 181,493,292           | 5,200,435                                   | 1,654,760         | 2,047,958         | 738,888              | 323,950                        | 434,879   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Mining             |                        |                   |                               | Utilities          | Construction       |                           |
|--|--------------------|------------------------|-------------------|-------------------------------|--------------------|--------------------|---------------------------|
|  | Total              | Oil and gas extraction | Other mining      | Support activities for mining |                    | Total              | Construction of buildings |
|  | (8)                | (9)                    | (10)              | (11)                          |                    | (12)               | (13)                      |
| <b>Number of partnerships.....</b>                           | <b>26,009</b>      | <b>22,097</b>          | <b>2,410</b>      | <b>1,501</b>                  | <b>3,930</b>       | <b>154,599</b>     | <b>65,789</b>             |
| <b>Number of partners.....</b>                               | <b>460,726</b>     | <b>388,020</b>         | <b>59,452</b>     | <b>13,254</b>                 | <b>65,846</b>      | <b>443,832</b>     | <b>203,254</b>            |
| <b>Total assets.....</b>                                     | <b>173,453,481</b> | <b>151,101,920</b>     | <b>19,308,104</b> | <b>3,043,457</b>              | <b>148,990,386</b> | <b>200,265,423</b> | <b>125,767,401</b>        |
| <b>Income and deductions from a trade or business:</b>       |                    |                        |                   |                               |                    |                    |                           |
| <b>Total income.....</b>                                     | <b>81,857,310</b>  | <b>64,813,427</b>      | <b>13,918,636</b> | <b>3,125,247</b>              | <b>138,213,031</b> | <b>231,822,688</b> | <b>143,591,197</b>        |
| Business receipts.....                                       | 77,012,610         | 60,784,307             | 13,283,549        | 2,944,753                     | 135,599,595        | 226,164,861        | 140,183,159               |
| Ordinary income from other partnerships and fiduciaries..... | 1,496,633          | 1,326,466              | *81,269           | *88,898                       | 821,220            | 2,614,712          | 1,614,063                 |
| Farm net profit.....   | 0                  | 0                      | 0                 | 0                             | 0                  | *205               | 0                         |
| Net gain, noncapital assets.....                             | 1,094,454          | 924,993                | 115,552           | *53,910                       | 255,982            | 319,976            | 191,153                   |
| Other income.....  | 2,253,614          | 1,777,661              | 438,266           | 37,686                        | 1,536,234          | 2,722,935          | 1,602,822                 |
| <b>Total deductions.....</b>                                 | <b>58,402,805</b>  | <b>41,825,067</b>      | <b>13,593,407</b> | <b>2,984,331</b>              | <b>137,339,983</b> | <b>213,471,572</b> | <b>131,575,524</b>        |
| Cost of good sold [1].....                                   | 33,812,560         | 21,650,800             | 10,441,737        | 1,720,023                     | 105,629,909        | 171,905,345        | 109,060,550               |
| Inventory, beginning of year.....                            | 1,981,316          | 1,003,621              | 776,482           | 201,214                       | 1,517,360          | 32,741,855         | 21,620,254                |
| Purchases.....   | 17,153,546         | 13,599,777             | 2,563,361         | 990,409                       | 70,595,145         | 68,752,269         | 46,898,974                |
| Cost of labor.....   | 1,997,675          | 394,016                | 1,418,360         | *185,299                      | 254,313            | 11,692,629         | 3,197,109                 |
| Additional inventory costs (section 263A).....               | 220,701            | *65,834                | 153,016           | 1,851                         | 56,845             | 7,530,608          | 5,816,637                 |
| Other costs.....   | 14,893,425         | 7,919,540              | 6,394,459         | 579,427                       | 35,176,402         | 93,689,804         | 60,888,424                |
| Less: Inventory, end of year.....                            | 2,434,104          | 1,331,987              | 863,941           | 238,176                       | 1,970,156          | 42,549,603         | 29,402,182                |
| Salaries and wages.....                                      | 1,532,657          | 853,696                | 437,762           | 241,199                       | 1,493,022          | 7,409,612          | 3,371,914                 |
| Guaranteed payments to partners.....                         | 186,983            | 88,058                 | 63,064            | *35,861                       | 36,275             | 1,818,552          | 768,458                   |
| Rent paid.....   | 331,541            | 147,001                | 85,562            | 98,978                        | 722,986            | 957,228            | 314,116                   |
| Interest paid.....   | 1,306,362          | 942,987                | 336,759           | 26,616                        | 3,315,716          | 2,245,322          | 1,139,719                 |
| Taxes and licenses.....                                      | 2,061,991          | 1,691,205              | 345,331           | 25,455                        | 915,461            | 1,495,423          | 659,509                   |
| Bad debts.....   | 41,987             | 29,112                 | 10,615            | *2,260                        | 372,544            | 199,351            | 80,305                    |
| Repairs and maintenance.....                                 | 416,111            | 301,464                | 100,905           | 13,742                        | 955,158            | 612,523            | 185,449                   |
| Depreciation.....  | 4,018,382          | 3,507,926              | 316,610           | 193,847                       | 4,908,532          | 1,793,489          | 514,584                   |
| Depletion.....   | 535,385            | 128,839                | 404,231           | 2,316                         | *107,425           | *1,839             | 0                         |
| Retirement plans, etc.....                                   | 88,924             | 50,236                 | 35,289            | *3,398                        | 159,621            | 133,297            | 67,962                    |
| Employee benefit programs.....                               | 268,872            | 143,794                | 104,660           | *20,417                       | 222,595            | 376,249            | 154,451                   |
| Net loss from other partnerships and fiduciaries.....        | 677,243            | 647,471                | *15,687           | *14,085                       | 838,089            | 503,534            | 262,031                   |
| Farm net loss.....   | *25,657            | *24,420                | *1,236            | 0                             | 0                  | *30,752            | 0                         |
| Net loss, noncapital assets.....                             | 71,264             | 69,568                 | *1,695            | 1                             | 10,227             | 7,916              | 3,170                     |
| Other deductions.....  | 13,026,888         | 11,548,489             | 892,264           | 586,134                       | 17,652,424         | 23,981,139         | 14,993,305                |
| <b>Ordinary business income (loss).....</b>                  | <b>23,454,505</b>  | <b>22,988,361</b>      | <b>325,229</b>    | <b>140,916</b>                | <b>873,048</b>     | <b>18,351,117</b>  | <b>12,015,673</b>         |
| Net income.....  | 28,281,894         | 26,723,099             | 1,178,792         | 380,003                       | 6,088,265          | 23,805,421         | 14,487,083                |
| Loss.....  | 4,827,389          | 3,734,739              | 853,563           | *239,087                      | 5,215,217          | 5,454,304          | 2,471,410                 |
| <b>Portfolio income (loss) distributed</b>                   |                    |                        |                   |                               |                    |                    |                           |
| <b>directly to partners.....</b>                             | <b>4,442,269</b>   | <b>4,146,898</b>       | <b>219,668</b>    | <b>75,703</b>                 | <b>555,808</b>     | <b>2,664,638</b>   | <b>822,350</b>            |
| Interest income.....   | 633,024            | 569,413                | 61,824            | 1,787                         | 442,777            | 513,078            | 268,334                   |
| Dividend income.....   | 160,350            | 145,295                | 14,884            | *171                          | 14,400             | 125,554            | 106,684                   |
| Royalties.....   | 3,005,404          | 2,924,708              | 67,473            | *13,223                       | 569                | 26,043             | 1,169                     |
| Net short-term capital gain (loss).....                      | 23,469             | 19,331                 | *4,133            | *6                            | 20,371             | 98,801             | 46,106                    |
| Net long-term capital gain (loss).....                       | 620,021            | 488,151                | *71,353           | *60,517                       | 77,691             | 1,901,163          | 400,057                   |
| <b>Net rental real estate income (loss).....</b>             | <b>38,730</b>      | <b>30,465</b>          | <b>371</b>        | <b>*7,895</b>                 | <b>543</b>         | <b>-8,168</b>      | <b>-105,154</b>           |
| Net income.....  | 51,214             | 38,714                 | *4,605            | *7,895                        | 697                | 315,108            | 105,172                   |
| Loss.....  | 12,484             | 8,249                  | *4,235            | 0                             | 154                | 323,276            | 210,326                   |
| <b>Other net rental income (loss).....</b>                   | <b>-47,441</b>     | <b>-51,844</b>         | <b>4,402</b>      | <b>0</b>                      | <b>*16,906</b>     | <b>37,323</b>      | <b>9,640</b>              |
| Net income.....  | 14,085             | 8,862                  | 5,224             | 0                             | *16,906            | 40,155             | 11,639                    |
| Loss.....  | *61,527            | *60,705                | *821              | 0                             | 0                  | *2,832             | *1,999                    |
| <b>Total net income (loss) [2].....</b>                      | <b>27,244,573</b>  | <b>26,606,398</b>      | <b>474,184</b>    | <b>163,991</b>                | <b>1,348,243</b>   | <b>19,044,946</b>  | <b>12,296,346</b>         |
| Net income.....  | 31,808,440         | 30,119,127             | 1,287,200         | 402,113                       | 6,305,358          | 24,538,490         | 14,851,428                |
| Loss.....  | 4,563,868          | 3,512,729              | 813,017           | *238,122                      | 4,957,115          | 5,493,544          | 2,555,082                 |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Construction--Continued                  |                             |                   |  |                           |  |                        |
|--|--|-----------------------------|-------------------|--|---------------------------|--|------------------------|
|  | Heavy and civil engineering construction |                             |                   |  | Special trade contractors |  |                        |
|  | Total                                    | Utility system construction | Land subdivision  | Other heavy and civil engineering construction | Total                     | Foundation, structure, and building exterior contractors | Electrical contractors |
| (15)   | (16)                                     | (17)                        | (18)              | (19)   | (20)                      | (21)   |                        |
| <b>Number of partnerships.....</b>                           | <b>31,153</b>                            | <b>1,784</b>                | <b>26,689</b>     | <b>2,680</b>                                   | <b>57,656</b>             | <b>10,351</b>  | <b>5,505</b>           |
| <b>Number of partners.....</b>                               | <b>107,983</b>                           | <b>4,402</b>                | <b>97,255</b>     | <b>6,326</b>                                   | <b>132,595</b>            | <b>23,388</b>  | <b>11,401</b>          |
| <b>Total assets.....</b>                                     | <b>62,207,744</b>                        | <b>2,207,626</b>            | <b>51,601,625</b> | <b>8,398,493</b>                               | <b>12,290,278</b>         | <b>2,580,513</b>   | <b>1,535,405</b>       |
| <b>Income and deductions from a trade or business:</b>       |  |                             |                   |  |                           |  |                        |
| <b>Total income.....</b>                                     | <b>48,795,016</b>                        | <b>3,476,746</b>            | <b>28,451,700</b> | <b>16,866,570</b>                              | <b>39,436,476</b>         | <b>8,742,337</b>   | <b>4,687,094</b>       |
| Business receipts.....                                       | 46,866,142                               | 3,409,234                   | 26,774,414        | 16,682,495                                     | 39,115,560                | 8,696,336  | 4,675,234              |
| Ordinary income from other partnerships and fiduciaries..... | 992,340                                  | 5,794                       | 980,560           | 5,985  | *8,309                    | *7,645   | 0                      |
| Farm net profit.....   | *205                                     | 0                           | *205              | 0  | 0                         | 0  | 0                      |
| Net gain, noncapital assets.....                             | 73,802                                   | 12,364                      | 16,999            | 44,439   | 55,021                    | 26,152   | *340                   |
| Other income.....  | 862,527                                  | 49,354                      | 679,523           | 133,651  | 257,586                   | 12,204   | 11,519                 |
| <b>Total deductions.....</b>                                 | <b>44,114,988</b>                        | <b>3,208,254</b>            | <b>24,260,923</b> | <b>16,645,812</b>                              | <b>37,781,060</b>         | <b>8,277,672</b>   | <b>4,612,459</b>       |
| Cost of good sold [1].....                                   | 36,652,645                               | 2,633,898                   | 19,810,907        | 14,207,839                                     | 26,192,150                | 6,098,715  | 3,324,773              |
| Inventory, beginning of year.....                            | 10,463,318                               | *55,475                     | 10,343,638        | 64,205   | 658,284                   | 108,049  | 23,934                 |
| Purchases.....   | 11,339,897                               | 841,671                     | 8,640,446         | 1,857,781                                      | 10,513,398                | 2,930,984  | 1,051,722              |
| Cost of labor.....   | 2,557,798                                | 467,764                     | 82,847            | 2,007,187                                      | 5,937,722                 | 1,296,287  | 858,462                |
| Additional inventory costs (section 263A).....               | 1,411,701                                | *98,491                     | 1,012,967         | *300,243                                       | 302,270                   | *114,369   | *15,753                |
| Other costs.....   | 23,213,664                               | 1,337,806                   | 11,810,418        | 10,065,440                                     | 9,587,716                 | 1,765,549  | 1,396,234              |
| Less: Inventory, end of year.....                            | 12,333,733                               | *167,308                    | 12,079,409        | 87,016   | 813,688                   | 116,524  | 21,333                 |
| Salaries and wages.....                                      | 1,025,464                                | 127,404                     | 453,825           | 444,235  | 3,012,234                 | 526,375  | 374,624                |
| Guaranteed payments to partners.....                         | 194,380                                  | *29,935                     | 122,308           | 42,137   | 855,714                   | 163,169  | 87,002                 |
| Rent paid.....   | 209,576                                  | 12,655                      | 36,165            | 160,757  | 433,536                   | 66,138   | 55,741                 |
| Interest paid.....   | 862,070                                  | 24,503                      | 725,989           | 111,579  | 243,534                   | 30,632   | 32,857                 |
| Taxes and licenses.....                                      | 340,092                                  | 26,677                      | 173,149           | 140,266  | 495,822                   | 104,702  | 54,878                 |
| Bad debts.....   | 35,722                                   | *2,388                      | 27,398            | 5,936  | 83,324                    | 8,406  | 4,279                  |
| Repairs and maintenance.....                                 | 151,701                                  | 13,526                      | 83,209            | 54,966   | 275,373                   | 29,881   | 20,256                 |
| Depreciation.....  | 548,492                                  | 109,418                     | 208,570           | 230,503  | 730,413                   | 115,579  | 65,918                 |
| Depletion.....   | *1,178                                   | 0                           | *1,178            | 0  | *661                      | 23   | 0                      |
| Retirement plans, etc.....                                   | 21,187                                   | *3,374                      | 1,706             | 16,108   | 44,148                    | 10,992   | 6,338                  |
| Employee benefit programs.....                               | 84,748                                   | 6,844                       | 22,965            | 54,939   | 137,050                   | 24,321   | 11,234                 |
| Net loss from other partnerships and fiduciaries.....        | 155,859                                  | 0                           | 150,884           | 4,975  | 85,644                    | *78,149  | *7,063                 |
| Farm net loss.....   | *23,796                                  | 0                           | *23,796           | 0  | *6,956                    | 0  | *6,956                 |
| Net loss, noncapital assets.....                             | 1,901                                    | *322                        | 1,531             | *48  | 2,845                     | *46  | *254                   |
| Other deductions.....  | 3,806,177                                | 217,310                     | 2,417,344         | 1,171,523                                      | 5,181,657                 | 1,020,544  | 560,286                |
| <b>Ordinary business income (loss).....</b>                  | <b>4,680,027</b>                         | <b>268,492</b>              | <b>4,190,777</b>  | <b>220,759</b>                                 | <b>1,655,416</b>          | <b>464,666</b>   | <b>74,634</b>          |
| Net income.....  | 6,675,903                                | 316,982                     | 5,577,038         | 781,883  | 2,642,435                 | 641,282  | 270,723                |
| Loss.....  | 1,995,875                                | 48,490                      | 1,386,261         | 561,124  | 987,019                   | 176,617  | 196,089                |
| <b>Portfolio income (loss) distributed</b>                   |  |                             |                   |  |                           |  |                        |
| <b>directly to partners.....</b>                             | <b>1,779,984</b>                         | <b>6,178</b>                | <b>1,714,706</b>  | <b>59,100</b>                                  | <b>62,304</b>             | <b>24,796</b>  | <b>14,562</b>          |
| Interest income.....   | 219,165                                  | 4,557                       | 168,956           | 45,653   | 25,579                    | 3,372  | 12,784                 |
| Dividend income.....   | 15,472                                   | *449                        | 10,237            | 4,786  | 3,398                     | *1,941   | *340                   |
| Royalties.....   | *24,874                                  | 0                           | *24,542           | 332  | 0                         | 0  | 0                      |
| Net short-term capital gain (loss).....                      | 23,077                                   | *80                         | 22,730            | 267  | 29,618                    | *19,351  | *616                   |
| Net long-term capital gain (loss).....                       | 1,497,397                                | *1,092                      | 1,488,243         | 8,062  | 3,710                     | *132   | *821                   |
| <b>Net rental real estate income (loss).....</b>             | <b>86,319</b>                            | <b>0</b>                    | <b>85,387</b>     | <b>*931</b>                                    | <b>10,667</b>             | <b>*3,369</b>  | <b>*3,431</b>          |
| Net income.....  | 199,168                                  | 0                           | 198,237           | *931   | *10,768                   | *3,387   | *3,431                 |
| Loss.....  | 112,849                                  | 0                           | 112,849           | 0  | *100                      | *17  | 0                      |
| <b>Other net rental income (loss).....</b>                   | <b>22,359</b>                            | <b>*44</b>                  | <b>*455</b>       | <b>21,948</b>                                  | <b>*5,323</b>             | <b>0</b>   | <b>*926</b>            |
| Net income.....  | 23,193                                   | 2                           | *1,100            | 22,090   | *5,323                    | 0  | *926                   |
| Loss.....  | *833                                     | *46                         | *645              | 142  | 0                         | 0  | 0                      |
| <b>Total net income (loss) [2].....</b>                      | <b>5,048,217</b>                         | <b>273,454</b>              | <b>4,480,353</b>  | <b>294,409</b>                                 | <b>1,700,383</b>          | <b>473,347</b>   | <b>92,116</b>          |
| Net income.....  | 7,017,942                                | 321,763                     | 5,865,449         | 830,729  | 2,669,120                 | 648,675  | 281,039                |
| Loss.....  | 1,969,725                                | 48,309                      | 1,385,096         | 536,320  | 968,737                   | 175,327  | 188,924                |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Construction--Continued                             |                                |                                   | Manufacturing      |                    |  |   |
|--|---|--------------------------------|-----------------------------------|--------------------|--------------------|--|---|
|  | Special trade contractors--Continued                |                                |                                   | Total              | Food manufacturing | Beverage and tobacco product manufacturing | Textile mills and textile product mills |
|  | Plumbing, heating, and air-conditioning contractors | Building finishing contractors | Other specialty trade contractors |                    |                    |  |   |
|  | (22)  | (23)                           | (24)                              | (25)               | (26)               | (27)                                       | (28)                                    |
| <b>Number of partnerships.....</b>                         | <b>6,249</b>  | <b>13,556</b>                  | <b>21,995</b>                     | <b>42,685</b>      | <b>3,948</b>       | <b>1,843</b>                               | <b>340</b>                              |
| <b>Number of partners.....</b>                             | <b>14,305</b>                                       | <b>29,837</b>                  | <b>53,663</b>                     | <b>224,612</b>     | <b>16,468</b>      | <b>4,637</b>                               | <b>1,200</b>                            |
| <b>Total assets.....</b>                                   | <b>1,886,572</b>                                    | <b>1,695,610</b>               | <b>4,592,177</b>                  | <b>427,116,355</b> | <b>31,857,730</b>  | <b>20,102,129</b>                          | <b>8,791,928</b>                        |
| <b>Income and deductions from a trade or business:</b>     |   |                                |                                   |                    |                    |  |   |
| <b>Total income.....</b>                                   | <b>6,665,939</b>                                    | <b>7,332,551</b>               | <b>12,008,555</b>                 | <b>628,403,448</b> | <b>64,050,206</b>  | <b>17,135,851</b>                          | <b>8,955,443</b>                        |
| Business receipts.....                                     | 6,583,743   | 7,293,057                      | 11,867,190                        | 616,212,785        | 63,087,936         | 16,806,377                                 | 8,876,611                               |
| Ordinary income from other partnerships and fiduciaries... | 1   | *664                           | 0                                 | 2,001,597          | 57,109             | *2,222                                     | *10,054                                 |
| Farm net profit.....                                       | 0   | 0                              | 0                                 | *331               | *121               | *131                                       | 0                                       |
| Net gain, noncapital assets.....                           | 1,705   | 3,031                          | 23,792                            | 969,959            | 17,120             | 2,311                                      | *19,869                                 |
| Other income.....  | 80,489  | 35,799                         | 117,574                           | 9,218,776          | 887,919            | 324,811                                    | 48,909                                  |
| <b>Total deductions.....</b>                               | <b>6,420,459</b>                                    | <b>6,835,766</b>               | <b>116,347,045</b>                | <b>95,370,327</b>  | <b>62,944,694</b>  | <b>16,397,336</b>                          | <b>9,084,506</b>                        |
| Cost of good sold [1].....                                 | 4,588,006   | 4,820,374                      | 73,602,824                        | 83,146,231         | 49,953,737         | 10,164,723                                 | 7,826,564                               |
| Inventory, beginning of year.....                          | 87,612  | 49,434                         | 389,255                           | 35,754,665         | 4,776,842          | 1,370,296                                  | 554,161                                 |
| Purchases.....   | 2,040,863   | 2,163,118                      | 23,267,103                        | 27,455,970         | 40,527,890         | 8,893,538                                  | 3,541,033                               |
| Cost of labor.....   | 1,050,018   | 1,214,815                      | 1,518,139                         | 22,541,497         | 2,412,041          | 236,966                                    | 535,487                                 |
| Additional inventory costs (section 263A).....             | *9,168  | *63,988                        | *98,993                           | 2,190,734          | 185,581            | *112,081                                   | 33,069                                  |
| Other costs.....   | 1,489,476   | 1,402,802                      | 35,336,551                        | 37,998,135         | 7,257,659          | 1,046,066                                  | 4,019,501                               |
| Less: Inventory, end of year.....                          | 89,131  | 80,231                         | 506,470                           | 42,794,769         | 5,206,275          | 1,494,226                                  | 856,688                                 |
| Salaries and wages.....                                    | 532,407   | 598,424                        | 980,403                           | 20,495,415         | 2,293,276          | 1,521,823                                  | 221,793                                 |
| Guaranteed payments to partners.....                       | 184,215   | 185,100                        | 236,228                           | 1,100,640          | 91,648             | 14,352                                     | *6,505                                  |
| Rent paid.....   | 59,071  | 89,683                         | 162,904                           | 2,896,148          | 362,379            | 334,991                                    | 29,684                                  |
| Interest paid.....   | 53,330  | 31,810                         | 94,906                            | 5,048,906          | 406,424            | 315,474                                    | 131,158                                 |
| Taxes and licenses.....                                    | 93,661  | 97,263                         | 145,318                           | 6,319,078          | 310,686            | 181,032                                    | 21,846                                  |
| Bad debts.....   | 11,952  | 15,875                         | 42,813                            | 538,419            | 50,750             | 14,506                                     | 15,658                                  |
| Repairs and maintenance.....                               | 20,181  | 17,821                         | 187,232                           | 1,870,574          | 307,736            | 66,059                                     | 19,637                                  |
| Depreciation.....  | 87,483  | 95,560                         | 365,872                           | 10,744,686         | 1,073,224          | 407,982                                    | 29,367                                  |
| Depletion.....   | 0   | *282                           | 357                               | 22,699             | 3                  | 226  | 0                                       |
| Retirement plans, etc.....                                 | 7,502   | 8,735                          | 10,581                            | 1,167,145          | 82,160             | 57,203                                     | 11,724                                  |
| Employee benefit programs.....                             | 34,778  | 23,528                         | 43,189                            | 2,659,567          | 344,064            | 146,113                                    | 19,448                                  |
| Net loss from other partnerships and fiduciaries.....      | 69  | 0                              | *363                              | 965,147            | 24,372             | *205,793                                   | 1,438                                   |
| Farm net loss.....   | 0   | 0                              | 0                                 | *17,236            | 1,073              | *16,164                                    | 0                                       |
| Net loss, noncapital assets.....                           | *123  | *132                           | *2,289                            | 294,572            | 3,429              | 269  | *64                                     |
| Other deductions.....                                      | 747,681   | 851,180                        | 2,001,967                         | 58,083,863         | 7,639,734          | 2,950,628                                  | 749,621                                 |
| <b>Ordinary business income (loss).....</b>                | <b>245,480</b>                                      | <b>496,785</b>                 | <b>373,852</b>                    | <b>33,033,121</b>  | <b>1,105,511</b>   | <b>738,515</b>                             | <b>-129,063</b>                         |
| Net income.....  | 353,285   | 588,729                        | 788,416                           | 45,251,446         | 2,133,827          | 1,013,325                                  | 158,105                                 |
| Loss.....  | 107,805   | 91,944                         | 414,564                           | 12,218,325         | 1,028,316          | 274,810                                    | 287,168                                 |
| <b>Portfolio income (loss) distributed</b>                 |   |                                |                                   |                    |                    |  |   |
| <b>directly to partners.....</b>                           | <b>3,778</b>  | <b>1,641</b>                   | <b>17,527</b>                     | <b>5,230,927</b>   | <b>521,020</b>     | <b>111,038</b>                             | <b>27,958</b>                           |
| Interest income.....                                       | 2,434   | 1,790                          | 5,199                             | 1,280,740          | 43,105             | 102,503                                    | 7,879                                   |
| Dividend income.....                                       | *1  | *29                            | *1,087                            | 1,799,550          | 172,669            | *2,535                                     | 12,329                                  |
| Royalties.....   | 0   | 0                              | 0                                 | 1,062,840          | 76,283             | 5,183                                      | 2,069                                   |
| Net short-term capital gain (loss).....                    | *1,316  | [3]                            | *8,335                            | 86,299             | 21,690             | 0  | *4,812                                  |
| Net long-term capital gain (loss).....                     | *28   | *-178                          | *2,906                            | 1,001,498          | 207,274            | 818  | *870                                    |
| <b>Net rental real estate income (loss).....</b>           | <b>*182</b>   | <b>0</b>                       | <b>*3,686</b>                     | <b>33,854</b>      | <b>12,982</b>      | <b>*652</b>                                | <b>395</b>                              |
| Net income.....  | *182  | 0                              | *3,769                            | 37,838             | 14,060             | *652                                       | 395                                     |
| Loss.....  | 0   | 0                              | *83                               | 3,984              | 1,078              | 0  | 0                                       |
| <b>Other net rental income (loss).....</b>                 | <b>0</b>  | <b>*153</b>                    | <b>*4,244</b>                     | <b>451,413</b>     | <b>2,858</b>       | <b>235,192</b>                             | <b>*3</b>                               |
| Net income.....  | 0   | *153                           | *4,244                            | 457,318            | 2,858              | 235,192                                    | *3                                      |
| Loss.....  | 0   | 0                              | 0                                 | *5,905             | 0                  | 0  | 0                                       |
| <b>Total net income (loss) [2].....</b>                    | <b>248,096</b>                                      | <b>498,757</b>                 | <b>388,067</b>                    | <b>37,661,518</b>  | <b>1,413,408</b>   | <b>1,084,580</b>                           | <b>-106,389</b>                         |
| Net income.....  | 355,186   | 589,534                        | 794,687                           | 49,395,599         | 2,370,273          | 1,353,463                                  | 173,547                                 |
| Loss.....  | 107,090   | 90,777                         | 406,620                           | 11,734,081         | 956,865            | 268,883                                    | 279,936                                 |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Manufacturing--Continued |   |                                  |                        |  |  |                           |
|--|--------------------------|---|----------------------------------|------------------------|--|--|---------------------------|
|  | Apparel<br>manufacturing | Leather and<br>allied<br>product<br>manufacturing | Wood<br>product<br>manufacturing | Paper<br>manufacturing | Printing<br>and related<br>support<br>activities | Petroleum<br>and coal<br>products<br>manufacturing | Chemical<br>manufacturing |
|  | (29)                     | (30)  | (31)                             | (32)                   | (33)   | (34)   | (35)                      |
| <b>Number of partnerships.....</b>                         | <b>2,332</b>             | <b>455</b>  | <b>2,684</b>                     | <b>335</b>             | <b>3,745</b>                                     | <b>183</b>   | <b>1,471</b>              |
| <b>Number of partners.....</b>                             | <b>6,187</b>             | <b>1,160</b>                                      | <b>8,459</b>                     | <b>1,658</b>           | <b>10,823</b>                                    | <b>12,136</b>                                      | <b>64,410</b>             |
| <b>Total assets.....</b>                                   | <b>2,595,039</b>         | <b>833,683</b>                                    | <b>6,319,391</b>                 | <b>9,358,592</b>       | <b>4,345,427</b>                                 | <b>98,433,216</b>                                  | <b>117,883,585</b>        |
| <b>Income and deductions from a trade or business:</b>     |                          |   |                                  |                        |  |  |                           |
| <b>Total income.....</b>                                   | <b>5,936,913</b>         | <b>1,082,005</b>                                  | <b>8,886,700</b>                 | <b>9,562,694</b>       | <b>59,883,202</b>                                | <b>19,305,956</b>                                  | <b>112,494,817</b>        |
| Business receipts.....                                     | 5,693,600                | 1,080,529   | 8,819,996                        | 9,430,162              | 49,743,772                                       | 16,812,083   | 110,066,132               |
| Ordinary income from other partnerships and fiduciaries... | *159,305                 | 0   | *7,319                           | *8,485                 | *12,287  | 289,875  | 941,279                   |
| Farm net profit.....                                       | 0                        | 0   | 0                                | 34                     | 0  | 0  | 0                         |
| Net gain, noncapital assets.....                           | *10,588                  | 10  | 10,178                           | 3,797                  | 86,544   | 646,992  | 34,146                    |
| Other income.....  | 73,420                   | *1,466  | 49,207                           | 120,216                | 915,111  | 1,557,006  | 1,453,260                 |
| <b>Total deductions.....</b>                               | <b>5,687,952</b>         | <b>1,057,140</b>                                  | <b>8,488,568</b>                 | <b>9,465,667</b>       | <b>55,836,952</b>                                | <b>11,262,220</b>                                  | <b>97,963,687</b>         |
| Cost of good sold [1].....                                 | 4,034,761                | 845,405   | 6,501,425                        | 7,836,748              | 28,250,751                                       | 87,773,968   | 74,766,080                |
| Inventory, beginning of year.....                          | 757,617                  | *75,822   | 776,159                          | 693,303                | 291,072  | 3,377,200  | 7,654,857                 |
| Purchases.....   | 3,053,106                | 775,358   | 4,618,910                        | 5,208,377              | 16,730,721                                       | 24,359,042   | 51,425,781                |
| Cost of labor.....   | 514,511                  | *55,942   | 737,073                          | 835,288                | 490,228  | 422,133  | 2,140,489                 |
| Additional inventory costs (section 263A).....             | 100,366                  | *1,471  | 50,587                           | 149,960                | 51,674   | 665,702  | 137,684                   |
| Other costs.....   | 547,387                  | *48,650   | 1,242,342                        | 2,338,834              | 674,261  | 62,418,568   | 23,233,106                |
| Less: Inventory, end of year.....                          | 938,226                  | 111,838   | 923,646                          | 1,389,014              | 355,232  | 3,468,679  | 9,825,837                 |
| Salaries and wages.....                                    | 507,903                  | *31,244   | 576,864                          | 351,145                | 800,771  | 1,450,386  | 3,830,694                 |
| Guaranteed payments to partners.....                       | 16,542                   | *4,606  | 124,534                          | 14,027                 | 50,935   | *54,728  | 61,266                    |
| Rent paid.....   | 83,921                   | 9,000   | 46,666                           | 50,795                 | 129,835  | 365,154  | 443,343                   |
| Interest paid.....   | 61,573                   | *20,874   | 101,665                          | 148,528                | 92,495   | 532,941  | 1,109,209                 |
| Taxes and licenses.....                                    | 44,629                   | 5,657   | 94,864                           | 67,901                 | 78,645   | 4,032,171  | 490,367                   |
| Bad debts.....   | 13,497                   | *331  | 4,846                            | 14,565                 | 10,205   | 23,047   | 45,592                    |
| Repairs and maintenance.....                               | 11,511                   | *1,041  | 58,384                           | 52,219                 | 69,895   | 278,215  | 428,708                   |
| Depreciation.....  | 59,379                   | *9,617  | 196,526                          | 298,362                | 167,887  | 2,809,377  | 2,767,495                 |
| Depletion.....   | 0                        | 0   | 0                                | 0                      | 0  | 82   | 3,247                     |
| Retirement plans, etc.....                                 | 3,079                    | 38  | 11,470                           | 10,889                 | 12,177   | 325,204  | 228,602                   |
| Employee benefit programs.....                             | 21,803                   | *4,266  | 42,694                           | 53,859                 | 87,419   | 208,134  | 438,507                   |
| Net loss from other partnerships and fiduciaries.....      | *6,676                   | 1   | *1,370                           | *2,014                 | *1,803   | *414,088   | 125,952                   |
| Farm net loss.....   | 0                        | 0   | 0                                | 0                      | 0  | 0  | 0                         |
| Net loss, noncapital assets.....                           | *626                     | *36   | *13,055                          | 458                    | *6,338   | *429   | 86,411                    |
| Other deductions.....                                      | 822,053                  | 125,024   | 714,205                          | 564,158                | 1,250,214  | 12,994,297   | 13,138,214                |
| <b>Ordinary business income (loss).....</b>                | <b>248,961</b>           | <b>24,865</b>                                     | <b>398,132</b>                   | <b>97,027</b>          | <b>404,625</b>                                   | <b>8,043,736</b>                                   | <b>14,531,130</b>         |
| Net income.....  | 507,470                  | *40,609   | 545,152                          | 354,767                | 617,120  | 10,683,574   | 16,635,691                |
| Loss.....  | 258,509                  | *15,744   | 147,020                          | 257,740                | 212,495  | 2,639,838  | 2,104,561                 |
| <b>Portfolio income (loss) distributed</b>                 |                          |   |                                  |                        |  |  |                           |
| <b>directly to partners.....</b>                           | <b>10,236</b>            | <b>*7,803</b>                                     | <b>106,691</b>                   | <b>13,886</b>          | <b>70,542</b>                                    | <b>1,697,488</b>                                   | <b>1,167,360</b>          |
| Interest income.....                                       | 5,488                    | *7,606  | 9,624                            | 9,484                  | 40,184   | 295,733  | 190,955                   |
| Dividend income.....                                       | *63                      | 197   | *140                             | 36                     | *187   | 1,128,320  | 277,449                   |
| Royalties.....   | *7,286                   | 0   | 3                                | 292                    | 666  | 4,226  | 633,471                   |
| Net short-term capital gain (loss).....                    | 0                        | 0   | *678                             | *2,362                 | 0  | *47,925  | *907                      |
| Net long-term capital gain (loss).....                     | *-2,600                  | 0   | 96,246                           | *1,712                 | *29,506  | 221,284  | 66,393                    |
| <b>Net rental real estate income (loss).....</b>           | <b>27</b>                | <b>0</b>  | <b>1,210</b>                     | <b>476</b>             | <b>*1,394</b>                                    | <b>*144</b>  | <b>832</b>                |
| Net income.....  | 27                       | 0   | *1,372                           | 476                    | *1,394   | *144   | 832                       |
| Loss.....  | 0                        | 0   | *162                             | 0                      | 0  | 0  | 0                         |
| <b>Other net rental income (loss).....</b>                 | <b>0</b>                 | <b>0</b>  | <b>45</b>                        | <b>67</b>              | <b>*187</b>                                      | <b>174,779</b>                                     | <b>1,519</b>              |
| Net income.....  | 0                        | 0   | 45                               | 1,062                  | *187   | 174,779  | 1,519                     |
| Loss.....  | 0                        | 0   | 0                                | 995                    | 0  | 0  | 0                         |
| <b>Total net income (loss) [2].....</b>                    | <b>261,824</b>           | <b>32,668</b>                                     | <b>409,154</b>                   | <b>107,383</b>         | <b>447,242</b>                                   | <b>9,646,938</b>                                   | <b>15,635,356</b>         |
| Net income.....  | 520,046                  | *48,412   | 550,326                          | 364,005                | 655,722  | 12,243,511   | 17,615,743                |
| Loss.....  | 258,222                  | *15,744   | 141,172                          | 256,622                | 208,480  | 2,596,573  | 1,980,387                 |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Manufacturing--Continued                   |  |                             |  |                         |   |  |
|--|--|--|-----------------------------|--|-------------------------|---|--|
|  | Plastics and rubber products manufacturing | Nonmetallic mineral products manufacturing | Primary metal manufacturing | Fabricated metal product manufacturing | Machinery manufacturing | Computer and electrical product manufacturing | Electrical equipment, appliance, and component manufacturing |
|  | (36)                                       | (37)                                       | (38)                        | (39)                                   | (40)                    | (41)  | (42)   |
| <b>Number of partnerships.....</b>                         | <b>1,928</b>                               | <b>942</b>                                 | <b>382</b>                  | <b>4,699</b>                           | <b>3,522</b>            | <b>3,319</b>                                  | <b>1,639</b>   |
| <b>Number of partners.....</b>                             | <b>9,792</b>                               | <b>2,604</b>                               | <b>1,231</b>                | <b>15,899</b>                          | <b>10,470</b>           | <b>13,468</b>                                 | <b>4,211</b>   |
| <b>Total assets.....</b>                                   | <b>14,560,636</b>                          | <b>6,363,675</b>                           | <b>16,523,758</b>           | <b>14,645,369</b>                      | <b>10,503,238</b>       | <b>14,462,031</b>                             | <b>5,224,041</b>   |
| <b>Income and deductions from a trade or business:</b>     |  |  |                             |  |                         |   |  |
| <b>Total income.....</b>                                   | <b>16,416,447</b>                          | <b>8,135,141</b>                           | <b>25,090,378</b>           | <b>16,970,687</b>                      | <b>13,238,985</b>       | <b>19,070,851</b>                             | <b>7,456,891</b>   |
| Business receipts.....                                     | 16,213,685                                 | 7,821,277                                  | 24,070,417                  | 16,725,750                             | 13,106,462              | 18,485,108                                    | 7,137,135  |
| Ordinary income from other partnerships and fiduciaries... | *72,771                                    | *88,037                                    | *107,408                    | *16,657                                | 4,545                   | 29  | *102,893   |
| Farm net profit.....                                       | 0  | 0  | 45                          | 0                                      | 0                       | 0   | 0  |
| Net gain, noncapital assets.....                           | 4,964                                      | 26,098                                     | 29,425                      | 25,446                                 | 4,222                   | *3,279  | 8,980  |
| Other income.....  | 125,027                                    | 199,730                                    | 883,083                     | 202,834                                | 123,755                 | 582,435                                       | 207,882  |
| <b>Total deductions.....</b>                               | <b>16,135,733</b>                          | <b>7,738,443</b>                           | <b>23,681,529</b>           | <b>16,412,379</b>                      | <b>13,064,287</b>       | <b>19,010,432</b>                             | <b>7,301,733</b>   |
| Cost of good sold [1].....                                 | 12,723,612                                 | 5,586,864                                  | 21,346,300                  | 12,629,189                             | 9,341,202               | 13,603,354                                    | 5,253,251  |
| Inventory, beginning of year.....                          | 1,311,416                                  | 574,593                                    | 2,019,897                   | 1,478,608                              | 2,230,720               | 1,540,348                                     | 870,333  |
| Purchases.....   | 8,034,908                                  | 3,113,868                                  | 17,298,236                  | 8,174,738                              | 7,347,625               | 8,251,216                                     | 3,177,915  |
| Cost of labor.....   | 1,727,326                                  | 689,562                                    | 1,421,755                   | 2,025,343                              | 971,547                 | 1,679,121                                     | 666,603  |
| Additional inventory costs (section 263A).....             | 136,578                                    | 69,156                                     | 30,215                      | 113,886                                | 30,927                  | 61,283  | 48,668   |
| Other costs.....   | 2,965,489                                  | 1,801,128                                  | 3,689,047                   | 2,737,436                              | 1,375,002               | 3,540,452                                     | 1,410,175  |
| Less: Inventory, end of year.....                          | 1,452,105                                  | 661,445                                    | 3,112,850                   | 1,900,821                              | 2,614,619               | 1,469,066                                     | 920,442  |
| Salaries and wages.....                                    | 678,596                                    | 533,512                                    | 489,464                     | 1,123,402                              | 1,063,316               | 1,427,524                                     | 487,817  |
| Guaranteed payments to partners.....                       | 17,143                                     | 9,971                                      | 45,964                      | 211,575                                | 111,437                 | 50,995  | 32,139   |
| Rent paid.....   | 77,413                                     | 82,938                                     | 68,732                      | 120,227                                | 126,765                 | 119,553                                       | 56,430   |
| Interest paid.....   | 435,074                                    | 79,509                                     | 276,238                     | 232,770                                | 185,486                 | 253,653                                       | 67,651   |
| Taxes and licenses.....                                    | 91,537                                     | 81,765                                     | 62,256                      | 144,730                                | 148,882                 | 94,412  | 43,327   |
| Bad debts.....   | 27,230                                     | 28,284                                     | 21,750                      | 20,546                                 | 37,291                  | 55,866  | 9,109  |
| Repairs and maintenance.....                               | 67,614                                     | 74,138                                     | 70,529                      | 62,522                                 | 46,956                  | 55,825  | 27,076   |
| Depreciation.....  | 310,649                                    | 244,785                                    | 223,447                     | 281,267                                | 279,445                 | 435,207                                       | 157,900  |
| Depletion.....   | 0  | 18,696                                     | 0                           | 0                                      | 0                       | 0   | 0  |
| Retirement plans, etc.....                                 | 24,115                                     | 16,754                                     | 36,494                      | 63,139                                 | 30,355                  | 72,724  | 55,181   |
| Employee benefit programs.....                             | 171,337                                    | 59,544                                     | 84,577                      | 137,512                                | 158,618                 | 202,337                                       | 73,626   |
| Net loss from other partnerships and fiduciaries.....      | 5,918                                      | 5,170                                      | *3,586                      | *3,183                                 | 383                     | *117,897                                      | *1,595   |
| Farm net loss.....   | 0  | 0  | 0                           | 0                                      | 0                       | 0   | 0  |
| Net loss, noncapital assets.....                           | *614                                       | 112,175                                    | 2,665                       | 12,440                                 | 47,812                  | *536  | *607   |
| Other deductions.....                                      | 1,504,881                                  | 804,338                                    | 949,525                     | 1,369,877                              | 1,486,337               | 2,520,548                                     | 1,036,024  |
| <b>Ordinary business income (loss).....</b>                | <b>280,714</b>                             | <b>396,698</b>                             | <b>1,408,849</b>            | <b>558,308</b>                         | <b>174,697</b>          | <b>60,419</b>                                 | <b>155,158</b>   |
| Net income.....  | 675,487                                    | 741,213                                    | 1,661,717                   | 1,131,363                              | 696,566                 | 1,063,178                                     | 487,926  |
| Loss.....  | 394,773                                    | 344,515                                    | 252,868                     | 573,055                                | 521,869                 | 1,002,759                                     | 332,768  |
| <b>Portfolio income (loss) distributed</b>                 |  |  |                             |  |                         |   |  |
| <b>directly to partners.....</b>                           | <b>170,174</b>                             | <b>65,065</b>                              | <b>77,094</b>               | <b>174,138</b>                         | <b>199,311</b>          | <b>185,108</b>                                | <b>11,924</b>  |
| Interest income.....                                       | 41,479                                     | 12,766                                     | 32,066                      | 88,678                                 | 87,735                  | 98,429  | 10,072   |
| Dividend income.....                                       | *56,627                                    | *141                                       | *29,280                     | *13                                    | *53,232                 | *496  | *299   |
| Royalties.....   | 15,875                                     | 775  | *49                         | *434                                   | 4,571                   | *86,103                                       | 1,458  |
| Net short-term capital gain (loss).....                    | 425  | -21  | 247                         | *1,064                                 | *-157                   | 2   | 96   |
| Net long-term capital gain (loss).....                     | *55,768                                    | *51,404                                    | *15,452                     | *83,949                                | *53,930                 | 78  | -1   |
| <b>Net rental real estate income (loss).....</b>           | <b>*487</b>                                | <b>*435</b>                                | <b>*2,989</b>               | <b>7,780</b>                           | <b>*3,008</b>           | <b>1,275</b>                                  | <b>*1,913</b>  |
| Net income.....  | *487                                       | 518  | *3,049                      | 7,780                                  | *3,008                  | 1,275   | *1,913   |
| Loss.....  | 0  | *83  | 60                          | 0                                      | 0                       | 0   | 0  |
| <b>Other net rental income (loss).....</b>                 | <b>*2,085</b>                              | <b>*1,585</b>                              | <b>694</b>                  | <b>*-355</b>                           | <b>34,888</b>           | <b>829</b>                                    | <b>0</b>   |
| Net income.....  | *2,085                                     | *1,585                                     | 694                         | 507                                    | 34,888                  | 829   | 0  |
| Loss.....  | 0  | 0  | 0                           | *861                                   | 0                       | 0   | 0  |
| <b>Total net income (loss) [2].....</b>                    | <b>397,267</b>                             | <b>412,401</b>                             | <b>1,473,927</b>            | <b>654,859</b>                         | <b>358,131</b>          | <b>247,552</b>                                | <b>168,900</b>   |
| Net income.....  | 752,810                                    | 751,718                                    | 1,714,179                   | 1,218,270                              | 838,398                 | 1,157,218                                     | 495,408  |
| Loss.....  | 355,543                                    | 339,317                                    | 240,252                     | 563,411                                | 480,267                 | 909,666                                       | 326,508  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Manufacturing--Continued                     |  |                                | Wholesale trade    |  |   |   |
|--|--|--|--------------------------------|--------------------|--|---|---|
|  | Transportation<br>equipment<br>manufacturing | Furniture<br>and related<br>product<br>manufacturing | Miscellaneous<br>manufacturing | Total              | Merchant<br>wholesalers,<br>durable<br>goods | Merchant<br>wholesalers,<br>nondurable<br>goods | Wholesale<br>electronic<br>markets and<br>agents and<br>brokers |
|  | (43)   | (44)   | (45)                           | (46)               | (47)   | (48)  | (49)  |
| <b>Number of partnerships.....</b>                         | <b>825</b>                                   | <b>1,979</b>   | <b>6,115</b>                   | <b>43,400</b>      | <b>25,107</b>                                | <b>14,318</b>                                   | <b>3,974</b>  |
| <b>Number of partners.....</b>                             | <b>2,548</b>                                 | <b>4,245</b>   | <b>33,009</b>                  | <b>158,946</b>     | <b>75,090</b>                                | <b>74,812</b>                                   | <b>9,044</b>  |
| <b>Total assets.....</b>                                   | <b>19,955,712</b>                            | <b>2,336,993</b>                                     | <b>22,020,182</b>              | <b>103,885,944</b> | <b>49,306,008</b>                            | <b>53,409,610</b>                               | <b>1,170,325</b>  |
| <b>Income and deductions from a trade or business:</b>     |  |  |                                |                    |  |   |   |
| <b>Total income.....</b>                                   | <b>33,101,237</b>                            | <b>4,254,949</b>                                     | <b>31,268,978</b>              | <b>362,013,160</b> | <b>90,839,324</b>                            | <b>265,666,404</b>                              | <b>5,507,432</b>  |
| Business receipts.....                                     | 32,248,251                                   | 4,228,388  | 30,528,509                     | 357,069,810        | 88,631,674                                   | 262,993,877                                     | 5,444,260   |
| Ordinary income from other partnerships and fiduciaries... | *19,894                                      | *5,117   | *96,311                        | 370,110            | 88,307                                       | 277,630   | 4,173   |
| Farm net profit.....                                       | 0  | 0  | 0                              | 0                  | 0  | 0   | 0   |
| Net gain, noncapital assets.....                           | 17,531                                       | *366   | 18,094                         | 105,460            | 77,341                                       | 28,118  | 0   |
| Other income.....  | 815,562                                      | 21,078   | 626,064                        | 4,467,779          | 2,042,002                                    | 2,366,778                                       | 58,999  |
| <b>Total deductions.....</b>                               | <b>31,668,538</b>                            | <b>4,163,838</b>                                     | <b>28,257,950</b>              | <b>352,249,839</b> | <b>86,418,074</b>                            | <b>260,606,004</b>                              | <b>5,225,761</b>  |
| Cost of good sold [1].....                                 | 26,806,465                                   | 3,047,087  | 20,280,420                     | 312,046,991        | 69,168,793                                   | 238,448,193                                     | 4,430,006   |
| Inventory, beginning of year.....                          | 2,269,761                                    | 298,701  | 2,832,956                      | 18,843,507         | 9,209,782                                    | 9,608,453                                       | 25,272  |
| Purchases.....   | 16,532,395                                   | 1,773,998  | 9,674,964                      | 279,622,041        | 65,598,953                                   | 210,052,085                                     | 3,971,003   |
| Cost of labor.....   | 2,047,802                                    | 608,821  | 2,323,458                      | 1,839,755          | 1,177,209                                    | 658,481   | *4,066  |
| Additional inventory costs (section 263A).....             | 47,021                                       | *16,998  | 147,829                        | 809,571            | 282,810                                      | 510,608   | *16,153   |
| Other costs.....   | 8,330,705                                    | 665,714  | 8,656,610                      | 33,865,176         | 4,968,618                                    | 28,398,901                                      | 497,656   |
| Less: Inventory, end of year.....                          | 2,421,219                                    | 317,145  | 3,355,396                      | 23,096,687         | 12,068,579                                   | 10,943,962                                      | 84,145  |
| Salaries and wages.....                                    | 1,294,623                                    | 234,570  | 1,576,694                      | 11,818,181         | 4,972,973                                    | 6,696,435                                       | 148,773   |
| Guaranteed payments to partners.....                       | 58,459                                       | *23,641  | 100,172                        | 858,058            | 489,955                                      | 335,492   | 32,611  |
| Rent paid.....   | 172,195                                      | 41,003   | 175,126                        | 1,774,996          | 827,027                                      | 924,614   | 23,355  |
| Interest paid.....   | 241,671                                      | 58,164   | 298,347                        | 1,756,898          | 818,899                                      | 916,711   | 21,288  |
| Taxes and licenses.....                                    | 132,192                                      | 33,182   | 159,000                        | 1,467,095          | 565,527                                      | 885,390   | 16,178  |
| Bad debts.....   | 81,391                                       | 7,722  | 56,234                         | 279,855            | 142,772                                      | 129,040   | 8,043   |
| Repairs and maintenance.....                               | 91,079                                       | 7,239  | 74,191                         | 528,920            | 226,960                                      | 297,081   | 4,880   |
| Depreciation.....  | 354,513                                      | 59,181   | 579,075                        | 1,802,297          | 815,174                                      | 968,217   | 18,906  |
| Depletion.....   | 0  | 0  | *445                           | *386               | 0  | *386  | 0   |
| Retirement plans, etc.....                                 | 73,729                                       | 6,835  | 45,274                         | 333,249            | 115,882                                      | 215,626   | *1,741  |
| Employee benefit programs.....                             | 243,117                                      | 6,432  | 156,160                        | 1,004,642          | 373,092                                      | 618,534   | 13,017  |
| Net loss from other partnerships and fiduciaries.....      | *142   | 0  | *43,765                        | 84,193             | 18,340                                       | 65,853  | 0   |
| Farm net loss.....   | 0  | 0  | 0                              | *28,153            | *2,334                                       | *21,569   | *4,250  |
| Net loss, noncapital assets.....                           | 2,796  | *1,617   | 2,194                          | 27,941             | 7,460  | 20,204  | 277   |
| Other deductions.....                                      | 2,116,164                                    | 637,165  | 4,710,854                      | 18,437,982         | 7,872,886                                    | 10,062,659                                      | 502,437   |
| <b>Ordinary business income (loss).....</b>                | <b>1,432,699</b>                             | <b>91,111</b>  | <b>3,011,027</b>               | <b>9,763,321</b>   | <b>4,421,251</b>                             | <b>5,060,400</b>                                | <b>281,671</b>  |
| Net income.....  | 1,966,817                                    | 180,393  | 3,957,145                      | 12,952,773         | 6,189,019                                    | 6,406,538                                       | 357,217   |
| Loss.....  | 534,118                                      | 89,282   | 946,118                        | 3,189,452          | 1,767,768                                    | 1,346,139                                       | 75,546  |
| <b>Portfolio income (loss) distributed</b>                 |  |  |                                |                    |  |   |   |
| <b>directly to partners.....</b>                           | <b>172,662</b>                               | <b>7,430</b>   | <b>433,997</b>                 | <b>888,732</b>     | <b>354,002</b>                               | <b>532,779</b>                                  | <b>1,951</b>  |
| Interest income.....                                       | 70,424                                       | 7,472  | 119,058                        | 198,453            | 108,583                                      | 87,953  | 1,917   |
| Dividend income.....                                       | *64,239                                      | 1  | *1,299                         | 13,831             | 7,870  | 5,928   | *34   |
| Royalties.....   | *19,105                                      | 0  | 204,991                        | 23,873             | 16,765                                       | 7,109   | 0   |
| Net short-term capital gain (loss).....                    | *8,152                                       | -44  | *-24                           | 31,996             | 2,778  | 29,218  | [3]   |
| Net long-term capital gain (loss).....                     | 10,742                                       | 0  | 108,674                        | 620,579            | 218,007                                      | 402,572   | [3]   |
| <b>Net rental real estate income (loss).....</b>           | <b>*-1,790</b>                               | <b>0</b>   | <b>*-355</b>                   | <b>20,155</b>      | <b>11,051</b>                                | <b>9,076</b>                                    | <b>28</b>   |
| Net income.....  | *45  | 0  | *412                           | 21,348             | 11,491                                       | 9,829   | 28  |
| Loss.....  | *1,834                                       | 0  | *767                           | 1,194              | *441   | *753  | 0   |
| <b>Other net rental income (loss).....</b>                 | <b>*-3,015</b>                               | <b>*398</b>  | <b>-346</b>                    | <b>-405</b>        | <b>-7,165</b>                                | <b>6,489</b>                                    | <b>*271</b>   |
| Net income.....  | *666   | *398   | 21                             | 31,411             | *23,551                                      | 7,589   | *271  |
| Loss.....  | 3,681  | 0  | 367                            | *31,816            | *30,716                                      | 1,100   | 0   |
| <b>Total net income (loss) [2].....</b>                    | <b>1,581,663</b>                             | <b>98,982</b>  | <b>3,335,674</b>               | <b>10,019,228</b>  | <b>4,558,353</b>                             | <b>5,176,955</b>                                | <b>283,920</b>  |
| Net income.....  | 2,110,510                                    | 187,811  | 4,274,230                      | 13,170,294         | 6,308,650                                    | 6,502,992                                       | 358,652   |
| Loss.....  | 528,847                                      | 88,829   | 938,556                        | 3,151,066          | 1,750,297                                    | 1,326,037                                       | 74,732  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Retail trade       |                                 |                                      |                                  |  |                          |                                 |
|--|--------------------|---------------------------------|--------------------------------------|----------------------------------|--|--------------------------|---------------------------------|
|  | Total              | Motor vehicle and parts dealers | Furniture and home furnishing stores | Electronics and appliance stores | Building materials and garden equipment and supplies dealers | Food and beverage stores | Health and personal care stores |
|  | (50)               | (51)                            | (52)                                 | (53)                             | (54)   | (55)                     | (56)                            |
| <b>Number of partnerships</b> .....                        | <b>135,955</b>     | <b>16,887</b>                   | <b>4,650</b>                         | <b>4,034</b>                     | <b>6,744</b>   | <b>13,768</b>            | <b>4,901</b>                    |
| <b>Number of partners</b> .....                            | <b>481,231</b>     | <b>40,333</b>                   | <b>12,526</b>                        | <b>10,708</b>                    | <b>16,422</b>  | <b>35,264</b>            | <b>13,156</b>                   |
| <b>Total assets</b> .....                                  | <b>99,716,661</b>  | <b>28,874,490</b>               | <b>2,963,023</b>                     | <b>2,932,789</b>                 | <b>4,074,928</b>   | <b>13,358,354</b>        | <b>3,008,769</b>                |
| <b>Income and deductions from a trade or business:</b>     |                    |                                 |                                      |                                  |  |                          |                                 |
| <b>Total income</b> .....                                  | <b>288,334,897</b> | <b>97,829,679</b>               | <b>9,009,689</b>                     | <b>8,861,092</b>                 | <b>12,388,297</b>  | <b>52,387,465</b>        | <b>7,375,786</b>                |
| Business receipts.....                                     | 281,852,804        | 95,798,788                      | 8,825,961                            | 8,849,240                        | 12,294,754   | 50,175,435               | 7,327,060                       |
| Ordinary income from other partnerships and fiduciaries... | 299,798            | 8,133                           | 8                                    | 0                                | 4,662  | *8,390                   | *4,202                          |
| Farm net profit.....                                       | *60                | 0                               | 0                                    | 0                                | *60  | 0                        | 0                               |
| Net gain, noncapital assets.....                           | 162,477            | 74,869                          | *483                                 | *329                             | 8,432  | 22,202                   | 178                             |
| Other income.....  | 6,019,758          | 1,947,890                       | 183,237                              | 11,523                           | 80,388   | 2,181,438                | 44,346                          |
| <b>Total deductions</b> .....                              | <b>286,785,053</b> | <b>97,229,409</b>               | <b>8,779,926</b>                     | <b>8,843,737</b>                 | <b>12,143,902</b>  | <b>52,838,452</b>        | <b>7,459,187</b>                |
| Cost of good sold [1].....                                 | 223,516,015        | 83,347,761                      | 5,513,125                            | 6,830,575                        | 9,188,248  | 39,464,576               | 5,107,372                       |
| Inventory, beginning of year.....                          | 28,857,092         | 14,066,900                      | 917,298                              | 852,257                          | 1,149,363  | 2,349,794                | 595,096                         |
| Purchases.....   | 206,938,305        | 79,033,176                      | 4,989,019                            | 5,367,036                        | 9,035,823  | 38,967,855               | 4,802,823                       |
| Cost of labor.....   | 1,671,929          | 692,687                         | 253,215                              | 46,848                           | 143,751  | 188,465                  | *27,596                         |
| Additional inventory costs (section 263A).....             | 513,666            | 89,516                          | 72,381                               | *3,156                           | 18,427   | 55,952                   | *10,037                         |
| Other costs.....   | 18,988,169         | 5,683,596                       | 349,510                              | 1,387,616                        | 370,000  | 673,239                  | 327,385                         |
| Less: Inventory, end of year.....                          | 33,500,336         | 16,265,304                      | 1,068,298                            | 826,338                          | 1,529,117  | 2,770,730                | 655,565                         |
| Salaries and wages.....                                    | 20,561,684         | 5,308,502                       | 850,684                              | 490,893                          | 1,127,086  | 5,061,851                | 795,536                         |
| Guaranteed payments to partners.....                       | 1,152,051          | 208,991                         | 92,523                               | 105,378                          | 133,685  | 122,384                  | 78,429                          |
| Rent paid.....   | 5,630,353          | 1,065,330                       | 482,754                              | 206,462                          | 242,749  | 952,430                  | 170,390                         |
| Interest paid.....   | 2,334,082          | 576,026                         | 63,338                               | 39,431                           | 68,845   | 472,795                  | 55,262                          |
| Taxes and licenses.....                                    | 3,086,084          | 753,836                         | 124,777                              | 79,928                           | 160,192  | 683,167                  | 83,257                          |
| Bad debts.....   | 552,489            | 66,406                          | 18,195                               | 10,463                           | 30,293   | 18,956                   | 28,792                          |
| Repairs and maintenance.....                               | 1,177,874          | 206,490                         | 42,968                               | 23,657                           | 69,192   | 305,705                  | 22,711                          |
| Depreciation.....  | 3,647,128          | 549,976                         | 92,522                               | 59,821                           | 153,686  | 859,541                  | 67,090                          |
| Depletion.....   | *644               | 0                               | 0                                    | 0                                | 212  | 0                        | 0                               |
| Retirement plans, etc.....                                 | 340,764            | 26,412                          | 4,648                                | *1,511                           | 24,880   | 170,110                  | 10,443                          |
| Employee benefit programs.....                             | 1,410,908          | 340,427                         | 33,089                               | 41,026                           | 42,664   | 524,011                  | 27,654                          |
| Net loss from other partnerships and fiduciaries.....      | 31,762             | *3,261                          | 0                                    | 802                              | *1,055   | 4,725                    | *747                            |
| Farm net loss.....   | *4,176             | 0                               | 0                                    | 0                                | *448   | *3,640                   | 0                               |
| Net loss, noncapital assets.....                           | 42,600             | 6,783                           | *7,832                               | *2,176                           | *64  | 18,989                   | *124                            |
| Other deductions.....                                      | 23,296,439         | 4,769,208                       | 1,453,471                            | 951,614                          | 900,695  | 4,175,571                | 1,011,380                       |
| <b>Ordinary business income (loss)</b> .....               | <b>1,549,844</b>   | <b>600,270</b>                  | <b>229,764</b>                       | <b>17,356</b>                    | <b>244,395</b>   | <b>-450,986</b>          | <b>-83,401</b>                  |
| Net income.....  | 6,625,102          | 1,395,841                       | 391,627                              | 108,887                          | 403,956  | 623,172                  | 294,153                         |
| Loss.....  | 5,075,258          | 795,571                         | 161,863                              | 91,531                           | 159,561  | 1,074,158                | 377,554                         |
| <b>Portfolio income (loss) distributed</b>                 |                    |                                 |                                      |                                  |  |                          |                                 |
| <b>directly to partners</b> .....                          | <b>743,561</b>     | <b>154,934</b>                  | <b>10,884</b>                        | <b>1,422</b>                     | <b>5,270</b>   | <b>251,431</b>           | <b>29,671</b>                   |
| Interest income.....                                       | 246,113            | 41,186                          | 4,675                                | 1,254                            | 3,286  | 87,480                   | 973                             |
| Dividend income.....                                       | 98,853             | 501                             | *622                                 | *35                              | *1,332   | 93,699                   | *1,024                          |
| Royalties.....   | 73,188             | 0                               | 0                                    | 0                                | *421   | 68,059                   | *227                            |
| Net short-term capital gain (loss).....                    | 33,387             | 22,360                          | 0                                    | *31                              | *190   | *-25                     | *755                            |
| Net long-term capital gain (loss).....                     | 292,019            | 90,887                          | *5,587                               | *101                             | *41  | *2,217                   | *26,691                         |
| <b>Net rental real estate income (loss)</b> .....          | <b>98,021</b>      | <b>16,612</b>                   | <b>*4,342</b>                        | <b>*-73</b>                      | <b>*2,944</b>  | <b>10,474</b>            | <b>*-301</b>                    |
| Net income.....  | 115,973            | 16,978                          | *4,350                               | 0                                | *2,944   | 12,665                   | 0                               |
| Loss.....  | 17,952             | *367                            | 8                                    | *73                              | 0  | *2,192                   | *301                            |
| <b>Other net rental income (loss)</b> .....                | <b>69,156</b>      | <b>*-6</b>                      | <b>*-14</b>                          | <b>3,066</b>                     | <b>25</b>  | <b>9,276</b>             | <b>0</b>                        |
| Net income.....  | 69,232             | 57                              | 0                                    | 3,066                            | 25   | 9,276                    | 0                               |
| Loss.....  | *76                | *63                             | *14                                  | 0                                | 0  | 0                        | 0                               |
| <b>Total net income (loss) [2]</b> .....                   | <b>2,135,175</b>   | <b>658,563</b>                  | <b>239,390</b>                       | <b>21,639</b>                    | <b>252,404</b>   | <b>-181,998</b>          | <b>-81,478</b>                  |
| Net income.....  | 6,876,717          | 1,426,716                       | 399,311                              | 111,954                          | 409,290  | 651,538                  | 295,554                         |
| Loss.....  | 4,741,541          | 768,153                         | 159,921                              | 90,316                           | 156,887  | 833,536                  | 377,032                         |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Retail trade--Continued |  |   |                            |                               |                    | Transportation and warehousing |
|--|-------------------------|--|---|----------------------------|-------------------------------|--------------------|--------------------------------|
|  | Gasoline stations       | Clothing and clothing accessories stores | Sporting goods, hobby, book, and music stores | General merchandise stores | Miscellaneous store retailers | Nonstore retailers | Total                          |
|  | (57)                    | (58)                                     | (59)  | (60)                       | (61)                          | (62)               | (63)                           |
| <b>Number of partnerships.....</b>                           | <b>6,270</b>            | <b>11,587</b>                            | <b>9,872</b>                                  | <b>2,621</b>               | <b>29,138</b>                 | <b>25,482</b>      | <b>34,484</b>                  |
| <b>Number of partners.....</b>                               | <b>17,154</b>           | <b>25,292</b>                            | <b>22,747</b>                                 | <b>6,483</b>               | <b>63,827</b>                 | <b>217,319</b>     | <b>855,759</b>                 |
| <b>Total assets.....</b>                                     | <b>9,406,277</b>        | <b>2,991,715</b>                         | <b>2,408,540</b>                              | <b>5,433,677</b>           | <b>5,115,407</b>              | <b>19,148,691</b>  | <b>107,694,999</b>             |
| <b>Income and deductions from a trade or business:</b>       |                         |  |   |                            |                               |                    |                                |
| <b>Total income.....</b>                                     | <b>40,388,560</b>       | <b>6,675,389</b>                         | <b>5,125,704</b>                              | <b>11,493,921</b>          | <b>10,378,667</b>             | <b>26,420,646</b>  | <b>75,685,552</b>              |
| Business receipts.....                                       | 40,025,222              | 6,447,374                                | 4,850,567                                     | 11,319,787                 | 10,127,242                    | 25,811,374         | 71,204,299                     |
| Ordinary income from other partnerships and fiduciaries..... | 3,353                   | 0  | 0   | 476                        | *652                          | 269,921            | 1,489,223                      |
| Farm net profit.....   | 0                       | 0  | 0   | 0                          | 0                             | 0                  | *1,031                         |
| Net gain, noncapital assets.....                             | 19,319                  | *5,575                                   | *682  | *207                       | 4,275                         | 25,925             | 947,412                        |
| Other income.....  | 340,666                 | 222,440                                  | 274,455                                       | 173,452                    | 246,498                       | 313,425            | 2,043,588                      |
| <b>Total deductions.....</b>                                 | <b>40,329,717</b>       | <b>6,631,439</b>                         | <b>5,188,418</b>                              | <b>11,191,072</b>          | <b>10,349,925</b>             | <b>25,799,870</b>  | <b>70,996,469</b>              |
| Cost of good sold [1].....                                   | 35,557,100              | 3,799,551                                | 3,046,100                                     | 7,161,242                  | 6,746,048                     | 17,754,318         | 39,605,877                     |
| Inventory, beginning of year.....                            | 526,169                 | 1,192,816                                | 1,024,473                                     | 1,659,025                  | 2,366,743                     | 2,157,158          | 765,325                        |
| Purchases.....   | 28,331,490              | 3,900,493                                | 2,642,362                                     | 7,573,314                  | 6,540,606                     | 15,754,309         | 23,000,092                     |
| Cost of labor.....   | 72,585                  | *8,621                                   | *15,865                                       | *3,883                     | 114,595                       | 103,817            | 2,081,658                      |
| Additional inventory costs (section 263A).....               | 78,006                  | *9,520                                   | 1,952   | *40,391                    | 32,585                        | 101,743            | 347,604                        |
| Other costs.....   | 7,231,616               | 89,961                                   | 365,027                                       | 162,745                    | 350,340                       | 1,997,134          | 14,382,311                     |
| Less: Inventory, end of year.....                            | 682,766                 | 1,401,860                                | 1,003,579                                     | 2,278,117                  | 2,658,820                     | 2,359,842          | 1,018,872                      |
| Salaries and wages.....                                      | 1,399,036               | 645,859                                  | 589,627                                       | 1,371,061                  | 933,416                       | 1,988,134          | 5,562,380                      |
| Guaranteed payments to partners.....                         | 23,004                  | 67,011                                   | 35,043  | 12,990                     | 113,457                       | 159,156            | 364,504                        |
| Rent paid.....   | 394,855                 | 422,568                                  | 287,001                                       | 459,458                    | 625,433                       | 320,923            | 1,467,510                      |
| Interest paid.....   | 260,516                 | 52,297                                   | 95,029  | 76,617                     | 113,704                       | 460,222            | 2,172,559                      |
| Taxes and licenses.....                                      | 323,444                 | 104,957                                  | 107,051                                       | 237,089                    | 172,286                       | 256,100            | 1,126,817                      |
| Bad debts.....   | 12,529                  | 43,376                                   | 89,509  | 10,953                     | 10,843                        | 212,175            | 47,062                         |
| Repairs and maintenance.....                                 | 186,644                 | 26,397                                   | 27,219  | 67,579                     | 55,340                        | 144,062            | 974,896                        |
| Depreciation.....  | 697,237                 | 71,696                                   | 113,618                                       | 214,274                    | 166,268                       | 601,399            | 5,604,782                      |
| Depletion.....   | 0                       | 0  | 0   | 0                          | *432                          | 0                  | 0                              |
| Retirement plans, etc.....                                   | 10,982                  | 5,685                                    | *8,027  | 6,479                      | 14,433                        | 57,155             | 111,713                        |
| Employee benefit programs.....                               | 71,939                  | 36,975                                   | 21,945  | 57,062                     | 39,652                        | 174,465            | 439,139                        |
| Net loss from other partnerships and fiduciaries.....        | *457                    | 0  | *492  | 0                          | *119                          | *20,105            | 153,302                        |
| Farm net loss.....   | 0                       | 0  | 0   | 0                          | 0                             | *88                | 0                              |
| Net loss, noncapital assets.....                             | 944                     | 329                                      | 271   | 700                        | *251                          | 4,138              | 8,096                          |
| Other deductions.....  | 1,391,031               | 1,354,740                                | 767,487                                       | 1,515,569                  | 1,358,241                     | 3,647,431          | 13,357,832                     |
| <b>Ordinary business income (loss).....</b>                  | <b>58,843</b>           | <b>43,949</b>                            | <b>-62,713</b>                                | <b>302,849</b>             | <b>28,743</b>                 | <b>620,776</b>     | <b>4,689,082</b>               |
| Net income.....  | 424,059                 | 318,206                                  | 193,061                                       | 390,555                    | 563,094                       | 1,518,490          | 8,153,930                      |
| Loss.....  | 365,216                 | 274,257                                  | 255,774                                       | 87,707                     | 534,352                       | 897,714            | 3,464,847                      |
| <b>Portfolio income (loss) distributed</b>                   |                         |  |   |                            |                               |                    |                                |
| <b>directly to partners.....</b>                             | <b>12,685</b>           | <b>2,322</b>                             | <b>3,158</b>                                  | <b>8,524</b>               | <b>33,981</b>                 | <b>229,281</b>     | <b>285,324</b>                 |
| Interest income.....   | 6,028                   | 2,187                                    | 3,158   | 8,083                      | 18,826                        | 68,977             | 252,216                        |
| Dividend income.....   | 323                     | *41                                      | 0   | 3                          | *1,125                        | *147               | 117,338                        |
| Royalties.....   | 13                      | *94                                      | 0   | 0                          | *4,023                        | *350               | 678                            |
| Net short-term capital gain (loss).....                      | *730                    | 0  | 0   | 34                         | *6,682                        | *2,632             | 233                            |
| Net long-term capital gain (loss).....                       | 5,591                   | 0  | 0   | 403                        | *3,326                        | *157,175           | -85,140                        |
| <b>Net rental real estate income (loss).....</b>             | <b>59,658</b>           | <b>*2,254</b>                            | <b>*519</b>                                   | <b>0</b>                   | <b>1,905</b>                  | <b>*-312</b>       | <b>58,845</b>                  |
| Net income.....  | 63,704                  | *2,254                                   | *799  | 0                          | *12,177                       | *101               | 71,599                         |
| Loss.....  | *4,046                  | 0  | *280  | 0                          | *10,273                       | *413               | *12,755                        |
| <b>Other net rental income (loss).....</b>                   | <b>12,184</b>           | <b>*1,434</b>                            | <b>0</b>                                      | <b>*4,388</b>              | <b>*4,952</b>                 | <b>33,850</b>      | <b>-229,325</b>                |
| Net income.....  | 12,184                  | *1,434                                   | 0   | *4,388                     | *4,952                        | 33,850             | 21,511                         |
| Loss.....  | 0                       | 0  | 0   | 0                          | 0                             | 0                  | 250,836                        |
| <b>Total net income (loss) [2].....</b>                      | <b>137,050</b>          | <b>49,959</b>                            | <b>-59,037</b>                                | <b>315,323</b>             | <b>59,572</b>                 | <b>723,789</b>     | <b>4,888,834</b>               |
| Net income.....  | 483,415                 | 322,618                                  | 196,242                                       | 396,992                    | 586,562                       | 1,596,525          | 8,491,153                      |
| Loss.....  | 346,365                 | 272,658                                  | 255,278                                       | 81,669                     | 526,990                       | 872,736            | 3,602,319                      |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Transportation and warehousing--Continued |                      |                      |   |                         |                                       |                                       |
|--|---|----------------------|----------------------|---|-------------------------|---------------------------------------|---------------------------------------|
|  | Air and rail transportation               | Water transportation | Truck transportation | Other transit and ground passenger transportation | Pipeline transportation | Scenic and sightseeing transportation | Support activities for transportation |
|  | (64)                                      | (65)                 | (66)                 | (67)  | (68)                    | (69)                                  | (70)                                  |
| <b>Number of partnerships.....</b>                         | <b>6,847</b>                              | <b>595</b>           | <b>13,884</b>        | <b>1,776</b>                                      | <b>422</b>              | <b>1,720</b>                          | <b>4,777</b>                          |
| <b>Number of partners.....</b>                             | <b>15,162</b>                             | <b>14,724</b>        | <b>33,212</b>        | <b>4,142</b>                                      | <b>757,790</b>          | <b>3,897</b>                          | <b>15,224</b>                         |
| <b>Total assets.....</b>                                   | <b>4,854,030</b>                          | <b>4,895,240</b>     | <b>3,031,331</b>     | <b>815,511</b>                                    | <b>77,387,972</b>       | <b>*1,239,859</b>                     | <b>5,347,973</b>                      |
| <b>Income and deductions from a trade or business:</b>     |   |                      |                      |   |                         |                                       |                                       |
| <b>Total income.....</b>                                   | <b>4,026,481</b>                          | <b>3,770,642</b>     | <b>11,988,522</b>    | <b>1,520,515</b>                                  | <b>33,810,803</b>       | <b>606,572</b>                        | <b>11,764,806</b>                     |
| Business receipts.....                                     | 3,682,900                                 | 3,299,616            | 10,706,553           | 1,497,989   | 32,131,721              | 457,897                               | 11,570,292                            |
| Ordinary income from other partnerships and fiduciaries... | *108,049                                  | 951                  | 815                  | 450   | 1,101,134               | 0                                     | *27,082                               |
| Farm net profit.....                                       | 0   | 0                    | *1,031               | 0   | 0                       | 0                                     | 0                                     |
| Net gain, noncapital assets.....                           | *88,980                                   | *135,973             | 153,844              | *1,909  | 410,190                 | *148,665                              | 5,906                                 |
| Other income.....  | 146,552                                   | 334,102              | 1,126,279            | *20,167   | 167,758                 | 10                                    | 161,526                               |
| <b>Total deductions.....</b>                               | <b>5,148,583</b>                          | <b>3,264,204</b>     | <b>11,617,512</b>    | <b>1,562,073</b>                                  | <b>30,266,556</b>       | <b>584,187</b>                        | <b>10,839,876</b>                     |
| Cost of good sold [1].....                                 | 1,828,647                                 | 1,224,424            | 4,742,050            | 322,367   | 21,243,186              | *130,656                              | 5,987,369                             |
| Inventory, beginning of year.....                          | *148,577                                  | *4,518               | 17,965               | 1,309   | 68,804                  | *4,284                                | 433,766                               |
| Purchases.....   | *256,767                                  | *219,235             | 1,273,272            | *6,784  | 16,175,625              | *82,802                               | 1,684,030                             |
| Cost of labor.....   | *30,109                                   | *117,582             | 423,193              | *150,097  | 7,873                   | 9,296                                 | 1,128,371                             |
| Additional inventory costs (section 263A).....             | *39,370                                   | 0                    | *171,602             | *23,489   | 643                     | 0                                     | 60,712                                |
| Other costs.....   | 1,366,607                                 | 904,893              | 2,900,194            | *141,939  | 5,053,196               | *38,787                               | 3,149,368                             |
| Less: Inventory, end of year.....                          | *59,989                                   | *21,804              | 44,175               | 1,252   | 63,507                  | *4,513                                | 468,877                               |
| Salaries and wages.....                                    | 404,151                                   | 342,465              | 1,726,767            | 282,537   | 339,912                 | *96,544                               | 1,577,804                             |
| Guaranteed payments to partners.....                       | *22,769                                   | *3,982               | 130,441              | 37,078  | *50,776                 | *2,801                                | 85,516                                |
| Rent paid.....   | 87,822                                    | 91,313               | 469,368              | 50,315  | 195,413                 | *37,528                               | 157,720                               |
| Interest paid.....   | 123,388                                   | 136,766              | 105,261              | 33,632  | 1,550,070               | *7,575                                | 63,193                                |
| Taxes and licenses.....                                    | 52,625                                    | 63,711               | 255,052              | 57,279  | 400,780                 | *13,084                               | 155,864                               |
| Bad debts.....   | 6,966                                     | 5,999                | 16,769               | *1,648  | 2,934                   | 6                                     | 8,135                                 |
| Repairs and maintenance.....                               | 179,923                                   | 87,418               | 240,858              | 35,131  | 215,027                 | *11,545                               | 99,177                                |
| Depreciation.....  | 1,038,459                                 | 284,857              | 491,669              | 136,905   | 3,041,151               | 93,783                                | 222,536                               |
| Depletion.....   | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Retirement plans, etc.....                                 | *3,472                                    | 25,112               | 16,828               | *1,322  | 21,477                  | *682                                  | 28,178                                |
| Employee benefit programs.....                             | 14,729                                    | 75,658               | 56,322               | 24,237  | 75,139                  | *2,551                                | 130,435                               |
| Net loss from other partnerships and fiduciaries.....      | *24,528                                   | 5,491                | *21,585              | 0   | 100,798                 | 0                                     | 0                                     |
| Farm net loss.....   | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Net loss, noncapital assets.....                           | *2,254                                    | 93                   | *759                 | *3,002  | *1,095                  | *198                                  | 0                                     |
| Other deductions.....                                      | 1,358,851                                 | 916,915              | 3,343,780            | 576,619   | 3,028,799               | 187,236                               | 2,323,948                             |
| <b>Ordinary business income (loss).....</b>                | <b>-1,122,102</b>                         | <b>506,438</b>       | <b>371,011</b>       | <b>-41,558</b>                                    | <b>3,544,247</b>        | <b>22,385</b>                         | <b>924,930</b>                        |
| Net income.....  | 321,859                                   | 640,443              | 638,516              | 28,032  | 4,501,885               | *170,587                              | 1,153,010                             |
| Loss.....  | 1,443,962                                 | 134,005              | 267,506              | 69,590  | 957,638                 | *148,202                              | 228,080                               |
| <b>Portfolio income (loss) distributed</b>                 |   |                      |                      |   |                         |                                       |                                       |
| <b>directly to partners.....</b>                           | <b>25,073</b>                             | <b>-26,449</b>       | <b>34,044</b>        | <b>10,886</b>                                     | <b>186,603</b>          | <b>*866</b>                           | <b>16,937</b>                         |
| Interest income.....                                       | 19,861                                    | 17,698               | 9,404                | *10,442   | 170,208                 | *760                                  | 11,808                                |
| Dividend income.....                                       | *1,580                                    | *4,429               | *505                 | *175  | 89,405                  | *106                                  | *2,265                                |
| Royalties.....   | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Net short-term capital gain (loss).....                    | 2,351                                     | 0                    | *791                 | 0   | -3,142                  | 0                                     | *-141                                 |
| Net long-term capital gain (loss).....                     | *1,281                                    | -48,575              | *23,345              | *269  | *-69,868                | 0                                     | *3,004                                |
| <b>Net rental real estate income (loss).....</b>           | <b>*-9,462</b>                            | <b>*320</b>          | <b>*1,639</b>        | <b>56</b>   | <b>0</b>                | <b>0</b>                              | <b>*5,148</b>                         |
| Net income.....  | *466                                      | *320                 | *2,905               | 56  | 0                       | 0                                     | *5,154                                |
| Loss.....  | *9,928                                    | 0                    | *1,266               | 0   | 0                       | 0                                     | 7                                     |
| <b>Other net rental income (loss).....</b>                 | <b>*-184,668</b>                          | <b>0</b>             | <b>*3,387</b>        | <b>0</b>  | <b>*4,728</b>           | <b>*-64,833</b>                       | <b>*1,062</b>                         |
| Net income.....  | 73  | 0                    | *3,388               | 0   | *4,728                  | 0                                     | *2,324                                |
| Loss.....  | *184,741                                  | 0                    | 1                    | 0   | 0                       | *64,833                               | 1,262                                 |
| <b>Total net income (loss) [2].....</b>                    | <b>-1,294,791</b>                         | <b>528,884</b>       | <b>385,945</b>       | <b>-30,884</b>                                    | <b>3,808,588</b>        | <b>-41,583</b>                        | <b>945,213</b>                        |
| Net income.....  | 325,156                                   | 661,653              | 651,233              | 38,123  | 4,729,768               | *125,115                              | 1,170,077                             |
| Loss.....  | 1,619,947                                 | 132,769              | 265,288              | 69,008  | 921,180                 | *166,697                              | 224,864                               |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Transportation and warehousing--<br>Continued |                               | Information        |  |   |                                      |  |
|--|---|-------------------------------|--------------------|--|---|--------------------------------------|--|
|  | Couriers<br>and<br>messengers                 | Warehousing<br>and<br>storage | Total              | Publishing<br>industries<br>(except<br>internet) | Motion<br>picture<br>and sound<br>recording<br>industries | Broadcasting<br>(except<br>internet) | Internet<br>publishing and<br>broadcasting |
|  | (71)  | (72)                          | (73)               | (74)   | (75)  | (76)                                 | (77)                                       |
| <b>Number of partnerships.....</b>                         | <b>1,314</b>                                  | <b>3,149</b>                  | <b>34,896</b>      | <b>7,861</b>                                     | <b>9,974</b>  | <b>2,723</b>                         | <b>899</b>                                 |
| <b>Number of partners.....</b>                             | <b>2,694</b>                                  | <b>8,914</b>                  | <b>248,502</b>     | <b>26,989</b>                                    | <b>47,541</b>   | <b>102,144</b>                       | <b>1,891</b>                               |
| <b>Total assets.....</b>                                   | <b>135,568</b>                                | <b>9,987,515</b>              | <b>516,136,074</b> | <b>21,797,106</b>                                | <b>43,723,523</b>   | <b>86,661,255</b>                    | <b>*86,143</b>                             |
| <b>Income and deductions from a trade or business:</b>     |   |                               |                    |  |   |                                      |  |
| <b>Total income.....</b>                                   | <b>1,041,563</b>                              | <b>7,155,647</b>              | <b>187,744,133</b> | <b>19,077,637</b>                                | <b>19,728,666</b>   | <b>33,203,570</b>                    | <b>141,526</b>                             |
| Business receipts.....                                     | 1,039,781                                     | 6,817,548                     | 178,120,838        | 18,424,587                                       | 16,598,302  | 31,927,874                           | 140,166                                    |
| Ordinary income from other partnerships and fiduciaries... | 0   | 250,741                       | 3,115,740          | *141,416   | 366,307   | 243,381                              | 0  |
| Farm net profit.....                                       | 0   | 0                             | *4,937             | 0  | *4,934  | 0                                    | 0  |
| Net gain, noncapital assets.....                           | 0   | 1,946                         | 556,971            | 91,193   | *25,938   | 190,432                              | 0  |
| Other income.....  | *1,782  | 85,412                        | 5,945,646          | 420,440  | 2,733,186   | 841,883                              | *1,360                                     |
| <b>Total deductions.....</b>                               | <b>981,510</b>                                | <b>6,731,968</b>              | <b>186,104,736</b> | <b>16,299,693</b>                                | <b>21,213,991</b>   | <b>33,205,310</b>                    | <b>274,363</b>                             |
| Cost of good sold [1].....                                 | *533,021                                      | 3,594,157                     | 37,695,222         | 4,619,023  | 7,393,216   | 2,786,001                            | *49,222                                    |
| Inventory, beginning of year.....                          | *142  | 85,961                        | 3,566,930          | 325,639  | 1,817,351   | *21,270                              | 0  |
| Purchases.....   | *31,446                                       | 3,270,131                     | 14,609,633         | 1,286,132  | 526,512   | *50,567                              | *4,602                                     |
| Cost of labor.....   | *139,115                                      | 76,023                        | 1,296,974          | 617,173  | 168,636   | *57,872                              | 0  |
| Additional inventory costs (section 263A).....             | *51,756                                       | *32                           | 523,481            | 35,537   | *297,902  | *42,886                              | *2,243                                     |
| Other costs.....   | *310,959                                      | 516,368                       | 22,102,719         | 2,741,776  | 6,484,609   | 2,646,133                            | *42,377                                    |
| Less: Inventory, end of year.....                          | *397  | 354,358                       | 4,483,650          | 387,233  | 1,980,930   | *32,728                              | 0  |
| Salaries and wages.....                                    | *99,469                                       | 692,732                       | 19,529,876         | 3,221,281  | 1,627,051   | 3,525,926                            | *37,392                                    |
| Guaranteed payments to partners.....                       | *11,474                                       | *19,667                       | 425,601            | 95,439   | 130,109   | 49,450                               | *9,071                                     |
| Rent paid.....   | 11,211  | 366,821                       | 5,587,964          | 279,551  | 496,170   | 548,449                              | *2,620                                     |
| Interest paid.....   | *1,268  | 151,407                       | 7,943,648          | 288,061  | 361,103   | 2,960,293                            | *1,185                                     |
| Taxes and licenses.....                                    | 7,081   | 121,341                       | 3,213,738          | 341,956  | 187,067   | 406,826                              | *3,119                                     |
| Bad debts.....   | *12   | 4,594                         | 2,839,806          | 218,507  | 103,134   | 390,249                              | *1,254                                     |
| Repairs and maintenance.....                               | *1,834  | 103,983                       | 1,495,063          | 94,389   | 86,057  | 223,354                              | *109                                       |
| Depreciation.....  | 11,338  | 284,083                       | 22,361,419         | 461,730  | 928,963   | 3,114,625                            | *6,158                                     |
| Depletion.....   | 0   | 0                             | 0                  | 0  | 0   | 0                                    | 0  |
| Retirement plans, etc.....                                 | *1,128  | 13,512                        | 672,276            | 87,568   | 55,471  | 70,763                               | 105  |
| Employee benefit programs.....                             | *2,688  | 57,380                        | 1,539,323          | 337,662  | 142,940   | 335,268                              | *4,228                                     |
| Net loss from other partnerships and fiduciaries.....      | 0   | *899                          | 3,762,453          | *7,808   | 680,873   | 409,660                              | 0  |
| Farm net loss.....   | 0   | 0                             | *173               | 0  | 0   | *173                                 | 0  |
| Net loss, noncapital assets.....                           | *25   | 669                           | 290,609            | *3,445   | *2,107  | 15,037                               | 0  |
| Other deductions.....                                      | 300,961                                       | 1,320,722                     | 78,747,565         | 6,243,273  | 9,019,728   | 18,369,237                           | 159,899                                    |
| <b>Ordinary business income (loss).....</b>                | <b>60,053</b>                                 | <b>423,680</b>                | <b>1,639,397</b>   | <b>2,777,944</b>                                 | <b>-1,485,324</b>   | <b>-1,741</b>                        | <b>-132,837</b>                            |
| Net income.....  | 65,719  | 633,879                       | 21,174,219         | 3,783,419  | 1,587,394   | 4,799,395                            | *6,558                                     |
| Loss.....  | *5,666  | 210,200                       | 19,534,822         | 1,005,475  | 3,072,718   | 4,801,136                            | *139,395                                   |
| <b>Portfolio income (loss) distributed</b>                 |   |                               |                    |  |   |                                      |  |
| <b>directly to partners.....</b>                           | <b>*5</b>                                     | <b>37,359</b>                 | <b>5,613,923</b>   | <b>123,916</b>                                   | <b>3,294,207</b>  | <b>247,558</b>                       | <b>*25</b>                                 |
| Interest income.....                                       | *5  | 12,030                        | 1,535,776          | 36,514   | 111,675   | 381,504                              | *25  |
| Dividend income.....                                       | 0   | 18,873                        | 1,470,347          | 10,679   | 1,390,240   | 2,311                                | 0  |
| Royalties.....   | 0   | 678                           | 2,079,364          | 33,359   | 1,442,464   | 8,809                                | 0  |
| Net short-term capital gain (loss).....                    | 0   | *374                          | -95,663            | *-104,254  | *-1,399   | *-389                                | 0  |
| Net long-term capital gain (loss).....                     | 0   | *5,404                        | 624,099            | 147,617  | 351,226   | -144,676                             | 0  |
| <b>Net rental real estate income (loss).....</b>           | <b>0</b>                                      | <b>*61,145</b>                | <b>19,455</b>      | <b>*2,494</b>                                    | <b>*7,085</b>   | <b>*3,745</b>                        | <b>0</b>                                   |
| Net income.....  | 0   | *62,698                       | 21,170             | *3,176   | *8,103  | *3,759                               | 0  |
| Loss.....  | 0   | *1,554                        | *1,715             | *682   | *1,018  | 15                                   | 0  |
| <b>Other net rental income (loss).....</b>                 | <b>0</b>                                      | <b>*10,998</b>                | <b>-594,932</b>    | <b>23,130</b>                                    | <b>*5,007</b>   | <b>4,091</b>                         | <b>0</b>                                   |
| Net income.....  | 0   | *10,998                       | 553,750            | 23,130   | *5,007  | 4,091                                | 0  |
| Loss.....  | 0   | 0                             | 1,148,683          | 0  | [3]   | 0                                    | 0  |
| <b>Total net income (loss) [2].....</b>                    | <b>60,058</b>                                 | <b>527,404</b>                | <b>6,149,406</b>   | <b>2,884,120</b>                                 | <b>1,471,148</b>  | <b>398,718</b>                       | <b>-132,812</b>                            |
| Net income.....  | 65,724  | 724,303                       | 24,802,110         | 3,876,734  | 3,366,435   | 5,041,364                            | *6,561                                     |
| Loss.....  | *5,666  | 196,899                       | 18,652,704         | 992,613  | 1,895,287   | 4,642,646                            | *139,373                                   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Information         |  |                            | Finance and insurance |                                  |                                     |   |
|--|---------------------|--|----------------------------|-----------------------|----------------------------------|-------------------------------------|---|
|  | Tele-communications | Internet service providers, Web search portals, and data processing services | Other information services | Total                 | Depository credit intermediation | Nondepository credit intermediation | Activities related to credit intermediation |
|  | (78)                | (79)   | (80)                       | (81)                  | (82)                             | (83)                                | (84)  |
| <b>Number of partnerships.....</b>                         | <b>4,546</b>        | <b>6,491</b>   | <b>2,402</b>               | <b>269,404</b>        | <b>175</b>                       | <b>10,154</b>                       | <b>2,614</b>                                |
| <b>Number of partners.....</b>                             | <b>36,513</b>       | <b>22,983</b>  | <b>10,441</b>              | <b>3,284,997</b>      | <b>507</b>                       | <b>44,413</b>                       | <b>12,860</b>                               |
| <b>Total assets.....</b>                                   | <b>357,527,955</b>  | <b>2,810,808</b>   | <b>3,529,285</b>           | <b>6,321,451,948</b>  | <b>9,287,743</b>                 | <b>167,864,748</b>                  | <b>17,737,789</b>                           |
| <b>Income and deductions from a trade or business:</b>     |                     |  |                            |                       |                                  |                                     |   |
| <b>Total income.....</b>                                   | <b>106,122,905</b>  | <b>4,042,077</b>   | <b>5,427,752</b>           | <b>232,610,699</b>    | <b>1,229,481</b>                 | <b>30,570,806</b>                   | <b>5,944,232</b>                            |
| Business receipts.....                                     | 101,639,400         | 4,016,927  | 5,373,582                  | 149,980,225           | 1,125,818                        | 23,401,843                          | 5,370,845                                   |
| Ordinary income from other partnerships and fiduciaries... | 2,319,755           | *3,875   | *41,006                    | 14,062,790            | 2,491                            | 314,989                             | *28,780                                     |
| Farm net profit.....                                       | *3                  | 0  | 0                          | *28,392               | 0                                | 0                                   | 0   |
| Net gain, noncapital assets.....                           | 248,227             | *293   | *889                       | 1,486,688             | 6,937                            | 96,226                              | 3,226                                       |
| Other income.....  | 1,915,520           | 20,982   | 12,274                     | 67,052,606            | *94,235                          | 6,757,748                           | 541,381                                     |
| <b>Total deductions.....</b>                               | <b>107,133,554</b>  | <b>3,780,508</b>   | <b>4,197,318</b>           | <b>199,869,472</b>    | <b>1,028,835</b>                 | <b>26,502,820</b>                   | <b>4,599,665</b>                            |
| Cost of good sold [1].....                                 | 21,875,822          | 512,841  | 459,097                    | 64,359,649            | 69,852                           | 12,078,872                          | 445,083                                     |
| Inventory, beginning of year.....                          | 1,348,261           | *50,927  | *3,482                     | 4,798,960             | 5,454                            | 609,751                             | *12,648                                     |
| Purchases.....   | 12,496,439          | 89,757   | 155,623                    | 36,652,433            | 67,641                           | 11,258,523                          | *126,270                                    |
| Cost of labor.....   | 328,372             | *48,781  | *76,140                    | 331,962               | 0                                | *11,927                             | *2,687                                      |
| Additional inventory costs (section 263A).....             | 135,618             | *8,333   | *962                       | 197,766               | 0                                | *64,109                             | *222  |
| Other costs.....   | 9,597,641           | 359,595  | 230,589                    | 28,473,930            | 0                                | 1,343,015                           | 345,938                                     |
| Less: Inventory, end of year.....                          | 2,030,508           | *44,552  | *7,698                     | 6,111,727             | 3,243                            | 1,208,452                           | *42,682                                     |
| Salaries and wages.....                                    | 9,032,736           | 989,080  | 1,096,410                  | 30,248,710            | *365,191                         | 3,144,972                           | 906,099                                     |
| Guaranteed payments to partners.....                       | 44,256              | 70,310   | 26,965                     | 4,961,123             | *20,910                          | 122,392                             | 41,969                                      |
| Rent paid.....   | 3,892,403           | 184,847  | 183,923                    | 2,895,331             | *45,124                          | 309,270                             | 128,882                                     |
| Interest paid.....   | 4,252,773           | 42,634   | 37,600                     | 17,609,812            | 122,417                          | 3,109,237                           | 128,574                                     |
| Taxes and licenses.....                                    | 2,048,917           | 74,209   | 151,645                    | 1,978,905             | *13,359                          | 230,992                             | 82,535                                      |
| Bad debts.....   | 2,103,406           | 6,978  | 16,278                     | 3,270,311             | *13,646                          | 1,713,063                           | 28,331                                      |
| Repairs and maintenance.....                               | 928,987             | 65,113   | 97,054                     | 330,187               | *2,086                           | 38,950                              | 32,081                                      |
| Depreciation.....  | 17,159,175          | 338,713  | 352,055                    | 2,503,223             | *24,079                          | 287,692                             | 108,409                                     |
| Depletion.....   | 0                   | 0  | 0                          | *35                   | 0                                | 0                                   | 0   |
| Retirement plans, etc.....                                 | 358,255             | *67,917  | *32,197                    | 638,471               | *16,274                          | 14,982                              | *15,809                                     |
| Employee benefit programs.....                             | 564,130             | 85,071   | 70,023                     | 1,379,452             | *26,166                          | 168,564                             | 51,231                                      |
| Net loss from other partnerships and fiduciaries.....      | 2,626,515           | 3,657  | *33,940                    | 7,444,204             | 0                                | 80,248                              | 175   |
| Farm net loss.....   | 0                   | 0  | 0                          | 65,009                | 0                                | 0                                   | 0   |
| Net loss, noncapital assets.....                           | 255,815             | *13,905  | 300                        | 764,645               | 0                                | 172,624                             | 1,164                                       |
| Other deductions.....                                      | 41,990,364          | 1,325,234  | 1,639,830                  | 61,420,406            | 309,731                          | 5,030,962                           | 2,629,323                                   |
| <b>Ordinary business income (loss).....</b>                | <b>-1,010,649</b>   | <b>261,569</b>   | <b>1,230,434</b>           | <b>32,741,227</b>     | <b>200,646</b>                   | <b>4,067,986</b>                    | <b>1,344,566</b>                            |
| Net income.....  | 8,928,385           | 736,135  | 1,332,933                  | 55,146,690            | *216,086                         | 5,056,993                           | 1,652,003                                   |
| Loss.....  | 9,939,034           | 474,566  | 102,499                    | 22,405,463            | *15,440                          | 989,006                             | 307,437                                     |
| <b>Portfolio income (loss) distributed</b>                 |                     |  |                            |                       |                                  |                                     |   |
| <b>directly to partners.....</b>                           | <b>1,836,155</b>    | <b>20,518</b>  | <b>91,544</b>              | <b>261,814,621</b>    | <b>*16,866</b>                   | <b>2,477,571</b>                    | <b>70,518</b>                               |
| Interest income.....                                       | 974,310             | 16,964   | 14,784                     | 65,325,977            | *12,984                          | 1,434,935                           | 24,036                                      |
| Dividend income.....                                       | 62,157              | *3,900   | *1,059                     | 36,738,509            | *2,774                           | 19,887                              | *851  |
| Royalties.....   | 594,377             | 0  | 355                        | 1,852,383             | 0                                | *1,809                              | *28,690                                     |
| Net short-term capital gain (loss).....                    | *9,677              | 0  | *702                       | 25,789,372            | 941                              | 153,626                             | -62   |
| Net long-term capital gain (loss).....                     | 195,634             | *-346  | *74,644                    | 132,108,380           | 168                              | 867,315                             | *17,003                                     |
| <b>Net rental real estate income (loss).....</b>           | <b>*905</b>         | <b>*5,227</b>  | <b>0</b>                   | <b>-672,741</b>       | <b>190</b>                       | <b>13,563</b>                       | <b>*225</b>                                 |
| Net income.....  | *905                | *5,227   | 0                          | 1,768,001             | 190                              | 49,541                              | *225  |
| Loss.....  | 0                   | 0  | 0                          | 2,440,742             | 0                                | 35,978                              | 0   |
| <b>Other net rental income (loss).....</b>                 | <b>-627,160</b>     | <b>0</b>   | <b>0</b>                   | <b>-26,559</b>        | <b>143</b>                       | <b>*58,785</b>                      | <b>-26,198</b>                              |
| Net income.....  | 521,522             | 0  | 0                          | 344,271               | 143                              | *63,160                             | 0   |
| Loss.....  | 1,148,682           | 0  | 0                          | 370,830               | 0                                | *4,375                              | 26,198                                      |
| <b>Total net income (loss) [2].....</b>                    | <b>-6,060</b>       | <b>287,660</b>   | <b>1,246,632</b>           | <b>135,958,796</b>    | <b>216,736</b>                   | <b>5,596,964</b>                    | <b>1,372,172</b>                            |
| Net income.....  | 10,408,042          | 756,865  | 1,346,109                  | 155,612,974           | *229,013                         | 6,507,317                           | 1,704,365                                   |
| Loss.....  | 10,414,102          | 469,205  | 99,477                     | 19,654,178            | *12,278                          | 910,353                             | 332,193                                     |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Finance and insurance--Continued  |  |                                       |   |   | Real estate and rental and leasing |                      |
|--|---|--|---------------------------------------|---|---|------------------------------------|----------------------|
|  | Securities, commodity contracts, and other financial investments and related activities |  |                                       | Insurance carriers and related activities | Funds, trusts, and other financial vehicles | Total                              | Real estate          |
|  | Total   | Securities and commodity contracts and exchanges | Other financial investment activities |   |   |                                    | Total                |
|  |   | (85)   | (86)                                  | (87)                                      | (88)  | (89)                               |                      |
| <b>Number of partnerships.....</b>                         | <b>209,968</b>  | <b>8,716</b>                                     | <b>201,252</b>                        | <b>8,721</b>                              | <b>37,772</b>                               | <b>1,179,731</b>                   | <b>1,146,485</b>     |
| <b>Number of partners.....</b>                             | <b>2,844,890</b>  | <b>149,216</b>                                   | <b>2,695,674</b>                      | <b>63,662</b>                             | <b>318,665</b>                              | <b>6,642,700</b>                   | <b>6,456,651</b>     |
| <b>Total assets.....</b>                                   | <b>5,300,159,994</b>  | <b>1,188,428,579</b>                             | <b>4,111,731,415</b>                  | <b>14,558,480</b>                         | <b>811,843,194</b>                          | <b>2,638,104,997</b>               | <b>2,541,780,756</b> |
| <b>Income and deductions from a trade or business:</b>     |   |  |                                       |   |   |                                    |                      |
| <b>Total income.....</b>                                   | <b>171,007,002</b>  | <b>87,755,197</b>                                | <b>83,251,805</b>                     | <b>15,466,185</b>                         | <b>8,392,995</b>                            | <b>140,834,855</b>                 | <b>123,666,710</b>   |
| Business receipts.....                                     | 100,158,352   | 56,521,372                                       | 43,636,981                            | 14,852,075                                | 5,071,291                                   | 117,900,340                        | 104,149,809          |
| Ordinary income from other partnerships and fiduciaries... | 12,651,385  | 779,169  | 11,872,216                            | *52,360                                   | 1,012,785                                   | 9,596,209                          | 9,423,284            |
| Farm net profit.....                                       | *28,086   | 0  | *28,086                               | 0   | *306  | *3,940                             | *3,940               |
| Net gain, noncapital assets.....                           | 1,195,286   | 142,041  | 1,053,245                             | *7,791                                    | 177,222                                     | 2,370,243                          | 1,633,041            |
| Other income.....  | 56,973,892  | 30,312,615                                       | 26,661,277                            | 553,959                                   | 2,131,390                                   | 10,964,123                         | 8,456,636            |
| <b>Total deductions.....</b>                               | <b>146,994,856</b>  | <b>83,129,452</b>                                | <b>63,865,404</b>                     | <b>14,486,883</b>                         | <b>6,256,413</b>                            | <b>131,580,667</b>                 | <b>110,680,217</b>   |
| Cost of good sold [1].....                                 | 49,098,210  | 39,411,795                                       | 9,686,414                             | 1,825,173                                 | 842,458                                     | 63,852,858                         | 59,573,524           |
| Inventory, beginning of year.....                          | 4,113,228   | 857,083  | 3,256,144                             | 6,075                                     | *51,804                                     | 20,510,442                         | 20,183,940           |
| Purchases.....   | 24,391,401  | 15,849,854                                       | 8,541,547                             | *201,848                                  | 606,750                                     | 23,625,002                         | 21,901,483           |
| Cost of labor.....   | 140,538   | 0  | 140,538                               | *162,463                                  | 14,346                                      | 1,315,721                          | 936,036              |
| Additional inventory costs (section 263A).....             | 107,678   | *6,470   | *101,209                              | *25,756                                   | 0   | 3,804,429                          | 3,804,429            |
| Other costs.....   | 25,151,963  | 23,458,397                                       | 1,693,566                             | 1,418,499                                 | 214,515                                     | 35,842,510                         | 33,661,957           |
| Less: Inventory, end of year.....                          | 4,807,060   | 760,008  | 4,047,052                             | 5,332                                     | *44,957                                     | 22,460,844                         | 22,129,918           |
| Salaries and wages.....                                    | 23,202,573  | 12,750,314                                       | 10,452,259                            | 2,157,726                                 | 472,149                                     | 11,532,154                         | 9,857,861            |
| Guaranteed payments to partners.....                       | 4,127,922   | 1,425,768  | 2,702,153                             | 491,708                                   | 156,223                                     | 1,552,740                          | 1,375,393            |
| Rent paid.....   | 1,996,769   | 873,487  | 1,123,283                             | 329,319                                   | 85,968                                      | 1,948,347                          | 1,512,112            |
| Interest paid.....   | 12,820,110  | 8,425,383  | 4,394,727                             | 102,175                                   | 1,327,299                                   | 6,159,693                          | 4,753,528            |
| Taxes and licenses.....                                    | 1,433,442   | 750,675  | 682,766                               | 162,889                                   | 55,688                                      | 1,928,717                          | 1,655,739            |
| Bad debts.....   | 1,261,410   | 30,891   | 1,230,949                             | 30,137                                    | 223,294                                     | 485,910                            | 214,133              |
| Repairs and maintenance.....                               | 214,700   | 109,226  | 105,474                               | 28,471                                    | 13,899                                      | 834,995                            | 641,983              |
| Depreciation.....  | 1,914,743   | 508,502  | 1,406,241                             | 100,953                                   | 67,347                                      | 11,254,215                         | 2,774,495            |
| Depletion.....   | *35   | *22  | *13                                   | 0   | 0   | *3,955                             | *3,955               |
| Retirement plans, etc.....                                 | 527,895   | 286,949  | 240,946                               | 59,789                                    | *3,722                                      | 121,140                            | 90,229               |
| Employee benefit programs.....                             | 917,250   | 440,047  | 477,202                               | 118,846                                   | 97,395                                      | 636,171                            | 426,919              |
| Net loss from other partnerships and fiduciaries.....      | 6,576,074   | 239,754  | 6,336,320                             | *37,292                                   | 750,415                                     | 4,309,097                          | 4,273,692            |
| Farm net loss.....   | *49,783   | 0  | *49,783                               | 0   | *15,226                                     | 310,592                            | 296,315              |
| Net loss, noncapital assets.....                           | 589,251   | 25,954   | 563,298                               | *153                                      | *1,453                                      | 308,483                            | 285,600              |
| Other deductions.....                                      | 42,264,260  | 17,850,686                                       | 24,413,574                            | 9,042,254                                 | 2,143,878                                   | 26,341,601                         | 22,944,739           |
| <b>Ordinary business income (loss).....</b>                | <b>24,012,146</b>   | <b>4,625,745</b>                                 | <b>19,386,401</b>                     | <b>979,302</b>                            | <b>2,136,581</b>                            | <b>9,254,188</b>                   | <b>12,986,493</b>    |
| Net income.....  | 42,602,639  | 8,239,995  | 34,362,644                            | 1,798,454                                 | 3,820,516                                   | 28,153,728                         | 26,581,037           |
| Loss.....  | 18,590,493  | 3,614,250  | 14,976,243                            | 819,152                                   | 1,683,934                                   | 18,899,540                         | 13,594,543           |
| <b>Portfolio income (loss) distributed</b>                 |   |  |                                       |   |   |                                    |                      |
| <b>directly to partners.....</b>                           | <b>222,298,913</b>  | <b>5,860,610</b>                                 | <b>216,438,304</b>                    | <b>495,788</b>                            | <b>36,454,964</b>                           | <b>45,972,793</b>                  | <b>43,368,503</b>    |
| Interest income.....                                       | 51,949,339  | 2,345,306  | 49,604,033                            | 220,983                                   | 11,683,700                                  | 11,374,678                         | 10,559,679           |
| Dividend income.....                                       | 30,715,692  | 1,059,686  | 29,656,006                            | 29,230                                    | 5,970,075                                   | 3,579,975                          | 3,532,890            |
| Royalties.....   | 1,653,070   | 256  | 1,652,814                             | 0   | 168,815                                     | 2,130,200                          | 685,390              |
| Net short-term capital gain (loss).....                    | 22,827,967  | 1,142,252  | 21,685,715                            | *1,395                                    | 2,805,505                                   | 1,346,400                          | 1,337,914            |
| Net long-term capital gain (loss).....                     | 115,152,846   | 1,313,109  | 113,839,736                           | 244,179                                   | 15,826,870                                  | 27,541,540                         | 27,252,630           |
| <b>Net rental real estate income (loss).....</b>           | <b>-689,988</b>   | <b>11,717</b>                                    | <b>-701,705</b>                       | <b>*18,415</b>                            | <b>-15,146</b>                              | <b>27,711,599</b>                  | <b>27,544,638</b>    |
| Net income.....  | 1,447,574   | 29,978   | 1,417,596                             | *18,493                                   | 251,977                                     | 78,570,481                         | 78,300,399           |
| Loss.....  | 2,137,562   | 18,261   | 2,119,301                             | *78                                       | 267,123                                     | 50,858,882                         | 50,755,761           |
| <b>Other net rental income (loss).....</b>                 | <b>-153,404</b>   | <b>-300</b>                                      | <b>-153,104</b>                       | <b>*198</b>                               | <b>93,916</b>                               | <b>309,781</b>                     | <b>588,702</b>       |
| Net income.....  | 162,254   | *29  | 162,225                               | *198                                      | 118,516                                     | 3,949,462                          | 923,938              |
| Loss.....  | 315,658   | *329   | 315,329                               | 0   | 24,600                                      | 3,639,681                          | 335,236              |
| <b>Total net income (loss) [2].....</b>                    | <b>107,486,855</b>  | <b>8,042,410</b>                                 | <b>99,444,445</b>                     | <b>1,248,128</b>                          | <b>20,037,941</b>                           | <b>54,360,421</b>                  | <b>55,897,793</b>    |
| Net income.....  | 123,684,891   | 11,166,647                                       | 112,518,244                           | 2,029,370                                 | 21,458,018                                  | 120,779,744                        | 114,637,947          |
| Loss.....  | 16,198,036  | 3,124,237  | 13,073,799                            | 781,242                                   | 1,420,077                                   | 66,419,323                         | 58,740,154           |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Real estate and rental and leasing--Continued  |  |   |                                       |                              |                             |  |
|--|--|--|---|---------------------------------------|------------------------------|-----------------------------|--|
|  | Real estate                                    |  |   |                                       |                              | Rental and leasing services | Lessors of nonfinancial intangible assets (except copyrighted works) |
|  | Lessors of residential buildings and dwellings | Lessors of nonresidential buildings (except mini-warehouses) | Lessors of mini-warehouses and self-storage units | Lessors of other real estate property | Other real estate activities |                             |  |
| (92)   | (93)   | (94)   | (95)  | (96)                                  | (97)                         | (98)                        |  |
| <b>Number of partnerships</b> .....                          | 370,876  | 415,233  | 16,435  | 75,329                                | 268,613                      | 33,056                      | 189  |
| <b>Number of partners</b> .....                              | 2,143,003                                      | 2,264,705  | 70,641  | 508,568                               | 1,469,735                    | 184,506                     | 1,543  |
| <b>Total assets</b> .....                                    | 698,347,314                                    | 1,092,056,806  | 27,793,606  | 139,177,001                           | 584,406,029                  | 91,737,267                  | 4,586,975  |
| <b>Income and deductions from a trade or business:</b>       |  |  |   |                                       |                              |                             |  |
| <b>Total income</b> .....                                    | 7,330,298                                      | 9,868,605  | 581,832   | 4,161,359                             | 101,724,617                  | 16,288,616                  | 879,529  |
| Business receipts.....                                       | 5,980,507                                      | 7,807,677  | 549,895   | 3,264,202                             | 86,547,528                   | 13,398,249                  | *352,282   |
| Ordinary income from other partnerships and fiduciaries..... | 554,266  | 722,983  | *18,985   | 232,119                               | 7,894,931                    | *100,754                    | *72,171  |
| Farm net profit.....   | 0  | 1,205  | 0   | *1,944                                | *791                         | 0                           | 0  |
| Net gain, noncapital assets.....                             | 231,594  | 373,101  | 0   | 40,926                                | 987,420                      | 737,179                     | 23   |
| Other income.....  | 563,931  | 963,638  | 12,952  | 622,168                               | 6,293,946                    | 2,052,434                   | *455,053   |
| <b>Total deductions</b> .....                                | 6,682,805                                      | 9,447,004  | 697,467   | 4,333,471                             | 89,519,470                   | 20,488,329                  | 412,122  |
| Cost of good sold [1].....                                   | 3,548,741                                      | 3,110,947  | 61,063  | 1,549,705                             | 51,303,068                   | 4,279,334                   | 0  |
| Inventory, beginning of year.....                            | 704,914  | 946,043  | *2,538  | 184,886                               | 18,345,558                   | 326,502                     | 0  |
| Purchases.....   | 2,045,324                                      | 1,211,072  | 51,384  | 343,143                               | 18,250,559                   | 1,723,519                   | 0  |
| Cost of labor.....   | *19,477  | *91,410  | *9,279  | *29,856                               | 786,015                      | 379,685                     | 0  |
| Additional inventory costs (section 263A).....               | *459,345                                       | *199,139   | *59   | *161,483                              | 2,984,403                    | 0                           | 0  |
| Other costs.....   | 1,666,526                                      | 1,377,903  | *3,144  | 1,027,905                             | 29,586,479                   | 2,180,553                   | 0  |
| Less: Inventory, end of year.....                            | 1,404,057                                      | 838,544  | *5,341  | 197,567                               | 19,684,409                   | 330,925                     | 0  |
| Salaries and wages.....                                      | 628,499  | 1,043,287  | 59,838  | 435,357                               | 7,690,880                    | 1,653,611                   | *20,682  |
| Guaranteed payments to partners.....                         | 75,413   | 237,623  | *29,157   | 24,039                                | 1,009,160                    | 139,073                     | *38,275  |
| Rent paid.....   | 28,968   | 99,840   | 18,517  | 233,368                               | 1,131,419                    | 433,894                     | *2,341   |
| Interest paid.....   | 430,098  | 794,799  | 104,158   | 414,152                               | 3,010,320                    | 1,384,919                   | *21,246  |
| Taxes and licenses.....                                      | 164,469  | 264,799  | 37,142  | 102,109                               | 1,087,220                    | 270,513                     | *2,464   |
| Bad debts.....   | *1,460   | 18,580   | *615  | 4,521                                 | 188,957                      | 270,546                     | *1,230   |
| Repairs and maintenance.....                                 | 45,287   | 97,554   | 12,682  | 52,785                                | 433,675                      | 192,894                     | *118   |
| Depreciation.....  | 266,064  | 616,371  | 95,149  | 267,252                               | 1,529,660                    | 8,478,475                   | *1,245   |
| Depletion.....   | *127   | 0  | 0   | *2,927                                | *901                         | 0                           | 0  |
| Retirement plans, etc.....                                   | *3,612   | 3,701  | [3]   | 5,127                                 | 77,789                       | 30,444                      | 467  |
| Employee benefit programs.....                               | 28,323   | 65,994   | *843  | 19,915                                | 311,844                      | 208,002                     | *1,250   |
| Net loss from other partnerships and fiduciaries.....        | 236,454  | 577,824  | *2,921  | 326,761                               | 3,129,732                    | 35,405                      | 0  |
| Farm net loss.....   | *17,692  | *95,257  | 0   | *42,941                               | 140,423                      | *7,234                      | *7,043   |
| Net loss, noncapital assets.....                             | *293   | 184,218  | *936  | *467                                  | 99,686                       | 22,883                      | [3]  |
| Other deductions.....  | 1,207,306                                      | 2,236,210  | 274,445   | 852,042                               | 18,374,737                   | 3,081,102                   | 315,760  |
| <b>Ordinary business income (loss)</b> .....                 | 647,493  | 421,600  | -115,635  | -172,112                              | 12,205,147                   | -4,199,713                  | 467,407  |
| Net income.....  | 1,627,693                                      | 2,840,251  | 69,334  | 662,262                               | 21,381,497                   | 1,058,396                   | 514,296  |
| Loss.....  | 980,201  | 2,418,651  | 184,969   | 834,374                               | 9,176,350                    | 5,258,109                   | *46,888  |
| <b>Portfolio income (loss) distributed</b>                   |  |  |   |                                       |                              |                             |  |
| <b>directly to partners</b> .....                            | 5,461,683                                      | 8,220,339  | 196,023   | 3,167,710                             | 26,322,749                   | 1,094,162                   | 1,510,128  |
| Interest income.....   | 1,780,439                                      | 3,206,649  | 35,556  | 472,826                               | 5,064,209                    | 749,379                     | 65,620   |
| Dividend income.....   | 576,351  | 559,018  | *35,073   | 165,463                               | 2,196,986                    | 47,061                      | *23  |
| Royalties.....   | *25,554  | 91,434   | *68   | 426,455                               | 141,879                      | *1                          | *1,444,809   |
| Net short-term capital gain (loss).....                      | 88,491   | 267,174  | -400  | 18,923                                | 963,726                      | 8,487                       | 0  |
| Net long-term capital gain (loss).....                       | 2,990,848                                      | 4,096,064  | 125,725   | 2,084,043                             | 17,955,949                   | 289,234                     | *-324  |
| <b>Net rental real estate income (loss)</b> .....            | -3,711,920                                     | 30,464,240   | 937,127   | 2,703,465                             | -2,848,274                   | 163,960                     | *3,000   |
| Net income.....  | 18,849,807                                     | 45,666,697   | 1,304,291   | 4,323,530                             | 8,156,073                    | 267,081                     | *3,000   |
| Loss.....  | 22,561,727                                     | 15,202,457   | 367,165   | 1,620,066                             | 11,004,347                   | 103,121                     | 0  |
| <b>Other net rental income (loss)</b> .....                  | -16,951  | 526,346  | *5,314  | 49,374                                | 24,619                       | -323,207                    | *44,287  |
| Net income.....  | *18,160  | 725,762  | *9,646  | 120,404                               | 49,966                       | 2,979,519                   | *46,005  |
| Loss.....  | 35,111   | 199,416  | *4,331  | 71,031                                | 25,347                       | 3,302,727                   | *1,718   |
| <b>Total net income (loss) [2]</b> .....                     | -699,035                                       | 35,269,287   | 897,504   | 3,645,470                             | 16,784,566                   | -3,562,518                  | 2,025,147  |
| Net income.....  | 21,867,356                                     | 51,445,136   | 1,434,828   | 5,847,875                             | 34,042,753                   | 4,068,110                   | 2,073,687  |
| Loss.....  | 22,566,391                                     | 16,175,848   | 537,324   | 2,202,405                             | 17,258,186                   | 7,630,628                   | *48,540  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Professional, scientific, and technical services |                    |  |  |                             |  |  |
|--|--|--------------------|--|--|-----------------------------|--|--|
|  | Total  | Legal services     | Accounting, tax preparation, bookkeeping, and payroll services | Architectural, engineering, and related services | Specialized design services | Computer systems design and related services | Other professional, scientific, and technical services |
|  | (99)   | (100)              | (101)  | (102)  | (103)                       | (104)  | (105)  |
| <b>Number of partnerships.....</b>                         | <b>164,045</b>                                   | <b>27,961</b>      | <b>17,780</b>  | <b>15,842</b>                                    | <b>5,342</b>                | <b>22,959</b>                                | <b>74,162</b>  |
| <b>Number of partners.....</b>                             | <b>662,629</b>                                   | <b>154,017</b>     | <b>67,405</b>  | <b>45,073</b>                                    | <b>33,065</b>               | <b>66,547</b>                                | <b>296,523</b>   |
| <b>Total assets.....</b>                                   | <b>106,794,416</b>                               | <b>23,852,162</b>  | <b>13,161,850</b>  | <b>5,410,120</b>                                 | <b>542,053</b>              | <b>6,567,394</b>                             | <b>57,260,837</b>                                      |
| <b>Income and deductions from a trade or business:</b>     |  |                    |  |  |                             |  |  |
| <b>Total income.....</b>                                   | <b>243,458,087</b>                               | <b>106,290,075</b> | <b>38,297,072</b>  | <b>15,220,076</b>                                | <b>2,134,528</b>            | <b>13,737,860</b>                            | <b>67,778,477</b>                                      |
| Business receipts.....                                     | 231,710,915                                      | 104,920,306        | 37,833,953   | 13,006,112                                       | 2,133,069                   | 13,223,150                                   | 60,594,326   |
| Ordinary income from other partnerships and fiduciaries... | 2,414,722  | 54,857             | 44,418   | *86,946  | 0                           | *3,638                                       | 2,224,863  |
| Farm net profit.....                                       | 0  | 0                  | 0  | 0  | 0                           | 0  | 0  |
| Net gain, noncapital assets.....                           | 344,231  | 11,206             | 3,473  | 23,347   | *51                         | *2,791                                       | 303,363  |
| Other income.....  | 8,988,219  | 1,303,707          | 415,228  | 2,103,670  | *1,408                      | 508,281                                      | 4,655,925  |
| <b>Total deductions.....</b>                               | <b>189,299,416</b>                               | <b>68,172,564</b>  | <b>30,661,698</b>  | <b>13,592,848</b>                                | <b>2,055,631</b>            | <b>13,332,467</b>                            | <b>61,484,209</b>                                      |
| Cost of good sold [1].....                                 | 33,875,088                                       | 1,530,302          | 1,084,118  | 4,660,653  | 1,166,810                   | 4,013,896                                    | 21,419,309   |
| Inventory, beginning of year.....                          | 408,508  | *471               | *27  | *73,077  | 47,916                      | 53,873                                       | 233,143  |
| Purchases.....   | 12,352,073                                       | *22,586            | *110,868   | 682,137  | 960,964                     | 1,545,008                                    | 9,030,510  |
| Cost of labor.....   | 5,104,330  | 143,786            | 598,946  | 932,080  | *39,319                     | 897,593                                      | 2,492,606  |
| Additional inventory costs (section 263A).....             | 461,910  | *31,586            | *5,909   | *11,744  | *550                        | *134,433                                     | 277,689  |
| Other costs.....   | 16,243,588                                       | 1,332,204          | 373,923  | 3,032,529  | 242,299                     | 1,446,456                                    | 9,816,176  |
| Less: Inventory, end of year.....                          | 695,322  | *332               | *5,556   | *70,913  | 124,238                     | 63,467                                       | 430,816  |
| Salaries and wages.....                                    | 59,994,091                                       | 30,242,227         | 11,581,807   | 2,928,251  | 177,421                     | 3,236,380                                    | 11,828,005   |
| Guaranteed payments to partners.....                       | 11,571,312                                       | 5,469,052          | 2,717,957  | 804,327  | *117,916                    | 433,664                                      | 2,028,396  |
| Rent paid.....   | 10,830,070                                       | 6,751,359          | 1,667,152  | 289,551  | 56,902                      | 374,878                                      | 1,690,229  |
| Interest paid.....   | 1,271,672  | 264,158            | 230,781  | 44,506   | 12,778                      | 126,524                                      | 592,925  |
| Taxes and licenses.....                                    | 5,390,258  | 2,704,096          | 1,013,099  | 254,023  | 25,646                      | 308,046                                      | 1,085,349  |
| Bad debts.....   | 376,471  | 152,209            | 22,656   | 10,505   | *5,159                      | 61,355                                       | 124,586  |
| Repairs and maintenance.....                               | 1,153,185  | 492,653            | 97,618   | 209,389  | 8,721                       | 118,794                                      | 226,010  |
| Depreciation.....  | 3,781,413  | 1,376,327          | 528,702  | 219,829  | 27,087                      | 333,217                                      | 1,296,251  |
| Depletion.....   | 276  | 0                  | 0  | 0  | 0                           | 0  | 276  |
| Retirement plans, etc.....                                 | 3,023,402  | 1,220,732          | 925,161  | 66,334   | *2,339                      | 71,521                                       | 737,316  |
| Employee benefit programs.....                             | 3,432,205  | 1,555,417          | 519,670  | 345,565  | *9,048                      | 183,676                                      | 818,830  |
| Net loss from other partnerships and fiduciaries.....      | 665,050  | 45,992             | 38,513   | 26,599   | 0                           | *71,866                                      | 482,080  |
| Farm net loss.....   | 0  | 0                  | 0  | 0  | 0                           | 0  | 0  |
| Net loss, noncapital assets.....                           | 106,835  | 19,138             | *490   | *42  | 0                           | *2,039                                       | 85,126   |
| Other deductions.....                                      | 53,828,090                                       | 16,348,903         | 10,233,974   | 3,733,274  | 445,805                     | 3,996,611                                    | 19,069,523   |
| <b>Ordinary business income (loss).....</b>                | <b>54,158,671</b>                                | <b>38,117,511</b>  | <b>7,635,374</b>   | <b>1,627,227</b>                                 | <b>78,897</b>               | <b>405,393</b>                               | <b>6,294,268</b>                                       |
| Net income.....  | 60,823,073                                       | 38,734,971         | 7,954,941  | 1,819,466  | 184,936                     | 1,601,827                                    | 10,526,933   |
| Loss.....  | 6,664,403  | 617,460            | 319,567  | 192,239  | 106,038                     | 1,196,434                                    | 4,232,665  |
| <b>Portfolio income (loss) distributed</b>                 |  |                    |  |  |                             |  |  |
| <b>directly to partners.....</b>                           | <b>3,768,751</b>                                 | <b>223,980</b>     | <b>188,376</b>   | <b>63,652</b>                                    | <b>447</b>                  | <b>303,377</b>                               | <b>2,988,919</b>                                       |
| Interest income.....                                       | 596,867  | 94,419             | 40,399   | 25,707   | 439                         | 26,018                                       | 409,885  |
| Dividend income.....                                       | 273,197  | 9,723              | 11,116   | 3,322  | *9                          | *16,568                                      | 232,458  |
| Royalties.....   | 1,062,928  | 408                | *4,920   | *21,207  | 0                           | *15,319                                      | 1,021,074  |
| Net short-term capital gain (loss).....                    | 28,745   | 5,964              | 729  | *-7  | 0                           | *17  | 22,042   |
| Net long-term capital gain (loss).....                     | 1,807,015  | 113,465            | 131,211  | 13,423   | 0                           | 245,455                                      | 1,303,460  |
| <b>Net rental real estate income (loss).....</b>           | <b>-97,537</b>                                   | <b>42,021</b>      | <b>*1,075</b>  | <b>*5,048</b>                                    | <b>0</b>                    | <b>*1,715</b>                                | <b>-147,397</b>  |
| Net income.....  | 92,690   | 47,267             | *1,507   | *5,464   | 0                           | *1,908                                       | 36,544   |
| Loss.....  | 190,227  | 5,247              | *432   | *415   | 0                           | *193   | 183,941  |
| <b>Other net rental income (loss).....</b>                 | <b>21,014</b>                                    | <b>*15</b>         | <b>*165</b>  | <b>0</b>   | <b>0</b>                    | <b>*1,006</b>                                | <b>19,828</b>  |
| Net income.....  | 31,940   | *15                | *165   | 0  | 0                           | *1,006                                       | 30,753   |
| Loss.....  | 10,926   | 0                  | 0  | 0  | 0                           | 0  | 10,926   |
| <b>Total net income (loss) [2].....</b>                    | <b>56,015,139</b>                                | <b>38,264,099</b>  | <b>7,693,049</b>   | <b>1,682,512</b>                                 | <b>79,345</b>               | <b>466,019</b>                               | <b>7,830,115</b>                                       |
| Net income.....  | 62,494,342                                       | 38,870,952         | 8,001,942  | 1,846,350  | 185,260                     | 1,647,328                                    | 11,942,510   |
| Loss.....  | 6,479,203  | 606,853            | 308,893  | 163,838  | 105,915                     | 1,181,309                                    | 4,112,395  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Professional, scientific, and technical services--<br>Continued       |  |  | Management<br>of companies<br>(holding<br>companies) | Administrative and support and waste management<br>and remediation services |  |   |
|--|---|--|--|--|---|--|---|
|  | Other professional, scientific, and technical services--<br>Continued |  |  |  | Total   | Administrative<br>and<br>support<br>services | Waste<br>management<br>and<br>remediation<br>services |
|  | Management,<br>scientific,<br>and technical<br>consulting<br>services | Advertising<br>and related<br>services | Other<br>miscellaneous<br>professional,<br>scientific, and<br>technical services |  |   |  |   |
|  | (106)   | (107)                                  | (108)  |  |   |  |   |
| <b>Number of partnerships.....</b>                         | <b>38,982</b>   | <b>10,387</b>                          | <b>24,793</b>  | <b>24,221</b>  | <b>52,105</b>   | <b>49,464</b>                                | <b>2,642</b>  |
| <b>Number of partners.....</b>                             | <b>176,998</b>  | <b>24,801</b>                          | <b>94,724</b>  | <b>274,700</b>                                       | <b>153,003</b>  | <b>118,256</b>                               | <b>34,747</b>   |
| <b>Total assets.....</b>                                   | <b>33,759,041</b>   | <b>7,896,331</b>                       | <b>15,605,466</b>  | <b>338,209,725</b>                                   | <b>30,030,863</b>   | <b>22,904,245</b>                            | <b>7,126,618</b>                                      |
| <b>Income and deductions from a trade or business:</b>     |   |  |  |  |   |  |   |
| <b>Total income.....</b>                                   | <b>33,700,461</b>   | <b>11,558,290</b>                      | <b>22,519,725</b>  | <b>23,544,560</b>                                    | <b>54,597,358</b>   | <b>45,598,794</b>                            | <b>8,998,564</b>                                      |
| Business receipts.....                                     | 28,071,102  | 11,112,627                             | 21,410,596   | 12,924,515   | 52,851,024  | 44,087,753                                   | 8,763,271   |
| Ordinary income from other partnerships and fiduciaries... | 2,039,442   | 11,216                                 | *174,205   | 7,283,940  | 202,638   | 179,940                                      | *22,698   |
| Farm net profit.....                                       | 0   | 0                                      | 0  | 7,997  | 0   | 0  | 0   |
| Net gain, noncapital assets.....                           | 62,367  | 60,711                                 | 180,286  | 601,674  | 60,857  | 50,645                                       | 10,212  |
| Other income.....  | 3,527,551   | 373,736                                | 754,638  | 2,726,435  | 1,482,840   | 1,280,456                                    | 202,383   |
| <b>Total deductions.....</b>                               | <b>28,513,841</b>   | <b>10,424,523</b>                      | <b>22,545,846</b>  | <b>23,277,805</b>                                    | <b>51,439,461</b>   | <b>42,969,718</b>                            | <b>8,469,743</b>                                      |
| Cost of good sold [1].....                                 | 5,098,600   | 4,803,347                              | 11,517,362   | 6,849,226  | 21,217,296  | 15,902,069                                   | 5,315,227   |
| Inventory, beginning of year.....                          | 41,984  | 34,338                                 | 156,821  | 718,456  | 223,284   | 181,301                                      | 41,983  |
| Purchases.....   | 1,095,419   | 1,236,142                              | 6,698,949  | 5,332,044  | 3,550,638   | 3,412,247                                    | 138,391   |
| Cost of labor.....   | 1,136,181   | 539,053                                | 817,372  | 291,163  | 8,403,093   | 7,078,930                                    | 1,324,163   |
| Additional inventory costs (section 263A).....             | *55,028   | *95,004                                | *127,657   | 43,439   | 451,598   | 451,598                                      | 0   |
| Other costs.....   | 2,878,062   | 2,917,286                              | 4,020,828  | 1,492,846  | 8,720,564   | 4,852,066                                    | 3,868,498   |
| Less: Inventory, end of year.....                          | 108,075   | 18,475                                 | 304,266  | 1,028,723  | 290,342   | 232,533                                      | 57,809  |
| Salaries and wages.....                                    | 7,380,524   | 1,721,632                              | 2,725,850  | 2,190,182  | 12,698,983  | 11,939,241                                   | 759,741   |
| Guaranteed payments to partners.....                       | 1,199,973   | 231,539                                | 596,884  | 249,461  | 505,257   | 460,728                                      | *44,529   |
| Rent paid.....   | 968,038   | 277,930                                | 444,260  | 425,511  | 1,047,856   | 891,470                                      | 156,386   |
| Interest paid.....   | 346,334   | 78,072                                 | 168,518  | 1,993,650  | 486,109   | 296,421                                      | 189,687   |
| Taxes and licenses.....                                    | 613,963   | 181,828                                | 289,558  | 260,918  | 1,079,596   | 956,268                                      | 123,328   |
| Bad debts.....   | 45,391  | 59,337                                 | 19,859   | 209,227  | 95,174  | 85,410                                       | 9,764   |
| Repairs and maintenance.....                               | 72,956  | 53,027                                 | 100,027  | 92,578   | 403,026   | 230,285                                      | 172,741   |
| Depreciation.....  | 602,233   | 204,531                                | 489,487  | 499,220  | 1,090,393   | 730,404                                      | 359,989   |
| Depletion.....   | 276   | 0                                      | 0  | 0  | *7,809  | 0  | *7,809  |
| Retirement plans, etc.....                                 | 661,780   | 40,816                                 | 34,720   | 25,517   | 211,771   | 194,148                                      | 17,622  |
| Employee benefit programs.....                             | 493,799   | 121,168                                | 203,863  | 161,677  | 1,686,069   | 1,617,966                                    | 68,103  |
| Net loss from other partnerships and fiduciaries.....      | 363,009   | *2,181                                 | 116,889  | 3,887,813  | 109,838   | 107,509                                      | *2,329  |
| Farm net loss.....   | 0   | 0                                      | 0  | *2,702   | 0   | 0  | 0   |
| Net loss, noncapital assets.....                           | 67,487  | 3,496                                  | *14,143  | 2,147  | 9,635   | 8,298  | *1,337  |
| Other deductions.....                                      | 10,599,478  | 2,645,618                              | 5,824,427  | 6,427,977  | 10,790,649  | 9,549,501                                    | 1,241,148   |
| <b>Ordinary business income (loss).....</b>                | <b>5,186,621</b>  | <b>1,133,768</b>                       | <b>-26,121</b>   | <b>266,756</b>                                       | <b>3,157,897</b>  | <b>2,629,076</b>                             | <b>528,821</b>  |
| Net income.....  | 6,904,615   | 1,296,492                              | 2,325,825  | 9,165,111  | 4,572,528   | 3,754,840                                    | 817,688   |
| Loss.....  | 1,717,995   | 162,724                                | 2,351,946  | 8,898,356  | 1,414,630   | 1,125,764                                    | 288,867   |
| <b>Portfolio income (loss) distributed</b>                 |   |  |  |  |   |  |   |
| <b>directly to partners.....</b>                           | <b>1,769,790</b>  | <b>142,821</b>                         | <b>1,076,309</b>   | <b>17,342,176</b>                                    | <b>660,490</b>  | <b>638,034</b>                               | <b>22,456</b>   |
| Interest income.....                                       | 245,186   | 48,509                                 | 116,191  | 4,212,022  | 150,484   | 130,648                                      | 19,837  |
| Dividend income.....                                       | 197,674   | 691                                    | 34,093   | 4,577,320  | 96,656  | 95,490                                       | *1,166  |
| Royalties.....   | 546,128   | 0                                      | *474,946   | 218,420  | *291,005  | *291,005                                     | 0   |
| Net short-term capital gain (loss).....                    | 12,456  | *-152                                  | 9,738  | 435,996  | 566   | 566  | [3]   |
| Net long-term capital gain (loss).....                     | 768,345   | 93,773                                 | 441,341  | 7,898,418  | 121,778   | 120,324                                      | *1,454  |
| <b>Net rental real estate income (loss).....</b>           | <b>-83,542</b>  | <b>*-27,764</b>                        | <b>-36,092</b>   | <b>499,459</b>                                       | <b>124,290</b>  | <b>130,435</b>                               | <b>*-6,145</b>  |
| Net income.....  | 27,151  | *109                                   | *9,285   | 783,009  | 136,175   | 135,863                                      | 312   |
| Loss.....  | 110,692   | 27,872                                 | *45,376  | 283,550  | 11,884  | *5,428                                       | *6,457  |
| <b>Other net rental income (loss).....</b>                 | <b>12,350</b>   | <b>101</b>                             | <b>*7,378</b>  | <b>78,758</b>  | <b>*2,172</b>   | <b>*-296</b>                                 | <b>*2,468</b>   |
| Net income.....  | *23,275   | 101                                    | *7,378   | 188,456  | *5,552  | *3,083                                       | *2,468  |
| Loss.....  | *10,926   | 0                                      | [3]  | 109,698  | *3,379  | *3,379                                       | 0   |
| <b>Total net income (loss) [2].....</b>                    | <b>6,104,417</b>  | <b>1,155,305</b>                       | <b>570,394</b>   | <b>9,852,734</b>                                     | <b>3,822,506</b>  | <b>3,276,358</b>                             | <b>546,147</b>  |
| Net income.....  | 7,762,350   | 1,338,306                              | 2,841,854  | 17,501,831   | 5,184,333   | 4,353,645                                    | 830,688   |
| Loss.....  | 1,657,933   | 183,002                                | 2,271,460  | 7,649,098  | 1,361,827   | 1,077,286                                    | 284,541   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Educational services | Health care and social assistance |                                    |                                       |                         |                                     |                           |
|--|----------------------|-----------------------------------|------------------------------------|---------------------------------------|-------------------------|-------------------------------------|---------------------------|
|  |                      | Total                             | Offices of physicians and dentists | Offices of other health practitioners | Outpatient care centers | Medical and diagnostic laboratories | Home health care services |
|  | (113)                | (114)                             | (115)                              | (116)                                 | (117)                   | (118)                               | (119)                     |
| <b>Number of partnerships.....</b>                           | <b>8,316</b>         | <b>56,709</b>                     | <b>19,059</b>                      | <b>12,682</b>                         | <b>4,882</b>            | <b>3,583</b>                        | <b>2,850</b>              |
| <b>Number of partners.....</b>                               | <b>22,861</b>        | <b>320,723</b>                    | <b>129,234</b>                     | <b>37,693</b>                         | <b>47,520</b>           | <b>25,601</b>                       | <b>7,666</b>              |
| <b>Total assets.....</b>                                     | <b>2,430,875</b>     | <b>70,439,092</b>                 | <b>6,423,922</b>                   | <b>1,482,803</b>                      | <b>9,427,559</b>        | <b>4,679,723</b>                    | <b>1,155,038</b>          |
| <b>Income and deductions from a trade or business:</b>       |                      |                                   |                                    |                                       |                         |                                     |                           |
| <b>Total income.....</b>                                     | <b>3,151,471</b>     | <b>126,144,253</b>                | <b>41,956,537</b>                  | <b>6,515,773</b>                      | <b>16,208,113</b>       | <b>7,362,960</b>                    | <b>1,931,315</b>          |
| Business receipts.....                                       | 3,083,699            | 119,105,198                       | 36,687,258                         | 6,372,134                             | 15,721,084              | 6,934,224                           | 1,896,811                 |
| Ordinary income from other partnerships and fiduciaries..... | *34,682              | 1,003,680                         | 430,808                            | *110,803                              | 218,076                 | 59,213                              | *18,061                   |
| Farm net profit.....   | 0                    | 0                                 | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Net gain, noncapital assets.....                             | *1,664               | 98,494                            | 4,562                              | *5,733                                | 17,397                  | *5,966                              | *188                      |
| Other income.....  | 31,427               | 5,936,881                         | 4,833,909                          | 27,103                                | 251,556                 | 363,558                             | 16,256                    |
| <b>Total deductions.....</b>                                 | <b>3,003,421</b>     | <b>110,458,996</b>                | <b>32,246,972</b>                  | <b>5,546,461</b>                      | <b>13,661,453</b>       | <b>6,683,288</b>                    | <b>1,822,363</b>          |
| Cost of good sold [1].....                                   | 745,496              | 7,076,368                         | 2,132,889                          | 713,147                               | 1,398,385               | 629,903                             | 311,809                   |
| Inventory, beginning of year.....                            | 5,773                | 149,618                           | 18,839                             | 36,336                                | 37,809                  | 19,804                              | *11,748                   |
| Purchases.....   | 112,558              | 1,793,916                         | 346,445                            | 302,879                               | 454,863                 | 195,954                             | 201,590                   |
| Cost of labor.....   | 209,838              | 1,460,011                         | 397,566                            | 82,351                                | 146,723                 | 195,108                             | *33,827                   |
| Additional inventory costs (section 263A).....               | 0                    | 263,215                           | *36,280                            | 128,991                               | *61,338                 | *1,241                              | *28,169                   |
| Other costs.....   | 423,103              | 3,589,632                         | 1,358,951                          | 219,451                               | 741,995                 | 238,018                             | 47,119                    |
| Less: Inventory, end of year.....                            | 5,777                | 180,025                           | 25,191                             | 56,861                                | 44,343                  | 20,221                              | *10,644                   |
| Salaries and wages.....                                      | 648,053              | 28,150,915                        | 9,184,515                          | 1,234,673                             | 2,794,545               | 1,383,909                           | 708,235                   |
| Guaranteed payments to partners.....                         | 46,110               | 5,319,047                         | 3,581,483                          | 694,539                               | 222,506                 | 108,827                             | 32,681                    |
| Rent paid.....   | 141,378              | 4,854,357                         | 1,439,302                          | 293,917                               | 696,263                 | 348,775                             | 51,773                    |
| Interest paid.....   | 34,679               | 1,915,084                         | 145,787                            | 29,328                                | 147,341                 | 129,433                             | 13,710                    |
| Taxes and licenses.....                                      | 74,209               | 3,335,674                         | 739,305                            | 111,558                               | 308,825                 | 150,934                             | 63,715                    |
| Bad debts.....   | 9,333                | 3,243,675                         | 86,206                             | 32,327                                | 392,233                 | 91,739                              | 15,303                    |
| Repairs and maintenance.....                                 | 22,101               | 1,311,672                         | 257,214                            | 36,370                                | 213,096                 | 159,406                             | 11,758                    |
| Depreciation.....  | 118,979              | 4,123,920                         | 561,879                            | 101,924                               | 647,985                 | 584,140                             | 50,930                    |
| Depletion.....   | 0                    | *1                                | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Retirement plans, etc.....                                   | 17,191               | 612,809                           | 473,476                            | 16,466                                | 43,034                  | 27,198                              | 4,823                     |
| Employee benefit programs.....                               | 39,207               | 2,294,089                         | 747,668                            | 53,345                                | 254,828                 | 141,106                             | 28,033                    |
| Net loss from other partnerships and fiduciaries.....        | *32,763              | 433,361                           | 6,760                              | *130,845                              | *5,305                  | 149,533                             | *887                      |
| Farm net loss.....   | 0                    | 0                                 | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Net loss, noncapital assets.....                             | *129                 | 32,591                            | *19,898                            | 8                                     | 871                     | *2,698                              | *152                      |
| Other deductions.....  | 1,073,791            | 47,755,432                        | 12,870,592                         | 2,098,014                             | 6,536,236               | 2,775,688                           | 528,554                   |
| <b>Ordinary business income (loss).....</b>                  | <b>148,050</b>       | <b>15,685,257</b>                 | <b>9,709,565</b>                   | <b>969,312</b>                        | <b>2,546,660</b>        | <b>679,672</b>                      | <b>108,952</b>            |
| Net income.....  | 434,078              | 19,470,467                        | 10,203,748                         | 1,314,187                             | 2,967,512               | 1,334,303                           | 189,995                   |
| Loss.....  | 286,028              | 3,785,210                         | 494,182                            | 344,875                               | 420,852                 | 654,631                             | 81,043                    |
| <b>Portfolio income (loss) distributed</b>                   |                      |                                   |                                    |                                       |                         |                                     |                           |
| <b>directly to partners.....</b>                             | <b>78,080</b>        | <b>809,869</b>                    | <b>24,846</b>                      | <b>69,811</b>                         | <b>251,473</b>          | <b>43,712</b>                       | <b>3,264</b>              |
| Interest income.....   | 5,179                | 246,338                           | 15,875                             | 2,902                                 | 29,661                  | 40,604                              | 3,089                     |
| Dividend income.....   | *417                 | 31,761                            | 1,564                              | *24,733                               | *55                     | *5                                  | *172                      |
| Royalties.....   | *49                  | *1                                | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Net short-term capital gain (loss).....                      | *39                  | -438                              | -205                               | *-358                                 | *-2,289                 | *1,167                              | [3]                       |
| Net long-term capital gain (loss).....                       | *72,396              | 532,207                           | 7,612                              | *42,534                               | 224,046                 | *1,935                              | *3                        |
| <b>Net rental real estate income (loss).....</b>             | <b>*1,322</b>        | <b>-3,513</b>                     | <b>7,699</b>                       | <b>*3,109</b>                         | <b>2,203</b>            | <b>*454</b>                         | <b>*-15,735</b>           |
| Net income.....  | *1,646               | 168,928                           | 8,206                              | *3,292                                | *3,695                  | *545                                | *4,746                    |
| Loss.....  | *324                 | 172,441                           | *507                               | *183                                  | *1,492                  | *92                                 | *20,481                   |
| <b>Other net rental income (loss).....</b>                   | <b>*988</b>          | <b>42,034</b>                     | <b>*3,788</b>                      | <b>*5,579</b>                         | <b>*-893</b>            | <b>*-1,305</b>                      | <b>*1,377</b>             |
| Net income.....  | *988                 | 47,452                            | *3,877                             | *5,579                                | *2,634                  | *186                                | *1,377                    |
| Loss.....  | 0                    | *5,418                            | *89                                | 0                                     | *3,527                  | *1,492                              | 0                         |
| <b>Total net income (loss) [2].....</b>                      | <b>156,005</b>       | <b>16,001,878</b>                 | <b>9,738,491</b>                   | <b>1,005,635</b>                      | <b>2,577,686</b>        | <b>719,430</b>                      | <b>97,856</b>             |
| Net income.....  | 440,781              | 19,865,129                        | 10,223,808                         | 1,344,326                             | 2,988,383               | 1,372,561                           | 198,561                   |
| Loss.....  | 284,776              | 3,863,251                         | 485,317                            | 338,691                               | 410,698                 | 653,131                             | 100,704                   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Health care and social assistance--Continued |                  |   |                   | Arts, entertainment, and recreation |   |   |
|--|--|------------------|---|-------------------|-------------------------------------|---|---|
|  | Other ambulatory health care services        | Hospitals        | Nursing and residential care facilities | Social assistance | Total                               | Performing arts, spectator sports, and related industries | Museums, historical sites, and similar institutions |
|  | (120)  | (121)            | (122)                                   | (123)             | (124)                               | (125)   | (126)   |
| <b>Number of partnerships</b> .....                        | 621  | 714              | 6,789                                   | 5,529             | 45,126                              | 26,485  | *748  |
| <b>Number of partners</b> .....                            | 2,914  | 16,016           | 40,913                                  | 13,164            | 256,552                             | 182,595   | *3,201  |
| <b>Total assets</b> .....                                  | 307,725                                      | 20,534,687       | 25,939,621                              | 488,014           | 58,653,325                          | 26,284,606  | *351,334  |
| <b>Income and deductions from a trade or business:</b>     |  |                  |   |                   |                                     |   |   |
| <b>Total income</b> .....                                  | 681,865                                      | 24,274,876       | 25,887,985                              | 1,324,828         | 39,421,006                          | 19,851,388  | *112,906  |
| Business receipts.....                                     | 675,043                                      | 23,892,544       | 25,603,157                              | 1,322,943         | 34,542,966                          | 16,143,790  | *112,906  |
| Ordinary income from other partnerships and fiduciaries... | 0  | 122,104          | 44,615                                  | 0                 | 818,851                             | 292,187   | 0   |
| Farm net profit.....                                       | 0  | 0                | 0                                       | 0                 | *334                                | 330   | 0   |
| Net gain, noncapital assets.....                           | *229   | 59,330           | 4,447                                   | *642              | 162,875                             | 34,653  | 0   |
| Other income.....  | *6,594                                       | 200,897          | 235,765                                 | 1,243             | 3,895,980                           | 3,380,427   | 0   |
| <b>Total deductions</b> .....                              | 772,051                                      | 22,600,758       | 25,871,235                              | 1,254,416         | 40,870,957                          | 22,198,730  | *105,831  |
| Cost of good sold [1].....                                 | *98,615                                      | 336,066          | 1,353,953                               | 101,601           | 5,569,703                           | 2,859,947   | *34,280   |
| Inventory, beginning of year.....                          | *7,391                                       | *13,214          | 4,339                                   | *139              | 452,085                             | 104,913   | *2,361  |
| Purchases.....   | *87,343                                      | *138,736         | 63,676                                  | *2,431            | 1,765,055                           | 365,898   | *13,541   |
| Cost of labor.....   | 0  | *59,029          | 492,374                                 | *53,033           | 596,017                             | 346,496   | *8,663  |
| Additional inventory costs (section 263A).....             | *3,448                                       | 0                | *2,017                                  | *1,732            | 127,271                             | *103,984  | 0   |
| Other costs.....   | *434   | *142,762         | 796,521                                 | 44,382            | 3,077,692                           | 2,021,019   | *12,012   |
| Less: Inventory, end of year.....                          | 0  | *17,674          | 4,973                                   | *117              | 448,417                             | 82,362  | *2,297  |
| Salaries and wages.....                                    | 203,576                                      | 2,935,885        | 9,288,239                               | 417,338           | 9,567,406                           | 6,311,961   | *12,239   |
| Guaranteed payments to partners.....                       | *1,977                                       | 575,441          | 63,530                                  | 38,064            | 316,966                             | 143,299   | 0   |
| Rent paid.....   | *26,238                                      | 429,913          | 1,468,166                               | 100,010           | 1,169,901                           | 396,910   | *7,992  |
| Interest paid.....   | *7,540                                       | 341,140          | 1,083,984                               | 16,821            | 1,736,184                           | 653,396   | *196  |
| Taxes and licenses.....                                    | 20,300                                       | 425,636          | 1,469,497                               | 45,904            | 2,455,073                           | 366,207   | *7,919  |
| Bad debts.....   | *33,403                                      | 2,471,706        | 120,448                                 | *311              | 60,850                              | 30,221  | 0   |
| Repairs and maintenance.....                               | *5,587                                       | 338,979          | 272,326                                 | 16,938            | 460,526                             | 110,270   | *2,018  |
| Depreciation.....  | 24,071                                       | 1,245,097        | 874,239                                 | 33,657            | 2,795,123                           | 750,396   | *5,276  |
| Depletion.....   | 0  | *1               | 0                                       | 0                 | 0                                   | 0   | 0   |
| Retirement plans, etc.....                                 | *157   | 11,702           | 34,427                                  | *1,526            | 149,080                             | 133,463   | 0   |
| Employee benefit programs.....                             | *16,304                                      | 415,249          | 627,675                                 | 9,880             | 439,038                             | 242,366   | *325  |
| Net loss from other partnerships and fiduciaries.....      | *35,686                                      | 13,154           | 91,192                                  | 0                 | 898,824                             | 831,087   | 0   |
| Farm net loss.....   | 0  | 0                | 0                                       | 0                 | *35,987                             | *35,987   | 0   |
| Net loss, noncapital assets.....                           | 0  | 4,447            | 4,317                                   | *200              | 129,857                             | 55,256  | 0   |
| Other deductions.....                                      | 298,597                                      | 13,056,343       | 9,119,242                               | 472,166           | 15,086,440                          | 9,277,963   | *35,586   |
| <b>Ordinary business income (loss)</b> .....               | <b>-90,186</b>                               | <b>1,674,118</b> | <b>16,750</b>                           | <b>70,413</b>     | <b>-1,449,951</b>                   | <b>-2,347,342</b>   | <b>*7,075</b>                                       |
| Net income.....  | *4,521                                       | 2,183,259        | 1,146,462                               | 126,479           | 4,119,170                           | 1,372,872   | *20,951   |
| Loss.....  | 94,708                                       | 509,141          | 1,129,713                               | 56,066            | 5,569,120                           | 3,720,215   | *13,876   |
| <b>Portfolio income (loss) distributed</b>                 |  |                  |   |                   |                                     |   |   |
| <b>directly to partners</b> .....                          | <b>*2,060</b>                                | <b>269,920</b>   | <b>144,248</b>                          | <b>535</b>        | <b>516,917</b>                      | <b>219,249</b>  | <b>*6,333</b>                                       |
| Interest income.....                                       | *511   | 71,381           | 81,829                                  | 487               | 138,074                             | 79,796  | *819  |
| Dividend income.....                                       | 0  | 4,485            | 703                                     | *44               | 12,597                              | 7,354   | 0   |
| Royalties.....   | 0  | 0                | *1                                      | 0                 | 32,270                              | 30,408  | 0   |
| Net short-term capital gain (loss).....                    | *1,549                                       | *1,051           | *-1,354                                 | 0                 | 13,872                              | 13,863  | 0   |
| Net long-term capital gain (loss).....                     | 0  | 193,004          | 63,068                                  | *4                | 320,105                             | 87,828  | *5,514  |
| <b>Net rental real estate income (loss)</b> .....          | <b>*-24</b>                                  | <b>-18,125</b>   | <b>16,907</b>                           | <b>0</b>          | <b>35,420</b>                       | <b>2,305</b>  | <b>0</b>  |
| Net income.....  | 0  | 17,156           | 131,288                                 | 0                 | 70,320                              | 9,489   | 0   |
| Loss.....  | *24  | 35,281           | 114,381                                 | 0                 | 34,900                              | *7,184  | 0   |
| <b>Other net rental income (loss)</b> .....                | <b>0</b>                                     | <b>33,143</b>    | <b>*345</b>                             | <b>0</b>          | <b>619</b>                          | <b>-221</b>   | <b>0</b>  |
| Net income.....  | 0  | 33,453           | *346                                    | 0                 | 6,371                               | *1,059  | 0   |
| Loss.....  | 0  | 310              | [3]                                     | 0                 | *5,752                              | *1,280  | 0   |
| <b>Total net income (loss) [2]</b> .....                   | <b>-89,700</b>                               | <b>1,765,002</b> | <b>116,536</b>                          | <b>70,943</b>     | <b>-1,230,971</b>                   | <b>-2,227,700</b>   | <b>*7,893</b>                                       |
| Net income.....  | *4,500                                       | 2,266,021        | 1,340,073                               | 126,896           | 4,264,626                           | 1,421,756   | *20,952   |
| Loss.....  | 94,200                                       | 501,019          | 1,223,537                               | 55,953            | 5,495,597                           | 3,649,456   | *13,058   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Arts,<br>entertainment,<br>and recreation--<br>Continued   | Accommodation and food services |                    |   | Other services    |                        |   |
|--|--|---------------------------------|--------------------|---|-------------------|------------------------|---|
|  | Amusement,<br>gambling,<br>and<br>recreation<br>industries | Total                           | Accommodation      | Food<br>services<br>and<br>drinking<br>places | Total             | Repair and maintenance |   |
|  |  |                                 |                    |   |                   | Total                  | Automotive<br>repair and<br>maintenance |
|  | (127)  | (128)                           | (129)              | (130)   | (131)             | (132)                  | (133)                                   |
| <b>Number of partnerships.....</b>                         | <b>17,893</b>  | <b>90,705</b>                   | <b>29,253</b>      | <b>61,453</b>                                 | <b>58,418</b>     | <b>25,216</b>          | <b>15,495</b>                           |
| <b>Number of partners.....</b>                             | <b>70,757</b>  | <b>390,768</b>                  | <b>160,049</b>     | <b>230,719</b>                                | <b>158,106</b>    | <b>71,113</b>          | <b>39,255</b>                           |
| <b>Total assets.....</b>                                   | <b>32,017,385</b>  | <b>155,238,737</b>              | <b>122,344,135</b> | <b>32,894,602</b>                             | <b>13,196,165</b> | <b>4,836,008</b>       | <b>3,566,426</b>                        |
| <b>Income and deductions from a trade or business:</b>     |  |                                 |                    |   |                   |                        |   |
| <b>Total income.....</b>                                   | <b>19,456,713</b>  | <b>119,451,642</b>              | <b>55,624,313</b>  | <b>63,827,330</b>                             | <b>18,012,669</b> | <b>9,802,796</b>       | <b>5,981,135</b>                        |
| Business receipts.....                                     | 18,286,270   | 114,480,080                     | 51,702,797         | 62,777,283                                    | 17,496,569        | 9,551,286              | 5,894,919                               |
| Ordinary income from other partnerships and fiduciaries... | 526,664  | 730,288                         | 682,403            | 47,885  | 65,428            | *8,024                 | *4,466                                  |
| Farm net profit.....                                       | *3   | 21                              | 21                 | 0   | *7,903            | 0                      | 0                                       |
| Net gain, noncapital assets.....                           | 128,222  | 277,346                         | 222,330            | 55,015  | 48,191            | 33,565                 | 24,065                                  |
| Other income.....  | 515,553  | 3,963,908                       | 3,016,761          | 947,146                                       | 394,578           | 209,921                | 57,685                                  |
| <b>Total deductions.....</b>                               | <b>18,566,396</b>  | <b>119,555,728</b>              | <b>56,729,524</b>  | <b>62,826,204</b>                             | <b>17,471,463</b> | <b>9,352,933</b>       | <b>5,801,230</b>                        |
| Cost of good sold [1].....                                 | 2,675,476  | 34,317,307                      | 9,171,539          | 25,145,768                                    | 6,122,740         | 4,678,412              | 2,674,691                               |
| Inventory, beginning of year.....                          | 344,812  | 1,223,016                       | 425,071            | 797,944                                       | 437,696           | 309,628                | 148,924                                 |
| Purchases.....   | 1,385,617  | 23,124,877                      | 2,667,443          | 20,457,434                                    | 3,832,287         | 3,150,290              | 2,109,961                               |
| Cost of labor.....   | 240,858  | 4,836,941                       | 1,691,005          | 3,145,935                                     | 844,672           | 602,017                | 360,581                                 |
| Additional inventory costs (section 263A).....             | *23,287  | 147,721                         | 76,383             | 71,339  | *36,089           | *8,562                 | *2,172                                  |
| Other costs.....   | 1,044,660  | 6,314,870                       | 4,782,280          | 1,532,591                                     | 1,563,199         | 1,032,643              | 300,831                                 |
| Less: Inventory, end of year.....                          | 363,757  | 1,336,882                       | 477,407            | 859,476                                       | 591,203           | 424,727                | 247,778                                 |
| Salaries and wages.....                                    | 3,243,206  | 21,042,380                      | 9,595,781          | 11,446,599                                    | 2,795,401         | 1,223,535              | 799,694                                 |
| Guaranteed payments to partners.....                       | 173,667  | 541,601                         | 141,416            | 400,186                                       | 539,681           | 321,646                | 159,831                                 |
| Rent paid.....   | 764,999  | 6,040,257                       | 1,850,908          | 4,189,349                                     | 1,395,079         | 399,283                | 320,162                                 |
| Interest paid.....   | 1,082,592  | 6,028,010                       | 5,213,204          | 814,806                                       | 347,553           | 168,194                | 131,968                                 |
| Taxes and licenses.....                                    | 2,080,946  | 5,112,789                       | 3,027,292          | 2,085,497                                     | 486,489           | 224,211                | 165,190                                 |
| Bad debts.....   | 30,628   | 101,659                         | 68,271             | 33,389  | 27,492            | 6,934                  | 3,187                                   |
| Repairs and maintenance.....                               | 348,237  | 2,325,886                       | 1,285,076          | 1,040,810                                     | 235,348           | 101,866                | 66,385                                  |
| Depreciation.....  | 2,039,452  | 7,537,992                       | 5,434,310          | 2,103,682                                     | 678,600           | 355,418                | 283,687                                 |
| Depletion.....   | 0  | 309                             | 309                | 0   | 0                 | 0                      | 0                                       |
| Retirement plans, etc.....                                 | 15,617   | 97,674                          | 75,922             | 21,752  | 15,537            | 8,362                  | *2,502                                  |
| Employee benefit programs.....                             | 196,348  | 988,883                         | 694,091            | 294,792                                       | 129,781           | 51,917                 | 30,999                                  |
| Net loss from other partnerships and fiduciaries.....      | 67,736   | 672,309                         | 521,992            | 150,317                                       | *17,204           | *4,153                 | 0                                       |
| Farm net loss.....   | 0  | *7,798                          | *5,006             | *2,792  | 0                 | 0                      | 0                                       |
| Net loss, noncapital assets.....                           | 74,600   | 66,560                          | 50,814             | 15,746  | *1,747            | *263                   | 17                                      |
| Other deductions.....                                      | 5,772,891  | 34,674,312                      | 19,593,591         | 15,080,720                                    | 4,678,810         | 1,808,739              | 1,162,916                               |
| <b>Ordinary business income (loss).....</b>                | <b>890,317</b>   | <b>-104,085</b>                 | <b>-1,105,211</b>  | <b>1,001,126</b>                              | <b>541,206</b>    | <b>449,862</b>         | <b>179,906</b>                          |
| Net income.....  | 2,725,346  | 7,038,255                       | 3,644,182          | 3,394,073                                     | 1,654,002         | 896,408                | 530,321                                 |
| Loss.....  | 1,835,029  | 7,142,340                       | 4,749,393          | 2,392,947                                     | 1,112,796         | 446,546                | 350,416                                 |
| <b>Portfolio income (loss) distributed</b>                 |  |                                 |                    |   |                   |                        |   |
| <b>directly to partners.....</b>                           | <b>291,335</b>   | <b>1,907,851</b>                | <b>1,744,481</b>   | <b>163,371</b>                                | <b>440,091</b>    | <b>153,908</b>         | <b>152,323</b>                          |
| Interest income.....                                       | 57,460   | 390,156                         | 336,707            | 53,449  | 94,512            | 10,543                 | 9,022                                   |
| Dividend income.....                                       | 5,243  | 43,209                          | 36,978             | 6,231   | 46,202            | *54                    | *19                                     |
| Royalties.....   | *1,862   | *31,976                         | 3,250              | *28,726                                       | 0                 | 0                      | 0                                       |
| Net short-term capital gain (loss).....                    | *9   | 2,863                           | 3,367              | *-504   | *892              | *9                     | *9                                      |
| Net long-term capital gain (loss).....                     | 226,762  | 1,439,648                       | 1,364,178          | 75,469  | 298,486           | *143,302               | *143,272                                |
| <b>Net rental real estate income (loss).....</b>           | <b>33,115</b>  | <b>183,983</b>                  | <b>139,972</b>     | <b>44,010</b>                                 | <b>30,575</b>     | <b>*9,583</b>          | <b>*9,591</b>                           |
| Net income.....  | 60,831   | 350,323                         | 295,584            | 54,739  | 31,616            | *9,738                 | *9,591                                  |
| Loss.....  | *27,716  | 166,341                         | 155,612            | *10,729                                       | *1,041            | *155                   | 0                                       |
| <b>Other net rental income (loss).....</b>                 | <b>840</b>   | <b>*32,372</b>                  | <b>*26,565</b>     | <b>*5,807</b>                                 | <b>*-595</b>      | <b>*-5,321</b>         | <b>*743</b>                             |
| Net income.....  | 5,312  | *32,372                         | *26,565            | *5,807  | *5,469            | *743                   | *743                                    |
| Loss.....  | *4,472   | 0                               | 0                  | 0   | *6,063            | *6,063                 | 0                                       |
| <b>Total net income (loss) [2].....</b>                    | <b>988,836</b>   | <b>577,610</b>                  | <b>-561,739</b>    | <b>1,139,348</b>                              | <b>711,899</b>    | <b>464,722</b>         | <b>199,281</b>                          |
| Net income.....  | 2,821,919  | 7,635,413                       | 4,153,690          | 3,481,724                                     | 1,813,802         | 906,539                | 540,863                                 |
| Loss.....  | 1,833,083  | 7,057,804                       | 4,715,428          | 2,342,375                                     | 1,101,903         | 441,818                | 341,583                                 |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item  | Other services--Continued    |                               |  | Nature of business not allocable |
|---|------------------------------|-------------------------------|--|----------------------------------|
|   | Repair and maintenance       | Personal and laundry services | Religious, grantmaking, civic, professional, and similar organizations |                                  |
|   | Other repair and maintenance |                               |  |                                  |
|   | (134)                        | (135)                         | (136)  | (137)                            |
| <b>Number of partnerships</b> .....                                   | 9,721                        | 32,915                        | *287   | 2,506                            |
| <b>Number of partners</b> .....                                       | 31,858                       | 80,419                        | *6,574   | 6,688                            |
| <b>Total assets</b> .....   | 1,269,582                    | 8,034,451                     | *325,706   | *534,490                         |
| <b>Income and deductions from a trade or business:</b>                |                              |                               |  |                                  |
| <b>Total income</b> .....   | 3,821,660                    | 8,136,699                     | *73,174  | *115,891                         |
| Business receipts.....  | 3,656,368                    | 7,872,221                     | *73,062  | *115,891                         |
| Ordinary income from other partnerships and fiduciaries.....          | *3,557                       | *57,404                       | 0  | 0                                |
| Farm net profit.....  | 0                            | *7,903                        | 0  | 0                                |
| Net gain, noncapital assets.....                                      | 9,499                        | *14,626                       | 0  | 0                                |
| Other income.....   | 152,236                      | 184,545                       | *112   | 0                                |
| <b>Total deductions</b> .....   | 3,551,704                    | 8,057,327                     | *61,203  | 122,692                          |
| Cost of good sold [1].....  | 2,003,721                    | 1,403,638                     | *40,690  | *43,140                          |
| Inventory, beginning of year.....                                     | 160,703                      | 111,437                       | *16,632  | *22,756                          |
| Purchases.....  | 1,040,329                    | 645,035                       | *36,962  | *8,288                           |
| Cost of labor.....  | 241,436                      | 241,173                       | *1,481   | *6,286                           |
| Additional inventory costs (section 263A).....                        | *6,390                       | *27,527                       | 0  | 0                                |
| Other costs.....  | 731,812                      | 530,556                       | 0  | *6,003                           |
| Less: Inventory, end of year.....                                     | 176,949                      | 152,090                       | *14,385  | *192                             |
| Salaries and wages.....   | 423,841                      | 1,571,866                     | 0  | *7,321                           |
| Guaranteed payments to partners.....                                  | 161,815                      | 218,036                       | 0  | 0                                |
| Rent paid.....  | 79,121                       | 994,637                       | *1,160   | *1,287                           |
| Interest paid.....  | 36,226                       | 177,218                       | *2,140   | *8,330                           |
| Taxes and licenses.....   | 59,022                       | 260,908                       | *1,370   | *4,014                           |
| Bad debts.....  | 3,746                        | 20,558                        | 0  | 0                                |
| Repairs and maintenance.....  | 35,482                       | 133,203                       | *278   | *1,846                           |
| Depreciation.....   | 71,732                       | 321,705                       | *1,476   | *10,807                          |
| Depletion.....  | 0                            | 0                             | 0  | 0                                |
| Retirement plans, etc.....  | 5,859                        | 7,175                         | 0  | 0                                |
| Employee benefit programs.....  | 20,918                       | 77,864                        | 0  | 0                                |
| Net loss from other partnerships and fiduciaries.....                 | *4,153                       | *13,052                       | 0  | *5,108                           |
| Farm net loss.....  | 0                            | 0                             | 0  | 0                                |
| Net loss, noncapital assets.....                                      | *246                         | *1,484                        | 0  | 0                                |
| Other deductions.....   | 645,823                      | 2,855,982                     | *14,090  | *40,840                          |
| <b>Ordinary business income (loss)</b> .....                          | 269,957                      | 79,372                        | *11,971  | -6,801                           |
| Net income.....   | 366,087                      | 745,622                       | *11,971  | *22,897                          |
| Loss.....   | 96,130                       | 666,250                       | 0  | *29,698                          |
| <b>Portfolio income (loss) distributed directly to partners</b> ..... | 1,585                        | 243,799                       | *42,384  | *196                             |
| Interest income.....  | 1,521                        | 83,969                        | 0  | *196                             |
| Dividend income.....  | *35                          | 3,763                         | *42,384  | 0                                |
| Royalties.....  | 0                            | 0                             | 0  | 0                                |
| Net short-term capital gain (loss).....                               | 0                            | *883                          | 0  | 0                                |
| Net long-term capital gain (loss).....                                | 29                           | *155,184                      | 0  | 0                                |
| <b>Net rental real estate income (loss)</b> .....                     | *-8                          | *20,992                       | 0  | 0                                |
| Net income.....   | *147                         | *21,879                       | 0  | 0                                |
| Loss.....   | *155                         | *886                          | 0  | 0                                |
| <b>Other net rental income (loss)</b> .....                           | *-6,063                      | *4,726                        | 0  | 0                                |
| Net income.....   | 0                            | *4,726                        | 0  | 0                                |
| Loss.....   | *6,063                       | 0                             | 0  | 0                                |
| <b>Total net income (loss) [2]</b> .....                              | 265,441                      | 192,822                       | *54,355  | -6,605                           |
| Net income.....   | 365,676                      | 852,908                       | *54,355  | *23,056                          |
| Loss.....   | 100,235                      | 660,085                       | 0  | *29,662                          |

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

[1] Cost of good sold is not equal to the sum of its components because some partnerships do not report the components.

[2] Total net income (loss) is the sum of ordinary business income (loss), interest income, dividend income, royalties, net rental real estate income (loss), and other net rental income (loss).

[3] Less than \$500.

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

# Partnership Returns, 2004

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

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

| Item   | All industries       | Agriculture, forestry, fishing, and hunting |                   |                   |                      |                                |   |
|--|----------------------|---|-------------------|-------------------|----------------------|--------------------------------|---|
|  |                      | Total                                       | Crop production   | Animal production | Forestry and logging | Fishing, hunting, and trapping | Support activities for agriculture and forestry |
|  | (1)                  | (2)   | (3)               | (4)               | (5)                  | (6)                            | (7)   |
| <b>Number of partnerships</b> .....                          | <b>1,440,895</b>     | <b>64,213</b>                               | <b>41,137</b>     | <b>15,001</b>     | <b>2,985</b>         | <b>597</b>                     | <b>4,495</b>                                    |
| <b>Number of partners</b> .....                              | <b>9,589,354</b>     | <b>221,668</b>                              | <b>146,957</b>    | <b>44,560</b>     | <b>16,385</b>        | <b>1,383</b>                   | <b>12,383</b>                                   |
| <b>Total assets</b> .....                                    | <b>8,125,533,499</b> | <b>45,608,950</b>                           | <b>18,752,966</b> | <b>14,742,897</b> | <b>9,565,751</b>     | <b>*358,800</b>                | <b>2,188,536</b>                                |
| <b>Income and deductions from a trade or business:</b>       |                      |   |                   |                   |                      |                                |   |
| <b>Total income</b> .....                                    | <b>2,317,907,009</b> | <b>18,460,160</b>                           | <b>4,119,705</b>  | <b>6,255,644</b>  | <b>2,014,027</b>     | <b>701,327</b>                 | <b>5,369,457</b>                                |
| Business receipts.....                                       | 2,151,732,666        | 14,336,507                                  | 1,732,602         | 4,812,292         | 1,825,434            | 698,634                        | 5,267,546                                       |
| Ordinary income from other partnerships and fiduciaries..... | 46,451,791           | 267,281                                     | 89,009            | *106,099          | *59,421              | *1,996                         | *10,756   |
| Farm net profit.....   | 3,376,442            | 3,322,762                                   | 2,177,549         | 1,142,816         | *2,340               | 0                              | *57   |
| Net gain, noncapital assets.....                             | 8,406,696            | 216,292                                     | 58,513            | 150,191           | *4,272               | 224                            | 3,092   |
| Other income.....  | 107,939,415          | 317,318                                     | 62,032            | 44,246            | 122,560              | *474                           | 88,007  |
| <b>Total deductions</b> .....                                | <b>1,976,878,207</b> | <b>14,320,329</b>                           | <b>1,942,752</b>  | <b>4,872,949</b>  | <b>1,796,565</b>     | <b>567,557</b>                 | <b>5,140,506</b>                                |
| Cost of good sold [1].....                                   | 1,241,588,485        | 9,831,967                                   | 750,293           | 3,946,715         | 944,809              | *279,943                       | 3,910,207                                       |
| Inventory, beginning of year.....                            | 105,845,179          | 634,864                                     | *63,208           | 206,148           | *57,404              | *17,891                        | 290,212   |
| Purchases.....   | 837,230,335          | 7,283,103                                   | 352,183           | 3,061,275         | 573,208              | *60,204                        | 3,236,233                                       |
| Cost of labor.....   | 44,645,228           | 308,673                                     | *44,194           | 60,681            | *43,812              | *94,651                        | 65,336  |
| Additional inventory costs (section 263A).....               | 14,140,774           | 48,362                                      | 0                 | *2,961            | *18,640              | *8,583                         | *18,179   |
| Other costs.....   | 363,982,136          | 2,246,464                                   | 345,734           | 883,919           | 318,790              | *111,674                       | 586,347   |
| Less: Inventory, end of year.....                            | 125,558,390          | 689,498                                     | *55,025           | 268,269           | *67,044              | *13,059                        | 286,101   |
| Salaries and wages.....                                      | 192,637,307          | 928,227                                     | 186,295           | 158,891           | 199,328              | *7,138                         | 376,575   |
| Guaranteed payments to partners.....                         | 23,357,100           | 362,411                                     | 159,015           | 87,217            | 42,965               | *25,639                        | 47,575  |
| Rent paid.....   | 33,778,361           | 129,977                                     | 44,544            | 26,599            | 10,000               | *13,758                        | 35,076  |
| Interest paid.....   | 33,021,907           | 153,204                                     | 32,496            | 45,007            | 28,748               | *8,190                         | 38,762  |
| Taxes and licenses.....                                      | 30,497,450           | 164,886                                     | 24,834            | 20,527            | 56,575               | *4,844                         | 58,106  |
| Bad debts.....   | 7,955,073            | 5,374                                       | *55               | 2,846             | *60                  | 0                              | 2,414   |
| Repairs and maintenance.....                                 | 10,094,272           | 157,567                                     | 29,077            | 21,983            | 39,267               | *19,948                        | 47,293  |
| Depreciation.....  | 45,710,444           | 320,278                                     | 66,688            | 59,285            | 81,216               | *12,509                        | 100,579   |
| Depletion.....   | 583,015              | *12,446                                     | 0                 | 0                 | *12,446              | 0                              | 0   |
| Retirement plans, etc.....                                   | 6,775,422            | 21,062                                      | *2,186            | *2,578            | *11,317              | 0                              | 4,981   |
| Employee benefit programs.....                               | 14,459,522           | 35,837                                      | *5,337            | 6,183             | *15,103              | 232                            | 8,982   |
| Net loss from other partnerships and fiduciaries.....        | 3,529,457            | 26,834                                      | *12,851           | *5,544            | *8,001               | 394                            | *44   |
| Farm net loss.....   | 365,792              | 261,961                                     | 128,437           | 130,061           | *215                 | 0                              | *3,248  |
| Net loss, noncapital assets.....                             | 715,787              | *166  | 0                 | 149               | 0                    | *18                            | 0   |
| Other deductions.....  | 331,808,813          | 1,908,132                                   | 500,642           | 359,365           | 346,515              | 194,945                        | 506,665   |
| <b>Ordinary business income (loss)</b> .....                 | <b>341,028,802</b>   | <b>4,139,831</b>                            | <b>2,176,953</b>  | <b>1,382,695</b>  | <b>217,462</b>       | <b>133,769</b>                 | <b>228,951</b>                                  |
| Net income.....  | 346,675,884          | 4,342,985                                   | 2,260,012         | 1,471,923         | 240,672              | 133,769                        | 236,609   |
| Loss.....  | 5,647,082            | 203,154                                     | 83,059            | 89,227            | *23,210              | 0                              | *7,658  |
| <b>Portfolio income (loss) distributed</b>                   |                      |   |                   |                   |                      |                                |   |
| <b>directly to partners</b> .....                            | <b>318,307,981</b>   | <b>809,856</b>                              | <b>331,898</b>    | <b>271,775</b>    | <b>179,938</b>       | <b>*1,619</b>                  | <b>24,625</b>                                   |
| Interest income.....   | 82,015,180           | 218,439                                     | 55,251            | 47,374            | 106,679              | *834                           | 8,302   |
| Dividend income.....   | 47,939,449           | 61,867                                      | 39,626            | 14,844            | *3,302               | 0                              | *4,096  |
| Royalties.....   | 10,496,063           | 133,836                                     | 27,989            | 74,543            | *27,128              | 0                              | *4,176  |
| Net short-term capital gain (loss).....                      | 24,788,490           | 10,672                                      | 5,489             | 4,495             | *546                 | 0                              | *141  |
| Net long-term capital gain (loss).....                       | 153,068,799          | 385,041                                     | 203,543           | 130,520           | *42,283              | 785                            | *7,911  |
| <b>Net rental real estate income (loss)</b> .....            | <b>80,213,639</b>    | <b>438,858</b>                              | <b>284,522</b>    | <b>117,931</b>    | <b>*35,592</b>       | <b>*28</b>                     | <b>*784</b>                                     |
| Net income.....  | 82,303,699           | 455,837                                     | 286,486           | 132,863           | *35,592              | *28                            | *868  |
| Loss.....  | 2,090,060            | 16,979                                      | *1,964            | *14,932           | 0                    | 0                              | 83  |
| <b>Other net rental income (loss)</b> .....                  | <b>4,538,553</b>     | <b>234,662</b>                              | <b>223,768</b>    | <b>*2,421</b>     | <b>*336</b>          | <b>*6,812</b>                  | <b>*1,325</b>                                   |
| Net income.....  | 4,931,066            | 234,662                                     | 223,768           | *2,421            | *336                 | *6,812                         | *1,325  |
| Loss.....  | 392,513              | 0   | 0                 | 0                 | 0                    | 0                              | 0   |
| <b>Total net income [2]</b> .....                            | <b>566,231,686</b>   | <b>5,227,494</b>                            | <b>2,808,108</b>  | <b>1,639,808</b>  | <b>390,499</b>       | <b>141,444</b>                 | <b>247,635</b>                                  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Mining             |                        |                   |                               | Utilities         | Construction       |                           |
|--|--------------------|------------------------|-------------------|-------------------------------|-------------------|--------------------|---------------------------|
|  | Total              | Oil and gas extraction | Other mining      | Support activities for mining |                   | Total              | Construction of buildings |
|  | (8)                | (9)                    | (10)              | (11)                          |                   | (12)               | (13)                      |
| <b>Number of partnerships</b> .....                          | <b>17,601</b>      | <b>15,246</b>          | <b>1,233</b>      | <b>1,122</b>                  | <b>2,255</b>      | <b>86,829</b>      | <b>32,584</b>             |
| <b>Number of partners</b> .....                              | <b>388,051</b>     | <b>326,700</b>         | <b>56,345</b>     | <b>5,007</b>                  | <b>38,413</b>     | <b>237,594</b>     | <b>91,526</b>             |
| <b>Total assets</b> .....                                    | <b>131,394,488</b> | <b>116,404,418</b>     | <b>13,352,480</b> | <b>1,637,591</b>              | <b>82,149,174</b> | <b>121,333,869</b> | <b>75,233,383</b>         |
| <b>Income and deductions from a trade or business:</b>       |                    |                        |                   |                               |                   |                    |                           |
| <b>Total income</b> .....                                    | <b>74,507,943</b>  | <b>62,834,554</b>      | <b>8,892,020</b>  | <b>2,781,368</b>              | <b>66,648,123</b> | <b>189,291,022</b> | <b>122,545,320</b>        |
| Business receipts.....                                       | 69,950,382         | 58,933,130             | 8,360,605         | 2,656,646                     | 64,403,608        | 184,280,718        | 119,395,010               |
| Ordinary income from other partnerships and fiduciaries..... | 1,481,050          | 1,320,747              | *72,296           | *88,007                       | 821,176           | 2,597,122          | 1,606,507                 |
| Farm net profit.....   | 0                  | 0                      | 0                 | 0                             | 0                 | *205               | 0                         |
| Net gain, noncapital assets.....                             | 995,880            | 883,587                | 110,667           | *1,627                        | 175,521           | 270,560            | 184,749                   |
| Other income.....  | 2,080,631          | 1,697,090              | 348,453           | 35,088                        | 1,247,818         | 2,142,417          | 1,359,055                 |
| <b>Total deductions</b> .....                                | <b>46,342,248</b>  | <b>36,224,713</b>      | <b>7,716,169</b>  | <b>2,401,366</b>              | <b>60,596,245</b> | <b>165,515,774</b> | <b>108,067,489</b>        |
| Cost of good sold [1].....                                   | 28,684,497         | 21,035,960             | 5,974,985         | 1,673,551                     | 46,750,158        | 136,182,759        | 90,462,528                |
| Inventory, beginning of year.....                            | 1,653,172          | 969,901                | 485,169           | *198,102                      | 488,286           | 24,240,564         | 15,689,573                |
| Purchases.....   | 15,622,729         | 13,363,962             | 1,297,361         | 961,407                       | 33,379,877        | 51,894,440         | 36,206,365                |
| Cost of labor.....   | 1,339,559          | 367,339                | 794,874           | *177,345                      | 150,524           | 8,540,635          | 2,631,737                 |
| Additional inventory costs (section 263A).....               | 163,347            | *58,951                | 102,545           | 1,851                         | 56,845            | 6,678,996          | 5,368,611                 |
| Other costs.....   | 11,978,246         | 7,572,432              | 3,853,944         | 551,869                       | 13,481,899        | 73,136,651         | 49,404,704                |
| Less: Inventory, end of year.....                            | 2,072,556          | 1,296,625              | 558,909           | *217,022                      | 807,274           | 28,356,309         | 18,879,797                |
| Salaries and wages.....                                      | 1,166,434          | 723,692                | 249,671           | 193,071                       | 1,032,440         | 5,131,229          | 2,556,025                 |
| Guaranteed payments to partners.....                         | 153,297            | 77,719                 | *46,577           | *29,001                       | 12,196            | 1,161,866          | 541,284                   |
| Rent paid.....   | 197,182            | 122,318                | 44,333            | 30,531                        | 299,272           | 697,204            | 237,120                   |
| Interest paid.....   | 1,003,265          | 842,558                | 151,378           | 9,329                         | 1,592,631         | 1,181,802          | 691,174                   |
| Taxes and licenses.....                                      | 1,687,667          | 1,519,356              | 150,661           | 17,650                        | 599,288           | 984,849            | 487,471                   |
| Bad debts.....   | 37,408             | 27,998                 | 7,243             | *2,168                        | 208,248           | 84,503             | 19,980                    |
| Repairs and maintenance.....                                 | 302,516            | 245,012                | 45,850            | 11,653                        | 651,574           | 395,746            | 120,499                   |
| Depreciation.....  | 2,581,892          | 2,390,165              | 132,880           | 58,847                        | 2,143,009         | 1,041,640          | 309,160                   |
| Depletion.....   | 429,909            | 120,928                | 306,675           | 2,306                         | *107,425          | *697               | 0                         |
| Retirement plans, etc.....                                   | 69,667             | 47,456                 | 18,854            | *3,357                        | 152,592           | 111,978            | 60,508                    |
| Employee benefit programs.....                               | 182,616            | 126,043                | 39,514            | *17,059                       | 161,616           | 249,966            | 103,341                   |
| Net loss from other partnerships and fiduciaries.....        | 47,652             | 45,199                 | *1,508            | *946                          | *53,692           | 43,535             | 4,111                     |
| Farm net loss.....   | *8,999             | *7,763                 | *1,236            | 0                             | 0                 | *6,956             | 0                         |
| Net loss, noncapital assets.....                             | 70,917             | 69,568                 | *1,349            | 0                             | 5,668             | 4,382              | 2,420                     |
| Other deductions.....  | 9,718,330          | 8,822,979              | 543,453           | 351,898                       | 6,826,437         | 18,236,664         | 12,471,869                |
| <b>Ordinary business income (loss)</b> .....                 | <b>28,165,695</b>  | <b>26,609,841</b>      | <b>1,175,852</b>  | <b>380,003</b>                | <b>6,051,878</b>  | <b>23,775,248</b>  | <b>14,477,831</b>         |
| Net income.....  | 28,281,312         | 26,723,099             | 1,178,210         | 380,003                       | 6,088,265         | 23,799,056         | 14,481,689                |
| Loss.....  | 115,617            | 113,259                | *2,358            | 0                             | *36,387           | 23,808             | *3,858                    |
| <b>Portfolio income (loss) distributed</b>                   |                    |                        |                   |                               |                   |                    |                           |
| <b>directly to partners</b> .....                            | <b>3,999,166</b>   | <b>3,752,251</b>       | <b>172,542</b>    | <b>74,373</b>                 | <b>335,476</b>    | <b>1,239,401</b>   | <b>535,155</b>            |
| Interest income.....   | 545,066            | 522,658                | 21,586            | 823                           | 221,386           | 380,762            | 204,429                   |
| Dividend income.....   | 139,643            | 124,675                | 14,797            | *171                          | *14,069           | 119,952            | 104,825                   |
| Royalties.....   | 2,903,086          | 2,822,831              | 67,032            | *13,223                       | 569               | *3,076             | 1,169                     |
| Net short-term capital gain (loss).....                      | 17,777             | 13,639                 | *4,133            | *6                            | *16,784           | 75,318             | 27,851                    |
| Net long-term capital gain (loss).....                       | 393,595            | 268,449                | *64,994           | *60,152                       | *82,668           | 660,292            | 196,881                   |
| <b>Net rental real estate income (loss)</b> .....            | <b>41,873</b>      | <b>30,314</b>          | <b>3,664</b>      | <b>*7,895</b>                 | <b>560</b>        | <b>226,932</b>     | <b>54,231</b>             |
| Net income.....  | 51,039             | 38,541                 | *4,603            | *7,895                        | 697               | 301,226            | 100,409                   |
| Loss.....  | 9,166              | 8,227                  | *939              | 0                             | 137               | 74,295             | 46,177                    |
| <b>Other net rental income (loss)</b> .....                  | <b>13,078</b>      | <b>8,809</b>           | <b>*4,269</b>     | <b>0</b>                      | <b>*16,895</b>    | <b>32,520</b>      | <b>8,943</b>              |
| Net income.....  | 13,131             | 8,862                  | *4,269            | 0                             | *16,895           | 34,500             | *10,922                   |
| Loss.....  | *53                | *53                    | 0                 | 0                             | 0                 | *1,980             | *1,980                    |
| <b>Total net income [2]</b> .....                            | <b>31,808,440</b>  | <b>30,119,127</b>      | <b>1,287,200</b>  | <b>402,113</b>                | <b>6,305,358</b>  | <b>24,538,490</b>  | <b>14,851,428</b>         |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Construction--Continued                  |                             |                   |  |                           |  |                        |
|--|--|-----------------------------|-------------------|--|---------------------------|--|------------------------|
|  | Heavy and civil engineering construction |                             |                   |  | Special trade contractors |  |                        |
|  | Total                                    | Utility system construction | Land subdivision  | Other heavy and civil engineering construction | Total                     | Foundation, structure, and building exterior contractors | Electrical contractors |
| (15)   | (16)                                     | (17)                        | (18)              | (19)   | (20)                      | (21)   |                        |
| <b>Number of partnerships</b> .....                          | <b>16,448</b>                            | <b>1,176</b>                | <b>13,562</b>     | <b>1,710</b>                                   | <b>37,797</b>             | <b>7,166</b>   | <b>2,663</b>           |
| <b>Number of partners</b> .....                              | <b>59,612</b>                            | <b>2,984</b>                | <b>52,548</b>     | <b>4,080</b>                                   | <b>86,456</b>             | <b>15,614</b>  | <b>5,639</b>           |
| <b>Total assets</b> .....                                    | <b>37,365,744</b>                        | <b>1,718,019</b>            | <b>30,622,465</b> | <b>5,025,260</b>                               | <b>8,744,743</b>          | <b>2,240,596</b>   | <b>1,012,929</b>       |
| <b>Income and deductions from a trade or business:</b>       |  |                             |                   |  |                           |  |                        |
| <b>Total income</b> .....                                    | <b>38,354,540</b>                        | <b>2,557,843</b>            | <b>22,977,086</b> | <b>12,819,611</b>                              | <b>28,391,162</b>         | <b>6,978,084</b>   | <b>3,143,079</b>       |
| Business receipts.....                                       | 36,638,776                               | 2,521,505                   | 21,412,144        | 12,705,127                                     | 28,246,932                | 6,935,638  | 3,132,801              |
| Ordinary income from other partnerships and fiduciaries..... | 982,307                                  | 5,794                       | 975,399           | *1,114   | *8,308                    | *7,645   | 0                      |
| Farm net profit.....   | *205                                     | 0                           | *205              | 0  | 0                         | 0  | 0                      |
| Net gain, noncapital assets.....                             | 39,356                                   | 10,374                      | 8,664             | 20,318   | 46,454                    | 25,346   | *193                   |
| Other income.....  | 693,895                                  | 20,169                      | 580,675           | 93,051   | 89,468                    | 9,455  | 10,085                 |
| <b>Total deductions</b> .....                                | <b>31,699,458</b>                        | <b>2,240,860</b>            | <b>17,419,601</b> | <b>12,038,996</b>                              | <b>25,748,828</b>         | <b>6,336,802</b>   | <b>2,872,370</b>       |
| Cost of good sold [1].....                                   | 27,471,755                               | 1,956,443                   | 14,916,061        | 10,599,251                                     | 18,248,476                | 4,862,716  | 1,998,707              |
| Inventory, beginning of year.....                            | 8,179,526                                | *36,069                     | 8,087,070         | 56,387   | 371,466                   | 34,809   | 18,144                 |
| Purchases.....   | 8,020,999                                | 385,612                     | 6,385,794         | 1,249,594                                      | 7,667,076                 | 2,380,573  | 654,926                |
| Cost of labor.....   | 1,984,209                                | 389,568                     | *23,288           | 1,571,353                                      | 3,924,689                 | 999,969  | 584,790                |
| Additional inventory costs (section 263A).....               | 1,061,703                                | *84,089                     | 677,371           | *300,243                                       | 248,682                   | *113,080   | *948                   |
| Other costs.....   | 17,178,765                               | 1,114,996                   | 8,566,174         | 7,497,595                                      | 6,553,181                 | 1,390,038  | 757,825                |
| Less: Inventory, end of year.....                            | 8,953,447                                | *53,892                     | 8,823,634         | 75,921   | 523,065                   | 55,754   | 17,925                 |
| Salaries and wages.....                                      | 644,856                                  | 56,625                      | 269,018           | 319,212  | 1,930,347                 | 367,290  | 259,784                |
| Guaranteed payments to partners.....                         | 123,954                                  | *6,076                      | 93,748            | 24,130   | 496,628                   | 102,197  | 66,505                 |
| Rent paid.....   | 167,786                                  | 8,204                       | 26,806            | 132,776  | 292,298                   | 41,722   | 32,016                 |
| Interest paid.....   | 349,398                                  | 15,013                      | 300,559           | 33,826   | 141,230                   | 23,552   | 17,147                 |
| Taxes and licenses.....                                      | 176,137                                  | 16,622                      | 92,294            | 67,221   | 321,241                   | 80,847   | 31,938                 |
| Bad debts.....   | 22,356                                   | *2,333                      | 15,543            | 4,479  | 42,167                    | 5,713  | 2,453                  |
| Repairs and maintenance.....                                 | 86,862                                   | 5,687                       | 45,824            | 35,351   | 188,384                   | 22,598   | 16,402                 |
| Depreciation.....  | 275,544                                  | 55,228                      | 86,345            | 133,971  | 456,936                   | 81,664   | 33,664                 |
| Depletion.....   | *35                                      | 0                           | *35               | 0  | *661                      | 23   | 0                      |
| Retirement plans, etc.....                                   | 17,347                                   | *1,393                      | 1,317             | 14,637   | 34,124                    | 10,353   | 5,816                  |
| Employee benefit programs.....                               | 67,089                                   | *3,643                      | 15,108            | 48,338   | 79,537                    | 11,061   | 8,377                  |
| Net loss from other partnerships and fiduciaries.....        | 36,623                                   | 0                           | 36,623            | 0  | *2,801                    | 38   | *2,332                 |
| Farm net loss.....   | 0  | 0                           | 0                 | 0  | *6,956                    | 0  | *6,956                 |
| Net loss, noncapital assets.....                             | 571                                      | [3]                         | 523               | *48  | *1,392                    | *46  | *122                   |
| Other deductions.....  | 2,259,145                                | 113,593                     | 1,519,796         | 625,755  | 3,505,650                 | 726,982  | 390,151                |
| <b>Ordinary business income (loss)</b> .....                 | <b>6,655,082</b>                         | <b>316,982</b>              | <b>5,557,485</b>  | <b>780,615</b>                                 | <b>2,642,335</b>          | <b>641,282</b>   | <b>270,709</b>         |
| Net income.....  | 6,674,932                                | 316,982                     | 5,576,194         | 781,756  | 2,642,435                 | 641,282  | 270,723                |
| Loss.....  | 19,850                                   | 0                           | 18,709            | *1,141   | *100                      | 0  | *15                    |
| <b>Portfolio income (loss) distributed</b>                   |  |                             |                   |  |                           |  |                        |
| <b>directly to partners</b> .....                            | <b>657,889</b>                           | <b>5,963</b>                | <b>618,457</b>    | <b>33,469</b>                                  | <b>46,358</b>             | <b>23,488</b>  | <b>7,411</b>           |
| Interest income.....   | 162,336                                  | 4,354                       | 134,242           | 23,739   | 13,997                    | 2,083  | 5,634                  |
| Dividend income.....   | 12,660                                   | *425                        | 9,209             | 3,027  | 2,466                     | *1,923   | *340                   |
| Royalties.....   | *1,908                                   | 0                           | *1,575            | 332  | 0                         | 0  | 0                      |
| Net short-term capital gain (loss).....                      | 18,762                                   | *92                         | 18,670            | [3]  | *28,706                   | *19,351  | *616                   |
| Net long-term capital gain (loss).....                       | 462,223                                  | *1,092                      | 454,761           | 6,370  | 1,189                     | *130   | *821                   |
| <b>Net rental real estate income (loss)</b> .....            | <b>163,458</b>                           | <b>0</b>                    | <b>162,532</b>    | <b>*926</b>                                    | <b>*9,242</b>             | <b>*3,387</b>  | <b>*3,431</b>          |
| Net income.....  | 191,492                                  | 0                           | 190,566           | *926   | *9,325                    | *3,387   | *3,431                 |
| Loss.....  | 28,034                                   | 0                           | 28,034            | 0  | *83                       | 0  | 0                      |
| <b>Other net rental income (loss)</b> .....                  | <b>*22,498</b>                           | <b>2</b>                    | <b>*406</b>       | <b>22,090</b>                                  | <b>*1,079</b>             | <b>0</b>   | <b>*926</b>            |
| Net income.....  | *22,498                                  | 2                           | *406              | 22,090   | *1,079                    | 0  | *926                   |
| Loss.....  | 0  | 0                           | 0                 | 0  | 0                         | 0  | 0                      |
| <b>Total net income [2]</b> .....                            | <b>7,017,942</b>                         | <b>321,763</b>              | <b>5,865,449</b>  | <b>830,729</b>                                 | <b>2,669,120</b>          | <b>648,675</b>   | <b>281,039</b>         |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Construction--Continued                             |                                |                                   | Manufacturing     |                    |  |   |
|--|---|--------------------------------|-----------------------------------|-------------------|--------------------|--|---|
|  | Special trade contractors--Continued                |                                |                                   | Total             | Food manufacturing | Beverage and tobacco product manufacturing | Textile mills and textile product mills |
|  | Plumbing, heating, and air-conditioning contractors | Building finishing contractors | Other specialty trade contractors |                   |                    |  |   |
| (22)   | (23)  | (24)                           | (25)                              | (26)              | (27)               | (28)                                       |   |
| <b>Number of partnerships</b> .....                          | <b>4,526</b>  | <b>10,472</b>                  | <b>12,970</b>                     | <b>19,038</b>     | <b>1,343</b>       | <b>466</b>                                 | <b>61</b>                               |
| <b>Number of partners</b> .....                              | <b>10,306</b>                                       | <b>23,262</b>                  | <b>31,635</b>                     | <b>83,350</b>     | <b>4,780</b>       | <b>1,459</b>                               | <b>282</b>                              |
| <b>Total assets</b> .....                                    | <b>1,427,348</b>                                    | <b>1,193,233</b>               | <b>28,706,373</b>                 | <b>24,897,586</b> | <b>22,772,575</b>  | <b>17,396,449</b>                          | <b>2,194,091</b>                        |
| <b>Income and deductions from a trade or business:</b>       |   |                                |                                   |                   |                    |  |   |
| <b>Total income</b> .....                                    | <b>4,379,276</b>                                    | <b>5,526,797</b>               | <b>83,639,275</b>                 | <b>10,964,985</b> | <b>48,099,308</b>  | <b>14,855,533</b>                          | <b>3,382,286</b>                        |
| Business receipts.....                                       | 4,354,105   | 5,504,028                      | 83,203,615                        | 2,023,396         | 47,695,543         | 14,551,739                                 | 3,325,133                               |
| Ordinary income from other partnerships and fiduciaries..... | 0   | *664                           | 0                                 | 1,793,796         | 40,440             | *1,346                                     | *8,465                                  |
| Farm net profit.....   | 0   | 0                              | 0                                 | *331              | *121               | *131                                       | 0                                       |
| Net gain, noncapital assets.....                             | 1,575   | 1,194                          | 18,146                            | 916,268           | 16,484             | *1,348                                     | *18,315                                 |
| Other income.....  | 23,596  | 20,911                         | 25,419                            | 6,231,193         | 346,720            | 300,969                                    | 30,373                                  |
| <b>Total deductions</b> .....                                | <b>4,025,991</b>                                    | <b>4,938,068</b>               | <b>75,755,974</b>                 | <b>65,733,466</b> | <b>45,965,512</b>  | <b>13,842,208</b>                          | <b>3,224,745</b>                        |
| Cost of good sold [1].....                                   | 3,009,004   | 3,458,115                      | 49,199,353                        | 85,839,746        | 36,339,757         | 8,789,369                                  | 2,761,955                               |
| Inventory, beginning of year.....                            | 43,682  | 46,974                         | 227,857                           | 27,191,924        | 3,957,971          | 918,437                                    | 330,823                                 |
| Purchases.....   | 1,360,947   | 1,708,281                      | 15,623,482                        | 59,086,358        | 28,665,754         | 8,046,192                                  | 2,139,443                               |
| Cost of labor.....   | 568,877   | 789,575                        | 981,477                           | 14,949,250        | 1,661,787          | 139,462                                    | 350,304                                 |
| Additional inventory costs (section 263A).....               | *9,168  | *61,660                        | *63,826                           | 1,313,384         | 97,795             | *4,320                                     | *27,732                                 |
| Other costs.....   | 1,077,274   | 914,940                        | 24,131,051                        | 15,940,230        | 6,015,480          | 654,401                                    | 534,423                                 |
| Less: Inventory, end of year.....                            | 50,944  | 69,763                         | 328,678                           | 32,641,399        | 4,059,031          | 973,444                                    | 620,771                                 |
| Salaries and wages.....                                      | 297,037   | 430,172                        | 576,065                           | 14,440,562        | 1,589,495          | 1,148,614                                  | 156,145                                 |
| Guaranteed payments to partners.....                         | 86,289  | 136,717                        | 104,919                           | 776,949           | 37,247             | *8,706                                     | *4,090                                  |
| Rent paid.....   | 29,092  | 66,610                         | 122,857                           | 2,032,006         | 254,865            | 282,319                                    | 15,088                                  |
| Interest paid.....   | 19,403  | 22,828                         | 58,300                            | 3,010,279         | 262,653            | 256,017                                    | 34,266                                  |
| Taxes and licenses.....                                      | 53,282  | 56,700                         | 98,473                            | 5,608,438         | 233,260            | 119,969                                    | 16,689                                  |
| Bad debts.....   | 9,212   | 8,397                          | 16,391                            | 249,145           | 42,589             | *1,236                                     | 3,938                                   |
| Repairs and maintenance.....                                 | 15,584  | 13,702                         | 120,098                           | 1,391,904         | 226,317            | 35,591                                     | 16,904                                  |
| Depreciation.....  | 56,315  | 62,653                         | 222,639                           | 6,935,521         | 696,923            | 293,852                                    | 23,760                                  |
| Depletion.....   | 0   | *282                           | 357                               | 19,837            | 3                  | 226  | 0                                       |
| Retirement plans, etc.....                                   | 2,817   | 8,010                          | 7,128                             | 1,005,913         | 76,929             | 53,170                                     | 11,122                                  |
| Employee benefit programs.....                               | 19,590  | 19,919                         | 20,590                            | 1,864,583         | 248,123            | 98,195                                     | 16,391                                  |
| Net loss from other partnerships and fiduciaries.....        | 69  | 0                              | *363                              | 238,532           | 6,630              | *203,468                                   | 1,438                                   |
| Farm net loss.....   | 0   | 0                              | 0                                 | *5,582            | 1,073              | *4,509                                     | 0                                       |
| Net loss, noncapital assets.....                             | *123  | *5                             | *1,095                            | 115,113           | 2,219              | 269  | *64                                     |
| Other deductions.....  | 428,172   | 653,957                        | 1,306,388                         | 42,199,358        | 5,947,430          | 2,546,699                                  | 162,895                                 |
| <b>Ordinary business income (loss)</b> .....                 | <b>353,285</b>                                      | <b>588,729</b>                 | <b>788,330</b>                    | <b>45,231,519</b> | <b>2,133,795</b>   | <b>1,013,325</b>                           | <b>157,541</b>                          |
| Net income.....  | 353,285   | 588,729                        | 788,416                           | 45,250,467        | 2,133,827          | 1,013,325                                  | 158,105                                 |
| Loss.....  | 0   | 0                              | *85                               | 18,948            | 32                 | 0  | 564                                     |
| <b>Portfolio income (loss) distributed</b>                   |   |                                |                                   |                   |                    |  |   |
| <b>directly to partners</b> .....                            | <b>1,881</b>  | <b>658</b>                     | <b>12,919</b>                     | <b>4,473,043</b>  | <b>439,262</b>     | <b>107,366</b>                             | <b>20,564</b>                           |
| Interest income.....   | 1,853   | 636                            | 3,791                             | 1,117,491         | 35,707             | 99,937                                     | 3,337                                   |
| Dividend income.....   | [3]   | *16                            | *187                              | 1,790,567         | 169,149            | *1,477                                     | 12,328                                  |
| Royalties.....   | 0   | 0                              | 0                                 | 825,720           | 26,334             | 5,183                                      | 0                                       |
| Net short-term capital gain (loss).....                      | 0   | [3]                            | *8,738                            | 17,805            | 21,693             | 0  | *4,787                                  |
| Net long-term capital gain (loss).....                       | *28   | *7                             | *202                              | 721,460           | 186,379            | 770  | 112                                     |
| <b>Net rental real estate income (loss)</b> .....            | <b>47</b>   | <b>0</b>                       | <b>*2,378</b>                     | <b>19,645</b>     | <b>3,266</b>       | <b>*652</b>                                | <b>340</b>                              |
| Net income.....  | 47  | 0                              | *2,461                            | 21,954            | *4,344             | *652                                       | 340                                     |
| Loss.....  | 0   | 0                              | *83                               | 2,309             | 1,078              | 0  | 0                                       |
| <b>Other net rental income (loss)</b> .....                  | <b>0</b>  | <b>*153</b>                    | <b>0</b>                          | <b>410,657</b>    | <b>2,022</b>       | <b>232,889</b>                             | <b>0</b>                                |
| Net income.....  | 0   | *153                           | 0                                 | 415,700           | 2,022              | 232,889                                    | 0                                       |
| Loss.....  | 0   | 0                              | 0                                 | 5,043             | 0                  | 0  | 0                                       |
| <b>Total net income [2]</b> .....                            | <b>355,186</b>                                      | <b>589,534</b>                 | <b>794,687</b>                    | <b>49,395,599</b> | <b>2,370,273</b>   | <b>1,353,463</b>                           | <b>173,547</b>                          |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Manufacturing--Continued |   |                                  |                        |  |  |                           |
|--|--------------------------|---|----------------------------------|------------------------|--|--|---------------------------|
|  | Apparel<br>manufacturing | Leather and<br>allied<br>product<br>manufacturing | Wood<br>product<br>manufacturing | Paper<br>manufacturing | Printing<br>and related<br>support<br>activities | Petroleum<br>and coal<br>products<br>manufacturing | Chemical<br>manufacturing |
|  | (29)                     | (30)  | (31)                             | (32)                   | (33)   | (34)   | (35)                      |
| <b>Number of partnerships</b> .....                          | 778                      | *257  | 1,928                            | 181                    | 1,548  | 94   | 653                       |
| <b>Number of partners</b> .....                              | 2,108                    | *632  | 6,001                            | 1,017                  | 5,038  | 336  | 26,312                    |
| <b>Total assets</b> .....                                    | 1,647,627                | *541,941  | 3,012,543                        | 7,212,167              | 3,161,366  | 93,281,444   | 83,391,512                |
| <b>Income and deductions from a trade or business:</b>       |                          |   |                                  |                        |  |  |                           |
| <b>Total income</b> .....                                    | 4,454,808                | *718,975  | 6,754,579                        | 6,804,064              | 42,514,932                                       | 11,136,298   | 83,080,155                |
| Business receipts.....                                       | 4,229,208                | *718,886  | 6,718,105                        | 6,752,293              | 32,470,592                                       | 8,907,019  | 81,455,580                |
| Ordinary income from other partnerships and fiduciaries..... | *159,305                 | 0   | *5,876                           | *8,485                 | 12,182   | *285,142   | 767,395                   |
| Farm net profit.....   | 0                        | 0   | 0                                | 34                     | 0  | 0  | 0                         |
| Net gain, noncapital assets.....                             | 10,561                   | 10  | 8,283                            | 3,664                  | 86,440   | 646,918  | 30,083                    |
| Other income.....  | 55,734                   | 79  | 22,315                           | 39,589                 | 905,812  | 1,297,219  | 827,097                   |
| <b>Total deductions</b> .....                                | 3,947,338                | *678,366  | 6,209,427                        | 6,449,298              | 36,355,912                                       | 456,186  | 66,451,224                |
| Cost of good sold [1].....                                   | 2,956,224                | *532,883  | 4,942,407                        | 5,393,898              | 17,257,401                                       | 81,451,779   | 49,191,940                |
| Inventory, beginning of year.....                            | 453,881                  | *41,246   | 469,134                          | 430,545                | 165,732  | 3,314,427  | 6,170,099                 |
| Purchases.....   | 2,176,840                | *512,942  | 3,421,033                        | 3,889,972              | 10,423,801                                       | 19,627,805   | 31,248,637                |
| Cost of labor.....   | 411,064                  | *30,175   | 563,883                          | 527,726                | 277,008  | 363,473  | 1,696,174                 |
| Additional inventory costs (section 263A).....               | 36,715                   | *1,471  | 39,180                           | 110,507                | 26,251   | *475,836   | 114,121                   |
| Other costs.....   | 439,937                  | *27,107   | 1,015,141                        | 1,488,699              | 415,186  | 61,029,992   | 17,950,592                |
| Less: Inventory, end of year.....                            | 562,214                  | *80,058   | 565,965                          | 1,053,550              | 200,817  | 3,359,754  | 7,987,684                 |
| Salaries and wages.....                                      | 323,053                  | *21,399   | 326,277                          | 244,880                | 556,150  | 1,338,149  | 3,093,360                 |
| Guaranteed payments to partners.....                         | *15,590                  | *4,483  | 110,411                          | *6,578                 | 30,642   | *1,743   | 48,790                    |
| Rent paid.....   | 45,540                   | *3,243  | 27,179                           | 34,878                 | 105,810  | 328,283  | 317,819                   |
| Interest paid.....   | 31,880                   | *20,113   | 67,565                           | 105,433                | 62,031   | 475,728  | 567,344                   |
| Taxes and licenses.....                                      | 24,855                   | *3,499  | 59,332                           | 42,495                 | 58,510   | 3,991,594  | 416,351                   |
| Bad debts.....   | 4,001                    | *331  | 3,423                            | 12,208                 | 6,484  | 17,664   | 38,623                    |
| Repairs and maintenance.....                                 | 5,256                    | *930  | 28,343                           | 30,019                 | 64,957   | 258,024  | 335,843                   |
| Depreciation.....  | 17,728                   | *4,633  | 139,996                          | 175,833                | 119,065  | 2,514,993  | 1,228,286                 |
| Depletion.....   | 0                        | 0   | 0                                | 0                      | 0  | 82   | 3,247                     |
| Retirement plans, etc.....                                   | 1,820                    | 7   | 10,000                           | 8,320                  | 10,116   | 324,970  | 207,915                   |
| Employee benefit programs.....                               | 9,760                    | *1,586  | 29,507                           | 48,022                 | 66,686   | 205,645  | 342,578                   |
| Net loss from other partnerships and fiduciaries.....        | *5,893                   | 1   | *238                             | *2,014                 | *549   | 1,052  | 3,737                     |
| Farm net loss.....   | 0                        | 0   | 0                                | 0                      | 0  | 0  | 0                         |
| Net loss, noncapital assets.....                             | *38                      | *36   | *1,803                           | 452                    | *3,062   | 141  | 86,258                    |
| Other deductions.....  | 505,699                  | *85,223   | 462,947                          | 344,267                | 825,789  | 9,546,339  | 10,569,132                |
| <b>Ordinary business income (loss)</b> .....                 | 507,470                  | *40,609   | 545,152                          | 354,767                | 615,902  | 10,680,112   | 16,628,931                |
| Net income.....  | 507,470                  | *40,609   | 545,152                          | 354,767                | 617,120  | 10,683,574   | 16,635,691                |
| Loss.....  | 0                        | 0   | 0                                | 0                      | 1,218  | 3,462  | 6,760                     |
| <b>Portfolio income (loss) distributed</b>                   |                          |   |                                  |                        |  |  |                           |
| <b>directly to partners</b> .....                            | 10,024                   | *7,803  | 20,838                           | 9,488                  | 39,613   | 1,573,469  | 1,026,439                 |
| Interest income.....   | 5,200                    | *7,606  | 4,676                            | 8,624                  | 38,789   | 255,977  | 162,298                   |
| Dividend income.....   | *63                      | 197   | *70                              | 36                     | *159   | 1,128,302  | 274,857                   |
| Royalties.....   | *7,286                   | 0   | 0                                | 282                    | 666  | 4,226  | 547,552                   |
| Net short-term capital gain (loss).....                      | 0                        | 0   | *-55                             | 3                      | 0  | -7,750   | *-907                     |
| Net long-term capital gain (loss).....                       | *-2,525                  | 0   | *16,147                          | 543                    | 0  | 192,714  | 42,639                    |
| <b>Net rental real estate income (loss)</b> .....            | 27                       | 0   | *382                             | 328                    | *20  | 115  | 586                       |
| Net income.....  | 27                       | 0   | *503                             | 328                    | *20  | 115  | 586                       |
| Loss.....  | 0                        | 0   | *121                             | 0                      | 0  | 0  | 0                         |
| <b>Other net rental income (loss)</b> .....                  | 0                        | 0   | 45                               | -32                    | *187   | 174,779  | 1,519                     |
| Net income.....  | 0                        | 0   | 45                               | 963                    | *187   | 174,779  | 1,519                     |
| Loss.....  | 0                        | 0   | 0                                | 995                    | 0  | 0  | 0                         |
| <b>Total net income [2]</b> .....                            | 520,046                  | *48,412   | 550,326                          | 364,005                | 655,722  | 12,243,511   | 17,615,743                |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Manufacturing--Continued                   |  |                             |  |                         |   |  |
|--|--|--|-----------------------------|--|-------------------------|---|--|
|  | Plastics and rubber products manufacturing | Nonmetallic mineral products manufacturing | Primary metal manufacturing | Fabricated metal product manufacturing | Machinery manufacturing | Computer and electrical product manufacturing | Electrical equipment, appliance, and component manufacturing |
|  | (36)                                       | (37)                                       | (38)                        | (39)                                   | (40)                    | (41)  | (42)   |
| <b>Number of partnerships.....</b>                           | <b>850</b>                                 | <b>259</b>                                 | <b>315</b>                  | <b>2,816</b>                           | <b>1,726</b>            | <b>1,045</b>                                  | <b>697</b>   |
| <b>Number of partners.....</b>                               | <b>4,069</b>                               | <b>1,088</b>                               | <b>941</b>                  | <b>8,187</b>                           | <b>5,266</b>            | <b>2,812</b>                                  | <b>1,762</b>   |
| <b>Total assets.....</b>                                     | <b>6,031,745</b>                           | <b>4,754,057</b>                           | <b>13,683,310</b>           | <b>11,572,400</b>                      | <b>7,274,367</b>        | <b>6,896,581</b>                              | <b>4,105,319</b>   |
| <b>Income and deductions from a trade or business:</b>       |  |  |                             |  |                         |   |  |
| <b>Total income.....</b>                                     | <b>8,596,667</b>                           | <b>6,096,349</b>                           | <b>19,931,803</b>           | <b>12,237,075</b>                      | <b>9,917,981</b>        | <b>10,119,638</b>                             | <b>5,311,731</b>   |
| Business receipts.....                                       | 8,448,140                                  | 5,911,530                                  | 19,581,247                  | 12,075,883                             | 9,798,167               | 9,568,996                                     | 5,124,258  |
| Ordinary income from other partnerships and fiduciaries..... | *69,868                                    | *88,037                                    | *107,408                    | *15,973                                | 4,545                   | 29  | *102,893   |
| Farm net profit.....   | 0  | 0  | 45                          | 0                                      | 0                       | 0   | 0  |
| Net gain, noncapital assets.....                             | 1,427                                      | 24,836                                     | 29,148                      | 20,132                                 | 3,212                   | *805  | *2,247   |
| Other income.....  | 77,232                                     | 71,947                                     | 213,955                     | 125,087                                | 112,057                 | 549,808                                       | 82,333   |
| <b>Total deductions.....</b>                                 | <b>7,921,181</b>                           | <b>5,355,440</b>                           | <b>18,270,743</b>           | <b>11,109,787</b>                      | <b>9,221,782</b>        | <b>9,056,460</b>                              | <b>4,823,806</b>   |
| Cost of good sold [1].....                                   | 6,179,082                                  | 4,051,507                                  | 16,718,978                  | 8,700,963                              | 6,856,736               | 6,620,620                                     | 3,658,361  |
| Inventory, beginning of year.....                            | 636,869                                    | 366,177                                    | 1,664,029                   | 1,170,765                              | 1,527,019               | 851,773                                       | 584,421  |
| Purchases.....   | 3,656,522                                  | 2,369,348                                  | 13,756,987                  | 5,756,946                              | 5,438,885               | 3,806,495                                     | 2,334,126  |
| Cost of labor.....   | 784,518                                    | 482,844                                    | 1,098,661                   | 1,380,345                              | 639,301                 | 466,403                                       | 467,784  |
| Additional inventory costs (section 263A).....               | 55,640                                     | 18,896                                     | 22,581                      | 47,562                                 | 26,522                  | 56,454  | *42,907  |
| Other costs.....   | 1,716,805                                  | 1,269,375                                  | 2,820,442                   | 1,760,512                              | 951,351                 | 2,246,996                                     | 929,742  |
| Less: Inventory, end of year.....                            | 671,271                                    | 455,133                                    | 2,643,721                   | 1,415,168                              | 1,726,343               | 807,501                                       | 700,618  |
| Salaries and wages.....                                      | 382,533                                    | 349,626                                    | 375,118                     | 656,723                                | 748,423                 | 665,414                                       | 295,434  |
| Guaranteed payments to partners.....                         | 13,617                                     | *5,511                                     | 44,130                      | 182,563                                | 54,084                  | *45,769                                       | 32,139   |
| Rent paid.....   | 34,543                                     | 54,482                                     | 27,033                      | 77,225                                 | 79,200                  | 75,677  | 40,587   |
| Interest paid.....   | 78,421                                     | 48,982                                     | 148,057                     | 137,311                                | 116,687                 | 141,244                                       | 42,110   |
| Taxes and licenses.....                                      | 49,715                                     | 56,469                                     | 47,763                      | 84,599                                 | 112,389                 | 55,699  | 21,231   |
| Bad debts.....   | 13,627                                     | 9,357                                      | 18,517                      | 11,054                                 | 16,447                  | 8,751   | 3,393  |
| Repairs and maintenance.....                                 | 37,588                                     | 51,680                                     | 40,211                      | 44,548                                 | 38,005                  | 25,574  | 22,423   |
| Depreciation.....  | 133,895                                    | 158,039                                    | 157,415                     | 150,484                                | 189,392                 | 140,967                                       | 74,760   |
| Depletion.....   | 0  | 15,834                                     | 0                           | 0                                      | 0                       | 0   | 0  |
| Retirement plans, etc.....                                   | 7,606                                      | 11,906                                     | 30,002                      | 54,208                                 | 26,770                  | 29,761  | 42,100   |
| Employee benefit programs.....                               | 70,914                                     | 33,211                                     | 31,422                      | 97,008                                 | 122,902                 | 80,730  | 51,935   |
| Net loss from other partnerships and fiduciaries.....        | 0  | 5,170                                      | *475                        | *1,023                                 | 383                     | 160   | *1,595   |
| Farm net loss.....   | 0  | 0  | 0                           | 0                                      | 0                       | 0   | 0  |
| Net loss, noncapital assets.....                             | 62   | *344                                       | *2,528                      | 11,727                                 | *1,126                  | *524  | 123  |
| Other deductions.....  | 919,576                                    | 503,323                                    | 629,095                     | 900,349                                | 859,239                 | 1,165,569                                     | 537,615  |
| <b>Ordinary business income (loss).....</b>                  | <b>675,486</b>                             | <b>740,909</b>                             | <b>1,661,060</b>            | <b>1,127,288</b>                       | <b>696,199</b>          | <b>1,063,178</b>                              | <b>487,926</b>   |
| Net income.....  | 675,487                                    | 741,213                                    | 1,661,717                   | 1,131,363                              | 696,566                 | 1,063,178                                     | 487,926  |
| Loss.....  | *1   | 304  | 658                         | *4,075                                 | 367                     | 0   | 0  |
| <b>Portfolio income (loss) distributed</b>                   |  |  |                             |  |                         |   |  |
| <b>directly to partners.....</b>                             | <b>132,566</b>                             | <b>48,203</b>                              | <b>49,532</b>               | <b>165,029</b>                         | <b>192,168</b>          | <b>64,284</b>                                 | <b>5,586</b>   |
| Interest income.....   | 15,732                                     | 7,889                                      | 23,155                      | 82,812                                 | 81,953                  | 92,617  | 5,142  |
| Dividend income.....   | *55,408                                    | *124                                       | *29,280                     | *7                                     | *53,232                 | *144  | *299   |
| Royalties.....   | 5,673                                      | 775  | *16                         | *434                                   | *3,954                  | 3   | 147  |
| Net short-term capital gain (loss).....                      | -14  | -21  | 247                         | 0                                      | *-230                   | 2   | -1   |
| Net long-term capital gain (loss).....                       | *55,768                                    | *39,436                                    | -3,167                      | *81,777                                | *53,260                 | -28,482                                       | -1   |
| <b>Net rental real estate income (loss).....</b>             | <b>52</b>                                  | <b>*435</b>                                | <b>240</b>                  | <b>*7,724</b>                          | <b>*2,956</b>           | <b>1,275</b>                                  | <b>*1,895</b>  |
| Net income.....  | 52   | 518  | 240                         | *7,724                                 | *2,956                  | 1,275   | *1,895   |
| Loss.....  | 0  | *83  | 0                           | 0                                      | 0                       | 0   | 0  |
| <b>Other net rental income (loss).....</b>                   | <b>*460</b>                                | <b>*1,585</b>                              | <b>428</b>                  | <b>5</b>                               | <b>104</b>              | <b>0</b>                                      | <b>0</b>   |
| Net income.....  | *460                                       | *1,585                                     | 428                         | 5                                      | 104                     | 0   | 0  |
| Loss.....  | 0  | 0  | 0                           | 0                                      | 0                       | 0   | 0  |
| <b>Total net income [2].....</b>                             | <b>752,810</b>                             | <b>751,718</b>                             | <b>1,714,179</b>            | <b>1,218,270</b>                       | <b>838,398</b>          | <b>1,157,218</b>                              | <b>495,408</b>   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Manufacturing--Continued                     |  |                                | Wholesale trade    |  |   |   |
|--|--|--|--------------------------------|--------------------|--|---|---|
|  | Transportation<br>equipment<br>manufacturing | Furniture<br>and related<br>product<br>manufacturing | Miscellaneous<br>manufacturing | Total              | Merchant<br>wholesalers,<br>durable<br>goods | Merchant<br>wholesalers,<br>nondurable<br>goods | Wholesale<br>electronic<br>markets and<br>agents and<br>brokers |
|  | (43)   | (44)   | (45)                           | (46)               | (47)   | (48)  | (49)  |
| <b>Number of partnerships.....</b>                           | <b>516</b>                                   | <b>1,150</b>   | <b>2,357</b>                   | <b>21,267</b>      | <b>12,362</b>                                | <b>6,488</b>                                    | <b>2,417</b>  |
| <b>Number of partners.....</b>                               | <b>1,678</b>                                 | <b>2,438</b>   | <b>7,142</b>                   | <b>69,279</b>      | <b>34,646</b>                                | <b>28,797</b>                                   | <b>5,835</b>  |
| <b>Total assets.....</b>                                     | <b>15,546,532</b>                            | <b>1,868,832</b>                                     | <b>18,552,729</b>              | <b>74,538,048</b>  | <b>31,471,831</b>                            | <b>42,208,141</b>                               | <b>858,076</b>  |
| <b>Income and deductions from a trade or business:</b>       |  |  |                                |                    |  |   |   |
| <b>Total income.....</b>                                     | <b>25,751,823</b>                            | <b>3,182,863</b>                                     | <b>26,281,555</b>              | <b>307,787,804</b> | <b>74,619,210</b>                            | <b>228,472,103</b>                              | <b>4,696,490</b>  |
| Business receipts.....                                       | 25,049,839                                   | 3,168,645  | 25,696,128                     | 304,463,841        | 73,805,131                                   | 226,023,764                                     | 4,634,946   |
| Ordinary income from other partnerships and fiduciaries..... | *19,894                                      | *5,117   | *91,395                        | 355,263            | 83,634                                       | 267,456   | 4,173   |
| Farm net profit.....   | 0  | 0  | 0                              | 0                  | 0  | 0   | 0   |
| Net gain, noncapital assets.....                             | 8,958  | *123   | 3,273                          | 55,004             | 32,822                                       | 22,182  | 0   |
| Other income.....  | 673,132                                      | 8,977  | 490,759                        | 2,913,696          | 697,624                                      | 2,158,701                                       | 57,372  |
| <b>Total deductions.....</b>                                 | <b>23,787,492</b>                            | <b>3,002,470</b>                                     | <b>22,324,410</b>              | <b>294,848,581</b> | <b>68,439,939</b>                            | <b>222,069,320</b>                              | <b>4,339,322</b>  |
| Cost of good sold [1].....                                   | 20,388,668                                   | 2,208,531  | 16,370,349                     | 266,024,287        | 57,487,600                                   | 204,745,672                                     | 3,791,015   |
| Inventory, beginning of year.....                            | 1,720,420                                    | 179,449  | 2,238,705                      | 14,362,619         | 7,274,197                                    | 7,068,218                                       | 20,205  |
| Purchases.....   | 12,818,450                                   | 1,230,399  | 7,147,203                      | 237,743,660        | 55,551,815                                   | 178,852,668                                     | 3,339,177   |
| Cost of labor.....   | 1,269,852                                    | 462,149  | 1,876,337                      | 1,421,564          | 885,153                                      | 532,552   | *3,859  |
| Additional inventory costs (section 263A).....               | 21,087                                       | *12,211  | 75,597                         | 665,900            | 234,227                                      | 415,663   | *16,010   |
| Other costs.....   | 6,407,557                                    | 532,211  | 7,734,281                      | 29,592,996         | 2,816,677                                    | 26,294,947                                      | 481,373   |
| Less: Inventory, end of year.....                            | 1,848,697                                    | 207,888  | 2,701,773                      | 17,926,081         | 9,274,468                                    | 8,582,004                                       | 69,609  |
| Salaries and wages.....                                      | 933,434                                      | 160,764  | 1,075,569                      | 8,704,553          | 3,319,488                                    | 5,262,770                                       | 122,294   |
| Guaranteed payments to partners.....                         | 48,816                                       | *11,002  | 71,038                         | 692,160            | 375,496                                      | 284,054   | 32,611  |
| Rent paid.....   | 121,098                                      | 15,972   | 91,166                         | 1,241,830          | 541,167                                      | 680,592   | 20,072  |
| Interest paid.....   | 176,628                                      | 45,359   | 192,451                        | 1,053,365          | 320,173                                      | 717,392   | 15,800  |
| Taxes and licenses.....                                      | 90,453                                       | 20,143   | 103,423                        | 1,122,103          | 397,114                                      | 711,541   | 13,448  |
| Bad debts.....   | 6,495  | *5,280   | 25,726                         | 195,187            | 102,313                                      | 85,376  | 7,498   |
| Repairs and maintenance.....                                 | 65,606                                       | 5,117  | 58,970                         | 418,226            | 184,126                                      | 229,806   | 4,294   |
| Depreciation.....  | 206,278                                      | 41,955   | 467,266                        | 1,148,516          | 454,547                                      | 678,388   | 15,581  |
| Depletion.....   | 0  | 0  | *445                           | *386               | 0  | *386  | 0   |
| Retirement plans, etc.....                                   | 66,249                                       | *6,506   | 26,438                         | 289,561            | 86,739                                       | 201,146   | *1,677  |
| Employee benefit programs.....                               | 187,097                                      | *3,175   | 119,693                        | 810,094            | 248,527                                      | 549,589   | *11,978   |
| Net loss from other partnerships and fiduciaries.....        | *142   | 0  | 4,563                          | 29,419             | 17,754                                       | 11,665  | 0   |
| Farm net loss.....   | 0  | 0  | 0                              | *3,779             | *2,334                                       | *1,445  | 0   |
| Net loss, noncapital assets.....                             | 2,268  | *382   | *1,687                         | 8,841              | 4,875  | 3,688   | 277   |
| Other deductions.....  | 1,494,260                                    | 478,282  | 3,715,628                      | 13,106,273         | 4,897,687                                    | 7,905,809                                       | 302,777   |
| <b>Ordinary business income (loss).....</b>                  | <b>1,964,332</b>                             | <b>180,393</b>                                       | <b>3,957,145</b>               | <b>12,939,223</b>  | <b>6,179,272</b>                             | <b>6,402,783</b>                                | <b>357,168</b>  |
| Net income.....  | 1,965,838                                    | 180,393  | 3,957,145                      | 12,951,724         | 6,187,969                                    | 6,406,538                                       | 357,217   |
| Loss.....  | *1,507                                       | 0  | 0                              | 12,501             | 8,698  | *3,755  | 49  |
| <b>Portfolio income (loss) distributed</b>                   |  |  |                                |                    |  |   |   |
| <b>directly to partners.....</b>                             | <b>150,007</b>                               | <b>7,276</b>   | <b>403,526</b>                 | <b>661,860</b>     | <b>191,103</b>                               | <b>469,300</b>                                  | <b>1,457</b>  |
| Interest income.....   | 66,236                                       | 7,318  | 112,484                        | 163,569            | 86,964                                       | 75,182  | 1,422   |
| Dividend income.....   | *64,164                                      | 1  | *1,270                         | 8,349              | 2,629  | 5,686   | *34   |
| Royalties.....   | *19,081                                      | 0  | *204,109                       | 20,368             | 15,192                                       | 5,175   | 0   |
| Net short-term capital gain (loss).....                      | *68  | -44  | *29                            | 2,941              | 2,491  | 450   | [3]   |
| Net long-term capital gain (loss).....                       | 457  | 0  | 85,634                         | 466,633            | 83,826                                       | 382,807   | [3]   |
| <b>Net rental real estate income (loss).....</b>             | <b>*-215</b>                                 | <b>0</b>   | <b>*-432</b>                   | <b>19,266</b>      | <b>10,659</b>                                | <b>8,579</b>                                    | <b>28</b>   |
| Net income.....  | *45  | 0  | *335                           | 20,405             | 11,089                                       | 9,289   | 28  |
| Loss.....  | 260  | 0  | *767                           | 1,140              | *430   | *709  | 0   |
| <b>Other net rental income (loss).....</b>                   | <b>*-3,088</b>                               | <b>98</b>  | <b>-346</b>                    | <b>19,521</b>      | <b>13,935</b>                                | <b>5,586</b>                                    | <b>0</b>  |
| Net income.....  | *593   | 98   | 21                             | 23,901             | *17,215                                      | 6,686   | 0   |
| Loss.....  | 3,681  | 0  | 367                            | 4,381              | 3,281  | 1,100   | 0   |
| <b>Total net income [2].....</b>                             | <b>2,110,510</b>                             | <b>187,811</b>                                       | <b>4,274,230</b>               | <b>13,170,294</b>  | <b>6,308,650</b>                             | <b>6,502,992</b>                                | <b>358,652</b>  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Retail trade       |                                 |                                      |                                  |  |                          |                                 |
|--|--------------------|---------------------------------|--------------------------------------|----------------------------------|--|--------------------------|---------------------------------|
|  | Total              | Motor vehicle and parts dealers | Furniture and home furnishing stores | Electronics and appliance stores | Building materials and garden equipment and supplies dealers | Food and beverage stores | Health and personal care stores |
|  | (50)               | (51)                            | (52)                                 | (53)                             | (54)   | (55)                     | (56)                            |
| <b>Number of partnerships</b> .....                          | <b>62,119</b>      | <b>7,975</b>                    | <b>2,956</b>                         | <b>2,057</b>                     | <b>2,796</b>   | <b>7,318</b>             | <b>3,472</b>                    |
| <b>Number of partners</b> .....                              | <b>210,364</b>     | <b>19,656</b>                   | <b>8,244</b>                         | <b>4,583</b>                     | <b>7,669</b>   | <b>18,032</b>            | <b>8,991</b>                    |
| <b>Total assets</b> .....                                    | <b>60,013,782</b>  | <b>16,998,456</b>               | <b>1,986,289</b>                     | <b>1,759,112</b>                 | <b>2,942,550</b>   | <b>5,184,482</b>         | <b>1,294,767</b>                |
| <b>Income and deductions from a trade or business:</b>       |                    |                                 |                                      |                                  |  |                          |                                 |
| <b>Total income</b> .....                                    | <b>182,694,585</b> | <b>66,215,226</b>               | <b>6,655,082</b>                     | <b>3,821,399</b>                 | <b>10,219,484</b>  | <b>17,410,369</b>        | <b>4,489,380</b>                |
| Business receipts.....                                       | 179,297,682        | 64,725,830                      | 6,513,101                            | 3,813,245                        | 10,145,243   | 17,180,295               | 4,461,714                       |
| Ordinary income from other partnerships and fiduciaries..... | 293,797            | 7,593                           | 8                                    | 0                                | 4,662  | *7,305                   | *4,202                          |
| Farm net profit.....   | *60                | 0                               | 0                                    | 0                                | *60  | 0                        | 0                               |
| Net gain, noncapital assets.....                             | 95,586             | 29,997                          | *483                                 | *274                             | 8,354  | 17,381                   | 0                               |
| Other income.....  | 3,007,460          | 1,451,805                       | 141,489                              | 7,880                            | 61,164   | 205,388                  | 23,464                          |
| <b>Total deductions</b> .....                                | <b>176,091,430</b> | <b>64,821,502</b>               | <b>6,265,180</b>                     | <b>3,712,512</b>                 | <b>9,815,528</b>   | <b>16,790,758</b>        | <b>4,195,227</b>                |
| Cost of good sold [1].....                                   | 140,546,597        | 56,036,501                      | 4,027,845                            | 2,844,949                        | 7,652,606  | 12,715,933               | 2,980,270                       |
| Inventory, beginning of year.....                            | 16,538,797         | 8,936,355                       | 604,160                              | 178,838                          | 914,545  | 790,798                  | 236,287                         |
| Purchases.....   | 129,542,985        | 55,533,304                      | 3,652,658                            | 1,445,147                        | 7,526,893  | 12,573,258               | 2,846,372                       |
| Cost of labor.....   | 934,729            | 375,802                         | 189,949                              | *17,391                          | 116,599  | 30,255                   | *19,071                         |
| Additional inventory costs (section 263A).....               | 325,630            | 52,079                          | 44,949                               | 2,595                            | 11,020   | 39,199                   | *9,229                          |
| Other costs.....   | 12,757,143         | 1,311,491                       | 234,155                              | 1,376,678                        | 189,404  | 269,311                  | 155,514                         |
| Less: Inventory, end of year.....                            | 19,599,875         | 10,219,720                      | 698,025                              | 175,701                          | 1,105,855  | 986,888                  | 286,203                         |
| Salaries and wages.....                                      | 12,133,544         | 3,596,813                       | 683,474                              | 188,516                          | 893,354  | 1,521,282                | 460,653                         |
| Guaranteed payments to partners.....                         | 738,947            | 123,266                         | 71,843                               | 85,367                           | 80,176   | 84,582                   | 50,023                          |
| Rent paid.....   | 3,288,655          | 662,144                         | 294,810                              | 45,817                           | 157,212  | 440,983                  | 130,494                         |
| Interest paid.....   | 1,047,946          | 302,551                         | 28,016                               | 8,980                            | 41,497   | 71,616                   | 16,076                          |
| Taxes and licenses.....                                      | 1,768,330          | 484,335                         | 90,077                               | 25,338                           | 121,273  | 211,240                  | 49,555                          |
| Bad debts.....   | 401,462            | 40,815                          | 13,614                               | 9,567                            | 26,220   | 7,525                    | 18,114                          |
| Repairs and maintenance.....                                 | 679,178            | 119,036                         | 20,625                               | 5,580                            | 48,755   | 122,183                  | 11,739                          |
| Depreciation.....  | 1,716,928          | 293,108                         | 63,858                               | 15,794                           | 87,375   | 227,076                  | 34,781                          |
| Depletion.....   | *644               | 0                               | 0                                    | 0                                | 212  | 0                        | 0                               |
| Retirement plans, etc.....                                   | 161,796            | 19,702                          | 4,579                                | *602                             | 24,244   | 16,153                   | 3,749                           |
| Employee benefit programs.....                               | 684,301            | 217,308                         | 25,192                               | *8,921                           | 31,715   | 91,277                   | 11,404                          |
| Net loss from other partnerships and fiduciaries.....        | 4,456              | *707                            | 0                                    | 0                                | 777  | 101                      | *747                            |
| Farm net loss.....   | *4,176             | 0                               | 0                                    | 0                                | *448   | *3,640                   | 0                               |
| Net loss, noncapital assets.....                             | 10,806             | 2,050                           | *2,575                               | *2,176                           | *8   | 111                      | *31                             |
| Other deductions.....  | 12,903,664         | 2,923,166                       | 938,672                              | 470,906                          | 649,658  | 1,277,055                | 427,591                         |
| <b>Ordinary business income (loss)</b> .....                 | <b>6,603,155</b>   | <b>1,393,724</b>                | <b>389,901</b>                       | <b>108,887</b>                   | <b>403,956</b>   | <b>619,611</b>           | <b>294,153</b>                  |
| Net income.....  | 6,625,102          | 1,395,841                       | 391,627                              | 108,887                          | 403,956  | 623,172                  | 294,153                         |
| Loss.....  | 21,947             | *2,117                          | *1,726                               | 0                                | 0  | *3,560                   | 0                               |
| <b>Portfolio income (loss) distributed</b>                   |                    |                                 |                                      |                                  |  |                          |                                 |
| <b>directly to partners</b> .....                            | <b>253,880</b>     | <b>94,798</b>                   | <b>10,654</b>                        | <b>858</b>                       | <b>5,011</b>   | <b>19,900</b>            | <b>26,887</b>                   |
| Interest income.....   | 144,102            | 30,996                          | 4,447                                | 690                              | 3,027  | 16,535                   | 724                             |
| Dividend income.....   | 6,360              | 392                             | *620                                 | *35                              | *1,332   | 1,462                    | *978                            |
| Royalties.....   | *1,089             | 0                               | 0                                    | 0                                | *421   | 0                        | 0                               |
| Net short-term capital gain (loss).....                      | 3,288              | *1,510                          | 0                                    | *31                              | *190   | *25                      | *755                            |
| Net long-term capital gain (loss).....                       | 99,041             | 61,900                          | *5,587                               | *101                             | *41  | *1,929                   | *24,430                         |
| <b>Net rental real estate income (loss)</b> .....            | <b>80,717</b>      | <b>1,644</b>                    | <b>*4,342</b>                        | <b>*-73</b>                      | <b>*529</b>  | <b>7,374</b>             | <b>*-301</b>                    |
| Net income.....  | 86,706             | *2,011                          | *4,350                               | 0                                | *529   | 9,566                    | 0                               |
| Loss.....  | 5,989              | *367                            | 8                                    | *73                              | 0  | *2,192                   | *301                            |
| <b>Other net rental income (loss)</b> .....                  | <b>41,293</b>      | <b>*-40</b>                     | <b>0</b>                             | <b>2,415</b>                     | <b>25</b>  | <b>6,556</b>             | <b>0</b>                        |
| Net income.....  | 41,356             | 23                              | 0                                    | 2,415                            | 25   | 6,556                    | 0                               |
| Loss.....  | *63                | *63                             | 0                                    | 0                                | 0  | 0                        | 0                               |
| <b>Total net income [2]</b> .....                            | <b>6,876,717</b>   | <b>1,426,716</b>                | <b>399,311</b>                       | <b>111,954</b>                   | <b>409,290</b>   | <b>651,538</b>           | <b>295,554</b>                  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Retail trade--Continued |  |   |                            |                               |                    | Transportation and warehousing |
|--|-------------------------|--|---|----------------------------|-------------------------------|--------------------|--------------------------------|
|  | Gasoline stations       | Clothing and clothing accessories stores | Sporting goods, hobby, book, and music stores | General merchandise stores | Miscellaneous store retailers | Nonstore retailers | Total                          |
|  | (57)                    | (58)                                     | (59)  | (60)                       | (61)                          | (62)               | (63)                           |
| <b>Number of partnerships</b> .....                          | <b>3,510</b>            | <b>5,583</b>                             | <b>4,141</b>                                  | <b>539</b>                 | <b>11,120</b>                 | <b>10,654</b>      | <b>16,536</b>                  |
| <b>Number of partners</b> .....                              | <b>9,140</b>            | <b>11,887</b>                            | <b>9,904</b>                                  | <b>1,928</b>               | <b>24,768</b>                 | <b>85,563</b>      | <b>739,729</b>                 |
| <b>Total assets</b> .....                                    | <b>6,474,971</b>        | <b>1,978,609</b>                         | <b>1,294,250</b>                              | <b>4,813,995</b>           | <b>2,723,645</b>              | <b>12,562,655</b>  | <b>81,493,082</b>              |
| <b>Income and deductions from a trade or business:</b>       |                         |  |   |                            |                               |                    |                                |
| <b>Total income</b> .....                                    | <b>29,182,076</b>       | <b>4,981,172</b>                         | <b>3,347,645</b>                              | <b>10,532,723</b>          | <b>7,081,414</b>              | <b>18,758,616</b>  | <b>57,371,209</b>              |
| Business receipts.....                                       | 28,993,904              | 4,792,353                                | 3,082,788                                     | 10,379,218                 | 6,886,356                     | 18,323,634         | 53,164,932                     |
| Ordinary income from other partnerships and fiduciaries..... | *3,014                  | 0  | 0   | 476                        | *652                          | 265,884            | 1,485,522                      |
| Farm net profit.....   | 0                       | 0  | 0   | 0                          | 0                             | 0                  | 0                              |
| Net gain, noncapital assets.....                             | 13,954                  | *30                                      | *165  | *207                       | *277                          | 24,464             | 865,599                        |
| Other income.....  | 171,204                 | 188,789                                  | 264,692                                       | 152,822                    | 194,129                       | 144,634            | 1,855,156                      |
| <b>Total deductions</b> .....                                | <b>28,766,736</b>       | <b>4,662,966</b>                         | <b>3,154,595</b>                              | <b>10,142,167</b>          | <b>6,523,286</b>              | <b>17,240,972</b>  | <b>49,249,277</b>              |
| Cost of good sold [1].....                                   | 25,810,341              | 2,769,980                                | 2,027,204                                     | 6,588,285                  | 4,647,647                     | 12,445,037         | 29,738,338                     |
| Inventory, beginning of year.....                            | 314,420                 | 722,691                                  | 595,251                                       | 1,469,577                  | 802,229                       | 973,646            | 280,757                        |
| Purchases.....   | 18,812,831              | 2,869,036                                | 1,752,773                                     | 6,993,534                  | 4,673,622                     | 10,863,558         | 20,501,198                     |
| Cost of labor.....   | *58,845                 | *3,595                                   | *15,865                                       | 1,332                      | 50,538                        | 55,485             | 1,448,998                      |
| Additional inventory costs (section 263A).....               | 8,352                   | *8,377                                   | 1,952   | *35,302                    | 16,871                        | 95,704             | 276,851                        |
| Other costs.....   | 7,002,325               | 45,932                                   | 272,078                                       | 156,213                    | 156,794                       | 1,587,248          | 7,646,326                      |
| Less: Inventory, end of year.....                            | 386,432                 | 879,652                                  | 610,716                                       | 2,067,673                  | 1,052,406                     | 1,130,604          | 462,997                        |
| Salaries and wages.....                                      | 936,097                 | 453,144                                  | 352,294                                       | 1,233,987                  | 509,931                       | 1,303,999          | 4,030,122                      |
| Guaranteed payments to partners.....                         | 15,066                  | 37,367                                   | 16,825  | *3,599                     | 73,018                        | 97,814             | 204,206                        |
| Rent paid.....   | 245,907                 | 247,413                                  | 151,317                                       | 372,004                    | 347,255                       | 193,299            | 901,985                        |
| Interest paid.....   | 146,979                 | 37,135                                   | 21,555  | 74,759                     | 47,437                        | 251,346            | 1,022,648                      |
| Taxes and licenses.....                                      | 184,494                 | 70,119                                   | 67,167  | 214,851                    | 93,743                        | 156,140            | 827,978                        |
| Bad debts.....   | 4,905                   | 15,991                                   | *70,666                                       | 10,929                     | 5,472                         | 177,645            | 32,496                         |
| Repairs and maintenance.....                                 | 123,044                 | 18,650                                   | 17,477  | 57,950                     | 23,761                        | 110,378            | 589,249                        |
| Depreciation.....  | 352,196                 | 44,698                                   | 46,001  | 178,106                    | 58,216                        | 315,718            | 2,636,125                      |
| Depletion.....   | 0                       | 0  | 0   | 0                          | *432                          | 0                  | 0                              |
| Retirement plans, etc.....                                   | 10,461                  | 4,490                                    | *8,027  | 6,479                      | 13,775                        | 49,537             | 96,478                         |
| Employee benefit programs.....                               | 60,806                  | 33,333                                   | *14,004                                       | 53,540                     | 27,258                        | 109,544            | 356,657                        |
| Net loss from other partnerships and fiduciaries.....        | *33                     | 0  | *492  | 0                          | [3]                           | *1,599             | 26,799                         |
| Farm net loss.....   | 0                       | 0  | 0   | 0                          | 0                             | *88                | 0                              |
| Net loss, noncapital assets.....                             | *56                     | 329                                      | 271   | 690                        | 43                            | 2,465              | 3,080                          |
| Other deductions.....  | 876,353                 | 930,318                                  | 361,295                                       | 1,346,988                  | 675,298                       | 2,026,363          | 8,783,117                      |
| <b>Ordinary business income (loss)</b> .....                 | <b>415,340</b>          | <b>318,206</b>                           | <b>193,050</b>                                | <b>390,555</b>             | <b>558,127</b>                | <b>1,517,645</b>   | <b>8,121,932</b>               |
| Net income.....  | 424,059                 | 318,206                                  | 193,061                                       | 390,555                    | 563,094                       | 1,518,490          | 8,153,930                      |
| Loss.....  | 8,720                   | 0  | *11   | 0                          | *4,967                        | *845               | *31,998                        |
| <b>Portfolio income (loss) distributed</b>                   |                         |  |   |                            |                               |                    |                                |
| <b>directly to partners</b> .....                            | <b>5,228</b>            | <b>1,942</b>                             | <b>3,043</b>                                  | <b>2,487</b>               | <b>20,837</b>                 | <b>62,236</b>      | <b>230,874</b>                 |
| Interest income.....   | 3,199                   | 1,902                                    | 3,043   | 2,045                      | 15,928                        | 61,567             | 214,836                        |
| Dividend income.....   | *231                    | *40                                      | 0   | 3                          | *1,125                        | *143               | 115,891                        |
| Royalties.....   | 0                       | 0  | 0   | 0                          | 608                           | 59                 | 0                              |
| Net short-term capital gain (loss).....                      | *730                    | 0  | 0   | 34                         | *70                           | -7                 | -1,376                         |
| Net long-term capital gain (loss).....                       | *1,069                  | 0  | 0   | 403                        | *3,106                        | 474                | -98,478                        |
| <b>Net rental real estate income (loss)</b> .....            | <b>54,198</b>           | <b>*1,979</b>                            | <b>*149</b>                                   | <b>0</b>                   | <b>*10,774</b>                | <b>*101</b>        | <b>69,850</b>                  |
| Net income.....  | 56,613                  | *1,979                                   | *149  | 0                          | *11,408                       | *101               | 71,123                         |
| Loss.....  | *2,415                  | 0  | 0   | 0                          | *634                          | 0                  | *1,273                         |
| <b>Other net rental income (loss)</b> .....                  | <b>10,448</b>           | <b>491</b>                               | <b>0</b>                                      | <b>*4,388</b>              | <b>0</b>                      | <b>17,011</b>      | <b>-31,357</b>                 |
| Net income.....  | 10,448                  | 491                                      | 0   | *4,388                     | 0                             | 17,011             | *16,103                        |
| Loss.....  | 0                       | 0  | 0   | 0                          | 0                             | 0                  | *47,459                        |
| <b>Total net income [2]</b> .....                            | <b>483,415</b>          | <b>322,618</b>                           | <b>196,242</b>                                | <b>396,992</b>             | <b>586,562</b>                | <b>1,596,525</b>   | <b>8,491,153</b>               |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Transportation and warehousing--Continued |                      |                      |   |                         |                                       |                                       |
|--|---|----------------------|----------------------|---|-------------------------|---------------------------------------|---------------------------------------|
|  | Air and rail transportation               | Water transportation | Truck transportation | Other transit and ground passenger transportation | Pipeline transportation | Scenic and sightseeing transportation | Support activities for transportation |
|  | (64)                                      | (65)                 | (66)                 | (67)  | (68)                    | (69)                                  | (70)                                  |
| <b>Number of partnerships</b> .....                          | 972                                       | 290                  | 7,984                | 755   | 257                     | *381                                  | 3,041                                 |
| <b>Number of partners</b> .....                              | 1,811                                     | 13,925               | 18,227               | 1,729   | 687,712                 | *937                                  | 8,364                                 |
| <b>Total assets</b> .....                                    | 761,339                                   | 3,355,184            | 1,904,115            | *120,579  | 62,924,911              | *188,556                              | 3,751,765                             |
| <b>Income and deductions from a trade or business:</b>       |   |                      |                      |   |                         |                                       |                                       |
| <b>Total income</b> .....                                    | 1,847,292                                 | 3,275,286            | 7,938,756            | 535,202   | 27,763,441              | *487,403                              | 8,903,726                             |
| Business receipts.....                                       | 1,600,629                                 | 2,804,317            | 6,715,449            | 518,473   | 26,138,449              | *338,737                              | 8,712,894                             |
| Ordinary income from other partnerships and fiduciaries..... | *107,550                                  | 951                  | 815                  | 450   | 1,101,134               | 0                                     | *25,603                               |
| Farm net profit.....   | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Net gain, noncapital assets.....                             | *27,032                                   | *135,959             | 138,073              | *260  | 409,100                 | *148,665                              | 4,642                                 |
| Other income.....  | 112,081                                   | 334,058              | 1,084,419            | *16,019   | 114,758                 | 0                                     | 160,587                               |
| <b>Total deductions</b> .....                                | 1,525,433                                 | 2,634,843            | 7,300,281            | 507,539   | 23,281,002              | *316,816                              | 7,750,963                             |
| Cost of good sold [1].....                                   | 796,201                                   | 986,127              | 2,817,193            | *102,591  | 17,243,035              | *79,029                               | 4,221,780                             |
| Inventory, beginning of year.....                            | 792                                       | *582                 | *12,977              | 0   | 68,804                  | *3,033                                | 138,393                               |
| Purchases.....   | *78,712                                   | *157,799             | 1,053,601            | *6,784  | 14,876,102              | *79,583                               | 1,454,781                             |
| Cost of labor.....   | *23,254                                   | *68,682              | 223,895              | *20,805   | 7,873                   | 0                                     | 917,514                               |
| Additional inventory costs (section 263A).....               | *39,370                                   | 0                    | *100,863             | *23,489   | 643                     | 0                                     | 60,697                                |
| Other costs.....   | *609,064                                  | 779,156              | 1,465,478            | *51,513   | 2,353,119               | 0                                     | 1,808,966                             |
| Less: Inventory, end of year.....                            | 2,197                                     | *20,093              | *39,621              | 0   | 63,507                  | *3,587                                | 158,571                               |
| Salaries and wages.....                                      | 162,313                                   | 307,349              | 1,296,480            | *64,185   | 294,523                 | *71,296                               | 1,282,093                             |
| Guaranteed payments to partners.....                         | *7,113                                    | *3,141               | 56,873               | *17,608   | *50,456                 | *1,257                                | 56,807                                |
| Rent paid.....   | 44,561                                    | 88,957               | 198,395              | 19,022  | 183,965                 | *36,920                               | 117,764                               |
| Interest paid.....   | 20,500                                    | 95,021               | 57,122               | *13,961   | 681,342                 | *3,532                                | 33,400                                |
| Taxes and licenses.....                                      | 24,519                                    | 56,574               | 177,377              | *15,916   | 322,066                 | *9,414                                | 127,282                               |
| Bad debts.....   | 6,276                                     | *5,561               | 9,325                | *10   | 2,934                   | 0                                     | 6,006                                 |
| Repairs and maintenance.....                                 | 48,451                                    | 76,002               | 132,426              | *13,596   | 197,649                 | *7,722                                | 33,572                                |
| Depreciation.....  | 66,601                                    | 143,385              | 240,484              | *24,172   | 1,817,359               | *10,446                               | 112,129                               |
| Depletion.....   | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Retirement plans, etc.....                                   | *2,933                                    | *23,159              | 11,285               | *197  | *20,878                 | *613                                  | 27,946                                |
| Employee benefit programs.....                               | *9,055                                    | 69,475               | 39,442               | *3,379  | 73,424                  | *1,894                                | 116,361                               |
| Net loss from other partnerships and fiduciaries.....        | *3,028                                    | 222                  | *199                 | 0   | *23,349                 | 0                                     | 0                                     |
| Farm net loss.....   | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Net loss, noncapital assets.....                             | 1,060                                     | 43                   | *187                 | 0   | *1,095                  | 0                                     | 0                                     |
| Other deductions.....  | 332,824                                   | 779,828              | 2,263,493            | 232,902   | 2,368,928               | *94,692                               | 1,615,823                             |
| <b>Ordinary business income (loss)</b> .....                 | 321,859                                   | 640,443              | 638,475              | 27,663  | 4,482,438               | *170,587                              | 1,152,763                             |
| Net income.....  | 321,859                                   | 640,443              | 638,516              | 28,032  | 4,501,885               | *170,587                              | 1,153,010                             |
| Loss.....  | 0   | 0                    | *41                  | *368  | *19,447                 | 0                                     | *247                                  |
| <b>Portfolio income (loss) distributed</b>                   |   |                      |                      |   |                         |                                       |                                       |
| <b>directly to partners</b> .....                            | 2,299                                     | -27,391              | 31,769               | *10,460   | 174,281                 | *726                                  | 16,054                                |
| Interest income.....   | 2,369                                     | 16,759               | 7,340                | *10,296   | 156,518                 | *620                                  | 10,926                                |
| Dividend income.....   | *516                                      | *4,425               | *391                 | *164  | 89,405                  | *106                                  | *2,265                                |
| Royalties.....   | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Net short-term capital gain (loss).....                      | 0   | 0                    | *692                 | 0   | -1,774                  | 0                                     | *-141                                 |
| Net long-term capital gain (loss).....                       | *-587                                     | -48,575              | *23,345              | 0   | *-69,868                | 0                                     | *3,004                                |
| <b>Net rental real estate income (loss)</b> .....            | *339                                      | *26                  | *1,639               | 0   | 0                       | 0                                     | *5,148                                |
| Net income.....  | *339                                      | *26                  | *2,905               | 0   | 0                       | 0                                     | *5,154                                |
| Loss.....  | 0   | 0                    | *1,266               | 0   | 0                       | 0                                     | 7                                     |
| <b>Other net rental income (loss)</b> .....                  | 73  | 0                    | *3,388               | 0   | *1,407                  | *-46,198                              | -1,025                                |
| Net income.....  | 73  | 0                    | *3,388               | 0   | *1,407                  | 0                                     | 237                                   |
| Loss.....  | 0   | 0                    | 0                    | 0   | 0                       | *46,198                               | 1,262                                 |
| <b>Total net income [2]</b> .....                            | 325,156                                   | 661,653              | 651,233              | 38,123  | 4,729,768               | *125,115                              | 1,170,077                             |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Transportation and warehousing--<br>Continued |                               | Information        |  |   |                                      |  |
|--|---|-------------------------------|--------------------|--|---|--------------------------------------|--|
|  | Couriers<br>and<br>messengers                 | Warehousing<br>and<br>storage | Total              | Publishing<br>industries<br>(except<br>internet) | Motion<br>picture<br>and sound<br>recording<br>industries | Broadcasting<br>(except<br>internet) | Internet<br>publishing and<br>broadcasting |
|  | (71)  | (72)                          | (73)               | (74)   | (75)  | (76)                                 | (77)                                       |
| <b>Number of partnerships</b> .....                          | <b>841</b>                                    | <b>2,015</b>                  | <b>14,306</b>      | <b>3,328</b>                                     | <b>3,833</b>  | <b>1,143</b>                         | <b>*348</b>                                |
| <b>Number of partners</b> .....                              | <b>1,749</b>                                  | <b>5,276</b>                  | <b>50,373</b>      | <b>12,586</b>                                    | <b>11,744</b>   | <b>4,040</b>                         | <b>*732</b>                                |
| <b>Total assets</b> .....                                    | <b>*121,136</b>                               | <b>8,365,497</b>              | <b>255,144,508</b> | <b>16,353,256</b>                                | <b>29,758,044</b>   | <b>48,214,844</b>                    | <b>*12,713</b>                             |
| <b>Income and deductions from a trade or business:</b>       |   |                               |                    |  |   |                                      |  |
| <b>Total income</b> .....                                    | <b>952,396</b>                                | <b>5,667,708</b>              | <b>119,003,677</b> | <b>14,900,058</b>                                | <b>12,397,461</b>   | <b>19,711,616</b>                    | <b>*32,120</b>                             |
| Business receipts.....                                       | 950,614                                       | 5,385,370                     | 111,797,192        | 14,319,518                                       | 9,920,627   | 18,690,032                           | *32,120                                    |
| Ordinary income from other partnerships and fiduciaries..... | 0   | *249,018                      | 3,046,866          | *129,837   | 362,552   | 234,285                              | 0  |
| Farm net profit.....   | 0   | 0                             | *4,934             | 0  | *4,934  | 0                                    | 0  |
| Net gain, noncapital assets.....                             | 0   | *1,868                        | 358,707            | 87,158   | *8,967  | 116,172                              | 0  |
| Other income.....  | *1,782  | 31,453                        | 3,795,978          | 363,545  | 2,100,381   | 671,128                              | 0  |
| <b>Total deductions</b> .....                                | <b>886,677</b>                                | <b>5,045,723</b>              | <b>98,096,782</b>  | <b>11,116,639</b>                                | <b>11,051,650</b>   | <b>14,925,143</b>                    | <b>*25,561</b>                             |
| Cost of good sold [1].....                                   | *501,830                                      | 2,990,553                     | 21,760,486         | 2,851,551  | 3,432,500   | 1,526,377                            | *6,846                                     |
| Inventory, beginning of year.....                            | 0   | 56,176                        | 2,815,274          | 232,715  | 1,736,519   | *6,453                               | 0  |
| Purchases.....   | 0   | 2,793,835                     | 7,334,349          | 897,514  | 347,035   | 139                                  | *4,602                                     |
| Cost of labor.....   | *139,115                                      | *47,860                       | 668,017            | 380,832  | *20,102   | *6,100                               | 0  |
| Additional inventory costs (section 263A).....               | *51,756                                       | *32                           | 197,745            | 14,521   | *4,826  | *42,886                              | *2,243                                     |
| Other costs.....   | *310,959                                      | 268,072                       | 13,983,861         | 1,581,709  | 3,164,156   | 1,485,546                            | 0  |
| Less: Inventory, end of year.....                            | 0   | 175,422                       | 3,238,761          | 255,741  | 1,840,139   | *14,746                              | 0  |
| Salaries and wages.....                                      | *90,677                                       | 461,207                       | 10,838,049         | 2,338,046  | 837,178   | 1,803,307                            | 0  |
| Guaranteed payments to partners.....                         | *220  | *10,731                       | 207,501            | 71,011   | *22,330   | *26,176                              | *9,071                                     |
| Rent paid.....   | *7,912  | 204,490                       | 2,600,986          | 190,076  | 226,303   | 235,769                              | *60  |
| Interest paid.....   | *1,268  | 116,503                       | 2,270,959          | 170,638  | 222,353   | 363,201                              | *643                                       |
| Taxes and licenses.....                                      | *7,077  | 87,751                        | 1,967,164          | 268,808  | 93,788  | 211,546                              | *28  |
| Bad debts.....   | *12   | 2,373                         | 1,587,238          | 174,153  | 63,701  | 104,836                              | 0  |
| Repairs and maintenance.....                                 | *1,816  | 78,013                        | 792,931            | 77,566   | 60,761  | 87,122                               | 0  |
| Depreciation.....  | *6,319  | 215,232                       | 12,297,353         | 316,351  | 526,020   | 1,139,725                            | *1,535                                     |
| Depletion.....   | 0   | 0                             | 0                  | 0  | 0   | 0                                    | 0  |
| Retirement plans, etc.....                                   | *1,128  | *8,340                        | 554,123            | 66,602   | 4,650   | 52,227                               | 0  |
| Employee benefit programs.....                               | *2,688  | 40,938                        | 1,108,314          | 273,555  | 96,109  | 197,671                              | 0  |
| Net loss from other partnerships and fiduciaries.....        | 0   | 0                             | 87,430             | *768   | *3,991  | *16,664                              | 0  |
| Farm net loss.....   | 0   | 0                             | *173               | 0  | 0   | *173                                 | 0  |
| Net loss, noncapital assets.....                             | *25   | 669                           | 21,171             | *3,423   | 359   | 7,881                                | 0  |
| Other deductions.....  | 265,706                                       | 828,922                       | 42,002,903         | 4,314,090  | 5,461,606   | 9,152,468                            | *7,378                                     |
| <b>Ordinary business income (loss)</b> .....                 | <b>65,719</b>                                 | <b>621,985</b>                | <b>20,906,894</b>  | <b>3,783,419</b>                                 | <b>1,345,811</b>  | <b>4,786,473</b>                     | <b>*6,558</b>                              |
| Net income.....  | 65,719  | 633,879                       | 21,171,996         | 3,783,419  | 1,587,394   | 4,799,395                            | *6,558                                     |
| Loss.....  | 0   | *11,894                       | 265,102            | 0  | *241,583  | 12,922                               | 0  |
| <b>Portfolio income (loss) distributed</b>                   |   |                               |                    |  |   |                                      |  |
| <b>directly to partners</b> .....                            | <b>*5</b>                                     | <b>22,671</b>                 | <b>3,872,006</b>   | <b>157,067</b>                                   | <b>2,090,409</b>  | <b>98,633</b>                        | <b>*3</b>                                  |
| Interest income.....   | *5  | 10,003                        | 1,038,864          | 25,785   | 73,964  | 243,970                              | *3   |
| Dividend income.....   | 0   | *18,619                       | 1,439,629          | 10,679   | 1,389,753   | 2,079                                | 0  |
| Royalties.....   | 0   | 0                             | 1,176,027          | 30,909   | *548,692  | 1,920                                | 0  |
| Net short-term capital gain (loss).....                      | 0   | *-152                         | -4,704             | *-3,638  | *-1,344   | *-382                                | 0  |
| Net long-term capital gain (loss).....                       | 0   | *-5,798                       | 222,190            | 93,331   | 79,344  | -148,954                             | 0  |
| <b>Net rental real estate income (loss)</b> .....            | <b>0</b>                                      | <b>*62,698</b>                | <b>18,989</b>      | <b>*3,108</b>                                    | <b>*7,029</b>   | <b>*3,437</b>                        | <b>0</b>                                   |
| Net income.....  | 0   | *62,698                       | 20,022             | *3,108   | *8,047  | *3,452                               | 0  |
| Loss.....  | 0   | 0                             | *1,033             | 0  | *1,018  | 15                                   | 0  |
| <b>Other net rental income (loss)</b> .....                  | <b>0</b>                                      | <b>*10,998</b>                | <b>221,706</b>     | <b>22,833</b>                                    | <b>*1,186</b>   | <b>3,485</b>                         | <b>0</b>                                   |
| Net income.....  | 0   | *10,998                       | 221,781            | 22,833   | *1,186  | 3,485                                | 0  |
| Loss.....  | 0   | 0                             | *75                | 0  | [3]   | 0                                    | 0  |
| <b>Total net income [2]</b> .....                            | <b>65,724</b>                                 | <b>724,303</b>                | <b>24,802,110</b>  | <b>3,876,734</b>                                 | <b>3,366,435</b>  | <b>5,041,364</b>                     | <b>*6,561</b>                              |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Information         |  |                            | Finance and insurance |                                  |                                     |   |
|--|---------------------|--|----------------------------|-----------------------|----------------------------------|-------------------------------------|---|
|  | Tele-communications | Internet service providers, Web search portals, and data processing services | Other information services | Total                 | Depository credit intermediation | Nondepository credit intermediation | Activities related to credit intermediation |
|  | (78)                | (79)   | (80)                       | (81)                  | (82)                             | (83)                                | (84)  |
| <b>Number of partnerships.....</b>                           | <b>1,747</b>        | <b>2,912</b>   | <b>996</b>                 | <b>192,493</b>        | <b>*89</b>                       | <b>6,675</b>                        | <b>1,517</b>                                |
| <b>Number of partners.....</b>                               | <b>10,349</b>       | <b>8,596</b>   | <b>2,326</b>               | <b>2,442,296</b>      | <b>*279</b>                      | <b>32,403</b>                       | <b>5,750</b>                                |
| <b>Total assets.....</b>                                     | <b>156,080,665</b>  | <b>1,618,210</b>   | <b>3,106,776</b>           | <b>4,921,200,330</b>  | <b>*6,121,960</b>                | <b>154,380,896</b>                  | <b>16,216,697</b>                           |
| <b>Income and deductions from a trade or business:</b>       |                     |  |                            |                       |                                  |                                     |   |
| <b>Total income.....</b>                                     | <b>63,605,430</b>   | <b>3,236,086</b>   | <b>5,120,907</b>           | <b>196,957,338</b>    | <b>*990,911</b>                  | <b>27,673,229</b>                   | <b>5,464,495</b>                            |
| Business receipts.....                                       | 60,553,872          | 3,213,827  | 5,067,196                  | 125,384,858           | *903,544                         | 21,563,269                          | 4,894,774                                   |
| Ordinary income from other partnerships and fiduciaries..... | 2,275,371           | *3,875   | *40,946                    | 13,759,361            | 135                              | 311,018                             | *28,780                                     |
| Farm net profit.....   | 0                   | 0  | 0                          | *28,289               | 0                                | 0                                   | 0   |
| Net gain, noncapital assets.....                             | 145,370             | 151  | *889                       | 1,321,373             | 0                                | 82,228                              | 3,200                                       |
| Other income.....  | 630,816             | 18,233   | *11,875                    | 56,463,456            | *87,233                          | 5,716,714                           | 537,742                                     |
| <b>Total deductions.....</b>                                 | <b>54,689,386</b>   | <b>2,500,430</b>   | <b>3,787,974</b>           | <b>144,423,768</b>    | <b>*774,826</b>                  | <b>22,694,469</b>                   | <b>3,812,491</b>                            |
| Cost of good sold [1].....                                   | 13,212,555          | 345,434  | 385,224                    | 51,926,616            | 7,706                            | 11,723,974                          | 342,732                                     |
| Inventory, beginning of year.....                            | 786,237             | *50,927  | *2,422                     | 4,564,952             | 5,454                            | 551,617                             | *12,648                                     |
| Purchases.....   | 5,954,516           | *30,225  | *100,318                   | 25,697,023            | 5,494                            | 11,125,924                          | *107,321                                    |
| Cost of labor.....   | *139,362            | *45,482  | *76,140                    | 271,076               | 0                                | *11,927                             | *2,624                                      |
| Additional inventory costs (section 263A).....               | *133,269            | 0  | 0                          | 154,186               | 0                                | *64,109                             | 0   |
| Other costs.....   | 7,277,304           | *261,878   | 213,269                    | 27,004,324            | 0                                | 1,032,066                           | 262,821                                     |
| Less: Inventory, end of year.....                            | 1,078,132           | *43,078  | *6,924                     | 5,781,270             | 3,243                            | *1,061,670                          | *42,682                                     |
| Salaries and wages.....                                      | 4,227,988           | 637,555  | 993,976                    | 22,638,676            | *303,582                         | 2,104,808                           | 605,701                                     |
| Guaranteed payments to partners.....                         | 17,193              | *55,380  | *6,340                     | 2,580,211             | *12,394                          | 71,778                              | 33,910                                      |
| Rent paid.....   | 1,647,909           | 131,395  | 169,473                    | 2,135,529             | *42,495                          | 192,536                             | 101,284                                     |
| Interest paid.....   | 1,465,192           | 18,744   | 30,188                     | 12,235,040            | *65,452                          | 2,698,135                           | 116,433                                     |
| Taxes and licenses.....                                      | 1,198,781           | 53,190   | 141,024                    | 1,471,925             | *10,802                          | 157,310                             | 66,674                                      |
| Bad debts.....   | 1,234,765           | *3,358   | 6,426                      | 2,155,520             | *3,767                           | 1,516,672                           | 27,106                                      |
| Repairs and maintenance.....                                 | 420,694             | 49,878   | 96,910                     | 246,030               | *2,060                           | 25,130                              | 30,369                                      |
| Depreciation.....  | 9,767,361           | 202,913  | 343,447                    | 1,484,433             | *12,371                          | 198,808                             | 77,740                                      |
| Depletion.....   | 0                   | 0  | 0                          | *35                   | 0                                | 0                                   | 0   |
| Retirement plans, etc.....                                   | 330,831             | *67,679  | *32,134                    | 541,504               | *16,274                          | 13,322                              | *15,394                                     |
| Employee benefit programs.....                               | 419,238             | 56,494   | 65,247                     | 1,025,141             | *22,336                          | 126,499                             | 36,369                                      |
| Net loss from other partnerships and fiduciaries.....        | 62,350              | 3,657  | 0                          | 1,677,198             | 0                                | 4,286                               | 76  |
| Farm net loss.....   | 0                   | 0  | 0                          | *15,156               | 0                                | 0                                   | 0   |
| Net loss, noncapital assets.....                             | 9,026               | 181  | 300                        | 353,181               | 0                                | 73,361                              | 6   |
| Other deductions.....  | 20,675,504          | 874,573  | 1,517,286                  | 43,937,572            | *275,586                         | 3,787,851                           | 2,358,698                                   |
| <b>Ordinary business income (loss).....</b>                  | <b>8,916,043</b>    | <b>735,657</b>   | <b>1,332,933</b>           | <b>52,533,569</b>     | <b>*216,086</b>                  | <b>4,978,760</b>                    | <b>1,652,003</b>                            |
| Net income.....  | 8,926,163           | 736,135  | 1,332,933                  | 55,119,485            | *216,086                         | 5,056,993                           | 1,652,003                                   |
| Loss.....  | *10,119             | *478   | 0                          | 2,585,916             | 0                                | 78,232                              | 0   |
| <b>Portfolio income (loss) distributed</b>                   |                     |  |                            |                       |                                  |                                     |   |
| <b>directly to partners.....</b>                             | <b>1,495,386</b>    | <b>15,053</b>  | <b>15,456</b>              | <b>248,972,374</b>    | <b>*17,442</b>                   | <b>2,557,530</b>                    | <b>69,302</b>                               |
| Interest income.....   | 670,767             | 12,082   | 12,294                     | 63,787,189            | *10,275                          | 1,418,975                           | 22,868                                      |
| Dividend income.....   | 32,691              | *3,900   | *527                       | 36,031,748            | 2,653                            | 12,836                              | *803  |
| Royalties.....   | 594,151             | 0  | 355                        | 1,819,125             | 0                                | 0                                   | *28,690                                     |
| Net short-term capital gain (loss).....                      | *-50                | 0  | *709                       | 23,521,008            | 632                              | 131,614                             | -62   |
| Net long-term capital gain (loss).....                       | *197,826            | *-929  | *1,572                     | 123,813,304           | 3,881                            | 994,106                             | *17,003                                     |
| <b>Net rental real estate income (loss).....</b>             | <b>*188</b>         | <b>*5,227</b>  | <b>0</b>                   | <b>1,150,854</b>      | <b>0</b>                         | <b>33,588</b>                       | <b>0</b>                                    |
| Net income.....  | *188                | *5,227   | 0                          | 1,660,657             | 0                                | 49,541                              | 0   |
| Loss.....  | 0                   | 0  | 0                          | 509,803               | 0                                | *15,954                             | 0   |
| <b>Other net rental income (loss).....</b>                   | <b>194,202</b>      | <b>0</b>   | <b>0</b>                   | <b>290,488</b>        | <b>0</b>                         | <b>*63,160</b>                      | <b>0</b>                                    |
| Net income.....  | 194,277             | 0  | 0                          | 335,435               | 0                                | *63,160                             | 0   |
| Loss.....  | *75                 | 0  | 0                          | 44,946                | 0                                | 0                                   | 0   |
| <b>Total net income [2].....</b>                             | <b>10,408,042</b>   | <b>756,865</b>   | <b>1,346,109</b>           | <b>155,612,974</b>    | <b>*229,013</b>                  | <b>6,507,317</b>                    | <b>1,704,365</b>                            |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Finance and insurance--Continued   |  |                                       |   |   | Real estate and rental and leasing |                      |
|--|--|--|---------------------------------------|---|---|------------------------------------|----------------------|
|  | Securities, commodity contracts, and other financial investments, and related activities |  |                                       | Insurance carriers and related activities | Funds, trusts, and other financial vehicles | Total                              | Real estate          |
|  | Total  | Securities and commodity contracts and exchanges | Other financial investment activities |   |   |                                    | Total                |
|  |  | (85)   | (86)                                  | (87)                                      | (88)  | (89)                               |                      |
| <b>Number of partnerships.....</b>                           | <b>153,559</b>   | <b>4,262</b>                                     | <b>149,298</b>                        | <b>6,688</b>                              | <b>23,964</b>                               | <b>660,835</b>                     | <b>645,409</b>       |
| <b>Number of partners.....</b>                               | <b>2,159,668</b>   | <b>62,413</b>                                    | <b>2,097,255</b>                      | <b>25,231</b>                             | <b>218,965</b>                              | <b>3,816,735</b>                   | <b>3,766,152</b>     |
| <b>Total assets.....</b>                                     | <b>4,027,542,322</b>   | <b>833,137,206</b>                               | <b>3,194,405,116</b>                  | <b>13,188,921</b>                         | <b>703,749,534</b>                          | <b>1,568,854,934</b>               | <b>1,525,898,557</b> |
| <b>Income and deductions from a trade or business:</b>       |  |  |                                       |   |   |                                    |                      |
| <b>Total income.....</b>                                     | <b>40,142,550,433</b>  | <b>67,986,365</b>                                | <b>74,564,068</b>                     | <b>13,344,293</b>                         | <b>6,933,976</b>                            | <b>108,652,377</b>                 | <b>99,276,233</b>    |
| Business receipts.....                                       | 80,950,029   | 43,967,834                                       | 36,982,195                            | 12,961,514                                | 4,111,728                                   | 91,225,714                         | 83,367,520           |
| Ordinary income from other partnerships and fiduciaries..... | 12,371,719   | 648,516  | 11,723,203                            | *52,360                                   | 995,350                                     | 9,026,089                          | 8,853,921            |
| Farm net profit.....   | *27,983  | 0  | *27,983                               | 0   | *306  | *3,940                             | *3,940               |
| Net gain, noncapital assets.....                             | 1,080,559  | 110,741  | 969,817                               | *2,798                                    | 152,589                                     | 1,813,123                          | 1,372,971            |
| Other income.....  | 48,120,144   | 23,259,273                                       | 24,860,871                            | 327,620                                   | 1,674,004                                   | 6,583,511                          | 5,677,880            |
| <b>Total deductions.....</b>                                 | <b>102,150,870</b>   | <b>59,959,532</b>                                | <b>42,191,338</b>                     | <b>11,568,522</b>                         | <b>3,422,590</b>                            | <b>82,667,690</b>                  | <b>74,817,762</b>    |
| Cost of good sold [1].....                                   | 37,709,815   | 30,665,624                                       | 7,044,191                             | 1,585,987                                 | 556,403                                     | 47,934,530                         | 46,376,728           |
| Inventory, beginning of year.....                            | 3,988,594  | 849,675  | 3,138,918                             | 6,075                                     | *564  | 10,975,097                         | 10,779,058           |
| Purchases.....   | 13,821,091   | 7,291,995  | 6,529,096                             | *201,848                                  | *435,345                                    | 17,092,654                         | 16,470,667           |
| Cost of labor.....   | *94,062  | 0  | *94,062                               | *162,463                                  | 0   | 588,422                            | 411,770              |
| Additional inventory costs (section 263A).....               | *64,321  | *6,470   | *57,851                               | *25,756                                   | 0   | 3,106,485                          | 3,106,485            |
| Other costs.....   | 24,404,008   | 23,268,729                                       | 1,135,280                             | 1,179,314                                 | *126,115                                    | 26,553,578                         | 25,801,211           |
| Less: Inventory, end of year.....                            | 4,662,722  | 751,245  | 3,911,478                             | 5,332                                     | *5,621                                      | 11,226,790                         | 11,037,546           |
| Salaries and wages.....                                      | 17,549,447   | 9,235,652  | 8,313,795                             | 1,778,362                                 | 296,775                                     | 7,836,829                          | 6,481,015            |
| Guaranteed payments to partners.....                         | 2,103,140  | 615,986  | 1,487,154                             | 233,223                                   | 125,766                                     | 1,119,744                          | 1,006,617            |
| Rent paid.....   | 1,491,492  | 661,806  | 829,686                               | 236,652                                   | 71,070                                      | 1,207,620                          | 896,925              |
| Interest paid.....   | 8,384,799  | 5,297,019  | 3,087,780                             | 67,541                                    | 902,681                                     | 2,691,037                          | 2,227,456            |
| Taxes and licenses.....                                      | 1,076,426  | 532,460  | 543,966                               | 129,299                                   | 31,415                                      | 1,144,684                          | 951,080              |
| Bad debts.....   | 441,373  | 28,057   | 413,316                               | 29,642                                    | *136,961                                    | 137,601                            | 77,898               |
| Repairs and maintenance.....                                 | 160,591  | 86,759   | 73,832                                | 21,858                                    | 6,021                                       | 428,368                            | 353,250              |
| Depreciation.....  | 1,089,640  | 292,278  | 797,362                               | 84,478                                    | 21,396                                      | 2,894,713                          | 1,117,923            |
| Depletion.....   | *35  | *22  | *13                                   | 0   | 0   | *3,828                             | *3,828               |
| Retirement plans, etc.....                                   | 452,399  | 232,480  | 219,920                               | 40,564                                    | *3,552                                      | 92,999                             | 64,644               |
| Employee benefit programs.....                               | 725,239  | 343,347  | 381,892                               | 93,556                                    | 21,141                                      | 454,750                            | 273,845              |
| Net loss from other partnerships and fiduciaries.....        | 1,450,073  | 96,987   | 1,353,086                             | *36,384                                   | 186,379                                     | 726,972                            | 719,782              |
| Farm net loss.....   | *10,114  | 0  | *10,114                               | 0   | *5,043                                      | 54,358                             | 54,358               |
| Net loss, noncapital assets.....                             | 278,359  | *12,509  | 265,850                               | *153                                      | *1,302                                      | 14,015                             | 13,291               |
| Other deductions.....  | 29,227,928   | 11,858,546                                       | 17,369,382                            | 7,230,823                                 | 1,056,686                                   | 15,925,640                         | 14,199,122           |
| <b>Ordinary business income (loss).....</b>                  | <b>40,399,563</b>  | <b>8,026,833</b>                                 | <b>32,372,730</b>                     | <b>1,775,771</b>                          | <b>3,511,386</b>                            | <b>25,984,687</b>                  | <b>24,458,471</b>    |
| Net income.....  | 42,576,414   | 8,239,995  | 34,336,419                            | 1,798,454                                 | 3,819,535                                   | 27,617,964                         | 26,059,740           |
| Loss.....  | 2,176,851  | 213,162  | 1,963,689                             | *22,683                                   | 308,149                                     | 1,633,277                          | 1,601,269            |
| <b>Portfolio income (loss) distributed</b>                   |  |  |                                       |   |   |                                    |                      |
| <b>directly to partners.....</b>                             | <b>210,469,198</b>   | <b>4,670,378</b>                                 | <b>205,798,820</b>                    | <b>331,520</b>                            | <b>35,527,382</b>                           | <b>32,272,335</b>                  | <b>30,075,070</b>    |
| Interest income.....   | 50,565,223   | 2,222,090  | 48,343,133                            | 216,831                                   | 11,553,017                                  | 9,388,640                          | 8,865,066            |
| Dividend income.....   | 30,073,843   | 893,594  | 29,180,249                            | 18,696                                    | 5,922,917                                   | 3,316,623                          | 3,291,787            |
| Royalties.....   | 1,621,815  | *254   | 1,621,561                             | 0   | 168,621                                     | 2,093,920                          | 649,131              |
| Net short-term capital gain (loss).....                      | 20,809,510   | 545,597  | 20,263,913                            | *1,395                                    | 2,577,918                                   | 665,130                            | 661,111              |
| Net long-term capital gain (loss).....                       | 107,398,808  | 1,008,843  | 106,389,965                           | 94,598                                    | 15,304,909                                  | 16,808,022                         | 16,607,976           |
| <b>Net rental real estate income (loss).....</b>             | <b>909,007</b>   | <b>23,870</b>                                    | <b>885,137</b>                        | <b>*17,980</b>                            | <b>190,279</b>                              | <b>76,785,326</b>                  | <b>76,542,268</b>    |
| Net income.....  | 1,345,384  | 29,904   | 1,315,479                             | *18,059                                   | 247,673                                     | 78,151,898                         | 77,884,149           |
| Loss.....  | 436,376  | 6,034  | 430,342                               | *78                                       | 57,394                                      | 1,366,571                          | 1,341,881            |
| <b>Other net rental income (loss).....</b>                   | <b>115,440</b>   | <b>*6</b>  | <b>115,434</b>                        | <b>91</b>                                 | <b>111,798</b>                              | <b>3,210,548</b>                   | <b>831,225</b>       |
| Net income.....  | 154,049  | *29  | 154,020                               | 91  | 118,134                                     | 3,482,070                          | 897,902              |
| Loss.....  | 38,609   | *23  | 38,586                                | 0   | 6,337                                       | 271,522                            | 66,678               |
| <b>Total net income [2].....</b>                             | <b>123,684,891</b>   | <b>11,166,647</b>                                | <b>112,518,244</b>                    | <b>2,029,370</b>                          | <b>21,458,018</b>                           | <b>120,779,744</b>                 | <b>114,637,947</b>   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item  | Real estate and rental and leasing--Continued  |  |   |                                       |                              |                             |  |
|---|--|--|---|---------------------------------------|------------------------------|-----------------------------|--|
|   | Real estate                                    |  |   |                                       |                              | Rental and leasing services | Lessors of nonfinancial intangible assets (except copyrighted works) |
|   | Lessors of residential buildings and dwellings | Lessors of nonresidential buildings (except mini-warehouses) | Lessors of mini-warehouses and self-storage units | Lessors of other real estate property | Other real estate activities |                             |  |
| (92)  | (93)   | (94)   | (95)  | (96)                                  | (97)                         | (98)                        |  |
| <b>Number of partnerships.....</b>                          | <b>170,727</b>                                 | <b>297,949</b>   | <b>9,627</b>                                      | <b>46,216</b>                         | <b>120,890</b>               | <b>15,294</b>               | <b>132</b>   |
| <b>Number of partners.....</b>                              | <b>906,388</b>                                 | <b>1,709,232</b>   | <b>38,321</b>                                     | <b>359,691</b>                        | <b>752,520</b>               | <b>49,211</b>               | <b>1,371</b>   |
| <b>Total assets.....</b>                                    | <b>304,888,313</b>                             | <b>784,211,135</b>   | <b>18,833,055</b>                                 | <b>94,027,319</b>                     | <b>323,938,736</b>           | <b>38,888,149</b>           | <b>4,068,228</b>   |
| <b>Income and deductions from a trade or business:</b>      |  |  |   |                                       |                              |                             |  |
| <b>Total income.....</b>                                    | <b>6,126,137</b>                               | <b>8,452,510</b>   | <b>337,109</b>                                    | <b>3,194,807</b>                      | <b>81,165,669</b>            | <b>8,498,605</b>            | <b>877,539</b>   |
| Business receipts.....                                      | 4,977,126                                      | 6,574,517  | 310,734   | 2,364,150                             | 69,140,994                   | 7,507,865                   | *350,329   |
| Ordinary income from other partnerships and fiduciaries.... | 498,976  | 687,685  | *18,985   | 218,491                               | 7,429,784                    | *99,996                     | *72,171  |
| Farm net profit.....  | 0  | 1,205  | 0   | *1,944                                | *791                         | 0                           | 0  |
| Net gain, noncapital assets.....                            | 141,066  | 293,081  | 0   | 39,137                                | 899,687                      | 440,129                     | 23   |
| Other income.....   | 508,969  | 896,022  | *7,390  | 571,086                               | 3,694,414                    | 450,615                     | *455,016   |
| <b>Total deductions.....</b>                                | <b>4,836,118</b>                               | <b>6,278,336</b>   | <b>273,088</b>                                    | <b>2,678,330</b>                      | <b>60,751,889</b>            | <b>7,486,685</b>            | <b>363,243</b>   |
| Cost of good sold [1].....                                  | 2,963,013                                      | 2,373,627  | *9,732  | 1,157,626                             | 39,872,731                   | 1,557,802                   | 0  |
| Inventory, beginning of year.....                           | *616,295                                       | 864,473  | *1,800  | *139,166                              | 9,157,324                    | 196,040                     | 0  |
| Purchases.....  | 1,330,032                                      | 980,455  | *9,626  | 257,609                               | 13,892,945                   | 621,988                     | 0  |
| Cost of labor.....  | 0  | *74,390  | 0   | *20,051                               | 317,330                      | 176,652                     | 0  |
| Additional inventory costs (section 263A).....              | *459,345                                       | *199,139   | *59   | *33,701                               | 2,414,240                    | 0                           | 0  |
| Other costs.....  | 1,380,971                                      | 1,048,420  | 0   | 853,994                               | 22,517,826                   | 752,367                     | 0  |
| Less: Inventory, end of year.....                           | 880,842  | 793,250  | *1,754  | 146,895                               | 9,214,807                    | 189,244                     | 0  |
| Salaries and wages.....                                     | 416,380  | 940,968  | *22,156   | 281,710                               | 4,819,799                    | 1,340,719                   | *15,096  |
| Guaranteed payments to partners.....                        | *32,148  | 184,723  | 0   | 22,441                                | 767,305                      | 77,140                      | 35,987   |
| Rent paid.....  | 12,819   | 81,277   | *4,587  | 161,019                               | 637,223                      | 309,305                     | *1,390   |
| Interest paid.....  | 263,565  | 358,980  | 50,945  | 310,793                               | 1,243,172                    | 443,410                     | *20,170  |
| Taxes and licenses.....                                     | 65,290   | 199,194  | 20,037  | 45,907                                | 620,652                      | 191,498                     | *2,106   |
| Bad debts.....  | *797   | 16,681   | *378  | *4,391                                | 55,652                       | 58,473                      | *1,230   |
| Repairs and maintenance.....                                | 16,831   | 79,428   | 5,989   | 28,111                                | 222,890                      | 75,021                      | 97   |
| Depreciation.....   | 113,560  | 319,846  | 26,623  | 121,222                               | 536,672                      | 1,775,795                   | 995  |
| Depletion.....  | 0  | 0  | 0   | *2,927                                | *901                         | 0                           | 0  |
| Retirement plans, etc.....                                  | *2,991   | *3,701   | 0   | 4,478                                 | 53,473                       | 27,889                      | 467  |
| Employee benefit programs.....                              | 22,948   | 57,667   | *236  | 11,952                                | 181,043                      | 180,126                     | 780  |
| Net loss from other partnerships and fiduciaries.....       | 56,218   | 215,638  | *2,921  | 16,874                                | 428,131                      | *7,190                      | 0  |
| Farm net loss.....  | *17,687  | *11,875  | 0   | *10,013                               | *14,783                      | 0                           | 0  |
| Net loss, noncapital assets.....                            | *15  | *6,110   | *936  | *338                                  | 5,892                        | *724                        | 0  |
| Other deductions.....                                       | 851,855  | 1,428,620  | 128,549   | 498,528                               | 11,291,571                   | 1,441,593                   | *284,925   |
| <b>Ordinary business income (loss).....</b>                 | <b>1,290,018</b>                               | <b>2,174,174</b>   | <b>64,021</b>                                     | <b>516,477</b>                        | <b>20,413,780</b>            | <b>1,011,920</b>            | <b>514,296</b>   |
| Net income.....   | 1,552,366                                      | 2,726,776  | 68,136  | 657,192                               | 21,055,269                   | 1,043,929                   | 514,296  |
| Loss.....   | 262,348  | 552,602  | *4,115  | 140,715                               | 641,488                      | 32,009                      | 0  |
| <b>Portfolio income (loss) distributed</b>                  |  |  |   |                                       |                              |                             |  |
| <b>directly to partners.....</b>                            | <b>4,038,806</b>                               | <b>6,389,818</b>   | <b>86,543</b>                                     | <b>2,795,089</b>                      | <b>16,764,814</b>            | <b>687,204</b>              | <b>1,510,062</b>   |
| Interest income.....  | 1,430,938                                      | 2,802,939  | 29,170  | 417,848                               | 4,184,171                    | 457,999                     | 65,575   |
| Dividend income.....  | 525,513  | 498,690  | *35,071   | 161,511                               | 2,071,002                    | 24,813                      | *23  |
| Royalties.....  | *25,554  | 72,790   | *68   | 422,726                               | 127,992                      | *1                          | *1,444,788   |
| Net short-term capital gain (loss).....                     | 108,190  | 231,134  | -400  | 15,686                                | 306,500                      | 4,019                       | 0  |
| Net long-term capital gain (loss).....                      | 1,948,610                                      | 2,784,264  | *22,633   | 1,777,320                             | 10,075,149                   | 200,371                     | *-324  |
| <b>Net rental real estate income (loss).....</b>            | <b>18,585,474</b>                              | <b>45,237,304</b>  | <b>1,296,851</b>                                  | <b>4,215,524</b>                      | <b>7,207,115</b>             | <b>240,058</b>              | <b>*3,000</b>  |
| Net income.....   | 18,836,479                                     | 45,498,162   | 1,297,178   | 4,287,108                             | 7,965,221                    | 264,749                     | *3,000   |
| Loss.....   | 251,005  | 260,858  | *328  | 71,583                                | 758,106                      | *24,691                     | 0  |
| <b>Other net rental income (loss).....</b>                  | <b>9,858</b>                                   | <b>659,238</b>   | <b>*9,646</b>                                     | <b>113,789</b>                        | <b>38,693</b>                | <b>2,333,319</b>            | <b>*46,005</b>   |
| Net income.....   | *17,662  | 708,132  | *9,646  | 119,432                               | 43,030                       | 2,538,163                   | *46,005  |
| Loss.....   | *7,804   | 48,894   | 0   | *5,643                                | *4,336                       | *204,844                    | 0  |
| <b>Total net income [2].....</b>                            | <b>21,867,356</b>                              | <b>51,445,136</b>  | <b>1,434,828</b>                                  | <b>5,847,875</b>                      | <b>34,042,753</b>            | <b>4,068,110</b>            | <b>2,073,687</b>   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Professional, scientific, and technical services |                    |  |  |                             |  |  |
|--|--|--------------------|--|--|-----------------------------|--|--|
|  | Total  | Legal services     | Accounting, tax preparation, bookkeeping, and payroll services | Architectural, engineering, and related services | Specialized design services | Computer systems design and related services | Other professional, scientific, and technical services |
|  | (99)   | (100)              | (101)  | (102)  | (103)                       | (104)  | Total (105)  |
| <b>Number of partnerships</b> .....                          | <b>99,570</b>                                    | <b>21,556</b>      | <b>12,616</b>  | <b>11,058</b>                                    | <b>3,109</b>                | <b>14,409</b>                                | <b>36,820</b>  |
| <b>Number of partners</b> .....                              | <b>416,465</b>                                   | <b>125,678</b>     | <b>52,496</b>  | <b>29,099</b>                                    | <b>6,979</b>                | <b>37,347</b>                                | <b>164,865</b>   |
| <b>Total assets</b> .....                                    | <b>79,282,789</b>                                | <b>22,728,243</b>  | <b>11,257,253</b>  | <b>4,034,947</b>                                 | <b>301,953</b>              | <b>3,919,369</b>                             | <b>37,041,024</b>                                      |
| <b>Income and deductions from a trade or business:</b>       |  |                    |  |  |                             |  |  |
| <b>Total income</b> .....                                    | <b>216,462,114</b>                               | <b>102,453,015</b> | <b>36,066,083</b>  | <b>12,811,659</b>                                | <b>1,315,261</b>            | <b>10,029,736</b>                            | <b>53,786,360</b>                                      |
| Business receipts.....                                       | 206,145,251                                      | 101,136,837        | 35,625,795   | 10,786,671                                       | 1,314,385                   | 9,669,906                                    | 47,611,656   |
| Ordinary income from other partnerships and fiduciaries..... | 2,293,751  | 54,851             | 39,797   | *86,946  | 0                           | *3,638                                       | 2,108,519  |
| Farm net profit.....   | 0  | 0                  | 0  | 0  | 0                           | 0  | 0  |
| Net gain, noncapital assets.....                             | 218,518  | 10,644             | 2,998  | 23,165   | 0                           | *2,789                                       | 178,923  |
| Other income.....  | 7,804,593  | 1,250,683          | 397,493  | 1,914,876  | *876                        | 353,404                                      | 3,887,262  |
| <b>Total deductions</b> .....                                | <b>155,804,323</b>                               | <b>63,718,054</b>  | <b>28,111,424</b>  | <b>10,992,192</b>                                | <b>1,130,326</b>            | <b>8,427,910</b>                             | <b>43,424,418</b>                                      |
| Cost of good sold [1].....                                   | 23,726,166                                       | 1,308,287          | 677,584  | 3,723,156  | 630,947                     | 3,085,531                                    | 14,300,661   |
| Inventory, beginning of year.....                            | 303,426  | *471               | *27  | *73,077  | *20,264                     | 36,780                                       | 172,807  |
| Purchases.....   | 6,227,439  | *9,331             | *5,360   | 575,625  | 423,087                     | 1,192,066                                    | 4,021,970  |
| Cost of labor.....   | 4,101,609  | *130,723           | 429,320  | 683,345  | *16,462                     | 740,236                                      | 2,101,523  |
| Additional inventory costs (section 263A).....               | 346,079  | *31,586            | *5,909   | *11,744  | 0                           | *131,754                                     | *165,086   |
| Other costs.....   | 13,207,255                                       | 1,136,507          | 236,968  | 2,450,279  | 212,067                     | 1,030,496                                    | 8,140,938  |
| Less: Inventory, end of year.....                            | 459,641  | *332               | 0  | *70,913  | *40,932                     | 45,801                                       | 301,663  |
| Salaries and wages.....                                      | 53,211,678                                       | 28,641,362         | 10,760,349   | 2,440,671  | 80,885                      | 1,885,079                                    | 9,403,331  |
| Guaranteed payments to partners.....                         | 10,029,976                                       | 4,866,109          | 2,570,717  | 525,982  | *99,550                     | 298,366                                      | 1,668,352  |
| Rent paid.....   | 9,905,516  | 6,502,744          | 1,567,064  | 231,547  | 32,670                      | 186,780                                      | 1,384,711  |
| Interest paid.....   | 827,880  | 243,508            | 202,250  | 22,658   | 5,964                       | 63,489                                       | 290,010  |
| Taxes and licenses.....                                      | 4,782,569  | 2,575,310          | 925,244  | 206,343  | 13,174                      | 187,935                                      | 874,564  |
| Bad debts.....   | 189,286  | 70,972             | 17,422   | 10,146   | *934                        | 10,059                                       | 79,754   |
| Repairs and maintenance.....                                 | 1,036,470  | 477,300            | 92,738   | 198,285  | 6,213                       | 108,960                                      | 152,973  |
| Depreciation.....  | 2,642,899  | 1,322,808          | 465,290  | 168,607  | 9,813                       | 98,673                                       | 577,707  |
| Depletion.....   | 0  | 0                  | 0  | 0  | 0                           | 0  | 0  |
| Retirement plans, etc.....                                   | 2,865,275  | 1,166,190          | 906,923  | 53,331   | *2,315                      | 36,788                                       | 699,728  |
| Employee benefit programs.....                               | 3,114,490  | 1,499,320          | 448,523  | 331,207  | *4,432                      | 133,233                                      | 697,774  |
| Net loss from other partnerships and fiduciaries.....        | 144,566  | 43,724             | *35,604  | *11,072  | 0                           | *26,486                                      | 27,680   |
| Farm net loss.....   | 0  | 0                  | 0  | 0  | 0                           | 0  | 0  |
| Net loss, noncapital assets.....                             | 27,072   | 19,065             | *490   | *42  | 0                           | *1,186                                       | 6,290  |
| Other deductions.....  | 43,301,379                                       | 14,981,355         | 9,441,225  | 3,069,145  | 243,428                     | 2,305,345                                    | 13,260,881   |
| <b>Ordinary business income (loss)</b> .....                 | <b>60,657,791</b>                                | <b>38,734,962</b>  | <b>7,954,659</b>   | <b>1,819,466</b>                                 | <b>184,936</b>              | <b>1,601,827</b>                             | <b>10,361,942</b>                                      |
| Net income.....  | 60,810,006                                       | 38,734,971         | 7,954,941  | 1,819,466  | 184,936                     | 1,601,827                                    | 10,513,865   |
| Loss.....  | 152,215  | 10                 | *282   | 0  | 0                           | 0  | 151,923  |
| <b>Portfolio income (loss) distributed</b>                   |  |                    |  |  |                             |  |  |
| <b>directly to partners</b> .....                            | <b>2,761,383</b>                                 | <b>163,260</b>     | <b>69,453</b>  | <b>38,907</b>                                    | <b>*324</b>                 | <b>107,060</b>                               | <b>2,382,380</b>                                       |
| Interest income.....   | 519,982  | 93,695             | 34,902   | 22,643   | *315                        | 16,460                                       | 351,967  |
| Dividend income.....   | 261,411  | 8,664              | 11,114   | 3,029  | *9                          | *13,565                                      | 225,031  |
| Royalties.....   | 1,008,286  | 408                | 28   | 23   | 0                           | 13,249                                       | 994,578  |
| Net short-term capital gain (loss).....                      | 34,979   | 5,961              | 786  | *-7  | 0                           | *17  | 28,222   |
| Net long-term capital gain (loss).....                       | 936,725  | 54,531             | 22,622   | *13,219  | 0                           | *63,769                                      | 782,583  |
| <b>Net rental real estate income (loss)</b> .....            | <b>36,732</b>                                    | <b>33,207</b>      | <b>*1,075</b>  | <b>*1,189</b>                                    | <b>0</b>                    | <b>*1,220</b>                                | <b>40</b>  |
| Net income.....  | 60,827   | 38,416             | *1,507   | *1,604   | 0                           | *1,413                                       | 17,887   |
| Loss.....  | 24,095   | 5,209              | *432   | *415   | 0                           | *193   | 17,847   |
| <b>Other net rental income (loss)</b> .....                  | <b>10,140</b>                                    | <b>*15</b>         | <b>*165</b>  | <b>0</b>   | <b>0</b>                    | <b>*1,006</b>                                | <b>8,953</b>   |
| Net income.....  | 10,148   | *15                | *165   | 0  | 0                           | *1,006                                       | *8,961   |
| Loss.....  | *8   | 0                  | 0  | 0  | 0                           | 0  | *8   |
| <b>Total net income [2]</b> .....                            | <b>62,494,342</b>                                | <b>38,870,952</b>  | <b>8,001,942</b>   | <b>1,846,350</b>                                 | <b>185,260</b>              | <b>1,647,328</b>                             | <b>11,942,510</b>                                      |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Professional, scientific, and technical services--<br>Continued       |  |   | Management<br>of companies<br>(holding<br>companies) | Administrative and support and waste management<br>and remediation services |  |   |
|--|---|--|---|--|---|--|---|
|  | Other professional, scientific, and technical services--<br>Continued |  |   |  | Total   | Administrative<br>and<br>support<br>services | Waste<br>management<br>and<br>remediation<br>services |
|  | Management,<br>scientific,<br>and technical<br>consulting<br>services | Advertising<br>and related<br>services | Other<br>miscellaneous<br>professional,<br>scientific and<br>technical services |  |   |  |   |
|  | (106)   | (107)                                  | (108)   | (109)  | (110)   | (111)  | (112)   |
| <b>Number of partnerships.....</b>                           | <b>19,642</b>   | <b>5,374</b>                           | <b>11,804</b>   | <b>13,581</b>  | <b>29,986</b>   | <b>28,069</b>                                | <b>1,917</b>  |
| <b>Number of partners.....</b>                               | <b>120,363</b>  | <b>13,906</b>                          | <b>30,595</b>   | <b>179,033</b>                                       | <b>69,861</b>   | <b>65,526</b>                                | <b>4,335</b>  |
| <b>Total assets.....</b>                                     | <b>20,986,742</b>   | <b>6,448,790</b>                       | <b>9,605,492</b>  | <b>195,927,340</b>                                   | <b>21,530,988</b>   | <b>17,520,025</b>                            | <b>4,010,964</b>                                      |
| <b>Income and deductions from a trade or business:</b>       |   |  |   |  |   |  |   |
| <b>Total income.....</b>                                     | <b>29,871,871</b>   | <b>9,525,885</b>                       | <b>14,388,604</b>   | <b>17,603,518</b>                                    | <b>40,933,619</b>   | <b>34,053,775</b>                            | <b>6,879,845</b>                                      |
| Business receipts.....                                       | 24,690,718  | 9,151,327                              | 13,769,611  | 8,159,938  | 39,290,677  | 32,601,604                                   | 6,689,073   |
| Ordinary income from other partnerships and fiduciaries..... | 1,936,938   | *10,561                                | *161,020  | 6,630,355  | 175,541   | 175,541                                      | 0   |
| Farm net profit.....   | 0   | 0                                      | 0   | 7,997  | 0   | 0  | 0   |
| Net gain, noncapital assets.....                             | 5,048   | *306                                   | *173,568  | 595,952  | 48,340  | 46,777                                       | 1,564   |
| Other income.....  | 3,239,167   | 363,692                                | 284,404   | 2,209,276  | 1,419,061   | 1,229,852                                    | 189,208   |
| <b>Total deductions.....</b>                                 | <b>23,043,703</b>   | <b>8,235,906</b>                       | <b>12,144,809</b>   | <b>8,886,795</b>                                     | <b>36,400,121</b>   | <b>30,334,191</b>                            | <b>6,065,931</b>                                      |
| Cost of good sold [1].....                                   | 4,296,398   | 3,995,545                              | 6,008,718   | 3,855,350  | 15,546,382  | 11,289,800                                   | 4,256,582   |
| Inventory, beginning of year.....                            | 31,615  | *33,161                                | 108,031   | 361,506  | 157,716   | 144,050                                      | 13,666  |
| Purchases.....   | 827,622   | 1,012,336                              | 2,182,012   | 2,970,849  | 2,887,189   | 2,809,967                                    | 77,222  |
| Cost of labor.....   | 1,032,496   | 487,423                                | 581,604   | 163,204  | 5,607,427   | 4,397,038                                    | 1,210,389   |
| Additional inventory costs (section 263A).....               | *55,028   | *89,747                                | *20,311   | 34,538   | 381,576   | 381,576                                      | 0   |
| Other costs.....   | 2,398,527   | 2,389,399                              | 3,353,012   | 991,553  | 6,587,708   | 3,611,564                                    | 2,976,143   |
| Less: Inventory, end of year.....                            | 48,890  | *16,520                                | 236,253   | 666,300  | 211,242   | 190,404                                      | 20,838  |
| Salaries and wages.....                                      | 6,212,191   | 1,430,582                              | 1,760,558   | 1,437,950  | 9,085,855   | 8,605,117                                    | 480,738   |
| Guaranteed payments to partners.....                         | 946,416   | 153,015                                | 568,921   | 217,025  | 347,469   | 312,721                                      | *34,748   |
| Rent paid.....   | 838,843   | 231,070                                | 314,798   | 277,374  | 690,239   | 612,776                                      | 77,464  |
| Interest paid.....   | 175,443   | 61,062                                 | 53,505  | 537,192  | 228,464   | 143,208                                      | 85,256  |
| Taxes and licenses.....                                      | 525,357   | 148,529                                | 200,678   | 171,028  | 767,408   | 687,409                                      | 80,000  |
| Bad debts.....   | 33,542  | 31,017                                 | 15,195  | 45,647   | 69,933  | 66,155                                       | 3,778   |
| Repairs and maintenance.....                                 | 46,116  | 46,621                                 | 60,237  | 41,541   | 238,903   | 173,475                                      | 65,428  |
| Depreciation.....  | 275,181   | 146,741                                | 155,784   | 178,057  | 644,391   | 473,784                                      | 170,608   |
| Depletion.....   | 0   | 0                                      | 0   | 0  | *7,809  | 0  | *7,809  |
| Retirement plans, etc.....                                   | 637,928   | 35,269                                 | 26,532  | 16,404   | 107,967   | 94,401                                       | 13,566  |
| Employee benefit programs.....                               | 451,148   | 102,436                                | 144,190   | 103,763  | 1,554,879   | 1,498,537                                    | 56,342  |
| Net loss from other partnerships and fiduciaries.....        | 25,214  | *27                                    | *2,440  | 259,287  | 96,642  | 94,314                                       | *2,329  |
| Farm net loss.....   | 0   | 0                                      | 0   | 1,860  | 0   | 0  | 0   |
| Net loss, noncapital assets.....                             | 746   | *2,549                                 | *2,994  | 1,773  | 5,767   | 5,763  | *4  |
| Other deductions.....  | 8,579,180   | 1,851,444                              | 2,830,258   | 1,742,544  | 7,008,012   | 6,276,732                                    | 731,280   |
| <b>Ordinary business income (loss).....</b>                  | <b>6,828,168</b>  | <b>1,289,979</b>                       | <b>2,243,795</b>  | <b>8,716,723</b>                                     | <b>4,533,498</b>  | <b>3,719,584</b>                             | <b>813,914</b>  |
| Net income.....  | 6,902,313   | 1,295,648                              | 2,315,904   | 9,162,909  | 4,572,528   | 3,754,840                                    | 817,688   |
| Loss.....  | 74,145  | *5,669                                 | *72,109   | 446,186  | *39,029   | *35,256                                      | *3,774  |
| <b>Portfolio income (loss) distributed</b>                   |   |  |   |  |   |  |   |
| <b>directly to partners.....</b>                             | <b>1,405,976</b>  | <b>120,741</b>                         | <b>855,663</b>  | <b>15,540,080</b>                                    | <b>569,080</b>  | <b>552,642</b>                               | <b>16,438</b>   |
| Interest income.....   | 202,248   | 47,487                                 | 102,231   | 3,467,885  | 134,117   | 117,782                                      | 16,336  |
| Dividend income.....   | 191,995   | *667                                   | 32,369  | 4,413,472  | 94,793  | 94,793                                       | 0   |
| Royalties.....   | 546,128   | 0                                      | *448,450  | 178,004  | *291,005  | *291,005                                     | 0   |
| Net short-term capital gain (loss).....                      | 18,582  | *-159                                  | 9,798   | 431,246  | *-705   | *-705  | 0   |
| Net long-term capital gain (loss).....                       | 447,023   | *72,745                                | 262,815   | 7,049,473  | 49,869  | 49,766                                       | 102   |
| <b>Net rental real estate income (loss).....</b>             | <b>-7,663</b>   | <b>*72</b>                             | <b>*7,631</b>   | <b>720,098</b>                                       | <b>133,492</b>  | <b>133,180</b>                               | <b>311</b>  |
| Net income.....  | 8,555   | *72                                    | *9,260  | 765,988  | 135,839   | 135,527                                      | 312   |
| Loss.....  | 16,218  | 0                                      | *1,629  | 45,891   | *2,348  | *2,347                                       | 1   |
| <b>Other net rental income (loss).....</b>                   | <b>*1,475</b>   | <b>101</b>                             | <b>*7,378</b>   | <b>5,650</b>   | <b>*-2,573</b>  | <b>*-2,700</b>                               | <b>127</b>  |
| Net income.....  | *1,483  | 101                                    | *7,378  | 13,499   | *806  | *679   | 127   |
| Loss.....  | *8  | 0                                      | [3]   | 7,850  | *3,379  | *3,379                                       | 0   |
| <b>Total net income [2].....</b>                             | <b>7,762,350</b>  | <b>1,338,306</b>                       | <b>2,841,854</b>  | <b>17,501,831</b>                                    | <b>5,184,333</b>  | <b>4,353,645</b>                             | <b>830,688</b>  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Educational services | Health care and social assistance |                                    |                                       |                         |                                     |                           |
|--|----------------------|-----------------------------------|------------------------------------|---------------------------------------|-------------------------|-------------------------------------|---------------------------|
|  |                      | Total                             | Offices of physicians and dentists | Offices of other health practitioners | Outpatient care centers | Medical and diagnostic laboratories | Home health care services |
|  | (113)                | (114)                             | (115)                              | (116)                                 | (117)                   | (118)                               | (119)                     |
| <b>Number of partnerships</b> .....                          | <b>4,764</b>         | <b>36,482</b>                     | <b>14,750</b>                      | <b>8,207</b>                          | <b>3,017</b>            | <b>1,964</b>                        | <b>1,674</b>              |
| <b>Number of partners</b> .....                              | <b>12,391</b>        | <b>167,568</b>                    | <b>63,840</b>                      | <b>25,221</b>                         | <b>34,358</b>           | <b>10,179</b>                       | <b>4,430</b>              |
| <b>Total assets</b> .....                                    | <b>1,460,864</b>     | <b>46,546,015</b>                 | <b>5,095,982</b>                   | <b>1,035,866</b>                      | <b>7,578,861</b>        | <b>3,259,766</b>                    | <b>487,826</b>            |
| <b>Income and deductions from a trade or business:</b>       |                      |                                   |                                    |                                       |                         |                                     |                           |
| <b>Total income</b> .....                                    | <b>2,436,960</b>     | <b>97,975,137</b>                 | <b>36,685,897</b>                  | <b>5,354,680</b>                      | <b>13,491,216</b>       | <b>5,991,477</b>                    | <b>1,561,924</b>          |
| Business receipts.....                                       | 2,374,978            | 92,027,969                        | 32,301,913                         | 5,223,945                             | 13,026,161              | 5,568,802                           | 1,541,519                 |
| Ordinary income from other partnerships and fiduciaries..... | *34,682              | 975,912                           | 416,106                            | *108,026                              | 218,076                 | 59,213                              | *18,061                   |
| Farm net profit.....   | 0                    | 0                                 | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Net gain, noncapital assets.....                             | *1,609               | 81,763                            | 4,371                              | *22                                   | 13,827                  | *5,966                              | *188                      |
| Other income.....  | 25,691               | 4,889,493                         | 3,963,508                          | 22,687                                | 233,151                 | 357,496                             | 2,157                     |
| <b>Total deductions</b> .....                                | <b>2,003,807</b>     | <b>78,524,227</b>                 | <b>26,484,702</b>                  | <b>4,040,498</b>                      | <b>10,532,051</b>       | <b>4,657,174</b>                    | <b>1,371,929</b>          |
| Cost of good sold [1].....                                   | 513,887              | 5,223,919                         | 1,867,018                          | 539,057                               | 954,836                 | 555,024                             | 292,412                   |
| Inventory, beginning of year.....                            | *3,565               | 113,656                           | 13,512                             | 24,535                                | 36,242                  | *16,292                             | *9,283                    |
| Purchases.....   | 34,880               | 1,306,558                         | 273,774                            | 237,094                               | 332,581                 | 144,175                             | 194,387                   |
| Cost of labor.....   | 124,239              | 1,041,294                         | 391,469                            | *48,345                               | 119,065                 | 187,208                             | *25,133                   |
| Additional inventory costs (section 263A).....               | 0                    | 162,522                           | *29,273                            | 61,414                                | *37,245                 | *1,241                              | *28,169                   |
| Other costs.....   | 354,805              | 2,736,037                         | 1,177,722                          | 207,637                               | 466,297                 | 221,579                             | *44,705                   |
| Less: Inventory, end of year.....                            | *3,602               | 136,148                           | 18,732                             | 39,969                                | 36,594                  | *15,471                             | *9,265                    |
| Salaries and wages.....                                      | 441,903              | 20,682,667                        | 8,119,359                          | 863,898                               | 2,263,165               | 1,004,986                           | 551,464                   |
| Guaranteed payments to partners.....                         | 32,618               | 3,893,021                         | 2,781,824                          | 613,154                               | 221,998                 | *79,099                             | *28,248                   |
| Rent paid.....   | 87,179               | 3,379,500                         | 1,248,518                          | 192,924                               | 520,077                 | 234,835                             | 36,980                    |
| Interest paid.....   | 19,592               | 1,002,692                         | 117,756                            | 13,727                                | 96,252                  | 59,215                              | 7,436                     |
| Taxes and licenses.....                                      | 47,312               | 2,313,929                         | 652,239                            | 74,806                                | 243,066                 | 115,096                             | 50,993                    |
| Bad debts.....   | *6,201               | 2,452,263                         | 75,912                             | 3,702                                 | 374,213                 | 64,662                              | *8,333                    |
| Repairs and maintenance.....                                 | 11,754               | 994,177                           | 230,364                            | 28,627                                | 177,855                 | 124,678                             | 5,969                     |
| Depreciation.....  | 32,640               | 2,417,550                         | 411,744                            | 43,364                                | 412,346                 | 324,804                             | 39,095                    |
| Depletion.....   | 0                    | *1                                | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Retirement plans, etc.....                                   | 16,378               | 518,987                           | 413,781                            | 15,741                                | 31,735                  | 25,031                              | 4,439                     |
| Employee benefit programs.....                               | 22,015               | 1,750,979                         | 706,073                            | 38,872                                | 208,060                 | 118,392                             | 22,913                    |
| Net loss from other partnerships and fiduciaries.....        | *3,191               | 28,857                            | 2,071                              | *63                                   | *1,710                  | *6,666                              | *606                      |
| Farm net loss.....   | 0                    | 0                                 | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Net loss, noncapital assets.....                             | *129                 | 4,892                             | *271                               | 0                                     | *844                    | *69                                 | *117                      |
| Other deductions.....  | 769,006              | 33,860,793                        | 9,857,774                          | 1,612,561                             | 5,025,893               | 1,944,617                           | 322,925                   |
| <b>Ordinary business income (loss)</b> .....                 | <b>433,153</b>       | <b>19,450,909</b>                 | <b>10,201,195</b>                  | <b>1,314,183</b>                      | <b>2,959,165</b>        | <b>1,334,303</b>                    | <b>189,995</b>            |
| Net income.....  | 434,078              | 19,468,927                        | 10,203,675                         | 1,314,183                             | 2,967,512               | 1,334,303                           | 189,995                   |
| Loss.....  | 925                  | 18,017                            | *2,480                             | 0                                     | *8,348                  | 0                                   | 0                         |
| <b>Portfolio income (loss) distributed</b>                   |                      |                                   |                                    |                                       |                         |                                     |                           |
| <b>directly to partners</b> .....                            | <b>49,842</b>        | <b>746,406</b>                    | <b>20,703</b>                      | <b>65,719</b>                         | <b>232,462</b>          | <b>38,063</b>                       | <b>2,445</b>              |
| Interest income.....   | 4,852                | 215,570                           | 12,469                             | 2,044                                 | 26,842                  | 37,882                              | 2,270                     |
| Dividend income.....   | *416                 | 31,019                            | 1,398                              | *24,729                               | *38                     | *4                                  | *172                      |
| Royalties.....   | *49                  | *1                                | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Net short-term capital gain (loss).....                      | *39                  | -1,349                            | -114                               | *-358                                 | *-2,289                 | 0                                   | [3]                       |
| Net long-term capital gain (loss).....                       | *44,486              | 501,165                           | 6,950                              | *39,304                               | 207,871                 | *178                                | *3                        |
| <b>Net rental real estate income (loss)</b> .....            | <b>*1,322</b>        | <b>140,653</b>                    | <b>5,408</b>                       | <b>*3,123</b>                         | <b>3,234</b>            | <b>*454</b>                         | <b>*4,746</b>             |
| Net income.....  | *1,646               | 158,459                           | 5,613                              | *3,292                                | *3,462                  | *545                                | *4,746                    |
| Loss.....  | *324                 | 17,806                            | *205                               | *168                                  | *228                    | *92                                 | 0                         |
| <b>Other net rental income (loss)</b> .....                  | <b>*988</b>          | <b>26,976</b>                     | <b>*3,338</b>                      | <b>*247</b>                           | <b>*-895</b>            | <b>*-81</b>                         | <b>*1,377</b>             |
| Net income.....  | *988                 | 30,895                            | *3,338                             | *247                                  | *2,632                  | *1                                  | *1,377                    |
| Loss.....  | 0                    | *3,919                            | 0                                  | 0                                     | *3,527                  | *82                                 | 0                         |
| <b>Total net income [2]</b> .....                            | <b>440,781</b>       | <b>19,865,129</b>                 | <b>10,223,808</b>                  | <b>1,344,326</b>                      | <b>2,988,383</b>        | <b>1,372,561</b>                    | <b>198,561</b>            |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Health care and social assistance--Continued |            |   |                   | Arts, entertainment, and recreation |   |   |
|--|--|------------|---|-------------------|-------------------------------------|---|---|
|  | Other ambulatory health care services        | Hospitals  | Nursing and residential care facilities | Social assistance | Total                               | Performing arts, spectator sports, and related industries | Museums, historical sites, and similar institutions |
|  | (120)  | (121)      | (122)                                   | (123)             | (124)                               | (125)   | (126)   |
| <b>Number of partnerships</b> .....                          | *197   | 412        | 3,168                                   | 3,093             | 18,543                              | 11,954  | *8  |
| <b>Number of partners</b> .....                              | *465   | 3,774      | 18,214                                  | 7,087             | 136,009                             | 105,148   | *385  |
| <b>Total assets</b> .....                                    | *38,330                                      | 15,140,871 | 13,725,453                              | 183,061           | 25,510,215                          | 10,707,198  | *13,079   |
| <b>Income and deductions from a trade or business:</b>       |  |            |   |                   |                                     |   |   |
| <b>Total income</b> .....                                    | *197,352                                     | 18,336,030 | 15,284,235                              | 1,072,325         | 22,384,363                          | 10,336,494  | *42,240   |
| Business receipts.....                                       | *196,730                                     | 18,029,846 | 15,068,528                              | 1,070,525         | 20,064,215                          | 8,986,656   | *42,240   |
| Ordinary income from other partnerships and fiduciaries..... | 0  | 116,628    | 39,802                                  | 0                 | 698,987                             | 177,369   | 0   |
| Farm net profit.....   | 0  | 0          | 0                                       | 0                 | 0                                   | 0   | 0   |
| Net gain, noncapital assets.....                             | 0  | 56,674     | *73                                     | *642              | 141,115                             | 19,663  | 0   |
| Other income.....  | *622   | 132,883    | 175,832                                 | *1,158            | 1,480,046                           | 1,152,806   | 0   |
| <b>Total deductions</b> .....                                | *192,831                                     | 16,160,857 | 14,138,339                              | 945,846           | 18,268,173                          | 8,963,723   | *21,289   |
| Cost of good sold [1].....                                   | *3,448                                       | *233,654   | 699,961                                 | 78,509            | 2,971,843                           | 1,507,840   | *3,050  |
| Inventory, beginning of year.....                            | 0  | *11,637    | 2,015                                   | *139              | 165,815                             | 58,503  | *623  |
| Purchases.....   | 0  | *98,019    | 25,107                                  | *1,420            | 967,262                             | 194,958   | *3,052  |
| Cost of labor.....   | 0  | *15,765    | 218,398                                 | *35,912           | 193,462                             | *94,072   | 0   |
| Additional inventory costs (section 263A).....               | *3,448                                       | 0          | 0                                       | *1,732            | 118,209                             | *103,897  | 0   |
| Other costs.....   | 0  | *121,192   | 457,482                                 | *39,423           | 1,685,357                           | 1,103,354   | 0   |
| Less: Inventory, end of year.....                            | 0  | *12,959    | 3,041                                   | *117              | 158,262                             | 46,945  | *625  |
| Salaries and wages.....                                      | *119,904                                     | 2,142,385  | 5,295,201                               | 322,304           | 4,324,443                           | 2,785,654   | *3,623  |
| Guaranteed payments to partners.....                         | 0  | *111,163   | 33,922                                  | *23,615           | 166,921                             | 65,742  | 0   |
| Rent paid.....   | *1,248                                       | 341,778    | 733,615                                 | 69,527            | 537,477                             | 190,071   | *2,563  |
| Interest paid.....   | *1,277                                       | 193,917    | 505,585                                 | 7,529             | 537,735                             | 197,042   | *61   |
| Taxes and licenses.....                                      | *11,473                                      | 303,652    | 829,108                                 | 33,495            | 1,667,516                           | 173,900   | *58   |
| Bad debts.....   | 0  | 1,872,665  | 52,576                                  | *200              | 46,452                              | 21,968  | 0   |
| Repairs and maintenance.....                                 | *716   | 249,038    | 164,395                                 | 12,534            | 233,590                             | 50,456  | *502  |
| Depreciation.....  | *2,226                                       | 757,822    | 414,907                                 | 11,242            | 937,358                             | 245,850   | *255  |
| Depletion.....   | 0  | *1         | 0                                       | 0                 | 0                                   | 0   | 0   |
| Retirement plans, etc.....                                   | 0  | 10,591     | 16,334                                  | *1,335            | 64,774                              | 52,429  | 0   |
| Employee benefit programs.....                               | *15,910                                      | 269,865    | 362,711                                 | 8,182             | 237,918                             | 109,198   | *325  |
| Net loss from other partnerships and fiduciaries.....        | *764   | *8,946     | *8,031                                  | 0                 | 9,108                               | 8,735   | 0   |
| Farm net loss.....   | 0  | 0          | 0                                       | 0                 | 0                                   | 0   | 0   |
| Net loss, noncapital assets.....                             | 0  | *259       | *3,332                                  | 0                 | 60,170                              | *16,881   | 0   |
| Other deductions.....  | *35,866                                      | 9,665,123  | 5,018,662                               | 377,373           | 6,472,867                           | 3,537,957   | *10,853   |
| <b>Ordinary business income (loss)</b> .....                 | *4,521                                       | 2,175,173  | 1,145,896                               | 126,479           | 4,116,190                           | 1,372,771   | *20,951   |
| Net income.....  | *4,521                                       | 2,181,999  | 1,146,259                               | 126,479           | 4,119,170                           | 1,372,872   | *20,951   |
| Loss.....  | 0  | *6,826     | *363                                    | 0                 | *2,979                              | *101  | 0   |
| <b>Portfolio income (loss) distributed</b>                   |  |            |   |                   |                                     |   |   |
| <b>directly to partners</b> .....                            | *1,552                                       | 254,511    | 130,529                                 | 421               | 244,486                             | 89,339  | [3]   |
| Interest income.....   | *3   | 65,462     | 68,220                                  | 379               | 79,646                              | 34,380  | [3]   |
| Dividend income.....   | 0  | *4,432     | 206                                     | *39               | 7,845                               | 3,003   | 0   |
| Royalties.....   | 0  | 0          | *1                                      | 0                 | *10,046                             | *8,185  | 0   |
| Net short-term capital gain (loss).....                      | *1,549                                       | *-133      | *-4                                     | 0                 | -1,153                              | *-1,161   | 0   |
| Net long-term capital gain (loss).....                       | 0  | 184,750    | 62,106                                  | *4                | 148,102                             | 44,932  | 0   |
| <b>Net rental real estate income (loss)</b> .....            | *-24   | -1,842     | 125,554                                 | 0                 | 48,733                              | *3,098  | 0   |
| Net income.....  | 0  | 15,247     | 125,554                                 | 0                 | 53,902                              | *8,177  | 0   |
| Loss.....  | *24  | 17,089     | 0                                       | 0                 | *5,169                              | 5,079   | 0   |
| <b>Other net rental income (loss)</b> .....                  | 0  | 22,794     | *196                                    | 0                 | *2,165                              | 318   | 0   |
| Net income.....  | 0  | 23,104     | *196                                    | 0                 | *2,165                              | 318   | 0   |
| Loss.....  | 0  | 310        | 0                                       | 0                 | 0                                   | 0   | 0   |
| <b>Total net income [2]</b> .....                            | *4,500                                       | 2,266,021  | 1,340,073                               | 126,896           | 4,264,626                           | 1,421,756   | *20,952   |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Arts,<br>entertainment,<br>and recreation--<br>Continued   | Accommodation and food services |                   |   | Other services    |                        |   |
|--|--|---------------------------------|-------------------|---|-------------------|------------------------|---|
|  | Amusement,<br>gambling,<br>and<br>recreation<br>industries | Total                           | Accommodation     | Food<br>services<br>and<br>drinking<br>places | Total             | Repair and maintenance |   |
|  |  |                                 |                   |   |                   | Total                  | Automotive<br>repair and<br>maintenance |
|  | (127)  | (128)                           | (129)             | (130)   | (131)             | (132)                  | (133)                                   |
| <b>Number of partnerships</b> .....                          | <b>6,581</b>   | <b>45,565</b>                   | <b>14,684</b>     | <b>30,881</b>                                 | <b>34,571</b>     | <b>16,714</b>          | <b>10,614</b>                           |
| <b>Number of partners</b> .....                              | <b>30,475</b>  | <b>221,112</b>                  | <b>91,893</b>     | <b>129,219</b>                                | <b>88,293</b>     | <b>39,714</b>          | <b>24,568</b>                           |
| <b>Total assets</b> .....                                    | <b>14,789,937</b>  | <b>79,990,742</b>               | <b>59,770,914</b> | <b>20,219,828</b>                             | <b>8,289,380</b>  | <b>2,360,730</b>       | <b>1,601,583</b>                        |
| <b>Income and deductions from a trade or business:</b>       |  |                                 |                   |   |                   |                        |   |
| <b>Total income</b> .....                                    | <b>12,005,629</b>  | <b>74,848,208</b>               | <b>31,472,998</b> | <b>43,375,210</b>                             | <b>12,862,641</b> | <b>6,738,806</b>       | <b>4,145,506</b>                        |
| Business receipts.....                                       | 11,035,319   | 70,787,455                      | 28,188,930        | 42,598,525                                    | 12,492,126        | 6,553,633              | 4,088,288                               |
| Ordinary income from other partnerships and fiduciaries..... | 521,618  | 686,428                         | 641,208           | 45,221  | 28,811            | *8,024                 | *4,466                                  |
| Farm net profit.....   | 0  | 21                              | 21                | 0   | *7,903            | 0                      | 0                                       |
| Net gain, noncapital assets.....                             | 121,452  | 215,443                         | 187,242           | 28,201  | 20,043            | 13,625                 | *11,967                                 |
| Other income.....  | 327,240  | 3,158,861                       | 2,455,598         | 703,263                                       | 313,757           | 163,525                | 40,785                                  |
| <b>Total deductions</b> .....                                | <b>9,283,161</b>   | <b>67,848,870</b>               | <b>27,861,931</b> | <b>39,986,939</b>                             | <b>11,217,934</b> | <b>5,846,861</b>       | <b>3,619,648</b>                        |
| Cost of good sold [1].....                                   | 1,460,954  | 20,423,813                      | 4,089,836         | 16,333,977                                    | 4,078,103         | 2,978,469              | 1,824,800                               |
| Inventory, beginning of year.....                            | 106,689  | 649,302                         | 154,797           | 494,505                                       | 321,133           | 230,893                | 103,616                                 |
| Purchases.....   | 769,253  | 14,844,391                      | 1,196,128         | 13,648,263                                    | 2,813,389         | 2,267,977              | 1,414,464                               |
| Cost of labor.....   | 99,390   | 2,269,812                       | 628,861           | 1,640,951                                     | 516,450           | 320,592                | 231,658                                 |
| Additional inventory costs (section 263A).....               | *14,311  | 74,591                          | 12,913            | 61,677  | *35,528           | *8,001                 | *1,611                                  |
| Other costs.....   | 582,003  | 3,287,957                       | 2,249,933         | 1,038,024                                     | 809,748           | 440,934                | 219,371                                 |
| Less: Inventory, end of year.....                            | 110,692  | 702,239                         | 152,797           | 549,443                                       | 418,145           | 289,928                | 145,919                                 |
| Salaries and wages.....                                      | 1,535,166  | 12,609,337                      | 5,161,567         | 7,447,769                                     | 1,962,810         | 854,917                | 515,732                                 |
| Guaranteed payments to partners.....                         | 101,179  | 322,344                         | 76,661            | 245,682                                       | 339,138           | 164,568                | 120,957                                 |
| Rent paid.....   | 344,843  | 3,252,971                       | 723,381           | 2,529,591                                     | 915,857           | 230,995                | 192,899                                 |
| Interest paid.....   | 340,632  | 2,452,914                       | 2,063,989         | 388,924                                       | 153,260           | 59,138                 | 47,133                                  |
| Taxes and licenses.....                                      | 1,493,557  | 3,053,071                       | 1,794,359         | 1,258,711                                     | 347,254           | 154,086                | 109,686                                 |
| Bad debts.....   | 24,484   | 44,408                          | 35,970            | 8,438   | 6,699             | 2,905                  | 1,337                                   |
| Repairs and maintenance.....                                 | 182,632  | 1,320,594                       | 641,883           | 678,711                                       | 163,954           | 69,891                 | 42,338                                  |
| Depreciation.....  | 691,254  | 3,354,825                       | 2,291,824         | 1,063,001                                     | 302,317           | 130,164                | 85,007                                  |
| Depletion.....   | 0  | 0                               | 0                 | 0   | 0                 | 0                      | 0                                       |
| Retirement plans, etc.....                                   | 12,345   | 75,047                          | 59,565            | 15,482  | 12,914            | 6,259                  | *2,333                                  |
| Employee benefit programs.....                               | 128,396  | 658,793                         | 465,434           | 193,359                                       | 82,810            | 32,005                 | 21,934                                  |
| Net loss from other partnerships and fiduciaries.....        | *372   | 21,135                          | 18,464            | *2,671  | *4,153            | *4,153                 | 0                                       |
| Farm net loss.....   | 0  | *2,792                          | 0                 | *2,792  | 0                 | 0                      | 0                                       |
| Net loss, noncapital assets.....                             | 43,289   | 7,468                           | 3,851             | 3,617   | *1,175            | *263                   | 17                                      |
| Other deductions.....  | 2,924,057  | 20,249,360                      | 10,435,146        | 9,814,214                                     | 2,847,489         | 1,159,052              | 655,473                                 |
| <b>Ordinary business income (loss)</b> .....                 | <b>2,722,468</b>   | <b>6,999,338</b>                | <b>3,611,067</b>  | <b>3,388,271</b>                              | <b>1,644,707</b>  | <b>891,945</b>         | <b>525,858</b>                          |
| Net income.....  | 2,725,346  | 7,029,083                       | 3,636,369         | 3,392,713                                     | 1,654,002         | 896,408                | 530,321                                 |
| Loss.....  | *2,878   | 29,745                          | 25,303            | *4,442  | *9,294            | *4,463                 | *4,463                                  |
| <b>Portfolio income (loss) distributed</b>                   |  |                                 |                   |   |                   |                        |   |
| <b>directly to partners</b> .....                            | <b>155,147</b>   | <b>925,628</b>                  | <b>772,558</b>    | <b>153,070</b>                                | <b>350,607</b>    | <b>49,107</b>          | <b>47,646</b>                           |
| Interest income.....   | 45,265   | 281,591                         | 236,635           | 44,957  | 90,997            | 8,941                  | 7,543                                   |
| Dividend income.....   | *4,843   | 39,596                          | 33,541            | 6,054   | 46,199            | *51                    | *17                                     |
| Royalties.....   | *1,862   | *31,854                         | 3,128             | *28,726                                       | 0                 | 0                      | 0                                       |
| Net short-term capital gain (loss).....                      | *8   | -103                            | 393               | *-495   | *892              | *9                     | *9                                      |
| Net long-term capital gain (loss).....                       | 103,169  | 572,690                         | 498,862           | 73,828  | *212,520          | *40,106                | *40,077                                 |
| <b>Net rental real estate income (loss)</b> .....            | <b>45,635</b>  | <b>250,730</b>                  | <b>242,822</b>    | <b>*7,909</b>                                 | <b>29,009</b>     | <b>*7,437</b>          | <b>*7,445</b>                           |
| Net income.....  | 45,725   | 256,001                         | 247,992           | *8,009  | 29,471            | *7,592                 | *7,445                                  |
| Loss.....  | *90  | 5,270                           | 5,170             | 100   | *462              | *155                   | 0                                       |
| <b>Other net rental income (loss)</b> .....                  | <b>*1,846</b>  | <b>*32,305</b>                  | <b>*26,498</b>    | <b>*5,807</b>                                 | <b>*2,891</b>     | <b>*-1,835</b>         | <b>0</b>                                |
| Net income.....  | *1,846   | *32,305                         | *26,498           | *5,807  | *4,726            | 0                      | 0                                       |
| Loss.....  | 0  | 0                               | 0                 | 0   | *1,835            | *1,835                 | 0                                       |
| <b>Total net income [2]</b> .....                            | <b>2,821,919</b>   | <b>7,635,413</b>                | <b>4,153,690</b>  | <b>3,481,724</b>                              | <b>1,813,802</b>  | <b>906,539</b>         | <b>540,863</b>                          |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item  | Other services--Continued    |                               |  | Nature of business not allocable |
|---|------------------------------|-------------------------------|--|----------------------------------|
|   | Repair and maintenance       | Personal and laundry services | Religious, grantmaking, civic, professional, and similar organizations |                                  |
|   | Other repair and maintenance |                               |  |                                  |
|   | (134)                        | (135)                         | (136)  | (137)                            |
| <b>Number of partnerships</b> .....                                   | <b>6,100</b>                 | <b>17,570</b>                 | <b>*287</b>  | <b>*338</b>                      |
| <b>Number of partners</b> .....                                       | <b>15,146</b>                | <b>42,005</b>                 | <b>*6,574</b>  | <b>*771</b>                      |
| <b>Total assets</b> .....   | <b>759,147</b>               | <b>5,602,945</b>              | <b>*325,706</b>  | <b>*366,415</b>                  |
| <b>Income and deductions from a trade or business:</b>                |                              |                               |  |                                  |
| <b>Total income</b> .....   | <b>2,593,300</b>             | <b>6,050,661</b>              | <b>*73,174</b>   | <b>*61,228</b>                   |
| Business receipts.....  | 2,465,345                    | 5,865,431                     | *73,062  | *61,228                          |
| Ordinary income from other partnerships and fiduciaries.....          | *3,557                       | *20,787                       | 0  | 0                                |
| Farm net profit.....  | 0                            | *7,903                        | 0  | 0                                |
| Net gain, noncapital assets.....                                      | *1,658                       | *6,419                        | 0  | 0                                |
| Other income.....   | *122,740                     | 150,120                       | *112   | 0                                |
| <b>Total deductions</b> .....   | <b>2,227,213</b>             | <b>5,309,870</b>              | <b>*61,203</b>   | <b>*38,367</b>                   |
| Cost of good sold [1].....  | 1,153,668                    | 1,058,944                     | *40,690  | *29,041                          |
| Inventory, beginning of year.....                                     | 127,277                      | 73,608                        | *16,632  | *22,756                          |
| Purchases.....  | 853,513                      | 508,450                       | *36,962  | 0                                |
| Cost of labor.....  | 88,934                       | 194,377                       | *1,481   | *6,286                           |
| Additional inventory costs (section 263A).....                        | *6,390                       | *27,527                       | 0  | 0                                |
| Other costs.....  | 221,564                      | 368,814                       | 0  | 0                                |
| Less: Inventory, end of year.....                                     | 144,009                      | 113,832                       | *14,385  | 0                                |
| Salaries and wages.....   | 339,185                      | 1,107,894                     | 0  | 0                                |
| Guaranteed payments to partners.....                                  | *43,610                      | 174,570                       | 0  | 0                                |
| Rent paid.....  | 38,096                       | 683,703                       | *1,160   | 0                                |
| Interest paid.....  | 12,004                       | 91,982                        | *2,140   | *3                               |
| Taxes and licenses.....   | 44,400                       | 191,798                       | *1,370   | *52                              |
| Bad debts.....  | *1,568                       | 3,795                         | 0  | 0                                |
| Repairs and maintenance.....  | 27,553                       | 93,785                        | *278   | 0                                |
| Depreciation.....   | 45,156                       | 170,677                       | *1,476   | 0                                |
| Depletion.....  | 0                            | 0                             | 0  | 0                                |
| Retirement plans, etc.....  | *3,925                       | 6,656                         | 0  | 0                                |
| Employee benefit programs.....  | 10,070                       | 50,805                        | 0  | 0                                |
| Net loss from other partnerships and fiduciaries.....                 | *4,153                       | [3]                           | 0  | 0                                |
| Farm net loss.....  | 0                            | 0                             | 0  | 0                                |
| Net loss, noncapital assets.....                                      | *246                         | *913                          | 0  | 0                                |
| Other deductions.....   | 503,579                      | 1,674,348                     | *14,090  | *9,270                           |
| <b>Ordinary business income (loss)</b> .....                          | <b>366,087</b>               | <b>740,791</b>                | <b>*11,971</b>   | <b>*22,860</b>                   |
| Net income.....   | 366,087                      | 745,622                       | *11,971  | *22,897                          |
| Loss.....   | 0                            | *4,831                        | 0  | *36                              |
| <b>Portfolio income (loss) distributed directly to partners</b> ..... | <b>1,461</b>                 | <b>259,116</b>                | <b>*42,384</b>   | <b>*196</b>                      |
| Interest income.....  | 1,397                        | 82,056                        | 0  | *196                             |
| Dividend income.....  | *35                          | 3,763                         | *42,384  | 0                                |
| Royalties.....  | 0                            | 0                             | 0  | 0                                |
| Net short-term capital gain (loss).....                               | 0                            | *883                          | 0  | 0                                |
| Net long-term capital gain (loss).....                                | 29                           | *172,414                      | 0  | 0                                |
| <b>Net rental real estate income (loss)</b> .....                     | <b>*-8</b>                   | <b>*21,572</b>                | <b>0</b>   | <b>0</b>                         |
| Net income.....   | *147                         | *21,879                       | 0  | 0                                |
| Loss.....   | *155                         | *307                          | 0  | 0                                |
| <b>Other net rental income (loss)</b> .....                           | <b>*-1,835</b>               | <b>*4,726</b>                 | <b>0</b>   | <b>0</b>                         |
| Net income.....   | 0                            | *4,726                        | 0  | 0                                |
| Loss.....   | *1,835                       | 0                             | 0  | 0                                |
| <b>Total net income [2]</b> .....                                     | <b>365,676</b>               | <b>852,908</b>                | <b>*54,355</b>   | <b>*23,056</b>                   |

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

[1] Cost of good sold is not equal to the sum of its components because some partnerships do not report the components.

[2] Total net income is the sum of ordinary business income (loss), interest income, dividend income, royalties, net rental real estate income (loss), and other net rental income (loss).

[3] Less than \$500.

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

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group**

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

| Item   | All industries        | Agriculture, forestry, fishing, and hunting |                   |                   |                      |                                |   |
|--|-----------------------|---|-------------------|-------------------|----------------------|--------------------------------|---|
|  |                       | Total                                       | Crop production   | Animal production | Forestry and logging | Fishing, hunting, and trapping | Support activities for agriculture and forestry |
|  | (1)                   | (2)   | (3)               | (4)               | (5)                  | (6)                            | (7)   |
| <b>ALL PARTNERSHIPS</b>                                  |                       |   |                   |                   |                      |                                |   |
| Number of partnerships [1].....                          | 2,546,877             | 119,632                                     | 65,826            | 38,141            | 5,124                | 2,023                          | 8,518   |
| Number of partners.....                                  | 15,556,553            | 443,371                                     | 252,756           | 117,398           | 39,507               | 9,202                          | 24,508  |
| <b>Partnerships reporting balance sheet data:</b>        |                       |   |                   |                   |                      |                                |   |
| Number of partnerships.....                              | 1,890,134             | 74,302                                      | 39,630            | 23,163            | 4,154                | 1,402                          | 5,952   |
| Number of partners.....                                  | 12,989,001            | 299,757                                     | 171,573           | 81,535            | 21,693               | 7,883                          | 17,072  |
| <b>Total assets.....</b>                                 | <b>11,607,698,140</b> | <b>95,354,185</b>                           | <b>34,221,838</b> | <b>35,749,411</b> | <b>19,665,428</b>    | <b>1,245,041</b>               | <b>4,472,466</b>                                |
| Cash.....  | 498,678,562           | 5,202,288                                   | 1,712,787         | 1,561,511         | 1,312,380            | 180,045                        | 435,565   |
| Trade notes and accounts receivable.....                 | 613,117,125           | 4,188,759                                   | 916,908           | 925,473           | 1,764,627            | *143,303                       | 438,448   |
| Less: Allowance for bad debts.....                       | 12,313,591            | 10,128                                      | *255              | 3,409             | 0                    | 1,459                          | 5,004   |
| Inventories.....   | 275,807,149           | 5,163,046                                   | 1,214,239         | 3,470,774         | *89,918              | *57,743                        | 330,372   |
| U.S. Government obligations.....                         | 74,315,976            | *8,090                                      | *8,090            | 0                 | 0                    | 0                              | 0   |
| Tax-exempt securities.....                               | 54,270,177            | *15,858                                     | *14,981           | *877              | 0                    | 0                              | 0   |
| Other current assets.....                                | 2,028,065,591         | 4,136,335                                   | 2,144,953         | 1,853,710         | -696,196             | 82,094                         | 751,774   |
| Mortgage and real estate loans.....                      | 107,160,178           | 351,684                                     | *123,034          | *218,380          | *10,270              | 0                              | 0   |
| Other investments.....                                   | 4,316,049,463         | 6,914,508                                   | 2,402,967         | 3,144,688         | 1,871,964            | *591,966                       | 86,854  |
| Depreciable assets.....                                  | 2,948,381,100         | 52,949,100                                  | 24,628,068        | 22,564,347        | 1,507,303            | 1,663,606                      | 2,585,776                                       |
| Less: Accumulated depreciation.....                      | 959,912,624           | 31,870,066                                  | 15,708,568        | 13,074,548        | 912,119              | 856,904                        | 1,317,927                                       |
| Depletable assets.....                                   | 72,815,224            | 6,470,415                                   | *39,388           | *34,072           | 6,380,324            | 0                              | *16,630   |
| Less: Accumulated depletion.....                         | 24,689,867            | 977,102                                     | *15,029           | *32,191           | 928,495              | 0                              | *1,387  |
| Land.....  | 509,408,430           | 30,602,539                                  | 13,689,431        | 12,152,058        | 3,647,563            | *216,348                       | 897,140   |
| Intangible assets.....                                   | 437,492,109           | 995,716                                     | 183,824           | 390,765           | 85,128               | *231,900                       | 104,099   |
| Less: Accumulated amortization.....                      | 91,567,848            | 347,742                                     | 71,929            | 131,539           | 40,151               | *83,228                        | 20,895  |
| Other assets.....  | 760,620,987           | 11,560,885                                  | 2,938,947         | 2,674,443         | 5,572,912            | 203,560                        | 171,022   |
| <b>Total liabilities and capital.....</b>                | <b>11,607,698,140</b> | <b>95,354,185</b>                           | <b>34,221,838</b> | <b>35,749,411</b> | <b>19,665,428</b>    | <b>1,245,041</b>               | <b>4,472,466</b>                                |
| Accounts payable.....                                    | 336,393,755           | 1,943,999                                   | 341,704           | 759,739           | 329,654              | *37,815                        | 475,088   |
| Mortgages, notes, bonds payable in less than 1 year..... | 296,350,178           | 9,675,264                                   | 4,223,066         | 4,557,237         | 517,535              | *77,726                        | 299,701   |
| Other current liabilities.....                           | 2,361,630,275         | 5,606,292                                   | 2,553,784         | 2,046,268         | 514,509              | *64,562                        | 427,169   |
| Nonrecourse loans.....                                   | 854,466,687           | 1,734,431                                   | *773,440          | *295,487          | *645,850             | 0                              | *19,654   |
| Mortgages, notes, bonds payable in 1 year or more.....   | 1,545,671,581         | 26,240,316                                  | 10,114,338        | 10,338,355        | 3,402,734            | 1,112,099                      | 1,272,791                                       |
| Other liabilities.....                                   | 853,440,065           | 5,242,760                                   | 3,117,089         | 1,375,019         | 441,449              | *69,340                        | 239,862   |
| Partners capital accounts.....                           | 5,359,745,599         | 44,911,122                                  | 13,098,418        | 16,377,307        | 13,813,697           | -116,500                       | 1,738,201                                       |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                       |   |                   |                   |                      |                                |   |
| Number of partnerships [1].....                          | 1,440,895             | 64,213                                      | 41,137            | 15,001            | 2,985                | 597                            | 4,495   |
| Number of partners.....                                  | 9,589,354             | 221,668                                     | 146,957           | 44,560            | 16,385               | 1,383                          | 12,383  |
| <b>Partnerships reporting balance sheet data:</b>        |                       |   |                   |                   |                      |                                |   |
| Number of partnerships.....                              | 1,095,195             | 39,979                                      | 24,177            | 10,026            | 2,191                | *313                           | 3,272   |
| Number of partners.....                                  | 8,234,038             | 146,247                                     | 91,726            | 31,298            | 13,345               | *790                           | 9,088   |
| <b>Total assets.....</b>                                 | <b>8,125,533,499</b>  | <b>45,608,950</b>                           | <b>18,752,966</b> | <b>14,742,897</b> | <b>9,565,751</b>     | <b>*358,800</b>                | <b>2,188,536</b>                                |
| Cash.....  | 366,384,862           | 3,221,556                                   | 1,125,299         | 1,033,024         | 766,179              | *100,316                       | 196,737   |
| Trade notes and accounts receivable.....                 | 424,181,291           | 2,862,421                                   | 399,222           | 777,865           | 1,325,398            | *17,763                        | 342,173   |
| Less: Allowance for bad debts.....                       | 7,987,881             | 7,634                                       | *170              | *3,065            | 0                    | 0                              | 4,398   |
| Inventories.....   | 146,461,994           | 3,132,032                                   | 361,555           | 2,417,850         | *67,044              | *13,059                        | 272,523   |
| U.S. Government obligations.....                         | 67,019,210            | 0   | 0                 | 0                 | 0                    | 0                              | 0   |
| Tax-exempt securities.....                               | 27,773,876            | *15,858                                     | *14,981           | *877              | 0                    | 0                              | 0   |
| Other current assets.....                                | 1,447,252,446         | 2,171,869                                   | 1,806,888         | 1,002,327         | -812,566             | *17,979                        | 157,240   |
| Mortgage and real estate loans.....                      | 90,091,443            | *257,924                                    | *66,827           | *180,827          | *10,270              | 0                              | 0   |
| Other investments.....                                   | 3,335,873,709         | 4,311,985                                   | 2,065,228         | 1,414,993         | 485,228              | *27,056                        | 319,480   |
| Depreciable assets.....                                  | 1,793,637,727         | 24,510,164                                  | 12,719,419        | 8,991,334         | 1,194,146            | *412,344                       | 1,192,923                                       |
| Less: Accumulated depreciation.....                      | 654,041,166           | 16,436,564                                  | 8,963,693         | 5,686,091         | 808,934              | *288,330                       | 689,516   |
| Depletable assets.....                                   | 56,679,395            | 2,132,353                                   | *18,453           | *34,072           | 2,063,198            | 0                              | *16,630   |
| Less: Accumulated depletion.....                         | 22,491,916            | 205,549                                     | *13,809           | *32,191           | *158,162             | 0                              | *1,387  |
| Land.....  | 298,442,411           | 11,957,226                                  | 7,377,925         | 3,791,084         | 545,063              | *1,635                         | 241,519   |
| Intangible assets.....                                   | 258,082,762           | 389,348                                     | 131,110           | 119,627           | 19,782               | *29,774                        | 89,055  |
| Less: Accumulated amortization.....                      | 55,566,412            | 133,932                                     | 50,682            | 44,524            | *8,306               | *13,932                        | 16,488  |
| Other assets.....  | 553,739,747           | 7,429,891                                   | 1,694,413         | 744,888           | 4,877,410            | *41,135                        | 72,046  |
| <b>Total liabilities and capital.....</b>                | <b>8,125,533,499</b>  | <b>45,608,950</b>                           | <b>18,752,966</b> | <b>14,742,897</b> | <b>9,565,751</b>     | <b>*358,800</b>                | <b>2,188,536</b>                                |
| Accounts payable.....                                    | 185,205,194           | 1,076,907                                   | 159,904           | 559,725           | 37,977               | *9,915                         | 309,386   |
| Mortgages, notes, bonds payable in less than 1 year..... | 191,712,691           | 5,070,627                                   | 1,998,790         | 2,759,092         | 133,299              | *40,267                        | 139,179   |
| Other current liabilities.....                           | 1,540,464,670         | 2,161,199                                   | 906,499           | 820,463           | 81,554               | *29,237                        | 323,446   |
| Nonrecourse loans.....                                   | 455,313,410           | *638,363                                    | *439,597          | *179,112          | 0                    | 0                              | *19,654   |
| Mortgages, notes, bonds payable in 1 year or more.....   | 851,908,182           | 9,218,311                                   | 4,374,924         | 3,369,435         | 815,063              | *130,346                       | 528,543   |
| Other liabilities.....                                   | 571,219,773           | 1,876,792                                   | 1,227,868         | 375,608           | *263,161             | *1,588                         | 8,566   |
| Partners capital accounts.....                           | 4,329,709,578         | 25,566,751                                  | 9,645,385         | 6,679,462         | 8,234,696            | *147,446                       | 859,762   |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Mining             |                        |                   |                               | Utilities          | Construction       |                           |
|--|--------------------|------------------------|-------------------|-------------------------------|--------------------|--------------------|---------------------------|
|  | Total              | Oil and gas extraction | Other mining      | Support activities for mining |                    | Total              | Construction of buildings |
|  | (8)                | (9)                    | (10)              | (11)                          | (12)               | (13)               | (14)                      |
| <b>ALL PARTNERSHIPS</b>                                  |                    |                        |                   |                               |                    |                    |                           |
| Number of partnerships [1].....                          | 26,009             | 22,097                 | 2,410             | 1,501                         | 3,930              | 154,599            | 65,789                    |
| Number of partners.....                                  | 460,726            | 388,020                | 59,452            | 13,254                        | 65,846             | 443,832            | 203,254                   |
| <b>Partnerships reporting balance sheet data:</b>        |                    |                        |                   |                               |                    |                    |                           |
| Number of partnerships.....                              | 20,249             | 16,817                 | 2,092             | 1,340                         | 3,301              | 110,182            | 51,068                    |
| Number of partners.....                                  | 429,201            | 357,492                | 58,781            | 12,928                        | 53,879             | 327,599            | 164,315                   |
| <b>Total assets.....</b>                                 | <b>173,453,481</b> | <b>151,101,920</b>     | <b>19,308,104</b> | <b>3,043,457</b>              | <b>148,990,386</b> | <b>200,265,423</b> | <b>125,767,401</b>        |
| Cash .....   | 9,631,884          | 8,938,326              | 520,744           | 172,814                       | 5,164,253          | 15,514,407         | 9,466,975                 |
| Trade notes and accounts receivable.....                 | 12,834,984         | 10,504,508             | 1,721,599         | 608,878                       | 11,126,270         | 16,198,844         | 7,424,328                 |
| Less: Allowance for bad debts.....                       | 106,196            | 94,839                 | 9,224             | 2,133                         | 258,965            | 75,353             | 26,013                    |
| Inventories.....   | 2,344,172          | 1,196,288              | 913,209           | 234,675                       | 2,306,116          | 46,560,659         | 33,239,868                |
| U.S. Government obligations.....                         | *127,219           | *98,366                | 2,794             | *26,058                       | *12,180            | 109,843            | *20,148                   |
| Tax-exempt securities.....                               | *426,948           | *426,948               | 0                 | 0                             | 0                  | *587,125           | *571,936                  |
| Other current assets.....                                | 15,864,163         | 13,656,148             | 2,094,114         | 113,900                       | 10,849,079         | 36,513,994         | 26,316,216                |
| Mortgage and real estate loans.....                      | *140,452           | *10,726                | *129,726          | 0                             | *8,952             | 1,450,628          | 614,999                   |
| Other investments.....                                   | 16,784,914         | 15,548,820             | 861,827           | *374,267                      | 16,421,817         | 17,654,149         | 9,114,611                 |
| Depreciable assets.....                                  | 85,809,296         | 73,109,175             | 11,281,655        | 4,418,466                     | 99,533,805         | 25,523,628         | 9,285,245                 |
| Less: Accumulated depreciation.....                      | 42,651,783         | 35,900,629             | 6,038,213         | 712,941                       | 25,344,105         | 10,124,972         | 2,383,088                 |
| Depletable assets.....                                   | 58,584,917         | 54,942,518             | 3,637,839         | 4,560                         | *1,630,871         | *400,297           | *1,566                    |
| Less: Accumulated depletion.....                         | 20,197,919         | 19,303,434             | 894,476           | 10                            | *1,113,627         | *17,266            | 0                         |
| Land.....  | 1,270,367          | 837,404                | 391,729           | *41,234                       | 792,891            | 19,840,231         | 9,951,391                 |
| Intangible assets.....                                   | 13,088,448         | 11,979,291             | 683,120           | 426,037                       | 9,758,137          | 2,296,354          | 1,109,531                 |
| Less: Accumulated amortization.....                      | 3,709,891          | 3,472,582              | 144,220           | 93,089                        | 2,149,837          | 599,544            | 296,354                   |
| Other assets.....  | 23,211,506         | 18,624,885             | 4,155,880         | 430,741                       | 20,252,549         | 28,432,400         | 21,356,042                |
| <b>Total liabilities and capital.....</b>                | <b>173,453,481</b> | <b>151,101,920</b>     | <b>19,308,104</b> | <b>3,043,457</b>              | <b>148,990,386</b> | <b>200,265,423</b> | <b>125,767,401</b>        |
| Accounts payable.....                                    | 7,661,101          | 6,305,759              | 1,051,817         | 303,525                       | 12,854,283         | 14,700,366         | 9,363,491                 |
| Mortgages, notes, bonds payable in less than 1 year..... | 2,737,548          | 2,201,126              | 393,163           | *143,259                      | 6,762,428          | 21,540,591         | 15,775,578                |
| Other current liabilities.....                           | 15,841,559         | 13,446,457             | 2,231,095         | 164,007                       | 15,730,455         | 31,880,850         | 17,762,537                |
| Nonrecourse loans.....                                   | 1,539,354          | 1,539,354              | 0                 | 0                             | 5,683,356          | 11,815,161         | 7,021,430                 |
| Mortgages, notes, bonds payable in 1 year or more.....   | 18,978,226         | 14,954,193             | 3,705,872         | 318,161                       | 35,655,125         | 51,015,687         | 29,446,107                |
| Other liabilities.....                                   | 10,659,894         | 7,956,843              | 2,325,203         | *377,847                      | 21,321,163         | 18,342,162         | 11,572,983                |
| Partners capital accounts.....                           | 116,035,798        | 104,698,186            | 9,600,954         | 1,736,658                     | 50,983,575         | 50,970,605         | 34,825,276                |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                    |                        |                   |                               |                    |                    |                           |
| Number of partnerships [1].....                          | 17,601             | 15,246                 | 1,233             | 1,122                         | 2,255              | 86,829             | 32,584                    |
| Number of partners.....                                  | 388,051            | 326,700                | 56,345            | 5,007                         | 38,413             | 237,594            | 91,526                    |
| <b>Partnerships reporting balance sheet data:</b>        |                    |                        |                   |                               |                    |                    |                           |
| Number of partnerships.....                              | 14,304             | 12,388                 | 956               | 961                           | 1,724              | 58,592             | 24,979                    |
| Number of partners.....                                  | 373,692            | 313,221                | 55,791            | 4,680                         | 36,795             | 162,381            | 68,524                    |
| <b>Total assets.....</b>                                 | <b>131,394,488</b> | <b>116,404,418</b>     | <b>13,352,480</b> | <b>1,637,591</b>              | <b>82,149,174</b>  | <b>121,333,869</b> | <b>75,223,383</b>         |
| Cash .....   | 7,299,962          | 6,758,661              | 428,645           | 112,655                       | 3,099,541          | 11,413,913         | 6,614,261                 |
| Trade notes and accounts receivable.....                 | 12,576,476         | 10,807,348             | 1,209,111         | 560,017                       | 5,623,587          | 12,284,272         | 5,937,536                 |
| Less: Allowance for bad debts.....                       | 88,586             | 81,587                 | 4,867             | *2,133                        | 83,284             | 36,678             | 9,605                     |
| Inventories.....   | 1,917,728          | 1,103,536              | 600,671           | *213,521                      | 1,018,680          | 28,922,301         | 19,626,283                |
| U.S. Government obligations.....                         | *101,160           | *98,366                | 2,794             | 0                             | *12,180            | *103,055           | *18,503                   |
| Tax-exempt securities.....                               | *426,948           | *426,948               | 0                 | 0                             | 0                  | *444,128           | *429,168                  |
| Other current assets.....                                | 10,770,775         | 9,742,630              | 1,008,183         | 19,963                        | 6,828,063          | 23,942,787         | 17,081,552                |
| Mortgage and real estate loans.....                      | *131,353           | *1,627                 | *129,726          | 0                             | *8,952             | 1,186,369          | 465,820                   |
| Other investments.....                                   | 11,721,726         | 11,210,195             | 408,384           | *103,147                      | 14,656,813         | 10,107,124         | 4,818,357                 |
| Depreciable assets.....                                  | 70,703,440         | 62,392,162             | 7,460,093         | 851,184                       | 55,215,429         | 14,869,302         | 5,349,200                 |
| Less: Accumulated depreciation.....                      | 35,692,000         | 31,295,829             | 3,856,046         | 540,126                       | 18,315,754         | 6,502,139          | 1,648,781                 |
| Depletable assets.....                                   | 49,147,799         | 46,871,942             | 2,275,857         | 0                             | *1,131,537         | *8,108             | *1,566                    |
| Less: Accumulated depletion.....                         | 19,053,188         | 18,506,245             | 546,943           | 0                             | *1,006,846         | 3,491              | 0                         |
| Land.....  | 925,106            | 562,551                | 323,543           | *39,012                       | 621,788            | 8,562,439          | 4,845,090                 |
| Intangible assets.....                                   | 8,645,364          | 7,978,243              | 405,361           | *261,760                      | 5,581,549          | 1,297,094          | 581,493                   |
| Less: Accumulated amortization.....                      | 3,234,400          | 3,145,167              | 64,107            | *25,125                       | 1,277,960          | 312,290            | 183,786                   |
| Other assets.....  | 15,094,826         | 11,479,035             | 3,572,075         | *43,716                       | 9,034,898          | 15,047,576         | 11,296,724                |
| <b>Total liabilities and capital.....</b>                | <b>131,394,488</b> | <b>116,404,418</b>     | <b>13,352,480</b> | <b>1,637,591</b>              | <b>82,149,174</b>  | <b>121,333,869</b> | <b>75,223,383</b>         |
| Accounts payable.....                                    | 5,062,114          | 4,108,891              | 703,842           | 249,381                       | 5,350,154          | 10,507,515         | 6,858,445                 |
| Mortgages, notes, bonds payable in less than 1 year..... | 2,320,055          | 2,052,717              | 210,546           | *56,792                       | 1,902,332          | 12,493,448         | 9,482,074                 |
| Other current liabilities.....                           | 12,041,158         | 10,332,002             | 1,644,070         | 65,086                        | 5,838,812          | 19,183,446         | 11,746,251                |
| Nonrecourse loans.....                                   | 1,393,644          | 1,393,644              | 0                 | 0                             | 3,350,447          | 4,085,156          | 2,822,628                 |
| Mortgages, notes, bonds payable in 1 year or more.....   | 14,929,758         | 13,300,946             | 1,482,095         | 146,717                       | 17,431,035         | 23,743,846         | 12,320,659                |
| Other liabilities.....                                   | 7,796,379          | 6,367,512              | 1,403,903         | *24,964                       | 11,364,393         | 10,386,548         | 6,771,398                 |
| Partners capital accounts.....                           | 87,851,380         | 78,848,706             | 7,908,023         | 1,094,651                     | 36,912,002         | 40,933,910         | 25,221,928                |

Footnotes at end of table.

# Partnership Returns, 2004

## Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued

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

| Item   | Construction--Continued                  |                             |                   |  |                           |  |                        |
|--|--|-----------------------------|-------------------|--|---------------------------|--|------------------------|
|  | Heavy and civil engineering construction |                             |                   |  | Special trade contractors |  |                        |
|  | Total                                    | Utility system construction | Land subdivision  | Other heavy and civil engineering construction | Total                     | Foundation, structure, and building exterior contractors | Electrical contractors |
| (15)   | (16)                                     | (17)                        | (18)              | (19)   | (20)                      | (21)   |                        |
| <b>ALL PARTNERSHIPS</b>                                  |  |                             |                   |  |                           |  |                        |
| Number of partnerships [1].....                          | 31,153                                   | 1,784                       | 26,689            | 2,680  | 57,656                    | 10,351   | 5,505                  |
| Number of partners.....                                  | 107,983                                  | 4,402                       | 97,255            | 6,326  | 132,595                   | 23,388   | 11,401                 |
| <b>Partnerships reporting balance sheet data:</b>        |  |                             |                   |  |                           |  |                        |
| Number of partnerships.....                              | 25,608                                   | 1,334                       | 22,125            | 2,149  | 33,505                    | 5,043  | 2,819                  |
| Number of partners.....                                  | 82,502                                   | 3,501                       | 73,803            | 5,198  | 80,782                    | 11,691   | 6,029                  |
| <b>Total assets.....</b>                                 | <b>62,207,744</b>                        | <b>2,207,626</b>            | <b>51,601,625</b> | <b>8,398,493</b>                               | <b>12,290,278</b>         | <b>2,580,513</b>   | <b>1,535,405</b>       |
| Cash .....   | 4,606,415                                | 331,062                     | 3,011,330         | 1,264,023                                      | 1,441,017                 | 267,570  | 176,681                |
| Trade notes and accounts receivable.....                 | 4,723,068                                | 559,720                     | 1,483,094         | 2,680,254                                      | 4,051,448                 | 808,850  | 693,710                |
| Less: Allowance for bad debts.....                       | 11,905                                   | *529                        | 4,192             | 7,184  | 37,434                    | 4,714  | *16,959                |
| Inventories.....   | 12,495,886                               | *167,308                    | 12,242,275        | 86,303   | 824,905                   | 118,447  | 22,153                 |
| U.S. Government obligations.....                         | *89,695                                  | 11,850                      | *58,314           | *19,531  | 0                         | 0  | 0                      |
| Tax-exempt securities.....                               | *3,647                                   | 0                           | *229              | 3,418  | *11,542                   | 0  | 0                      |
| Other current assets.....                                | 8,917,424                                | 134,779                     | 7,332,319         | 1,450,326                                      | 1,280,354                 | 220,880  | 270,684                |
| Mortgage and real estate loans.....                      | 773,449                                  | 0                           | 773,449           | 0  | *62,181                   | *429   | 0                      |
| Other investments.....                                   | 8,222,869                                | *618,347                    | 7,231,914         | 372,608  | 316,669                   | 132,019  | *44,777                |
| Depreciable assets.....                                  | 9,684,363                                | 1,050,548                   | 5,220,001         | 3,413,814                                      | 6,554,020                 | 1,431,524  | 467,825                |
| Less: Accumulated depreciation.....                      | 3,974,863                                | 708,415                     | 1,392,059         | 1,874,388                                      | 3,767,021                 | 750,903  | 243,731                |
| Depletable assets.....                                   | *384,444                                 | 0                           | *373,932          | *10,512  | *14,286                   | 0  | 0                      |
| Less: Accumulated depletion.....                         | *6,720                                   | 0                           | *2,651            | *4,069   | *10,546                   | 0  | 0                      |
| Land.....  | 9,470,898                                | *10,148                     | 9,033,261         | 427,489  | 417,942                   | 26,694   | 19,164                 |
| Intangible assets.....                                   | 431,066                                  | *23,098                     | 290,820           | 117,148  | 755,577                   | 106,643  | 107,370                |
| Less: Accumulated amortization.....                      | 202,289                                  | *7,207                      | 171,438           | 23,644   | 100,901                   | 12,583   | 18,380                 |
| Other assets.....  | 6,600,299                                | 16,917                      | 6,121,029         | 462,353  | 476,059                   | 235,658  | 12,111                 |
| <b>Total liabilities and capital.....</b>                | <b>62,207,744</b>                        | <b>2,207,626</b>            | <b>51,601,625</b> | <b>8,398,493</b>                               | <b>12,290,278</b>         | <b>2,580,513</b>   | <b>1,535,405</b>       |
| Accounts payable.....                                    | 3,247,641                                | 357,964                     | 1,241,236         | 1,648,441                                      | 2,089,233                 | 403,510  | 318,646                |
| Mortgages, notes, bonds payable in less than 1 year..... | 4,718,381                                | 163,623                     | 4,151,097         | 403,661  | 1,046,633                 | 149,439  | 203,736                |
| Other current liabilities.....                           | 11,616,625                               | 301,564                     | 6,644,495         | 4,670,566                                      | 2,501,688                 | 280,236  | 323,949                |
| Nonrecourse loans.....                                   | 4,656,621                                | *324                        | 4,072,453         | *583,843                                       | 137,110                   | *51,692  | *3,561                 |
| Mortgages, notes, bonds payable in 1 year or more.....   | 18,849,237                               | 327,506                     | 16,984,880        | 1,536,851                                      | 2,720,344                 | 622,552  | 291,964                |
| Other liabilities.....                                   | 5,902,117                                | *69,298                     | 5,336,956         | 495,863  | 867,062                   | 137,050  | 108,878                |
| Partners capital accounts.....                           | 13,217,122                               | 987,347                     | 13,170,508        | -940,732                                       | 2,928,208                 | 936,033  | 284,671                |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |  |                             |                   |  |                           |  |                        |
| Number of partnerships [1].....                          | 16,448                                   | 1,176                       | 13,562            | 1,710  | 37,797                    | 7,166  | 2,663                  |
| Number of partners.....                                  | 59,612                                   | 2,984                       | 52,548            | 4,080  | 86,456                    | 15,614   | 5,639                  |
| <b>Partnerships reporting balance sheet data:</b>        |  |                             |                   |  |                           |  |                        |
| Number of partnerships.....                              | 13,328                                   | 726                         | 11,420            | 1,182  | 20,284                    | 2,342  | 1,430                  |
| Number of partners.....                                  | 45,145                                   | 2,083                       | 40,103            | 2,959  | 48,711                    | 5,369  | 3,174                  |
| <b>Total assets.....</b>                                 | <b>37,365,744</b>                        | <b>1,718,019</b>            | <b>30,622,465</b> | <b>5,025,260</b>                               | <b>8,744,743</b>          | <b>2,240,596</b>   | <b>1,012,929</b>       |
| Cash .....   | 3,602,402                                | 280,919                     | 2,322,317         | 999,166  | 1,197,250                 | 242,871  | 144,010                |
| Trade notes and accounts receivable.....                 | 3,447,741                                | 418,073                     | 1,236,815         | 1,792,852                                      | 2,898,995                 | 687,452  | 429,913                |
| Less: Allowance for bad debts.....                       | 6,840                                    | *529                        | 0                 | 6,311  | 20,234                    | 4,463  | *3,703                 |
| Inventories.....   | 8,764,807                                | *53,892                     | 8,635,060         | 75,855   | 531,211                   | 55,492   | 18,745                 |
| U.S. Government obligations.....                         | *84,552                                  | 11,850                      | *58,314           | *14,388  | 0                         | 0  | 0                      |
| Tax-exempt securities.....                               | 3,418                                    | 0                           | 0                 | 3,418  | *11,542                   | 0  | 0                      |
| Other current assets.....                                | 6,017,657                                | 119,384                     | 5,187,914         | 710,359  | 843,578                   | 189,891  | 181,535                |
| Mortgage and real estate loans.....                      | 708,912                                  | 0                           | 708,912           | 0  | *11,637                   | *429   | 0                      |
| Other investments.....                                   | 5,073,808                                | *618,347                    | 4,220,960         | 234,501  | 214,960                   | *126,691   | *30,063                |
| Depreciable assets.....                                  | 4,915,153                                | 491,806                     | 2,305,965         | 2,117,382                                      | 4,604,948                 | 1,186,710  | 304,517                |
| Less: Accumulated depreciation.....                      | 2,201,365                                | 295,667                     | 685,413           | 1,220,284                                      | 2,651,993                 | 589,627  | 171,643                |
| Depletable assets.....                                   | 6,541                                    | 0                           | 0                 | 6,541  | 0                         | 0  | 0                      |
| Less: Accumulated depletion.....                         | 3,491                                    | 0                           | 0                 | 3,491  | 0                         | 0  | 0                      |
| Land.....  | 3,522,462                                | *3,768                      | 3,456,747         | 61,948   | 194,888                   | *24,836  | *9,725                 |
| Intangible assets.....                                   | 180,176                                  | *1,109                      | 114,663           | 64,404   | 535,425                   | 97,342   | 73,377                 |
| Less: Accumulated amortization.....                      | 83,056                                   | *456                        | 71,632            | 10,968   | 45,448                    | 8,270  | 10,472                 |
| Other assets.....  | 3,332,868                                | 15,524                      | 3,131,844         | 185,501  | 417,983                   | 231,241  | *6,862                 |
| <b>Total liabilities and capital.....</b>                | <b>37,365,744</b>                        | <b>1,718,019</b>            | <b>30,622,465</b> | <b>5,025,260</b>                               | <b>8,744,743</b>          | <b>2,240,596</b>   | <b>1,012,929</b>       |
| Accounts payable.....                                    | 2,278,494                                | 212,366                     | 875,189           | 1,190,939                                      | 1,370,576                 | 297,734  | 151,730                |
| Mortgages, notes, bonds payable in less than 1 year..... | 2,410,158                                | 76,995                      | 2,214,096         | 119,067  | 601,215                   | 96,536   | 60,890                 |
| Other current liabilities.....                           | 5,571,450                                | 245,811                     | 4,152,295         | 1,173,344                                      | 1,865,745                 | 244,173  | 236,910                |
| Nonrecourse loans.....                                   | 1,202,804                                | *324                        | 1,202,479         | *59,724  | *49,178                   | *3,561   |                        |
| Mortgages, notes, bonds payable in 1 year or more.....   | 9,609,565                                | 222,181                     | 8,956,934         | 430,449  | 1,813,622                 | 547,441  | 167,569                |
| Other liabilities.....                                   | 3,282,948                                | *4,561                      | 2,910,720         | 367,667  | 332,202                   | 63,151   | 90,540                 |
| Partners capital accounts.....                           | 13,010,324                               | 955,780                     | 10,310,750        | 1,743,794                                      | 2,701,658                 | 942,382  | 301,731                |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Construction--Continued                             |                                |                                   | Manufacturing      |                    |  |   |
|--|---|--------------------------------|-----------------------------------|--------------------|--------------------|--|---|
|  | Special trade contractors--Continued                |                                |                                   | Total              | Food manufacturing | Beverage and tobacco product manufacturing | Textile mills and textile product mills |
|  | Plumbing, heating, and air-conditioning contractors | Building finishing contractors | Other specialty trade contractors |                    |                    |  |   |
| (22)   | (23)  | (24)                           | (25)                              | (26)               | (27)               | (28)                                       |   |
| <b>ALL PARTNERSHIPS</b>                                  |   |                                |                                   |                    |                    |  |   |
| Number of partnerships [1].....                          | 6,249   | 13,556                         | 21,995                            | 42,685             | 3,948              | 1,843                                      | 340                                     |
| Number of partners.....                                  | 14,305  | 29,837                         | 53,663                            | 224,612            | 16,468             | 4,637                                      | 1,200                                   |
| <b>Partnerships reporting balance sheet data:</b>        |   |                                |                                   |                    |                    |  |   |
| Number of partnerships.....                              | 3,333   | 7,691                          | 14,619                            | 31,135             | 2,785              | 585  | **                                      |
| Number of partners.....                                  | 7,937   | 17,185                         | 37,939                            | 187,701            | 13,715             | 2,296                                      | 1,197                                   |
| <b>Total assets.....</b>                                 | <b>1,886,572</b>                                    | <b>1,695,610</b>               | <b>4,592,177</b>                  | <b>427,116,355</b> | <b>31,857,730</b>  | <b>20,102,129</b>                          | <b>8,791,928</b>                        |
| Cash .....   | 168,545   | 281,808                        | 546,412                           | 9,023,302          | 784,158            | 358,206                                    | 338,698                                 |
| Trade notes and accounts receivable.....                 | 704,676   | 734,693                        | 1,109,518                         | 54,711,147         | 3,876,208          | 1,897,276                                  | 1,137,562                               |
| Less: Allowance for bad debts.....                       | 4,083   | *3,344                         | 8,334                             | 1,035,262          | 106,815            | 52,673                                     | 49,719                                  |
| Inventories.....   | 89,054  | 79,848                         | 515,403                           | 42,818,631         | 5,027,558          | 1,486,919                                  | 1,444,303                               |
| U.S. Government obligations.....                         | 0   | 0                              | 0                                 | *33,377            | 0                  | 0  | 0                                       |
| Tax-exempt securities.....                               | 0   | 0                              | *11,542                           | 3,501              | 0                  | 0  | 0                                       |
| Other current assets.....                                | 94,613  | 118,850                        | 575,326                           | 27,850,581         | 840,142            | 5,626,593                                  | 1,931,493                               |
| Mortgage and real estate loans.....                      | *11,208   | 0                              | *50,544                           | *31,304            | 0                  | 889  | 0                                       |
| Other investments.....                                   | *25,272   | *4,618                         | 109,984                           | 87,869,847         | 2,979,705          | 2,431,771                                  | *425,474                                |
| Depreciable assets.....                                  | 1,040,474   | 688,311                        | 29,258,861                        | 95,352,514         | 17,094,220         | 7,005,702                                  | 4,179,289                               |
| Less: Accumulated depreciation.....                      | 527,623   | 425,097                        | 1,819,667                         | 93,956,066         | 7,633,702          | 3,920,833                                  | 1,611,745                               |
| Depletable assets.....                                   | *14,286   | 0                              | 0                                 | 695,264            | *29,720            | 18,217                                     | 0                                       |
| Less: Accumulated depletion.....                         | *10,546   | 0                              | 0                                 | 211,722            | *20,167            | 7,394                                      | 0                                       |
| Land.....  | *11,846   | *1,321                         | 358,917                           | 4,320,668          | 366,790            | 442,481                                    | 18,680                                  |
| Intangible assets.....                                   | 269,298   | 206,500                        | 65,947                            | 49,654,351         | 6,710,907          | 5,842,428                                  | 545,487                                 |
| Less: Accumulated amortization.....                      | 38,420  | 20,796                         | 10,722                            | 9,709,206          | 707,674            | 1,787,457                                  | 51,475                                  |
| Other assets.....  | 37,970  | 28,900                         | 161,419                           | 59,664,124         | 2,616,681          | 760,004                                    | 483,882                                 |
| <b>Total liabilities and capital.....</b>                | <b>1,886,572</b>                                    | <b>1,695,610</b>               | <b>45,921,774</b>                 | <b>27,116,355</b>  | <b>31,857,730</b>  | <b>20,102,129</b>                          | <b>8,791,928</b>                        |
| Accounts payable.....                                    | 363,360   | 351,832                        | 651,885                           | 37,999,451         | 3,558,906          | 577,338                                    | 832,013                                 |
| Mortgages, notes, bonds payable in less than 1 year..... | 101,629   | 114,538                        | 477,290                           | 11,262,943         | 1,413,961          | 364,741                                    | 217,566                                 |
| Other current liabilities.....                           | 520,018   | 271,540                        | 1,105,944                         | 42,144,894         | 2,424,792          | 3,776,826                                  | 1,403,820                               |
| Nonrecourse loans .....                                  | *53,904   | *240                           | *27,713                           | 6,234,299          | 737,527            | *1,124,375                                 | *301,800                                |
| Mortgages, notes, bonds payable in 1 year or more.....   | 260,509   | 380,715                        | 1,164,603                         | 62,285,842         | 4,735,966          | 4,796,046                                  | 1,867,266                               |
| Other liabilities.....                                   | 381,827   | 39,700                         | 199,606                           | 34,280,456         | 1,539,822          | 663,331                                    | 1,003,130                               |
| Partners capital accounts .....                          | 205,324   | 537,045                        | 9,651,352                         | 32,908,470         | 17,446,755         | 8,799,471                                  | 3,166,332                               |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |   |                                |                                   |                    |                    |  |   |
| Number of partnerships [1].....                          | 4,526   | 10,472                         | 12,970                            | 19,038             | 1,343              | 466  | 61                                      |
| Number of partners.....                                  | 10,306  | 23,262                         | 31,635                            | 83,350             | 4,780              | 1,459                                      | 282                                     |
| <b>Partnerships reporting balance sheet data:</b>        |   |                                |                                   |                    |                    |  |   |
| Number of partnerships.....                              | 1,919   | 5,543                          | 9,050                             | 14,505             | 1,199              | 282  | 61                                      |
| Number of partners.....                                  | 4,590   | 12,481                         | 23,098                            | 74,146             | 4,422              | 1,266                                      | 282                                     |
| <b>Total assets.....</b>                                 | <b>1,427,348</b>                                    | <b>1,193,233</b>               | <b>28,706,373</b>                 | <b>24,897,586</b>  | <b>22,772,575</b>  | <b>17,396,449</b>                          | <b>2,194,091</b>                        |
| Cash .....   | 136,331   | 253,991                        | 420,047                           | 8,220,501          | 601,826            | 238,433                                    | 45,867                                  |
| Trade notes and accounts receivable.....                 | 534,185   | 463,950                        | 783,496                           | 42,106,700         | 2,772,832          | 1,745,594                                  | 433,787                                 |
| Less: Allowance for bad debts.....                       | 2,359   | *3,178                         | 6,530                             | 635,024            | 66,894             | 43,521                                     | 15,983                                  |
| Inventories.....   | 50,868  | 68,708                         | 337,398                           | 32,459,931         | 3,969,203          | 974,977                                    | 605,359                                 |
| U.S. Government obligations.....                         | 0   | 0                              | 0                                 | *33,377            | 0                  | 0  | 0                                       |
| Tax-exempt securities.....                               | 0   | 0                              | *11,542                           | 3,501              | 0                  | 0  | 0                                       |
| Other current assets.....                                | 75,411  | 71,093                         | 325,647                           | 20,010,828         | 719,280            | 5,429,673                                  | 215,339                                 |
| Mortgage and real estate loans.....                      | *11,208   | 0                              | 0                                 | *31,304            | 0                  | 889  | 0                                       |
| Other investments.....                                   | *15,733   | 0                              | 42,473                            | 73,812,126         | 3,313,848          | *2,418,532                                 | *198,531                                |
| Depreciable assets.....                                  | 682,237   | 481,889                        | 19,495,951                        | 44,660,538         | 12,437,949         | 4,899,603                                  | 1,021,569                               |
| Less: Accumulated depreciation.....                      | 262,739   | 313,020                        | 1,314,963                         | 71,275,985         | 6,180,128          | 2,868,030                                  | 439,960                                 |
| Depletable assets.....                                   | 0   | 0                              | 0                                 | 543,978            | *28,103            | 18,217                                     | 0                                       |
| Less: Accumulated depletion.....                         | 0   | 0                              | 0                                 | 184,290            | *19,147            | 7,394                                      | 0                                       |
| Land.....  | *2,666  | *1,321                         | 156,340                           | 3,505,664          | 245,532            | 257,806                                    | 7,895                                   |
| Intangible assets.....                                   | 185,310   | 155,125                        | 24,271                            | 34,780,533         | 3,535,909          | 5,135,104                                  | 68,770                                  |
| Less: Accumulated amortization.....                      | *10,800   | 10,001                         | 5,906                             | 7,054,294          | 605,661            | 1,476,601                                  | *3,397                                  |
| Other assets.....  | 9,299   | 23,355                         | 147,227                           | 43,878,196         | 2,019,921          | 673,166                                    | 56,314                                  |
| <b>Total liabilities and capital.....</b>                | <b>1,427,348</b>                                    | <b>1,193,233</b>               | <b>28,706,373</b>                 | <b>24,897,586</b>  | <b>22,772,575</b>  | <b>17,396,449</b>                          | <b>2,194,091</b>                        |
| Accounts payable.....                                    | 253,605   | 197,700                        | 469,807                           | 26,549,712         | 2,608,725          | 503,777                                    | 287,464                                 |
| Mortgages, notes, bonds payable in less than 1 year..... | 50,375  | 76,123                         | 317,291                           | 6,840,801          | 905,750            | 142,067                                    | 126,221                                 |
| Other current liabilities.....                           | 434,262   | 186,094                        | 764,306                           | 28,198,333         | 1,610,495          | 3,327,659                                  | 231,246                                 |
| Nonrecourse loans .....                                  | 0   | *240                           | *6,745                            | 2,771,374          | 737,527            | *695,400                                   | *301,800                                |
| Mortgages, notes, bonds payable in 1 year or more.....   | 220,978   | 272,182                        | 605,452                           | 35,643,918         | 2,878,369          | 3,977,577                                  | 375,866                                 |
| Other liabilities.....                                   | *35,617   | 24,298                         | 118,597                           | 23,145,218         | 644,205            | 611,944                                    | *163,916                                |
| Partners capital accounts .....                          | 432,510   | 436,596                        | 5,884,392                         | 1,748,231          | 13,387,503         | 8,138,025                                  | 707,577                                 |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Manufacturing--Continued |   |                                  |                        |  |  |                           |
|--|--------------------------|---|----------------------------------|------------------------|--|--|---------------------------|
|  | Apparel<br>manufacturing | Leather and<br>allied<br>product<br>manufacturing | Wood<br>product<br>manufacturing | Paper<br>manufacturing | Printing<br>and related<br>support<br>activities | Petroleum<br>and coal<br>products<br>manufacturing | Chemical<br>manufacturing |
|  | (29)                     | (30)  | (31)                             | (32)                   | (33)   | (34)   | (35)                      |
| <b>ALL PARTNERSHIPS</b>                                  |                          |   |                                  |                        |  |  |                           |
| Number of partnerships [1].....                          | 2,332                    | 455   | 2,684                            | 335                    | 3,745  | 183  | 1,471                     |
| Number of partners.....                                  | 6,187                    | 1,160   | 8,459                            | 1,658                  | 10,823   | 12,136   | 64,410                    |
| <b>Partnerships reporting balance sheet data:</b>        |                          |   |                                  |                        |  |  |                           |
| Number of partnerships.....                              | 1,933                    | 280   | 1,986                            | 276                    | 2,787  | **   | 1,325                     |
| Number of partners.....                                  | 5,388                    | 810   | 7,020                            | 1,452                  | 8,837  | 12,120   | 63,747                    |
| <b>Total assets.....</b>                                 | <b>2,595,039</b>         | <b>833,683</b>                                    | <b>6,319,391</b>                 | <b>9,358,592</b>       | <b>4,345,427</b>                                 | <b>98,433,216</b>                                  | <b>117,883,585</b>        |
| Cash .....   | 211,911                  | 56,272  | 250,779                          | 209,041                | 236,955  | 3,054,633  | -1,304,839                |
| Trade notes and accounts receivable.....                 | 533,699                  | 108,524   | 684,799                          | 1,205,322              | 739,894  | 6,960,098  | 15,468,418                |
| Less: Allowance for bad debts.....                       | 19,622                   | *1,745  | 15,020                           | 53,210                 | 23,659   | 62,038   | 209,233                   |
| Inventories.....   | 915,864                  | 111,722   | 903,520                          | 1,361,182              | 280,915  | 3,694,856  | 9,997,435                 |
| U.S. Government obligations.....                         | 0                        | 0   | 0                                | 0                      | 0  | 0  | 0                         |
| Tax-exempt securities.....                               | 0                        | 0   | 0                                | 0                      | 0  | 0  | 0                         |
| Other current assets.....                                | 186,570                  | *223,950  | 239,146                          | 443,264                | 539,359  | 954,966  | 6,372,381                 |
| Mortgage and real estate loans.....                      | 0                        | 0   | *5,596                           | 0                      | 0  | 0  | 0                         |
| Other investments.....                                   | 189,626                  | 1,136   | 95,382                           | 165,579                | 191,187  | 54,748,096   | 17,823,158                |
| Depreciable assets.....                                  | 450,267                  | *72,826   | 3,002,497                        | 9,260,163              | 2,673,950  | 37,564,050   | 53,966,176                |
| Less: Accumulated depreciation.....                      | 244,021                  | *45,525   | 1,531,599                        | 4,221,882              | 1,724,116  | 14,266,804   | 26,852,265                |
| Depletable assets.....                                   | 0                        | 0   | *237,403                         | 11,828                 | 0  | 2,180  | 310,743                   |
| Less: Accumulated depletion.....                         | 0                        | 0   | *37,949                          | 9,598                  | 0  | 1,180  | 115,671                   |
| Land.....  | *12,447                  | *2,173  | 157,575                          | 197,269                | 14,100   | 1,544,624  | 583,951                   |
| Intangible assets.....                                   | 291,931                  | *39,187   | 345,277                          | 161,857                | 466,770  | 760,611  | 14,552,756                |
| Less: Accumulated amortization.....                      | 75,763                   | *9,357  | 57,067                           | 38,490                 | 97,620   | 178,521  | 3,812,725                 |
| Other assets.....  | 142,130                  | *274,520  | 2,039,052                        | 666,265                | 1,047,691  | 3,657,646  | 31,103,300                |
| <b>Total liabilities and capital.....</b>                | <b>2,595,039</b>         | <b>833,683</b>                                    | <b>6,319,391</b>                 | <b>9,358,592</b>       | <b>4,345,427</b>                                 | <b>98,433,216</b>                                  | <b>117,883,585</b>        |
| Accounts payable.....                                    | 442,298                  | 68,395  | 379,911                          | 914,707                | 354,339  | 8,024,217  | 8,088,180                 |
| Mortgages, notes, bonds payable in less than 1 year..... | 290,711                  | *10,817   | 384,284                          | 403,415                | 254,618  | 743,135  | 1,598,280                 |
| Other current liabilities.....                           | 476,991                  | *77,182   | 488,723                          | 582,298                | 840,830  | 3,234,065  | 12,498,312                |
| Nonrecourse loans .....                                  | *32,793                  | 0   | *15,298                          | *452,504               | 0  | 149,250  | *241,465                  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 343,820                  | *270,483  | 2,074,392                        | 3,427,517              | 640,360  | 6,108,467  | 18,415,709                |
| Other liabilities.....                                   | 242,425                  | *47,818   | 236,905                          | 722,256                | 450,692  | 12,420,188   | 5,878,418                 |
| Partners capital accounts .....                          | 766,000                  | 358,989   | 2,739,878                        | 2,855,896              | 1,804,589  | 67,753,893   | 71,163,220                |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                          |   |                                  |                        |  |  |                           |
| Number of partnerships <sup>1</sup> .....                | 778                      | *257  | 1,928                            | 181                    | 1,548  | 94   | 653                       |
| Number of partners.....                                  | 2,108                    | *632  | 6,001                            | 1,017                  | 5,038  | 336  | 26,312                    |
| <b>Partnerships reporting balance sheet data:</b>        |                          |   |                                  |                        |  |  |                           |
| Number of partnerships.....                              | 378                      | *82   | 1,405                            | 131                    | 1,141  | 91   | 647                       |
| Number of partners.....                                  | 1,310                    | *282  | 4,912                            | 855                    | 4,155  | 328  | 26,299                    |
| <b>Total assets.....</b>                                 | <b>1,647,627</b>         | <b>*541,941</b>                                   | <b>3,012,543</b>                 | <b>7,212,167</b>       | <b>3,161,366</b>                                 | <b>93,281,444</b>                                  | <b>83,391,512</b>         |
| Cash .....   | 182,905                  | *51,087   | 190,007                          | 189,664                | 193,189  | 2,741,039  | 709,503                   |
| Trade notes and accounts receivable.....                 | 348,101                  | *87,692   | 475,299                          | 877,709                | 376,703  | 6,194,199  | 12,358,256                |
| Less: Allowance for bad debts.....                       | 11,666                   | *738  | 7,011                            | 20,094                 | *3,749   | 43,286   | 144,597                   |
| Inventories.....   | 545,933                  | *79,942   | 557,146                          | 1,042,458              | 127,981  | 3,548,263  | 8,110,776                 |
| U.S. Government obligations.....                         | 0                        | 0   | 0                                | 0                      | 0  | 0  | 0                         |
| Tax-exempt securities.....                               | 0                        | 0   | 0                                | 0                      | 0  | 0  | 0                         |
| Other current assets.....                                | 131,241                  | *2,363  | 189,728                          | 364,603                | 488,861  | 267,478  | 4,355,417                 |
| Mortgage and real estate loans.....                      | 0                        | 0   | *5,596                           | 0                      | 0  | 0  | 0                         |
| Other investments.....                                   | 150,518                  | 1,136   | 47,401                           | 165,191                | *128,489   | 54,501,681   | 5,258,688                 |
| Depreciable assets.....                                  | 243,272                  | *59,480   | 2,194,995                        | 6,923,749              | 1,875,115  | 34,131,801   | 36,915,356                |
| Less: Accumulated depreciation.....                      | 140,629                  | *38,236   | 1,170,088                        | 3,126,927              | 1,257,404  | 12,594,441   | 19,029,411                |
| Depletable assets.....                                   | 0                        | 0   | *107,650                         | 4,221                  | 0  | 2,180  | 310,743                   |
| Less: Accumulated depletion.....                         | 0                        | 0   | *23,649                          | 2,211                  | 0  | 1,180  | 115,671                   |
| Land.....  | *12,351                  | *2,173  | 93,376                           | 148,237                | *6,033   | 1,527,015  | 474,069                   |
| Intangible assets.....                                   | 239,034                  | *31,985   | 197,543                          | 104,655                | 270,853  | 486,692  | 12,098,590                |
| Less: Accumulated amortization.....                      | 58,463                   | *8,637  | 24,002                           | 26,173                 | 76,059   | 128,969  | 2,508,129                 |
| Other assets.....  | 5,030                    | *273,694  | 178,553                          | 567,084                | 1,031,355  | 2,648,973  | 24,597,922                |
| <b>Total liabilities and capital.....</b>                | <b>1,647,627</b>         | <b>*541,941</b>                                   | <b>3,012,543</b>                 | <b>7,212,167</b>       | <b>3,161,366</b>                                 | <b>93,281,444</b>                                  | <b>83,391,512</b>         |
| Accounts payable.....                                    | 301,170                  | *47,286   | 269,843                          | 651,019                | 258,487  | 7,400,505  | 5,437,982                 |
| Mortgages, notes, bonds payable in less than 1 year..... | 173,610                  | *10,817   | 169,723                          | 244,911                | 117,853  | 508,952  | 1,051,373                 |
| Other current liabilities.....                           | 248,176                  | *33,429   | 243,348                          | 384,983                | 492,719  | 1,413,575  | 9,028,436                 |
| Nonrecourse loans .....                                  | *24,075                  | 0   | *15,298                          | *452,504               | 0  | 149,250  | *107,290                  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 169,798                  | *266,656  | 800,176                          | 2,869,850              | 432,586  | 5,639,080  | 6,073,048                 |
| Other liabilities.....                                   | 39,774                   | *22,504   | 178,922                          | 422,656                | 359,520  | 11,355,467   | 3,888,849                 |
| Partners capital accounts .....                          | 691,023                  | *161,250  | 1,335,232                        | 2,186,244              | 1,500,202  | 66,814,616   | 57,804,533                |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Manufacturing--Continued                   |  |                             |  |                         |   |  |
|--|--|--|-----------------------------|--|-------------------------|---|--|
|  | Plastics and rubber products manufacturing | Nonmetallic mineral products manufacturing | Primary metal manufacturing | Fabricated metal product manufacturing | Machinery manufacturing | Computer and electrical product manufacturing | Electrical equipment, appliance, and component manufacturing |
|  | (36)                                       | (37)                                       | (38)                        | (39)                                   | (40)                    | (41)  | (42)   |
| <b>ALL PARTNERSHIPS</b>                                  |  |  |                             |  |                         |   |  |
| Number of partnerships <sup>1</sup> .....                | 1,928                                      | 942  | 382                         | 4,699                                  | 3,522                   | 3,319   | 1,639  |
| Number of partners.....                                  | 9,792                                      | 2,604                                      | 1,231                       | 15,899                                 | 10,470                  | 13,468  | 4,211  |
| <b>Partnerships reporting balance sheet data:</b>        |  |  |                             |  |                         |   |  |
| Number of partnerships.....                              | 1,744                                      | 930  | 376                         | 3,918                                  | 2,507                   | 1,819   | 1,136  |
| Number of partners.....                                  | 9,382                                      | 2,576                                      | 1,183                       | 13,193                                 | 8,614                   | 10,093  | 3,146  |
| <b>Total assets.....</b>                                 | <b>14,560,636</b>                          | <b>6,363,675</b>                           | <b>16,523,758</b>           | <b>14,645,369</b>                      | <b>10,503,238</b>       | <b>14,462,031</b>                             | <b>5,224,041</b>   |
| Cash .....   | 177,733                                    | 256,729                                    | 678,408                     | 429,633                                | 285,492                 | 549,443                                       | 322,462  |
| Trade notes and accounts receivable.....                 | 2,279,892                                  | 1,041,364                                  | 2,900,128                   | 2,024,860                              | 2,064,638               | 1,879,066                                     | 842,455  |
| Less: Allowance for bad debts.....                       | 41,734                                     | 44,604                                     | 59,950                      | 56,186                                 | 39,511                  | 59,307  | 19,556   |
| Inventories.....   | 1,603,262                                  | 625,709                                    | 2,989,424                   | 1,760,903                              | 2,681,344               | 1,278,304                                     | 804,267  |
| U.S. Government obligations.....                         | 0  | 0  | 4,296                       | *29,081                                | 0                       | 0   | 0  |
| Tax-exempt securities.....                               | 0  | 3,501                                      | 0                           | 0                                      | 0                       | 0   | 0  |
| Other current assets.....                                | 1,124,091                                  | 252,326                                    | 1,140,431                   | 769,010                                | 1,271,008               | 1,024,767                                     | 258,980  |
| Mortgage and real estate loans.....                      | 24,820                                     | 0  | 0                           | 0                                      | 0                       | 0   | 0  |
| Other investments.....                                   | 188,073                                    | 196,589                                    | 1,210,360                   | 333,101                                | 524,334                 | 1,626,844                                     | 370,005  |
| Depreciable assets.....                                  | 8,505,502                                  | 4,791,855                                  | 9,531,374                   | 6,713,933                              | 3,648,733               | 8,673,017                                     | 2,449,301  |
| Less: Accumulated depreciation.....                      | 4,244,827                                  | 2,247,016                                  | 4,435,475                   | 3,523,267                              | 2,183,113               | 5,763,002                                     | 1,593,703  |
| Depletable assets.....                                   | 0  | 48,939                                     | 0                           | 0                                      | 0                       | *1,149  | 0  |
| Less: Accumulated depletion.....                         | 0  | 13,093                                     | 0                           | 0                                      | 0                       | *501  | 0  |
| Land.....  | 86,161                                     | 208,515                                    | 147,770                     | 88,435                                 | 41,269                  | 71,113  | 36,307   |
| Intangible assets.....                                   | 2,620,411                                  | 1,005,425                                  | 936,428                     | 1,955,577                              | 1,614,106               | 3,744,933                                     | 1,128,199  |
| Less: Accumulated amortization.....                      | 255,539                                    | 148,040                                    | 317,400                     | 397,541                                | 195,293                 | 711,766                                       | 83,535   |
| Other assets.....  | 2,492,791                                  | 385,476                                    | 1,797,966                   | 4,517,830                              | 790,231                 | 2,147,971                                     | 708,858  |
| <b>Total liabilities and capital.....</b>                | <b>14,560,636</b>                          | <b>6,363,675</b>                           | <b>16,523,758</b>           | <b>14,645,369</b>                      | <b>10,503,238</b>       | <b>14,462,031</b>                             | <b>5,224,041</b>   |
| Accounts payable.....                                    | 1,462,293                                  | 662,398                                    | 2,319,963                   | 1,125,041                              | 1,570,331               | 1,852,795                                     | 467,627  |
| Mortgages, notes, bonds payable in less than 1 year..... | 459,171                                    | 547,130                                    | 793,534                     | 850,478                                | 530,817                 | 507,544                                       | 173,275  |
| Other current liabilities.....                           | 986,638                                    | 575,661                                    | 1,223,354                   | 2,149,858                              | 576,420                 | 2,627,008                                     | 975,453  |
| Nonrecourse loans .....                                  | *2,577,518                                 | *9,786                                     | *73,547                     | *116,366                               | *124,815                | *173,585                                      | 0  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 3,190,943                                  | 1,172,977                                  | 4,681,996                   | 1,946,186                              | 1,650,668               | 1,265,716                                     | 805,378  |
| Other liabilities.....                                   | 1,021,076                                  | 740,522                                    | 1,897,963                   | 3,324,843                              | 961,548                 | 1,559,778                                     | 352,073  |
| Partners capital accounts .....                          | 4,862,997                                  | 2,655,201                                  | 5,533,401                   | 5,132,597                              | 5,088,639               | 6,475,606                                     | 2,450,235  |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |  |  |                             |  |                         |   |  |
| Number of partnerships [1].....                          | 850  | 259  | 315                         | 2,816                                  | 1,726                   | 1,045   | 697  |
| Number of partners.....                                  | 4,069                                      | 1,088                                      | 941                         | 8,187                                  | 5,266                   | 2,812   | 1,762  |
| <b>Partnerships reporting balance sheet data:</b>        |  |  |                             |  |                         |   |  |
| Number of partnerships.....                              | 666  | 250  | 309                         | 2,319                                  | 1,196                   | 765   | 697  |
| Number of partners.....                                  | 3,659                                      | 1,067                                      | 893                         | 7,169                                  | 4,381                   | 2,253   | 1,762  |
| <b>Total assets.....</b>                                 | <b>6,031,745</b>                           | <b>4,754,057</b>                           | <b>13,683,310</b>           | <b>11,572,400</b>                      | <b>7,274,367</b>        | <b>6,896,581</b>                              | <b>4,105,319</b>   |
| Cash .....   | 105,464                                    | 190,178                                    | 451,316                     | 320,031                                | 198,761                 | 178,848                                       | 281,507  |
| Trade notes and accounts receivable.....                 | 1,253,571                                  | 802,662                                    | 2,188,153                   | 1,489,473                              | 1,511,645               | 905,569                                       | 595,869  |
| Less: Allowance for bad debts.....                       | 15,021                                     | 21,028                                     | 47,652                      | 44,952                                 | 23,493                  | 10,762  | 17,483   |
| Inventories.....   | 825,717                                    | 451,919                                    | 2,529,706                   | 1,287,493                              | 1,820,207               | 754,994                                       | 653,738  |
| U.S. Government obligations.....                         | 0  | 0  | 4,296                       | *29,081                                | 0                       | 0   | 0  |
| Tax-exempt securities.....                               | 0  | 3,501                                      | 0                           | 0                                      | 0                       | 0   | 0  |
| Other current assets.....                                | 235,946                                    | 201,847                                    | 965,443                     | 550,109                                | 1,124,499               | 315,864                                       | 223,333  |
| Mortgage and real estate loans.....                      | 24,820                                     | 0  | 0                           | 0                                      | 0                       | 0   | 0  |
| Other investments.....                                   | *80,486                                    | 191,838                                    | 1,235,019                   | 322,721                                | 477,689                 | *941,792                                      | 256,049  |
| Depreciable assets.....                                  | 4,300,895                                  | 3,322,245                                  | 7,881,239                   | 4,727,760                              | 2,565,920               | 7,099,850                                     | 1,524,358  |
| Less: Accumulated depreciation.....                      | 2,502,838                                  | 1,570,168                                  | 3,737,779                   | 2,609,999                              | 1,542,173               | 4,915,255                                     | 932,790  |
| Depletable assets.....                                   | 0  | 36,631                                     | 0                           | 0                                      | 0                       | *1,149  | 0  |
| Less: Accumulated depletion.....                         | 0  | 8,369                                      | 0                           | 0                                      | 0                       | *501  | 0  |
| Land.....  | 30,891                                     | 164,310                                    | 118,357                     | 60,091                                 | 28,191                  | 45,987  | 33,203   |
| Intangible assets.....                                   | 1,290,854                                  | 831,251                                    | 547,664                     | 1,422,537                              | 1,019,481               | 1,172,282                                     | 886,736  |
| Less: Accumulated amortization.....                      | 147,430                                    | 107,691                                    | 149,685                     | 249,368                                | 154,770                 | 639,152                                       | 76,047   |
| Other assets.....  | 548,392                                    | 264,931                                    | 1,697,232                   | 4,267,423                              | 248,409                 | 1,045,915                                     | 676,846  |
| <b>Total liabilities and capital.....</b>                | <b>6,031,745</b>                           | <b>4,754,057</b>                           | <b>13,683,310</b>           | <b>11,572,400</b>                      | <b>7,274,367</b>        | <b>6,896,581</b>                              | <b>4,105,319</b>   |
| Accounts payable.....                                    | 507,995                                    | 388,509                                    | 1,553,134                   | 684,389                                | 957,199                 | 611,295                                       | 357,710  |
| Mortgages, notes, bonds payable in less than 1 year..... | 121,503                                    | 178,654                                    | 633,492                     | 443,186                                | 308,256                 | 356,721                                       | 109,557  |
| Other current liabilities.....                           | 308,066                                    | 305,216                                    | 1,015,446                   | 1,610,254                              | 69,760                  | 1,477,118                                     | 595,393  |
| Nonrecourse loans .....                                  | *48,117                                    | *9,786                                     | 59,411                      | *34,447                                | *41,825                 | *27,367                                       | 0  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 1,051,411                                  | 614,381                                    | 3,622,928                   | 944,496                                | 1,102,241               | 992,177                                       | 673,347  |
| Other liabilities.....                                   | 123,239                                    | 476,367                                    | 817,350                     | 3,049,501                              | 379,802                 | 28,236  | 439,597  |
| Partners capital accounts .....                          | 3,871,415                                  | 2,781,145                                  | 5,981,548                   | 4,806,129                              | 4,415,283               | 3,403,667                                     | 1,929,715  |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Manufacturing--Continued               |   |                             | Wholesale trade    |                                     |  |   |
|--|--|---|-----------------------------|--------------------|-------------------------------------|--|---|
|  | Transportation equipment manufacturing | Furniture and related product manufacturing | Miscellaneous manufacturing | Total              | Merchant wholesalers, durable goods | Merchant wholesalers, nondurable goods | Wholesale electronic markets and agents and brokers |
|  | (43)                                   | (44)  | (45)                        | (46)               | (47)                                | (48)                                   | (49)  |
| <b>ALL PARTNERSHIPS</b>                                  |  |   |                             |                    |                                     |  |   |
| Number of partnerships [1].....                          | 825                                    | 1,979                                       | 6,115                       | 43,400             | 25,107                              | 14,318                                 | 3,974   |
| Number of partners.....                                  | 2,548                                  | 4,245                                       | 33,009                      | 158,946            | 75,090                              | 74,812                                 | 9,044   |
| <b>Partnerships reporting balance sheet data:</b>        |  |   |                             |                    |                                     |  |   |
| Number of partnerships.....                              | 817                                    | 1,405                                       | 4,007                       | 27,735             | 16,040                              | 9,800                                  | 1,895   |
| Number of partners.....                                  | 2,531                                  | 2,974                                       | 17,426                      | 120,091            | 53,733                              | 61,471                                 | 4,886   |
| <b>Total assets.....</b>                                 | <b>19,955,712</b>                      | <b>2,336,993</b>                            | <b>22,020,182</b>           | <b>103,885,944</b> | <b>49,306,008</b>                   | <b>53,409,610</b>                      | <b>1,170,325</b>                                    |
| Cash .....   | 1,211,583                              | 32,774                                      | 883,232                     | 4,327,591          | 1,958,310                           | 2,239,797                              | 129,484   |
| Trade notes and accounts receivable.....                 | 4,160,584                              | 302,330                                     | 4,604,032                   | 35,292,593         | 14,562,610                          | 20,350,094                             | 379,889   |
| Less: Allowance for bad debts.....                       | 43,140                                 | 19,774                                      | 57,767                      | 582,315            | 302,833                             | 272,542                                | 6,941   |
| Inventories.....   | 2,307,178                              | 305,268                                     | 3,238,697                   | 21,955,246         | 11,348,798                          | 10,521,334                             | 85,113  |
| U.S. Government obligations.....                         | 0                                      | 0   | 0                           | *34,898            | 0                                   | *34,898                                | 0   |
| Tax-exempt securities.....                               | 0                                      | 0   | 0                           | 181                | 0                                   | 181                                    | 0   |
| Other current assets.....                                | 3,487,949                              | 270,932                                     | 893,222                     | 7,539,270          | 3,400,633                           | 3,919,974                              | 218,664   |
| Mortgage and real estate loans.....                      | 0                                      | 0   | 0                           | *19,420            | *10,629                             | *8,791                                 | 0   |
| Other investments.....                                   | 1,413,875                              | *28,298                                     | 2,927,252                   | 11,176,997         | 9,182,870                           | 1,979,541                              | *14,587   |
| Depreciable assets.....                                  | 8,154,359                              | 660,785                                     | 6,954,515                   | 18,970,931         | 7,346,578                           | 11,386,405                             | 237,947   |
| Less: Accumulated depreciation.....                      | 4,230,974                              | 282,695                                     | 3,399,501                   | 8,681,382          | 3,510,744                           | 5,044,935                              | 125,704   |
| Depletable assets.....                                   | 0                                      | 0   | 35,085                      | *3,945             | 161                                 | *3,784                                 | 0   |
| Less: Accumulated depletion.....                         | 0                                      | 0   | 6,168                       | *1,483             | 1                                   | *1,482                                 | 0   |
| Land.....  | 109,618                                | 14,473                                      | 176,917                     | 866,805            | 291,138                             | 550,899                                | 24,768  |
| Intangible assets.....                                   | 1,447,303                              | 488,740                                     | 4,996,018                   | 10,065,477         | 4,102,496                           | 5,903,842                              | 59,139  |
| Less: Accumulated amortization.....                      | 267,505                                | 26,661                                      | 489,774                     | 1,224,431          | 398,252                             | 796,753                                | 29,426  |
| Other assets.....  | 2,204,883                              | 562,524                                     | 1,264,423                   | 4,122,201          | 1,313,615                           | 2,625,781                              | 182,805   |
| <b>Total liabilities and capital.....</b>                | <b>19,955,712</b>                      | <b>2,336,993</b>                            | <b>22,020,182</b>           | <b>103,885,944</b> | <b>49,306,008</b>                   | <b>53,409,610</b>                      | <b>1,170,325</b>                                    |
| Accounts payable.....                                    | 3,147,841                              | 184,674                                     | 1,966,183                   | 32,944,652         | 15,428,805                          | 17,214,638                             | 301,210   |
| Mortgages, notes, bonds payable in less than 1 year..... | 427,711                                | 120,837                                     | 1,170,919                   | 7,579,976          | 5,050,765                           | 2,503,993                              | *25,218   |
| Other current liabilities.....                           | 4,998,115                              | 227,592                                     | 2,000,954                   | 13,248,841         | 6,134,552                           | 6,887,303                              | 226,986   |
| Nonrecourse loans .....                                  | *35,389                                | 0   | *68,281                     | 893,714            | 384,185                             | 509,529                                | 0   |
| Mortgages, notes, bonds payable in 1 year or more.....   | 1,788,131                              | 827,193                                     | 2,276,628                   | 10,934,027         | 4,785,654                           | 6,038,266                              | *110,107  |
| Other liabilities.....                                   | 2,282,420                              | 41,317                                      | -1,106,070                  | 5,582,071          | 3,047,348                           | 2,730,851                              | -196,129  |
| Partners capital accounts .....                          | 7,276,105                              | 935,381                                     | 15,643,287                  | 32,702,662         | 14,474,699                          | 17,525,030                             | 702,933   |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |  |   |                             |                    |                                     |  |   |
| Number of partnerships [1].....                          | 516                                    | 1,150                                       | 2,357                       | 21,267             | 12,362                              | 6,488                                  | 2,417   |
| Number of partners.....                                  | 1,678                                  | 2,438                                       | 7,142                       | 69,279             | 34,646                              | 28,797                                 | 5,835   |
| <b>Partnerships reporting balance sheet data:</b>        |  |   |                             |                    |                                     |  |   |
| Number of partnerships.....                              | 510                                    | 576   | 1,800                       | 14,939             | 8,649                               | 4,982                                  | 1,307   |
| Number of partners.....                                  | 1,666                                  | 1,167                                       | 6,017                       | 54,194             | 24,846                              | 25,733                                 | 3,615   |
| <b>Total assets.....</b>                                 | <b>15,546,532</b>                      | <b>1,868,832</b>                            | <b>18,552,729</b>           | <b>74,538,048</b>  | <b>31,471,831</b>                   | <b>42,208,141</b>                      | <b>858,076</b>                                      |
| Cash .....   | 755,801                                | 26,303                                      | 568,772                     | 3,409,503          | 1,518,334                           | 1,784,936                              | 106,232   |
| Trade notes and accounts receivable.....                 | 3,494,626                              | 205,444                                     | 3,989,516                   | 29,453,720         | 12,068,629                          | 17,058,629                             | 326,462   |
| Less: Allowance for bad debts.....                       | 38,800                                 | *16,093                                     | 42,200                      | 385,799            | 171,526                             | 207,430                                | 6,843   |
| Inventories.....   | 1,767,892                              | 196,272                                     | 2,609,955                   | 17,045,715         | 8,585,246                           | 8,389,788                              | 70,681  |
| U.S. Government obligations.....                         | 0                                      | 0   | 0                           | *34,898            | 0                                   | *34,898                                | 0   |
| Tax-exempt securities.....                               | 0                                      | 0   | 0                           | 181                | 0                                   | 181                                    | 0   |
| Other current assets.....                                | 3,228,010                              | 244,614                                     | 757,180                     | 5,908,476          | 2,679,834                           | 3,020,161                              | 208,480   |
| Mortgage and real estate loans.....                      | 0                                      | 0   | 0                           | *13,061            | *4,285                              | *8,776                                 | 0   |
| Other investments.....                                   | 1,241,579                              | *20,659                                     | 2,860,282                   | 2,336,506          | 1,203,750                           | 1,118,168                              | *14,587   |
| Depreciable assets.....                                  | 6,338,850                              | 439,406                                     | 5,757,126                   | 14,240,068         | 5,130,396                           | 8,945,615                              | 164,058   |
| Less: Accumulated depreciation.....                      | 3,526,997                              | 167,836                                     | 2,924,895                   | 6,806,171          | 2,629,388                           | 4,092,551                              | 84,231  |
| Depletable assets.....                                   | 0                                      | 0   | 35,085                      | *3,945             | 161                                 | *3,784                                 | 0   |
| Less: Accumulated depletion.....                         | 0                                      | 0   | 6,168                       | *1,483             | 1                                   | *1,482                                 | 0   |
| Land.....  | 85,551                                 | *8,975                                      | 155,621                     | 707,143            | 241,134                             | 441,242                                | 24,768  |
| Intangible assets.....                                   | 1,098,703                              | *367,307                                    | 3,974,581                   | 6,293,231          | 2,045,271                           | 4,190,821                              | 57,139  |
| Less: Accumulated amortization.....                      | 246,778                                | *14,245                                     | 353,039                     | 926,403            | 258,147                             | 638,863                                | 29,393  |
| Other assets.....  | 1,348,095                              | *558,026                                    | 1,170,914                   | 3,211,457          | 1,053,854                           | 2,151,468                              | 6,136   |
| <b>Total liabilities and capital.....</b>                | <b>15,546,532</b>                      | <b>1,868,832</b>                            | <b>18,552,729</b>           | <b>74,538,048</b>  | <b>31,471,831</b>                   | <b>42,208,141</b>                      | <b>858,076</b>                                      |
| Accounts payable.....                                    | 2,250,521                              | 116,356                                     | 1,356,347                   | 20,273,287         | 6,844,354                           | 13,179,806                             | 249,127   |
| Mortgages, notes, bonds payable in less than 1 year..... | 261,306                                | *51,696                                     | 925,153                     | 5,532,280          | 3,655,596                           | 1,870,857                              | *5,826  |
| Other current liabilities.....                           | 4,108,274                              | 105,914                                     | 1,588,827                   | 8,954,470          | 3,742,315                           | 5,036,036                              | 176,120   |
| Nonrecourse loans .....                                  | *35,389                                | 0   | *31,888                     | 508,136            | 219,121                             | 289,014                                | 0   |
| Mortgages, notes, bonds payable in 1 year or more.....   | 1,171,767                              | *688,214                                    | 1,299,950                   | 7,095,769          | 2,902,483                           | 4,107,893                              | *85,393   |
| Other liabilities.....                                   | 1,656,329                              | *30,648                                     | -1,543,609                  | 3,644,537          | 1,997,034                           | 1,854,663                              | *207,159  |
| Partners capital accounts .....                          | 6,062,945                              | 876,005                                     | 14,894,174                  | 28,529,569         | 12,110,928                          | 15,869,871                             | 548,770   |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Retail trade      |                                 |                                      |                                  |  |                          |                                 |
|--|-------------------|---------------------------------|--------------------------------------|----------------------------------|--|--------------------------|---------------------------------|
|  | Total             | Motor vehicle and parts dealers | Furniture and home furnishing stores | Electronics and appliance stores | Building materials and garden equipment and supplies dealers | Food and beverage stores | Health and personal care stores |
|  | (50)              | (51)                            | (52)                                 | (53)                             | (54)   | (55)                     | (56)                            |
| <b>ALL PARTNERSHIPS</b>                                  |                   |                                 |                                      |                                  |  |                          |                                 |
| Number of partnerships [1].....                          | 135,955           | 16,887                          | 4,650                                | 4,034                            | 6,744  | 13,768                   | 4,901                           |
| Number of partners.....                                  | 481,231           | 40,333                          | 12,526                               | 10,708                           | 16,422   | 35,264                   | 13,156                          |
| <b>Partnerships reporting balance sheet data:</b>        |                   |                                 |                                      |                                  |  |                          |                                 |
| Number of partnerships.....                              | 83,033            | 11,883                          | 3,295                                | 2,554                            | 4,445  | 9,837                    | 3,392                           |
| Number of partners.....                                  | 356,701           | 29,376                          | 9,055                                | 6,002                            | 11,816   | 26,314                   | 8,691                           |
| <b>Total assets.....</b>                                 | <b>99,716,661</b> | <b>28,874,490</b>               | <b>2,963,023</b>                     | <b>2,932,789</b>                 | <b>4,074,928</b>   | <b>13,358,354</b>        | <b>3,008,769</b>                |
| Cash .....   | 5,848,762         | 2,066,280                       | 247,258                              | 119,019                          | 265,755  | 694,801                  | 151,499                         |
| Trade notes and accounts receivable.....                 | 10,663,519        | 3,344,848                       | 443,629                              | 348,850                          | 1,135,030  | 937,008                  | 732,670                         |
| Less: Allowance for bad debts.....                       | 288,476           | 42,440                          | 13,123                               | 12,536                           | 13,854   | 3,039                    | 20,547                          |
| Inventories.....   | 32,874,419        | 16,353,170                      | 1,003,796                            | 818,454                          | 1,438,592  | 2,761,939                | 610,717                         |
| U.S. Government obligations.....                         | *69,283           | *47,380                         | 0                                    | 0                                | 15,977   | 0                        | 0                               |
| Tax-exempt securities.....                               | *16,663           | 0                               | 0                                    | 0                                | 56   | 11,640                   | 0                               |
| Other current assets.....                                | 5,599,163         | 776,772                         | 155,958                              | 1,224,587                        | 205,448  | 304,276                  | 91,443                          |
| Mortgage and real estate loans.....                      | 151,835           | *42,067                         | *7,108                               | 0                                | 0  | *544                     | 0                               |
| Other investments.....                                   | 3,429,749         | 174,086                         | 84,443                               | *6,590                           | 56,677   | 172,846                  | *13,870                         |
| Depreciable assets.....                                  | 39,097,116        | 4,673,322                       | 827,628                              | 462,947                          | 1,285,837  | 10,723,321               | 795,840                         |
| Less: Accumulated depreciation.....                      | 17,271,842        | 1,940,277                       | 419,927                              | 216,439                          | 654,888  | 4,905,658                | 342,085                         |
| Depletable assets.....                                   | 73,453            | *13,583                         | *23,981                              | 0                                | *3,578   | *30,346                  | 0                               |
| Less: Accumulated depletion.....                         | 36,442            | *8,284                          | *1,115                               | 0                                | *656   | *25,942                  | 0                               |
| Land.....  | 3,131,961         | 338,203                         | *40,879                              | *20,245                          | 81,315   | 891,087                  | *8,796                          |
| Intangible assets.....                                   | 14,547,852        | 2,844,039                       | 484,577                              | 97,176                           | 183,801  | 1,119,313                | 872,946                         |
| Less: Accumulated amortization.....                      | 2,631,034         | 310,977                         | 103,122                              | 13,741                           | 20,308   | 188,577                  | 98,337                          |
| Other assets.....  | 4,440,680         | 502,715                         | 181,052                              | 77,636                           | 92,568   | 834,448                  | 191,958                         |
| <b>Total liabilities and capital.....</b>                | <b>99,716,661</b> | <b>28,874,490</b>               | <b>2,963,023</b>                     | <b>2,932,789</b>                 | <b>4,074,928</b>   | <b>13,358,354</b>        | <b>3,008,769</b>                |
| Accounts payable.....                                    | 11,814,103        | 1,648,631                       | 589,871                              | 467,840                          | 829,691  | 2,936,228                | 356,430                         |
| Mortgages, notes, bonds payable in less than 1 year..... | 15,586,190        | 12,810,457                      | 217,933                              | 91,341                           | 278,666  | 351,395                  | 92,862                          |
| Other current liabilities.....                           | 10,682,044        | 2,792,117                       | 570,201                              | 150,743                          | 396,853  | 1,510,923                | 368,394                         |
| Nonrecourse loans .....                                  | 1,604,430         | 173,619                         | *50,091                              | *6,907                           | *32,895  | *41,189                  | *38,007                         |
| Mortgages, notes, bonds payable in 1 year or more.....   | 23,992,975        | 4,305,408                       | 678,370                              | 395,466                          | 610,262  | 6,229,875                | 828,021                         |
| Other liabilities.....                                   | 6,980,018         | 826,149                         | 143,790                              | *87,697                          | 399,564  | 615,053                  | 122,576                         |
| Partners capital accounts .....                          | 29,056,900        | 6,318,108                       | 712,765                              | 1,732,794                        | 1,526,998  | 1,673,692                | 1,202,480                       |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                   |                                 |                                      |                                  |  |                          |                                 |
| Number of partnerships [1].....                          | 62,119            | 7,975                           | 2,956                                | 2,057                            | 2,796  | 7,318                    | 3,472                           |
| Number of partners.....                                  | 210,364           | 19,656                          | 8,244                                | 4,583                            | 7,669  | 18,032                   | 8,991                           |
| <b>Partnerships reporting balance sheet data:</b>        |                   |                                 |                                      |                                  |  |                          |                                 |
| Number of partnerships.....                              | 44,210            | 6,699                           | 2,275                                | **                               | 2,057  | 5,507                    | 2,090                           |
| Number of partners.....                                  | 171,215           | 16,965                          | 6,674                                | 3,492                            | 6,182  | 13,880                   | 4,904                           |
| <b>Total assets.....</b>                                 | <b>60,013,782</b> | <b>16,998,456</b>               | <b>1,986,289</b>                     | <b>1,759,112</b>                 | <b>2,942,550</b>   | <b>5,184,482</b>         | <b>1,294,767</b>                |
| Cash .....   | 4,174,198         | 1,506,126                       | 219,868                              | 71,820                           | 208,390  | 396,560                  | 115,073                         |
| Trade notes and accounts receivable.....                 | 7,808,095         | 2,140,265                       | 419,072                              | 245,267                          | 912,078  | 658,919                  | 331,992                         |
| Less: Allowance for bad debts.....                       | 231,505           | 27,977                          | 11,688                               | *5,095                           | 10,864   | 1,005                    | 14,025                          |
| Inventories.....   | 18,925,787        | 9,886,035                       | 677,987                              | 172,711                          | 1,054,936  | 989,137                  | 252,260                         |
| U.S. Government obligations.....                         | *13,316           | 8,640                           | 0                                    | 0                                | 0  | 0                        | 0                               |
| Tax-exempt securities.....                               | 12,233            | 0                               | 0                                    | 0                                | 56   | 8,550                    | 0                               |
| Other current assets.....                                | 4,072,793         | 451,610                         | 118,902                              | 1,134,429                        | 173,946  | 123,671                  | 33,167                          |
| Mortgage and real estate loans.....                      | 151,828           | *42,067                         | *7,108                               | 0                                | 0  | *544                     | 0                               |
| Other investments.....                                   | 1,836,468         | 83,346                          | 84,443                               | *6,590                           | 51,144   | 104,295                  | *11,674                         |
| Depreciable assets.....                                  | 21,065,154        | 2,495,241                       | 527,474                              | 91,546                           | 753,015  | 3,154,387                | 363,042                         |
| Less: Accumulated depreciation.....                      | 9,579,929         | 1,168,029                       | 261,950                              | 64,079                           | 424,186  | 1,342,520                | 187,532                         |
| Depletable assets.....                                   | *46,362           | *13,542                         | *23,981                              | 0                                | 3,280  | *5,559                   | 0                               |
| Less: Accumulated depletion.....                         | *15,316           | *8,284                          | *1,115                               | 0                                | 358  | *5,559                   | 0                               |
| Land.....  | 1,598,541         | 208,175                         | *12,008                              | *1,765                           | 62,058   | 199,737                  | *8,796                          |
| Intangible assets.....                                   | 9,061,370         | 1,294,660                       | 145,635                              | 49,158                           | 137,650  | 640,285                  | 397,264                         |
| Less: Accumulated amortization.....                      | 1,416,613         | 200,673                         | 34,295                               | *3,417                           | 15,192   | 120,943                  | 80,795                          |
| Other assets.....  | 2,490,999         | 273,712                         | 58,857                               | 58,418                           | 36,598   | 372,868                  | 63,850                          |
| <b>Total liabilities and capital.....</b>                | <b>60,013,782</b> | <b>16,998,456</b>               | <b>1,986,289</b>                     | <b>1,759,112</b>                 | <b>2,942,550</b>   | <b>5,184,482</b>         | <b>1,294,767</b>                |
| Accounts payable.....                                    | 6,466,721         | 1,014,251                       | 402,226                              | 137,460                          | 547,824  | 696,491                  | 190,963                         |
| Mortgages, notes, bonds payable in less than 1 year..... | 9,478,487         | 7,878,321                       | 143,822                              | *55,815                          | 209,351  | 217,479                  | 70,638                          |
| Other current liabilities.....                           | 6,212,208         | 1,584,126                       | 358,268                              | 315,358                          | 185,298  | 382,678                  | 57,361                          |
| Nonrecourse loans .....                                  | 1,169,402         | 121,114                         | *49,994                              | *6,907                           | *32,895  | *39,355                  | *38,007                         |
| Mortgages, notes, bonds payable in 1 year or more.....   | 9,100,293         | 1,548,043                       | 270,161                              | *62,708                          | 341,200  | 1,167,515                | 141,388                         |
| Other liabilities.....                                   | 2,523,175         | 375,542                         | 73,050                               | *17,654                          | 185,640  | 267,682                  | *89,059                         |
| Partners capital accounts .....                          | 25,063,496        | 4,477,060                       | 688,769                              | 1,163,209                        | 1,440,343  | 2,413,282                | 707,351                         |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Retail trade--Continued |   |  |                                  |                                     |                       | Transportation<br>and warehousing |
|--|-------------------------|---|--|----------------------------------|-------------------------------------|-----------------------|-----------------------------------|
|  | Gasoline<br>stations    | Clothing<br>and clothing<br>accessories<br>stores | Sporting<br>goods, hobby,<br>book, and<br>music stores | General<br>merchandise<br>stores | Miscellaneous<br>store<br>retailers | Nonstore<br>retailers | Total                             |
|  | (57)                    | (58)  | (59)   | (60)                             | (61)                                | (62)                  | (63)                              |
| <b>ALL PARTNERSHIPS</b>                                  |                         |   |  |                                  |                                     |                       |                                   |
| Number of partnerships [1].....                          | 6,270                   | 11,587  | 9,872  | 2,621                            | 29,138                              | 25,482                | 34,484                            |
| Number of partners.....                                  | 17,154                  | 25,292  | 22,747   | 6,483                            | 63,827                              | 217,319               | 855,759                           |
| <b>Partnerships reporting balance sheet data:</b>        |                         |   |  |                                  |                                     |                       |                                   |
| Number of partnerships.....                              | 6,004                   | 6,887   | 6,097  | 926                              | 15,687                              | 12,026                | 21,185                            |
| Number of partners.....                                  | 16,546                  | 15,345  | 14,485   | 2,917                            | 35,011                              | 181,143               | 756,829                           |
| <b>Total assets.....</b>                                 | <b>9,406,277</b>        | <b>2,991,715</b>                                  | <b>2,408,540</b>                                       | <b>5,433,677</b>                 | <b>5,115,407</b>                    | <b>19,148,691</b>     | <b>107,694,999</b>                |
| Cash .....   | 428,538                 | 299,893   | 170,262  | 214,913                          | 350,412                             | 840,132               | 2,648,303                         |
| Trade notes and accounts receivable.....                 | 864,788                 | 236,102   | 240,239  | 82,626                           | 392,649                             | 1,905,081             | 11,871,282                        |
| Less: Allowance for bad debts.....                       | 7,143                   | 9,654   | *51,190  | *3,369                           | 6,468                               | 105,112               | 106,904                           |
| Inventories.....   | 743,496                 | 1,228,075   | 950,236  | 2,281,232                        | 2,513,170                           | 2,171,541             | 1,964,260                         |
| U.S. Government obligations.....                         | *3,361                  | 0   | 0  | 0                                | 0                                   | *2,565                | 0                                 |
| Tax-exempt securities.....                               | 3,627                   | 0   | 0  | 0                                | *1,340                              | 0                     | 0                                 |
| Other current assets.....                                | 429,782                 | 302,378   | 107,923  | 881,230                          | 100,066                             | 1,019,298             | 5,066,204                         |
| Mortgage and real estate loans.....                      | *4,141                  | *252  | 0  | 0                                | *97,723                             | 0                     | *334                              |
| Other investments.....                                   | 50,355                  | 450   | *3,182   | *115,018                         | *12,638                             | 2,739,594             | 10,596,741                        |
| Depreciable assets.....                                  | 7,459,101               | 991,878   | 995,793  | 3,229,927                        | 1,650,432                           | 6,001,089             | 76,179,278                        |
| Less: Accumulated depreciation.....                      | 2,860,592               | 547,972   | 531,708  | 1,629,342                        | 865,935                             | 2,357,018             | 22,486,781                        |
| Depletable assets.....                                   | *1,055                  | 0   | 0  | 0                                | *910                                | 0                     | *5,846                            |
| Less: Accumulated depletion.....                         | *128                    | 0   | 0  | 0                                | *317                                | 0                     | *1,325                            |
| Land.....  | 1,349,860               | *20,480   | *24,881  | 37,117                           | 135,050                             | 184,047               | 579,678                           |
| Intangible assets.....                                   | 773,430                 | 280,033   | 284,871  | 192,478                          | 439,218                             | 6,975,971             | 4,359,636                         |
| Less: Accumulated amortization.....                      | 108,787                 | 28,199  | 52,459   | 21,526                           | 95,052                              | 1,589,949             | 1,054,591                         |
| Other assets.....  | 271,395                 | 218,000   | 266,510  | 53,374                           | 389,571                             | 1,361,452             | 18,073,039                        |
| <b>Total liabilities and capital.....</b>                | <b>9,406,277</b>        | <b>2,991,715</b>                                  | <b>2,408,540</b>                                       | <b>5,433,677</b>                 | <b>5,115,407</b>                    | <b>19,148,691</b>     | <b>107,694,999</b>                |
| Accounts payable.....                                    | 1,190,332               | 505,836   | 358,932  | 776,647                          | 504,259                             | 1,649,405             | 7,711,694                         |
| Mortgages, notes, bonds payable in less than 1 year..... | 289,162                 | 212,967   | 70,388   | 79,157                           | 463,969                             | 627,892               | 3,782,713                         |
| Other current liabilities.....                           | 616,817                 | 385,403   | 406,699  | 957,059                          | 481,774                             | 2,045,062             | 7,018,865                         |
| Nonrecourse loans .....                                  | 1,134,216               | *168  | *2,885   | *39,097                          | *59,676                             | *25,681               | 2,494,081                         |
| Mortgages, notes, bonds payable in 1 year or more.....   | 3,212,401               | 488,901   | 1,118,808  | 200,030                          | 1,433,347                           | 4,492,084             | 35,934,031                        |
| Other liabilities.....                                   | 478,985                 | 191,585   | 30,456   | 794,169                          | 401,373                             | 2,888,620             | 4,904,406                         |
| Partners capital accounts .....                          | 2,484,364               | 1,206,856   | 420,372  | 2,587,517                        | 1,771,008                           | 7,419,946             | 45,849,210                        |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                         |   |  |                                  |                                     |                       |                                   |
| Number of partnerships [1].....                          | 3,510                   | 5,583   | 4,141  | 539                              | 11,120                              | 10,654                | 16,536                            |
| Number of partners.....                                  | 9,140                   | 11,887  | 9,904  | 1,928                            | 24,768                              | 85,563                | 739,729                           |
| <b>Partnerships reporting balance sheet data:</b>        |                         |   |  |                                  |                                     |                       |                                   |
| Number of partnerships.....                              | 3,425                   | 4,041   | 2,218  | **                               | 7,257                               | 6,591                 | 10,065                            |
| Number of partners.....                                  | 8,961                   | 8,803   | 5,469  | 1,926                            | 16,768                              | 77,191                | 725,696                           |
| <b>Total assets.....</b>                                 | <b>6,474,971</b>        | <b>1,978,609</b>                                  | <b>1,294,250</b>                                       | <b>4,813,995</b>                 | <b>2,723,645</b>                    | <b>12,562,655</b>     | <b>81,493,082</b>                 |
| Cash .....   | 309,962                 | 224,715   | 122,324  | 192,084                          | 273,162                             | 534,114               | 1,944,880                         |
| Trade notes and accounts receivable.....                 | 762,710                 | 140,107   | 223,295  | 81,012                           | 364,417                             | 1,528,961             | 10,068,462                        |
| Less: Allowance for bad debts.....                       | *3,691                  | *9,508  | *50,837  | *3,344                           | 2,598                               | 90,872                | 73,127                            |
| Inventories.....   | 467,744                 | 772,167   | 571,130  | 2,081,752                        | 1,018,238                           | 981,690               | 1,276,530                         |
| U.S. Government obligations.....                         | 2,111                   | 0   | 0  | 0                                | 0                                   | *2,565                | 0                                 |
| Tax-exempt securities.....                               | 3,627                   | 0   | 0  | 0                                | 0                                   | 0                     | 0                                 |
| Other current assets.....                                | 316,935                 | 226,955   | 68,673   | 861,781                          | 71,261                              | 491,462               | 3,907,216                         |
| Mortgage and real estate loans.....                      | *4,134                  | *252  | 0  | 0                                | *97,723                             | 0                     | 0                                 |
| Other investments.....                                   | 28,516                  | 450   | *2,182   | *40,326                          | *7,379                              | 1,416,123             | 10,210,956                        |
| Depreciable assets.....                                  | 5,043,651               | 699,377   | 458,429  | 2,563,319                        | 797,679                             | 4,117,993             | 50,876,008                        |
| Less: Accumulated depreciation.....                      | 1,984,711               | 421,509   | 289,183  | 1,231,768                        | 465,356                             | 1,739,105             | 15,503,583                        |
| Depletable assets.....                                   | 0                       | 0   | 0  | 0                                | 0                                   | 0                     | *4,362                            |
| Less: Accumulated depletion.....                         | 0                       | 0   | 0  | 0                                | 0                                   | 0                     | *836                              |
| Land.....  | 874,744                 | *20,003   | *6,202   | 32,361                           | 34,731                              | 137,960               | 374,970                           |
| Intangible assets.....                                   | 550,181                 | 160,648   | 66,293   | *177,402                         | 288,624                             | 5,153,572             | 3,641,709                         |
| Less: Accumulated amortization.....                      | 52,635                  | 14,411  | 20,807   | *9,897                           | 57,179                              | 806,368               | 948,017                           |
| Other assets.....  | 151,694                 | 179,362   | 136,550  | 28,967                           | 295,562                             | 834,561               | 15,713,550                        |
| <b>Total liabilities and capital.....</b>                | <b>6,474,971</b>        | <b>1,978,609</b>                                  | <b>1,294,250</b>                                       | <b>4,813,995</b>                 | <b>2,723,645</b>                    | <b>12,562,655</b>     | <b>81,493,082</b>                 |
| Accounts payable.....                                    | 847,550                 | 306,279   | 187,522  | 762,048                          | 305,277                             | 1,068,832             | 6,004,906                         |
| Mortgages, notes, bonds payable in less than 1 year..... | 104,910                 | 113,137   | *25,927  | *67,929                          | 181,574                             | 409,582               | 1,948,027                         |
| Other current liabilities.....                           | 377,022                 | 241,785   | 143,350  | 893,631                          | 324,621                             | 1,348,711             | 5,350,372                         |
| Nonrecourse loans .....                                  | *845,682                | *168  | 0  | 27,254                           | *3,954                              | *4,072                | 1,020,578                         |
| Mortgages, notes, bonds payable in 1 year or more.....   | 1,745,309               | 379,894   | 207,011  | *181,611                         | 518,275                             | 2,537,179             | 23,411,076                        |
| Other liabilities.....                                   | 173,268                 | 52,453  | *24,854  | 652,931                          | 131,326                             | 479,715               | 3,067,525                         |
| Partners capital accounts .....                          | 2,381,231               | 884,893   | 705,586  | 2,228,591                        | 1,258,617                           | 6,714,564             | 40,690,597                        |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Transportation and warehousing--Continued |                      |                      |   |                         |                                       |                                       |
|--|---|----------------------|----------------------|---|-------------------------|---------------------------------------|---------------------------------------|
|  | Air and rail transportation               | Water transportation | Truck transportation | Other transit and ground passenger transportation | Pipeline transportation | Scenic and sightseeing transportation | Support activities for transportation |
|  | (64)                                      | (65)                 | (66)                 | (67)  | (68)                    | (69)                                  | (70)                                  |
| <b>ALL PARTNERSHIPS</b>                                  |   |                      |                      |   |                         |                                       |                                       |
| Number of partnerships [1].....                          | 6,847                                     | 595                  | 13,884               | 1,776   | 422                     | 1,720                                 | 4,777                                 |
| Number of partners.....                                  | 15,162                                    | 14,724               | 33,212               | 4,142   | 757,790                 | 3,897                                 | 15,224                                |
| <b>Partnerships reporting balance sheet data:</b>        |   |                      |                      |   |                         |                                       |                                       |
| Number of partnerships.....                              | 4,651                                     | 595                  | 7,633                | 1,340   | 375                     | *476                                  | 2,784                                 |
| Number of partners.....                                  | 10,068                                    | 14,724               | 19,519               | 3,062   | 688,349                 | *1,134                                | 10,754                                |
| <b>Total assets.....</b>                                 | <b>4,854,030</b>                          | <b>4,895,240</b>     | <b>3,031,331</b>     | <b>815,511</b>                                    | <b>77,387,972</b>       | <b>*1,239,859</b>                     | <b>5,347,973</b>                      |
| Cash .....   | 209,733                                   | 288,821              | 269,725              | 35,745  | 1,160,538               | *104,135                              | 404,995                               |
| Trade notes and accounts receivable.....                 | 353,612                                   | 544,390              | 967,891              | 82,198  | 6,967,881               | *21,758                               | 1,701,801                             |
| Less: Allowance for bad debts.....                       | 12,776                                    | *18,356              | 17,745               | *3,607  | 22,700                  | 0                                     | 19,978                                |
| Inventories.....   | *76,969                                   | *67,023              | 45,525               | *3,448  | 934,031                 | *4,513                                | 474,026                               |
| U.S. Government obligations.....                         | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Tax-exempt securities.....                               | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Other current assets.....                                | 374,156                                   | 147,652              | 232,769              | 26,748  | 3,414,642               | *66,486                               | 481,500                               |
| Mortgage and real estate loans.....                      | 0   | 0                    | *334                 | 0   | 0                       | 0                                     | 0                                     |
| Other investments.....                                   | *-24,335                                  | *370,823             | 52,796               | *4,826  | 8,279,560               | *21,075                               | 66,334                                |
| Depreciable assets.....                                  | 6,553,610                                 | 3,623,732            | 2,918,636            | 638,265   | 51,885,628              | *1,339,400                            | 2,250,155                             |
| Less: Accumulated depreciation.....                      | 3,410,011                                 | 993,482              | 1,733,745            | 249,450   | 12,584,906              | *359,546                              | 869,579                               |
| Depletable assets.....                                   | 0   | 0                    | *3,765               | 0   | *2,080                  | 0                                     | 0                                     |
| Less: Accumulated depletion.....                         | 0   | 0                    | *668                 | 0   | *657                    | 0                                     | 0                                     |
| Land.....  | *42,094                                   | 16,854               | 32,279               | *9,558  | 107,700                 | 0                                     | *28,611                               |
| Intangible assets.....                                   | 79,470                                    | 133,408              | 131,362              | 280,957   | 2,426,376               | *18,372                               | 581,276                               |
| Less: Accumulated amortization.....                      | 11,359                                    | 8,730                | 23,669               | 27,146  | 837,795                 | *6,065                                | 83,369                                |
| Other assets.....  | 622,867                                   | 723,105              | 152,076              | *13,968   | 15,655,594              | *29,730                               | 332,200                               |
| <b>Total liabilities and capital.....</b>                | <b>4,854,030</b>                          | <b>4,895,240</b>     | <b>3,031,331</b>     | <b>815,511</b>                                    | <b>77,387,972</b>       | <b>*1,239,859</b>                     | <b>5,347,973</b>                      |
| Accounts payable.....                                    | 514,032                                   | 152,857              | 652,876              | 80,819  | 4,515,211               | *2,356                                | 862,123                               |
| Mortgages, notes, bonds payable in less than 1 year..... | 651,736                                   | 675,144              | 529,926              | *79,117   | 788,391                 | *38,161                               | 609,928                               |
| Other current liabilities.....                           | 948,562                                   | 488,201              | 454,472              | 110,965   | 3,523,248               | *150,314                              | 807,362                               |
| Nonrecourse loans .....                                  | *777,762                                  | *71,500              | *8,541               | 0   | *1,152,378              | 0                                     | *366,345                              |
| Mortgages, notes, bonds payable in 1 year or more.....   | 1,956,578                                 | 1,331,602            | 773,608              | 453,628   | 26,765,763              | *748,143                              | 863,082                               |
| Other liabilities.....                                   | 1,448,695                                 | 340,608              | 104,838              | *16,275   | 2,034,217               | 0                                     | 213,659                               |
| Partners capital accounts .....                          | -1,443,335                                | 1,835,327            | 507,069              | 74,708  | 38,608,765              | *300,885                              | 1,625,474                             |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |   |                      |                      |   |                         |                                       |                                       |
| Number of partnerships [1].....                          | 972                                       | 290                  | 7,984                | 755   | 257                     | *381                                  | 3,041                                 |
| Number of partners.....                                  | 1,811                                     | 13,925               | 18,227               | 1,729   | 687,712                 | *937                                  | 8,364                                 |
| <b>Partnerships reporting balance sheet data:</b>        |   |                      |                      |   |                         |                                       |                                       |
| Number of partnerships.....                              | 651                                       | 290                  | 4,401                | *333  | 213                     | *173                                  | 1,983                                 |
| Number of partners.....                                  | 1,136                                     | 13,925               | 10,702               | *689  | 687,602                 | *521                                  | 5,763                                 |
| <b>Total assets.....</b>                                 | <b>761,339</b>                            | <b>3,355,184</b>     | <b>1,904,115</b>     | <b>*120,579</b>                                   | <b>62,924,911</b>       | <b>*188,556</b>                       | <b>3,751,765</b>                      |
| Cash .....   | 127,148                                   | 229,700              | 239,620              | *13,247   | 815,702                 | *67,032                               | 295,534                               |
| Trade notes and accounts receivable.....                 | 177,675                                   | 522,023              | 678,150              | *17,980   | 6,300,389               | *21,568                               | 1,362,546                             |
| Less: Allowance for bad debts.....                       | *5,977                                    | *18,356              | *12,094              | *48   | 21,115                  | 0                                     | 9,599                                 |
| Inventories.....   | *3,242                                    | *65,311              | 40,972               | 106   | 820,202                 | *3,587                                | 163,720                               |
| U.S. Government obligations.....                         | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Tax-exempt securities.....                               | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Other current assets.....                                | 124,329                                   | 123,675              | 174,179              | *9,831  | 2,774,296               | *39,189                               | 453,301                               |
| Mortgage and real estate loans.....                      | 0   | 0                    | 0                    | 0   | 0                       | 0                                     | 0                                     |
| Other investments.....                                   | *11,153                                   | 64,033               | *29,728              | *1,489  | 8,258,281               | *21,075                               | 59,545                                |
| Depreciable assets.....                                  | 601,650                                   | 2,593,301            | 1,687,986            | *142,665  | 38,592,496              | *68,251                               | 1,318,819                             |
| Less: Accumulated depreciation.....                      | 383,800                                   | 695,101              | 1,078,385            | *72,811   | 10,821,766              | *49,401                               | 623,732                               |
| Depletable assets.....                                   | 0   | 0                    | *3,765               | 0   | 597                     | 0                                     | 0                                     |
| Less: Accumulated depletion.....                         | 0   | 0                    | *668                 | 0   | 168                     | 0                                     | 0                                     |
| Land.....  | *5,214                                    | 15,764               | *19,463              | 0   | 97,716                  | 0                                     | *26,540                               |
| Intangible assets.....                                   | *69,733                                   | 128,513              | 41,529               | *15,465   | 2,225,220               | *12,218                               | 534,544                               |
| Less: Accumulated amortization.....                      | *7,261                                    | *5,677               | 15,535               | *10,570   | 793,387                 | *4,664                                | 76,712                                |
| Other assets.....  | *38,234                                   | 331,997              | 95,405               | *3,224  | 14,676,448              | *9,701                                | 247,257                               |
| <b>Total liabilities and capital.....</b>                | <b>761,339</b>                            | <b>3,355,184</b>     | <b>1,904,115</b>     | <b>*120,579</b>                                   | <b>62,924,911</b>       | <b>*188,556</b>                       | <b>3,751,765</b>                      |
| Accounts payable.....                                    | 164,923                                   | 144,314              | 489,905              | *6,098  | 3,870,590               | *8                                    | 561,702                               |
| Mortgages, notes, bonds payable in less than 1 year..... | *45,983                                   | 642,666              | 188,928              | *33,846   | 509,160                 | 0                                     | 426,100                               |
| Other current liabilities.....                           | 119,937                                   | 477,828              | 316,104              | *18,507   | 3,170,324               | *122,901                              | 698,408                               |
| Nonrecourse loans .....                                  | 0   | 0                    | *6,945               | 0   | *884,326                | 0                                     | 11,751                                |
| Mortgages, notes, bonds payable in 1 year or more.....   | *74,002                                   | 917,725              | 348,016              | *34,605   | 19,292,975              | *42,829                               | 307,237                               |
| Other liabilities.....                                   | *45,767                                   | 334,592              | 27,820               | *2,192  | 1,888,118               | 0                                     | 169,848                               |
| Partners capital accounts .....                          | 310,728                                   | 838,059              | 526,397              | *25,330   | 33,309,419              | *22,818                               | 1,576,720                             |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Transportation and warehousing--<br>Continued |                               | Information        |  |   |                                      |  |
|--|---|-------------------------------|--------------------|--|---|--------------------------------------|--|
|  | Couriers<br>and<br>messengers                 | Warehousing<br>and<br>storage | Total              | Publishing<br>industries<br>(except<br>internet) | Motion<br>picture<br>and sound<br>recording<br>industries | Broadcasting<br>(except<br>internet) | Internet<br>publishing and<br>broadcasting |
|  | (71)  | (72)                          | (73)               | (74)   | (75)  | (76)                                 | (77)                                       |
| <b>ALL PARTNERSHIPS</b>                                  |   |                               |                    |  |   |                                      |  |
| Number of partnerships [1].....                          | 1,314   | 3,149                         | 34,896             | 7,861  | 9,974   | 2,723                                | 899  |
| Number of partners.....                                  | 2,694   | 8,914                         | 248,502            | 26,989   | 47,541  | 102,144                              | 1,891                                      |
| <b>Partnerships reporting balance sheet data:</b>        |   |                               |                    |  |   |                                      |  |
| Number of partnerships.....                              | 964   | 2,367                         | 22,604             | 4,820  | 6,320   | 2,272                                | *159                                       |
| Number of partners.....                                  | 1,996   | 7,226                         | 149,792            | 19,341   | 34,885  | 42,301                               | *411                                       |
| <b>Total assets.....</b>                                 | <b>135,568</b>                                | <b>9,987,515</b>              | <b>516,136,074</b> | <b>21,797,106</b>                                | <b>43,723,523</b>   | <b>86,661,255</b>                    | <b>*86,143</b>                             |
| Cash .....   | 14,805  | 159,805                       | 7,486,871          | 875,906  | 1,742,183   | 2,137,876                            | *28,910                                    |
| Trade notes and accounts receivable.....                 | *55,907                                       | 1,175,844                     | 36,146,570         | 3,968,549  | 8,384,517   | 5,369,322                            | *7,755                                     |
| Less: Allowance for bad debts.....                       | *544  | 11,199                        | 3,293,520          | 312,309  | 876,738   | 390,020                              | *270                                       |
| Inventories.....   | *397  | 358,325                       | 7,376,058          | 394,443  | 4,716,221   | 451,054                              | 0  |
| U.S. Government obligations.....                         | 0   | 0                             | *59,346            | 0  | *38,231   | *2,932                               | 0  |
| Tax-exempt securities.....                               | 0   | 0                             | *131,490           | 0  | *130,961  | 0                                    | 0  |
| Other current assets.....                                | *23,397                                       | 298,853                       | 39,311,158         | 1,141,318  | 6,353,756   | 6,794,335                            | *21,192                                    |
| Mortgage and real estate loans.....                      | 0   | 0                             | *233,583           | *5,532   | *1,451  | *202,261                             | 0  |
| Other investments.....                                   | 0   | 1,825,662                     | 135,733,035        | 1,866,988  | 2,397,680   | 4,014,494                            | *2,995                                     |
| Depreciable assets.....                                  | *90,596                                       | 6,879,257                     | 164,788,357        | 5,872,214  | 9,163,291   | 25,640,852                           | *32,650                                    |
| Less: Accumulated depreciation.....                      | *64,161                                       | 2,221,900                     | 71,225,524         | 3,285,062  | 5,826,258   | 12,261,111                           | *22,156                                    |
| Depletable assets.....                                   | 0   | 0                             | *1,279             | *1,279   | 0   | 0                                    | 0  |
| Less: Accumulated depletion.....                         | 0   | 0                             | *213               | *213   | 0   | 0                                    | 0  |
| Land.....  | 0   | 342,582                       | 1,302,213          | 182,828  | 538,290   | 152,701                              | 0  |
| Intangible assets.....                                   | *14,993                                       | 693,421                       | 177,703,103        | 10,705,849                                       | 14,623,484  | 36,999,532                           | *1,074                                     |
| Less: Accumulated amortization.....                      | *187  | 56,269                        | 23,681,141         | 3,321,016  | 2,478,557   | 6,950,596                            | *668                                       |
| Other assets.....  | *365  | 543,135                       | 44,063,410         | 3,700,800  | 4,815,011   | 24,497,623                           | *14,661                                    |
| <b>Total liabilities and capital.....</b>                | <b>135,568</b>                                | <b>9,987,515</b>              | <b>516,136,074</b> | <b>21,797,106</b>                                | <b>43,723,523</b>   | <b>86,661,255</b>                    | <b>*86,143</b>                             |
| Accounts payable.....                                    | *35,824                                       | 895,596                       | 21,020,600         | 852,220  | 4,767,048   | 3,359,423                            | *5,728                                     |
| Mortgages, notes, bonds payable in less than 1 year..... | *6,947  | 403,363                       | 11,368,774         | 396,934  | 1,986,660   | 406,342                              | *1,499                                     |
| Other current liabilities.....                           | *4,967  | 530,773                       | 59,886,791         | 3,947,619  | 7,187,910   | 8,211,318                            | *69,240                                    |
| Nonrecourse loans.....                                   | *2,467  | *115,088                      | 2,206,087          | *5,573   | *350,751  | 787,486                              | 0  |
| Mortgages, notes, bonds payable in 1 year or more.....   | *11,340                                       | 3,030,286                     | 74,606,505         | 3,678,101  | 3,860,933   | 24,782,853                           | *11,717                                    |
| Other liabilities.....                                   | [2]   | 746,114                       | 65,238,421         | 2,726,977  | 7,005,510   | 14,847,982                           | *6,526                                     |
| Partners capital accounts .....                          | 74,023  | 4,266,294                     | 281,808,897        | 10,189,681                                       | 18,564,711  | 34,265,850                           | *-8,567                                    |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |   |                               |                    |  |   |                                      |  |
| Number of partnerships [1].....                          | 841   | 2,015                         | 14,306             | 3,328  | 3,833   | 1,143                                | *348                                       |
| Number of partners.....                                  | 1,749   | 5,276                         | 50,373             | 12,586   | 11,744  | 4,040                                | *732                                       |
| <b>Partnerships reporting balance sheet data:</b>        |   |                               |                    |  |   |                                      |  |
| Number of partnerships.....                              | 666   | 1,356                         | 10,126             | 2,181  | 2,231   | 1,048                                | *92  |
| Number of partners.....                                  | 1,399   | 3,958                         | 40,395             | 10,001   | 7,911   | 3,835                                | *220                                       |
| <b>Total assets.....</b>                                 | <b>*121,136</b>                               | <b>8,365,497</b>              | <b>255,144,508</b> | <b>16,353,256</b>                                | <b>29,758,044</b>   | <b>48,214,844</b>                    | <b>*12,713</b>                             |
| Cash .....   | *13,928                                       | 142,968                       | 4,211,328          | 603,488  | 1,077,359   | 1,065,543                            | *4,677                                     |
| Trade notes and accounts receivable.....                 | *55,209                                       | 932,922                       | 20,446,580         | 3,308,712  | 5,706,160   | 3,742,533                            | *178                                       |
| Less: Allowance for bad debts.....                       | *544  | 5,394                         | 1,634,188          | 232,578  | 531,189   | 271,987                              | 0  |
| Inventories.....   | 0   | 179,390                       | 4,106,045          | 263,348  | 2,779,027   | 255,989                              | 0  |
| U.S. Government obligations.....                         | 0   | 0                             | 33,082             | 0  | 14,899  | 0                                    | 0  |
| Tax-exempt securities.....                               | 0   | 0                             | *130,961           | 0  | *130,961  | 0                                    | 0  |
| Other current assets.....                                | *23,397                                       | 185,019                       | 22,176,343         | 965,164  | 3,410,535   | 4,288,543                            | *3,003                                     |
| Mortgage and real estate loans.....                      | 0   | 0                             | *8,402             | *5,532   | *1,451  | 0                                    | 0  |
| Other investments.....                                   | 0   | 1,765,654                     | 40,835,629         | 1,644,838  | 2,199,725   | 2,719,021                            | *2,995                                     |
| Depreciable assets.....                                  | *40,873                                       | 5,829,967                     | 88,066,254         | 4,424,374  | 5,713,182   | 8,289,026                            | *15,966                                    |
| Less: Accumulated depreciation.....                      | *26,882                                       | 1,751,706                     | 40,579,446         | 2,521,086  | 3,651,890   | 4,107,068                            | *14,106                                    |
| Depletable assets.....                                   | 0   | 0                             | 0                  | 0  | 0   | 0                                    | 0  |
| Less: Accumulated depletion.....                         | 0   | 0                             | 0                  | 0  | 0   | 0                                    | 0  |
| Land.....  | 0   | 210,273                       | 1,021,604          | 136,131  | 480,266   | 84,222                               | 0  |
| Intangible assets.....                                   | *14,993                                       | 599,494                       | 98,327,485         | 6,459,084  | 11,347,831  | 13,857,295                           | *399                                       |
| Less: Accumulated amortization.....                      | *187  | 34,024                        | 12,205,850         | 2,228,202  | 878,679   | 2,283,758                            | *399                                       |
| Other assets.....  | *349  | 310,934                       | 30,200,279         | 3,524,451  | 1,958,407   | 20,575,485                           | 0  |
| <b>Total liabilities and capital.....</b>                | <b>*121,136</b>                               | <b>8,365,497</b>              | <b>255,144,508</b> | <b>16,353,256</b>                                | <b>29,758,044</b>   | <b>48,214,844</b>                    | <b>*12,713</b>                             |
| Accounts payable.....                                    | *33,589                                       | 733,777                       | 10,297,022         | 536,377  | 4,239,581   | 1,391,254                            | *1,298                                     |
| Mortgages, notes, bonds payable in less than 1 year..... | *6,947  | 94,399                        | 5,412,421          | 100,233  | 1,540,551   | 120,839                              | *1,499                                     |
| Other current liabilities.....                           | *4,967  | 421,397                       | 20,578,450         | 1,961,554  | 2,862,342   | 4,137,917                            | *304                                       |
| Nonrecourse loans.....                                   | *2,467  | *115,088                      | 305,670            | 0  | *56,357   | *26,270                              | 0  |
| Mortgages, notes, bonds payable in 1 year or more.....   | *11,340                                       | 2,382,347                     | 20,211,563         | 2,477,303  | 2,994,854   | 3,179,812                            | *8,133                                     |
| Other liabilities.....                                   | [2]   | 599,188                       | 33,311,090         | 2,130,068  | 2,322,501   | 3,561,793                            | *824                                       |
| Partners capital accounts .....                          | 61,826  | 4,019,301                     | 165,028,292        | 9,147,720  | 15,741,859  | 35,796,959                           | *654                                       |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Information         |  |                            | Finance and insurance |                                  |                                     |   |
|--|---------------------|--|----------------------------|-----------------------|----------------------------------|-------------------------------------|---|
|  | Tele-communications | Internet service providers, Web search portals, and data processing services | Other information services | Total                 | Depository credit intermediation | Nondepository credit intermediation | Activities related to credit intermediation |
|  | (78)                | (79)   | (80)                       | (81)                  | (82)                             | (83)                                | (84)  |
| <b>ALL PARTNERSHIPS</b>                                  |                     |  |                            |                       |                                  |                                     |   |
| Number of partnerships [1].....                          | 4,546               | 6,491  | 2,402                      | 269,404               | 175                              | 10,154                              | 2,614                                       |
| Number of partners.....                                  | 36,513              | 22,983   | 10,441                     | 3,284,997             | 507                              | 44,413                              | 12,860                                      |
| <b>Partnerships reporting balance sheet data:</b>        |                     |  |                            |                       |                                  |                                     |   |
| Number of partnerships.....                              | 3,110               | 4,462  | 1,461                      | 191,537               | 175                              | 7,341                               | 1,593                                       |
| Number of partners.....                                  | 30,630              | 15,720   | 6,504                      | 2,702,580             | 507                              | 36,869                              | 6,144                                       |
| <b>Total assets.....</b>                                 | <b>357,527,955</b>  | <b>2,810,808</b>   | <b>3,529,285</b>           | <b>6,321,451,948</b>  | <b>9,287,743</b>                 | <b>167,864,748</b>                  | <b>17,737,789</b>                           |
| Cash .....   | 2,011,366           | 248,225  | 442,405                    | 266,267,359           | 714,085                          | 6,884,760                           | 2,093,761                                   |
| Trade notes and accounts receivable.....                 | 17,336,536          | 644,875  | 435,016                    | 328,088,659           | *984,865                         | 47,412,988                          | 1,442,366                                   |
| Less: Allowance for bad debts.....                       | 1,695,204           | 8,801  | *10,178                    | 1,171,522             | *11,210                          | 492,917                             | 32,174                                      |
| Inventories.....   | 1,769,474           | *37,166  | *7,698                     | 80,583,533            | 3,243                            | 2,779,301                           | *42,682                                     |
| U.S. Government obligations.....                         | 0                   | 18,183   | 0                          | 71,182,378            | *299,817                         | *560,891                            | 27,486                                      |
| Tax-exempt securities.....                               | 0                   | *387   | *142                       | 48,475,722            | 139,169                          | *14,213                             | 0   |
| Other current assets.....                                | 24,361,420          | 361,227  | 277,909                    | 1,668,970,866         | 3,063,533                        | 14,456,041                          | 2,881,401                                   |
| Mortgage and real estate loans.....                      | *24,340             | 0  | 0                          | 74,256,061            | 0                                | 40,940,586                          | 4,826,762                                   |
| Other investments.....                                   | 127,183,054         | 161,458  | 106,366                    | 3,452,594,666         | *1,074,924                       | 37,145,705                          | 1,951,241                                   |
| Depreciable assets.....                                  | 119,008,084         | 1,662,270  | 3,408,998                  | 29,251,921            | *173,636                         | 1,859,644                           | 1,026,174                                   |
| Less: Accumulated depreciation.....                      | 46,602,120          | 941,811  | 2,287,006                  | 10,476,367            | *23,013                          | 693,372                             | 303,279                                     |
| Depletable assets.....                                   | 0                   | 0  | 0                          | 1,808,418             | 0                                | *12,102                             | *243  |
| Less: Accumulated depletion.....                         | 0                   | 0  | 0                          | 1,419,303             | 0                                | 0                                   | *57   |
| Land.....  | 352,408             | *762   | *75,224                    | 7,594,268             | 0                                | 136,073                             | *16,133                                     |
| Intangible assets.....                                   | 114,202,452         | 712,405  | 458,307                    | 20,447,915            | *29,952                          | 1,357,708                           | 2,789,256                                   |
| Less: Accumulated amortization.....                      | 10,578,823          | 272,554  | 78,927                     | 4,939,798             | *14,969                          | 277,630                             | 373,300                                     |
| Other assets.....  | 10,154,968          | 187,016  | 693,330                    | 289,937,172           | *2,883,711                       | 15,768,656                          | 1,349,095                                   |
| <b>Total liabilities and capital.....</b>                | <b>357,527,955</b>  | <b>2,810,808</b>   | <b>3,529,285</b>           | <b>6,321,451,948</b>  | <b>9,287,743</b>                 | <b>167,864,748</b>                  | <b>17,737,789</b>                           |
| Accounts payable.....                                    | 11,407,694          | 124,647  | 503,840                    | 144,218,073           | *2,675                           | 711,427                             | 957,025                                     |
| Mortgages, notes, bonds payable in less than 1 year..... | 8,116,823           | 318,591  | *141,925                   | 118,539,414           | *3,279,560                       | 28,440,849                          | 170,496                                     |
| Other current liabilities.....                           | 39,066,067          | 622,360  | 782,277                    | 1,967,922,285         | *3,532,217                       | 12,612,288                          | 2,654,905                                   |
| Nonrecourse loans .....                                  | 901,988             | *157,449   | 2,840                      | 68,645,724            | 259,840                          | 5,501,117                           | *520,038                                    |
| Mortgages, notes, bonds payable in 1 year or more.....   | 41,127,022          | 596,377  | 549,501                    | 167,689,537           | *578,855                         | 32,475,661                          | 978,965                                     |
| Other liabilities.....                                   | 39,775,888          | 162,877  | 712,661                    | 448,841,792           | *250,331                         | 15,543,119                          | 763,320                                     |
| Partners capital accounts .....                          | 217,132,473         | 828,507  | 836,242                    | 3,405,595,123         | 1,384,265                        | 72,580,288                          | 11,693,039                                  |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                     |  |                            |                       |                                  |                                     |   |
| Number of partnerships [1].....                          | 1,747               | 2,912  | 996                        | 192,493               | *89                              | 6,675                               | 1,517                                       |
| Number of partners.....                                  | 10,349              | 8,596  | 2,326                      | 2,442,296             | *279                             | 32,403                              | 5,750                                       |
| <b>Partnerships reporting balance sheet data:</b>        |                     |  |                            |                       |                                  |                                     |   |
| Number of partnerships.....                              | 1,554               | 2,385  | 635                        | 134,575               | *89                              | 4,903                               | 1,170                                       |
| Number of partners.....                                  | 9,793               | 7,029  | 1,606                      | 1,972,357             | *279                             | 28,224                              | 4,960                                       |
| <b>Total assets.....</b>                                 | <b>156,080,665</b>  | <b>1,618,210</b>   | <b>3,106,776</b>           | <b>4,921,200,330</b>  | <b>*6,121,960</b>                | <b>154,380,896</b>                  | <b>16,216,697</b>                           |
| Cash .....   | 979,712             | 103,752  | 376,797                    | 200,793,849           | *531,992                         | 6,401,205                           | 1,939,773                                   |
| Trade notes and accounts receivable.....                 | 6,747,785           | 533,521  | 407,691                    | 217,971,600           | *812,504                         | 45,661,413                          | 1,423,048                                   |
| Less: Allowance for bad debts.....                       | 584,451             | *4,879   | 9,105                      | 843,791               | *8,210                           | 435,311                             | 32,174                                      |
| Inventories.....   | 765,065             | *35,692  | *6,924                     | 21,484,043            | 3,243                            | 1,156,417                           | *42,682                                     |
| U.S. Government obligations.....                         | 0                   | 18,183   | 0                          | 64,485,858            | 247,095                          | *560,891                            | 27,486                                      |
| Tax-exempt securities.....                               | 0                   | 0  | 0                          | 22,849,301            | 139,169                          | *14,213                             | 0   |
| Other current assets.....                                | 13,062,918          | 256,886  | 189,295                    | 1,219,750,986         | *1,797,861                       | 12,148,568                          | 2,798,658                                   |
| Mortgage and real estate loans.....                      | *1,420              | 0  | 0                          | 64,382,701            | 0                                | 39,111,239                          | 4,826,762                                   |
| Other investments.....                                   | 34,093,153          | *116,365   | *59,531                    | 2,829,086,652         | *857,055                         | 34,169,233                          | *1,948,331                                  |
| Depreciable assets.....                                  | 65,271,188          | 995,525  | 3,356,994                  | 21,035,478            | *61,855                          | 1,508,711                           | 340,993                                     |
| Less: Accumulated depreciation.....                      | 27,477,691          | 552,087  | 2,255,518                  | 8,183,165             | *6,884                           | 538,363                             | 178,554                                     |
| Depletable assets.....                                   | 0                   | 0  | 0                          | 1,789,516             | 0                                | *12,102                             | *243  |
| Less: Accumulated depletion.....                         | 0                   | 0  | 0                          | 1,405,696             | 0                                | 0                                   | *57   |
| Land.....  | 244,999             | *762   | *75,224                    | 5,171,681             | 0                                | 134,472                             | *13,137                                     |
| Intangible assets.....                                   | 65,991,421          | 266,406  | 405,050                    | 14,790,504            | *25,988                          | 1,023,528                           | 2,450,324                                   |
| Less: Accumulated amortization.....                      | 6,596,646           | 148,035  | 70,132                     | 3,853,965             | *14,375                          | 175,170                             | 295,687                                     |
| Other assets.....  | 3,581,790           | -3,879   | 564,026                    | 251,894,778           | *1,674,666                       | 13,627,747                          | 911,733                                     |
| <b>Total liabilities and capital.....</b>                | <b>156,080,665</b>  | <b>1,618,210</b>   | <b>3,106,776</b>           | <b>4,921,200,330</b>  | <b>*6,121,960</b>                | <b>154,380,896</b>                  | <b>16,216,697</b>                           |
| Accounts payable.....                                    | 3,540,773           | 107,999  | 479,741                    | 68,889,430            | *598                             | 550,851                             | 939,247                                     |
| Mortgages, notes, bonds payable in less than 1 year..... | 3,538,668           | *9,741   | *100,889                   | 100,487,536           | *845,135                         | 27,666,032                          | *155,143                                    |
| Other current liabilities.....                           | 10,555,049          | 334,752  | 726,532                    | 1,328,355,657         | *3,523,768                       | 11,107,514                          | 2,561,742                                   |
| Nonrecourse loans .....                                  | 62,754              | *157,449   | 2,840                      | 38,396,525            | 259,840                          | 2,811,861                           | *520,038                                    |
| Mortgages, notes, bonds payable in 1 year or more.....   | 10,684,629          | *424,805   | *442,028                   | 126,194,623           | *425,755                         | 29,481,111                          | 435,096                                     |
| Other liabilities.....                                   | 24,670,504          | *29,003  | *596,397                   | 366,059,995           | 212,358                          | 13,086,056                          | 693,736                                     |
| Partners capital accounts .....                          | 103,028,289         | 554,462  | 758,350                    | 2,892,816,563         | *854,507                         | 69,677,472                          | 10,911,695                                  |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Finance and insurance--Continued  |  |                                       |   |   | Real estate and rental and leasing |                      |
|--|---|--|---------------------------------------|---|---|------------------------------------|----------------------|
|  | Securities, commodity contracts, and other financial investments and related activities |  |                                       | Insurance carriers and related activities | Funds, trusts, and other financial vehicles | Total                              | Real estate          |
|  | Total   | Securities and commodity contracts and exchanges | Other financial investment activities |   |   |                                    | Total                |
| (85)   | (86)  | (87)   | (88)                                  | (89)                                      | (90)  | (91)                               |                      |
| <b>ALL PARTNERSHIPS</b>                                  |   |  |                                       |   |   |                                    |                      |
| Number of partnerships [1].....                          | 209,968   | 8,716  | 201,252                               | 8,721                                     | 37,772                                      | 1,179,731                          | 1,146,485            |
| Number of partners.....                                  | 2,844,890   | 149,216  | 2,695,674                             | 63,662                                    | 318,665                                     | 6,642,700                          | 6,456,651            |
| <b>Partnerships reporting balance sheet data:</b>        |   |  |                                       |   |   |                                    |                      |
| Number of partnerships.....                              | 146,016   | 7,223  | 138,793                               | 7,135                                     | 29,277                                      | 963,852                            | 941,126              |
| Number of partners.....                                  | 2,315,396   | 142,217  | 2,173,179                             | 60,137                                    | 283,526                                     | 5,826,510                          | 5,680,226            |
| <b>Total assets.....</b>                                 | <b>5,300,159,994</b>  | <b>1,188,428,579</b>                             | <b>4,111,731,415</b>                  | <b>14,558,480</b>                         | <b>811,843,194</b>                          | <b>2,638,104,997</b>               | <b>2,541,780,756</b> |
| Cash.....  | 230,991,823   | 21,772,205                                       | 209,219,618                           | 1,869,118                                 | 23,713,813                                  | 115,525,625                        | 112,306,958          |
| Trade notes and accounts receivable.....                 | 261,958,290   | 132,517,501                                      | 129,440,789                           | 1,553,252                                 | 14,766,897                                  | 40,269,722                         | 27,713,547           |
| Less: Allowance for bad debts.....                       | 607,783   | 391,792  | 215,991                               | 8,955                                     | 18,482                                      | 846,449                            | 680,993              |
| Inventories.....   | 77,215,477  | 69,731,735                                       | 7,483,742                             | 5,332                                     | *537,498                                    | 26,284,287                         | 24,796,151           |
| U.S. Government obligations.....                         | 38,943,790  | 3,842,659  | 35,101,131                            | *10,113                                   | 31,340,281                                  | 2,153,999                          | 2,096,670            |
| Tax-exempt securities.....                               | 30,181,524  | 1,129,259  | 29,052,265                            | 307                                       | 18,140,509                                  | 2,999,880                          | 2,951,916            |
| Other current assets.....                                | 1,534,303,444   | 799,984,068                                      | 734,319,376                           | 1,053,273                                 | 113,213,174                                 | 146,634,557                        | 140,301,502          |
| Mortgage and real estate loans.....                      | 19,910,929  | *223,797   | 19,687,132                            | *33                                       | 8,577,753                                   | 24,302,376                         | 24,302,376           |
| Other investments.....                                   | 2,845,943,644   | 131,883,463                                      | 2,714,060,181                         | 2,520,185                                 | 563,958,967                                 | 300,014,023                        | 289,092,674          |
| Depreciable assets.....                                  | 23,111,607  | 4,863,329  | 18,248,278                            | 691,742                                   | 2,389,119                                   | 1,860,639,528                      | 1,769,802,287        |
| Less: Accumulated depreciation.....                      | 8,547,266   | 2,477,248  | 6,070,019                             | 461,896                                   | 447,541                                     | 508,162,781                        | 466,612,315          |
| Depletable assets.....                                   | 1,793,965   | 0  | 1,793,965                             | 0   | *2,108                                      | 2,808,450                          | 2,808,448            |
| Less: Accumulated depletion.....                         | 1,417,400   | 0  | 1,417,400                             | 0   | *1,846                                      | 586,706                            | 586,704              |
| Land.....  | 6,017,809   | *303,011   | 5,714,797                             | *12,297                                   | 1,411,956                                   | 410,824,603                        | 409,475,358          |
| Intangible assets.....                                   | 14,200,503  | 4,492,858  | 9,707,645                             | 855,408                                   | 1,215,088                                   | 69,886,687                         | 66,289,867           |
| Less: Accumulated amortization.....                      | 3,890,157   | 510,111  | 3,380,046                             | 212,213                                   | 171,530                                     | 26,123,195                         | 25,090,473           |
| Other assets.....  | 230,049,795   | 21,063,843                                       | 208,985,951                           | 6,670,485                                 | 33,215,430                                  | 171,480,393                        | 162,813,487          |
| <b>Total liabilities and capital.....</b>                | <b>5,300,159,994</b>  | <b>1,188,428,579</b>                             | <b>4,111,731,415</b>                  | <b>14,558,480</b>                         | <b>811,843,194</b>                          | <b>2,638,104,997</b>               | <b>2,541,780,756</b> |
| Accounts payable.....                                    | 138,852,215   | 119,361,085                                      | 19,491,130                            | 1,615,538                                 | 2,079,193                                   | 23,038,204                         | 21,164,892           |
| Mortgages, notes, bonds payable in less than 1 year..... | 34,780,769  | 5,651,045  | 29,129,724                            | 258,223                                   | 51,609,517                                  | 69,055,266                         | 66,023,777           |
| Other current liabilities.....                           | 1,844,362,008   | 894,582,444                                      | 949,779,564                           | 1,550,067                                 | 103,210,800                                 | 121,818,912                        | 111,524,590          |
| Nonrecourse loans.....                                   | 53,067,447  | *20,929,603                                      | 32,137,844                            | *76,629                                   | 9,220,652                                   | 705,223,632                        | 690,313,061          |
| Mortgages, notes, bonds payable in 1 year or more.....   | 106,282,630   | 7,826,935  | 98,455,695                            | 1,164,786                                 | 26,208,640                                  | 882,481,830                        | 848,082,160          |
| Other liabilities.....                                   | 399,700,273   | 46,972,945                                       | 352,727,328                           | 10,528,567                                | 22,056,182                                  | 175,360,703                        | 166,793,450          |
| Partners capital accounts.....                           | 2,723,114,651   | 93,104,521                                       | 2,630,010,130                         | -635,330                                  | 597,458,209                                 | 661,126,450                        | 637,878,825          |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |   |  |                                       |   |   |                                    |                      |
| Number of partnerships [1].....                          | 153,559   | 4,262  | 149,298                               | 6,688                                     | 23,964                                      | 660,835                            | 645,409              |
| Number of partners.....                                  | 2,159,668   | 62,413   | 2,097,255                             | 25,231                                    | 218,965                                     | 3,816,735                          | 3,766,152            |
| <b>Partnerships reporting balance sheet data:</b>        |   |  |                                       |   |   |                                    |                      |
| Number of partnerships.....                              | 103,573   | 3,763  | 99,810                                | 5,723                                     | 19,118                                      | 552,713                            | 543,043              |
| Number of partners.....                                  | 1,714,365   | 61,359   | 1,653,007                             | 23,299                                    | 201,230                                     | 3,392,049                          | 3,356,167            |
| <b>Total assets.....</b>                                 | <b>4,027,542,322</b>  | <b>833,137,206</b>                               | <b>3,194,405,116</b>                  | <b>13,188,921</b>                         | <b>703,749,534</b>                          | <b>1,568,854,934</b>               | <b>1,525,898,557</b> |
| Cash.....  | 172,076,433   | 10,938,349                                       | 161,138,084                           | 1,470,167                                 | 18,374,278                                  | 77,080,140                         | 75,587,591           |
| Trade notes and accounts receivable.....                 | 156,829,043   | 34,941,237                                       | 121,887,806                           | 1,316,588                                 | 11,929,005                                  | 24,977,425                         | 17,114,915           |
| Less: Allowance for bad debts.....                       | 348,942   | 186,542  | 162,400                               | 4,258                                     | *14,896                                     | 480,617                            | 411,559              |
| Inventories.....   | 19,958,639  | 12,855,653                                       | 7,102,986                             | 5,332                                     | *317,730                                    | 12,688,033                         | 11,585,388           |
| U.S. Government obligations.....                         | 32,530,327  | 3,646,261  | 28,884,066                            | *10,113                                   | 31,109,946                                  | 1,936,955                          | 1,879,626            |
| Tax-exempt securities.....                               | 18,266,380  | 1,129,259  | 17,137,121                            | 307                                       | 4,429,231                                   | 2,671,155                          | 2,623,191            |
| Other current assets.....                                | 1,129,257,204   | 630,379,163                                      | 498,878,041                           | 672,101                                   | 73,076,595                                  | 83,837,927                         | 80,538,260           |
| Mortgage and real estate loans.....                      | 17,712,100  | *223,797   | 17,488,303                            | *33                                       | 2,732,568                                   | 19,386,373                         | 19,386,373           |
| Other investments.....                                   | 2,263,029,355   | 119,582,254                                      | 2,143,447,101                         | 2,356,612                                 | 526,726,067                                 | 192,751,819                        | 185,070,061          |
| Depreciable assets.....                                  | 16,890,891  | 3,050,689  | 13,840,202                            | 555,425                                   | 1,677,603                                   | 1,124,814,815                      | 1,085,463,758        |
| Less: Accumulated depreciation.....                      | 6,842,282   | 1,911,891  | 4,930,391                             | 364,985                                   | 252,098                                     | 350,252,366                        | 325,316,430          |
| Depletable assets.....                                   | 1,775,579   | 0  | 1,775,579                             | 0   | *1,591                                      | 1,662,951                          | 1,662,949            |
| Less: Accumulated depletion.....                         | 1,404,048   | 0  | 1,404,048                             | 0   | *1,591                                      | 538,428                            | 538,426              |
| Land.....  | 3,758,594   | *21,672  | 3,736,922                             | *12,297                                   | 1,253,181                                   | 250,906,004                        | 249,968,958          |
| Intangible assets.....                                   | 10,054,621  | 3,139,310  | 6,915,311                             | 804,759                                   | 431,284                                     | 42,480,250                         | 40,331,896           |
| Less: Accumulated amortization.....                      | 3,054,864   | 189,157  | 2,865,707                             | 203,282                                   | 110,587                                     | 16,849,335                         | 16,411,152           |
| Other assets.....  | 197,053,293   | 15,517,154                                       | 181,536,139                           | 6,557,711                                 | 32,069,628                                  | 101,781,833                        | 97,363,156           |
| <b>Total liabilities and capital.....</b>                | <b>4,027,542,322</b>  | <b>833,137,206</b>                               | <b>3,194,405,116</b>                  | <b>13,188,921</b>                         | <b>703,749,534</b>                          | <b>1,568,854,934</b>               | <b>1,525,898,557</b> |
| Accounts payable.....                                    | 63,914,813  | 46,397,784                                       | 17,517,030                            | 1,541,520                                 | 1,942,410                                   | 13,077,921                         | 11,952,237           |
| Mortgages, notes, bonds payable in less than 1 year..... | 30,357,117  | 5,184,534  | 25,172,583                            | 84,402                                    | 41,379,707                                  | 30,699,690                         | 29,784,131           |
| Other current liabilities.....                           | 1,240,877,808   | 669,023,440                                      | 571,854,368                           | 1,104,217                                 | 69,180,607                                  | 61,247,492                         | 57,880,301           |
| Nonrecourse loans.....                                   | 26,418,294  | *47,905  | 26,370,389                            | *75,607                                   | 8,310,884                                   | 380,286,277                        | 375,727,236          |
| Mortgages, notes, bonds payable in 1 year or more.....   | 77,081,893  | 5,429,593  | 71,652,300                            | 759,874                                   | 18,010,895                                  | 496,546,431                        | 485,895,687          |
| Other liabilities.....                                   | 321,171,736   | 38,924,924                                       | 282,246,812                           | 10,546,680                                | 20,349,429                                  | 85,863,063                         | 81,203,611           |
| Partners capital accounts.....                           | 2,267,720,660   | 68,129,027                                       | 2,199,591,633                         | -923,380                                  | 544,575,610                                 | 501,134,061                        | 483,455,354          |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Real estate and rental and leasing--Continued  |  |   |                                       |                              |                             |  |
|--|--|--|---|---------------------------------------|------------------------------|-----------------------------|--|
|  | Real estate                                    |  |   |                                       |                              | Rental and leasing services | Lessors of nonfinancial intangible assets (except copyrighted works) |
|  | Lessors of residential buildings and dwellings | Lessors of nonresidential buildings (except mini-warehouses) | Lessors of mini-warehouses and self-storage units | Lessors of other real estate property | Other real estate activities |                             |  |
| (92)   | (93)   | (94)   | (95)  | (96)                                  | (97)                         | (98)                        |  |
| <b>ALL PARTNERSHIPS</b>                                  |  |  |   |                                       |                              |                             |  |
| Number of partnerships [1].....                          | 370,876  | 415,233  | 16,435  | 75,329                                | 268,613                      | 33,056                      | 189  |
| Number of partners.....                                  | 2,143,003                                      | 2,264,705  | 70,641  | 508,568                               | 1,469,735                    | 184,506                     | 1,543  |
| <b>Partnerships reporting balance sheet data:</b>        |  |  |   |                                       |                              |                             |  |
| Number of partnerships.....                              | 292,738  | 363,528  | 10,592  | 57,551                                | 216,717                      | 22,570                      | 156  |
| Number of partners.....                                  | 1,878,890                                      | 2,043,701  | 57,737  | 397,482                               | 1,302,416                    | 144,941                     | 1,343  |
| <b>Total assets.....</b>                                 | <b>698,347,314</b>                             | <b>1,092,056,806</b>   | <b>27,793,606</b>                                 | <b>139,177,001</b>                    | <b>584,406,029</b>           | <b>91,737,267</b>           | <b>4,586,975</b>   |
| Cash .....   | 33,406,410                                     | 41,208,134   | 696,662   | 6,784,037                             | 30,211,715                   | 3,039,373                   | 179,294  |
| Trade notes and accounts receivable.....                 | 4,006,094                                      | 10,279,844   | 270,993   | 1,188,075                             | 11,968,541                   | 12,518,557                  | *37,618  |
| Less: Allowance for bad debts.....                       | 41,881   | 290,896  | *5,937  | 38,576                                | 303,703                      | 161,595                     | *3,862   |
| Inventories.....   | 1,626,010                                      | 834,239  | 5,758   | 237,658                               | 22,092,485                   | 1,488,136                   | 0  |
| U.S. Government obligations.....                         | *327,362                                       | 1,376,158  | 0   | *8,016                                | *385,134                     | *57,328                     | 0  |
| Tax-exempt securities.....                               | *543,235                                       | 1,383,311  | 0   | *47,914                               | *977,456                     | 0                           | 47,964   |
| Other current assets.....                                | 34,898,892                                     | 47,695,720   | 1,314,784   | 5,539,513                             | 50,852,592                   | 6,178,409                   | *154,646   |
| Mortgage and real estate loans.....                      | 2,574,867                                      | 7,161,281  | *1,594  | 3,694,975                             | 10,869,659                   | 0                           | 0  |
| Other investments.....                                   | 51,696,853                                     | 72,223,054   | 1,890,640   | 13,936,600                            | 149,345,526                  | 10,045,046                  | *876,303   |
| Depreciable assets.....                                  | 615,971,337                                    | 871,521,623  | 21,209,011  | 77,518,066                            | 183,582,250                  | 90,236,230                  | 601,010  |
| Less: Accumulated depreciation.....                      | 193,678,163                                    | 217,545,187  | 4,421,794   | 18,318,672                            | 32,648,499                   | 41,328,518                  | 221,948  |
| Depletable assets.....                                   | *995,927                                       | 914,922  | 0   | *630,801                              | *266,797                     | 2                           | 0  |
| Less: Accumulated depletion.....                         | *64,695  | 270,203  | 0   | *173,990                              | *77,817                      | 2                           | 0  |
| Land.....  | 95,261,926                                     | 186,479,197  | 5,002,121   | 35,109,922                            | 87,622,191                   | 1,125,629                   | *223,616   |
| Intangible assets.....                                   | 16,221,418                                     | 36,303,967   | 691,363   | 2,315,717                             | 10,757,403                   | 1,619,580                   | 1,977,240  |
| Less: Accumulated amortization.....                      | 5,590,979                                      | 14,809,516   | 254,414   | 816,046                               | 3,619,519                    | 776,596                     | 256,126  |
| Other assets.....  | 40,192,699                                     | 47,591,158   | 1,392,825   | 11,512,991                            | 62,123,814                   | 7,695,687                   | 971,219  |
| <b>Total liabilities and capital.....</b>                | <b>698,347,314</b>                             | <b>1,092,056,806</b>   | <b>27,793,606</b>                                 | <b>139,177,001</b>                    | <b>584,406,029</b>           | <b>91,737,267</b>           | <b>4,586,975</b>   |
| Accounts payable.....                                    | 5,437,058                                      | 7,640,036  | 93,678  | 1,341,885                             | 6,652,234                    | 1,727,797                   | *145,515   |
| Mortgages, notes, bonds payable in less than 1 year..... | 11,391,783                                     | 25,431,449   | 435,796   | 3,595,482                             | 25,169,267                   | 3,017,117                   | *14,372  |
| Other current liabilities.....                           | 28,478,397                                     | 43,486,355   | 584,514   | 4,670,628                             | 34,304,697                   | 10,001,798                  | 292,524  |
| Nonrecourse loans.....                                   | 284,018,627                                    | 302,470,952  | 4,762,382   | 25,850,838                            | 73,210,263                   | 14,910,571                  | 0  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 247,012,857                                    | 412,053,615  | 12,182,265  | 39,395,412                            | 137,438,011                  | 34,206,985                  | *192,684   |
| Other liabilities.....                                   | 54,310,527                                     | 48,140,745   | 867,513   | 9,455,935                             | 54,018,731                   | 8,467,510                   | *99,743  |
| Partners capital accounts.....                           | 67,698,065                                     | 252,833,654  | 8,867,458   | 54,866,821                            | 253,612,827                  | 19,405,488                  | 3,842,137  |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |  |  |   |                                       |                              |                             |  |
| Number of partnerships [1].....                          | 170,727  | 297,949  | 9,627   | 46,216                                | 120,890                      | 15,294                      | 132  |
| Number of partners.....                                  | 906,388  | 1,709,232  | 38,321  | 359,691                               | 752,520                      | 49,211                      | 1,371  |
| <b>Partnerships reporting balance sheet data:</b>        |  |  |   |                                       |                              |                             |  |
| Number of partnerships.....                              | 136,681  | 263,012  | 6,620   | 34,414                                | 102,315                      | 9,571                       | 99   |
| Number of partners.....                                  | 778,129  | 1,590,589  | 32,293  | 273,758                               | 681,398                      | 34,712                      | 1,170  |
| <b>Total assets.....</b>                                 | <b>304,888,313</b>                             | <b>784,211,135</b>   | <b>18,833,055</b>                                 | <b>94,027,319</b>                     | <b>323,938,736</b>           | <b>38,888,149</b>           | <b>4,068,228</b>   |
| Cash .....   | 21,733,726                                     | 31,280,817   | 410,120   | 4,320,593                             | 17,842,335                   | 1,319,723                   | 172,826  |
| Trade notes and accounts receivable.....                 | 2,738,286                                      | 7,540,649  | 245,513   | 793,234                               | 5,797,232                    | 7,824,959                   | *37,551  |
| Less: Allowance for bad debts.....                       | 27,754   | 238,105  | *5,507  | 35,042                                | 105,150                      | 65,197                      | *3,862   |
| Inventories.....   | 957,495  | 798,704  | *2,014  | 151,152                               | 9,676,023                    | 1,102,645                   | 0  |
| U.S. Government obligations.....                         | *327,362                                       | 1,376,158  | 0   | *8,016                                | *168,090                     | *57,328                     | 0  |
| Tax-exempt securities.....                               | *516,640                                       | 1,081,181  | 0   | *47,914                               | *977,456                     | 0                           | 47,964   |
| Other current assets.....                                | 17,321,842                                     | 32,001,335   | 1,271,100   | 4,677,671                             | 25,266,312                   | 3,145,343                   | *154,324   |
| Mortgage and real estate loans.....                      | 2,375,016                                      | 5,526,296  | *1,594  | 3,598,640                             | 7,884,828                    | 0                           | 0  |
| Other investments.....                                   | 21,911,398                                     | 55,837,012   | 1,861,458   | 8,654,864                             | 96,805,329                   | 6,805,454                   | *876,303   |
| Depreciable assets.....                                  | 276,757,026                                    | 637,589,056  | 13,626,969  | 53,053,459                            | 104,437,248                  | 38,754,690                  | *596,367   |
| Less: Accumulated depreciation.....                      | 112,485,896                                    | 172,299,502  | 3,311,313   | 14,980,101                            | 22,239,616                   | 24,715,184                  | *220,753   |
| Depletable assets.....                                   | *47,301  | 785,390  | 0   | *630,801                              | *199,457                     | 2                           | 0  |
| Less: Accumulated depletion.....                         | *24,940  | 261,679  | 0   | *173,990                              | *77,817                      | 2                           | 0  |
| Land.....  | 45,827,674                                     | 136,765,087  | 3,326,745   | 23,952,395                            | 40,097,056                   | 920,310                     | *16,736  |
| Intangible assets.....                                   | 7,137,352                                      | 25,820,076   | 324,024   | 1,334,726                             | 5,715,718                    | 481,984                     | 1,666,370  |
| Less: Accumulated amortization.....                      | 2,708,244                                      | 11,078,126   | 137,662   | 487,195                               | 1,999,925                    | 191,789                     | 246,394  |
| Other assets.....  | 22,484,031                                     | 31,686,785   | 1,217,998   | 8,480,182                             | 33,494,159                   | 3,447,882                   | *970,795   |
| <b>Total liabilities and capital.....</b>                | <b>304,888,313</b>                             | <b>784,211,135</b>   | <b>18,833,055</b>                                 | <b>94,027,319</b>                     | <b>323,938,736</b>           | <b>38,888,149</b>           | <b>4,068,228</b>   |
| Accounts payable.....                                    | 2,388,647                                      | 5,096,428  | 62,357  | 1,090,746                             | 3,314,059                    | 980,787                     | *144,898   |
| Mortgages, notes, bonds payable in less than 1 year..... | 5,833,439                                      | 12,991,801   | *284,563  | 1,442,262                             | 9,232,065                    | 901,187                     | *14,372  |
| Other current liabilities.....                           | 9,535,037                                      | 28,753,323   | 427,743   | 2,647,301                             | 16,516,897                   | 3,078,600                   | *288,591   |
| Nonrecourse loans.....                                   | 113,752,212                                    | 209,151,739  | *2,701,705  | 15,713,108                            | 34,408,472                   | 4,559,040                   | 0  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 115,278,969                                    | 272,782,741  | 7,159,449   | 23,696,858                            | 66,977,670                   | 10,521,518                  | *129,226   |
| Other liabilities.....                                   | 16,905,980                                     | 27,996,238   | 673,986   | 7,107,593                             | 28,519,814                   | 4,567,151                   | *92,301  |
| Partners capital accounts.....                           | 41,194,029                                     | 227,438,865  | 7,523,250   | 42,329,450                            | 164,969,760                  | 14,279,866                  | 3,398,840  |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Professional, scientific, and technical services |                   |  |  |                             |  |  |
|--|--|-------------------|--|--|-----------------------------|--|--|
|  | Total  | Legal services    | Accounting, tax preparation, bookkeeping, and payroll services | Architectural, engineering, and related services | Specialized design services | Computer systems design and related services | Other professional, scientific, and technical services |
|  |  |                   |  |  |                             |  | Total  |
|  | (99)   | (100)             | (101)  | (102)  | (103)                       | (104)  | (105)  |
| <b>ALL PARTNERSHIPS</b>                                  |  |                   |  |  |                             |  |  |
| Number of partnerships [1].....                          | 164,045  | 27,961            | 17,780   | 15,842   | 5,342                       | 22,959                                       | 74,162   |
| Number of partners.....                                  | 662,629  | 154,017           | 67,405   | 45,073   | 33,065                      | 66,547                                       | 296,523  |
| <b>Partnerships reporting balance sheet data:</b>        |  |                   |  |  |                             |  |  |
| Number of partnerships.....                              | 113,944  | 22,881            | 12,431   | 9,860  | 3,985                       | 13,653                                       | 51,133   |
| Number of partners.....                                  | 542,097  | 141,763           | 55,268   | 32,739   | 30,352                      | 42,103                                       | 239,872  |
| <b>Total assets.....</b>                                 | <b>106,794,416</b>                               | <b>23,852,162</b> | <b>13,161,850</b>  | <b>5,410,120</b>                                 | <b>542,053</b>              | <b>6,567,394</b>                             | <b>57,260,837</b>                                      |
| Cash.....  | 20,138,322                                       | 9,360,126         | 2,895,091  | 737,026  | 93,378                      | 1,002,875                                    | 6,049,826  |
| Trade notes and accounts receivable.....                 | 15,072,846                                       | 1,508,686         | 2,762,886  | 1,321,671  | 186,978                     | 1,308,523                                    | 7,984,103  |
| Less: Allowance for bad debts.....                       | 334,119  | 37,232            | 138,313  | 8,735  | *950                        | 31,528                                       | 117,362  |
| Inventories.....   | 1,090,527  | *332              | *27,246  | *371,414   | 126,998                     | 62,602                                       | 501,934  |
| U.S. Government obligations.....                         | 179,517  | *179,040          | 0  | 0  | 0                           | 0  | *477   |
| Tax-exempt securities.....                               | *45,114  | *6,463            | *3,210   | 0  | 0                           | 0  | *35,441  |
| Other current assets.....                                | 15,216,457                                       | 3,767,454         | 1,407,907  | 586,628  | 34,596                      | 387,577                                      | 9,032,295  |
| Mortgage and real estate loans.....                      | *84,693  | 0                 | 0  | *33,924  | 0                           | 0  | *50,769  |
| Other investments.....                                   | 15,703,196                                       | 882,386           | 585,433  | 243,707  | *955                        | 89,403                                       | 13,901,312   |
| Depreciable assets.....                                  | 37,330,863                                       | 17,082,604        | 4,796,383  | 2,095,565  | 219,205                     | 2,155,223                                    | 10,981,883   |
| Less: Accumulated depreciation.....                      | 22,390,606                                       | 11,136,543        | 3,140,327  | 1,537,317  | 161,287                     | 1,172,268                                    | 5,242,864  |
| Depletable assets.....                                   | *28,560  | *3,621            | *24,939  | 0  | 0                           | 0  | 0  |
| Less: Accumulated depletion.....                         | *26,101  | *3,525            | *22,576  | 0  | 0                           | 0  | 0  |
| Land.....  | 873,592  | 93,761            | 18,049   | *56,610  | 0                           | *6,852                                       | 698,320  |
| Intangible assets.....                                   | 11,034,390                                       | 799,946           | 629,927  | 967,880  | 3,708                       | 2,171,035                                    | 6,461,894  |
| Less: Accumulated amortization.....                      | 2,499,911  | 277,157           | 134,933  | 150,821  | 1,929                       | 507,547                                      | 1,427,522  |
| Other assets.....  | 15,247,076                                       | 1,622,203         | 3,446,927  | 692,567  | *40,402                     | 1,094,647                                    | 8,350,331  |
| <b>Total liabilities and capital.....</b>                | <b>106,794,416</b>                               | <b>23,852,162</b> | <b>13,161,850</b>  | <b>5,410,120</b>                                 | <b>542,053</b>              | <b>6,567,394</b>                             | <b>57,260,837</b>                                      |
| Accounts payable.....                                    | 5,755,027  | 381,505           | 260,647  | 751,354  | 149,327                     | 420,619                                      | 3,791,574  |
| Mortgages, notes, bonds payable in less than 1 year..... | 4,455,750  | 1,104,890         | 632,215  | 483,737  | 41,912                      | 227,276                                      | 1,965,721  |
| Other current liabilities.....                           | 16,409,871                                       | 5,162,517         | 1,777,343  | 708,106  | 291,339                     | 1,485,941                                    | 6,984,625  |
| Nonrecourse loans.....                                   | 1,971,634  | 183,952           | *344,893   | *20,321  | *724                        | *122,553                                     | 1,299,190  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 12,117,473                                       | 2,783,602         | 1,866,745  | 556,891  | 89,414                      | 614,838                                      | 6,205,982  |
| Other liabilities.....                                   | 11,340,592                                       | 2,172,501         | 2,775,431  | 200,673  | *67,717                     | 1,806,142                                    | 4,318,128  |
| Partners capital accounts.....                           | 54,744,068                                       | 12,063,194        | 5,504,575  | 2,689,037  | -98,380                     | 1,890,025                                    | 32,695,617   |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |  |                   |  |  |                             |  |  |
| Number of partnerships [1].....                          | 99,570   | 21,556            | 12,616   | 11,058   | 3,109                       | 14,409                                       | 36,820   |
| Number of partners.....                                  | 416,465  | 125,678           | 52,496   | 29,099   | 6,979                       | 37,347                                       | 164,865  |
| <b>Partnerships reporting balance sheet data:</b>        |  |                   |  |  |                             |  |  |
| Number of partnerships.....                              | 74,548   | 18,311            | 9,953  | 7,646  | 2,237                       | 7,908  | 28,493   |
| Number of partners.....                                  | 357,904  | 117,934           | 46,896   | 21,902   | 5,235                       | 20,514                                       | 145,423  |
| <b>Total assets.....</b>                                 | <b>79,282,789</b>                                | <b>22,728,243</b> | <b>11,257,253</b>  | <b>4,034,947</b>                                 | <b>301,953</b>              | <b>3,919,369</b>                             | <b>37,041,024</b>                                      |
| Cash.....  | 17,592,935                                       | 9,151,931         | 2,429,665  | 533,083  | 71,874                      | 719,693                                      | 4,686,688  |
| Trade notes and accounts receivable.....                 | 12,537,194                                       | 1,418,527         | 2,668,683  | 989,698  | *113,291                    | 831,189                                      | 6,515,806  |
| Less: Allowance for bad debts.....                       | 297,418  | 31,228            | *133,289   | 5,990  | *210                        | 24,919                                       | 101,784  |
| Inventories.....   | 832,340  | *332              | 21,645   | *371,414   | *43,822                     | 43,295                                       | 351,832  |
| U.S. Government obligations.....                         | *155,143   | *155,106          | 0  | 0  | 0                           | 0  | *37  |
| Tax-exempt securities.....                               | *45,114  | *6,463            | *3,210   | 0  | 0                           | 0  | *35,441  |
| Other current assets.....                                | 11,664,579                                       | 3,534,800         | 1,034,226  | 494,290  | *4,868                      | 214,271                                      | 6,382,124  |
| Mortgage and real estate loans.....                      | *33,924  | 0                 | 0  | *33,924  | 0                           | 0  | 0  |
| Other investments.....                                   | 9,412,462  | 865,484           | 386,310  | 241,214  | *955                        | 63,645                                       | 7,854,854  |
| Depreciable assets.....                                  | 29,297,411                                       | 16,507,658        | 4,241,552  | 1,779,108  | 107,296                     | 1,035,065                                    | 5,626,731  |
| Less: Accumulated depreciation.....                      | 18,793,280                                       | 10,762,279        | 2,839,975  | 1,356,335  | 81,452                      | 623,327                                      | 3,129,912  |
| Depletable assets.....                                   | *24,963  | 24                | *24,939  | 0  | 0                           | 0  | 0  |
| Less: Accumulated depletion.....                         | *22,576  | 0                 | *22,576  | 0  | 0                           | 0  | 0  |
| Land.....  | 303,051  | 56,517            | *15,417  | *8,470   | 0                           | *6,852                                       | 215,794  |
| Intangible assets.....                                   | 7,036,292  | 685,970           | 396,837  | 473,064  | 2,572                       | 1,263,717                                    | 4,214,132  |
| Less: Accumulated amortization.....                      | 1,824,148  | 262,882           | 117,226  | 66,689   | 1,054                       | 292,172                                      | 1,084,125  |
| Other assets.....  | 11,284,803                                       | 1,401,821         | 3,147,833  | 539,695  | *39,990                     | 682,060                                      | 5,473,405  |
| <b>Total liabilities and capital.....</b>                | <b>79,282,789</b>                                | <b>22,728,243</b> | <b>11,257,253</b>  | <b>4,034,947</b>                                 | <b>301,953</b>              | <b>3,919,369</b>                             | <b>37,041,024</b>                                      |
| Accounts payable.....                                    | 3,694,795  | 360,726           | 174,384  | 491,148  | *47,938                     | 233,903                                      | 2,386,696  |
| Mortgages, notes, bonds payable in less than 1 year..... | 3,135,426  | 934,968           | 554,428  | 431,597  | *23,142                     | 116,944                                      | 1,074,347  |
| Other current liabilities.....                           | 12,301,586                                       | 4,457,698         | 1,479,502  | 527,337  | 52,815                      | 1,006,736                                    | 4,777,496  |
| Nonrecourse loans.....                                   | 933,844  | 183,952           | *344,893   | *9,732   | 0                           | 0  | *395,267   |
| Mortgages, notes, bonds payable in 1 year or more.....   | 7,438,630  | 2,315,897         | 1,683,803  | 282,364  | *23,569                     | 268,913                                      | 2,864,083  |
| Other liabilities.....                                   | 6,199,395  | 2,063,556         | 2,487,581  | 114,429  | *17,783                     | 669,205                                      | 846,841  |
| Partners capital accounts.....                           | 45,579,114                                       | 12,411,446        | 4,532,661  | 2,178,339  | 136,707                     | 1,623,668                                    | 24,696,294   |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Professional, scientific, and technical services--<br>Continued       |  |  | Management<br>of companies<br>(holding<br>companies) | Administrative and support and waste management<br>and remediation services |  |   |
|--|---|--|--|--|---|--|---|
|  | Other professional, scientific, and technical services--<br>Continued |  |  |  | Total   | Administrative<br>and<br>support<br>services | Waste<br>management<br>and<br>remediation<br>services |
|  | Management,<br>scientific,<br>and technical<br>consulting<br>services | Advertising<br>and related<br>services | Other<br>miscellaneous<br>professional,<br>scientific, and<br>technical services |  |   |  |   |
|  | (106)   | (107)                                  | (108)  | (109)  | (110)   | (111)  | (112)   |
| <b>ALL PARTNERSHIPS</b>                                  |   |  |  |  |   |  |   |
| Number of partnerships [1].....                          | 38,982  | 10,387                                 | 24,793   | 24,221   | 52,105  | 49,464                                       | 2,642   |
| Number of partners.....                                  | 176,998   | 24,801                                 | 94,724   | 274,700  | 153,003   | 118,256                                      | 34,747  |
| <b>Partnerships reporting balance sheet data:</b>        |   |  |  |  |   |  |   |
| Number of partnerships.....                              | 26,532  | 7,618                                  | 16,983   | 18,733   | 30,413  | 28,572                                       | 1,841   |
| Number of partners.....                                  | 144,620   | 18,913                                 | 76,339   | 257,608  | 106,833   | 73,688                                       | 33,145  |
| <b>Total assets.....</b>                                 | <b>33,759,041</b>   | <b>7,896,331</b>                       | <b>15,605,466</b>  | <b>338,209,725</b>                                   | <b>30,030,863</b>   | <b>22,904,245</b>                            | <b>7,126,618</b>                                      |
| Cash .....   | 3,557,770   | 801,894                                | 1,690,162  | 7,419,500  | 2,500,935   | 2,297,328                                    | 203,607   |
| Trade notes and accounts receivable.....                 | 4,288,426   | 2,149,984                              | 1,545,693  | 11,881,766   | 3,543,271   | 2,670,096                                    | 873,175   |
| Less: Allowance for bad debts.....                       | 34,223  | 72,223                                 | 10,915   | 150,533  | 95,599  | 74,343                                       | 21,256  |
| Inventories.....   | 150,144   | 34,016                                 | 317,774  | 1,409,679  | 292,684   | 224,160                                      | 68,524  |
| U.S. Government obligations.....                         | 0   | 0                                      | *477   | *144,803   | *156,574  | *24,742                                      | *131,832  |
| Tax-exempt securities.....                               | *35,441   | 0                                      | 0  | *1,426,913   | *49,295   | *49,295                                      | 0   |
| Other current assets.....                                | 4,918,127   | 1,970,802                              | 2,143,365  | 17,814,371   | 5,978,483   | 5,295,857                                    | 682,626   |
| Mortgage and real estate loans.....                      | *50,696   | 0                                      | 73   | 4,685,516  | *363,046  | *363,046                                     | 0   |
| Other investments.....                                   | 11,245,252  | 520,860                                | 2,135,200  | 224,935,030  | 1,710,201   | 1,551,206                                    | 158,995   |
| Depreciable assets.....                                  | 6,210,432   | 1,514,606                              | 3,256,845  | 20,250,256   | 11,063,208  | 5,735,207                                    | 5,328,000   |
| Less: Accumulated depreciation.....                      | 2,658,587   | 899,636                                | 1,684,641  | 4,337,854  | 5,653,365   | 3,304,843                                    | 2,348,522   |
| Depletable assets.....                                   | 0   | 0                                      | 0  | *88,957  | *124,277  | *4,257                                       | *120,021  |
| Less: Accumulated depletion.....                         | 0   | 0                                      | 0  | *16,289  | *26,067   | *124   | *25,942   |
| Land.....  | 541,057   | 54,293                                 | 102,970  | 1,756,974  | 504,583   | 337,309                                      | 167,274   |
| Intangible assets.....                                   | 2,230,991   | 1,601,833                              | 2,629,070  | 10,763,854   | 7,352,509   | 6,117,919                                    | 1,234,590   |
| Less: Accumulated amortization.....                      | 592,294   | 339,658                                | 495,570  | 1,303,671  | 1,142,596   | 1,023,559                                    | 119,037   |
| Other assets.....  | 3,815,809   | 559,560                                | 3,974,962  | 41,440,451   | 3,309,423   | 2,636,693                                    | 672,730   |
| <b>Total liabilities and capital.....</b>                | <b>33,759,041</b>   | <b>7,896,331</b>                       | <b>15,605,466</b>  | <b>338,209,725</b>                                   | <b>30,030,863</b>   | <b>22,904,245</b>                            | <b>7,126,618</b>                                      |
| Accounts payable.....                                    | 1,406,433   | 1,161,976                              | 1,223,165  | 1,831,225  | 2,180,216   | 1,727,506                                    | 452,710   |
| Mortgages, notes, bonds payable in less than 1 year..... | 919,134   | 205,600                                | 840,987  | 3,828,236  | 1,076,081   | 967,521                                      | 108,560   |
| Other current liabilities.....                           | 3,974,925   | 1,413,630                              | 1,596,070  | 12,538,717   | 5,289,240   | 4,383,546                                    | 905,694   |
| Nonrecourse loans .....                                  | *340,068  | *305,504                               | *653,618   | 2,564,596  | 578,675   | 69,648                                       | *509,027  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 4,062,057   | 622,674                                | 1,521,251  | 26,061,889   | 6,221,732   | 4,183,576                                    | 2,038,156   |
| Other liabilities.....                                   | 3,081,164   | 384,291                                | 852,673  | 15,256,703   | 1,475,127   | 2,018,427                                    | -543,300  |
| Partners capital accounts .....                          | 19,975,260  | 3,802,656                              | 8,917,701  | 276,128,358  | 13,209,793  | 9,554,023                                    | 3,655,770   |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |   |  |  |  |   |  |   |
| Number of partnerships [1].....                          | 19,642  | 5,374                                  | 11,804   | 13,581   | 29,986  | 28,069                                       | 1,917   |
| Number of partners.....                                  | 120,363   | 13,906                                 | 30,595   | 179,033  | 69,861  | 65,526                                       | 4,335   |
| <b>Partnerships reporting balance sheet data:</b>        |   |  |  |  |   |  |   |
| Number of partnerships.....                              | 15,278  | 4,542                                  | 8,672  | 10,837   | 17,533  | 16,242                                       | 1,291   |
| Number of partners.....                                  | 110,065   | 11,893                                 | 23,465   | 170,227  | 44,266  | 41,183                                       | 3,083   |
| <b>Total assets.....</b>                                 | <b>20,986,742</b>   | <b>6,448,790</b>                       | <b>9,605,492</b>   | <b>195,927,340</b>                                   | <b>21,530,988</b>   | <b>17,520,025</b>                            | <b>4,010,964</b>                                      |
| Cash .....   | 2,981,060   | 732,302                                | 973,326  | 6,029,930  | 1,970,913   | 1,903,177                                    | 67,736  |
| Trade notes and accounts receivable.....                 | 3,622,151   | 1,867,302                              | 1,026,353  | 8,851,561  | 2,511,626   | 2,007,271                                    | 504,355   |
| Less: Allowance for bad debts.....                       | 33,663  | 61,958                                 | 6,163  | 109,741  | 65,678  | 58,885                                       | 6,794   |
| Inventories.....   | 75,405  | *30,675                                | 245,752  | 884,459  | 214,720   | 183,558                                      | 31,162  |
| U.S. Government obligations.....                         | 0   | 0                                      | *37  | *49,034  | *24,737   | *24,737                                      | 0   |
| Tax-exempt securities.....                               | *35,441   | 0                                      | 0  | *1,034,457   | *48,631   | *48,631                                      | 0   |
| Other current assets.....                                | 2,614,100   | 1,927,631                              | 1,840,393  | 12,787,778   | 4,516,019   | 4,372,530                                    | 143,489   |
| Mortgage and real estate loans.....                      | 0   | 0                                      | 0  | 3,498,187  | *362,900  | *362,900                                     | 0   |
| Other investments.....                                   | 6,648,414   | 16,945                                 | 1,189,494  | 125,621,218  | 1,363,209   | 1,263,190                                    | *100,019  |
| Depreciable assets.....                                  | 2,893,288   | 1,143,353                              | 1,590,090  | 6,834,415  | 7,886,831   | 4,423,293                                    | 3,463,538   |
| Less: Accumulated depreciation.....                      | 1,527,276   | 712,403                                | 890,233  | 1,878,314  | 4,380,916   | 2,687,249                                    | 1,693,667   |
| Depletable assets.....                                   | 0   | 0                                      | 0  | *4,095   | *124,277  | *4,257                                       | *120,021  |
| Less: Accumulated depletion.....                         | 0   | 0                                      | 0  | *1,817   | *26,067   | *124   | *25,942   |
| Land.....  | 90,401  | *52,685                                | 72,708   | 1,005,422  | 430,581   | 329,620                                      | 100,961   |
| Intangible assets.....                                   | 1,563,572   | 1,169,444                              | 1,481,116  | 3,344,647  | 4,777,873   | 3,946,092                                    | 831,781   |
| Less: Accumulated amortization.....                      | 556,215   | 232,618                                | 295,292  | 368,411  | 923,455   | 856,314                                      | 67,140  |
| Other assets.....  | 2,580,066   | 515,430                                | 2,377,909  | 28,340,420   | 2,694,787   | 2,253,341                                    | 441,446   |
| <b>Total liabilities and capital.....</b>                | <b>20,986,742</b>   | <b>6,448,790</b>                       | <b>9,605,492</b>   | <b>195,927,340</b>                                   | <b>21,530,988</b>   | <b>17,520,025</b>                            | <b>4,010,964</b>                                      |
| Accounts payable.....                                    | 798,760   | 989,603                                | 598,332  | 1,140,493  | 1,558,417   | 1,293,634                                    | 264,784   |
| Mortgages, notes, bonds payable in less than 1 year..... | 311,536   | 144,122                                | 618,689  | 1,984,686  | 511,423   | 446,037                                      | 65,386  |
| Other current liabilities.....                           | 2,768,389   | 1,129,737                              | 789,370  | 6,746,161  | 3,339,282   | 2,998,001                                    | 341,280   |
| Nonrecourse loans .....                                  | *78,823   | *305,504                               | *10,940  | *637,709   | *57,377   | *7,356                                       | 50,020  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 2,069,554   | 416,189                                | 378,341  | 11,121,490   | 3,663,446   | 2,731,033                                    | 932,413   |
| Other liabilities.....                                   | 844,448   | 244,327                                | -241,934   | 7,672,632  | 851,495   | 1,727,454                                    | -875,959  |
| Partners capital accounts .....                          | 14,115,232  | 3,129,308                              | 7,451,754  | 166,624,169  | 11,549,548  | 8,316,508                                    | 3,233,039   |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Educational services | Health care and social assistance |                                    |                                       |                         |                                     |                           |
|--|----------------------|-----------------------------------|------------------------------------|---------------------------------------|-------------------------|-------------------------------------|---------------------------|
|  |                      | Total                             | Offices of physicians and dentists | Offices of other health practitioners | Outpatient care centers | Medical and diagnostic laboratories | Home health care services |
|  | (113)                | (114)                             | (115)                              | (116)                                 | (117)                   | (118)                               | (119)                     |
| <b>ALL PARTNERSHIPS</b>                                  |                      |                                   |                                    |                                       |                         |                                     |                           |
| Number of partnerships [1].....                          | 8,316                | 56,709                            | 19,059                             | 12,682                                | 4,882                   | 3,583                               | 2,850                     |
| Number of partners.....                                  | 22,861               | 320,723                           | 129,234                            | 37,693                                | 47,520                  | 25,601                              | 7,666                     |
| <b>Partnerships reporting balance sheet data:</b>        |                      |                                   |                                    |                                       |                         |                                     |                           |
| Number of partnerships.....                              | 5,108                | 45,359                            | 16,120                             | 9,455                                 | 4,113                   | 3,141                               | 1,702                     |
| Number of partners.....                                  | 16,461               | 238,844                           | 75,512                             | 29,468                                | 42,980                  | 19,128                              | 5,232                     |
| <b>Total assets.....</b>                                 | <b>2,430,875</b>     | <b>70,439,092</b>                 | <b>6,423,922</b>                   | <b>1,482,803</b>                      | <b>9,427,559</b>        | <b>4,679,723</b>                    | <b>1,155,038</b>          |
| Cash .....   | 233,032              | 6,487,642                         | 1,668,358                          | 376,671                               | 965,996                 | 643,473                             | 101,206                   |
| Trade notes and accounts receivable.....                 | 258,985              | 12,653,619                        | 1,082,794                          | 241,247                               | 1,973,017               | 1,017,192                           | 157,187                   |
| Less: Allowance for bad debts.....                       | *5,812               | 3,757,663                         | 328,003                            | *10,474                               | 552,895                 | 352,680                             | *16,203                   |
| Inventories.....   | 5,280                | 323,246                           | 32,748                             | 57,409                                | 94,299                  | 38,110                              | 13,446                    |
| U.S. Government obligations.....                         | *1,868               | *15,199                           | 1,982                              | 0                                     | *281                    | *12,750                             | 0                         |
| Tax-exempt securities.....                               | 0                    | *674                              | 0                                  | 0                                     | *80                     | 0                                   | 0                         |
| Other current assets.....                                | 174,214              | 4,368,727                         | 379,635                            | 45,135                                | 728,173                 | 403,135                             | 62,501                    |
| Mortgage and real estate loans.....                      | 0                    | *66,124                           | 0                                  | 0                                     | *41,064                 | 0                                   | 0                         |
| Other investments.....                                   | 653,148              | 1,226,228                         | 262,153                            | 154,776                               | 326,527                 | -126,511                            | *34,381                   |
| Depreciable assets.....                                  | 1,242,785            | 53,466,200                        | 5,785,988                          | 934,090                               | 5,805,171               | 4,228,034                           | 914,136                   |
| Less: Accumulated depreciation.....                      | 634,403              | 22,061,322                        | 3,570,373                          | 605,455                               | 2,663,592               | 2,408,553                           | 408,225                   |
| Depletable assets.....                                   | 0                    | *8,565                            | 0                                  | *45                                   | 0                       | 0                                   | 0                         |
| Less: Accumulated depletion.....                         | 0                    | *1,352                            | 0                                  | *45                                   | 0                       | 0                                   | 0                         |
| Land.....  | *45,517              | 3,072,465                         | 93,173                             | *27,666                               | 102,207                 | 48,881                              | *142,983                  |
| Intangible assets.....                                   | 596,934              | 8,786,276                         | 830,522                            | 215,798                               | 2,145,870               | 1,013,424                           | 158,294                   |
| Less: Accumulated amortization.....                      | 240,424              | 1,613,629                         | 251,938                            | 55,375                                | 409,589                 | 130,881                             | 36,255                    |
| Other assets.....  | 99,752               | 7,398,093                         | 436,885                            | 101,316                               | 870,951                 | 293,349                             | 31,586                    |
| <b>Total liabilities and capital.....</b>                | <b>2,430,875</b>     | <b>70,439,092</b>                 | <b>6,423,922</b>                   | <b>1,482,803</b>                      | <b>9,427,559</b>        | <b>4,679,723</b>                    | <b>1,155,038</b>          |
| Accounts payable.....                                    | 81,696               | 3,127,411                         | 151,515                            | 65,847                                | 502,996                 | 155,060                             | 49,062                    |
| Mortgages, notes, bonds payable in less than 1 year..... | 102,960              | 2,429,224                         | 614,717                            | 107,229                               | 344,722                 | 400,000                             | 55,999                    |
| Other current liabilities.....                           | 677,107              | 10,400,756                        | 1,822,633                          | 218,261                               | 871,080                 | 449,372                             | 81,859                    |
| Nonrecourse loans .....                                  | *179,134             | 9,630,472                         | 193,165                            | *1,960                                | *183,964                | *55,436                             | 0                         |
| Mortgages, notes, bonds payable in 1 year or more.....   | 402,061              | 19,071,034                        | 1,790,614                          | 232,169                               | 1,692,471               | 1,567,440                           | 785,310                   |
| Other liabilities.....                                   | 73,596               | 4,978,584                         | 329,656                            | 191,923                               | 403,647                 | 272,011                             | *44,656                   |
| Partners capital accounts .....                          | 914,321              | 20,801,611                        | 1,521,621                          | 665,414                               | 5,428,678               | 1,780,402                           | 138,152                   |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                      |                                   |                                    |                                       |                         |                                     |                           |
| Number of partnerships [1].....                          | 4,764                | 36,482                            | 14,750                             | 8,207                                 | 3,017                   | 1,964                               | 1,674                     |
| Number of partners.....                                  | 12,391               | 167,568                           | 63,840                             | 25,221                                | 34,358                  | 10,179                              | 4,430                     |
| <b>Partnerships reporting balance sheet data:</b>        |                      |                                   |                                    |                                       |                         |                                     |                           |
| Number of partnerships.....                              | 2,682                | 30,561                            | 13,078                             | 6,839                                 | 2,795                   | 1,686                               | 1,073                     |
| Number of partners.....                                  | 8,221                | 154,179                           | 60,033                             | 22,274                                | 33,453                  | 9,622                               | 3,090                     |
| <b>Total assets.....</b>                                 | <b>1,460,864</b>     | <b>46,546,015</b>                 | <b>5,095,982</b>                   | <b>1,035,866</b>                      | <b>7,578,861</b>        | <b>3,259,766</b>                    | <b>487,826</b>            |
| Cash .....   | 206,987              | 5,236,795                         | 1,418,074                          | 343,710                               | 899,542                 | 572,706                             | 86,462                    |
| Trade notes and accounts receivable.....                 | 92,071               | 9,222,262                         | 875,215                            | 115,085                               | 1,688,502               | 721,356                             | 112,655                   |
| Less: Allowance for bad debts.....                       | *3,432               | 2,872,463                         | 172,519                            | *2,628                                | 501,053                 | 260,268                             | *12,621                   |
| Inventories.....   | *3,167               | 239,464                           | 23,877                             | 40,570                                | 79,198                  | 25,819                              | *12,198                   |
| U.S. Government obligations.....                         | *1,868               | *13,717                           | 500                                | 0                                     | *281                    | *12,750                             | 0                         |
| Tax-exempt securities.....                               | 0                    | *594                              | 0                                  | 0                                     | 0                       | 0                                   | 0                         |
| Other current assets.....                                | 130,552              | 3,336,665                         | 318,192                            | 25,954                                | 595,507                 | 311,862                             | 51,534                    |
| Mortgage and real estate loans.....                      | 0                    | *66,124                           | 0                                  | 0                                     | *41,064                 | 0                                   | 0                         |
| Other investments.....                                   | *431,917             | 1,178,665                         | 239,095                            | 93,358                                | 322,112                 | 36,571                              | *21,533                   |
| Depreciable assets.....                                  | 438,486              | 34,651,636                        | 4,868,141                          | 709,713                               | 4,245,959               | 2,847,395                           | 272,114                   |
| Less: Accumulated depreciation.....                      | 194,115              | 16,667,199                        | 3,184,997                          | 491,941                               | 2,222,203               | 1,776,896                           | 167,462                   |
| Depletable assets.....                                   | 0                    | *8,565                            | 0                                  | *45                                   | 0                       | 0                                   | 0                         |
| Less: Accumulated depletion.....                         | 0                    | *1,352                            | 0                                  | *45                                   | 0                       | 0                                   | 0                         |
| Land.....  | *39,438              | 1,654,361                         | 72,374                             | *27,128                               | 84,385                  | *42,325                             | *676                      |
| Intangible assets.....                                   | 297,137              | 5,838,153                         | 625,861                            | 118,058                               | 1,993,100               | 629,745                             | 111,916                   |
| Less: Accumulated amortization.....                      | 69,717               | 1,060,816                         | 180,345                            | 36,662                                | 374,354                 | 80,621                              | 29,789                    |
| Other assets.....  | 86,504               | 5,700,843                         | 192,514                            | 93,522                                | 726,819                 | 177,023                             | 28,609                    |
| <b>Total liabilities and capital.....</b>                | <b>1,460,864</b>     | <b>46,546,015</b>                 | <b>5,095,982</b>                   | <b>1,035,866</b>                      | <b>7,578,861</b>        | <b>3,259,766</b>                    | <b>487,826</b>            |
| Accounts payable.....                                    | 28,281               | 1,828,179                         | 105,613                            | 21,593                                | 398,780                 | 111,777                             | 32,703                    |
| Mortgages, notes, bonds payable in less than 1 year..... | 43,878               | 1,460,056                         | 440,897                            | 40,237                                | 206,442                 | 260,814                             | 34,883                    |
| Other current liabilities.....                           | 440,856              | 6,847,634                         | 1,570,008                          | 142,203                               | 482,063                 | 230,979                             | 51,175                    |
| Nonrecourse loans .....                                  | *18,676              | 5,320,267                         | *112,556                           | *401                                  | *54,891                 | *41,264                             | 0                         |
| Mortgages, notes, bonds payable in 1 year or more.....   | 236,148              | 9,866,889                         | 1,293,082                          | 129,176                               | 924,459                 | 621,086                             | 67,188                    |
| Other liabilities.....                                   | 50,794               | 865,108                           | 177,100                            | 33,464                                | 288,483                 | 115,990                             | *27,938                   |
| Partners capital accounts .....                          | 642,232              | 20,357,883                        | 1,396,726                          | 668,792                               | 5,223,743               | 1,877,855                           | 273,939                   |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Health care and social assistance--Continued |                   |   |                   | Arts, entertainment, and recreation |   |   |
|--|--|-------------------|---|-------------------|-------------------------------------|---|---|
|  | Other ambulatory health care services        | Hospitals         | Nursing and residential care facilities | Social assistance | Total                               | Performing arts, spectator sports, and related industries | Museums, historical sites, and similar institutions |
|  | (120)  | (121)             | (122)                                   | (123)             | (124)                               | (125)   | (126)   |
| <b>ALL PARTNERSHIPS</b>                                  |  |                   |   |                   |                                     |   |   |
| Number of partnerships [1].....                          | 621  | 714               | 6,789                                   | 5,529             | 45,126                              | 26,485  | *748  |
| Number of partners.....                                  | 2,914  | 16,016            | 40,913                                  | 13,164            | 256,552                             | 182,595   | *3,201  |
| <b>Partnerships reporting balance sheet data:</b>        |  |                   |   |                   |                                     |   |   |
| Number of partnerships.....                              | 621  | 639               | 6,495                                   | 3,073             | 24,676                              | 11,251  | *748  |
| Number of partners.....                                  | 2,914  | 15,728            | 40,094                                  | 7,788             | 188,653                             | 128,564   | *3,201  |
| <b>Total assets.....</b>                                 | <b>307,725</b>                               | <b>20,534,687</b> | <b>25,939,621</b>                       | <b>488,014</b>    | <b>58,653,325</b>                   | <b>26,284,606</b>   | <b>*351,334</b>                                     |
| Cash .....   | 52,966                                       | 687,332           | 1,916,319                               | 75,320            | 4,258,257                           | 2,238,763   | *46,194   |
| Trade notes and accounts receivable.....                 | *128,015                                     | 5,696,460         | 2,335,312                               | *22,396           | 2,986,077                           | 2,067,938   | *74   |
| Less: Allowance for bad debts.....                       | *41,207                                      | 2,323,014         | 133,187                                 | 0                 | 83,037                              | 24,207  | 0   |
| Inventories.....   | *2,587                                       | 60,560            | 23,970                                  | *117              | 447,244                             | 78,698  | *2,195  |
| U.S. Government obligations.....                         | 0  | [2]               | *186                                    | 0                 | *1,943                              | *1,383  | 0   |
| Tax-exempt securities.....                               | 0  | *594              | 0                                       | 0                 | *89,545                             | 0   | 0   |
| Other current assets.....                                | 7,642  | 992,121           | 1,744,837                               | 5,547             | 4,295,104                           | 2,347,330   | *5,264  |
| Mortgage and real estate loans.....                      | 0  | 0                 | *25,060                                 | 0                 | *77,082                             | 3,002   | 0   |
| Other investments.....                                   | *78,919                                      | 559,859           | -66,601                                 | *2,726            | 6,177,604                           | 3,517,701   | 0   |
| Depreciable assets.....                                  | 103,543                                      | 14,663,562        | 20,670,737                              | 360,940           | 34,897,762                          | 8,462,875   | *103,013  |
| Less: Accumulated depreciation.....                      | 62,128                                       | 6,211,830         | 6,047,962                               | 83,203            | 13,520,818                          | 3,302,290   | *44,695   |
| Depletable assets.....                                   | 0  | 0                 | *8,520                                  | 0                 | *3,685                              | 0   | 0   |
| Less: Accumulated depletion.....                         | 0  | 0                 | *1,306                                  | 0                 | 0                                   | 0   | 0   |
| Land.....  | *325   | 834,826           | 1,761,008                               | 61,395            | 4,601,040                           | 498,858   | *239,233  |
| Intangible assets.....                                   | 37,565                                       | 2,549,071         | 1,802,344                               | 33,389            | 11,894,854                          | 9,397,287   | 0   |
| Less: Accumulated amortization.....                      | *4,279                                       | 272,809           | 444,791                                 | 7,712             | 4,553,307                           | 4,077,048   | 0   |
| Other assets.....  | *3,777                                       | 3,297,955         | 2,345,176                               | 17,099            | 7,080,290                           | 5,074,314   | *56   |
| <b>Total liabilities and capital.....</b>                | <b>307,725</b>                               | <b>20,534,687</b> | <b>25,939,621</b>                       | <b>488,014</b>    | <b>58,653,325</b>                   | <b>26,284,606</b>   | <b>*351,334</b>                                     |
| Accounts payable.....                                    | *34,929                                      | 911,459           | 1,231,675                               | 24,867            | 2,262,037                           | 1,351,376   | *786  |
| Mortgages, notes, bonds payable in less than 1 year..... | *35,353                                      | 184,404           | 680,569                                 | *6,230            | 2,966,601                           | 1,061,840   | *798  |
| Other current liabilities.....                           | 20,087                                       | 2,068,275         | 4,818,489                               | 50,698            | 9,715,566                           | 5,420,067   | *1,101  |
| Nonrecourse loans .....                                  | *43,691                                      | 1,242,433         | 7,881,897                               | *27,926           | 3,512,423                           | 2,195,879   | 0   |
| Mortgages, notes, bonds payable in 1 year or more.....   | *42,210                                      | 1,562,271         | 11,206,933                              | 191,614           | 19,206,468                          | 7,389,266   | *1,339  |
| Other liabilities.....                                   | *16,390                                      | 1,046,033         | 2,558,960                               | 115,309           | 11,182,663                          | 5,433,457   | *4,368  |
| Partners capital accounts .....                          | 115,064                                      | 13,519,812        | -2,438,903                              | 71,369            | 9,807,567                           | 3,432,720   | *342,941  |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |  |                   |   |                   |                                     |   |   |
| Number of partnerships [1].....                          | *197   | 412               | 3,168                                   | 3,093             | 18,543                              | 11,954  | *8  |
| Number of partners.....                                  | *465   | 3,774             | 18,214                                  | 7,087             | 136,009                             | 105,148   | *385  |
| <b>Partnerships reporting balance sheet data:</b>        |  |                   |   |                   |                                     |   |   |
| Number of partnerships.....                              | *197   | 412               | 3,091                                   | 1,391             | 9,350                               | 4,982   | *8  |
| Number of partners.....                                  | *465   | 3,774             | 17,911                                  | 3,557             | 108,143                             | 83,594  | *385  |
| <b>Total assets.....</b>                                 | <b>*38,330</b>                               | <b>15,140,871</b> | <b>13,725,453</b>                       | <b>183,061</b>    | <b>25,510,215</b>                   | <b>10,707,198</b>   | <b>*13,079</b>                                      |
| Cash .....   | *10,796                                      | 587,454           | 1,262,920                               | 55,132            | 2,651,873                           | 1,364,181   | *2,145  |
| Trade notes and accounts receivable.....                 | *9,729                                       | 4,349,055         | 1,329,902                               | *20,763           | 1,473,878                           | 1,013,996   | *74   |
| Less: Allowance for bad debts.....                       | 0  | 1,850,849         | 72,525                                  | 0                 | 61,674                              | 11,866  | 0   |
| Inventories.....   | *2,326                                       | 42,886            | 12,474                                  | *117              | 170,804                             | 53,773  | *625  |
| U.S. Government obligations.....                         | 0  | [2]               | *186                                    | 0                 | 650                                 | 650   | 0   |
| Tax-exempt securities.....                               | 0  | *594              | 0                                       | 0                 | *89,545                             | 0   | 0   |
| Other current assets.....                                | *2,326                                       | 805,509           | 1,221,330                               | *4,450            | 2,454,438                           | 1,283,723   | *483  |
| Mortgage and real estate loans.....                      | 0  | 0                 | *25,060                                 | 0                 | 0                                   | 0   | 0   |
| Other investments.....                                   | *1,476                                       | 485,376           | -23,583                                 | *2,726            | 3,003,298                           | 1,101,172   | 0   |
| Depreciable assets.....                                  | *16,881                                      | 10,963,860        | 10,601,497                              | 126,075           | 13,592,864                          | 3,620,939   | *19,480   |
| Less: Accumulated depreciation.....                      | *9,952                                       | 5,034,487         | 3,723,538                               | 55,722            | 5,535,062                           | 1,479,639   | *9,756  |
| Depletable assets.....                                   | 0  | 0                 | *8,520                                  | 0                 | *3,685                              | 0   | 0   |
| Less: Accumulated depletion.....                         | 0  | 0                 | *1,306                                  | 0                 | 0                                   | 0   | 0   |
| Land.....  | 0  | 587,941           | 825,393                                 | *14,139           | 1,661,794                           | 146,885   | 0   |
| Intangible assets.....                                   | *5,061                                       | 1,659,170         | 684,120                                 | 11,121            | 4,111,249                           | 2,827,100   | 0   |
| Less: Accumulated amortization.....                      | *313   | 177,214           | 176,886                                 | 4,631             | 957,740                             | 731,170   | 0   |
| Other assets.....  | 0  | 2,721,575         | 1,751,889                               | *8,891            | 2,850,613                           | 1,517,457   | *28   |
| <b>Total liabilities and capital.....</b>                | <b>*38,330</b>                               | <b>15,140,871</b> | <b>13,725,453</b>                       | <b>183,061</b>    | <b>25,510,215</b>                   | <b>10,707,198</b>   | <b>*13,079</b>                                      |
| Accounts payable.....                                    | *903   | 602,994           | 535,549                                 | *18,267           | 882,830                             | 430,711   | *51   |
| Mortgages, notes, bonds payable in less than 1 year..... | *2,788                                       | 166,739           | 305,209                                 | *2,047            | 754,679                             | 130,578   | 0   |
| Other current liabilities.....                           | *5,332                                       | 1,302,292         | 3,039,798                               | 23,785            | 4,296,401                           | 2,001,920   | *958  |
| Nonrecourse loans .....                                  | *30,159                                      | *1,203,075        | 3,852,611                               | *25,309           | 2,084,605                           | *1,115,503  | 0   |
| Mortgages, notes, bonds payable in 1 year or more.....   | *10,579                                      | 1,154,913         | 5,610,933                               | 55,473            | 5,878,741                           | 2,192,051   | *873  |
| Other liabilities.....                                   | 0  | -639,947          | 838,620                                 | *23,459           | 2,206,022                           | 1,318,888   | 0   |
| Partners capital accounts .....                          | *-11,432                                     | 11,350,806        | -457,267                                | 34,720            | 9,406,938                           | 3,517,548   | *11,197   |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Arts,<br>entertainment,<br>and recreation--<br>Continued   | Accommodation and food services |                    |   | Other services    |                        |   |
|--|--|---------------------------------|--------------------|---|-------------------|------------------------|---|
|  | Amusement,<br>gambling,<br>and<br>recreation<br>industries | Total                           | Accommodation      | Food<br>services<br>and<br>drinking<br>places | Total             | Repair and maintenance |   |
|  |  |                                 |                    |   |                   | Total                  | Automotive<br>repair and<br>maintenance |
|  | (127)  | (128)                           | (129)              | (130)   | (131)             | (132)                  | (133)                                   |
| <b>ALL PARTNERSHIPS</b>                                  |  |                                 |                    |   |                   |                        |   |
| Number of partnerships [1].....                          | 17,893   | 90,705                          | 29,253             | 61,453  | 58,418            | 25,216                 | 15,495                                  |
| Number of partners.....                                  | 70,757   | 390,768                         | 160,049            | 230,719                                       | 158,106           | 71,113                 | 39,255                                  |
| <b>Partnerships reporting balance sheet data:</b>        |  |                                 |                    |   |                   |                        |   |
| Number of partnerships.....                              | 12,677   | 70,080                          | 25,649             | 44,431  | 30,996            | 12,594                 | 9,179                                   |
| Number of partners.....                                  | 56,889   | 332,753                         | 150,016            | 182,737                                       | 90,630            | 35,807                 | 26,119                                  |
| <b>Total assets.....</b>                                 | <b>32,017,385</b>  | <b>155,238,737</b>              | <b>122,344,135</b> | <b>32,894,602</b>                             | <b>13,196,165</b> | <b>4,836,008</b>       | <b>3,566,426</b>                        |
| Cash .....   | 1,973,300  | 10,138,113                      | 6,289,315          | 3,848,798                                     | 832,986           | 339,241                | 196,466                                 |
| Trade notes and accounts receivable.....                 | 918,065  | 4,003,083                       | 2,692,845          | 1,310,238                                     | 1,300,831         | 403,155                | 126,266                                 |
| Less: Allowance for bad debts.....                       | 58,830   | 102,062                         | 82,408             | 19,654  | 9,676             | 2,494                  | *566                                    |
| Inventories.....   | 366,350  | 1,394,490                       | 534,345            | 860,145                                       | 601,201           | 445,272                | 230,172                                 |
| U.S. Government obligations.....                         | *560   | *4,551                          | *1,582             | *2,969  | *20,909           | *18,427                | *18,427                                 |
| Tax-exempt securities.....                               | *89,545  | *1,268                          | *883               | 384   | 0                 | 0                      | 0                                       |
| Other current assets.....                                | 1,942,510  | 10,972,201                      | 5,411,788          | 5,560,413                                     | 850,789           | 74,359                 | 36,692                                  |
| Mortgage and real estate loans.....                      | *74,080  | 937,086                         | 884,835            | *52,251                                       | 0                 | 0                      | 0                                       |
| Other investments.....                                   | 2,659,903  | 5,575,307                       | 4,651,600          | 923,707                                       | 534,706           | 23,446                 | *14,472                                 |
| Depreciable assets.....                                  | 26,331,874   | 134,739,997                     | 111,088,926        | 23,651,071                                    | 7,219,406         | 3,682,303              | 2,921,446                               |
| Less: Accumulated depreciation.....                      | 10,173,834   | 45,935,207                      | 35,743,690         | 10,191,517                                    | 3,117,445         | 1,475,711              | 1,133,144                               |
| Depletable assets.....                                   | *3,685   | *75,247                         | *37,048            | *38,199                                       | *2,780            | *2,780                 | *2,780                                  |
| Less: Accumulated depletion.....                         | 0  | *54,288                         | *21,276            | *33,011                                       | *2,662            | *2,662                 | *2,662                                  |
| Land.....  | 3,862,949  | 16,038,498                      | 14,468,836         | 1,569,662                                     | 1,389,538         | 674,557                | 665,072                                 |
| Intangible assets.....                                   | 2,497,567  | 12,391,977                      | 6,881,490          | 5,510,486                                     | 1,867,639         | 545,593                | 483,045                                 |
| Less: Accumulated amortization.....                      | 476,259  | 3,528,903                       | 1,877,803          | 1,651,100                                     | 514,998           | 137,294                | 129,476                                 |
| Other assets.....  | 2,005,919  | 8,587,380                       | 7,125,820          | 1,461,560                                     | 2,220,162         | 245,037                | 137,436                                 |
| <b>Total liabilities and capital.....</b>                | <b>32,017,385</b>  | <b>155,238,737</b>              | <b>122,344,135</b> | <b>32,894,602</b>                             | <b>13,196,165</b> | <b>4,836,008</b>       | <b>3,566,426</b>                        |
| Accounts payable.....                                    | 909,875  | 4,693,418                       | 2,464,090          | 2,229,328                                     | 531,198           | 296,580                | 183,198                                 |
| Mortgages, notes, bonds payable in less than 1 year..... | 1,903,964  | 3,134,994                       | 1,855,808          | 1,279,186                                     | 465,223           | 370,335                | 280,683                                 |
| Other current liabilities.....                           | 4,294,398  | 13,124,074                      | 7,382,631          | 5,741,443                                     | 1,693,158         | 351,054                | 188,790                                 |
| Nonrecourse loans.....                                   | 1,316,544  | 26,756,738                      | 25,877,977         | 878,761                                       | 1,198,744         | *126,270               | *92,819                                 |
| Mortgages, notes, bonds payable in 1 year or more.....   | 11,815,862   | 64,063,349                      | 52,301,147         | 11,762,202                                    | 8,355,424         | 5,800,462              | 5,443,429                               |
| Other liabilities.....                                   | 5,744,838  | 11,621,758                      | 9,571,783          | 2,049,975                                     | 757,197           | 290,706                | 166,134                                 |
| Partners capital accounts.....                           | 6,031,905  | 31,844,406                      | 22,890,700         | 8,953,707                                     | 195,222           | -2,399,399             | -2,788,626                              |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |  |                                 |                    |   |                   |                        |   |
| Number of partnerships [1].....                          | 6,581  | 45,565                          | 14,684             | 30,881  | 34,571            | 16,714                 | 10,614                                  |
| Number of partners.....                                  | 30,475   | 221,112                         | 91,893             | 129,219                                       | 88,293            | 39,714                 | 24,568                                  |
| <b>Partnerships reporting balance sheet data:</b>        |  |                                 |                    |   |                   |                        |   |
| Number of partnerships.....                              | 4,359  | 34,927                          | 13,033             | 21,894  | 18,719            | 8,468                  | 6,124                                   |
| Number of partners.....                                  | 24,163   | 187,657                         | 87,682             | 99,975  | 53,636            | 22,180                 | 15,204                                  |
| <b>Total assets.....</b>                                 | <b>14,789,937</b>  | <b>79,990,742</b>               | <b>59,770,914</b>  | <b>20,219,828</b>                             | <b>8,289,380</b>  | <b>2,360,730</b>       | <b>1,601,583</b>                        |
| Cash .....   | 1,285,548  | 7,167,468                       | 3,847,269          | 3,320,199                                     | 635,772           | 228,017                | 130,521                                 |
| Trade notes and accounts receivable.....                 | 459,808  | 2,246,041                       | 1,478,819          | 767,223                                       | 1,067,319         | 261,760                | 92,980                                  |
| Less: Allowance for bad debts.....                       | 49,808   | 75,065                          | 58,278             | 16,787  | 2,178             | *1,032                 | *466                                    |
| Inventories.....   | 116,406  | 743,206                         | 178,242            | 564,963                                       | 397,008           | 275,008                | 131,150                                 |
| U.S. Government obligations.....                         | 0  | *1,754                          | 784                | *969  | *18,427           | *18,427                | *18,427                                 |
| Tax-exempt securities.....                               | *89,545  | *1,268                          | *883               | 384   | 0                 | 0                      | 0                                       |
| Other current assets.....                                | 1,170,232  | 8,489,765                       | 3,515,123          | 4,974,642                                     | 494,587           | 68,969                 | 38,284                                  |
| Mortgage and real estate loans.....                      | 0  | *572,040                        | *519,861           | *52,178                                       | 0                 | 0                      | 0                                       |
| Other investments.....                                   | 1,902,126  | 2,399,913                       | 2,199,485          | 200,428                                       | 451,627           | 11,787                 | *13,913                                 |
| Depreciable assets.....                                  | 9,952,445  | 66,448,218                      | 53,145,444         | 13,302,774                                    | 4,431,217         | 1,927,433              | 1,412,984                               |
| Less: Accumulated depreciation.....                      | 4,045,667  | 25,313,001                      | 18,904,064         | 6,408,937                                     | 2,152,177         | 914,199                | 670,341                                 |
| Depletable assets.....                                   | *3,685   | *42,898                         | *37,048            | *5,850  | 0                 | 0                      | 0                                       |
| Less: Accumulated depletion.....                         | 0  | *24,981                         | *21,276            | *3,705  | 0                 | 0                      | 0                                       |
| Land.....  | 1,514,909  | 7,436,395                       | 6,727,177          | 709,218                                       | 559,203           | 253,900                | 247,218                                 |
| Intangible assets.....                                   | 1,284,149  | 6,415,791                       | 3,667,273          | 2,748,518                                     | 973,183           | 152,724                | 135,833                                 |
| Less: Accumulated amortization.....                      | 226,569  | 1,785,922                       | 877,568            | 908,353                                       | 363,145           | 47,875                 | 45,045                                  |
| Other assets.....  | 1,333,127  | 5,224,954                       | 4,314,691          | 910,263                                       | 1,778,539         | 125,811                | 96,124                                  |
| <b>Total liabilities and capital.....</b>                | <b>14,789,937</b>  | <b>79,990,742</b>               | <b>59,770,914</b>  | <b>20,219,828</b>                             | <b>8,289,380</b>  | <b>2,360,730</b>       | <b>1,601,583</b>                        |
| Accounts payable.....                                    | 452,068  | 2,198,036                       | 859,017            | 1,339,019                                     | 318,473           | 141,496                | 63,272                                  |
| Mortgages, notes, bonds payable in less than 1 year..... | 624,101  | 1,366,018                       | 845,660            | 520,358                                       | 270,821           | 205,552                | 135,611                                 |
| Other current liabilities.....                           | 2,293,523  | 7,456,420                       | 3,195,943          | 4,260,478                                     | 914,734           | 151,810                | 85,010                                  |
| Nonrecourse loans.....                                   | 969,102  | 11,230,661                      | 10,853,095         | 377,565                                       | 1,104,702         | *34,860                | *1,408                                  |
| Mortgages, notes, bonds payable in 1 year or more.....   | 3,685,817  | 27,515,561                      | 22,179,178         | 5,336,383                                     | 2,316,374         | 985,431                | 786,387                                 |
| Other liabilities.....                                   | 887,133  | 4,005,305                       | 2,928,690          | 1,076,615                                     | 330,308           | 78,440                 | 56,509                                  |
| Partners capital accounts.....                           | 5,878,192  | 26,218,742                      | 18,909,331         | 7,309,411                                     | 3,033,967         | 763,141                | 473,386                                 |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 3.--All Partnerships: Balance Sheets by Profit Status and Selected Industrial Group--Continued**

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

| Item   | Other services--Continued    |                               |  | Nature of business not allocable |
|--|------------------------------|-------------------------------|--|----------------------------------|
|  | Repair and maintenance       | Personal and laundry services | Religious, grantmaking, civic, professional, and similar organizations |                                  |
|  | Other repair and maintenance |                               |  |                                  |
|  | (134)                        | (135)                         | (136)  | (137)                            |
| <b>ALL PARTNERSHIPS</b>                                  |                              |                               |  |                                  |
| Number of partnerships [1].....                          | 9,721                        | 32,915                        | *287   | 2,506                            |
| Number of partners.....                                  | 31,858                       | 80,419                        | *6,574   | 6,688                            |
| <b>Partnerships reporting balance sheet data:</b>        |                              |                               |  |                                  |
| Number of partnerships.....                              | 3,415                        | 18,114                        | *287   | *1,712                           |
| Number of partners.....                                  | 9,689                        | 48,249                        | *6,574   | *4,483                           |
| <b>Total assets.....</b>                                 | <b>1,269,582</b>             | <b>8,034,451</b>              | <b>*325,706</b>  | <b>*534,490</b>                  |
| Cash.....  | 142,775                      | 492,894                       | *851   | *29,130                          |
| Trade notes and accounts receivable.....                 | 276,888                      | 896,114                       | *1,563   | *24,297                          |
| Less: Allowance for bad debts.....                       | *1,928                       | *7,182                        | 0  | 0                                |
| Inventories.....   | 215,099                      | 141,544                       | *14,385  | *12,373                          |
| U.S. Government obligations.....                         | 0                            | 2,482                         | 0  | 0                                |
| Tax-exempt securities.....                               | 0                            | 0                             | 0  | 0                                |
| Other current assets.....                                | 37,667                       | 776,430                       | 0  | *59,876                          |
| Mortgage and real estate loans.....                      | 0                            | 0                             | 0  | 0                                |
| Other investments.....                                   | *8,974                       | 268,335                       | *242,925   | *343,597                         |
| Depreciable assets.....                                  | 760,857                      | 3,469,199                     | *67,904  | *75,151                          |
| Less: Accumulated depreciation.....                      | 342,568                      | 1,637,478                     | *4,256   | *9,934                           |
| Depletable assets.....                                   | 0                            | 0                             | 0  | 0                                |
| Less: Accumulated depletion.....                         | 0                            | 0                             | 0  | 0                                |
| Land.....  | *9,485                       | 714,981                       | 0  | 0                                |
| Intangible assets.....                                   | 62,548                       | 1,322,046                     | 0  | 0                                |
| Less: Accumulated amortization.....                      | 7,818                        | 377,705                       | 0  | 0                                |
| Other assets.....  | 107,601                      | 1,972,790                     | *2,334   | 0                                |
| <b>Total liabilities and capital.....</b>                | <b>1,269,582</b>             | <b>8,034,451</b>              | <b>*325,706</b>  | <b>*534,490</b>                  |
| Accounts payable.....                                    | 113,382                      | 234,041                       | *578   | *25,002                          |
| Mortgages, notes, bonds payable in less than 1 year..... | 89,652                       | 92,974                        | *1,913   | 0                                |
| Other current liabilities.....                           | 162,264                      | 1,342,104                     | 0  | 0                                |
| Nonrecourse loans.....                                   | *33,451                      | 1,072,474                     | 0  | 0                                |
| Mortgages, notes, bonds payable in 1 year or more.....   | 357,034                      | 2,538,693                     | *16,268  | *358,050                         |
| Other liabilities.....                                   | 124,572                      | 466,492                       | 0  | 0                                |
| Partners capital accounts.....                           | 389,228                      | 2,287,673                     | *306,947   | *151,439                         |
| <b>PARTNERSHIPS WITH NET INCOME</b>                      |                              |                               |  |                                  |
| Number of partnerships [1].....                          | 6,100                        | 17,570                        | *287   | *338                             |
| Number of partners.....                                  | 15,146                       | 42,005                        | *6,574   | *771                             |
| <b>Partnerships reporting balance sheet data:</b>        |                              |                               |  |                                  |
| Number of partnerships.....                              | 2,344                        | 9,963                         | *287   | *304                             |
| Number of partners.....                                  | 6,976                        | 24,883                        | *6,574   | *637                             |
| <b>Total assets.....</b>                                 | <b>759,147</b>               | <b>5,602,945</b>              | <b>*325,706</b>  | <b>*366,415</b>                  |
| Cash.....  | 97,496                       | 406,904                       | *851   | *22,818                          |
| Trade notes and accounts receivable.....                 | 168,781                      | 803,996                       | *1,563   | 0                                |
| Less: Allowance for bad debts.....                       | 566                          | *1,146                        | 0  | 0                                |
| Inventories.....   | 143,857                      | 107,615                       | *14,385  | 0                                |
| U.S. Government obligations.....                         | 0                            | 0                             | 0  | 0                                |
| Tax-exempt securities.....                               | 0                            | 0                             | 0  | 0                                |
| Other current assets.....                                | 30,685                       | 425,618                       | 0  | 0                                |
| Mortgage and real estate loans.....                      | 0                            | 0                             | 0  | 0                                |
| Other investments.....                                   | *-2,126                      | 196,914                       | *242,925   | *343,597                         |
| Depreciable assets.....                                  | 514,449                      | 2,435,880                     | *67,904  | 0                                |
| Less: Accumulated depreciation.....                      | 243,858                      | 1,233,722                     | *4,256   | 0                                |
| Depletable assets.....                                   | 0                            | 0                             | 0  | 0                                |
| Less: Accumulated depletion.....                         | 0                            | 0                             | 0  | 0                                |
| Land.....  | *6,682                       | 305,303                       | 0  | 0                                |
| Intangible assets.....                                   | 16,890                       | 820,459                       | 0  | 0                                |
| Less: Accumulated amortization.....                      | *2,830                       | 315,270                       | 0  | 0                                |
| Other assets.....  | 29,687                       | 1,650,393                     | *2,334   | 0                                |
| <b>Total liabilities and capital.....</b>                | <b>759,147</b>               | <b>5,602,945</b>              | <b>*325,706</b>  | <b>*366,415</b>                  |
| Accounts payable.....                                    | 78,224                       | 176,399                       | *578   | 0                                |
| Mortgages, notes, bonds payable in less than 1 year..... | 69,942                       | 63,356                        | *1,913   | 0                                |
| Other current liabilities.....                           | 66,800                       | 762,924                       | 0  | 0                                |
| Nonrecourse loans.....                                   | *33,451                      | *1,069,842                    | 0  | 0                                |
| Mortgages, notes, bonds payable in 1 year or more.....   | 199,044                      | 1,314,676                     | *16,268  | *344,280                         |
| Other liabilities.....                                   | *21,931                      | 251,868                       | 0  | 0                                |
| Partners capital accounts.....                           | 289,755                      | 1,963,879                     | *306,947   | *22,135                          |

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

\*\*In order to avoid disclosure for specific partnerships, these data are not shown. However, the data are included in the appropriate totals.

[1] The difference between "number of partnerships" and "number of partnerships reporting balance sheet data" is due to partnerships exempt from filing balance sheets. Since these partnerships are generally small--total assets less than \$500,000 and total receipts less than \$250,000--balance sheet data for partnerships are slightly understated.

[2] Less than \$500.

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

# Partnership Returns, 2004

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

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

| Item   | All industries [1] | Agriculture, forestry, fishing, and hunting | Mining        | Utilities  | Construction     | Manufacturing | Wholesale trade | Retail trade   |
|--|--------------------|---|---------------|------------|------------------|---------------|-----------------|----------------|
|  | (1)                | (2)   | (3)           | (4)        | (5)              | (6)           | (7)             | (8)            |
| <b>Number of partnerships.....</b>                                   | <b>1,032,692</b>   | <b>21,261</b>                               | <b>1,756</b>  | <b>5</b>   | <b>8,090</b>     | <b>1,021</b>  | <b>578</b>      | <b>4,724</b>   |
| <b>Number of partners.....</b>                                       | <b>6,067,911</b>   | <b>86,833</b>                               | <b>7,776</b>  | <b>35</b>  | <b>28,505</b>    | <b>6,515</b>  | <b>2,014</b>    | <b>13,480</b>  |
| <b>Gross income from rentals.....</b>                                | <b>332,804,170</b> | <b>1,041,629</b>                            | <b>62,230</b> | <b>747</b> | <b>978,990</b>   | <b>62,751</b> | <b>38,145</b>   | <b>258,121</b> |
| <b>Real estate rental expenses, total.....</b>                       | <b>304,437,096</b> | <b>569,227</b>                              | <b>45,907</b> | <b>209</b> | <b>1,021,841</b> | <b>31,200</b> | <b>19,072</b>   | <b>176,316</b> |
| Advertising.....   | 2,191,767          | 295   | *129          | 0          | 3,718            | *50           | 0               | *380           |
| Auto and travel.....   | 441,454            | 1,575                                       | *3            | 0          | 1,158            | *88           | 0               | *311           |
| Cleaning and maintenance.....  | 12,370,503         | 9,922                                       | *1,031        | 65         | 29,836           | *244          | *47             | *403           |
| Commissions.....   | 1,315,060          | *3,669                                      | *103          | 0          | 5,363            | *6,886        | 50              | *159           |
| Insurance.....   | 8,295,989          | 15,128                                      | 1,390         | 12         | 22,125           | 881           | 516             | 5,007          |
| Legal and other professional fees.....                               | 16,183,989         | 25,951                                      | 3,598         | 5          | 41,212           | *391          | *140            | 4,523          |
| Interest expense.....  | 87,456,094         | 106,555                                     | 13,315        | 0          | 321,329          | 7,624         | 5,898           | 50,687         |
| Repairs.....   | 14,128,340         | 35,523                                      | 3,219         | 2          | 47,143           | 510           | 1,188           | 12,918         |
| Taxes.....   | 33,808,047         | 66,851                                      | 6,364         | 34         | 98,839           | 2,199         | 1,239           | 19,359         |
| Utilities.....   | 19,047,241         | 17,040                                      | 1,892         | 1          | 50,752           | *1,668        | *373            | 7,358          |
| Wages and salaries.....  | 12,796,711         | 4,609                                       | *918          | 0          | 26,709           | *1,017        | 59              | *3,172         |
| Depreciation.....  | 60,071,871         | 191,802                                     | 7,645         | 48         | 232,142          | 7,066         | 5,738           | 34,711         |
| Other expenses.....  | 36,330,029         | 90,307                                      | 6,300         | 42         | 141,516          | 2,575         | 3,824           | 37,330         |
| <b>Net gain (loss) from sales of business property.....</b>          | <b>1,167,362</b>   | <b>*-703</b>                                | <b>*40</b>    | <b>0</b>   | <b>*2,812</b>    | <b>0</b>      | <b>*142</b>     | <b>330</b>     |
| <b>Net income (loss) from partnerships, estates, and trusts.....</b> | <b>-981,149</b>    | <b>7,296</b>                                | <b>22,367</b> | <b>5</b>   | <b>31,872</b>    | <b>2,303</b>  | <b>941</b>      | <b>15,886</b>  |
| Net income.....  | 16,659,919         | 20,632                                      | 25,626        | 5          | 149,560          | 3,631         | 1,296           | *15,936        |
| Loss.....  | 17,641,068         | 13,336                                      | *3,259        | 0          | 117,688          | *1,327        | *355            | *50            |
| <b>Net rental real estate income (loss).....</b>                     | <b>28,553,287</b>  | <b>478,995</b>                              | <b>38,730</b> | <b>543</b> | <b>-8,168</b>    | <b>33,854</b> | <b>20,155</b>   | <b>98,021</b>  |
| Net income.....  | 83,230,533         | 622,396                                     | 51,214        | 697        | 315,108          | 37,838        | 21,348          | 115,973        |
| Loss.....  | 54,677,246         | 143,401                                     | 12,484        | 154        | 323,276          | 3,984         | 1,194           | 17,952         |

| Item   | Transportation and warehousing | Information   | Finance and insurance |   |                                       |                  |                | Funds, trusts and other financial vehicles | Other finance and insurance |
|--|--------------------------------|---------------|-----------------------|---|---------------------------------------|------------------|----------------|--|-----------------------------|
|  |                                |               | Total                 | Securities, commodity contracts, and other financial investments and related activities |                                       |                  | Total          |  |                             |
|  |                                |               |                       | Securities and commodity contracts and exchanges  | Other financial investment activities | Total            |                |  |                             |
| (9)  | (10)                           | (11)          | (12)                  | (13)  | (14)                                  | (15)             | (16)           |  |                             |
| <b>Number of partnerships.....</b>                                   | <b>2,806</b>                   | <b>242</b>    | <b>38,372</b>         | <b>30,331</b>   | <b>1,176</b>                          | <b>29,155</b>    | <b>7,303</b>   | <b>738</b>                                 |                             |
| <b>Number of partners.....</b>                                       | <b>7,210</b>                   | <b>1,544</b>  | <b>323,180</b>        | <b>266,709</b>  | <b>7,244</b>                          | <b>259,465</b>   | <b>48,301</b>  | <b>8,171</b>                               |                             |
| <b>Gross income from rentals.....</b>                                | <b>221,588</b>                 | <b>26,958</b> | <b>1,487,958</b>      | <b>1,057,517</b>  | <b>*4,287</b>                         | <b>1,053,230</b> | <b>262,249</b> | <b>168,192</b>                             |                             |
| <b>Real estate rental expenses, total.....</b>                       | <b>161,478</b>                 | <b>15,065</b> | <b>1,477,962</b>      | <b>981,081</b>  | <b>*13,250</b>                        | <b>967,831</b>   | <b>320,965</b> | <b>175,916</b>                             |                             |
| Advertising.....   | *341                           | [2]           | 2,168                 | 1,894   | 0                                     | 1,894            | *1             | *273                                       |                             |
| Auto and travel.....   | *506                           | 0             | 3,944                 | 3,698   | 0                                     | 3,698            | *232           | *13  |                             |
| Cleaning and maintenance.....  | *1,025                         | *30           | 32,723                | 24,903  | *868                                  | 24,034           | *4,659         | *3,161                                     |                             |
| Commissions.....   | 0                              | *30           | 6,490                 | 5,713   | 0                                     | 5,713            | *520           | *257                                       |                             |
| Insurance.....   | *2,729                         | *136          | 39,672                | 32,490  | *539                                  | 31,951           | 4,166          | *3,016                                     |                             |
| Legal and other professional fees.....                               | *1,535                         | *58           | 123,384               | 107,100   | *322                                  | 106,778          | 7,170          | 9,114                                      |                             |
| Interest expense.....  | 41,853                         | *5,197        | 217,826               | 155,153   | *2,164                                | 152,989          | 57,733         | *4,940                                     |                             |
| Repairs.....   | *3,362                         | *1,415        | 49,229                | 35,952  | *594                                  | 35,358           | 6,439          | 6,839                                      |                             |
| Taxes.....   | 14,085                         | *1,779        | 141,464               | 101,794   | *1,280                                | 100,514          | 32,435         | 7,235                                      |                             |
| Utilities.....   | *9,782                         | *447          | 59,041                | 49,272  | *1,056                                | 48,216           | 1,691          | 8,079                                      |                             |
| Wages and salaries.....  | *12,628                        | *2            | 42,925                | 33,847  | *211                                  | 33,635           | *5,215         | *3,863                                     |                             |
| Depreciation.....  | 56,893                         | *4,167        | 250,203               | 168,531   | *1,608                                | 166,923          | 60,889         | 20,783                                     |                             |
| Other expenses.....  | 16,740                         | *1,803        | 508,893               | 260,736   | *4,608                                | 256,129          | 139,814        | 108,342                                    |                             |
| <b>Net gain (loss) from sales of business property.....</b>          | <b>0</b>                       | <b>0</b>      | <b>*152,046</b>       | <b>*152,046</b>   | <b>0</b>                              | <b>*152,046</b>  | <b>0</b>       | <b>0</b>                                   |                             |
| <b>Net income (loss) from partnerships, estates, and trusts.....</b> | <b>*-1,265</b>                 | <b>7,562</b>  | <b>-834,782</b>       | <b>-918,469</b>   | <b>20,679</b>                         | <b>-939,148</b>  | <b>43,570</b>  | <b>40,117</b>                              |                             |
| Net income.....  | *160                           | *8,152        | 1,186,892             | 927,625   | 30,069                                | 897,556          | 207,350        | 51,917                                     |                             |
| Loss.....  | *1,425                         | 590           | 2,021,675             | 1,846,094   | 9,390                                 | 1,836,705        | 163,780        | *11,801                                    |                             |
| <b>Net rental real estate income (loss).....</b>                     | <b>58,845</b>                  | <b>19,455</b> | <b>-672,741</b>       | <b>-689,988</b>   | <b>11,717</b>                         | <b>-701,705</b>  | <b>-15,146</b> | <b>32,393</b>                              |                             |
| Net income.....  | 71,599                         | 21,170        | 1,768,001             | 1,447,574   | 29,978                                | 1,417,596        | 251,977        | 68,450                                     |                             |
| Loss.....  | *12,755                        | *1,715        | 2,440,742             | 2,137,562   | 18,261                                | 2,119,301        | 267,123        | 36,057                                     |                             |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 4.--Partnerships with Net Rental Real Estate Income (Loss), by Selected Industrial Groups--Continued**

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

| Item   | Real estate and rental and leasing |                    |  |  |  |                                       |                              |   |
|--|------------------------------------|--------------------|--|--|--|---------------------------------------|------------------------------|---|
|  | Total                              | Real estate        |  |  |  |                                       |                              | Rental and leasing services and lessors of nonfinancial intangible assets |
|  |                                    | Total              | Lessors of residential buildings and dwellings | Lessors of nonresidential buildings (except mini-warehouses) | Lessors of miniwarehouses and self-storage units | Lessors of other real estate property | Other real estate activities |   |
|  | (17)                               | (18)               | (19)   | (20)   | (21)   | (22)                                  | (23)                         | (24)  |
| <b>Number of partnerships.....</b>                                   | <b>928,951</b>                     | <b>922,368</b>     | <b>342,975</b>                                 | <b>395,191</b>   | <b>13,350</b>                                    | <b>59,378</b>                         | <b>111,474</b>               | <b>6,583</b>  |
| <b>Number of partners.....</b>                                       | <b>5,439,315</b>                   | <b>5,421,666</b>   | <b>2,037,231</b>                               | <b>2,186,866</b>   | <b>60,026</b>                                    | <b>407,922</b>                        | <b>729,621</b>               | <b>17,649</b>   |
| <b>Gross income from rentals.....</b>                                | <b>325,038,684</b>                 | <b>324,201,398</b> | <b>116,092,490</b>                             | <b>164,668,318</b>   | <b>4,639,495</b>                                 | <b>13,377,427</b>                     | <b>25,423,668</b>            | <b>837,286</b>  |
| <b>Real estate rental expenses, total.....</b>                       | <b>297,574,646</b>                 | <b>296,872,676</b> | <b>118,418,343</b>                             | <b>136,837,282</b>   | <b>3,978,650</b>                                 | <b>11,207,943</b>                     | <b>26,430,459</b>            | <b>701,970</b>  |
| Advertising.....   | 2,168,976                          | 2,160,593          | 1,170,607                                      | 621,527  | 148,842  | 43,844                                | 175,772                      | *8,382  |
| Auto and travel.....   | 408,848                            | 408,819            | 179,672  | 153,786  | 16,668   | 29,379                                | 29,314                       | *29   |
| Cleaning and maintenance.....  | 12,259,431                         | 12,246,799         | 4,560,059                                      | 6,274,976  | 38,702   | 378,813                               | 994,248                      | *12,632   |
| Commissions.....   | 1,236,845                          | 1,233,585          | 384,749  | 694,924  | 35,936   | 65,909                                | 52,066                       | *3,260  |
| Insurance.....   | 8,119,413                          | 8,103,511          | 4,233,479                                      | 2,919,421  | 101,053  | 253,829                               | 595,729                      | 15,902  |
| Legal and other professional fees.....                               | 15,850,872                         | 15,837,232         | 6,616,953                                      | 6,589,056  | 258,087  | 606,575                               | 1,766,560                    | 13,640  |
| Interest expense.....  | 85,805,422                         | 85,620,309         | 30,673,353                                     | 43,006,939   | 960,329  | 3,293,862                             | 7,685,826                    | 185,113   |
| Repairs.....   | 13,886,495                         | 13,859,739         | 7,340,400                                      | 5,202,706  | 102,739  | 360,575                               | 853,319                      | 26,756  |
| Taxes.....   | 33,252,830                         | 33,216,941         | 11,994,150                                     | 16,756,745   | 424,934  | 1,243,316                             | 2,797,795                    | 35,890  |
| Utilities.....   | 18,781,492                         | 18,758,460         | 9,195,146                                      | 7,593,458  | 197,987  | 585,074                               | 1,186,794                    | 23,033  |
| Wages and salaries.....  | 12,483,283                         | 12,470,897         | 7,572,831                                      | 3,026,261  | 357,826  | 546,528                               | 967,451                      | *12,387   |
| Depreciation.....  | 58,562,863                         | 58,236,312         | 22,082,621                                     | 27,842,938   | 694,623  | 2,474,176                             | 5,141,954                    | 326,550   |
| Other expenses.....  | 34,757,875                         | 34,719,479         | 12,414,324                                     | 16,154,542   | 640,922  | 1,326,061                             | 4,183,631                    | 38,396  |
| <b>Net gain (loss) from sales of business property.....</b>          | <b>893,782</b>                     | <b>854,200</b>     | <b>332,322</b>                                 | <b>262,431</b>   | <b>356</b>                                       | <b>6,747</b>                          | <b>252,343</b>               | <b>*39,582</b>  |
| <b>Net income (loss) from partnerships, estates, and trusts.....</b> | <b>-646,221</b>                    | <b>-638,283</b>    | <b>-1,718,390</b>                              | <b>2,370,773</b>   | <b>275,926</b>                                   | <b>527,233</b>                        | <b>-2,093,826</b>            | <b>*-7,938</b>  |
| Net income.....  | 14,503,526                         | 14,487,623         | 3,546,721                                      | 5,944,128  | 286,389  | 784,397                               | 3,925,988                    | *15,903   |
| Loss.....  | 15,149,747                         | 15,125,906         | 5,265,110                                      | 3,573,355  | *10,463  | 257,164                               | 6,019,814                    | *23,841   |
| <b>Net rental real estate income (loss).....</b>                     | <b>27,711,599</b>                  | <b>27,544,638</b>  | <b>-3,711,920</b>                              | <b>30,464,240</b>  | <b>937,127</b>                                   | <b>2,703,465</b>                      | <b>-2,848,274</b>            | <b>166,961</b>  |
| Net income.....  | 78,570,481                         | 78,300,399         | 18,849,807                                     | 45,666,697   | 1,304,291  | 4,323,530                             | 8,156,073                    | 270,081   |
| Loss.....  | 50,858,882                         | 50,755,761         | 22,561,727                                     | 15,202,457   | 367,165  | 1,620,066                             | 11,004,347                   | 103,121   |

| Item   | Professional, scientific, and technical services | Management of companies (holding companies) | Administrative and support and waste management and remediation services | Educational services | Health care and social assistance | Arts, entertainment, and recreation | Accommodation and food services | Other services |
|--|--|---|--|----------------------|-----------------------------------|-------------------------------------|---------------------------------|----------------|
|  | (25)   | (26)  | (27)   | (28)                 | (29)                              | (30)                                | (31)                            | (32)           |
| <b>Number of partnerships.....</b>                                   | <b>6,441</b>                                     | <b>4,659</b>                                | <b>1,674</b>   | <b>*19</b>           | <b>1,652</b>                      | <b>4,002</b>                        | <b>4,882</b>                    | <b>1,559</b>   |
| <b>Number of partners.....</b>                                       | <b>27,431</b>                                    | <b>24,412</b>                               | <b>31,435</b>  | <b>*50</b>           | <b>11,739</b>                     | <b>13,270</b>                       | <b>39,112</b>                   | <b>4,056</b>   |
| <b>Gross income from rentals.....</b>                                | <b>522,002</b>                                   | <b>602,261</b>                              | <b>164,965</b>   | <b>*10,767</b>       | <b>629,613</b>                    | <b>124,842</b>                      | <b>1,474,355</b>                | <b>57,565</b>  |
| <b>Real estate rental expenses, total.....</b>                       | <b>565,680</b>                                   | <b>526,139</b>                              | <b>161,910</b>   | <b>*9,444</b>        | <b>643,028</b>                    | <b>111,198</b>                      | <b>1,288,056</b>                | <b>38,717</b>  |
| Advertising.....   | *103   | *1,147                                      | *4,459   | 0                    | 4,604                             | *143                                | 5,253                           | *1             |
| Auto and travel.....   | *7,714   | *1,485                                      | *8,855   | 0                    | 560                               | *1,773                              | 4,624                           | *13            |
| Cleaning and maintenance.....  | 5,291  | 8,108                                       | *807   | 0                    | 3,632                             | *931                                | 16,530                          | *445           |
| Commissions.....   | 38,512   | *1,494                                      | *5,941   | 0                    | *226                              | *263                                | *9,030                          | 0              |
| Insurance.....   | 16,581   | 7,917                                       | *3,626   | 0                    | 28,816                            | 3,983                               | 27,205                          | *851           |
| Legal and other professional fees.....                               | 11,974   | 50,163                                      | *17,710  | *1,635               | 25,872                            | *2,719                              | 22,012                          | *236           |
| Interest expense.....  | 107,286  | 181,308                                     | *26,111  | *2,237               | 223,569                           | 40,363                              | 297,592                         | *1,923         |
| Repairs.....   | 13,090   | 15,265                                      | *5,740   | *39                  | 11,454                            | *770                                | 39,411                          | *1,568         |
| Taxes.....   | 16,317   | 34,505                                      | 7,948  | *215                 | 37,446                            | 4,077                               | 99,180                          | *3,316         |
| Utilities.....   | 15,369   | 7,969                                       | *4,365   | 0                    | 18,782                            | 3,793                               | 64,019                          | *3,095         |
| Wages and salaries.....  | *34,423  | *2,360                                      | *21,703  | *92                  | 51,955                            | *723                                | 109,831                         | *303           |
| Depreciation.....  | 104,892  | 132,445                                     | 22,672   | *2,383               | 176,300                           | 32,049                              | 241,019                         | *6,831         |
| Other expenses.....  | 194,128  | 81,973                                      | 31,973   | *2,844               | 59,813                            | 19,611                              | 352,349                         | *20,133        |
| <b>Net gain (loss) from sales of business property.....</b>          | <b>0</b>   | <b>*576</b>                                 | <b>*118,340</b>  | <b>0</b>             | <b>*-4</b>                        | <b>0</b>                            | <b>0</b>                        | <b>0</b>       |
| <b>Net income (loss) from partnerships, estates, and trusts.....</b> | <b>-53,860</b>                                   | <b>422,760</b>                              | <b>*2,895</b>  | <b>0</b>             | <b>9,906</b>                      | <b>21,776</b>                       | <b>-2,316</b>                   | <b>*11,727</b> |
| Net income.....  | 16,153   | 660,351                                     | *3,453   | 0                    | 11,639                            | 22,519                              | 18,423                          | *11,965        |
| Loss.....  | 70,013   | 237,591                                     | *558   | 0                    | 1,733                             | *742                                | 20,740                          | *239           |
| <b>Net rental real estate income (loss).....</b>                     | <b>-97,537</b>                                   | <b>499,459</b>                              | <b>124,290</b>   | <b>*1,322</b>        | <b>-3,513</b>                     | <b>35,420</b>                       | <b>183,983</b>                  | <b>30,575</b>  |
| Net income.....  | 92,690   | 783,009                                     | 136,175  | *1,646               | 168,928                           | 70,320                              | 350,323                         | 31,616         |
| Loss.....  | 190,227  | 283,550                                     | 11,884   | *324                 | 172,441                           | 34,900                              | 166,341                         | *1,041         |

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

[1] "Nature of business not allocable" is not shown in this table because no partnership returns classified in this industrial group reported real estate rental income.

[2] Less than \$500.

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

# Partnership Returns, 2004

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

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

| Item   | All industries     | Agriculture, forestry, fishing, and hunting | Mining            | Utilities        | Construction      | Manufacturing     | Wholesale trade   |
|--|--------------------|---|-------------------|------------------|-------------------|-------------------|-------------------|
|  | (1)                | (2)   | (3)               | (4)              | (5)               | (6)               | (7)               |
| <b>PARTNERSHIPS WITH INCOME OR LOSS AVAILABLE FOR ALLOCATION</b>   |                    |   |                   |                  |                   |                   |                   |
| <b>Number of partnerships.....</b>                                 | <b>2,534,951</b>   | <b>119,148</b>                              | <b>25,992</b>     | <b>3,446</b>     | <b>153,211</b>    | <b>42,684</b>     | <b>42,424</b>     |
| <b>Number of partners.....</b>                                     | <b>15,438,554</b>  | <b>440,950</b>                              | <b>460,651</b>    | <b>64,393</b>    | <b>440,608</b>    | <b>224,610</b>    | <b>157,451</b>    |
| <b>Total income (loss).....</b>                                    | <b>809,629,008</b> | <b>5,241,353</b>                            | <b>32,781,900</b> | <b>2,652,917</b> | <b>23,053,475</b> | <b>41,798,492</b> | <b>11,579,570</b> |
| Ordinary business income (loss).....                               | 206,502,522        | -1,243,328                                  | 23,454,505        | 873,048          | 18,351,117        | 33,033,121        | 9,763,321         |
| Net rental real estate income (loss).....                          | 28,553,287         | 478,995                                     | 38,730            | 543              | -8,168            | 33,854            | 20,155            |
| Other net rental income (loss).....                                | 391,639            | 228,359                                     | -47,441           | *16,906          | 37,323            | 451,413           | -405              |
| Interest income.....   | 87,942,510         | 305,850                                     | 633,024           | 442,777          | 513,078           | 1,280,740         | 198,453           |
| Dividend income.....   | 49,289,305         | 89,242                                      | 160,350           | 14,400           | 125,554           | 1,799,550         | 13,831            |
| Royalties.....   | 12,059,130         | 167,941                                     | 3,005,404         | 569              | 26,043            | 1,062,840         | 23,873            |
| Net short-term capital gain (loss).....                            | 27,837,829         | 20,628                                      | 23,469            | 20,371           | 98,801            | 86,299            | 31,996            |
| Net long-term capital gain (loss).....                             | 178,452,737        | 1,260,834                                   | 620,021           | 77,691           | 1,901,163         | 1,001,498         | 620,579           |
| Guaranteed payments to partners.....                               | 37,897,319         | 911,767                                     | 198,813           | 40,196           | 1,968,957         | 1,078,363         | 848,619           |
| Net section 1231 gain (loss).....                                  | 97,095,323         | 2,847,541                                   | 3,042,837         | 201,199          | 182,206           | 1,532,035         | 50,538            |
| Other income (loss).....   | 83,607,406         | 173,523                                     | 1,652,187         | 965,217          | -142,599          | 438,779           | 8,610             |
| <b>Total deductions.....</b>                                       | <b>127,145,760</b> | <b>1,291,911</b>                            | <b>14,542,693</b> | <b>775,411</b>   | <b>1,022,339</b>  | <b>4,286,309</b>  | <b>595,596</b>    |
| Charitable contributions.....                                      | 4,331,366          | 156,678                                     | 20,138            | 5,589            | 196,969           | 339,414           | 193,957           |
| Section 179 deductions.....  | 4,620,369          | 874,359                                     | 78,984            | 3,945            | 431,616           | 208,428           | 174,162           |
| Deductions related to portfolio income.....                        | 27,178,726         | 34,293                                      | 321,877           | *5,087           | 25,230            | 352               | 363               |
| Interest expense on investment debts.....                          | 41,636,832         | 59,927                                      | 33,045            | 48,071           | 76,242            | 18,428            | *3,403            |
| Foreign taxes.....   | 8,939,286          | 2,047                                       | 3,170,644         | *2,026           | 23,509            | 1,859,505         | 83,652            |
| Qualified expenditures (section 59(e)).....                        | 11,346,197         | [2]   | 9,488,476         | 6,610            | 31                | 651,493           | 20,484            |
| Other deductions.....  | 29,092,984         | 164,607                                     | 1,429,529         | 704,083          | 268,742           | 1,208,689         | 119,575           |
| <b>Total income (loss) minus total deductions.....</b>             | <b>682,483,248</b> | <b>3,949,442</b>                            | <b>18,239,207</b> | <b>1,877,506</b> | <b>22,031,136</b> | <b>37,512,183</b> | <b>10,983,974</b> |
| <b>Income (loss) allocated to partners by type of partner [1]:</b> |                    |   |                   |                  |                   |                   |                   |
| <b>All partners.....</b>   | <b>673,639,511</b> | <b>3,921,177</b>                            | <b>18,184,076</b> | <b>1,901,941</b> | <b>20,753,640</b> | <b>37,080,010</b> | <b>10,944,826</b> |
| Corporate general partners.....                                    | 57,284,326         | 120,152                                     | -208,127          | -1,891           | 2,038,425         | 11,647,744        | 2,193,848         |
| Corporate limited partners.....                                    | 125,480,740        | 622,462                                     | 9,432,063         | 1,400,169        | 4,534,447         | 19,901,013        | 5,638,556         |
| Individual general partners.....                                   | 71,913,805         | 2,122,526                                   | 479,083           | *-1,498          | 2,256,354         | 502,653           | 484,049           |
| Individual limited partners.....                                   | 155,203,495        | 341,639                                     | 3,314,726         | 332,701          | 6,443,015         | 1,230,279         | 1,714,960         |
| Partnership general partners.....                                  | 44,093,701         | -5,263                                      | 1,030,106         | 242,764          | 651,686           | 856,292           | 28,625            |
| Partnership limited partners.....                                  | 118,795,767        | -8,624                                      | 3,412,532         | -279,160         | 4,307,577         | 2,188,576         | 720,090           |
| Tax-exempt organizations   |                    |   |                   |                  |                   |                   |                   |
| general partners.....  | 2,445,957          | *6,059                                      | *26,101           | 0                | 0                 | *4,041            | 284               |
| Tax-exempt organizations   |                    |   |                   |                  |                   |                   |                   |
| limited partners.....  | 31,172,836         | 313,521                                     | 271,539           | *20,444          | 18,817            | 50,944            | *-641             |
| Nominee and other general partners.....                            | 7,481,963          | -42,337                                     | -644,347          | *15,953          | 13,179            | 54,710            | 16,141            |
| Nominee and other limited partners.....                            | 59,766,922         | 451,041                                     | 1,070,399         | 172,460          | 490,138           | 643,758           | 148,915           |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Retail trade     | Transportation<br>and<br>warehousing | Information      | Finance and insurance |  |   |  |
|--|------------------|--------------------------------------|------------------|-----------------------|--|---|--|
|  |                  |                                      |                  | Total                 | Securities, commodity contracts, and other financial<br>investments and related activities |   |  |
|  |                  |                                      |                  |                       | Total  | Securities and<br>commodity<br>contracts and<br>exchanges | Other<br>financial<br>investment<br>activities |
| (8)  | (9)              | (10)                                 | (11)             | (12)                  | (13)   | (14)  |  |
| <b>PARTNERSHIPS WITH INCOME OR LOSS<br/>AVAILABLE FOR ALLOCATION</b>   |                  |                                      |                  |                       |  |   |  |
| <b>Number of partnerships.....</b>                                     | <b>134,375</b>   | <b>34,369</b>                        | <b>34,815</b>    | <b>268,008</b>        | <b>209,192</b>   | <b>8,716</b>  | <b>200,476</b>                                 |
| <b>Number of partners.....</b>   | <b>471,775</b>   | <b>855,505</b>                       | <b>248,156</b>   | <b>3,247,969</b>      | <b>2,843,338</b>   | <b>149,216</b>  | <b>2,694,122</b>                               |
| <b>Total income (loss).....</b>  | <b>3,956,645</b> | <b>5,835,594</b>                     | <b>7,725,050</b> | <b>379,440,349</b>    | <b>327,805,363</b>   | <b>15,567,020</b>   | <b>312,238,343</b>                             |
| Ordinary business income (loss).....                                   | 1,549,844        | 4,689,082                            | 1,639,397        | 32,741,227            | 24,012,146   | 4,625,745   | 19,386,401                                     |
| Net rental real estate income (loss).....                              | 98,021           | 58,845                               | 19,455           | -672,741              | -689,988   | 11,717  | -701,705                                       |
| Other net rental income (loss).....                                    | 69,156           | -229,325                             | -594,932         | -26,559               | -153,404   | -300  | -153,104                                       |
| Interest income.....   | 246,113          | 252,216                              | 1,535,776        | 65,325,977            | 51,949,339   | 2,345,306   | 49,604,033                                     |
| Dividend income.....   | 98,853           | 117,338                              | 1,470,347        | 36,738,509            | 30,715,692   | 1,059,686   | 29,656,006                                     |
| Royalties.....   | 73,188           | 678                                  | 2,079,364        | 1,852,383             | 1,653,070  | 256   | 1,652,814                                      |
| Net short-term capital gain (loss).....                                | 33,387           | 233                                  | -95,663          | 25,789,372            | 22,827,967   | 1,142,252   | 21,685,715                                     |
| Net long-term capital gain (loss).....                                 | 292,019          | -85,140                              | 624,099          | 132,108,380           | 115,152,846  | 1,313,109   | 113,839,736                                    |
| Guaranteed payments to partners.....                                   | 1,151,334        | 358,156                              | 426,305          | 8,688,602             | 7,465,657  | 1,514,210   | 5,951,447                                      |
| Net section 1231 gain (loss).....                                      | 244,360          | 480,371                              | -52,885          | 4,981,712             | 5,035,295  | 79,416  | 4,955,879                                      |
| Other income (loss).....   | 100,369          | 193,141                              | 673,788          | 71,913,487            | 69,836,743   | 3,475,623   | 66,361,120                                     |
| <b>Total deductions.....</b>   | <b>519,977</b>   | <b>1,240,783</b>                     | <b>3,216,166</b> | <b>74,129,169</b>     | <b>65,551,235</b>  | <b>2,532,364</b>  | <b>63,018,871</b>                              |
| Charitable contributions.....  | 91,676           | 17,959                               | 53,182           | 755,265               | 646,140  | 115,103   | 531,036  |
| Section 179 deductions.....  | 245,183          | 122,731                              | 50,014           | 197,655               | 130,086  | 20,073  | 110,014  |
| Deductions related to portfolio income.....                            | 715              | *12,526                              | 5,340            | 24,343,019            | 20,503,851   | 733,008   | 19,770,843                                     |
| Interest expense on investment debts.....                              | 2,760            | 63,580                               | 36,270           | 36,606,067            | 33,277,523   | 1,164,456   | 32,113,067                                     |
| Foreign taxes.....   | 6,713            | 3,381                                | 320,796          | 2,276,033             | 1,878,987  | 266,221   | 1,612,766                                      |
| Qualified expenditures (section 59(e)).....                            | 0                | 32,501                               | 76,278           | 439,410               | 390,698  | 10,115  | 380,583  |
| Other deductions.....  | 172,930          | 988,105                              | 2,674,286        | 9,511,718             | 8,723,950  | 223,387   | 8,500,563                                      |
| <b>Total income (loss) minus<br/>total deductions.....</b>             | <b>3,436,668</b> | <b>4,594,811</b>                     | <b>4,508,884</b> | <b>305,311,181</b>    | <b>262,254,128</b>   | <b>13,034,656</b>   | <b>249,219,472</b>                             |
| <b>Income (loss) allocated to<br/>partners by type of partner [1]:</b> |                  |                                      |                  |                       |  |   |  |
| <b>All partners.....</b>   | <b>3,418,397</b> | <b>4,521,082</b>                     | <b>4,947,253</b> | <b>299,443,451</b>    | <b>258,250,469</b>   | <b>12,983,035</b>   | <b>245,267,434</b>                             |
| Corporate general partners.....  | 239,760          | 2,277,654                            | 3,057,935        | 21,245,573            | 15,331,197   | 2,210,071   | 13,121,126                                     |
| Corporate limited partners.....  | 179,001          | 627,707                              | 1,393,842        | 56,185,743            | 48,736,021   | 836,371   | 47,899,649                                     |
| Individual general partners.....                                       | 821,688          | 424,072                              | 275,293          | 6,472,661             | 5,153,604  | 444,290   | 4,709,314                                      |
| Individual limited partners.....                                       | 862,228          | -646,326                             | 379,082          | 53,851,347            | 47,173,330   | 3,826,982   | 43,346,347                                     |
| Partnership general partners.....                                      | 68,279           | 1,124,339                            | 2,364,146        | 25,516,860            | 24,073,487   | 1,655,538   | 22,417,949                                     |
| Partnership limited partners.....                                      | 946,445          | 748,395                              | -2,338,919       | 69,983,133            | 63,650,285   | 1,991,441   | 61,658,844                                     |
| Tax-exempt organizations   |                  |                                      |                  |                       |  |   |  |
| general partners.....  | *1,060           | 0                                    | 0                | 2,162,349             | 1,616,097  | *28,485   | 1,587,612                                      |
| Tax-exempt organizations   |                  |                                      |                  |                       |  |   |  |
| limited partners.....  | *26,556          | -56,881                              | -2,721           | 22,535,857            | 18,228,570   | 50,558  | 18,178,012                                     |
| Nominee and other general partners.....                                | 12,218           | *16,096                              | -201,059         | 3,055,294             | 2,076,454  | 111,087   | 1,965,367                                      |
| Nominee and other limited partners.....                                | 261,161          | 6,025                                | 19,655           | 38,434,633            | 32,211,425   | 1,828,212   | 30,383,213                                     |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Finance and insurance--Continued                        |                                      | Real estate and rental and leasing |                    |   |  |  |
|--|---|--------------------------------------|------------------------------------|--------------------|---|--|--|
|  | Funds,<br>trusts, and<br>other<br>financial<br>vehicles | Other<br>finance<br>and<br>insurance | Total                              | Real estate        |   |  |  |
|  |   |                                      |                                    | Total              | Lessors of<br>residential<br>buildings<br>and dwellings | Lessors of<br>nonresidential<br>buildings (except<br>miniwarehouses) | Lessors of<br>miniwarehouses<br>and self-<br>storage units |
| (15)   | (16)  | (17)                                 | (18)                               | (19)               | (20)  | (21)   |  |
| <b>PARTNERSHIPS WITH INCOME OR LOSS AVAILABLE FOR ALLOCATION</b>   |   |                                      |                                    |                    |   |  |  |
| <b>Number of partnerships.....</b>                                 | <b>37,251</b>   | <b>21,565</b>                        | <b>1,176,903</b>                   | <b>1,144,478</b>   | <b>370,872</b>  | <b>415,147</b>   | <b>16,435</b>  |
| <b>Number of partners.....</b>                                     | <b>316,508</b>  | <b>88,123</b>                        | <b>6,634,533</b>                   | <b>6,450,125</b>   | <b>2,142,993</b>  | <b>2,264,533</b>   | <b>70,641</b>  |
| <b>Total income (loss).....</b>                                    | <b>40,883,196</b>                                       | <b>10,751,791</b>                    | <b>168,695,978</b>                 | <b>169,912,228</b> | <b>26,154,148</b>                                       | <b>72,628,418</b>  | <b>1,925,940</b>   |
| Ordinary business income (loss).....                               | 2,136,581   | 6,592,500                            | 9,254,188                          | 12,986,493         | 647,493   | 421,600  | -115,635   |
| Net rental real estate income (loss).....                          | -15,146   | 32,393                               | 27,711,599                         | 27,544,638         | -3,711,920  | 30,464,240   | 937,127  |
| Other net rental income (loss).....                                | 93,916  | 32,929                               | 309,781                            | 588,702            | -16,951   | 526,346  | *5,314   |
| Interest income.....   | 11,683,700  | 1,692,938                            | 11,374,678                         | 10,559,679         | 1,780,439   | 3,206,649  | 35,556   |
| Dividend income.....   | 5,970,075   | 52,742                               | 3,579,975                          | 3,532,890          | 576,351   | 559,018  | *35,073  |
| Royalties.....   | 168,815   | *30,499                              | 2,130,200                          | 685,390            | *2,5554   | 91,434   | *68  |
| Net short-term capital gain (loss).....                            | 2,805,505   | 155,900                              | 1,346,400                          | 1,337,914          | 88,491  | 267,174  | -400   |
| Net long-term capital gain (loss).....                             | 15,826,870  | 1,128,665                            | 27,541,540                         | 27,252,630         | 2,990,848   | 4,096,064  | 125,725  |
| Guaranteed payments to partners.....                               | 544,035   | 678,910                              | 3,094,502                          | 2,891,676          | 489,875   | 882,320  | 43,039   |
| Net section 1231 gain (loss).....                                  | -241,978  | 188,396                              | 78,198,233                         | 78,444,127         | 22,671,842  | 30,771,785   | 849,955  |
| Other income (loss).....   | 1,910,824   | 165,919                              | 4,154,882                          | 4,088,089          | 612,127   | 1,341,787  | *10,117  |
| <b>Total deductions.....</b>                                       | <b>7,794,666</b>  | <b>783,268</b>                       | <b>13,659,426</b>                  | <b>13,195,121</b>  | <b>3,158,403</b>  | <b>3,353,011</b>   | <b>105,098</b>   |
| Charitable contributions.....                                      | 87,114  | 22,011                               | 1,325,705                          | 1,310,904          | 298,202   | 188,056  | 34,757   |
| Section 179 deductions.....  | 12,805  | 54,764                               | 579,574                            | 378,708            | 40,923  | 118,877  | *2,206   |
| Deductions related to portfolio income.....                        | 3,652,732   | 186,437                              | 1,345,992                          | 1,307,962          | 83,858  | 133,565  | *512   |
| Interest expense on investment debts.....                          | 3,011,968   | 316,577                              | 3,737,867                          | 3,662,879          | 795,182   | 557,425  | *23  |
| Foreign taxes.....   | 257,727   | 139,319                              | 577,387                            | 519,943            | 3,765   | 40,939   | 447  |
| Qualified expenditures (section 59(e)).....                        | 48,712  | 0                                    | 11,845                             | 11,845             | *381  | *271   | 0  |
| Other deductions.....  | 723,607   | 64,161                               | 6,081,055                          | 6,002,880          | 1,936,091   | 2,313,878  | 67,153   |
| <b>Total income (loss) minus total deductions.....</b>             | <b>33,088,531</b>                                       | <b>9,968,522</b>                     | <b>155,036,552</b>                 | <b>156,717,107</b> | <b>22,995,745</b>                                       | <b>69,275,407</b>  | <b>1,820,841</b>   |
| <b>Income (loss) allocated to partners by type of partner [1]:</b> |   |                                      |                                    |                    |   |  |  |
| <b>All partners.....</b>   | <b>31,814,723</b>                                       | <b>9,378,259</b>                     | <b>154,378,547</b>                 | <b>155,883,019</b> | <b>22,968,937</b>                                       | <b>68,639,159</b>  | <b>1,826,399</b>   |
| Corporate general partners.....                                    | 5,291,705   | 622,671                              | 5,655,412                          | 7,910,522          | 1,206,000   | 5,427,024  | 113,587  |
| Corporate limited partners.....                                    | 3,639,332   | 3,810,391                            | 11,001,879                         | 10,271,601         | -1,652,290  | 3,923,562  | 348,171  |
| Individual general partners.....                                   | 723,336   | 595,721                              | 20,084,222                         | 19,697,011         | 5,160,556   | 9,796,732  | 504,445  |
| Individual limited partners.....                                   | 4,644,871   | 2,033,146                            | 48,230,423                         | 47,882,059         | 10,279,092  | 19,451,352   | 121,096  |
| Partnership general partners.....                                  | 1,411,805   | 31,568                               | 8,507,176                          | 8,876,295          | 1,613,857   | 4,277,505  | 77,971   |
| Partnership limited partners.....                                  | 4,655,960   | 1,676,888                            | 34,201,583                         | 34,740,437         | 1,310,729   | 15,894,333   | 487,813  |
| Tax-exempt organizations   |   |                                      |                                    |                    |   |  |  |
| general partners.....  | 546,015   | 236                                  | -8,311                             | -8,311             | -15,444   | *78,006  | 0  |
| Tax-exempt organizations   |   |                                      |                                    |                    |   |  |  |
| limited partners.....  | 4,208,499   | 98,788                               | 6,696,858                          | 6,682,007          | 210,926   | 2,480,743  | *21,203  |
| Nominee and other general partners.....                            | 942,780   | *36,060                              | 4,859,166                          | 4,843,136          | 558,296   | 2,904,799  | *-210  |
| Nominee and other limited partners.....                            | 5,750,419   | 472,789                              | 15,150,140                         | 14,988,263         | 4,297,216   | 4,405,103  | 152,324  |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Real estate and rental and leasing--Continued |                              |   | Professional, scientific, and technical services | Management of companies (holding companies) | Administrative and support and waste management and remediation services | Educational services |
|--|---|------------------------------|---|--|---|--|----------------------|
|  | Real estate--Continued                        |                              | Rental and leasing services and lessors of nonfinancial intangible assets |  |   |  |                      |
|  | Lessors of other real estate property         | Other real estate activities |   |  |   |  |                      |
|  | (22)  | (23)                         | (24)  | (25)   | (26)  | (27)   | (28)                 |
| <b>PARTNERSHIPS WITH INCOME OR LOSS AVAILABLE FOR ALLOCATION</b>   |   |                              |   |  |   |  |                      |
| <b>Number of partnerships.....</b>                                 | <b>74,360</b>                                 | <b>267,662</b>               | <b>32,425</b>   | <b>162,854</b>                                   | <b>24,173</b>                               | <b>52,036</b>  | <b>8,316</b>         |
| <b>Number of partners.....</b>                                     | <b>504,694</b>                                | <b>1,467,264</b>             | <b>184,408</b>  | <b>659,185</b>                                   | <b>274,519</b>                              | <b>152,830</b>   | <b>22,861</b>        |
| <b>Total income (loss).....</b>                                    | <b>9,590,410</b>                              | <b>59,613,312</b>            | <b>-1,216,250</b>   | <b>70,307,215</b>                                | <b>21,972,749</b>                           | <b>5,084,928</b>   | <b>285,304</b>       |
| trade or business.....   | -172,112                                      | 12,205,147                   | -3,732,305  | 54,158,671                                       | 266,756                                     | 3,157,897  | 148,050              |
| Real estate rental income (loss).....                              | 2,703,465                                     | -2,848,274                   | 166,961   | -97,537  | 499,459                                     | 124,290  | *1,322               |
| Other rental income (loss).....                                    | 49,374  | 24,619                       | -278,920  | 21,014   | 78,758                                      | *2,172   | *988                 |
| Portfolio interest income.....                                     | 472,826                                       | 5,064,209                    | 814,999   | 596,867  | 4,212,022                                   | 150,484  | 5,179                |
| Portfolio dividend income.....                                     | 165,463                                       | 2,196,986                    | 47,084  | 273,197  | 4,577,320                                   | 96,656   | *417                 |
| Portfolio royalty income.....                                      | 426,455                                       | 141,879                      | 1,444,810   | 1,062,928  | 218,420                                     | *291,005   | *49                  |
| Net short-term capital gain (loss).....                            | 18,923  | 963,726                      | 8,487   | 28,745   | 435,996                                     | 566  | *39                  |
| Net long-term capital gain (loss).....                             | 2,084,043                                     | 17,955,949                   | 288,910   | 1,807,015  | 7,898,418                                   | 121,778  | *72,396              |
| Other portfolio income (loss).....                                 | 68,985  | 1,407,456                    | 202,826   | 11,673,345                                       | 275,149                                     | 486,097  | 46,726               |
| Guaranteed payments to partners.....                               | 3,564,692                                     | 20,585,853                   | -245,894  | 62,575   | 1,032,682                                   | 532,988  | -16,232              |
| Other income.....  | 208,296                                       | 1,915,763                    | 66,793  | 720,396  | 2,477,770                                   | 120,993  | *26,370              |
| <b>Total deductions.....</b>                                       | <b>628,222</b>                                | <b>5,950,387</b>             | <b>464,305</b>  | <b>4,554,164</b>                                 | <b>3,933,468</b>                            | <b>411,020</b>   | <b>21,762</b>        |
| Charitable contributions.....                                      | 202,896                                       | 586,992                      | 14,802  | 361,337  | 141,933                                     | 27,628   | 1,893                |
| property (section 179).....  | 13,331  | 203,372                      | 200,866   | 704,276  | 28,275                                      | 175,329  | 9,377                |
| Deductions related to portfolio income.....                        | 76,534  | 1,013,493                    | *38,030   | 104,097  | 960,637                                     | *4,805   | 0                    |
| Interest expense on investment debts.....                          | 129,827                                       | 2,180,423                    | *74,988   | 59,724   | 770,028                                     | *44,359  | 0                    |
| Foreign taxes.....   | 616   | 474,176                      | 57,444  | 177,216  | 343,233                                     | 1,919  | 0                    |
| Qualified expenditures (section 59(e)).....                        | 0   | *11,192                      | 0   | 99,048   | 517,264                                     | *8   | 0                    |
| Other deductions.....  | 205,019                                       | 1,480,739                    | 78,175  | 3,048,467  | 1,172,099                                   | 156,972  | 10,493               |
| <b>Total income (loss) minus total deductions.....</b>             | <b>8,962,188</b>                              | <b>53,662,925</b>            | <b>-1,680,555</b>   | <b>65,753,051</b>                                | <b>18,039,281</b>                           | <b>4,673,908</b>   | <b>263,542</b>       |
| <b>Income (loss) allocated to partners by type of partner [1]:</b> |   |                              |   |  |   |  |                      |
| <b>All partners.....</b>   | <b>8,986,206</b>                              | <b>53,462,317</b>            | <b>-1,504,472</b>   | <b>65,441,274</b>                                | <b>17,979,086</b>                           | <b>4,535,405</b>   | <b>263,106</b>       |
| Corporate general partners.....                                    | 387,054                                       | 776,856                      | -2,255,110  | 2,708,484  | 1,298,379                                   | 215,748  | *-35,992             |
| Corporate limited partners.....                                    | 274,117                                       | 7,378,041                    | 730,278   | 3,544,291  | 5,032,396                                   | 1,715,080  | -26,750              |
| Individual general partners.....                                   | 1,356,690                                     | 2,878,589                    | 387,211   | 31,741,063                                       | 262,170                                     | 800,582  | 47,811               |
| Individual limited partners.....                                   | 1,684,814                                     | 16,345,705                   | 348,364   | 24,081,645                                       | 4,575,880                                   | 1,208,987  | 321,414              |
| Partnership general partners.....                                  | 315,476                                       | 2,591,486                    | -369,119  | 1,865,192  | 898,507                                     | 193,220  | *-174                |
| Partnership limited partners.....                                  | 3,445,361                                     | 13,602,200                   | -538,854  | 694,650  | 2,731,835                                   | 305,851  | -53,861              |
| Tax-exempt organizations   |   |                              |   |  |   |  |                      |
| general partners.....  | *-4   | *-70,869                     | 0   | 0  | *1,694                                      | 0  | *2,310               |
| Tax-exempt organizations   |   |                              |   |  |   |  |                      |
| limited partners.....  | 51,882  | 3,917,253                    | *14,852   | 250,109  | 510,280                                     | *5,981   | 0                    |
| Nominee and other general partners.....                            | 183,580                                       | 1,196,671                    | *16,030   | 116,603  | 218,399                                     | *-1,350  | 0                    |
| Nominee and other limited partners.....                            | 1,287,235                                     | 4,846,385                    | 161,877   | 439,237  | 2,449,545                                   | 91,305   | *8,347               |

Footnotes at end of table.

# Partnership Returns, 2004

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

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

| Item   | Health care and social assistance | Arts, entertainment, and recreation | Accommodation and food services | Other services   | Nature of business not allocable |
|--|-----------------------------------|-------------------------------------|---------------------------------|------------------|----------------------------------|
|  | (29)                              | (30)                                | (31)                            | (32)             | (33)                             |
| <b>PARTNERSHIPS WITH INCOME OR LOSS AVAILABLE FOR ALLOCATION</b>       |                                   |                                     |                                 |                  |                                  |
| <b>Number of partnerships</b> .....                                    | <b>56,006</b>                     | <b>45,123</b>                       | <b>90,612</b>                   | <b>57,951</b>    | <b>2,506</b>                     |
| <b>Number of partners</b> .....  | <b>271,323</b>                    | <b>256,518</b>                      | <b>390,581</b>                  | <b>157,448</b>   | <b>6,688</b>                     |
| <b>Total income (loss)</b> .....                                       | <b>22,933,607</b>                 | <b>-335,753</b>                     | <b>4,913,258</b>                | <b>1,712,030</b> | <b>*-5,653</b>                   |
| Net income (loss) from trade or business.....                          | 15,685,257                        | -1,449,951                          | -104,085                        | 541,206          | -6,801                           |
| Real estate rental income (loss).....                                  | -3,513                            | 35,420                              | 183,983                         | 30,575           | 0                                |
| Other rental income (loss).....  | 42,034                            | 619                                 | *32,372                         | *-595            | 0                                |
| Portfolio interest income.....   | 246,338                           | 138,074                             | 390,156                         | 94,512           | *196                             |
| Portfolio dividend income.....   | 31,761                            | 12,597                              | 43,209                          | 46,202           | 0                                |
| Portfolio royalty income.....  | *1                                | 32,270                              | *31,976                         | 0                | 0                                |
| Net short-term capital gain (loss).....                                | -438                              | 13,872                              | 2,863                           | *892             | 0                                |
| Net long-term capital gain (loss).....                                 | 532,207                           | 320,105                             | 1,439,648                       | 298,486          | 0                                |
| Guaranteed payments to partners.....                                   | 5,241,856                         | 321,775                             | 545,675                         | 541,082          | 0                                |
| Net gain (loss), business property or transactions (section 1231)..... | 1,198,241                         | 181,471                             | 2,244,192                       | 151,259          | 0                                |
| Other income.....  | -40,137                           | 57,995                              | 103,271                         | *8,411           | *953                             |
| <b>Total deductions</b> .....  | <b>1,166,914</b>                  | <b>781,534</b>                      | <b>729,483</b>                  | <b>267,635</b>   | <b>0</b>                         |
| Charitable contributions.....  | 64,219                            | 424,150                             | 138,605                         | 15,069           | 0                                |
| Expensed cost of certain depreciable property (section 179).....       | 366,240                           | 60,062                              | 179,858                         | 130,301          | 0                                |
| Deductions related to portfolio income.....                            | 1,939                             | 2,481                               | *8,371                          | *1,601           | 0                                |
| Interest expense on investment debts.....                              | 4,439                             | 19,175                              | 19,126                          | *34,322          | 0                                |
| Foreign taxes.....   | *5                                | 71,825                              | 19,366                          | 28               | 0                                |
| Qualified expenditures (section 59(e)).....                            | 0                                 | *1                                  | 0                               | *2,749           | 0                                |
| Other deductions.....  | 730,072                           | 203,841                             | 364,157                         | 83,565           | 0                                |
| <b>Total income (loss) minus total deductions</b> .....                | <b>21,766,692</b>                 | <b>-1,117,287</b>                   | <b>4,183,775</b>                | <b>1,444,395</b> | <b>*-5,653</b>                   |
| <b>Income (loss) allocated to partners by type of partner [1]:</b>     |                                   |                                     |                                 |                  |                                  |
| <b>All partners</b> .....  | <b>21,640,901</b>                 | <b>-1,192,375</b>                   | <b>4,132,528</b>                | <b>1,348,289</b> | <b>*-3,102</b>                   |
| Corporate general partners.....  | 2,599,589                         | 768,540                             | 1,541,234                       | -84,577          | *6,438                           |
| Corporate limited partners.....  | 3,730,894                         | -73,288                             | 519,839                         | 121,395          | 0                                |
| Individual general partners.....                                       | 3,818,154                         | 181,782                             | 616,753                         | 541,513          | *-17,128                         |
| Individual limited partners.....                                       | 8,980,153                         | -1,159,022                          | 476,272                         | 668,828          | *-4,737                          |
| Partnership general partners.....                                      | 264,422                           | 292,405                             | 202,407                         | -9,594           | *2,304                           |
| Partnership limited partners.....                                      | 1,428,292                         | -872,810                            | 537,524                         | 132,634          | *10,022                          |
| Tax-exempt organizations general partners.....                         | 223,683                           | *20,757                             | 0                               | *5,930           | 0                                |
| Tax-exempt organizations limited partners.....                         | 527,586                           | *-8,684                             | 7,305                           | *5,965           | 0                                |
| Nominee and other general partners.....                                | 20,550                            | *-28,478                            | 13,387                          | *-12,164         | 0                                |
| Nominee and other limited partners.....                                | 47,577                            | -313,577                            | 217,806                         | -21,642          | 0                                |

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

[1] Total income (loss) minus total deductions does not equal income (loss) allocated to partners by type of partner because not all partnerships report their allocations.

[2] Less than \$500.

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

# Partnership Returns, 2004

**Table 6.--Limited Liability Companies: Selected Items for Selected Industrial Groups**

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

| Item                                      | All industries     | Agriculture, forestry, fishing, and hunting | Mining           | Utilities      | Construction      | Manufacturing     | Wholesale trade  |
|---|--------------------|---|------------------|----------------|-------------------|-------------------|------------------|
|   | (1)                | (2)   | (3)              | (4)            | (5)               | (6)               | (7)              |
| <b>Number of LLCs</b> .....               | <b>1,270,236</b>   | <b>30,925</b>                               | <b>9,624</b>     | <b>1,879</b>   | <b>85,165</b>     | <b>26,033</b>     | <b>26,437</b>    |
| Number of partners.....                   | 4,949,808          | 102,550                                     | 78,296           | 13,165         | 226,051           | 118,091           | 83,953           |
| Total assets.....                         | 4,251,533,788      | 38,920,118                                  | 47,907,967       | 66,664,724     | 123,429,769       | 196,457,472       | 52,019,671       |
| Total income.....                         | 595,621,874        | 3,306,267                                   | 14,110,956       | 11,389,942     | 30,365,639        | 73,055,771        | 28,610,683       |
| Total deductions.....                     | 536,847,193        | 4,893,488                                   | 7,806,693        | 10,887,187     | 19,292,006        | 60,396,968        | 23,635,453       |
| Ordinary business income (loss).....      | 58,774,681         | -1,587,221                                  | 6,304,262        | 502,755        | 11,073,634        | 12,658,803        | 4,975,231        |
| Portfolio income (loss) distributed       |                    |   |                  |                |                   |                   |                  |
| directly to partners.....                 | 92,414,103         | 627,568                                     | 744,818          | 270,524        | 1,909,148         | 2,095,768         | 710,334          |
| Interest income.....                      | 22,767,135         | 161,059                                     | 229,319          | 143,382        | 259,822           | 456,425           | 106,374          |
| Dividend income.....                      | 14,688,677         | 10,347                                      | 54,065           | *14,217        | 111,580           | 468,316           | 8,536            |
| Royalties.....                            | 3,135,976          | 54,966                                      | 416,547          | 569            | *24,431           | 599,319           | 17,370           |
| Net short-term capital gain (loss).....   | 5,508,997          | 11,718                                      | *10,301          | *16,816        | 78,168            | 17,860            | 2,862            |
| Net long-term capital gain (loss).....    | 46,313,318         | 389,478                                     | 34,586           | *95,539        | 1,435,148         | 553,848           | 575,191          |
| Net rental real estate income (loss)..... | 4,370,581          | 15,628                                      | 1,958            | 0              | -138,831          | 9,906             | 14,061           |
| Other net rental income (loss).....       | 521,190            | 29,165                                      | 8,064            | *16,642        | 38,148            | 240,022           | -16,545          |
| <b>Total net income (loss) [1]</b> .....  | <b>104,258,240</b> | <b>-1,316,055</b>                           | <b>7,014,216</b> | <b>677,565</b> | <b>11,368,783</b> | <b>14,432,790</b> | <b>5,105,027</b> |

| Item                                      | Retail trade   | Transportation and warehousing | Information       | Total             | Finance and insurance<br>Securities, commodity contracts, and other financial investments and related activities |  |                                       |
|---|----------------|--------------------------------|-------------------|-------------------|--|--|---------------------------------------|
|   |                |                                |                   |                   | Total  | Securities and commodity contracts and exchanges | Other financial investment activities |
|   | (8)            | (9)                            | (10)              | (11)              | (12)   | (13)   | (14)                                  |
| <b>Number of LLCs</b> .....               | <b>62,229</b>  | <b>21,733</b>                  | <b>20,737</b>     | <b>88,283</b>     | <b>61,365</b>  | <b>3,953</b>                                     | <b>57,412</b>                         |
| Number of partners.....                   | 169,742        | 52,844                         | 106,327           | 647,517           | 520,893  | 23,515   | 497,378                               |
| Total assets.....                         | 49,362,286     | 31,663,405                     | 248,662,775       | 1,803,078,685     | 1,460,145,200  | 597,388,320                                      | 862,756,880                           |
| Total income.....                         | 32,178,679     | 18,006,956                     | 47,922,958        | 84,763,173        | 58,084,140   | 26,691,531                                       | 31,392,609                            |
| Total deductions.....                     | 31,989,815     | 17,818,497                     | 57,648,541        | 69,331,631        | 48,655,879   | 24,970,938                                       | 23,684,940                            |
| Ordinary business income (loss).....      | 188,864        | 188,460                        | -9,725,583        | 15,431,542        | 9,428,261  | 1,720,592  | 7,707,669                             |
| Portfolio income (loss) distributed       |                |                                |                   |                   |  |  |                                       |
| directly to partners.....                 | 157,712        | 11,478                         | 1,636,483         | 53,946,502        | 45,011,375   | 1,483,706  | 43,527,669                            |
| Interest income.....                      | 57,091         | 81,124                         | 510,366           | 14,170,257        | 10,835,222   | 307,226  | 10,527,996                            |
| Dividend income.....                      | 4,469          | 24,540                         | 48,161            | 9,355,814         | 8,421,203  | 195,599  | 8,225,603                             |
| Royalties.....                            | *4,416         | 0                              | 668,579           | 262,237           | 233,065  | *221   | 232,844                               |
| Net short-term capital gain (loss).....   | 23,544         | *756                           | -112,415          | 4,680,132         | 4,013,047  | 484,223  | 3,528,824                             |
| Net long-term capital gain (loss).....    | 68,191         | -94,942                        | 521,792           | 25,478,062        | 21,508,839   | 496,437  | 21,012,402                            |
| Net rental real estate income (loss)..... | 63,593         | 25,821                         | 5,549             | -607,395          | -574,321   | -7,935   | -566,386                              |
| Other net rental income (loss).....       | 15,698         | -244,085                       | -195,152          | -50,705           | -44,279  | *-186  | -44,093                               |
| <b>Total net income (loss) [1]</b> .....  | <b>334,131</b> | <b>75,859</b>                  | <b>-8,688,081</b> | <b>38,561,750</b> | <b>28,299,151</b>  | <b>2,215,518</b>                                 | <b>26,083,633</b>                     |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 6.--Limited Liability Companies: Selected Items for Selected Industrial Groups--Continued**

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

| Item                                      | Finances and insurance--Continued             |                              | Real estate and rental and leasing            |  |  |  |  |
|---|---|------------------------------|---|--|--|--|--|
|   | Funds, trusts, and other financial vehicles   | Other finance and insurance  | Total   | Real estate                                      |  |  |  |
|   |   |                              |   | Total  | Lessors of residential buildings and dwellings | Lessors of nonresidential buildings (except miniwarehouses)              | Lessors of miniwarehouses and self-storage units |
| (15)                                      | (16)  | (17)                         | (18)  | (19)   | (20)   | (21)   |  |
| <b>Number of LLCs</b> .....               | <b>13,862</b>                                 | <b>13,057</b>                | <b>620,996</b>                                | <b>601,586</b>                                   | <b>182,844</b>                                 | <b>224,053</b>   | <b>7,452</b>                                     |
| Number of partners.....                   | 80,756  | 45,869                       | 2,244,372                                     | 2,187,026  | 589,840  | 853,105  | 29,051   |
| Total assets.....                         | 208,553,181                                   | 134,380,303                  | 1,211,308,704                                 | 1,174,562,863                                    | 273,085,678                                    | 517,281,131  | 13,762,989                                       |
| Total income.....                         | 3,827,207                                     | 22,851,826                   | 38,558,131                                    | 34,228,729                                       | 1,425,771                                      | 3,845,228  | 291,437  |
| Total deductions.....                     | 3,197,888                                     | 17,477,865                   | 31,612,831                                    | 26,569,760                                       | 1,152,833                                      | 3,022,321  | 394,513  |
| Ordinary business income (loss).....      | 629,319                                       | 5,373,961                    | 6,945,300                                     | 7,658,969  | 272,937  | 822,907  | -103,075   |
| Portfolio income (loss) distributed       |   |                              |   |  |  |  |  |
| directly to partners.....                 | 7,041,748                                     | 1,893,379                    | 17,598,703                                    | 16,777,680                                       | 1,590,851                                      | 2,741,830  | 16,699   |
| Interest income.....                      | 2,264,016                                     | 1,071,019                    | 3,856,911                                     | 3,637,912  | 603,410  | 1,141,520  | 9,050  |
| Dividend income.....                      | 905,582                                       | 29,030                       | 963,924                                       | 928,112  | 47,535   | 127,055  | *339   |
| Royalties.....                            | 482   | *28,690                      | 570,600                                       | 222,870  | 0  | *69,509  | 0  |
| Net short-term capital gain (loss).....   | 514,433                                       | 152,651                      | 569,653                                       | 569,360  | -1,064   | 105,262  | -400   |
| Net long-term capital gain (loss).....    | 3,357,234                                     | 611,989                      | 11,637,615                                    | 11,419,425                                       | 940,970  | 1,298,484  | *7,710   |
| Net rental real estate income (loss)..... | -21,340                                       | -11,735                      | 4,618,590                                     | 4,575,005  | -2,757,204                                     | 8,381,164  | 164,502  |
| Other net rental income (loss).....       | -5,095  | *-1,331                      | 476,519                                       | -8,945   | *-20,065                                       | 18,772   | *8,283   |
| Total net income (loss) [1].....          | 3,772,964                                     | 6,489,634                    | 17,431,844                                    | 17,013,924                                       | -1,853,387                                     | 10,560,928   | 79,100   |
|   | Real estate and rental and leasing--Continued |                              |   |  |  |  |  |
|   | Real estate--Continued                        |                              | Rental and leasing services                   | Professional, scientific, and technical services | Management of companies (holding companies)    | Administrative and support and waste management and remediation services | Educational services                             |
|   | Lessors of other real estate property         | Other real estate activities | and lessors of nonfinancial intangible assets |  |  |  |  |
|   | (22)  | (23)                         | (24)  | (25)   | (26)   | (27)   | (28)   |
| <b>Number of LLCs</b> .....               | <b>32,036</b>                                 | <b>155,201</b>               | <b>19,411</b>                                 | <b>96,766</b>                                    | <b>14,399</b>                                  | <b>26,207</b>  | <b>6,158</b>                                     |
| Number of partners.....                   | 122,272                                       | 592,759                      | 57,346  | 372,022  | 86,547   | 91,373   | 17,498   |
| Total assets.....                         | 64,433,643                                    | 305,999,422                  | 36,745,841                                    | 45,366,641                                       | 153,719,767                                    | 16,410,210   | 2,092,203  |
| Total income.....                         | 1,117,636                                     | 27,548,657                   | 4,329,402                                     | 57,617,669                                       | 5,770,529                                      | 22,284,613   | 1,550,722  |
| Total deductions.....                     | 1,442,653                                     | 20,557,440                   | 5,043,072                                     | 49,458,548                                       | 6,738,126                                      | 20,786,740   | 1,534,085  |
| Ordinary business income (loss).....      | -325,017                                      | 6,991,217                    | -713,669                                      | 8,159,121  | -967,597                                       | 1,497,872  | 16,637   |
| Portfolio income (loss) distributed       |   |                              |   |  |  |  |  |
| directly to partners.....                 | 1,637,129                                     | 10,791,171                   | 821,023                                       | 1,978,666  | 8,627,590                                      | 485,610  | 46,308   |
| Interest income.....                      | 162,760                                       | 1,721,171                    | 218,999                                       | 298,720  | 1,923,887                                      | 76,933   | 1,705  |
| Dividend income.....                      | 14,291  | 738,893                      | *35,812                                       | 188,224  | 3,368,007                                      | 25,590   | *28  |
| Royalties.....                            | *108,661                                      | *44,701                      | *347,730                                      | 183,358  | 27,157   | *285,681   | *49  |
| Net short-term capital gain (loss).....   | 17,058  | 448,504                      | *293  | 14,012   | 198,161  | *-189  | *39  |
| Net long-term capital gain (loss).....    | 1,334,359                                     | 7,837,902                    | 218,189                                       | 1,294,352  | 3,110,379                                      | 97,593   | *44,486  |
| Net rental real estate income (loss)..... | 636,741                                       | -1,850,199                   | 43,584  | -73,039  | 267,889  | -6,904   | *1,518   |
| Other net rental income (loss).....       | -7,323  | -8,612                       | 485,464                                       | 17,286   | 156,729  | *-847  | *408   |
| Total net income (loss) [1].....          | 590,113                                       | 7,637,171                    | 417,919                                       | 8,773,669  | 4,776,073                                      | 1,878,326  | 20,345   |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 6.--Limited Liability Companies: Selected Items for Selected Industrial Groups--Continued**

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

| Item  | Health care and social assistance | Arts, entertainment, and recreation | Accommodation and food services | Other services | Nature of business not allocable |
|---|-----------------------------------|-------------------------------------|---------------------------------|----------------|----------------------------------|
|   | (29)                              | (30)                                | (31)                            | (32)           | (33)                             |
| <b>Number of LLCs</b> .....                                   | <b>32,052</b>                     | <b>26,585</b>                       | <b>47,386</b>                   | <b>25,641</b>  | <b>*997</b>                      |
| Number of partners.....                                       | 151,144                           | 123,785                             | 189,653                         | 72,853         | *2,023                           |
| Total assets.....   | 36,533,293                        | 29,378,041                          | 89,787,023                      | 8,426,012      | *345,022                         |
| Total income.....   | 59,445,977                        | 13,987,076                          | 46,106,582                      | 6,589,990      | *-437                            |
| Total deductions.....   | 52,577,303                        | 15,833,114                          | 48,031,482                      | 6,565,735      | *8,951                           |
| Ordinary business income (loss).....                          | 6,868,674                         | -1,846,038                          | -1,924,901                      | 24,256         | *-9,389                          |
| Portfolio income (loss) distributed directly to partners..... | 385,937                           | 150,566                             | 951,693                         | 78,499         | *196                             |
| Interest income.....  | 125,229                           | 63,277                              | 195,972                         | 49,084         | *196                             |
| Dividend income.....  | 5,805                             | 1,796                               | 33,810                          | 1,448          | 0                                |
| Royalties.....  | 0                                 | *13,596                             | *7,102                          | 0              | 0                                |
| Net short-term capital gain (loss).....                       | -508                              | -798                                | -1,125                          | *9             | 0                                |
| Net long-term capital gain (loss).....                        | 255,411                           | 72,694                              | 715,934                         | *27,958        | 0                                |
| Net rental real estate income (loss).....                     | 86,628                            | -19,383                             | 95,222                          | *9,770         | 0                                |
| Other net rental income (loss).....                           | 29,258                            | -993                                | *1,081                          | *498           | 0                                |
| <b>Total net income (loss) [1]</b> .....                      | <b>7,115,594</b>                  | <b>-1,787,744</b>                   | <b>-1,591,714</b>               | <b>85,055</b>  | <b>*-9,193</b>                   |

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

[1] Total net income (loss) is the sum of net income (loss) from trade or business, portfolio income (loss) distributed directly to partners (excluding net short-term capital gain and net long-term capital gain), net income (loss) from rental real estate, and net income (loss) from other rental activity.

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

# Partnership Returns, 2004

**Table 7.--All Partnerships: Total Receipts by Selected Industrial Group**

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

| Industrial grouping  | Total receipts       | Business receipts    | Ordinary income from other partnerships and fiduciaries | Farm net profit  | Net gain, noncapital assets | Other income from trade or business | Portfolio income [1] |                   |
|--|----------------------|----------------------|---|------------------|-----------------------------|-------------------------------------|----------------------|-------------------|
|  |                      |                      |   |                  |                             |                                     | Total                | Interest income   |
|  | (1)                  | (2)                  | (3)   | (4)              | (5)                         | (6)                                 | (7)                  | (8)               |
| <b>All industries.....</b>   | <b>3,706,036,906</b> | <b>2,818,861,323</b> | <b>48,711,241</b>                                       | <b>3,545,288</b> | <b>10,414,041</b>           | <b>140,151,368</b>                  | <b>391,542,589</b>   | <b>87,942,510</b> |
| Agriculture, forestry, fishing, and hunting.....   | 32,250,044           | 21,432,300           | 288,979   | 3,490,138        | 549,090                     | 506,042                             | 1,865,419            | 305,850           |
| Mining.....  | 91,710,634           | 77,012,610           | 1,496,633   | 0                | 1,094,454                   | 2,253,614                           | 4,553,924            | 633,024           |
| Utilities.....   | 140,515,477          | 135,599,595          | 821,220   | 0                | 255,982                     | 1,536,234                           | 594,452              | 442,777           |
| Construction.....  | 235,262,663          | 226,164,861          | 2,614,712   | *205             | 319,976                     | 2,722,935                           | 2,746,458            | 513,078           |
| Manufacturing.....   | 637,636,290          | 616,212,785          | 2,001,597   | *331             | 969,959                     | 9,218,776                           | 5,361,426            | 1,280,740         |
| Wholesale trade.....   | 363,234,262          | 357,069,810          | 370,110   | 0                | 105,460                     | 4,467,779                           | 998,486              | 198,453           |
| Retail trade.....  | 289,771,723          | 281,852,804          | 299,798   | *60              | 162,477                     | 6,019,758                           | 747,587              | 246,113           |
| Transportation and warehousing.....  | 77,312,296           | 71,204,299           | 1,489,223   | *1,031           | 947,412                     | 2,043,588                           | 723,397              | 252,216           |
| Information.....   | 195,892,129          | 178,120,838          | 3,115,740   | *4,937           | 556,971                     | 5,945,646                           | 6,075,367            | 1,535,776         |
| Finance and insurance.....   | 613,919,390          | 149,980,225          | 14,062,790  | *28,392          | 1,486,688                   | 67,052,606                          | 289,862,089          | 65,325,977        |
| Securities, commodity contracts, and other financial investments and related activities..... | 503,416,681          | 100,158,352          | 12,651,385  | *28,086          | 1,195,286                   | 56,973,892                          | 245,325,246          | 51,949,339        |
| Securities and commodity contracts and exchanges...  | 97,607,098           | 56,521,372           | 779,169   | 0                | 142,041                     | 30,312,615                          | 6,127,723            | 2,345,306         |
| Other financial investment activities.....   | 405,809,583          | 43,636,981           | 11,872,216  | *28,086          | 1,053,245                   | 26,661,277                          | 239,197,523          | 49,604,033        |
| Funds, trusts, and other financial vehicles.....   | 53,275,275           | 5,071,291            | 1,012,785   | *306             | 177,222                     | 2,131,390                           | 41,194,062           | 11,683,700        |
| Other finance and insurance.....   | 57,227,434           | 44,750,581           | 398,620   | 0                | 114,180                     | 7,947,323                           | 3,342,781            | 1,692,938         |
| Real estate and rental and leasing.....  | 358,885,534          | 117,900,340          | 9,596,209   | *3,940           | 2,370,243                   | 10,964,123                          | 48,781,290           | 11,374,678        |
| Real estate.....   | 335,442,310          | 104,149,809          | 9,423,284   | *3,940           | 1,633,041                   | 8,456,636                           | 46,108,380           | 10,559,679        |
| Lessors of residential buildings and dwellings.....  | 56,702,558           | 5,980,507            | 554,266   | 0                | 231,594                     | 563,931                             | 5,848,729            | 1,780,439         |
| Lessors of nonresidential buildings (except miniwarehouses).....                             | 98,772,952           | 7,807,677            | 722,983   | *1,205           | 373,101                     | 963,638                             | 8,914,322            | 3,206,649         |
| Lessors of miniwarehouses and self-storage units.....  | 2,963,466            | 549,895              | *18,985   | 0                | 0                           | 12,952                              | 205,622              | 35,556            |
| Lessors of other real estate property .....  | 16,038,004           | 3,264,202            | 232,119   | *1,944           | 40,926                      | 622,168                             | 3,541,315            | 472,826           |
| Other real estate activities.....  | 160,965,329          | 86,547,528           | 7,894,931   | *791             | 987,420                     | 6,293,946                           | 27,598,391           | 5,064,209         |
| Rental and leasing services and lessors of nonfinancial intangible assets.....               | 23,443,224           | 13,750,531           | 172,925   | 0                | 737,202                     | 2,507,487                           | 2,672,910            | 814,999           |
| Professional, scientific, and technical services.....  | 248,698,276          | 231,710,915          | 2,414,722   | 0                | 344,231                     | 8,988,219                           | 3,993,803            | 596,867           |
| Management of companies (holding companies).....   | 49,307,541           | 12,924,515           | 7,283,940   | *7,997           | 601,674                     | 2,726,435                           | 20,726,259           | 4,212,022         |
| Administrative and support and waste management and remediation services.....                | 56,105,453           | 52,851,024           | 202,638   | 0                | 60,857                      | 1,482,840                           | 673,206              | 150,484           |
| Educational services.....  | 3,260,823            | 3,083,699            | *34,682   | 0                | *1,664                      | 31,427                              | 78,080               | 5,179             |
| Health care and social assistance.....   | 128,508,505          | 119,105,198          | 1,003,680   | 0                | 98,494                      | 5,936,881                           | 819,700              | 246,338           |
| Arts, entertainment, and recreation.....   | 40,485,903           | 34,542,966           | 818,851   | *334             | 162,875                     | 3,895,980                           | 530,326              | 138,074           |
| Accommodation and food services.....   | 124,443,576          | 114,480,080          | 730,288   | *21              | 277,346                     | 3,963,908                           | 1,953,804            | 390,156           |
| Other services.....  | 18,719,347           | 17,496,569           | 65,428  | *7,903           | 48,191                      | 394,578                             | 457,321              | 94,512            |
| Nature of business not allocable.....  | *117,039             | *115,891             | 0   | 0                | 0                           | 0                                   | *196                 | *196              |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 7.--All Partnerships: Total Receipts by Selected Industrial Group--Continued**

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

| Industrial grouping  | Portfolio income [1]--Continued |                   |                             |                            | Net gain from sales and exchanges of property (Section 1231) | Other income      | Real estate rental net income | Other rental net income |
|--|---------------------------------|-------------------|-----------------------------|----------------------------|--|-------------------|-------------------------------|-------------------------|
|  | Dividend income                 | Royalties         | Net short-term capital gain | Net long-term capital gain |  |                   |                               |                         |
|  | (9)                             | (10)              | (11)                        | (12)                       | (13)   | (14)              | (15)                          | (16)                    |
| <b>All industries.....</b>   | <b>49,289,305</b>               | <b>12,059,130</b> | <b>34,527,289</b>           | <b>207,724,353</b>         | <b>106,947,475</b>   | <b>96,573,187</b> | <b>83,230,533</b>             | <b>6,059,852</b>        |
| Agriculture, forestry, fishing, and hunting.....   | 89,242                          | 167,941           | 24,697                      | 1,277,688                  | 3,056,300  | 196,228           | 622,396                       | 243,152                 |
| Mining.....  | 160,350                         | 3,005,404         | 29,393                      | 725,752                    | 3,245,757  | 1,988,343         | 51,214                        | 14,085                  |
| Utilities.....   | 14,400                          | *569              | 24,789                      | 111,916                    | 686,817  | 1,003,574         | *697                          | *16,906                 |
| Construction.....  | 125,554                         | 26,043            | 101,828                     | 1,979,956                  | 224,323  | 113,931           | 315,108                       | 40,155                  |
| Manufacturing.....   | 1,799,550                       | 1,062,840         | 95,884                      | 1,122,412                  | 2,833,196  | 543,064           | 37,838                        | 457,318                 |
| Wholesale trade.....   | 13,831                          | 23,873            | 32,272                      | 730,057                    | 149,746  | 20,110            | 21,348                        | 31,411                  |
| Retail trade.....  | 98,853                          | 73,188            | 33,512                      | 295,921                    | 393,333  | 110,700           | 115,973                       | 69,232                  |
| Transportation and warehousing.....  | 117,338                         | *678              | *3,674                      | 349,491                    | 603,487  | 206,749           | 71,599                        | 21,511                  |
| Information.....   | 1,470,347                       | 2,079,364         | 25,338                      | 964,542                    | 754,694  | 743,015           | 21,170                        | 553,750                 |
| Finance and insurance.....   | 36,738,509                      | 1,852,383         | 31,856,274                  | 154,088,945                | 6,308,281  | 83,026,040        | 1,768,001                     | 344,271                 |
| Securities, commodity contracts, and other financial investments and related activities..... | 30,715,692                      | 1,653,070         | 28,045,699                  | 132,961,446                | 5,561,785  | 79,912,811        | 1,447,574                     | 162,254                 |
| Securities and commodity contracts and exchanges....   | 1,059,686                       | 256               | 1,209,196                   | 1,513,279                  | 108,008  | 3,586,163         | 29,978                        | *29                     |
| Other financial investment activities.....   | 29,656,006                      | 1,652,814         | 26,836,503                  | 131,448,168                | 5,453,778  | 76,326,648        | 1,417,596                     | 162,225                 |
| Funds, trusts, and other financial vehicles.....   | 5,970,075                       | 168,815           | 3,622,356                   | 19,749,115                 | 374,200  | 2,943,525         | 251,977                       | 118,516                 |
| Other finance and insurance.....   | 52,742                          | *30,499           | 188,219                     | 1,378,384                  | 372,296  | 169,704           | 68,450                        | *63,501                 |
| Real estate and rental and leasing.....  | 3,579,975                       | 2,130,200         | 1,724,913                   | 29,971,523                 | 82,065,081   | 4,684,365         | 78,570,481                    | 3,949,462               |
| Real estate.....   | 3,532,890                       | 685,390           | 1,712,703                   | 29,617,717                 | 81,825,544   | 4,617,339         | 78,300,399                    | 923,938                 |
| Lessors of residential buildings and dwellings.....  | 576,351                         | *25,554           | 188,193                     | 3,278,193                  | 23,999,019   | 656,545           | 18,849,807                    | *18,160                 |
| Lessors of nonresidential buildings (except miniwarehouses).....                             | 559,018                         | 91,434            | 308,836                     | 4,748,386                  | 32,076,693   | 1,520,873         | 45,666,697                    | 725,762                 |
| Lessors of miniwarehouses and self-storage units.....  | *35,073                         | *68               | 0                           | *134,924                   | 851,958  | *10,117           | 1,304,291                     | *9,646                  |
| Lessors of other real estate property.....   | 165,463                         | 426,455           | 21,685                      | 2,454,886                  | 3,668,092  | 223,303           | 4,323,530                     | 120,404                 |
| Other real estate activities.....  | 2,196,986                       | 141,879           | 1,193,988                   | 19,001,328                 | 21,229,781   | 2,206,501         | 8,156,073                     | 49,966                  |
| Rental and leasing services and lessors of nonfinancial intangible assets.....               | 47,084                          | 1,444,810         | *12,210                     | 353,806                    | 239,538  | 67,026            | 270,081                       | 3,025,524               |
| Professional, scientific, and technical services.....  | 273,197                         | 1,062,928         | 66,324                      | 1,994,488                  | 266,999  | 854,756           | 92,690                        | 31,940                  |
| Management of companies (holding companies).....   | 4,577,320                       | 218,420           | 478,761                     | 11,239,737                 | 1,444,792  | 2,620,464         | 783,009                       | 188,456                 |
| Administrative and support and waste management and remediation services.....                | 96,656                          | *291,005          | 1,859                       | 133,201                    | 555,738  | 137,425           | 136,175                       | *5,552                  |
| Educational services.....  | *417                            | *49               | *39                         | *72,396                    | 0  | *28,637           | *1,646                        | *988                    |
| Health care and social assistance.....   | 31,761                          | *1                | 6,036                       | 535,564                    | 1,280,940  | 47,232            | 168,928                       | 47,452                  |
| Arts, entertainment, and recreation.....   | 12,597                          | 32,270            | 15,605                      | 331,780                    | 350,570  | 107,309           | 70,320                        | 6,371                   |
| Accommodation and food services.....   | 43,209                          | *31,976           | 5,197                       | 1,483,266                  | 2,524,931  | 130,503           | 350,323                       | *32,372                 |
| Other services.....  | 46,202                          | 0                 | *892                        | *315,716                   | 202,485  | *9,787            | 31,616                        | *5,469                  |
| Nature of business not allocable.....  | 0                               | 0                 | 0                           | 0                          | 0  | *953              | 0                             | 0                       |

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

[1] "Other portfolio income (loss)" is no longer displayed in this table because it was no longer reported separately on the tax return for 2004.

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

# Partnership Returns, 2004

**Table 8.--General Partnerships, Limited Partnerships, and Limited Liability Companies: Selected Items, by Industrial Sector, Tax Years 2003-2004**

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

| Tax year, industrial sector  | Domestic general partnerships |                    |                         | Domestic limited partnerships |                    |                         | Domestic limited liability companies  |                    |                         |
|--|-------------------------------|--------------------|-------------------------|-------------------------------|--------------------|-------------------------|---------------------------------------|--------------------|-------------------------|
|  | Number of partnerships        | Number of partners | Total net income (loss) | Number of partnerships        | Number of partners | Total net income (loss) | Number of limited liability companies | Number of partners | Total net income (loss) |
|  | (1)                           | (2)                | (3)                     | (4)                           | (5)                | (6)                     | (7)                                   | (8)                | (9)                     |
| <b>2003</b>  |                               |                    |                         |                               |                    |                         |                                       |                    |                         |
| <b>All industries.....</b>   | <b>757,194</b>                | <b>2,864,446</b>   | <b>67,856,901</b>       | <b>378,921</b>                | <b>6,262,103</b>   | <b>106,841,808</b>      | <b>1,091,502</b>                      | <b>4,226,099</b>   | <b>64,293,209</b>       |
| Agriculture, forestry, fishing, and hunting.....                               | 70,824                        | 206,107            | 998,746                 | 11,514                        | 70,512             | -433,782                | 29,434                                | 84,135             | -1,142,170              |
| Mining.....  | 8,521                         | 139,820            | -475,161                | 6,997                         | 250,871            | 10,710,692              | 11,987                                | 81,861             | 4,623,114               |
| Utilities.....   | 307                           | 738                | 514,941                 | 811                           | 49,655             | 1,103,875               | 1,366                                 | 4,653              | -51,408                 |
| Construction.....  | 46,878                        | 114,134            | 3,495,645               | 10,458                        | 76,467             | 2,595,096               | 74,306                                | 201,831            | 7,017,769               |
| Manufacturing.....   | 13,195                        | 30,100             | 8,822,403               | 2,445                         | 64,004             | 7,700,530               | 22,415                                | 105,675            | 7,088,349               |
| Wholesale trade.....   | 14,079                        | 31,360             | 1,805,321               | 2,354                         | 28,362             | 2,308,666               | 24,822                                | 75,609             | 3,800,266               |
| Retail trade.....  | 56,252                        | 120,743            | 757,109                 | 6,218                         | 126,497            | 2,154,633               | 53,988                                | 141,252            | 601,433                 |
| Transportation and warehousing.....  | 6,974                         | 16,936             | 1,300,109               | 1,804                         | 508,282            | 2,192,768               | 18,255                                | 45,854             | -1,002,796              |
| Information.....   | 9,702                         | 26,165             | 5,648,717               | 2,460                         | 243,628            | 3,450,159               | 17,648                                | 86,252             | -8,761,199              |
| Finance and insurance.....   | 79,668                        | 657,233            | 11,095,717              | 79,668                        | 1,609,970          | 43,056,099              | 82,119                                | 627,380            | 28,123,704              |
| Securities, commodity contracts, and other                                     |                               |                    |                         |                               |                    |                         |                                       |                    |                         |
| financial investments and related activities.....                              | 67,855                        | 592,615            | 7,636,576               | 64,477                        | 1,462,465          | 36,386,335              | 56,915                                | 491,912            | 20,057,933              |
| Securities and commodity contracts and exchanges.....                          | 2,358                         | 11,830             | 1,912,329               | 2,483                         | 84,736             | 3,740,209               | 3,001                                 | 27,592             | 2,646,128               |
| Other financial investment activities.....                                     | 65,496                        | 580,785            | 5,724,247               | 61,993                        | 1,377,729          | 32,646,126              | 53,914                                | 464,320            | 17,411,805              |
| Funds, trusts, and other financial vehicles.....                               | 7,366                         | 41,636             | 2,917,891               | 12,363                        | 124,911            | 5,249,107               | 11,285                                | 70,720             | 2,708,644               |
| Other finance and insurance.....   | 4,448                         | 22,981             | 541,250                 | 2,827                         | 22,593             | 1,420,657               | 13,918                                | 64,748             | 5,357,127               |
| Real estate and rental and leasing.....  | 297,602                       | 1,058,729          | 16,462,026              | 218,517                       | 2,692,628          | 20,421,098              | 514,306                               | 1,878,784          | 12,876,950              |
| Real estate.....   | 289,420                       | 1,036,984          | 15,737,537              | 213,912                       | 2,573,992          | 19,031,714              | 494,496                               | 1,822,531          | 12,679,529              |
| Lessors of residential buildings and dwellings.....                            | 92,876                        | 312,411            | 3,572,113               | 88,785                        | 1,083,959          | -2,521,081              | 148,710                               | 493,941            | -526,804                |
| Lessors of nonresidential buildings (except miniwarehouses).....               | 122,201                       | 431,377            | 9,420,657               | 61,976                        | 775,184            | 14,324,250              | 197,083                               | 731,049            | 9,746,788               |
| Lessors of miniwarehouses and self-storage units.....                          | 5,328                         | 15,323             | 109,461                 | 2,197                         | 25,262             | 692,027                 | 5,379                                 | 16,876             | -253,639                |
| Lessors of other real estate property.....                                     | 27,127                        | 115,400            | 874,726                 | 12,277                        | 208,195            | 2,068,918               | 26,112                                | 106,047            | 1,049,902               |
| Other real estate activities.....  | 41,888                        | 162,473            | 1,760,580               | 48,676                        | 481,393            | 4,467,599               | 117,211                               | 474,618            | 2,663,282               |
| Rental and leasing services and lessors of nonfinancial intangible assets..... | 8,183                         | 21,746             | 724,489                 | 4,606                         | 118,636            | 1,389,384               | 19,810                                | 56,254             | 197,421                 |
| Professional, scientific, and technical services.....                          | 44,202                        | 114,029            | 10,402,489              | 7,023                         | 48,867             | 3,672,074               | 80,340                                | 246,223            | 7,603,204               |
| Management of companies (holding companies).....                               | 3,223                         | 23,500             | 467,150                 | 6,425                         | 152,793            | 4,127,970               | 10,572                                | 55,670             | 2,514,513               |
| Administrative and support and waste management and remediation services.....  | 17,139                        | 37,328             | 420,971                 | 1,507                         | 7,291              | 1,057,109               | 21,513                                | 79,203             | 1,440,845               |
| Educational services.....  | 1,881                         | 4,512              | 53,838                  | *193                          | *571               | *115,042                | 6,264                                 | 17,767             | -5,022                  |
| Health care and social assistance.....   | 14,237                        | 93,411             | 3,989,105               | 4,911                         | 49,689             | 2,228,398               | 30,316                                | 136,639            | 4,940,631               |
| Arts, entertainment, and recreation.....                                       | 14,724                        | 45,671             | 980,641                 | 3,929                         | 160,597            | -359,801                | 22,370                                | 105,754            | -2,689,940              |
| Accommodation and food services.....   | 25,247                        | 71,382             | 713,940                 | 9,556                         | 110,088            | 525,431                 | 42,875                                | 182,717            | -2,575,784              |
| Other services.....  | 31,708                        | 70,086             | 420,741                 | 2,081                         | 11,179             | 157,322                 | 25,861                                | 67,323             | -107,144                |
| Nature of business not allocable.....  | *831                          | *2,461             | *-17,548                | *51                           | *152               | *58,428                 | *746                                  | *1,517             | *-2,107                 |

Footnotes at end of table.

# Partnership Returns, 2004

**Table 8.--General Partnerships, Limited Partnerships, and Limited Liability Companies: Selected Items, by Industrial Sector, Tax Years 2003-2004--Continued**

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

| Tax year, industrial sector  | Domestic general partnerships |                    |                         | Domestic limited partnerships |                    |                         | Domestic limited liability companies  |                    |                         |
|--|-------------------------------|--------------------|-------------------------|-------------------------------|--------------------|-------------------------|---------------------------------------|--------------------|-------------------------|
|  | Number of partnerships        | Number of partners | Total net income (loss) | Number of partnerships        | Number of partners | Total net income (loss) | Number of limited liability companies | Number of partners | Total net income (loss) |
|  | (1)                           | (2)                | (3)                     | (4)                           | (5)                | (6)                     | (7)                                   | (8)                | (9)                     |
| <b>2004</b>  |                               |                    |                         |                               |                    |                         |                                       |                    |                         |
| <b>All industries.....</b>   | <b>724,796</b>                | <b>2,681,561</b>   | <b>76,433,191</b>       | <b>402,238</b>                | <b>7,023,921</b>   | <b>119,623,135</b>      | <b>1,270,236</b>                      | <b>4,949,808</b>   | <b>104,258,240</b>      |
| Agriculture, forestry, fishing, and hunting.....   | 64,938                        | 197,316            | 1,324,090               | 13,178                        | 103,612            | -325,343                | 30,925                                | 102,550            | -1,316,055              |
| Mining.....  | 8,438                         | 67,670             | 1,172,389               | 6,710                         | 306,132            | 10,644,494              | 9,624                                 | 78,296             | 7,014,216               |
| Utilities.....   | 730                           | 2,084              | 721,158                 | 1,312                         | 50,560             | -137,787                | 1,879                                 | 13,165             | 677,565                 |
| Construction.....  | 45,370                        | 111,463            | 4,192,634               | 12,069                        | 75,174             | 3,232,457               | 85,165                                | 226,051            | 11,368,783              |
| Manufacturing.....   | 12,482                        | 27,797             | 11,968,891              | 1,982                         | 71,338             | 9,914,285               | 26,033                                | 118,091            | 14,432,790              |
| Wholesale trade.....   | 12,501                        | 27,971             | 1,944,206               | 2,553                         | 40,414             | 2,755,925               | 26,437                                | 83,953             | 5,105,027               |
| Retail trade.....  | 60,134                        | 128,956            | 755,472                 | 5,465                         | 161,351            | 1,009,751               | 62,229                                | 169,742            | 334,131                 |
| Transportation and warehousing.....  | 7,618                         | 18,156             | 1,192,164               | 2,198                         | 778,164            | 3,032,304               | 21,733                                | 52,844             | 75,859                  |
| Information.....   | 9,551                         | 28,506             | 6,998,700               | 2,374                         | 108,259            | 6,342,470               | 20,737                                | 106,327            | -8,688,081              |
| Finance and insurance.....   | 75,637                        | 610,457            | 12,040,615              | 84,381                        | 1,740,970          | 53,818,836              | 88,283                                | 647,517            | 38,561,750              |
| Securities, commodity contracts, and other financial investments and related activities..... | 65,298                        | 527,651            | 7,445,784               | 68,298                        | 1,566,666          | 45,392,870              | 61,365                                | 520,893            | 28,299,151              |
| Securities and commodity contracts and exchanges.....  | 2,744                         | 14,194             | 2,117,584               | 1,855                         | 111,023            | 2,407,629               | 3,953                                 | 23,515             | 2,215,518               |
| Other financial investment activities.....   | 62,554                        | 513,457            | 5,328,200               | 66,443                        | 1,455,642          | 42,985,242              | 57,412                                | 497,378            | 26,083,633              |
| Funds, trusts, and other financial vehicles.....   | 6,561                         | 39,689             | 4,511,982               | 13,012                        | 147,013            | 6,929,313               | 13,862                                | 80,756             | 3,772,964               |
| Other finance and insurance.....   | 3,778                         | 43,117             | 82,849                  | 3,071                         | 27,291             | 1,496,652               | 13,057                                | 45,869             | 6,489,634               |
| Real estate and rental and leasing.....  | 282,761                       | 1,008,846          | 17,548,009              | 230,331                       | 3,112,845          | 18,546,825              | 620,996                               | 2,244,372          | 17,431,844              |
| Real estate.....   | 274,097                       | 986,955            | 16,746,630              | 227,263                       | 3,012,764          | 20,813,719              | 601,586                               | 2,187,026          | 17,013,924              |
| Lessors of residential buildings and dwellings.....  | 81,804                        | 290,161            | 3,433,148               | 92,160                        | 1,168,560          | -2,349,694              | 182,844                               | 589,840            | -1,853,387              |
| Lessors of nonresidential buildings (except miniwarehouses).....                             | 111,044                       | 410,007            | 10,270,758              | 64,064                        | 928,073            | 13,589,278              | 224,053                               | 853,105            | 10,560,928              |
| Lessors of miniwarehouses and self-storage units.....  | 5,935                         | 14,611             | 150,201                 | 2,674                         | 25,856             | 669,024                 | 7,452                                 | 29,051             | 79,100                  |
| Lessors of other real estate property.....   | 26,037                        | 99,129             | 705,330                 | 14,144                        | 276,513            | 2,254,546               | 32,036                                | 122,272            | 590,113                 |
| Other real estate activities.....  | 49,278                        | 173,046            | 2,187,194               | 54,221                        | 613,763            | 6,650,565               | 155,201                               | 592,759            | 7,637,171               |
| Rental and leasing services and lessors of nonfinancial intangible assets.....               | 8,665                         | 21,891             | 801,379                 | 3,069                         | 100,080            | -2,266,894              | 19,411                                | 57,346             | 417,919                 |
| Professional, scientific, and technical services.....  | 41,485                        | 105,851            | 8,268,524               | 7,063                         | 47,822             | 3,646,070               | 96,766                                | 372,022            | 8,773,669               |
| Management of companies (holding companies).....   | 2,382                         | 38,020             | 1,191,463               | 6,136                         | 145,231            | 2,842,862               | 14,399                                | 86,547             | 4,776,073               |
| Administrative and support and waste management and remediation services.....                | 17,079                        | 37,415             | 648,229                 | 3,345                         | 11,762             | 1,026,061               | 26,207                                | 91,373             | 1,878,326               |
| Educational services.....  | 1,465                         | 3,533              | 18,029                  | *74                           | *341               | *136,019                | 6,158                                 | 17,498             | 20,345                  |
| Health care and social assistance.....   | 13,434                        | 90,011             | 3,892,099               | 5,796                         | 56,558             | 2,226,253               | 32,052                                | 151,144            | 7,115,594               |
| Arts, entertainment, and recreation.....   | 13,102                        | 35,056             | 1,166,672               | 3,239                         | 90,607             | -574,304                | 26,585                                | 123,785            | -1,787,744              |
| Accommodation and food services.....   | 28,279                        | 78,537             | 991,110                 | 10,958                        | 111,245            | 1,234,514               | 47,386                                | 189,653            | -1,591,714              |
| Other services.....  | 26,052                        | 59,810             | 392,645                 | 3,075                         | 11,539             | 251,441                 | 25,641                                | 72,853             | 85,055                  |
| Nature of business not allocable.....  | *1,358                        | *4,107             | *6,091                  | 0                             | 0                  | 0                       | *997                                  | *2,023             | *-9,193                 |

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

NOTE: The sum of the number of partnerships for all three categories does not sum to the total number of partnerships in other tables and figures because companies classified as limited liability partnerships (LLPs), foreign partnerships, "other," or "nonresponse" were not included in this table due to the small number of returns. For 2004, there were 4,016 partnerships classified as "foreign," 88,865 partnerships classified as LLPs, 8,530 partnerships classified as "other," and 48,195 classified as "no response."

# Private Foundations, Tax Year 2003

by Melissa Ludlum and Mark Stanton

**A**lthough private foundations' revenue earnings and asset values increased between Tax Years 2002 and 2003, the aggregate amount of contributions, gifts, and grants that these organizations supplied to the nonprofit sector was nearly unchanged. Between Tax Years 2002 and 2003, the total number of Forms 990-PF filed by tax-exempt private foundations increased by 4.2 percent to 76,348. For the first time since Tax Year 1999, the amount of revenue received by private foundations, at \$48.4 billion, was larger than earnings for the previous tax year. The fair market value of total assets held by these organizations, after declining over Tax Years 2001 and 2002, increased by 15.0 percent. Despite these increases, contributions, gifts, and grants paid, which represented the total amount of cash charitable distributions made by foundations, totaled \$26.7 billion, an amount similar to the \$26.3 billion distributed in the previous tax year. Foundations are annually required to file Form 990-PF for the tax year in which financial activities occurred. Filers use the information return to report standard income statement and balance sheet items, as well as additional information on charitable distributions, compliance with the laws that govern their tax-exempt status, involvement in various types of activities, and information regarding employees and contributors. Various financial data, including private foundation asset, revenue, and expense items for 2002 and 2003, are shown in Figure A.

Though exempt from income tax, private foundations are required to pay an excise tax on their net investment incomes, annually. Additionally, private foundations and foundation managers are required to report excise taxes on certain prohibited activities. For Tax Year 2003, private foundations and associated individuals reported \$332.6 million in excise tax liability, an amount 39.9 percent larger than that reported for Tax Year 2002. At \$327.9 million, the excise tax on net investment income accounted for almost 99 percent of this amount.

The data presented in this article are from Forms 990-PF filed by domestic private foundations, those that were organized in the United States, for Tax Year

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**Figure A**

## Domestic Private Foundations: Selected Financial Items and Percentage Changes, Tax Years 2002-2003

[Money amounts are in millions of dollars]

| Item  | 2002           | 2003           | Percentage change, 2002-2003 |
|---|----------------|----------------|------------------------------|
|   | (1)            | (2)            | (3)                          |
| <b>Number of foundations</b> .....            | <b>73,255</b>  | <b>76,348</b>  | <b>4.2</b>                   |
| <b>Total assets (fair market value)</b> ..... | <b>413,007</b> | <b>474,952</b> | <b>15.0</b>                  |
| Cash (noninterest bearing accounts).....      | 4,484          | 5,001          | 11.5                         |
| Investments, total.....                       | 377,439        | 448,773        | 18.9                         |
| Savings and temporary cash investments.....   | 31,009         | 29,367         | -5.3                         |
| Investments in securities, total.....         | 294,385        | 344,314        | 17.0                         |
| Government obligations.....                   | 34,862         | 38,582         | 10.7                         |
| Corporate stock.....                          | 216,277        | 261,272        | 20.8                         |
| Corporate bonds.....                          | 43,246         | 44,459         | 2.8                          |
| Other investments [1].....                    | 52,046         | 75,093         | 44.3                         |
| <b>Total revenue</b> .....                    | <b>27,775</b>  | <b>48,391</b>  | <b>74.2</b>                  |
| Contributions, gifts, and grants received.... | 19,978         | 24,401         | 22.1                         |
| Net gain (less loss) from sales of assets.... | -4,691         | 10,791         | [2] N/A                      |
| Dividends and interest from securities.....   | 8,190          | 8,065          | -1.5                         |
| <b>Total expenses</b> .....                   | <b>34,392</b>  | <b>35,099</b>  | <b>2.1</b>                   |
| Disbursements for charitable purposes.....    | 30,423         | 31,058         | 2.1                          |
| Contributions, gifts, and grants paid.....    | 26,303         | 26,667         | 1.4                          |

[1] Sum of "Investments in land, buildings, and equipment (less accumulated depreciation)," "Investments in mortgage loans," and miscellaneous items such as advances; certificates of investment; and investments in art, coins, gold, and gems.

[2] Percentage change is not provided if a positive value was reported for Tax Year 2003 and a negative value was reported for Tax Year 2002.

2003 [1]. Additional statistics on reported excise tax liability are from Form 4720 filed by domestic private foundations. Tax Year 2003 includes all accounting periods beginning in Calendar Year 2003 and thus ending between December 31, 2003, and November 30, 2004. Consequently, the returns reflect financial activity that occurred in either Calendar Year 2003 or 2004 or some portion of both (see the *Data Sources and Limitations* section for further information).

## Statistics of Income Private Foundations Studies

The statistics presented in this article for private foundations are based on sample data from Form 990-PF, *Return of Private Foundation (or Section 4947(a)(1) Charitable Trust Treated as a Private Foundation)*, the annual information return filed by these organizations. Private foundations report compliance with IRS regulations, as well as detailed financial information, annually, using the information return Form 990-PF. Statistics of Income studies based on stratified random samples of returns filed

## Private Foundations, Tax Year 2003

by private foundations have been conducted for Tax Years 1974, 1979, 1982, 1983, and annually since 1985. Charitable trusts, described under section 4947(a)(1), that are not publicly supported are treated as private foundations and also file Form 990-PF. Studies based on sampled Forms 990-PF filed by charitable trusts have been conducted for Tax Year 1979 and annually since 2002. Beginning with Tax Year 2003, the population of Forms 990-PF filed by nonexempt charitable trusts has been included in the study [2].

Since Calendar Year 2003, data for the population of Forms 4720, *Return of Certain Excise Taxes on Charities and Other Persons under Chapters 41 and 42 of the Internal Revenue Code*, filed by private foundations have also been collected. The study includes returns filed by organizations that report excise taxes due for certain prohibited activities. For additional information on the Statistics of Income sample of Forms 990-PF filed by private foundations, as well as the population studies of Forms 4720 and Forms 990-PF filed by nonexempt charitable trusts, see the *Data Sources and Limitations* section of this article.

Under IRC section 501(c)(3), organizations that conduct activities or provide financial support for charitable purposes are granted exemption from the income taxes described in IRC, Title 26, Subtitle A. Most tax-exempt organizations are hospitals, schools, churches, and organizations that receive broad support from the general public. Many of these types of tax-exempt organizations file Form 990, *Return of Organization Exempt From Income Tax*, or Form 990-EZ, the short version of this information return [3]. However, some of these organizations, including churches and organizations with minimal asset holdings and revenue, are not required to file information returns. A foundation is distinguished from other types of tax-exempt organizations by several characteristics, most notably, its narrow sphere of support and control. In most cases, a private foundation is a corporation, association, or trust, which provides some type of support to charitable organizations or conducts charitable activities [4]. Generally, control of the organization is limited to an individual, family, or corporation. Additionally, private foundations often receive financial support from a small number of private donors. Because foundations are not dependent on public contributions, they are less accountable to the public than other charitable organizations,

and are thus subject to greater Federal regulation than other tax-exempt organizations.

### Composition of Filers

Nonoperating foundations, which generally support charitable activities through grants to nonprofit organizations and other indirect methods, are the most common Form 990-PF filers. These foundations, which represented 91.7 percent of foundations that filed Form 990-PF for Tax Year 2003, are required to distribute a minimum amount for charitable purposes each year. Operating foundations accounted for the remaining 8.3 percent of foundations that filed Form 990-PF for Tax Year 2003. Unlike most other private foundations, operating foundations directly conduct charitable activities. Museums, facilities providing housing or healthcare, or organizations conducting scientific research are examples of organization that frequently receive operating status. In order to qualify as operating, a foundation must meet certain financial criteria; operating foundations are also subject to different operating regulations (see “Operating Foundations” in the *Explanation of Selected Terms* section for information on operating foundations). While many operating foundations also contribute to other organizations’ charitable programs, such distributions are not legally required of them. A foundation that fails to meet the operating foundation requirements for a tax year is treated as nonoperating and is subject to the rules that govern nonoperating foundations.

Although most private foundations were small organizations, defined as those foundations holding less than \$1 million in fair market value of total assets at the end of Tax Year 2003, large private foundations account for the majority of financial activity. For Tax Year 2003, small foundations accounted for 68.4 percent of the 76,348 Forms 990-PF filed for 2003, but held less than 3 percent of assets, as shown in Figure B. Large foundations, those with \$50 million or more in fair market value of total assets, accounted for less than 2 percent of Forms 990-PF filed for Tax Year 2003, but reported 68.2 percent of overall asset holdings. Furthermore, nearly 60 percent of all foundation assets were held by the 559 organizations with fair market value of total assets of \$100 million or more. Large foundations also received most of the revenue and distributed the majority of grants reported by private foundations. In fact, the largest private foundations, those holding \$100

# Private Foundations, Tax Year 2003

**Figure B**

**Domestic Private Foundations: Selected Financial Items, by Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003**

[Money amounts are in millions of dollars]

| Asset size                            | All foundations     |                  |               |               | Nonoperating foundations |                  |               |               |
|---------------------------------------|---------------------|------------------|---------------|---------------|--------------------------|------------------|---------------|---------------|
|                                       | Number of returns   | Total FMV assets | Total revenue | Total grants  | Number of returns        | Total FMV assets | Total revenue | Total grants  |
|                                       | (1)                 | (2)              | (3)           | (3)           | (4)                      | (5)              | (6)           | (7)           |
| <b>All foundations, total.....</b>    | <b>76,348</b>       | <b>474,952</b>   | <b>48,391</b> | <b>26,667</b> | <b>70,004</b>            | <b>436,297</b>   | <b>44,285</b> | <b>26,116</b> |
| <b>Small foundations, total.....</b>  | <b>52,233</b>       | <b>12,524</b>    | <b>2,661</b>  | <b>2,182</b>  | <b>47,607</b>            | <b>11,663</b>    | <b>2,320</b>  | <b>2,095</b>  |
| Less than \$100,000 [1] .....         | 24,172              | 672              | 658           | 794           | 21,288                   | 586              | 553           | 758           |
| \$100,000 under \$1,000,000.....      | 28,061              | 11,851           | 2,003         | 1,388         | 26,320                   | 11,077           | 1,767         | 1,337         |
| <b>Medium foundations, total.....</b> | <b>22,982</b>       | <b>138,675</b>   | <b>17,989</b> | <b>9,867</b>  | <b>21,366</b>            | <b>128,678</b>   | <b>16,235</b> | <b>9,608</b>  |
| \$1,000,000 under \$10,000,000.....   | 19,202              | 59,096           | 8,239         | 4,941         | 17,869                   | 54,748           | 7,342         | 4,803         |
| \$10,000,000 under \$50,000,000.....  | 3,780               | 79,580           | 9,751         | 4,926         | 3,497                    | 73,930           | 8,893         | 4,805         |
| <b>Large foundations, total.....</b>  | <b>1,133</b>        | <b>323,753</b>   | <b>27,741</b> | <b>14,618</b> | <b>1,031</b>             | <b>295,956</b>   | <b>25,730</b> | <b>14,413</b> |
| \$50,000,000 under \$100,000,000..... | 574                 | 39,984           | 4,612         | 2,305         | 522                      | 36,588           | 3,996         | 2,282         |
| \$100,000,000 or more.....            | 559                 | 283,769          | 23,129        | 12,312        | 509                      | 259,367          | 21,734        | 12,131        |
|                                       | Percentage of total |                  |               |               | Percentage of total      |                  |               |               |
| <b>Total.....</b>                     | <b>100.0</b>        | <b>100.0</b>     | <b>100.0</b>  | <b>100.0</b>  | <b>100.0</b>             | <b>100.0</b>     | <b>100.0</b>  | <b>100.0</b>  |
| <b>Small foundations, total.....</b>  | <b>68.4</b>         | <b>2.6</b>       | <b>5.5</b>    | <b>8.2</b>    | <b>68.0</b>              | <b>2.7</b>       | <b>5.2</b>    | <b>8.0</b>    |
| Less than \$100,000 [1] .....         | 31.7                | 0.1              | 1.4           | 3.0           | 30.4                     | 0.1              | 1.2           | 2.9           |
| \$100,000 under \$1,000,000.....      | 36.8                | 2.5              | 4.1           | 5.2           | 37.6                     | 2.5              | 4.0           | 5.1           |
| <b>Medium foundations, total.....</b> | <b>30.1</b>         | <b>29.2</b>      | <b>37.2</b>   | <b>37.0</b>   | <b>30.5</b>              | <b>29.5</b>      | <b>36.7</b>   | <b>36.8</b>   |
| \$1,000,000 under \$10,000,000.....   | 25.2                | 12.4             | 17.0          | 18.5          | 25.5                     | 12.5             | 16.6          | 18.4          |
| \$10,000,000 under \$50,000,000.....  | 5.0                 | 16.8             | 20.1          | 18.5          | 5.0                      | 16.9             | 20.1          | 18.4          |
| <b>Large foundations, total.....</b>  | <b>1.5</b>          | <b>68.2</b>      | <b>57.3</b>   | <b>54.8</b>   | <b>1.5</b>               | <b>67.8</b>      | <b>58.1</b>   | <b>55.2</b>   |
| \$50,000,000 under \$100,000,000..... | 0.8                 | 8.4              | 9.5           | 8.6           | 0.7                      | 8.4              | 9.0           | 8.7           |
| \$100,000,000 or more.....            | 0.7                 | 59.7             | 47.8          | 46.2          | 0.7                      | 59.4             | 49.1          | 46.5          |

[1] Includes returns with zero assets or assets not reported.

NOTES: Detail may not add to totals because of rounding and processing tolerances. "FMV" is an abbreviation for fair market value.

million or more in fair market value of total assets, reported nearly half of both revenue and contributions, gifts, and grants distributed for Tax Year 2003.

### Ten Largest Domestic Foundations

Data derived from Forms 990-PF differ from most other IRS return data, since individual return information may be published. In fact, returns are available for public review under IRC section 6104(b). Ten foundations alone accounted for one-third of the total assets held by the largest domestic foundations. With assets valued at more than double those of any other foundation, the Bill and Melinda Gates Foundation dominated the domestic top ten. The Lilly Foundation was the second-largest domestic private foundation. For Tax Year 2003, the two largest foundations reported \$26.8 billion and \$10.8 billion in fair market value of total assets, respectively. The J. Paul Getty Trust, the fourth-largest domestic foundation, was the only operating foundation included in the top ten.

The Bill and Melinda Gates foundation was also the top grantmaker, distributing \$1.2 billion in contributions, gifts, and grants for the year. This amount was twice that distributed by the next-largest grant-

maker, the Ford Foundation. The largest foundations, based on asset size, and the largest grantmakers, based on the total amount of contributions, gifts, and grants reported for Tax Year 2003, are shown in Figure C [5].

### Private Foundation Regulations

While private foundations are granted exemption from Subtitle A income tax, they may be subject to certain other Federal taxes. All organizations exempt under IRC section 501(c)(3) are required to pay taxes on income earned in a manner that is not substantially related to the organization's exempt purpose. Exempt organizations report such income separately on Form 990-T, *Exempt Organization Business Income Tax Return* [6]. The Tax Reform Act of 1969 (TRA69) established additional taxes specific to private foundations and was the basis for sections 4940-4945 of the IRC. Section 4940 includes an excise tax on "net investment income," which consists of income received only from investments. This tax applies to most private foundations and is reported annually on Form 990-PF. Sections 4941-4945 define activities that are considered to be contrary to the public interest and outline the excise taxes

**Figure C**

**Top Ten Domestic Private Foundations, by Size of End-of-Year Fair Market Value of Total Assets and Charitable Grants Paid, Tax Year 2003**

[Money amounts are in millions of dollars]

| Ten Largest Organizations                     |       |                  |                   |
|---|-------|------------------|-------------------|
| Name and ranking                              | State | Total FMV assets | Total grants paid |
|   | (1)   | (2)              | (3)               |
| <b>Total</b> .....                            |       | <b>94,299</b>    | <b>3,577</b>      |
| 1. Bill and Melinda Gates Foundation.....     | WA    | 26,811           | 1,183             |
| 2. Lilly Endowment Inc.....                   | IN    | 10,849           | 462               |
| 3. Ford Foundation.....                       | NY    | 10,686           | 523               |
| 4. J. Paul Getty Trust [1].....               | CA    | 9,642            | 23                |
| 5. Robert Wood Johnson Foundation.....        | NJ    | 7,941            | 391               |
| 6. W.K. Kellogg Foundation [2].....           | MI    | 6,802            | 195               |
| 7. William and Flora Hewlett Foundation.....  | CA    | 6,020            | 258               |
| 8. David and Lucile Packard Foundation.....   | CA    | 5,983            | 278               |
| 9. Gordon E. & Betty I. Moore Foundation..... | CA    | 4,846            | 86                |
| 10. Andrew W. Mellon Foundation.....          | NY    | 4,720            | 179               |

| Ten Biggest Grantmakers                               |       |                   |                  |
|---|-------|-------------------|------------------|
| Name and ranking                                      | State | Total grants paid | Total FMV assets |
|   | (1)   | (2)               | (3)              |
| <b>Total</b> .....                                    |       | <b>3,887</b>      | <b>85,895</b>    |
| 1. Bill and Melinda Gates Foundation.....             | WA    | 1,183             | 26,811           |
| 2. Ford Foundation.....                               | NY    | 523               | 10,686           |
| 3. Lilly Endowment Inc.....                           | IN    | 462               | 10,849           |
| 4. Robert Wood Johnson Foundation.....                | NJ    | 391               | 7,941            |
| 5. David and Lucile Packard Foundation.....           | CA    | 278               | 5,983            |
| 6. William and Flora Hewlett Foundation.....          | CA    | 258               | 6,020            |
| 7. Annenberg Foundation.....                          | PA    | 213               | 2,696            |
| 8. John D. and Catherine T. Macarthur Foundation..... | IL    | 195               | 4,530            |
| 9. W.K. Kellogg Foundation [2].....                   | MI    | 195               | 6,802            |
| 10. Starr Foundation.....                             | NY    | 189               | 3,577            |

[1] The J. Paul Getty Trust is an operating foundation. All other organizations listed are nonoperating foundations.

[2] The W.K. Kellogg Foundation Trust (classified as a private foundation and not as a section 4947(a)(1) charitable trust) is located in New York and has a "pass-through" relationship with the W.K. Kellogg Foundation, located in Michigan. Typically, the entire amount of the annual qualifying (charitable) distributions of the W.K. Kellogg Foundation Trust is made in the form of a grant to the W.K. Kellogg Foundation, which then redistributes the grant for charitable purposes. The combined total assets of the two organizations are shown in the "Total assets" column, but, in order to avoid duplication, only the grants paid by the W.K. Kellogg Foundation are shown in the "Total grants paid" column.

NOTE: Detail may not add to totals due to rounding.

imposed on foundations that engage in such "prohibited activities." Private foundations report taxes on the activities described in IRC sections 4941-4945 on Form 4720, *Return of Certain Excise Taxes on Charities and Other Persons Under Chapters 41 and 42 of the Internal Revenue Code*. Taxes reported on Form 4720 are initial taxes on prohibited activities. These first-tier taxes are assessed automatically when a prohibited activity occurs. If a foundation, after paying its 4720 excise tax, fails to provide corrective action, the foundation may be subject to an additional second-tier tax, which is not reported on Form 4720. Figure D provides detailed descriptions of taxable

activities under sections 4941-4945, as well as the tax rates associated with each section. Acts of "self-dealing," which are defined as financial transactions with foundation officers, directors, trustees, substantial contributors, or "other disqualified persons," are considered to be contrary to the public interest. A disqualified person is generally a substantial contributor; a foundation manager; a person who owns more than 20 percent of a corporation, partnership, trust, or unincorporated enterprise that is itself a substantial contributor; or a family member of a disqualified person. The value of the self-dealing transaction is taxable under IRC section 4941. Section 4942 describes the excise tax on foundations that fail to distribute a minimum amount for charitable purposes. This tax equals 15 percent of the undistributed amount. Taxation of excess business holdings, certain high-risk investments, and various prohibited expenditures, such as participation by a foundation on behalf of, or in opposition to, a candidate for public office, or efforts to influence legislation by contacting legislators, or encouraging the public to do so, are taxable under IRC sections 4943-4945.

Excise taxes under sections 4940 through 4945 can be divided into two primary categories--organizational and individual. Figure E, which shows data for Tax Years 2002 and 2003, reflects this distinction. The most common organizational excise tax is levied on net investment income under section 4940. Additionally, foundations that engage in prohibited activities are subject to organizational taxes on undistributed income, investments that jeopardize charitable purpose, excess business holdings, and taxable expenditures. Individual taxes include many of the organizational taxes, but are imposed on foundation managers, who knowingly agree to engage in the activity and know that the activity is prohibited. Self-dealing tax is the only tax defined under sections 4940 through 4945 that does not have an organizational component. A self-dealer, defined as a disqualified person benefiting from a prohibited transaction with a foundation, is liable for self-dealing tax. Additionally, foundation managers who knowingly participate in acts of self-dealing are also subject to excise taxes.

Over all, reported excise taxes levied under IRC sections 4940-4945 increased almost 40 percent between 2002 and 2003. Nearly all of this increase was attributable to increases in reported taxes on net

# Private Foundations, Tax Year 2003

**Figure D**

**Excise Taxes on Prohibited Activities Described under Sections 4941-4945**

| Section code | Name of tax                                    | Tax rate [1]   | Description  |
|--------------|--|--|--|
| 4941         | Self-Dealing                                   | 5% initial tax, per act, per year on self-dealer.<br><br>2.5% per year and limited to \$10,000 per act on foundation manager.                        | (1) Selling, exchanging, or leasing of property with a disqualified person.<br><br>(2) Borrowing money from, lending money to, or otherwise extending credit to a disqualified person.<br><br>(3) Furnishing goods, services, or facilities to a disqualified person.<br><br>(4) Paying compensation to, or paying or reimbursing the expenses of, a disqualified person.<br><br>(5) Transferring any income or assets to a disqualified person.<br><br>(6) Paying money or property to a Government official.   |
| 4942         | Undistributed Income                           | 15% initial tax on current and previous year's undistributed amount.   | Failing to distribute the minimum required amount.   |
| 4943         | Excess Business Holdings                       | 5% initial tax on excess amount and 200% if not disposed of within tax period.   | Holding more than 20% interest in an unrelated business enterprise.  |
| 4944         | Investments that Jeopardize Charitable Purpose | 5% initial tax on investment amount per year levied on foundation.<br><br>5% initial tax on investment amount levied per year on foundation manager. | Failing to exercise ordinary business care to provide for the long- and short-term financial needs of the foundation.  |
| 4945         | Taxable Expenditures                           | 10% initial tax of expenditure levied on foundation.<br><br>2.5% initial tax up to \$5,000 levied on foundation managers.                            | (1) Carrying on propaganda or otherwise influencing any legislation through--<br><br>(a) Attempting to influence public opinion or any segment of it and<br><br>(b) Communicating with any member or employee of a legislative body, or with any other Government official or employee who may take part in formulating legislation;<br><br>(2) Influencing the outcome of any specific public election, or to conduct, directly or indirectly, any voter registration drive;<br><br>(3) Providing a grant to an individual for travel, study, or other purposes;<br><br>(4) Providing a grant to an organization not described in section 509 (a) (1), (2), or (3) or that this not an exempt operating foundation; or<br><br>(5) Acting with any other than religious, charitable, scientific, literary, educational, or public purposes, or for the prevention of cruelty to children or animals. |

[1] Taxes on foundation managers require that the manager know the action was a taxable act and that the manager participated willingly.

investment income, which increased by 40.3 percent. However, the amount of self-dealing taxes reported more than tripled between Tax Years 2002 and 2003 [7]. Consequently, the share these taxes contributed

to the total increased from 0.1 percent in 2002 to 0.3 percent in 2003. While the amount of taxes attributable to IRC sections 4942-4945 also increased during this period, the number of organizations

# Private Foundations, Tax Year 2003

## Figure E

### Excise Taxes Reported by Charities, Private Foundations, and Certain Trusts, Tax Years 2002 and 2003

| Internal Revenue Code section and item [1]                | Tax Year 2002 |             | Tax Year 2003 |             | Percentage change Tax Year 2002-2003 |        |
|---|---------------|-------------|---------------|-------------|--------------------------------------|--------|
|   | Number        | Amount      | Number        | Amount      | Number                               | Amount |
|   | (1)           | (2)         | (3)           | (4)         | (5)                                  | (6)    |
| <b>Taxes on Organizations:</b>                            |               |             |               |             |                                      |        |
| Section 4940 tax on net investment income.....            | 55,839        | 233,674,214 | 57,095        | 327,882,350 | 2.2                                  | 40.3   |
| Section 4942 tax on undistributed income .....            | 1,300         | 3,424,333   | 1,257         | 2,992,746   | -3.3                                 | -12.6  |
| Section 4943, 4944, 4945 additional excise taxes [2]..... | 43            | 443,879     | 42            | 681,067     | -2.3                                 | 53.4   |
| <b>Taxes on Individuals:</b>                              |               |             |               |             |                                      |        |
| Section 4941 tax on self-dealing .....                    | 95            | 267,399     | 120           | 1,040,415   | 26.3                                 | 289.1  |
| Section 4944, 4945 additional excise taxes [2].....       | 12            | 7,684       | 11            | 4,466       | -8.3                                 | -41.9  |

[1] Taxes included under IRC sections 4941-4945 are reported on Form 4720.

[2] Section 4943: Initial tax on excess business holdings; section 4944: taxes on investments that jeopardize charitable purpose; section 4945: taxes on taxable expenditures.

and individuals who incurred these taxes actually declined. The following sections examine section 4940-4945 excise taxes reported for 2002 and 2003 in detail.

### Investment Assets and the Section 4940 Tax on Investment Income

Investment assets accounted for the majority of the fair market value of total assets held by private foundations for Tax Year 2003. Figure F shows inflation-adjusted changes in total and selected types of investments between Tax Years 2002 and 2003 [8]. The value of investments, which totaled \$448.8 billion in 2003, increased by 16.5 percent from Tax Year 2002. Securities, comprising corporate stocks and bonds and Government obligations, accounted for

76.7 percent of total investments, while savings and temporary cash investments and "other investments" represented 6.5 percent and 16.7 percent, respectively. The "other investments" category represents an aggregation of several items, including investments in land, buildings, and equipment (less accumulated depreciation); mortgage loans; and additional items such as advances, certificates of investment, and investments in art, gold, coins, and gems.

Fair market values for all investment categories, excluding savings and temporary cash investments, increased for Tax Year 2003. The value of investments held by large foundations rose by 20.7 percent, in real terms, with increases of 52.2 percent and 19.6 percent in other investment values and corporate stock values, respectively. The real value of

## Figure F

### Domestic Private Foundations: Investments and Percentage Changes, by Asset-Size Class, in Constant Dollars, Tax Years 2002-2003

[Money amounts are in millions of dollars]

| Item   | All foundations |                |                              | Small foundations [1] |               |                              | Medium foundations [2] |                |                              | Large foundations [3] |                |                              |
|--|-----------------|----------------|------------------------------|-----------------------|---------------|------------------------------|------------------------|----------------|------------------------------|-----------------------|----------------|------------------------------|
|  | 2002            | 2003           | Percentage change, 2002-2003 | 2002                  | 2003          | Percentage change, 2002-2003 | 2002                   | 2003           | Percentage change, 2002-2003 | 2002                  | 2003           | Percentage change, 2002-2003 |
|  | (1)             | (2)            | (3)                          | (4)                   | (5)           | (6)                          | (7)                    | (8)            | (9)                          | (10)                  | (11)           | (12)                         |
| <b>Investments, total (fair market value).....</b> | <b>385,366</b>  | <b>448,773</b> | <b>16.5</b>                  | <b>11,457</b>         | <b>11,064</b> | <b>-3.4</b>                  | <b>118,132</b>         | <b>129,018</b> | <b>9.2</b>                   | <b>255,777</b>        | <b>308,691</b> | <b>20.7</b>                  |
| Savings and temporary cash investments...          | 31,660          | 29,367         | -7.2                         | 2,729                 | 2,093         | -23.3                        | 13,587                 | 12,512         | -7.9                         | 15,344                | 14,762         | -3.8                         |
| Investments in securities, total.....              | 300,567         | 344,314        | 14.6                         | 7,459                 | 7,616         | 2.1                          | 89,401                 | 98,653         | 10.3                         | 203,707               | 238,045        | 16.9                         |
| Government obligations.....                        | 35,594          | 38,582         | 8.4                          | 626                   | 685           | 9.5                          | 12,164                 | 11,748         | -3.4                         | 22,803                | 26,149         | 14.7                         |
| Corporate stock.....                               | 220,819         | 261,272        | 18.3                         | 5,770                 | 5,908         | 2.4                          | 63,048                 | 73,615         | 16.8                         | 152,001               | 181,750        | 19.6                         |
| Corporate bonds.....                               | 44,154          | 44,459         | 0.7                          | 1,063                 | 1,024         | -3.7                         | 14,189                 | 13,290         | -6.3                         | 28,902                | 30,145         | 4.3                          |
| Other investments [4] .....                        | 53,139          | 75,093         | 41.3                         | 1,270                 | 1,355         | 6.7                          | 15,143                 | 17,854         | 17.9                         | 36,726                | 55,884         | 52.2                         |

[1] Small foundations are those holding from zero (including unreported) to less than \$1,000,000 in end-of-year fair market value of total assets.

[2] Medium foundations are those holding from \$1,000,000 to less than \$50,000,000 in end-of-year fair market value of total assets.

[3] Large foundations are those holding \$50,000,000 or more in end-of-year fair market value of total assets.

[4] Sum of "investments in land, buildings, and equipment (less accumulated depreciation)," "investments in mortgage loans," and miscellaneous items, such as advances; certificates of investment; and investments in art, coins, gold, and gems.

NOTES: Amounts have been adjusted for inflation based on the 2000 chain-type price index for Gross Domestic Product, as published by the U.S. Department of Commerce, Bureau of Economic Analysis and may differ from investment amounts in other tables and figures. Tax Year 2003 is the base year. Detail may not add to totals because of rounding and processing tolerances.

## Private Foundations, Tax Year 2003

total investments also increased for medium-sized foundations; only small foundations did not benefit from improvement in investment values for Tax Year 2003. In comparison with large and medium-sized foundations, small foundations held a more significant percentage of their total investments as savings and temporary cash investments, which decreased by 23.3 percent from Tax Year 2002.

Two indicators of investment performance, the “net investment income yield” and “rate of total return,” were generally higher for Tax Year 2003 than for the previous year. Interest, dividends, net income from realized capital gains, and other income earned outside of a foundation’s charitable purpose, are known collectively as net investment income. The net investment income yield equals net investment income, which measures the realized investment income that a foundation earns on its investment assets, divided by the value of noncharitable-use assets for each tax year in the period [9]. The real rate of total return on assets provides a more comprehensive indication of total investment performance than the net investment income yield; it includes the realized income from investments and other assets, as well as the unrealized appreciation or depreciation in the fair market value of assets. This rate, which is an indicator of the total inflation-adjusted capital appreciation of a foundation’s assets, equals the change in the value of the entire asset base (adjusted for contributions received, grants paid, and certain expenses) divided by the value of the base [10]. The fair market value of total assets, as reported for both the beginning and end of Tax Year 2003, was used to calculate the real

rate of total return. To facilitate this comparison, returns for Tax Years 2002 and 2003 were matched; the beginning-of-year fair market value of assets for Tax Year 2003 was obtained by adjusting the Tax Year 2002 fair market value for inflation. Thus, only data from returns that were included in the sample for Tax Years 2002 and 2003 were used in the calculation of the real rate-of-total-return. To maximize comparability between the real rate of total return and the net investment income yield formulas, the published net investment income yields also exclude organizations for which returns were not sampled for both Tax Years 2002 and 2003.

Figure G shows median and mean net investment income yields and rates of total return on assets for domestic nonoperating and operating foundations, by size, for 2003. The median rates, which minimize the effects of large outliers in the data, provide an approximate measure of the investment performance of a typical foundation. Median net investment income yields realized by nonoperating foundations reached a 3-year high for Tax Year 2003, at 3.0 percent. These foundations realized higher net investment income yields than operating foundations. For foundations of both operating types, median net investment income yields increased with organization size. Median real rates of total return on assets, which were negative for Tax Years 2000-2002, indicated improved investment performance for Tax Year 2003. For nonoperating foundations, the median real rate of total return was 10.8 percent. Median rates of total return increased with organization size for both nonoperating and operating foundations.

**Figure G**

**Domestic Private Foundation Net Investment Income Yields and Rates of Total Return on Assets, by Size of Beginning-of-Year Fair Market Value of Total Assets and Foundation Type, Tax Year 2003**

| Asset size                            | Nonoperating Private Foundations           |             |                                     |             | Operating Private Foundations              |             |                                     |             |
|---------------------------------------|--|-------------|-------------------------------------|-------------|--|-------------|-------------------------------------|-------------|
|                                       | Net investment income yields (percentages) |             | Rates of total return (percentages) |             | Net investment income yields (percentages) |             | Rates of total return (percentages) |             |
|                                       | Median                                     | Mean        | Median                              | Mean        | Median                                     | Mean        | Median                              | Mean        |
|                                       | (1)  | (2)         | (3)                                 | (4)         | (5)  | (6)         | (7)                                 | (8)         |
| <b>All foundations.....</b>           | <b>3.0</b>                                 | <b>19.9</b> | <b>10.8</b>                         | <b>15.0</b> | <b>1.8</b>                                 | <b>5.4</b>  | <b>2.9</b>                          | <b>4.2</b>  |
| <b>All small foundations.....</b>     | <b>2.3</b>                                 | <b>24.5</b> | <b>8.1</b>                          | <b>17.8</b> | <b>1.8</b>                                 | <b>2.4</b>  | <b>1.5</b>                          | <b>-1.5</b> |
| Less than \$100,000 [1].....          | 1.0  | 47.9        | 0.0                                 | 26.4        | 0.9  | 1.5         | 1.9                                 | -0.3        |
| \$100,000 under \$1,000,000.....      | 3.0  | 11.4        | 11.2                                | 12.5        | 1.8  | 3.0         | 0.1                                 | -2.4        |
| <b>All medium foundations.....</b>    | <b>3.4</b>                                 | <b>16.5</b> | <b>12.2</b>                         | <b>12.1</b> | <b>2.7</b>                                 | <b>8.2</b>  | <b>7.9</b>                          | <b>10.2</b> |
| \$1,000,000 under \$10,000,000.....   | 3.4  | 20.2        | 11.7                                | 11.3        | 2.7  | 7.5         | 7.9                                 | 9.6         |
| \$10,000,000 under \$50,000,000.....  | 3.6  | 6.0         | 13.1                                | 14.3        | 3.2  | 10.1        | 7.9                                 | 11.7        |
| <b>All large foundations.....</b>     | <b>3.9</b>                                 | <b>5.9</b>  | <b>14.8</b>                         | <b>15.1</b> | <b>4.1</b>                                 | <b>10.2</b> | <b>10.5</b>                         | <b>14.2</b> |
| \$50,000,000 under \$100,000,000..... | 3.9  | 5.9         | 14.6                                | 14.9        | 3.8  | 11.1        | 10.4                                | 19.0        |
| \$100,000,000 or more.....            | 3.9  | 5.9         | 15.0                                | 15.3        | 4.4  | 9.2         | 10.5                                | 9.4         |

[1] Includes returns with zero assets or assets not reported.

Although treated as “excluded income” and thus exempt from the unrelated business income tax, net investment income is subject to an excise tax each year under IRC section 4940. This tax is intended to cover expenses incurred by the Internal Revenue Service in the oversight of foundation activities and the enforcement of laws governing their exempt status. Generally, domestic foundations are taxed at a rate equal to 2 percent of their worldwide net investment income [11].

Domestic private foundations that meet certain requirements may be eligible for a reduction or exemption from the excise tax on net investment income. A domestic nonoperating foundation that is able to show a certain degree of improvement in the rate of its charitable distributions may be eligible to pay the tax at a reduced 1-percent rate. Specifically, if certain distributions made for charitable purposes in 2003, known as “qualifying distributions,” exceeded the average of qualifying distributions made between 1998 and 2002 plus 1 percent of current net investment income, a foundation was eligible for the reduced tax rate for Tax Year 2003. In addition, a total exemption from this excise tax is available to certain domestic operating foundations. Operating foundations that are eligible for a total exemption must show a broader sphere of support and control than other private foundations. Thus, they maintain public support, in that the income and contributions that they receive must be acquired from a broad section of the general public, for a 10-year period. Additionally, they must have boards of trustees or other governing bodies that are representative of the general public, rather than a small group of “insiders,”

and consist of no more than 25-percent disqualified persons for the tax year. Further, no disqualified person can serve as an officer of the foundation. A minority of all operating foundations, 18.4 percent, reported that they had met these requirements and were not liable for the excise tax on net investment income [12].

As shown in Figure H, foundations reported \$327.9 million in excise tax on net investment income for Tax Year 2003. Total net investment income for all foundations, including those exempt from the tax, was \$25.2 billion. Some \$24.7 billion of this was subject to the tax for Tax Year 2003. The majority of domestic foundations, almost 51 percent, reported eligibility for the reduced 1-percent rate. Large foundations qualified for the reduced tax rate more frequently than smaller foundations. Despite the lower average tax rates, excise tax on net investment income paid by large foundations accounted for nearly two-thirds of total tax liability. Less than half of small foundations, 47.1 percent, reported that they qualified for the reduced rate.

**The Charitable Distribution Requirement and Section 4942 Tax on Undistributed Income**

Nonoperating private foundations are required annually to distribute a minimum amount of their holdings for charitable purposes. Section 4942 outlines the annual distribution requirement, known as the “distributable amount,” and the excise tax penalty assessed on nonoperating foundations that fail to meet it. The distributable amount is derived from a foundation’s minimum investment return, which, under section 4942 is calculated as 5 percent of the

**Figure H**

**Domestic Private Foundations Reporting Excise Tax on Investment Income, by Asset-Size Class, Tax Year 2003**

[Money amounts are in millions of dollars]

| Item                                     | All foundations | Small foundations [1] | Medium foundations [2] | Large foundations [3] |
|--|-----------------|-----------------------|------------------------|-----------------------|
|  | (1)             | (2)                   | (3)                    | (4)                   |
| Number of foundations.....               | 76,348          | 52,233                | 22,982                 | 1,133                 |
| Percentage of all foundations.....       | 75              | 66                    | 94                     | 95                    |
| Net investment income (NII) .....        | 24,690          | 630                   | 7,362                  | 17,201                |
| Excise tax.....                          | 328             | 9                     | 105                    | 214                   |
| Percentage of all foundations reporting: |                 |                       |                        |                       |
| 1-percent tax.....                       | 50.6            | 47.1                  | 55.6                   | 61.1                  |
| 2-percent tax.....                       | 49.4            | 52.9                  | 44.4                   | 38.9                  |

[1] Small foundations are those holding from zero (including unreported) to less than \$1,000,000 in end-of-year fair market value of total assets.

[2] Medium foundations are those holding from \$1,000,000 to less than \$50,000,000 in end-of-year fair market value of total assets.

[3] Large foundations are those holding \$50,000,000 or more in end-of-year fair market value of total assets.

## Private Foundations, Tax Year 2003

reported value of its net investment, or “noncharitable-use,” assets. Noncharitable-use assets are those assets held for investment purposes only and may include such items as securities, investments in art, coins, or other collectables, and investments in real estate. Conversely, assets used directly to conduct charitable activities, such as office buildings, art held by museums, and computers are “charitable-use assets”; these holdings are excluded from the minimum investment return calculation. For purposes of the calculation, noncharitable-use cash and securities are valued based on their average monthly fair market values throughout the tax year. Other noncharitable-use assets are valued annually, although not necessarily at year’s end. The minimum investment return is then derived as 5 percent of the net value of noncharitable-use assets, calculated as the value of noncharitable-use assets, less both the indebtedness incurred to acquire these assets and the amount of cash held for charitable activities. Finally, the distributable amount is the minimum investment return minus the excise tax on net investment income, plus or minus other adjustments (see Net Adjustments to Distributable Amount and Net Value of Noncharitable-Use Assets in the *Explanation of Terms* section for additional details).

Both “qualifying distributions” from the current year and carryovers, which are distributions in excess of the minimum requirement that are carried over for up to 5 tax years, can be combined to meet the current year’s distribution requirement. Qualifying distributions are those made for charitable purposes and consist primarily of contributions, gifts, and grants disbursed throughout the year. However, qualifying distributions may also include operating and administrative expenses related to conducting charitable operations; “set-asides,” which are amounts earmarked for future charitable distributions; program-related investments, such as loans to other 501(c)(3) organizations; and amounts paid to acquire buildings, equipment, supplies, or other assets for charitable use. For Tax Year 2003, qualifying distributions for nonoperating foundations totaled \$29.8 billion, increasing just 3.8 percent from the previous year. Still, this amount far outpaced the required distributable amount of \$19.2 billion for 2003. Contributions, gifts, and grants, the largest component of qualifying distributions, represented 87.6 percent of the total, followed by operating and administra-

tive expenses, at 9 percent. Amounts paid to acquire assets for charitable-use represented 1.7 percent of total qualifying distributions, and set-asides and program-related investments each accounted for just less than 1 percent of the total. Qualifying distributions and their components, along with distributable amounts, are shown for foundations by asset-size class, in Figure I. Of the three asset-size classes, only small private foundations distributed a smaller dollar amount of contributions, gifts, and grants than for the previous tax year. Nonetheless, small foundations disbursed qualifying distributions that were nearly five times in excess of their required distributable amount in 2003. Medium and large foundations, which generally focus on long-term rather than short-term giving, also exceeded the required distribution, but by smaller degrees. Both medium and large foundations increased their qualifying distributions by nearly 5 percent from 2002.

The payout rate captures the relationship between an organization’s qualifying distributions and its investment assets. Current-year distributions, combined with carryovers, are adjusted to include certain taxes and deductions and divided by the total value of noncharitable-use assets to arrive at a foundation’s payout rate. This ratio provides insight into the degree to which foundations exceed their charitable payout requirements [13]. Median payout rates for 2003, by size of foundation, are displayed in Figure J. Median payout rates were slightly higher than the required 5 percent for organizations in most asset-size classes, but were lower than comparable Tax Year 2002 payout rates for every asset-size class. In some cases, Tax Year 2003 payout rates could have been influenced by late-year increases to the values of investment assets. Foundations that benefited from late-year increases in investment values in Tax Year 2003, after 2 years of declining investment return, may have been unable to adjust their charitable distributions to match their previous rates. The percentage of all nonoperating foundations with payout rates above 10 percent increased slightly in 2003, but the percentage with payout rates below the required 5 percent increased by a larger margin. More than half of all small foundations, 54.6 percent, reported payout rates at or above 6 percent. More than 29 percent of large foundations reported payout rates below 5 percent for Tax Year 2003, up from 23.1 for Tax Year 2002.

# Private Foundations, Tax Year 2003

## Figure I

### Domestic Nonoperating Private Foundations Qualifying Distributions and Distributable Amount, by Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003

[Money amounts are in millions of dollars]

| Asset size                            | Qualifying distributions |                   |                    |            |                             |                                | Distributable amount |
|---------------------------------------|--------------------------|-------------------|--------------------|------------|-----------------------------|--------------------------------|----------------------|
|                                       | Total                    | Charitable grants | Operating expenses | Set-asides | Program-related investments | Amounts paid to acquire assets |                      |
|                                       | (1)                      | (2)               | (3)                | (4)        | (5)                         | (6)                            | (7)                  |
| <b>All foundations, total.....</b>    | <b>29,811</b>            | <b>26,116</b>     | <b>2,710</b>       | <b>206</b> | <b>262</b>                  | <b>517</b>                     | <b>19,188</b>        |
| <b>Small foundations, total.....</b>  | <b>2,424</b>             | <b>2,096</b>      | <b>310</b>         | <b>0</b>   | <b>11</b>                   | <b>8</b>                       | <b>528</b>           |
| Less than \$100,000 [1].....          | 858                      | 759               | 91                 | 0          | 9                           | 0                              | 39                   |
| \$100,000 under \$1,000,000.....      | 1,566                    | 1,337             | 219                | 0          | 2                           | 8                              | 489                  |
| <b>Medium foundations, total.....</b> | <b>10,587</b>            | <b>9,608</b>      | <b>773</b>         | <b>48</b>  | <b>89</b>                   | <b>70</b>                      | <b>5,670</b>         |
| \$1,000,000 under \$10,000,000.....   | 5,251                    | 4,803             | 391                | 5          | 44                          | 8                              | 2,426                |
| \$10,000,000 under \$50,000,000.....  | 5,336                    | 4,805             | 382                | 43         | 45                          | 62                             | 3,244                |
| <b>Large foundations, total.....</b>  | <b>16,800</b>            | <b>14,413</b>     | <b>1,628</b>       | <b>158</b> | <b>162</b>                  | <b>440</b>                     | <b>12,990</b>        |
| \$50,000,000 under \$100,000,000..... | 2,560                    | 2,282             | 206                | 2          | 32                          | 38                             | 1,636                |
| \$100,000,000 or more.....            | 14,240                   | 12,131            | 1,422              | 156        | 130                         | 402                            | 11,354               |
|                                       | Percentage of total      |                   |                    |            |                             |                                |                      |
| <b>All foundations, total.....</b>    | <b>100.0</b>             | <b>87.6</b>       | <b>9.1</b>         | <b>0.7</b> | <b>0.9</b>                  | <b>1.7</b>                     | N/A                  |
| <b>Small foundations, total.....</b>  | <b>100.0</b>             | <b>86.5</b>       | <b>12.8</b>        | <b>0</b>   | <b>0.5</b>                  | <b>0.3</b>                     | N/A                  |
| Less than \$100,000 [1].....          | 100.0                    | 88.4              | 10.6               | 0          | 1.0                         | 0                              | N/A                  |
| \$100,000 under \$1,000,000.....      | 100.0                    | 85.4              | 14.0               | 0          | 0.2                         | 0.5                            | N/A                  |
| <b>Medium foundations, total.....</b> | <b>100.0</b>             | <b>90.7</b>       | <b>7.3</b>         | <b>0.5</b> | <b>0.8</b>                  | <b>0.7</b>                     | N/A                  |
| \$1,000,000 under \$10,000,000.....   | 100.0                    | 91.5              | 7.4                | 0.1        | 0.8                         | 0.2                            | N/A                  |
| \$10,000,000 under \$50,000,000.....  | 100.0                    | 90.0              | 7.2                | 0.8        | 0.8                         | 1.2                            | N/A                  |
| <b>Large foundations, total.....</b>  | <b>100.0</b>             | <b>85.8</b>       | <b>9.7</b>         | <b>0.9</b> | <b>1.0</b>                  | <b>2.6</b>                     | N/A                  |
| \$50,000,000 under \$100,000,000..... | 100.0                    | 89.1              | 8.0                | 0.1        | 1.3                         | 1.5                            | N/A                  |
| \$100,000,000 or more.....            | 100.0                    | 85.2              | 10.0               | 1.1        | 0.9                         | 2.8                            | N/A                  |

N/A -- Not applicable.

[1] Includes returns with zero assets or assets not reported.

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

## Figure J

### Domestic Nonoperating Private Foundations: Median Payout Rates and Selected Percentages, by Asset-Size Class, Tax Year 2002-2003

| Item  | Tax Year 2002 | Tax Year 2003 |
|---|---------------|---------------|
| <b>All foundations:</b>   |               |               |
| <b>Median payout rate (percentage).....</b>                                       | <b>6.1</b>    | <b>5.9</b>    |
| Percentage of foundations with payout rates of less than 5 percent.....           | 24.3          | 28.2          |
| Percentage of foundations with payout rates between 5 percent and 6 percent.....  | 25.1          | 22.9          |
| Percentage of foundations with payout rates between 6 percent and 10 percent..... | 18.0          | 15.0          |
| Percentage of foundations with payout rates of 10 percent or more.....            | 32.6          | 33.9          |
| <b>Small foundations [1]</b>  |               |               |
| <b>Median payout rate (percentage).....</b>                                       | <b>6.9</b>    | <b>6.7</b>    |
| Percentage of foundations with payout rates of less than 5 percent.....           | 23.6          | 26.5          |
| Percentage of foundations with payout rates between 5 percent and 6 percent.....  | 22.1          | 18.8          |
| Percentage of foundations with payout rates between 6 percent and 10 percent..... | 14.4          | 12.5          |
| Percentage of foundations with payout rates of 10 percent or more.....            | 40.0          | 42.1          |
| <b>Medium foundations [2]</b>   |               |               |
| <b>Median payout rate (percentage).....</b>                                       | <b>5.7</b>    | <b>5.4</b>    |
| Percentage of foundations with payout rates of less than 5 percent.....           | 25.9          | 31.6          |
| Percentage of foundations with payout rates between 5 percent and 6 percent.....  | 31.5          | 30.9          |
| Percentage of foundations with payout rates between 6 percent and 10 percent..... | 25.8          | 20.1          |
| Percentage of foundations with payout rates of 10 percent or more.....            | 16.8          | 17.4          |
| <b>Large foundations [3]</b>  |               |               |
| <b>Median payout rate (percentage).....</b>                                       | <b>5.6</b>    | <b>5.3</b>    |
| Percentage of foundations with payout rates of less than 5 percent.....           | 23.1          | 29.1          |
| Percentage of foundations with payout rates between 5 percent and 6 percent.....  | 39.3          | 38.0          |
| Percentage of foundations with payout rates between 6 percent and 10 percent..... | 25.6          | 21.1          |
| Percentage of foundations with payout rates of 10 percent or more.....            | 12.0          | 11.8          |

[1] Small foundations are those holding from zero (including unreported) to less than \$1,000,000 in end-of-year fair market value of total assets.

[2] Medium foundations are those holding from \$1,000,000 to less than \$50,000,000 in end-of-year fair market value of total assets.

[3] Large foundations are those holding \$50,000,000 or more in end-of-year fair market value of total assets.

## Private Foundations, Tax Year 2003

Foundations must meet the distributable amount requirement for the current tax year by the end of the next tax year or pay excise tax on the undistributed amount. For example, a foundation must have disbursed the required amount for Tax Year 2002 before the end of Tax Year 2003 in order to avoid paying the excise tax. As foundations do not calculate their required distributable amounts until the end of the tax year, they may choose to take advantage of the 1-year tax-free “grace period” for making these distributions and report all or part of their current-year required distributions as “undistributed income.” Of those foundations with a minimum distribution requirement for Tax Year 2003, 34.1 percent reported “undistributed income” for that year, while the majority of foundations met or exceeded their distribution requirement in the tax year.

Undistributed income for 2002 generally was taxed at a rate of 15 percent at the end of Tax Year 2003 [14]. In some cases, including allowances for 5-year “startup” periods for new foundations and certain types of organizational transitions or terminations, Tax Year 2002 undistributed income was not subject to the excise tax. Figure K shows undistributed income for 2002, as reported on both the 2002 and 2003 returns, by foundation size. Of the \$5.5 billion in undistributed income reported for 2002, only \$71.0 million, or just over 1 percent, remained undistributed by the end of the 1-year grace period.

Private foundations reported any excise tax liability for undistributed income on Form 4720. The

number of foundations that filed Form 4720 in Tax Year 2003 for failing to distribute the minimum amount fell by 3.3 percent, to 1,257, and the amount reported was \$3.0 million, 12.6 percent less than in 2002. As a percentage of all taxes reported on Form 4720, taxes on undistributed income declined more than 19 percent, from 82.6 percent to 63.4 percent.

### Self-Dealing Taxes Under Section 4941

Self-dealing taxes increased at a higher rate than all other reported excises taxes for Tax Year 2003. From 2002, reported taxes on self-dealing nearly tripled as a percentage of total excise taxes and more than tripled as an amount, from \$267,938 to \$1.0 million. Additionally, self-dealing was the only category of tax reported on Form 4720 to increase in the number of filers by more than 20 percent from Tax Year 2002, from 97 filers to 121. Acts of self-dealing are classified into five categories on Form 990-PF. Figure L shows a breakout of filers based on these categories of self-dealing. For Tax Year 2003, the most common form of self-dealing, at 40.7 percent, was the extension of credit to disqualified persons, defined as borrowing money from, lending money to, or otherwise extending credit to disqualified persons. The second-largest form of self-dealing, at 21.1 percent of total self-dealing tax, was the transfer of assets or income to a disqualified person. Selling, exchanging, or leasing property to a disqualified person accounted for 19.1 percent of all self-dealing acts. The remaining two

**Figure K**

### Domestic Nonoperating Private Foundations: Tax Year 2002 Undistributed Income Remaining Undistributed in Tax Year 2003, by Size of End-of-Year Fair Market Value of Total Assets

[Money amounts are in millions of dollars]

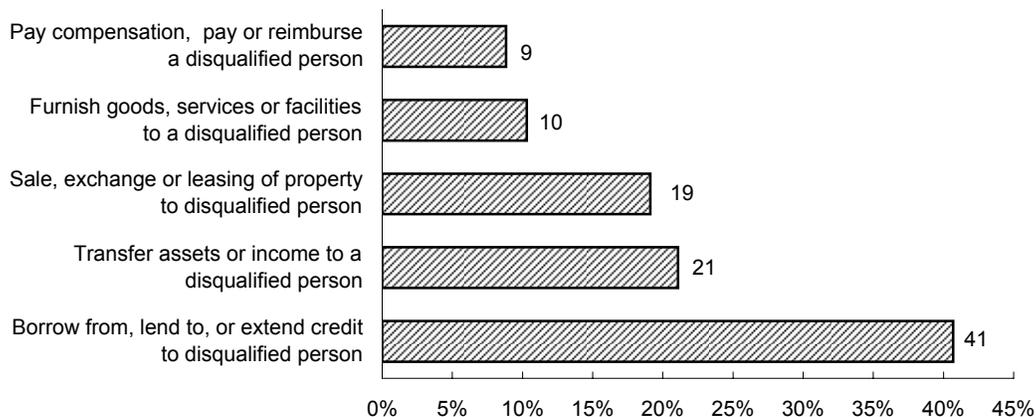
| Asset size                             | Tax Year 2002 undistributed income |              |                   |           |
|--|------------------------------------|--------------|-------------------|-----------|
|  | 2002 return                        |              | 2003 return       |           |
|  | Number of returns                  | Amount       | Number of returns | Amount    |
|  | (1)                                | (2)          | (3)               | (4)       |
| <b>All foundations, total</b> .....    | <b>22,497</b>                      | <b>5,539</b> | <b>2,399</b>      | <b>71</b> |
| <b>Small foundations, total</b> .....  | <b>11,392</b>                      | <b>117</b>   | <b>1,301</b>      | <b>8</b>  |
| Less than \$100,000 [1].....           | 2,990                              | 5            | 427               | [2]       |
| \$100,000 under \$1,000,000.....       | 8,402                              | 112          | 874               | 8         |
| <b>Medium foundations, total</b> ..... | <b>8,695</b>                       | <b>1,790</b> | <b>356</b>        | <b>16</b> |
| \$1,000,000 under \$10,000,000.....    | 7,328                              | 812          | 323               | 10        |
| \$10,000,000 under \$50,000,000.....   | 1,367                              | 978          | 33                | 5         |
| <b>Large foundations, total</b> .....  | <b>416</b>                         | <b>3,625</b> | <b>8</b>          | <b>44</b> |
| \$50,000,000 under \$100,000,000.....  | 202                                | 493          | 3                 | 2         |
| \$100,000,000 or more.....             | 214                                | 3,132        | 5                 | 42        |

[1] Includes returns with zero assets or assets not reported.

[2] Less than \$1,000,000.

**Figure L**

**Self-Dealing Acts as a Percentage of Total, by Type, Tax Year 2003**



NOTE: Percentages are based on the frequency of "acts of self-dealing," rather than the frequency of returns. A single return might have included one or more acts of self-dealing.

categories, furnishing goods, services, or facilities to a disqualified person and paying compensation to or reimbursing a disqualified person, together accounted for 19.1 percent of all acts of self-dealing.

**Additional Excise Taxes Under Section 4943-4945**

Under section 4943, private foundations whose holdings in an unrelated corporation exceed allowed amounts are subject to taxes on excess business holdings. Generally, foundations are limited to holding 20 percent of the voting stock of a corporation, reduced by the percentage actually or constructively owned by disqualified persons. Private foundations are subject to an initial 5-percent tax on excess business holdings. If a foundation fails to dispose of these holdings within a specified correction period, it may be subject to a second-tier tax of 200 percent on the excess business holdings. This second-tier tax is not reported on Form 4720.

Section 4944 imposes taxes on any organization that invests in a manner that endangers the organization’s ability to carry out its tax-exempt purposes. A jeopardizing investment is one that shows a lack of reasonable business care and prudence in providing for the foundation’s short- and long-term financial needs. Foundations that hold large percentages of their portfolios in such investments, which may

include high-risk, low-yield investments, securities purchased on the margin, commodity futures, working interest in oil and gas wells, “puts,” “calls,” and “straddles,” warrants, and short sales, may be subject to the tax. High-risk, low-yield “program-related” investments, which are investments made in support of a foundation’s charitable purpose, are excluded from section 4944 tax. For example, a foundation that, as one of its charitable activities, provided loans to a small business in an economically disadvantaged area would not be subject to the tax .

A number of expenditures are designated as taxable under section 4945. These include attempting to influence legislation or the outcome of a specific election; providing a grant to an individual for travel, study, or other similar purpose; or providing support for any other than religious, charitable, scientific, literary, or educational purposes. A foundation that provides a grant to an organization other than a recognized charitable organization may also incur taxable expenditures, but may avoid tax liability by exercising “expenditure responsibility” with respect to the grant. Expenditure responsibility requires the foundation to set up procedures to ensure that the grant is spent solely for the purpose for which it was made, provide reports from the grantee on how the grant was spent, and fully disclose the expenditures to the IRS.

**Figure M**

**Other Excise Taxes on Organizations, IRC Sections 4943 and 4945**

| Item                                | Section 4943:<br>Excess business<br>holdings | Section 4945:<br>Taxable<br>expenditures |
|-------------------------------------|--|--|
| Number of taxable acts.....         | 8  | 71                                       |
| Total reported tax.....             | 303,611                                      | 377,456                                  |
| Median tax amount.....              | 3,263  | 260                                      |
| Percentage of all 4720 filers.....  | 0.35   | 2.60                                     |
| Percentage of total 4720 taxes..... | 6.42   | 8.08                                     |

Figure M shows additional excise taxes reported by private foundations under sections 4943 and 4945 for Tax Year 2003. Only 5 Form 4720 filers reported excess business holding tax for 2003. These foundations reported 8 instances of excess business holdings and incurred a tax liability of \$303,611, which accounted for 6.4 percent of all Form 4720 excise tax reported in 2003. The median value of excess business holdings tax was \$3,263, indicating that the amounts of tax reported by each filer varied substantially. During the same period, 37 filers reported 71 instances of taxable expenditures with a total excise tax liability of \$377,456. Excise tax on taxable expenditures contributed 8.0 percent to the total excise tax reported in 2003. The median value of this tax was just \$260, again indicating that reported amounts differed significantly among filers. No private foundation filed a Form 4720 reporting section 4944 taxes on jeopardizing investments in either Tax Year 2002 or 2003.

**Summary**

The number of domestic private foundations that filed Form 990-PF for Tax Year 2003 increased by 4.2 percent from the previous year, to 76,348. Nonoperating private foundations, which primarily distributed grants in support of their charitable purposes, represented the majority of filers. The fair market value of total assets, which had decreased over Tax Years 2001 and 2002, increased by 15.0 percent for Tax Year 2003. After declining for 3 consecutive tax years, revenue earnings also improved, with foundations receiving 74.2 percent more earnings in Tax Year 2003 than in 2002. However, reported contributions, gifts, and grants distributed were just 1.4-percent larger than for the previous year.

Large foundations represented less than 1 percent of filers, but held more than two-thirds of the

fair market value of total assets reported by private foundations for Tax Year 2003. Additionally, large foundations received the majority of total revenue and distributed the majority of reported contributions, gifts, and grants. The Bill and Melinda Gates Foundation was the largest domestic private foundation, based on asset size, and the largest grantmaker, based on total contributions, gifts, and grants distributed, for Tax Year 2003.

Although exempt from traditional income taxes, private foundations were required to report and pay excise taxes under sections 4940 through 4945 of the IRC. Domestic private foundations reported nearly \$332.6 million in excise tax liability for Tax Year 2003. The section 4940 excise tax on net investment income, at \$327.9 million, was the largest component of excise taxes. This tax was reported on Form 990-PF and was required for most private foundations that held investment assets. Additional excise taxes, under sections 4941-4945, were reported on Form 4720 by foundations and disqualified persons that engaged in prohibited activities for Tax Year 2003. The section 4942 tax on undistributed income was paid by nonoperating private foundations that had failed to meet the charitable distribution requirement for a previous tax year. At \$3.0 million, the section 4942 tax was the largest tax reported on Form 4720. Taxes on self-dealing, imposed on individuals under section 4941, were nearly four times greater for Tax Year 2003 than Tax Year 2002. The remaining taxes reported on Form 4720, described in sections 4943-4945, represented less than \$1 million for Tax Year 2003 and were reported by fewer than 200 filers.

**Data Sources and Limitations**

The statistics for returns filed by private foundations for Tax Year 2003 that are presented in this article are based on a sample of Tax Year 2003 Forms 990-PF that were filed with the Internal Revenue Service. Organizations having accounting periods beginning in 2003 (and therefore ending between December 2003 and November 2004) that filed returns in Calendar Years 2004 and 2005 that posted to the IRS Business Master File during those years were included in the sample. Some part-year returns were included in the sample for organizations that changed their accounting periods, or filed initial or final returns. Some 68.2 percent of the domestic private foundations in the sample had accounting periods

## Private Foundations, Tax Year 2003

covering Calendar Year 2003 or, in some cases, part-year periods that ended in December 2003.

The 2003 sample was stratified based on both the size of fair market value of total assets and the type of organization (either a private foundation or an IRC section 4947(a)(1) nonexempt charitable trust). All returns filed by nonexempt charitable trusts were selected for inclusion in the study. The private foundation sample was designed to provide reliable estimates of total assets and total revenue. To accomplish this, 100 percent of returns filed for foundations with fair market asset value of \$10 million or more were included in the sample, since these organizations represented the vast majority of financial activity. Approximately 7 percent of all foundations reported \$10 million or more in fair market value of total assets for 2003 and were selected at a rate of 100 percent. The remaining foundation population was randomly selected for the sample at various rates of less than 100 percent depending on asset size. The realized sampling rates for each asset-size category are included in Figure N. Figure O shows the magnitude of sampling error for selected items for Tax Year 2003, measured by coefficients of variation.

Efforts were made to verify that organizations selected into the sample were properly classified as foundations or trusts. The relatively few foundations in the sample that were incorrectly selected as trusts were ultimately treated as foundations for these statistics, and the relatively few trusts incorrectly sampled as foundations were also reclassified. However, the weights used for these organizations were based on the original sample selection classification.

There were 7,302 foundation returns in the sample selected from a population of 78,727. The population of charitable trusts selected for Tax Year 2003 was 3,235. The difference between the actual population of Form 990-PF records that posted to the IRS Business Master File during 2004 and 2005 and the estimated population of domestic foundation returns as published in this article, results from sample code changes and the effects of returns that were “rejected” from the sample as part of the editing process. For example, foreign returns and duplicate filings by a single organization were included in the actual population of Forms 990-PF filed, but were rejected from the SOI estimates.

The statistics included in this article for Forms 4720 filed for Tax Year 2003 were obtained from

**Figure N**

### Realized Sampling Rates for Private Foundation Returns, 2003

| End-of-year fair market value of total assets | Realized sampling rate (percentage) |
|---|-------------------------------------|
| Less than \$125,000.....                      | 1.0                                 |
| \$125,000 less than \$400,000.....            | 1.9                                 |
| \$400,000 less than \$1,000,000.....          | 2.0                                 |
| \$1 million less than \$2.5 million.....      | 6.3                                 |
| \$2.5 million less than \$10 million.....     | 9.8                                 |
| \$10 million or more.....                     | 100.0                               |

**Figure O**

### Coefficients of Variation for Private Foundations, Selected Items, 2003

| Item                                  | Coefficients of variation (percentages) |
|---------------------------------------|---|
| Number of returns.....                | 0.58                                    |
| Total assets (fair market value)..... | 0.15                                    |
| Total revenue.....                    | 1.09                                    |
| Total expenses.....                   | 1.73                                    |

the combined population of Forms 4720 filed in Calendar Years 2004 and 2005. Of the 3,738 Forms 4720 received from private foundations, charitable trusts, or disqualified persons over the 2 calendar years, 1,755 were filed for Tax Year 2003. Based on additional research, returns filed by charitable trusts were excluded from the analysis; data from the 1,437 private foundations and associated disqualified persons are included in these statistics. Due to IRS processing procedures, in a small number of cases, a return filed by an individual whose accounting period differed from that of his or her associated private foundation might have been excluded from the population of filers.

The data presented were obtained from returns as originally filed with IRS. In most cases, changes made to the original return because of administrative processing, audit procedures, or a taxpayer amendment were not captured in the statistics. The data were subject to comprehensive testing and correction procedures in order to ensure statistical reliability and validity. A general discussion of the reliability of estimates based on samples, methods for evaluating both the magnitude of sampling and nonsampling error, and the precision of sample estimates can be found in the general Appendix to this issue of the *SOI Bulletin*.

### Explanation of Selected Terms

The following explanations describe terms as they apply to private foundations:

*Charitable Trust.*--A charitable trust, also referred to as a "nonexempt" charitable trust, is defined in Internal Revenue Code section 4947(a)(1) as an organization (1) that is not considered tax-exempt under section 501(a); (2) that has exclusively charitable interests; and (3) that has amounts in trust for which donors are allowed to claim a tax deduction for charitable contributions. Nonexempt charitable trusts that are not publicly supported are subject to the excise tax provisions that apply to private foundations and are required to file Form 990 PF and, when applicable, Form 4720. ("Publicly supported" nonexempt charitable trusts are required to file Form 990, *Return of Organization Exempt From Income Tax*.) Nonexempt charitable trusts that are treated as private foundations must pay an annual tax on income (usually from investments) that is not distributed for charitable purposes, and they must report such income and tax on Form 1041, *U.S. Fiduciary Income Tax Return*. Data for charitable trusts are not included in this article.

*Disbursements for Charitable Purposes.*--These disbursements are outlays made exclusively in support of a foundation's tax-exempt purpose and include grants paid and operating and administrative expenses. They were the largest component of "qualifying distributions" for Tax Year 2002. The total of disbursements for charitable purposes was reported on Form 990 PF, Part I, line 26, column (d).

*Disqualified Person.*--In general, a disqualified person is a substantial contributor; a foundation manager; a person who owns more than 20 percent of a corporation, partnership, trust, or unincorporated enterprise that is itself a substantial contributor; or a family member of a disqualified person.

*Distributable (Payout) Amount.*--This is the minimum payout amount that is required to be distributed by nonoperating foundations by the end of the tax year that follows the tax year for which the return was filed. For example, foundations were required to distribute their Tax Year 2002 amounts before the end of Tax Year 2003. Failure to distribute income within this period results in a 15-percent excise tax on the undistributed portion. The distributable amount equals 5 percent of the net value of noncharitable-use assets, called the "minimum in-

vestment return," minus the excise tax on net investment income, plus or minus other adjustments, either allowed or required (see Net Adjustments to Distributable Amount in this section).

*Minimum Investment Return.*--The minimum investment return is used as the base for calculating the "distributable amount." This is the aggregate fair market value of assets not used for charitable purposes, less both the indebtedness incurred to acquire these assets and the cash held for charitable activities, multiplied by 5 percent. Minimum investment return was reported on Form 990 PF, Part X, line 6.

*Net Adjustments to Distributable Amount.*--The "distributable amount" is increased by recoveries of amounts previously treated as qualifying distributions. Additionally, certain organizations with governing instruments that require the accumulation of income are instructed to deduct the accumulated income from the distributable amount. These adjustments are allowed only for foundations organized before May 27, 1969, whose governing instrument requires such accumulation because State Courts would not allow the organization to change the governing instrument. Recoveries on amounts treated as qualifying distributions and the deduction for accumulated income were reported on Form 990 PF, Part XI, lines 4a, 4b, and 6, respectively.

*Net Investment Income.*--This equals gross investment income less allowable deductions. Interest, dividends, capital gain net income, rents, payments with respect to securities loans (as defined in Code section 512(a)(5)), and royalties are included in net investment income. Any investment income derived from unrelated trade or business activities, and therefore subject to the "unrelated business income" tax and reported on Form 990 T, *Exempt Organization Business Income Tax Return*, is excluded. Net investment income was reported on Form 990 PF, Part I, line 27b, column (b).

*Net Value of Noncharitable-Use Assets.*--An asset is considered a noncharitable-use asset if it is not used in carrying out a charitable, educational, or other similar function which relates directly to the tax-exempt status of the foundation. Examples include the fair market values of securities and rental property owned by the foundation for investment purposes. For purposes of calculating the "minimum investment return," valuation methods for noncharitable-use assets reported in this section differ from

## Private Foundations, Tax Year 2003

those used to report end-of-year fair market values for all assets in Part II. The average, rather than end-of-year, fair market values of cash and securities that were not used or held for use for charitable purposes during the tax year, is derived and used in this calculation. With certain exceptions, other assets included in this calculation are valued annually, but not necessarily based on the end-of-year value. The fair market values of noncharitable-use assets may reflect reductions due to certain characteristics associated with those assets, such as lack of marketability or blockage. The net value of noncharitable-use assets is reduced by acquisition indebtedness and cash deemed held for charitable purposes; the latter reduction is generally limited to 1.5 percent of noncharitable-use assets less acquisition indebtedness. Thus, the net value of noncharitable-use assets, which was reported on Form 990 PF, Part X, line 5 as an element of the "minimum investment return" calculation, differed from the balance sheet-derived fair market value of total assets, as reported on Part II, line 16, column (c), which equaled the total end-of-year value for all assets held by the foundation.

*Nonoperating Foundations.*--These are organizations that generally carried on their charitable activities in an indirect manner by making grants to other organizations directly engaged in charitable activities, in contrast to operating foundations that engaged in charitable activities themselves. However, for Tax Year 2002, some nonoperating foundations may have been actively involved in charitable programs of their own, in addition to making grants. For example, a foundation initially organized as operating that was unable to meet the operating foundation requirements for Tax Year 2003 could have continued its direct charitable activities. Such an organization could have directed expenditures made for these direct charitable activities, as well as expenditures made for the disbursement of contributions, gifts, and grants and other indirect charitable activities, toward meeting the distribution requirement. An organization's status as a nonoperating foundation was indicated on Form 990-PF, Part VII, line 9.

*Operating Foundations.*--These organizations generally expended their incomes for direct, active involvement in a tax-exempt activity, such as operating a library or museum, or conducting scientific research. Operating foundations were exempted from the income distribution requirement and related

excise taxes that were applicable to their nonoperating counterparts. To qualify as an operating foundation for 2003, the organization had to meet both an "income test" and one of three other tests: an "assets test," an "endowment test," or a "support test."

A foundation could qualify as operating under the income requirement if it spent at least 85 percent of the lesser of its "minimum investment return" or "adjusted net income" on the direct, active conduct of tax-exempt, charitable activities (as opposed to the payout of grants in support of such programs). Adjusted net income represented the amount of income from charitable functions, investment activities, set-asides, unrelated business activities, and short-term capital gains that exceeded the cost incurred in earning the income and was calculated in Part I, column (c) of Form 990-PF for operating foundations. To meet the assets test, a foundation had to directly use 65 percent or more of its assets for the active conduct of charitable activities. To meet the endowment test, a foundation had to regularly make distributions for the active conduct of charitable activities in an amount not less than two-thirds of its "minimum investment return." To meet the support test, a foundation had to regularly receive substantially all of its support (other than from gross investment income) from the public or from five or more qualifying exempt organizations, and (a) no more than 25 percent of its support (other than from gross investment income) from any one such qualifying exempt organization; and (b) no more than 50 percent of its support from gross investment income.

Individual taxpayers could deduct contributions to operating foundations on their individual income tax returns; the deduction could not exceed 50 percent of a donor's "adjusted gross income" (as opposed to 30 percent for contributions to nonoperating foundations).

While most operating foundations paid the excise tax on net investment income, some operating foundations were exempt from this tax under section 4940(d)(2) of the Internal Revenue Code. In order to be exempt from the Tax Year 2003 excise tax on net investment income, an operating foundation was required to (1) maintain public support for a minimum of 10 taxable years; (2) maintain a governing body at all times that is broadly representative of the general public and that is comprised of no more than 25-percent disqualified individuals; and (3) at no time

## Private Foundations, Tax Year 2003

during the year include a disqualified individual as an officer of the foundation. An organization's status as an operating foundation was indicated on Form 990-PF, Part VII, line 9.

*Private Foundation.*--A private foundation is defined in Internal Revenue Code section 501(c)(3) as a nonprofit organization with a narrow source of funds that operated or supported educational, scientific, charitable, religious, and other programs dedicated to improving the general welfare of society. A private foundation was an organization that qualified for tax-exempt status under Code section 501(c)(3) but was not (1) a church, school, hospital, or medical research organization; (2) an organization with broad public support in the form of contributions or income from tax-exempt activities; (3) an organization that was operated by, or in connection with, any of the above described organizations; or (4) an organization that conducted tests for public safety. The primary difference between a private foundation and other organizations exempt under 501(c)(3) was the source of the organization's funding. An individual, a family, or a corporation typically funded foundations, while most other tax-exempt organizations received funds from a large number of sources among the general public.

*Qualifying Distributions.*--Qualifying distributions include disbursements for charitable purposes (grants, direct expenditures to accomplish charitable purposes, and charitable purpose operating and administrative expenses); amounts paid to acquire assets used directly to accomplish tax-exempt functions; charitable program-related investments; and amounts set aside for future charitable projects. Qualifying distributions may be credited against a foundation's obligation to pay out its "distributable amount." Total qualifying distributions were reported on Form 990 PF, Part XII, line 4.

*Set-Asides.*--Amounts set aside for specific charitable purposes can be treated as qualifying distributions only if the foundation establishes to the satisfaction of the IRS that the amount will be paid for the specific project within 60 months from the date of the first set-aside and if the foundation meets either the suitability test or the cash distribution test. To meet the suitability test, a foundation must receive prior approval from the IRS and must demonstrate that the project can be better accomplished by a set-aside than by an immediate payment of funds. To

meet the cash distribution test under IR Code section 4942(g)(2)(B)(ii), a foundation must attach a distribution schedule to its annual return for the year of the set-aside and for each subsequent year until the set-aside amount has been distributed. Set-asides were reported on Form 990-PF, Part XII, lines 3a and 3b.

*Total Assets.*--This is the sum of all assets reported in the foundation's balance sheet, shown at both book value and fair market value. Total assets were reported on Form 990 PF, Part II, line 16, columns (a) beginning of year book value, (b) end-of-year book value, and (c) end-of-year fair market value.

*Total Revenue.*--This is the sum of gross contributions, gifts, and grants received; interest on savings and temporary cash investments; dividends and interest from securities; net gain (or loss) from sales of assets (mostly investment assets, but also charitable-use assets); gross rents and royalties; gross profit (or loss) from business activities; and other income (such as royalty income, program-related investment income, interest earned on assets used for charitable purposes, and imputed interest on distributions deferred interest). Total revenue items, which included both investment and charitable-use items, were reported on Form 990 PF, Part I, line 12, column (a).

*Undistributed Income.*--This is the portion of the required "distributable amount" still undistributed after the sum of current-year qualifying distributions and any excess distributions carried over from prior years is subtracted. This item was reported on Form 990 PF, Part XIII, line 6f, column (d). Under IRC section 4942, nonoperating private foundations that did not pay out an amount equal to the Tax Year 2002 "distributable amount" by the end of Tax Year 2003 were subject to an excise tax on the undistributed amount. The initial tax on undistributed income, which is automatically imposed, equals 15 percent of the undistributed amount, and is reported on Form 4720.

### Notes and References

- [1] For complete information on Forms 990-PF filed for Tax Year 2002, as well as a 10-year review of private foundation financial activity, see Ludlum, Melissa, "Domestic Private Foundations, Tax Years 1993-2002," *Statistics of Income Bulletin*, Fall 2005, Volume 25, Number 2.

## Private Foundations, Tax Year 2003

- [2] Statistics on section 4947(a)(1) nonexempt charitable trusts for Tax Year 2003 and previous years may be accessed via the Internet at [www.irs.gov/taxstats](http://www.irs.gov/taxstats) under the Private Foundations topic heading.
- [3] For a detailed discussion of organizations other than private foundations that are tax-exempt under IRC section 501(c)(3), see Arnsberger, Paul, "Charities and Other Tax-Exempt Organizations, 2003," *Statistics of Income Bulletin*, in this issue.
- [4] Programs termed "charitable" refer to tax-exempt activities that are charitable, educational, scientific, social, literary, or religious in nature.
- [5] Seven of the ten largest foundations and seven of the ten biggest grantmakers had calendar year accounting periods, meaning that all of their activity occurred during the calendar year period. However, three of the ten had other fiscal year accounting periods. For the 2003 Tax Year, the Ford Foundation had an accounting period ending in September 2004, the J. Paul Getty Trust in June 2004, and the W.K. Kellogg Foundation and the W.K. Kellogg Foundation Trust in August 2004; therefore, much of their activities for Reporting Year 2003 occurred in Calendar Year 2004. See the Data Sources and Limitations section.
- [6] For more information on the unrelated business income of exempt organizations, see Riley, Margaret, "Unrelated Business Income Tax Returns, 2002: Financial Highlights and Special Analyses of Exempt-Organization Reporting Quality" *Statistics of Income Bulletin*, Spring 2006, Volume 25, Number 4.
- [7] Disqualified persons reported self-dealing tax liability on Form 4720. In some cases, more than one return including self-dealing tax was filed for different individuals associated with the same foundation. In a small number of cases, data were unavailable for certain individuals whose accounting periods differed from that of the foundation.

- [8] Data included in the "Foundation Assets and Investments, Constant Dollar Analysis" and in Figure F differ from those presented in other sections and figures of this article because they have been adjusted for inflation. Tax Year 2002 investment totals were adjusted based on the 2000 chain-type price index for Gross Domestic Product as reported by the U.S. Department of Commerce, Bureau of Economic Analysis; 2003 was used as the base year. Unless otherwise noted, all other data are in current dollars.
- [9] The net investment income amount used in calculating the NII yield was obtained from column (b) of the income statement, found in Part I of Form 990-PF.
- [10] The rate-of-total-return formula used here is the same as that developed and used by Salamon and Voytek in their studies on foundation assets. See Salamon, Lester M. and Voytek, Kenneth P., *Managing Foundation Assets: An Analysis of Foundation Investment and Payout Procedures and Performance*, Washington, DC: The Council on Foundations, 1989, p. 32. The formula for this calculation is shown below:

### Rate of Total Return =

[Ending Fair Market Value of Assets  
Indexed Beginning Fair Market Value of Assets  
Contributions Received  
+ Grants Paid  
+ Operating and Administrative Expenses  
+ Excise Tax Paid on Net Investment Income]

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[Indexed Beginning Fair Market Value of Assets  
+ 50 percent of Contributions Received]

To calculate the rate of total return shown in Figure G, samples of private foundation information returns for 2002 and 2003 were matched in order to analyze both the beginning and end-of-year fair market value data.

## Private Foundations, Tax Year 2003

The beginning fair market value of assets for 2003 equals the ending fair market value reported on the 2002 tax return. Thus, in order to provide a consistent form of measurement by which to compare rates of total return among different years, the ending fair market value of asset amounts (reported for both the year subject to the computation and the prior year) were used to compute the rate of return. In order to obtain an inflation-adjusted real rate of return, the beginning-of-year fair market value of assets was indexed based on the 2000 chain-type price index for Gross Domestic Product as published by the Bureau of Economic Analysis, using 2003 as the base year.

- [11] Foreign foundations, which are organized abroad but required to file Form 990-PF and pay excise taxes on net investment income, are subject to a 4-percent tax on the value of their U.S.-based net investment incomes. Data from returns filed by foreign foundations are not included in this article.
- [12] The J. Paul Getty Trust, the largest operating foundation, is exempt from the excise tax on net investment income.
- [13] The payout rate was calculated by dividing the amount of (adjusted) qualifying distributions by the value of noncharitable-use assets. The

numerator is adjusted to account for deductions and additions made in the distributable amount calculation. This payout formula is as follows:

Qualifying Distributions (Part XII, line 4)  
+ Taxes (Part XI, line 2c)  
– Recoveries of Amounts Treated as Qualifying Distributions and Income Distributions from Split-Interest Trusts (Part XI, line 4c)  
+ Deduction from Distributable Amount (Part XI, line 6)  
+ Excess Distributions Applied to 2003 (Part XIII, column A, line 5)

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Net Value of Noncharitable-Use Assets (Part X, line 5)

- [14] The excise tax on undistributed income is a “two-tier” tax, which consists of an initial and additional tax. If a private foundation has undistributed income for a reporting year that remains undistributed until the end of the following tax year, the initial tax of 15 percent is automatically imposed. Any organization that fails to distribute the undistributed income within a designated “correction period” may be subject to the additional tax, which equals 100 percent of the amount of the undistributed income.

# Private Foundations, Tax Year 2003

**Table 1.--Domestic Private Foundations: Number and Selected Financial Data, by Type of Foundation and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003**

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

| Type of foundation, asset size              | Number of returns | Total revenue     |                   | Selected sources of revenue               |                   |  |                  |   |                   |
|---|-------------------|-------------------|-------------------|---|-------------------|--|------------------|---|-------------------|
|   |                   | Number of returns | Amount            | Contributions, gifts, and grants received |                   | Dividends and interest from securities |                  | Net gain (less loss) from sales of assets |                   |
|   |                   |                   |                   | Number of returns                         | Amount            | Number of returns                      | Amount           | Number of returns                         | Amount            |
| (1)   | (2)               | (3)               | (4)               | (5)                                       | (6)               | (7)                                    | (8)              | (9)                                       |                   |
| <b>All foundations</b>                      |                   |                   |                   |   |                   |  |                  |   |                   |
| <b>Total.....</b>                           | <b>76,348</b>     | <b>73,791</b>     | <b>48,390,994</b> | <b>34,244</b>                             | <b>24,401,193</b> | <b>54,434</b>                          | <b>8,065,399</b> | <b>44,480</b>                             | <b>10,790,888</b> |
| Zero or unreported.....                     | 2,586             | 2,089             | 88,242            | 1,293                                     | 76,337            | * 497                                  | * 5,280          | * 398                                     | * 6,451           |
| \$1 under \$100,000.....                    | 21,586            | 19,696            | 569,672           | 11,936                                    | 565,472           | 8,953                                  | 9,287            | 5,870                                     | 18,929            |
| \$100,000 under \$1,000,000.....            | 28,061            | 27,905            | 2,003,044         | 11,038                                    | 1,544,388         | 22,609                                 | 210,273          | 17,874                                    | 93,655            |
| \$1,000,000 under \$10,000,000.....         | 19,202            | 19,192            | 8,238,741         | 7,842                                     | 5,648,355         | 17,673                                 | 1,116,605        | 15,800                                    | 842,658           |
| \$10,000,000 under \$25,000,000.....        | 2,694             | 2,692             | 5,267,738         | 1,175                                     | 2,994,437         | 2,565                                  | 775,084          | 2,449                                     | 1,043,114         |
| \$25,000,000 under \$50,000,000.....        | 1,086             | 1,085             | 4,482,759         | 473                                       | 2,623,967         | 1,041                                  | 704,149          | 999                                       | 732,758           |
| \$50,000,000 under \$100,000,000.....       | 574               | 573               | 4,612,267         | 240                                       | 2,292,236         | 556                                    | 706,614          | 545                                       | 1,089,541         |
| \$100,000,000 or more.....                  | 559               | 559               | 23,128,532        | 247                                       | 8,656,002         | 539                                    | 4,538,108        | 545                                       | 7,001,640         |
| <b>Nonoperating foundations</b>             |                   |                   |                   |   |                   |  |                  |   |                   |
| <b>Total.....</b>                           | <b>70,004</b>     | <b>67,758</b>     | <b>44,284,829</b> | <b>29,738</b>                             | <b>22,130,326</b> | <b>51,433</b>                          | <b>7,639,620</b> | <b>42,142</b>                             | <b>10,327,532</b> |
| Zero or unreported.....                     | 2,387             | 1,890             | 84,459            | 1,094                                     | 72,555            | * 497                                  | * 5,280          | * 398                                     | * 6,451           |
| \$1 under \$100,000.....                    | 18,900            | 17,309            | 468,122           | 10,146                                    | 468,262           | 8,257                                  | 8,309            | 5,372                                     | 20,952            |
| \$100,000 under \$1,000,000.....            | 26,319            | 26,164            | 1,766,936         | 9,811                                     | 1,352,271         | 21,587                                 | 200,082          | 17,160                                    | 88,218            |
| \$1,000,000 under \$10,000,000.....         | 17,869            | 17,869            | 7,342,211         | 6,853                                     | 5,043,069         | 16,705                                 | 1,065,818        | 14,997                                    | 825,589           |
| \$10,000,000 under \$25,000,000.....        | 2,472             | 2,472             | 4,739,325         | 999                                       | 2,715,583         | 2,392                                  | 734,547          | 2,277                                     | 984,215           |
| \$25,000,000 under \$50,000,000.....        | 1,025             | 1,024             | 4,153,680         | 424                                       | 2,439,271         | 989                                    | 681,206          | 945                                       | 709,220           |
| \$50,000,000 under \$100,000,000.....       | 522               | 522               | 3,996,035         | 204                                       | 2,040,837         | 509                                    | 660,036          | 496                                       | 968,634           |
| \$100,000,000 or more.....                  | 509               | 509               | 21,734,060        | 206                                       | 7,998,480         | 496                                    | 4,284,342        | 497                                       | 6,766,157         |
| <b>Operating foundations</b>                |                   |                   |                   |   |                   |  |                  |   |                   |
| <b>Total.....</b>                           | <b>6,344</b>      | <b>6,033</b>      | <b>4,106,165</b>  | <b>4,506</b>                              | <b>2,270,867</b>  | <b>3,001</b>                           | <b>425,779</b>   | <b>2,338</b>                              | <b>463,356</b>    |
| Zero or unreported.....                     | * 199             | * 199             | * 3,783           | * 199                                     | * 3,783           | 0                                      | 0                | 0   | 0                 |
| \$1 under \$100,000.....                    | 2,686             | 2,387             | 101,550           | 1,790                                     | 97,210            | * 696                                  | * 978            | * 497                                     | * 2,023           |
| \$100,000 under \$1,000,000.....            | 1,742             | 1,742             | 236,107           | 1,226                                     | 192,117           | 1,022                                  | 10,191           | 714                                       | 5,437             |
| \$1,000,000 under \$10,000,000.....         | 1,333             | 1,323             | 896,530           | 989                                       | 605,286           | 968                                    | 50,787           | 803                                       | 17,069            |
| \$10,000,000 under \$25,000,000.....        | 222               | 220               | 528,412           | 176                                       | 278,854           | 173                                    | 40,537           | 172                                       | 58,899            |
| \$25,000,000 under \$50,000,000.....        | 61                | 61                | 329,079           | 49  | 184,696           | 52                                     | 22,942           | 54  | 23,538            |
| \$50,000,000 under \$100,000,000.....       | 52                | 51                | 616,233           | 36  | 251,399           | 47                                     | 46,577           | 49  | 120,907           |
| \$100,000,000 or more.....                  | 50                | 50                | 1,394,471         | 41  | 657,522           | 43                                     | 253,766          | 48  | 235,483           |
| <b>Grantmaking foundations</b>              |                   |                   |                   |   |                   |  |                  |   |                   |
| <b>Total.....</b>                           | <b>64,884</b>     | <b>64,480</b>     | <b>45,040,910</b> | <b>27,906</b>                             | <b>22,019,670</b> | <b>51,032</b>                          | <b>7,913,236</b> | <b>42,219</b>                             | <b>10,591,385</b> |
| Zero or unreported.....                     | 1,691             | 1,592             | 86,765            | 895                                       | 74,926            | * 497                                  | * 5,280          | * 398                                     | * 6,451           |
| \$1 under \$100,000.....                    | 15,120            | 14,921            | 457,832           | 8,654                                     | 462,363           | 7,859                                  | 8,098            | 5,074                                     | 19,168            |
| \$100,000 under \$1,000,000.....            | 25,693            | 25,589            | 1,588,638         | 9,700                                     | 1,168,056         | 21,478                                 | 204,596          | 17,308                                    | 101,542           |
| \$1,000,000 under \$10,000,000.....         | 17,727            | 17,727            | 7,024,537         | 6,723                                     | 4,716,694         | 16,699                                 | 1,076,192        | 15,100                                    | 814,891           |
| \$10,000,000 under \$25,000,000.....        | 2,530             | 2,529             | 4,659,412         | 1,043                                     | 2,579,652         | 2,440                                  | 748,307          | 2,327                                     | 984,604           |
| \$25,000,000 under \$50,000,000.....        | 1,038             | 1,037             | 4,106,040         | 439                                       | 2,336,836         | 1,007                                  | 688,157          | 965                                       | 722,802           |
| \$50,000,000 under \$100,000,000.....       | 546               | 546               | 4,375,001         | 223                                       | 2,210,398         | 530                                    | 683,667          | 519                                       | 1,014,565         |
| \$100,000,000 or more.....                  | 539               | 539               | 22,742,686        | 229                                       | 8,470,745         | 522                                    | 4,498,940        | 528                                       | 6,965,699         |
| <b>Grantmaking-nonoperating foundations</b> |                   |                   |                   |   |                   |  |                  |   |                   |
| <b>Total.....</b>                           | <b>61,514</b>     | <b>61,110</b>     | <b>42,442,360</b> | <b>25,307</b>                             | <b>20,536,048</b> | <b>49,119</b>                          | <b>7,600,290</b> | <b>40,804</b>                             | <b>10,257,422</b> |
| Zero or unreported.....                     | 1,592             | 1,492             | 83,199            | 796                                       | 71,360            | * 497                                  | * 5,280          | * 398                                     | * 6,451           |
| \$1 under \$100,000.....                    | 13,728            | 13,529            | 380,211           | 7,460                                     | 387,979           | 7,362                                  | 7,546            | 4,776                                     | 21,192            |
| \$100,000 under \$1,000,000.....            | 24,622            | 24,519            | 1,466,890         | 8,937                                     | 1,080,145         | 20,712                                 | 195,080          | 16,747                                    | 85,955            |
| \$1,000,000 under \$10,000,000.....         | 17,118            | 17,118            | 6,679,678         | 6,334                                     | 4,458,174         | 16,211                                 | 1,049,961        | 14,713                                    | 801,448           |
| \$10,000,000 under \$25,000,000.....        | 2,425             | 2,425             | 4,355,698         | 961                                       | 2,386,066         | 2,359                                  | 729,541          | 2,245                                     | 946,585           |
| \$25,000,000 under \$50,000,000.....        | 1,007             | 1,006             | 3,952,337         | 413                                       | 2,261,470         | 980                                    | 677,989          | 937                                       | 704,993           |
| \$50,000,000 under \$100,000,000.....       | 517               | 517               | 3,971,574         | 203                                       | 2,040,812         | 505                                    | 653,765          | 492                                       | 967,636           |
| \$100,000,000 or more.....                  | 505               | 505               | 21,552,774        | 203                                       | 7,850,042         | 492                                    | 4,281,126        | 496                                       | 6,765,547         |
| <b>Grantmaking-operating foundations</b>    |                   |                   |                   |   |                   |  |                  |   |                   |
| <b>Total.....</b>                           | <b>3,371</b>      | <b>3,370</b>      | <b>2,598,550</b>  | <b>2,599</b>                              | <b>1,483,622</b>  | <b>1,913</b>                           | <b>312,946</b>   | <b>1,415</b>                              | <b>333,963</b>    |
| Zero or unreported.....                     | * 99              | * 99              | * 3,566           | * 99                                      | * 3,566           | 0                                      | 0                | 0   | 0                 |
| \$1 under \$100,000.....                    | 1,393             | 1,393             | 77,621            | 1,194                                     | 74,384            | * 497                                  | * 552            | * 298                                     | * 2,024           |
| \$100,000 under \$1,000,000.....            | 1,071             | 1,071             | 121,748           | 763                                       | 87,911            | 765                                    | 9,516            | 561                                       | 15,587            |
| \$1,000,000 under \$10,000,000.....         | 609               | 609               | 344,860           | 389                                       | 258,520           | 488                                    | 26,230           | 386                                       | 13,443            |
| \$10,000,000 under \$25,000,000.....        | 105               | 104               | 303,715           | 82  | 193,586           | 81                                     | 18,765           | 82  | 38,020            |
| \$25,000,000 under \$50,000,000.....        | 31                | 31                | 153,702           | 26  | 75,366            | 27                                     | 10,168           | 28  | 17,808            |
| \$50,000,000 under \$100,000,000.....       | 29                | 29                | 403,427           | 20  | 169,586           | 25                                     | 29,902           | 27  | 46,928            |
| \$100,000,000 or more.....                  | 34                | 34                | 1,189,911         | 26  | 620,703           | 30                                     | 217,813          | 32  | 200,153           |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 1.--Domestic Private Foundations: Number and Selected Financial Data, by Type of Foundation and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of foundation, asset size              | Total expenses    |                   | Excess of revenue (less loss) over expenses |                   | Net investment income |                   | Disbursements for exempt purposes |                   |
|---|-------------------|-------------------|---|-------------------|-----------------------|-------------------|-----------------------------------|-------------------|
|   | Number of returns | Amount            | Number of returns                           | Amount            | Number of returns     | Amount            | Number of returns                 | Amount            |
|   | (10)              | (11)              | (12)  | (13)              | (14)                  | (15)              | (16)                              | (17)              |
| <b>All foundations</b>                      |                   |                   |   |                   |                       |                   |                                   |                   |
| <b>Total.....</b>                           | <b>74,146</b>     | <b>35,099,382</b> | <b>74,346</b>                               | <b>13,291,612</b> | <b>60,560</b>         | <b>25,192,997</b> | <b>69,439</b>                     | <b>31,058,267</b> |
| Zero or unreported.....                     | 2,188             | 240,786           | 1,790                                       | 152,545           | * 796                 | * 16,142          | 1,691                             | 231,026           |
| \$1 under \$100,000.....                    | 20,193            | 753,379           | 20,392                                      | 183,706           | 11,341                | 68,658            | 17,110                            | 694,631           |
| \$100,000 under \$1,000,000.....            | 27,807            | 1,905,461         | 28,061                                      | 97,583            | 25,341                | 545,647           | 26,982                            | 1,706,526         |
| \$1,000,000 under \$10,000,000.....         | 19,055            | 6,508,077         | 19,192                                      | 1,730,664         | 18,272                | 3,051,123         | 18,794                            | 5,688,122         |
| \$10,000,000 under \$25,000,000.....        | 2,687             | 3,403,793         | 2,692                                       | 1,863,945         | 2,628                 | 2,333,520         | 2,658                             | 2,967,259         |
| \$25,000,000 under \$50,000,000.....        | 1,083             | 3,055,832         | 1,086                                       | 1,426,927         | 1,066                 | 1,977,309         | 1,076                             | 2,693,232         |
| \$50,000,000 under \$100,000,000.....       | 573               | 3,068,759         | 573   | 1,543,509         | 563                   | 2,237,043         | 571                               | 2,650,112         |
| \$100,000,000 or more.....                  | 559               | 16,163,296        | 559   | 6,965,236         | 553                   | 14,963,555        | 557                               | 14,427,358        |
| <b>Nonoperating foundations</b>             |                   |                   |   |                   |                       |                   |                                   |                   |
| <b>Total.....</b>                           | <b>67,913</b>     | <b>31,928,784</b> | <b>68,114</b>                               | <b>12,356,045</b> | <b>56,577</b>         | <b>24,022,642</b> | <b>63,966</b>                     | <b>28,826,199</b> |
| Zero or unreported.....                     | 1,989             | 233,850           | 1,691                                       | 149,391           | * 796                 | * 16,142          | * 1,592                           | * 227,460         |
| \$1 under \$100,000.....                    | 17,607            | 661,906           | 17,707                                      | 193,784           | 10,445                | 66,691            | 15,021                            | 621,927           |
| \$100,000 under \$1,000,000.....            | 26,065            | 1,730,592         | 26,319                                      | 36,345            | 23,754                | 518,668           | 25,292                            | 1,555,759         |
| \$1,000,000 under \$10,000,000.....         | 17,732            | 5,749,992         | 17,869                                      | 1,592,219         | 17,127                | 2,911,250         | 17,570                            | 5,193,741         |
| \$10,000,000 under \$25,000,000.....        | 2,466             | 2,995,775         | 2,472                                       | 1,743,550         | 2,426                 | 2,210,220         | 2,446                             | 2,683,864         |
| \$25,000,000 under \$50,000,000.....        | 1,022             | 2,805,033         | 1,025                                       | 1,348,647         | 1,011                 | 1,905,465         | 1,017                             | 2,503,004         |
| \$50,000,000 under \$100,000,000.....       | 522               | 2,725,444         | 522   | 1,270,591         | 514                   | 2,024,333         | 521                               | 2,487,518         |
| \$100,000,000 or more.....                  | 509               | 15,026,193        | 509   | 6,707,867         | 503                   | 14,369,872        | 507                               | 13,552,927        |
| <b>Operating foundations</b>                |                   |                   |   |                   |                       |                   |                                   |                   |
| <b>Total.....</b>                           | <b>6,233</b>      | <b>3,170,598</b>  | <b>6,232</b>                                | <b>935,568</b>    | <b>3,983</b>          | <b>1,170,354</b>  | <b>5,473</b>                      | <b>2,232,068</b>  |
| Zero or unreported.....                     | * 199             | * 6,936           | * 99  | * -3,153          | 0                     | 0                 | * 99                              | * 3,566           |
| \$1 under \$100,000.....                    | 2,586             | 91,473            | 2,686                                       | 10,077            | * 895                 | * 1,966           | 2,089                             | 72,705            |
| \$100,000 under \$1,000,000.....            | 1,742             | 174,869           | 1,742                                       | 61,238            | 1,587                 | 26,980            | 1,690                             | 150,767           |
| \$1,000,000 under \$10,000,000.....         | 1,323             | 758,085           | 1,323                                       | 138,445           | 1,145                 | 139,873           | 1,224                             | 494,381           |
| \$10,000,000 under \$25,000,000.....        | 221               | 408,018           | 220   | 120,394           | 202                   | 123,299           | 212                               | 283,396           |
| \$25,000,000 under \$50,000,000.....        | 61                | 250,799           | 61  | 78,280            | 55                    | 71,844            | 59                                | 190,228           |
| \$50,000,000 under \$100,000,000.....       | 51                | 343,315           | 51  | 272,917           | 49                    | 212,710           | 50                                | 162,594           |
| \$100,000,000 or more.....                  | 50                | 1,137,103         | 50  | 257,368           | 50                    | 593,682           | 50                                | 874,432           |
| <b>Grantmaking foundations</b>              |                   |                   |   |                   |                       |                   |                                   |                   |
| <b>Total.....</b>                           | <b>64,884</b>     | <b>33,385,891</b> | <b>64,685</b>                               | <b>11,655,020</b> | <b>55,661</b>         | <b>24,593,688</b> | <b>64,884</b>                     | <b>29,976,660</b> |
| Zero or unreported.....                     | 1,691             | 235,933           | 1,492                                       | 149,168           | * 796                 | * 16,142          | 1,691                             | 231,026           |
| \$1 under \$100,000.....                    | 15,120            | 660,297           | 15,120                                      | 202,465           | 9,650                 | 62,412            | 15,120                            | 632,943           |
| \$100,000 under \$1,000,000.....            | 25,693            | 1,607,314         | 25,693                                      | 18,676            | 23,538                | 536,977           | 25,693                            | 1,466,258         |
| \$1,000,000 under \$10,000,000.....         | 17,727            | 5,885,039         | 17,727                                      | 1,139,498         | 17,101                | 2,883,395         | 17,727                            | 5,302,765         |
| \$10,000,000 under \$25,000,000.....        | 2,530             | 3,217,538         | 2,530                                       | 1,441,874         | 2,478                 | 2,208,363         | 2,530                             | 2,860,300         |
| \$25,000,000 under \$50,000,000.....        | 1,038             | 2,906,962         | 1,038                                       | 1,199,078         | 1,027                 | 1,898,412         | 1,038                             | 2,597,996         |
| \$50,000,000 under \$100,000,000.....       | 546               | 2,969,646         | 546   | 1,405,355         | 538                   | 2,113,758         | 546                               | 2,596,043         |
| \$100,000,000 or more.....                  | 539               | 15,903,163        | 539   | 6,839,523         | 534                   | 14,874,230        | 539                               | 14,289,330        |
| <b>Grantmaking-nonoperating foundations</b> |                   |                   |   |                   |                       |                   |                                   |                   |
| <b>Total.....</b>                           | <b>61,514</b>     | <b>31,374,400</b> | <b>61,414</b>                               | <b>11,067,962</b> | <b>53,459</b>         | <b>23,782,225</b> | <b>61,514</b>                     | <b>28,447,014</b> |
| Zero or unreported.....                     | 1,592             | 232,367           | 1,492                                       | 149,168           | * 796                 | * 16,142          | 1,592                             | 227,460           |
| \$1 under \$100,000.....                    | 13,728            | 597,734           | 13,728                                      | 217,523           | 9,252                 | 61,632            | 13,728                            | 574,453           |
| \$100,000 under \$1,000,000.....            | 24,622            | 1,543,286         | 24,622                                      | 76,395            | 22,468                | 510,792           | 24,622                            | 1,409,563         |
| \$1,000,000 under \$10,000,000.....         | 17,118            | 5,533,204         | 17,118                                      | 1,146,474         | 16,555                | 2,810,735         | 17,118                            | 5,027,396         |
| \$10,000,000 under \$25,000,000.....        | 2,425             | 2,981,836         | 2,425                                       | 1,373,862         | 2,382                 | 2,139,330         | 2,425                             | 2,674,822         |
| \$25,000,000 under \$50,000,000.....        | 1,007             | 2,783,585         | 1,007                                       | 1,168,752         | 997                   | 1,862,276         | 1,007                             | 2,495,005         |
| \$50,000,000 under \$100,000,000.....       | 517               | 2,710,873         | 517   | 1,260,701         | 510                   | 2,014,814         | 517                               | 2,486,090         |
| \$100,000,000 or more.....                  | 505               | 14,991,515        | 505   | 6,561,259         | 500                   | 14,366,504        | 505                               | 13,552,225        |
| <b>Grantmaking-operating foundations</b>    |                   |                   |   |                   |                       |                   |                                   |                   |
| <b>Total.....</b>                           | <b>3,371</b>      | <b>2,011,492</b>  | <b>3,271</b>                                | <b>587,058</b>    | <b>2,202</b>          | <b>811,464</b>    | <b>3,371</b>                      | <b>1,529,646</b>  |
| Zero or unreported.....                     | * 99              | * 3,566           | 0   | 0                 | 0                     | 0                 | * 99                              | * 3,566           |
| \$1 under \$100,000.....                    | 1,393             | 62,563            | 1,393                                       | 15,058            | * 398                 | * 780             | 1,393                             | 58,490            |
| \$100,000 under \$1,000,000.....            | 1,071             | 64,028            | 1,071                                       | 57,720            | 1,071                 | 26,185            | 1,071                             | 56,695            |
| \$1,000,000 under \$10,000,000.....         | 609               | 351,835           | 609   | 6,976             | 546                   | 72,660            | 609                               | 275,369           |
| \$10,000,000 under \$25,000,000.....        | 105               | 235,702           | 105   | 68,012            | 96                    | 69,033            | 105                               | 185,478           |
| \$25,000,000 under \$50,000,000.....        | 31                | 123,377           | 31  | 30,326            | 30                    | 36,136            | 31                                | 102,990           |
| \$50,000,000 under \$100,000,000.....       | 29                | 258,773           | 29  | 144,655           | 28                    | 98,943            | 29                                | 109,953           |
| \$100,000,000 or more.....                  | 34                | 911,648           | 34  | 278,263           | 34                    | 507,726           | 34                                | 737,105           |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 1.--Domestic Private Foundations: Number and Selected Financial Data, by Type of Foundation and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of foundation, asset size              | Contributions, gifts, and grants paid [1] |                   | Excise tax on net investment income |                | Total assets (book value) |                    | Total investment assets (book value) |                    |
|---|---|-------------------|-------------------------------------|----------------|---------------------------|--------------------|--------------------------------------|--------------------|
|   | Number of returns                         | Amount            | Number of returns                   | Amount         | Number of returns         | Amount             | Number of returns                    | Amount             |
|   | (18)                                      | (19)              | (20)                                | (21)           | (22)                      | (23)               | (24)                                 | (25)               |
| <b>All foundations</b>                      |   |                   |                                     |                |                           |                    |                                      |                    |
| <b>Total.....</b>                           | <b>64,884</b>                             | <b>26,666,696</b> | <b>57,095</b>                       | <b>327,882</b> | <b>73,762</b>             | <b>418,510,025</b> | <b>64,340</b>                        | <b>393,724,448</b> |
| Zero or unreported.....                     | 1,691                                     | 229,946           | * 497                               | * 161          | 0                         | 0                  | 0                                    | 0                  |
| \$1 under \$100,000.....                    | 15,120                                    | 564,008           | 9,351                               | 1,048          | 21,586                    | 715,845            | 13,927                               | 560,747            |
| \$100,000 under \$1,000,000.....            | 25,693                                    | 1,387,799         | 24,567                              | 8,188          | 28,061                    | 10,814,240         | 26,617                               | 9,538,594          |
| \$1,000,000 under \$10,000,000.....         | 17,727                                    | 4,940,883         | 17,994                              | 43,674         | 19,202                    | 51,758,431         | 18,903                               | 47,631,954         |
| \$10,000,000 under \$25,000,000.....        | 2,530                                     | 2,590,448         | 2,566                               | 33,932         | 2,694                     | 35,255,090         | 2,680                                | 32,653,885         |
| \$25,000,000 under \$50,000,000.....        | 1,038                                     | 2,335,859         | 1,044                               | 27,121         | 1,086                     | 32,353,032         | 1,082                                | 30,074,126         |
| \$50,000,000 under \$100,000,000.....       | 546                                       | 2,305,400         | 546                                 | 28,962         | 574                       | 34,788,698         | 572                                  | 32,604,986         |
| \$100,000,000 or more.....                  | 539                                       | 12,312,354        | 529                                 | 184,795        | 559                       | 252,824,690        | 559                                  | 240,660,156        |
| <b>Nonoperating foundations</b>             |   |                   |                                     |                |                           |                    |                                      |                    |
| <b>Total.....</b>                           | <b>61,514</b>                             | <b>26,116,031</b> | <b>53,602</b>                       | <b>316,484</b> | <b>67,616</b>             | <b>384,940,881</b> | <b>59,696</b>                        | <b>368,659,231</b> |
| Zero or unreported.....                     | 1,592                                     | 226,382           | * 497                               | * 161          | 0                         | 0                  | 0                                    | 0                  |
| \$1 under \$100,000.....                    | 13,728                                    | 532,364           | 8,456                               | 1,018          | 18,900                    | 629,521            | 12,534                               | 518,117            |
| \$100,000 under \$1,000,000.....            | 24,622                                    | 1,336,874         | 23,135                              | 7,810          | 26,319                    | 10,075,339         | 24,979                               | 8,989,879          |
| \$1,000,000 under \$10,000,000.....         | 17,118                                    | 4,803,120         | 17,075                              | 41,937         | 17,869                    | 47,786,201         | 17,664                               | 45,164,339         |
| \$10,000,000 under \$25,000,000.....        | 2,425                                     | 2,494,091         | 2,420                               | 32,597         | 2,472                     | 32,179,126         | 2,465                                | 30,729,257         |
| \$25,000,000 under \$50,000,000.....        | 1,007                                     | 2,310,506         | 1,008                               | 26,652         | 1,025                     | 30,350,269         | 1,023                                | 28,855,142         |
| \$50,000,000 under \$100,000,000.....       | 517                                       | 2,281,764         | 512                                 | 26,441         | 522                       | 31,712,230         | 522                                  | 30,357,236         |
| \$100,000,000 or more.....                  | 505                                       | 12,130,931        | 498                                 | 179,868        | 509                       | 232,208,194        | 509                                  | 224,045,261        |
| <b>Operating foundations</b>                |   |                   |                                     |                |                           |                    |                                      |                    |
| <b>Total.....</b>                           | <b>3,371</b>                              | <b>550,666</b>    | <b>3,493</b>                        | <b>11,398</b>  | <b>6,146</b>              | <b>33,569,145</b>  | <b>4,644</b>                         | <b>25,065,217</b>  |
| Zero or unreported.....                     | * 99                                      | * 3,565           | 0                                   | 0              | 0                         | 0                  | 0                                    | 0                  |
| \$1 under \$100,000.....                    | 1,393                                     | 31,645            | * 895                               | * 31           | 2,686                     | 86,323             | 1,393                                | 42,631             |
| \$100,000 under \$1,000,000.....            | 1,071                                     | 50,925            | 1,432                               | 379            | 1,742                     | 738,901            | 1,639                                | 548,714            |
| \$1,000,000 under \$10,000,000.....         | 609                                       | 137,763           | 918                                 | 1,737          | 1,333                     | 3,972,230          | 1,239                                | 2,467,615          |
| \$10,000,000 under \$25,000,000.....        | 105                                       | 96,356            | 146                                 | 1,335          | 222                       | 3,075,963          | 215                                  | 1,924,628          |
| \$25,000,000 under \$50,000,000.....        | 31  | 25,353            | 36                                  | 469            | 61                        | 2,002,762          | 59                                   | 1,218,984          |
| \$50,000,000 under \$100,000,000.....       | 29  | 23,636            | 34                                  | 2,521          | 52                        | 3,076,469          | 50                                   | 2,247,750          |
| \$100,000,000 or more.....                  | 34  | 181,423           | 31                                  | 4,928          | 50                        | 20,616,496         | 50                                   | 16,614,895         |
| <b>Grantmaking foundations</b>              |   |                   |                                     |                |                           |                    |                                      |                    |
| <b>Total.....</b>                           | <b>64,884</b>                             | <b>26,666,696</b> | <b>52,879</b>                       | <b>320,320</b> | <b>63,193</b>             | <b>404,823,135</b> | <b>58,335</b>                        | <b>384,411,034</b> |
| Zero or unreported.....                     | 1,691                                     | 229,946           | * 497                               | * 161          | 0                         | 0                  | 0                                    | 0                  |
| \$1 under \$100,000.....                    | 15,120                                    | 564,008           | 7,859                               | 925            | 15,120                    | 589,819            | 11,341                               | 490,513            |
| \$100,000 under \$1,000,000.....            | 25,693                                    | 1,387,799         | 23,023                              | 8,019          | 25,693                    | 9,944,935          | 24,819                               | 9,075,682          |
| \$1,000,000 under \$10,000,000.....         | 17,727                                    | 4,940,883         | 16,982                              | 41,128         | 17,727                    | 47,769,015         | 17,533                               | 45,178,983         |
| \$10,000,000 under \$25,000,000.....        | 2,530                                     | 2,590,448         | 2,452                               | 32,110         | 2,530                     | 33,027,979         | 2,524                                | 31,184,289         |
| \$25,000,000 under \$50,000,000.....        | 1,038                                     | 2,335,859         | 1,016                               | 26,163         | 1,038                     | 30,843,390         | 1,035                                | 29,064,446         |
| \$50,000,000 under \$100,000,000.....       | 546                                       | 2,305,400         | 529                                 | 27,222         | 546                       | 33,163,250         | 545                                  | 31,464,628         |
| \$100,000,000 or more.....                  | 539                                       | 12,312,354        | 521                                 | 184,592        | 539                       | 249,484,747        | 539                                  | 237,952,495        |
| <b>Grantmaking-nonoperating foundations</b> |   |                   |                                     |                |                           |                    |                                      |                    |
| <b>Total.....</b>                           | <b>61,514</b>                             | <b>26,116,031</b> | <b>50,842</b>                       | <b>311,827</b> | <b>59,922</b>             | <b>380,480,289</b> | <b>55,779</b>                        | <b>365,229,393</b> |
| Zero or unreported.....                     | 1,592                                     | 226,382           | 497                                 | 161            | 0                         | 0                  | 0                                    | 0                  |
| \$1 under \$100,000.....                    | 13,728                                    | 532,364           | 7,461                               | 916            | 13,728                    | 536,823            | 10,644                               | 469,994            |
| \$100,000 under \$1,000,000.....            | 24,622                                    | 1,336,874         | 22,005                              | 7,654          | 24,622                    | 9,427,083          | 23,748                               | 8,646,452          |
| \$1,000,000 under \$10,000,000.....         | 17,118                                    | 4,803,120         | 16,503                              | 39,967         | 17,118                    | 46,313,447         | 16,939                               | 44,006,831         |
| \$10,000,000 under \$25,000,000.....        | 2,425                                     | 2,494,091         | 2,377                               | 31,218         | 2,425                     | 31,549,832         | 2,420                                | 30,223,434         |
| \$25,000,000 under \$50,000,000.....        | 1,007                                     | 2,310,506         | 995                                 | 25,822         | 1,007                     | 29,811,607         | 1,005                                | 28,459,097         |
| \$50,000,000 under \$100,000,000.....       | 517                                       | 2,281,764         | 508                                 | 26,251         | 517                       | 31,357,886         | 517                                  | 30,086,113         |
| \$100,000,000 or more.....                  | 505                                       | 12,130,931        | 496                                 | 179,837        | 505                       | 231,483,611        | 505                                  | 223,337,472        |
| <b>Grantmaking-operating foundations</b>    |   |                   |                                     |                |                           |                    |                                      |                    |
| <b>Total.....</b>                           | <b>3,371</b>                              | <b>550,666</b>    | <b>2,037</b>                        | <b>8,492</b>   | <b>3,271</b>              | <b>24,342,846</b>  | <b>2,556</b>                         | <b>19,181,642</b>  |
| Zero or unreported.....                     | * 99                                      | * 3,565           | 0                                   | 0              | 0                         | 0                  | 0                                    | 0                  |
| \$1 under \$100,000.....                    | 1,393                                     | 31,645            | * 398                               | * 8            | 1,393                     | 52,996             | * 696                                | * 20,520           |
| \$100,000 under \$1,000,000.....            | 1,071                                     | 50,925            | 1,019                               | 365            | 1,071                     | 517,852            | 1,071                                | 429,230            |
| \$1,000,000 under \$10,000,000.....         | 609                                       | 137,763           | 479                                 | 1,160          | 609                       | 1,455,567          | 593                                  | 1,172,152          |
| \$10,000,000 under \$25,000,000.....        | 105                                       | 96,356            | 75                                  | 891            | 105                       | 1,478,147          | 104                                  | 960,855            |
| \$25,000,000 under \$50,000,000.....        | 31  | 25,353            | 21                                  | 341            | 31                        | 1,031,783          | 30                                   | 605,349            |
| \$50,000,000 under \$100,000,000.....       | 29  | 23,636            | 21                                  | 971            | 29                        | 1,805,364          | 28                                   | 1,378,514          |
| \$100,000,000 or more.....                  | 34  | 181,423           | 25                                  | 4,756          | 34                        | 18,001,136         | 34                                   | 14,615,023         |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 1.--Domestic Private Foundations: Number and Selected Financial Data, by Type of Foundation and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of foundation, asset size              | Investments in securities (book value) |                    |                        |                   |                   |                    |                   |                   |
|---|--|--------------------|------------------------|-------------------|-------------------|--------------------|-------------------|-------------------|
|   | Total                                  |                    | Government obligations |                   | Corporate stock   |                    | Corporate bonds   |                   |
|   | Number of returns                      | Amount             | Number of returns      | Amount            | Number of returns | Amount             | Number of returns | Amount            |
|   | (26)                                   | (27)               | (28)                   | (29)              | (30)              | (31)               | (32)              | (33)              |
| <b>All foundations</b>                      |  |                    |                        |                   |                   |                    |                   |                   |
| <b>Total.....</b>                           | <b>49,456</b>                          | <b>298,117,249</b> | <b>16,899</b>          | <b>37,899,030</b> | <b>45,535</b>     | <b>216,532,775</b> | <b>20,356</b>     | <b>43,685,443</b> |
| Zero or unreported.....                     | 0                                      | 0                  | 0                      | 0                 | 0                 | 0                  | 0                 | 0                 |
| \$1 under \$100,000.....                    | 7,163                                  | 340,035            | 1,293                  | 22,654            | 6,268             | 291,149            | 1,492             | 26,232            |
| \$100,000 under \$1,000,000.....            | 20,744                                 | 6,403,598          | 5,952                  | 639,683           | 18,795            | 4,791,475          | 6,987             | 972,440           |
| \$1,000,000 under \$10,000,000.....         | 16,941                                 | 34,728,290         | 7,014                  | 4,481,674         | 16,027            | 24,823,270         | 8,902             | 5,423,345         |
| \$10,000,000 under \$25,000,000.....        | 2,503                                  | 24,487,093         | 1,384                  | 3,450,107         | 2,402             | 17,159,221         | 1,569             | 3,877,765         |
| \$25,000,000 under \$50,000,000.....        | 1,023                                  | 22,646,348         | 598                    | 3,434,675         | 988               | 15,610,522         | 659               | 3,601,151         |
| \$50,000,000 under \$100,000,000.....       | 542                                    | 23,818,127         | 308                    | 2,845,009         | 525               | 17,726,750         | 354               | 3,246,368         |
| \$100,000,000 or more.....                  | 540                                    | 185,693,757        | 350                    | 23,025,227        | 530               | 136,130,388        | 394               | 26,538,142        |
| <b>Nonoperating foundations</b>             |  |                    |                        |                   |                   |                    |                   |                   |
| <b>Total.....</b>                           | <b>46,904</b>                          | <b>282,881,732</b> | <b>15,891</b>          | <b>35,935,053</b> | <b>43,386</b>     | <b>205,220,652</b> | <b>19,402</b>     | <b>41,726,026</b> |
| Zero or unreported.....                     | 0                                      | 0                  | 0                      | 0                 | 0                 | 0                  | 0                 | 0                 |
| \$1 under \$100,000.....                    | 6,566                                  | 313,949            | 1,194                  | 17,431            | 5,770             | 274,816            | 1,293             | 21,703            |
| \$100,000 under \$1,000,000.....            | 19,978                                 | 6,226,358          | 5,597                  | 568,780           | 18,230            | 4,706,686          | 6,834             | 950,891           |
| \$1,000,000 under \$10,000,000.....         | 16,056                                 | 33,353,042         | 6,641                  | 4,292,660         | 15,225            | 23,856,273         | 8,486             | 5,204,109         |
| \$10,000,000 under \$25,000,000.....        | 2,340                                  | 23,297,066         | 1,286                  | 3,247,332         | 2,251             | 16,362,218         | 1,470             | 3,687,516         |
| \$25,000,000 under \$50,000,000.....        | 975                                    | 21,953,169         | 568                    | 3,368,255         | 942               | 15,098,756         | 627               | 3,486,157         |
| \$50,000,000 under \$100,000,000.....       | 496                                    | 22,432,025         | 283                    | 2,558,841         | 483               | 16,826,980         | 328               | 3,046,204         |
| \$100,000,000 or more.....                  | 494                                    | 175,306,124        | 323                    | 21,881,755        | 485               | 128,094,923        | 364               | 25,329,446        |
| <b>Operating foundations</b>                |  |                    |                        |                   |                   |                    |                   |                   |
| <b>Total.....</b>                           | <b>2,551</b>                           | <b>15,235,517</b>  | <b>1,007</b>           | <b>1,963,977</b>  | <b>2,149</b>      | <b>11,312,123</b>  | <b>955</b>        | <b>1,959,417</b>  |
| Zero or unreported.....                     | 0                                      | 0                  | 0                      | 0                 | 0                 | 0                  | 0                 | 0                 |
| \$1 under \$100,000.....                    | * 597                                  | * 26,087           | * 99                   | * 5,223           | * 497             | * 16,333           | * 199             | * 4,530           |
| \$100,000 under \$1,000,000.....            | 766                                    | 177,241            | * 355                  | * 70,903          | 565               | 84,789             | * 153             | * 21,549          |
| \$1,000,000 under \$10,000,000.....         | 885                                    | 1,375,248          | 373                    | 189,015           | 802               | 966,998            | 416               | 219,236           |
| \$10,000,000 under \$25,000,000.....        | 163                                    | 1,190,027          | 98                     | 202,775           | 151               | 797,003            | 99                | 190,249           |
| \$25,000,000 under \$50,000,000.....        | 48                                     | 693,179            | 30                     | 66,420            | 46                | 511,766            | 32                | 114,994           |
| \$50,000,000 under \$100,000,000.....       | 46                                     | 1,386,103          | 25                     | 286,169           | 42                | 899,770            | 26                | 200,164           |
| \$100,000,000 or more.....                  | 46                                     | 10,387,633         | 27                     | 1,143,473         | 45                | 8,035,465          | 30                | 1,208,696         |
| <b>Grantmaking foundations</b>              |  |                    |                        |                   |                   |                    |                   |                   |
| <b>Total.....</b>                           | <b>46,471</b>                          | <b>292,888,375</b> | <b>15,946</b>          | <b>37,233,610</b> | <b>42,932</b>     | <b>212,818,618</b> | <b>19,327</b>     | <b>42,836,147</b> |
| Zero or unreported.....                     | 0                                      | 0                  | 0                      | 0                 | 0                 | 0                  | 0                 | 0                 |
| \$1 under \$100,000.....                    | 6,268                                  | 302,318            | 1,194                  | 17,431            | 5,571             | 269,270            | 1,194             | 15,618            |
| \$100,000 under \$1,000,000.....            | 19,818                                 | 6,246,815          | 5,694                  | 597,157           | 17,919            | 4,679,866          | 6,936             | 969,793           |
| \$1,000,000 under \$10,000,000.....         | 15,966                                 | 33,309,411         | 6,528                  | 4,258,990         | 15,172            | 23,825,396         | 8,349             | 5,225,024         |
| \$10,000,000 under \$25,000,000.....        | 2,384                                  | 23,608,037         | 1,311                  | 3,314,334         | 2,289             | 16,577,023         | 1,487             | 3,716,680         |
| \$25,000,000 under \$50,000,000.....        | 993                                    | 22,137,648         | 581                    | 3,391,446         | 960               | 15,225,600         | 639               | 3,520,602         |
| \$50,000,000 under \$100,000,000.....       | 517                                    | 23,063,432         | 296                    | 2,718,721         | 504               | 17,232,656         | 340               | 3,112,055         |
| \$100,000,000 or more.....                  | 525                                    | 184,220,713        | 342                    | 22,935,531        | 516               | 135,008,808        | 383               | 26,276,374        |
| <b>Grantmaking-nonoperating foundations</b> |  |                    |                        |                   |                   |                    |                   |                   |
| <b>Total.....</b>                           | <b>44,839</b>                          | <b>281,269,259</b> | <b>15,362</b>          | <b>35,713,088</b> | <b>41,527</b>     | <b>204,024,716</b> | <b>18,864</b>     | <b>41,531,454</b> |
| Zero or unreported.....                     | 0                                      | 0                  | 0                      | 0                 | 0                 | 0                  | 0                 | 0                 |
| \$1 under \$100,000.....                    | 5,870                                  | 285,410            | 1,194                  | 17,431            | 5,173             | 253,931            | 1,094             | 14,049            |
| \$100,000 under \$1,000,000.....            | 19,154                                 | 6,080,962          | 5,339                  | 526,254           | 17,457            | 4,606,464          | 6,783             | 948,244           |
| \$1,000,000 under \$10,000,000.....         | 15,562                                 | 32,659,348         | 6,393                  | 4,162,818         | 14,783            | 23,369,751         | 8,228             | 5,126,779         |
| \$10,000,000 under \$25,000,000.....        | 2,303                                  | 23,018,545         | 1,268                  | 3,211,328         | 2,215             | 16,162,739         | 1,449             | 3,644,478         |
| \$25,000,000 under \$50,000,000.....        | 967                                    | 21,759,127         | 565                    | 3,362,478         | 934               | 14,934,458         | 622               | 3,462,190         |
| \$50,000,000 under \$100,000,000.....       | 491                                    | 22,183,307         | 281                    | 2,553,624         | 479               | 16,602,451         | 325               | 3,027,232         |
| \$100,000,000 or more.....                  | 493                                    | 175,282,561        | 322                    | 21,879,156        | 485               | 128,094,923        | 363               | 25,308,482        |
| <b>Grantmaking-operating foundations</b>    |  |                    |                        |                   |                   |                    |                   |                   |
| <b>Total.....</b>                           | <b>1,631</b>                           | <b>11,619,116</b>  | <b>584</b>             | <b>1,520,521</b>  | <b>1,405</b>      | <b>8,793,902</b>   | <b>464</b>        | <b>1,304,692</b>  |
| Zero or unreported.....                     | 0                                      | 0                  | 0                      | 0                 | 0                 | 0                  | 0                 | 0                 |
| \$1 under \$100,000.....                    | * 398                                  | * 16,908           | 0                      | 0                 | * 398             | * 15,339           | * 99              | * 1,569           |
| \$100,000 under \$1,000,000.....            | 664                                    | 165,854            | * 355                  | * 70,903          | * 462             | * 73,402           | * 153             | * 21,549          |
| \$1,000,000 under \$10,000,000.....         | 405                                    | 650,063            | 135                    | 96,171            | 389               | 455,646            | 121               | 98,246            |
| \$10,000,000 under \$25,000,000.....        | 81                                     | 589,493            | 43                     | 103,006           | 74                | 414,284            | 38                | 72,202            |
| \$25,000,000 under \$50,000,000.....        | 26                                     | 378,522            | 16                     | 28,968            | 26                | 291,141            | 17                | 58,412            |
| \$50,000,000 under \$100,000,000.....       | 26                                     | 880,125            | 15                     | 165,098           | 25                | 630,204            | 15                | 84,823            |
| \$100,000,000 or more.....                  | 32                                     | 8,938,151          | 20                     | 1,056,375         | 31                | 6,913,885          | 20                | 967,892           |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 1.--Domestic Private Foundations: Number and Selected Financial Data, by Type of Foundation and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of foundation, asset size              | Total assets (fair market value) |                    | Total investment assets (fair market value) |                    | Investments in securities (fair market value) |                    |                        |                   |
|---|----------------------------------|--------------------|---|--------------------|---|--------------------|------------------------|-------------------|
|   | Number of returns                | Amount             | Number of returns                           | Amount             | Total   |                    | Government obligations |                   |
|   |                                  |                    |   |                    | Number of returns                             | Amount             | Number of returns      | Amount            |
|   | (34)                             | (35)               | (36)  | (37)               | (38)  | (39)               | (40)                   | (41)              |
| <b>Total.....</b>                           | <b>73,762</b>                    | <b>474,951,885</b> | <b>64,340</b>                               | <b>448,773,041</b> | <b>49,456</b>                                 | <b>344,313,719</b> | <b>16,899</b>          | <b>38,582,112</b> |
| Zero or unreported.....                     | 0                                | 0                  | 0   | 0                  | 0   | 0                  | 0                      | 0                 |
| \$1 under \$100,000.....                    | 21,586                           | 672,253            | 13,927                                      | 512,180            | 7,163   | 290,795            | 1,293                  | 23,349            |
| \$100,000 under \$1,000,000.....            | 28,061                           | 11,851,321         | 26,617                                      | 10,552,025         | 20,744  | 7,325,640          | 5,952                  | 661,725           |
| \$1,000,000 under \$10,000,000.....         | 19,202                           | 59,095,553         | 18,903                                      | 54,759,035         | 16,941  | 41,260,071         | 7,014                  | 4,669,075         |
| \$10,000,000 under \$25,000,000.....        | 2,694                            | 41,725,526         | 2,680                                       | 38,847,113         | 2,503   | 30,051,606         | 1,384                  | 3,536,348         |
| \$25,000,000 under \$50,000,000.....        | 1,086                            | 37,854,025         | 1,082                                       | 35,411,842         | 1,023   | 27,340,941         | 598                    | 3,542,392         |
| \$50,000,000 under \$100,000,000.....       | 574                              | 39,984,182         | 572   | 37,685,768         | 542   | 28,310,208         | 308                    | 2,929,954         |
| \$100,000,000 or more.....                  | 559                              | 283,769,025        | 559   | 271,005,077        | 540   | 209,734,459        | 350                    | 23,219,269        |
| <b>Nonoperating foundations</b>             |                                  |                    |   |                    |   |                    |                        |                   |
| <b>Total.....</b>                           | <b>67,616</b>                    | <b>436,296,453</b> | <b>59,696</b>                               | <b>419,322,423</b> | <b>46,904</b>                                 | <b>327,980,173</b> | <b>15,891</b>          | <b>36,603,492</b> |
| Zero or unreported.....                     | 0                                | 0                  | 0   | 0                  | 0   | 0                  | 0                      | 0                 |
| \$1 under \$100,000.....                    | 18,900                           | 585,722            | 12,534                                      | 467,715            | 6,566   | 264,962            | 1,194                  | 18,022            |
| \$100,000 under \$1,000,000.....            | 26,319                           | 11,077,281         | 24,979                                      | 9,975,364          | 19,978  | 7,139,996          | 5,597                  | 590,765           |
| \$1,000,000 under \$10,000,000.....         | 17,869                           | 54,747,756         | 17,664                                      | 52,004,093         | 16,056  | 39,680,823         | 6,641                  | 4,474,692         |
| \$10,000,000 under \$25,000,000.....        | 2,472                            | 38,246,175         | 2,465                                       | 36,686,541         | 2,340   | 28,681,937         | 1,286                  | 3,331,026         |
| \$25,000,000 under \$50,000,000.....        | 1,025                            | 35,683,721         | 1,023                                       | 34,091,154         | 975   | 26,591,545         | 568                    | 3,476,188         |
| \$50,000,000 under \$100,000,000.....       | 522                              | 36,588,390         | 522   | 35,174,532         | 496   | 26,807,228         | 283                    | 2,644,410         |
| \$100,000,000 or more.....                  | 509                              | 259,367,408        | 509   | 250,923,023        | 494   | 198,813,681        | 323                    | 22,068,389        |
| <b>Operating foundations</b>                |                                  |                    |   |                    |   |                    |                        |                   |
| <b>Total.....</b>                           | <b>6,146</b>                     | <b>38,655,431</b>  | <b>4,644</b>                                | <b>29,450,618</b>  | <b>2,551</b>                                  | <b>16,333,546</b>  | <b>1,007</b>           | <b>1,978,620</b>  |
| Zero or unreported.....                     | 0                                | 0                  | 0   | 0                  | 0   | 0                  | 0                      | 0                 |
| \$1 under \$100,000.....                    | 2,686                            | 86,531             | 1,393                                       | 44,465             | * 597   | * 25,832           | * 99                   | * 5,327           |
| \$100,000 under \$1,000,000.....            | 1,742                            | 774,040            | 1,639                                       | 576,661            | 766   | 185,644            | * 355                  | * 70,960          |
| \$1,000,000 under \$10,000,000.....         | 1,333                            | 4,347,797          | 1,239                                       | 2,754,942          | 885   | 1,579,247          | 373                    | 194,383           |
| \$10,000,000 under \$25,000,000.....        | 222                              | 3,479,351          | 215   | 2,160,572          | 163   | 1,369,669          | 98                     | 205,322           |
| \$25,000,000 under \$50,000,000.....        | 61                               | 2,170,305          | 59  | 1,320,688          | 48  | 749,396            | 30                     | 66,204            |
| \$50,000,000 under \$100,000,000.....       | 52                               | 3,395,792          | 50  | 2,511,236          | 46  | 1,502,981          | 25                     | 285,545           |
| \$100,000,000 or more.....                  | 50                               | 24,401,616         | 50  | 20,082,054         | 46  | 10,920,778         | 27                     | 1,150,880         |
| <b>Grantmaking-nonoperating foundations</b> |                                  |                    |   |                    |   |                    |                        |                   |
| <b>Total.....</b>                           | <b>63,193</b>                    | <b>458,794,461</b> | <b>58,335</b>                               | <b>437,320,400</b> | <b>46,471</b>                                 | <b>338,307,672</b> | <b>15,946</b>          | <b>37,903,306</b> |
| Zero or unreported.....                     | 0                                | 0                  | 0   | 0                  | 0   | 0                  | 0                      | 0                 |
| \$1 under \$100,000.....                    | 15,120                           | 541,842            | 11,341                                      | 436,648            | 6,268   | 250,310            | 1,194                  | 18,022            |
| \$100,000 under \$1,000,000.....            | 25,693                           | 10,897,099         | 24,819                                      | 10,025,408         | 19,818  | 7,153,617          | 5,694                  | 618,821           |
| \$1,000,000 under \$10,000,000.....         | 17,727                           | 54,627,813         | 17,533                                      | 51,926,612         | 15,966  | 39,499,041         | 6,528                  | 4,440,344         |
| \$10,000,000 under \$25,000,000.....        | 2,530                            | 39,228,975         | 2,524                                       | 37,217,742         | 2,384   | 29,058,233         | 1,311                  | 3,397,913         |
| \$25,000,000 under \$50,000,000.....        | 1,038                            | 36,226,177         | 1,035                                       | 34,320,855         | 993   | 26,781,392         | 581                    | 3,498,807         |
| \$50,000,000 under \$100,000,000.....       | 546                              | 38,207,552         | 545   | 36,416,506         | 517   | 27,513,100         | 296                    | 2,803,650         |
| \$100,000,000 or more.....                  | 539                              | 279,065,004        | 539   | 266,976,629        | 525   | 208,051,978        | 342                    | 23,125,748        |
| <b>Grantmaking-operating foundations</b>    |                                  |                    |   |                    |   |                    |                        |                   |
| <b>Total.....</b>                           | <b>59,922</b>                    | <b>431,388,748</b> | <b>55,779</b>                               | <b>415,520,416</b> | <b>44,839</b>                                 | <b>326,071,498</b> | <b>15,362</b>          | <b>36,374,456</b> |
| Zero or unreported.....                     | 0                                | 0                  | 0   | 0                  | 0   | 0                  | 0                      | 0                 |
| \$1 under \$100,000.....                    | 13,728                           | 490,229            | 10,644                                      | 416,796            | 5,870   | 234,070            | 1,194                  | 18,022            |
| \$100,000 under \$1,000,000.....            | 24,622                           | 10,368,520         | 23,748                                      | 9,585,789          | 19,154  | 6,979,451          | 5,339                  | 547,862           |
| \$1,000,000 under \$10,000,000.....         | 17,118                           | 53,007,953         | 16,939                                      | 50,609,919         | 15,562  | 38,774,613         | 6,393                  | 4,339,005         |
| \$10,000,000 under \$25,000,000.....        | 2,425                            | 37,567,835         | 2,420                                       | 36,146,655         | 2,303   | 28,372,612         | 1,268                  | 3,294,313         |
| \$25,000,000 under \$50,000,000.....        | 1,007                            | 35,102,066         | 1,005                                       | 33,659,889         | 967   | 26,379,408         | 565                    | 3,470,377         |
| \$50,000,000 under \$100,000,000.....       | 517                              | 36,209,311         | 517   | 34,886,124         | 491   | 26,541,225         | 281                    | 2,639,087         |
| \$100,000,000 or more.....                  | 505                              | 258,642,835        | 505   | 250,215,244        | 493   | 198,790,118        | 322                    | 22,065,791        |
| <b>Other foundations</b>                    |                                  |                    |   |                    |   |                    |                        |                   |
| <b>Total.....</b>                           | <b>3,271</b>                     | <b>27,405,713</b>  | <b>2,556</b>                                | <b>21,799,983</b>  | <b>1,631</b>                                  | <b>12,236,174</b>  | <b>584</b>             | <b>1,528,849</b>  |
| Zero or unreported.....                     | 0                                | 0                  | 0   | 0                  | 0   | 0                  | 0                      | 0                 |
| \$1 under \$100,000.....                    | 1,393                            | 51,613             | * 696                                       | * 19,852           | * 398   | * 16,240           | 0                      | 0                 |
| \$100,000 under \$1,000,000.....            | 1,071                            | 528,579            | 1,071                                       | 439,619            | 664   | 174,166            | * 355                  | * 70,960          |
| \$1,000,000 under \$10,000,000.....         | 609                              | 1,619,860          | 593   | 1,316,693          | 405   | 724,428            | 135                    | 101,340           |
| \$10,000,000 under \$25,000,000.....        | 105                              | 1,661,140          | 104   | 1,071,087          | 81  | 685,621            | 43                     | 103,601           |
| \$25,000,000 under \$50,000,000.....        | 31                               | 1,124,111          | 30  | 660,966            | 26  | 401,984            | 16                     | 28,430            |
| \$50,000,000 under \$100,000,000.....       | 29                               | 1,998,241          | 28  | 1,530,381          | 26  | 971,874            | 15                     | 164,563           |
| \$100,000,000 or more.....                  | 34                               | 20,422,169         | 34  | 16,761,385         | 32  | 9,261,860          | 20                     | 1,059,957         |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 1.--Domestic Private Foundations: Number and Selected Financial Data, by Type of Foundation and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of foundation, asset size              | Investments in securities (fair market value)--continued |                    |                   |                   | Net worth (book value) |                    | Noncharitable-use assets |                    |
|---|--|--------------------|-------------------|-------------------|------------------------|--------------------|--------------------------|--------------------|
|   | Corporate stock  |                    | Corporate bonds   |                   | Number of returns      | Amount             | Number of returns        | Amount             |
|   | Number of returns  | Amount             | Number of returns | Amount            |                        |                    |                          |                    |
|   | (42)   | (43)               | (44)              | (45)              | (46)                   | (47)               | (48)                     | (49)               |
| <b>Total.....</b>                           | <b>45,535</b>  | <b>261,272,455</b> | <b>20,356</b>     | <b>44,459,152</b> | <b>73,858</b>          | <b>400,553,173</b> | <b>73,856</b>            | <b>408,972,770</b> |
| Zero or unreported.....                     | 0  | 0                  | 0                 | 0                 | * 99                   | * -739             | 1,194                    | 204,882            |
| \$1 under \$100,000.....                    | 6,268  | 240,289            | 1,492             | 27,157            | 21,586                 | 700,442            | 20,691                   | 663,116            |
| \$100,000 under \$1,000,000.....            | 18,795   | 5,667,488          | 6,987             | 996,427           | 28,061                 | 10,504,696         | 27,906                   | 10,523,727         |
| \$1,000,000 under \$10,000,000.....         | 16,207   | 31,009,955         | 8,902             | 5,581,041         | 19,202                 | 50,647,190         | 19,165                   | 51,975,808         |
| \$10,000,000 under \$25,000,000.....        | 2,402  | 22,511,739         | 1,569             | 4,003,519         | 2,691                  | 34,497,972         | 2,685                    | 36,361,736         |
| \$25,000,000 under \$50,000,000.....        | 988  | 20,092,906         | 659               | 3,705,643         | 1,086                  | 31,344,762         | 1,084                    | 32,872,328         |
| \$50,000,000 under \$100,000,000.....       | 525  | 22,036,456         | 354               | 3,343,798         | 574                    | 33,655,222         | 573                      | 34,645,598         |
| \$100,000,000 or more.....                  | 530  | 159,713,621        | 394               | 26,801,568        | 559                    | 239,203,628        | 559                      | 241,725,575        |
| <b>Nonoperating foundations</b>             |  |                    |                   |                   |                        |                    |                          |                    |
| <b>Total.....</b>                           | <b>43,386</b>  | <b>248,890,100</b> | <b>19,402</b>     | <b>42,486,581</b> | <b>67,714</b>          | <b>370,704,788</b> | <b>67,877</b>            | <b>386,964,183</b> |
| Zero or unreported.....                     | 0  | 0                  | 0                 | 0                 | * 99                   | * -739             | 1,194                    | 204,882            |
| \$1 under \$100,000.....                    | 5,770  | 224,858            | 1,293             | 22,083            | 18,900                 | 618,376            | 18,105                   | 592,786            |
| \$100,000 under \$1,000,000.....            | 18,230   | 5,575,458          | 6,834             | 973,773           | 26,319                 | 9,815,987          | 26,216                   | 9,977,964          |
| \$1,000,000 under \$10,000,000.....         | 15,225   | 29,840,520         | 8,486             | 5,365,612         | 17,869                 | 47,125,909         | 17,841                   | 49,330,029         |
| \$10,000,000 under \$25,000,000.....        | 2,251  | 21,543,677         | 1,470             | 3,807,234         | 2,470                  | 31,584,121         | 2,468                    | 34,442,426         |
| \$25,000,000 under \$50,000,000.....        | 942  | 19,523,837         | 627               | 3,591,520         | 1,025                  | 29,692,813         | 1,023                    | 31,815,858         |
| \$50,000,000 under \$100,000,000.....       | 483  | 21,020,544         | 328               | 3,142,274         | 522                    | 30,873,402         | 522                      | 32,533,621         |
| \$100,000,000 or more.....                  | 485  | 151,161,207        | 364               | 25,584,085        | 509                    | 220,994,918        | 509                      | 228,066,617        |
| <b>Operating foundations</b>                |  |                    |                   |                   |                        |                    |                          |                    |
| <b>Total.....</b>                           | <b>2,149</b>   | <b>12,382,355</b>  | <b>955</b>        | <b>1,972,571</b>  | <b>6,145</b>           | <b>29,848,385</b>  | <b>5,979</b>             | <b>22,008,587</b>  |
| Zero or unreported.....                     | 0  | 0                  | 0                 | 0                 | 0                      | 0                  | 0                        | 0                  |
| \$1 under \$100,000.....                    | * 497  | * 15,431           | * 199             | * 5,074           | 2,686                  | 82,065             | 2,586                    | 70,330             |
| \$100,000 under \$1,000,000.....            | 565  | 92,030             | * 153             | * 22,654          | 1,742                  | 688,708            | 1,691                    | 545,763            |
| \$1,000,000 under \$10,000,000.....         | 802  | 1,169,435          | 416               | 215,429           | 1,333                  | 3,521,281          | 1,323                    | 2,645,779          |
| \$10,000,000 under \$25,000,000.....        | 151  | 968,062            | 99                | 196,285           | 221                    | 2,913,851          | 217                      | 1,919,310          |
| \$25,000,000 under \$50,000,000.....        | 46   | 569,069            | 32                | 114,122           | 61                     | 1,651,949          | 61                       | 1,056,470          |
| \$50,000,000 under \$100,000,000.....       | 42   | 1,015,913          | 26                | 201,523           | 52                     | 2,781,820          | 51                       | 2,111,977          |
| \$100,000,000 or more.....                  | 45   | 8,552,415          | 30                | 1,217,484         | 50                     | 18,208,710         | 50                       | 13,658,959         |
| <b>Grantmaking foundations</b>              |  |                    |                   |                   |                        |                    |                          |                    |
| <b>Total.....</b>                           | <b>42,932</b>  | <b>256,804,262</b> | <b>19,327</b>     | <b>43,600,105</b> | <b>63,291</b>          | <b>388,641,912</b> | <b>64,171</b>            | <b>399,976,950</b> |
| Zero or unreported.....                     | 0  | 0                  | 0                 | 0                 | * 99                   | * -739             | 1,194                    | 204,882            |
| \$1 under \$100,000.....                    | 5,571  | 215,750            | 1,194             | 16,538            | 15,120                 | 580,938            | 14,921                   | 550,635            |
| \$100,000 under \$1,000,000.....            | 17,919   | 5,541,096          | 6,936             | 993,700           | 25,693                 | 9,786,671          | 25,693                   | 9,970,395          |
| \$1,000,000 under \$10,000,000.....         | 15,172   | 29,678,259         | 8,349             | 5,380,439         | 17,727                 | 47,171,139         | 17,716                   | 49,551,896         |
| \$10,000,000 under \$25,000,000.....        | 2,289  | 21,822,031         | 1,487             | 3,838,289         | 2,528                  | 32,379,429         | 2,525                    | 34,933,611         |
| \$25,000,000 under \$50,000,000.....        | 960  | 19,656,548         | 639               | 3,626,037         | 1,038                  | 30,168,372         | 1,037                    | 31,952,775         |
| \$50,000,000 under \$100,000,000.....       | 504  | 21,500,529         | 340               | 3,208,921         | 546                    | 32,261,046         | 546                      | 33,572,418         |
| \$100,000,000 or more.....                  | 516  | 158,390,049        | 383               | 26,536,182        | 539                    | 236,295,056        | 539                      | 239,240,338        |
| <b>Grantmaking-nonoperating foundations</b> |  |                    |                   |                   |                        |                    |                          |                    |
| <b>Total.....</b>                           | <b>41,527</b>  | <b>247,406,673</b> | <b>18,864</b>     | <b>42,290,369</b> | <b>60,019</b>          | <b>366,985,649</b> | <b>61,001</b>            | <b>383,770,832</b> |
| Zero or unreported.....                     | 0  | 0                  | 0                 | 0                 | * 99                   | * -739             | 1,194                    | 204,882            |
| \$1 under \$100,000.....                    | 5,173  | 201,378            | 1,094             | 14,670            | 13,728                 | 527,942            | 13,628                   | 517,762            |
| \$100,000 under \$1,000,000.....            | 17,457   | 5,460,543          | 6,783             | 971,046           | 24,622                 | 9,269,126          | 24,622                   | 9,544,839          |
| \$1,000,000 under \$10,000,000.....         | 14,783   | 29,148,233         | 8,228             | 5,287,375         | 17,118                 | 45,791,398         | 17,107                   | 48,229,754         |
| \$10,000,000 under \$25,000,000.....        | 2,215  | 21,314,294         | 1,449             | 3,764,005         | 2,423                  | 30,970,554         | 2,422                    | 33,995,053         |
| \$25,000,000 under \$50,000,000.....        | 934  | 19,341,452         | 622               | 3,567,578         | 1,007                  | 29,307,567         | 1,006                    | 31,434,822         |
| \$50,000,000 under \$100,000,000.....       | 479  | 20,779,565         | 325               | 3,122,574         | 517                    | 30,607,036         | 517                      | 32,262,684         |
| \$100,000,000 or more.....                  | 485  | 151,161,207        | 363               | 25,563,121        | 505                    | 220,512,764        | 505                      | 227,581,036        |
| <b>Grantmaking-operating foundations</b>    |  |                    |                   |                   |                        |                    |                          |                    |
| <b>Total.....</b>                           | <b>1,405</b>   | <b>9,397,589</b>   | <b>464</b>        | <b>1,309,735</b>  | <b>3,271</b>           | <b>21,656,263</b>  | <b>3,170</b>             | <b>16,206,118</b>  |
| Zero or unreported.....                     | 0  | 0                  | 0                 | 0                 | 0                      | 0                  | 0                        | 0                  |
| \$1 under \$100,000.....                    | * 398  | * 14,372           | * 99              | * 1,868           | 1,393                  | 52,996             | 1,293                    | 32,873             |
| \$100,000 under \$1,000,000.....            | * 462  | * 80,553           | * 153             | * 22,654          | 1,071                  | 517,544            | 1,071                    | 425,556            |
| \$1,000,000 under \$10,000,000.....         | 389  | 530,025            | 121               | 93,063            | 609                    | 1,379,741          | 609                      | 1,322,142          |
| \$10,000,000 under \$25,000,000.....        | 74   | 507,736            | 38                | 74,284            | 105                    | 1,408,874          | 103                      | 938,558            |
| \$25,000,000 under \$50,000,000.....        | 26   | 315,096            | 17                | 58,458            | 31                     | 860,805            | 31                       | 517,952            |
| \$50,000,000 under \$100,000,000.....       | 25   | 720,965            | 15                | 86,347            | 29                     | 1,654,011          | 29                       | 1,309,734          |
| \$100,000,000 or more.....                  | 31   | 7,228,842          | 20                | 973,061           | 34                     | 15,782,292         | 34                       | 11,659,302         |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 1.--Domestic Private Foundations: Number and Selected Financial Data, by Type of Foundation and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of foundation, asset size              | Minimum investment return |                   | Distributable amount |                   | Qualifying distributions |                   | Undistributed income for 2003 |                  | Excess distributions carryover to 2004 |                   |
|---|---------------------------|-------------------|----------------------|-------------------|--------------------------|-------------------|-------------------------------|------------------|--|-------------------|
|   | Number of returns         | Amount            | Number of returns    | Amount            | Number of returns        | Amount            | Number of returns             | Amount           | Number of returns                      | Amount            |
|   | (50)                      | (51)              | (52)                 | (53)              | (54)                     | (55)              | (56)                          | (57)             | (58)                                   | (59)              |
| <b>Total</b> .....                          | <b>73,655</b>             | <b>20,378,669</b> | <b>67,285</b>        | <b>19,187,813</b> | <b>69,767</b>            | <b>32,780,062</b> | <b>22,912</b>                 | <b>5,263,504</b> | <b>45,176</b>                          | <b>47,662,665</b> |
| Zero or unreported.....                     | 1,194                     | 10,244            | 1,194                | 10,083            | 1,691                    | 231,026           | * 99                          | * 6,583          | 1,592                                  | 1,199,653         |
| \$1 under \$100,000.....                    | 20,492                    | 33,047            | 17,707               | 28,794            | 17,309                   | 710,214           | 3,979                         | 4,153            | 14,026                                 | 3,860,533         |
| \$100,000 under \$1,000,000.....            | 27,906                    | 523,212           | 26,113               | 489,104           | 27,034                   | 1,717,623         | 9,311                         | 125,840          | 16,807                                 | 6,158,759         |
| \$1,000,000 under \$10,000,000.....         | 19,165                    | 2,581,266         | 17,762               | 2,426,047         | 18,862                   | 5,814,031         | 7,537                         | 772,968          | 10,217                                 | 12,555,003        |
| \$10,000,000 under \$25,000,000.....        | 2,685                     | 1,802,845         | 2,461                | 1,680,715         | 2,663                    | 3,078,047         | 1,072                         | 505,134          | 1,395                                  | 4,742,154         |
| \$25,000,000 under \$50,000,000.....        | 1,082                     | 1,631,678         | 1,019                | 1,563,230         | 1,078                    | 2,838,605         | 434                           | 470,620          | 587                                    | 4,384,683         |
| \$50,000,000 under \$100,000,000.....       | 573                       | 1,723,070         | 522                  | 1,636,158         | 572                      | 2,836,927         | 234                           | 515,777          | 288                                    | 4,596,707         |
| \$100,000,000 or more.....                  | 59                        | 12,073,307        | 508                  | 11,353,682        | 558                      | 15,553,589        | 246                           | 2,862,429        | 265                                    | 10,165,172        |
| <b>Nonoperating foundations</b>             |                           |                   |                      |                   |                          |                   |                               |                  |  |                   |
| <b>Total</b> .....                          | <b>67,676</b>             | <b>19,278,246</b> | <b>67,285</b>        | <b>19,187,813</b> | <b>64,197</b>            | <b>29,811,157</b> | <b>22,912</b>                 | <b>5,263,504</b> | <b>45,176</b>                          | <b>47,662,665</b> |
| Zero or unreported.....                     | 1,194                     | 10,244            | 1,194                | 10,083            | 1,592                    | 227,460           | * 99                          | * 6,583          | 1,592                                  | 1,199,653         |
| \$1 under \$100,000.....                    | 17,906                    | 29,531            | 17,707               | 28,794            | 15,220                   | 630,921           | 3,979                         | 4,153            | 14,026                                 | 3,860,533         |
| \$100,000 under \$1,000,000.....            | 26,216                    | 495,924           | 26,113               | 489,104           | 25,292                   | 1,565,602         | 9,311                         | 125,840          | 16,807                                 | 6,158,759         |
| \$1,000,000 under \$10,000,000.....         | 17,841                    | 2,448,977         | 17,762               | 2,426,047         | 17,596                   | 5,250,608         | 7,537                         | 772,968          | 10,217                                 | 12,555,003        |
| \$10,000,000 under \$25,000,000.....        | 2,468                     | 1,706,886         | 2,461                | 1,680,715         | 2,449                    | 2,753,459         | 1,072                         | 505,134          | 1,395                                  | 4,742,154         |
| \$25,000,000 under \$50,000,000.....        | 1,021                     | 1,578,854         | 1,019                | 1,563,230         | 1,018                    | 2,582,943         | 434                           | 470,620          | 587                                    | 4,384,683         |
| \$50,000,000 under \$100,000,000.....       | 522                       | 1,617,471         | 522                  | 1,636,158         | 522                      | 2,559,837         | 234                           | 515,777          | 288                                    | 4,596,707         |
| \$100,000,000 or more.....                  | 509                       | 11,390,359        | 508                  | 11,353,682        | 508                      | 14,240,326        | 246                           | 2,862,429        | 265                                    | 10,165,172        |
| <b>Operating foundations</b>                |                           |                   |                      |                   |                          |                   |                               |                  |  |                   |
| <b>Total</b> .....                          | <b>5,979</b>              | <b>1,100,422</b>  | <b>N/A</b>           | <b>N/A</b>        | <b>5,570</b>             | <b>2,968,904</b>  | <b>N/A</b>                    | <b>N/A</b>       | <b>N/A</b>                             | <b>N/A</b>        |
| Zero or unreported.....                     | 0                         | 0                 | N/A                  | N/A               | * 99                     | * 3,566           | N/A                           | N/A              | N/A                                    | N/A               |
| \$1 under \$100,000.....                    | 2,586                     | 3,517             | N/A                  | N/A               | 2,089                    | 79,292            | N/A                           | N/A              | N/A                                    | N/A               |
| \$100,000 under \$1,000,000.....            | 1,691                     | 27,288            | N/A                  | N/A               | 1,742                    | 152,020           | N/A                           | N/A              | N/A                                    | N/A               |
| \$1,000,000 under \$10,000,000.....         | 1,323                     | 132,289           | N/A                  | N/A               | 1,267                    | 563,423           | N/A                           | N/A              | N/A                                    | N/A               |
| \$10,000,000 under \$25,000,000.....        | 217                       | 95,958            | N/A                  | N/A               | 214                      | 324,588           | N/A                           | N/A              | N/A                                    | N/A               |
| \$25,000,000 under \$50,000,000.....        | 61                        | 52,823            | N/A                  | N/A               | 60                       | 255,662           | N/A                           | N/A              | N/A                                    | N/A               |
| \$50,000,000 under \$100,000,000.....       | 51                        | 105,599           | N/A                  | N/A               | 50                       | 277,090           | N/A                           | N/A              | N/A                                    | N/A               |
| \$100,000,000 or more.....                  | 50                        | 682,948           | N/A                  | N/A               | 50                       | 1,313,263         | N/A                           | N/A              | N/A                                    | N/A               |
| <b>Grantmaking foundations</b>              |                           |                   |                      |                   |                          |                   |                               |                  |  |                   |
| <b>Total</b> .....                          | <b>64,171</b>             | <b>19,951,014</b> | <b>60,729</b>        | <b>19,042,052</b> | <b>64,884</b>            | <b>31,179,441</b> | <b>19,907</b>                 | <b>5,221,251</b> | <b>41,351</b>                          | <b>43,671,803</b> |
| Zero or unreported.....                     | 1,194                     | 10,244            | 1,194                | 10,083            | 1,691                    | 231,026           | * 99                          | * 6,583          | 1,492                                  | 676,772           |
| \$1 under \$100,000.....                    | 14,921                    | 27,495            | 13,529               | 25,162            | 15,120                   | 646,776           | 2,188                         | 3,059            | 11,341                                 | 3,077,715         |
| \$100,000 under \$1,000,000.....            | 25,693                    | 498,310           | 24,520               | 468,779           | 25,693                   | 1,474,595         | 8,485                         | 117,133          | 16,139                                 | 4,598,375         |
| \$1,000,000 under \$10,000,000.....         | 17,716                    | 2,466,375         | 17,043               | 2,372,483         | 17,727                   | 5,333,665         | 7,183                         | 763,956          | 9,878                                  | 12,312,016        |
| \$10,000,000 under \$25,000,000.....        | 2,525                     | 1,734,953         | 2,418                | 1,661,590         | 2,530                    | 2,939,904         | 1,045                         | 496,652          | 1,378                                  | 4,680,827         |
| \$25,000,000 under \$50,000,000.....        | 1,037                     | 1,592,279         | 1,005                | 1,551,517         | 1,038                    | 2,713,727         | 430                           | 465,988          | 576                                    | 4,306,756         |
| \$50,000,000 under \$100,000,000.....       | 546                       | 1,672,311         | 517                  | 1,623,047         | 546                      | 2,720,864         | 233                           | 514,897          | 284                                    | 4,483,335         |
| \$100,000,000 or more.....                  | 539                       | 11,949,045        | 504                  | 11,329,390        | 539                      | 15,118,883        | 243                           | 2,852,982        | 264                                    | 9,536,007         |
| <b>Grantmaking-nonoperating foundations</b> |                           |                   |                      |                   |                          |                   |                               |                  |  |                   |
| <b>Total</b> .....                          | <b>61,001</b>             | <b>19,140,715</b> | <b>60,729</b>        | <b>19,042,052</b> | <b>61,514</b>            | <b>29,116,075</b> | <b>19,907</b>                 | <b>5,221,251</b> | <b>41,351</b>                          | <b>43,671,803</b> |
| Zero or unreported.....                     | 1,194                     | 10,244            | 1,194                | 10,083            | 1,592                    | 227,460           | * 99                          | * 6,583          | 1,492                                  | 676,772           |
| \$1 under \$100,000.....                    | 13,628                    | 25,852            | 13,529               | 25,162            | 13,728                   | 581,699           | 2,188                         | 3,059            | 11,341                                 | 3,077,715         |
| \$100,000 under \$1,000,000.....            | 24,622                    | 477,032           | 24,520               | 468,779           | 24,622                   | 1,417,828         | 8,485                         | 117,133          | 16,139                                 | 4,598,375         |
| \$1,000,000 under \$10,000,000.....         | 17,107                    | 2,400,268         | 17,043               | 2,372,483         | 17,118                   | 5,055,933         | 7,183                         | 763,956          | 9,878                                  | 12,312,016        |
| \$10,000,000 under \$25,000,000.....        | 2,422                     | 1,688,033         | 2,418                | 1,661,590         | 2,425                    | 2,736,781         | 1,045                         | 496,652          | 1,378                                  | 4,680,827         |
| \$25,000,000 under \$50,000,000.....        | 1,006                     | 1,566,382         | 1,005                | 1,551,517         | 1,007                    | 2,572,274         | 430                           | 465,988          | 576                                    | 4,306,756         |
| \$50,000,000 under \$100,000,000.....       | 517                       | 1,606,825         | 517                  | 1,623,047         | 517                      | 2,553,252         | 233                           | 514,897          | 284                                    | 4,483,335         |
| \$100,000,000 or more.....                  | 505                       | 11,366,080        | 504                  | 11,329,390        | 505                      | 13,970,848        | 243                           | 2,852,982        | 264                                    | 9,536,007         |
| <b>Grantmaking-operating foundations</b>    |                           |                   |                      |                   |                          |                   |                               |                  |  |                   |
| <b>Total</b> .....                          | <b>3,170</b>              | <b>810,299</b>    | <b>N/A</b>           | <b>N/A</b>        | <b>3,371</b>             | <b>2,063,366</b>  | <b>N/A</b>                    | <b>N/A</b>       | <b>N/A</b>                             | <b>N/A</b>        |
| Zero or unreported.....                     | 0                         | 0                 | N/A                  | N/A               | 99                       | 3,566             | N/A                           | N/A              | N/A                                    | N/A               |
| \$1 under \$100,000.....                    | 1,293                     | 1,644             | N/A                  | N/A               | 1,393                    | 65,078            | N/A                           | N/A              | N/A                                    | N/A               |
| \$100,000 under \$1,000,000.....            | 1,071                     | 21,278            | N/A                  | N/A               | 1,071                    | 56,766            | N/A                           | N/A              | N/A                                    | N/A               |
| \$1,000,000 under \$10,000,000.....         | 609                       | 66,107            | N/A                  | N/A               | 609                      | 277,732           | N/A                           | N/A              | N/A                                    | N/A               |
| \$10,000,000 under \$25,000,000.....        | 103                       | 46,921            | N/A                  | N/A               | 105                      | 203,123           | N/A                           | N/A              | N/A                                    | N/A               |
| \$25,000,000 under \$50,000,000.....        | 31                        | 25,898            | N/A                  | N/A               | 31                       | 141,454           | N/A                           | N/A              | N/A                                    | N/A               |
| \$50,000,000 under \$100,000,000.....       | 29                        | 65,487            | N/A                  | N/A               | 29                       | 167,612           | N/A                           | N/A              | N/A                                    | N/A               |
| \$100,000,000 or more.....                  | 34                        | 582,965           | N/A                  | N/A               | 34                       | 1,148,036         | N/A                           | N/A              | N/A                                    | N/A               |

N/A--Not applicable.

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

[1] The data shown in columns 18 and 19 are based on the amount of contributions, gifts, and grants that foundations actually disbursed for charitable purposes for 2003 using the cash receipts and disbursement method of accounting. These amounts differ somewhat from those reported as contributions, gifts, and grants paid shown in the income statement because foundations may use either the cash receipts and disbursement or the accrual method of accounting.

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

# Private Foundations, Tax Year 2003

**Table 2.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Number and Selected Financial Data, by Type of Charitable Trust and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003**

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

| Type of trust, asset size                         | Number of returns | Total revenue     |                | Selected sources of revenue               |                |  |                |   |               |
|---|-------------------|-------------------|----------------|---|----------------|--|----------------|---|---------------|
|   |                   |                   |                | Contributions, gifts, and grants received |                | Dividends and interest from securities |                | Net gain (less loss) from sales of assets |               |
|   |                   | Number of returns | Amount         | Number of returns                         | Amount         | Number of returns                      | Amount         | Number of returns                         | Amount        |
|   | (1)               | (2)               | (3)            | (4)                                       | (5)            | (6)                                    | (7)            | (8)                                       | (9)           |
| <b>All charitable trusts</b>                      |                   |                   |                |   |                |  |                |   |               |
| <b>Total.....</b>                                 | <b>3,125</b>      | <b>3,096</b>      | <b>340,290</b> | <b>286</b>                                | <b>137,838</b> | <b>2,874</b>                           | <b>119,989</b> | <b>2,634</b>                              | <b>44,387</b> |
| Zero or unreported.....                           | 57                | 49                | 993            | 6   | 185            | 36                                     | 271            | 28  | 413           |
| \$1 under \$100,000.....                          | 653               | 639               | 10,090         | 91  | 6,444          | 529                                    | 773            | 435                                       | 355           |
| \$100,000 under \$500,000.....                    | 1,087             | 1,081             | 28,217         | 98  | 10,774         | 1,010                                  | 6,623          | 915                                       | 4,292         |
| \$500,000 under \$1,000,000.....                  | 521               | 521               | 20,119         | 34  | 8,692          | 510                                    | 8,705          | 489                                       | 1,422         |
| \$1,000,000 under \$10,000,000.....               | 729               | 728               | 93,575         | 48  | 17,408         | 712                                    | 49,905         | 691                                       | 12,853        |
| \$10,000,000 or more.....                         | 78                | 78                | 187,298        | 9   | 94,335         | 77                                     | 53,712         | 76  | 25,052        |
| <b>Nonoperating charitable trusts</b>             |                   |                   |                |   |                |  |                |   |               |
| <b>Total.....</b>                                 | <b>3,092</b>      | <b>3,063</b>      | <b>336,229</b> | <b>272</b>                                | <b>137,011</b> | <b>2,850</b>                           | <b>119,184</b> | <b>2,619</b>                              | <b>44,407</b> |
| Zero or unreported.....                           | 57                | 49                | 993            | 6   | 185            | 36                                     | 271            | 28  | 413           |
| \$1 under \$100,000.....                          | 640               | 626               | 9,954          | 83  | 6,349          | 523                                    | 763            | 434                                       | 356           |
| \$100,000 under \$500,000.....                    | 1,079             | 1,073             | 28,017         | 95  | 10,640         | 1,003                                  | 6,581          | 910                                       | 4,309         |
| \$500,000 under \$1,000,000.....                  | 517               | 517               | 19,466         | 32  | 8,135          | 507                                    | 8,676          | 487                                       | 1,451         |
| \$1,000,000 under \$10,000,000.....               | 722               | 721               | 91,448         | 47  | 17,367         | 705                                    | 49,520         | 684                                       | 12,826        |
| \$10,000,000 or more.....                         | 77                | 77                | 186,352        | 9   | 94,335         | 76                                     | 53,373         | 76  | 25,052        |
| <b>Operating charitable trusts</b>                |                   |                   |                |   |                |  |                |   |               |
| <b>Total.....</b>                                 | <b>33</b>         | <b>33</b>         | <b>4,061</b>   | <b>14</b>                                 | <b>827</b>     | <b>24</b>                              | <b>804</b>     | <b>15</b>                                 | <b>-21</b>    |
| Zero or unreported.....                           | 0                 | 0                 | 0              | 0   | 0              | 0                                      | 0              | 0   | 0             |
| \$1 under \$100,000.....                          | 13                | 13                | 136            | 8   | 95             | 6                                      | 10             | 1   | -1            |
| \$100,000 under \$500,000.....                    | 8                 | 8                 | 200            | 3   | 134            | 7                                      | 41             | 5   | -17           |
| \$500,000 under \$1,000,000.....                  | 4                 | 4                 | 653            | 2   | 557            | 3                                      | 29             | 2   | -29           |
| \$1,000,000 under \$10,000,000.....               | 7                 | 7                 | 2,127          | 1   | 41             | 7                                      | 385            | 7   | 27            |
| \$10,000,000 or more.....                         | 1                 | 1                 | 946            | 0   | 0              | 1                                      | 339            | 0   | 0             |
| <b>Grantmaking charitable trusts</b>              |                   |                   |                |   |                |  |                |   |               |
| <b>Total.....</b>                                 | <b>2,892</b>      | <b>2,879</b>      | <b>317,792</b> | <b>228</b>                                | <b>121,602</b> | <b>2,725</b>                           | <b>117,171</b> | <b>2,515</b>                              | <b>42,814</b> |
| Zero or unreported.....                           | 46                | 44                | 850            | 2   | 43             | 35                                     | 269            | 28  | 413           |
| \$1 under \$100,000.....                          | 550               | 543               | 9,666          | 69  | 6,109          | 467                                    | 710            | 391                                       | 375           |
| \$100,000 under \$500,000.....                    | 1,019             | 1,015             | 24,913         | 75  | 8,327          | 967                                    | 6,408          | 883                                       | 4,366         |
| \$500,000 under \$1,000,000.....                  | 495               | 495               | 18,358         | 28  | 7,359          | 489                                    | 8,380          | 467                                       | 1,421         |
| \$1,000,000 under \$10,000,000.....               | 710               | 710               | 90,506         | 46  | 17,338         | 696                                    | 49,259         | 676                                       | 11,464        |
| \$10,000,000 or more.....                         | 72                | 72                | 173,499        | 46  | 82,426         | 71                                     | 52,145         | 70  | 24,775        |
| <b>Grantmaking-nonoperating charitable trusts</b> |                   |                   |                |   |                |  |                |   |               |
| <b>Total.....</b>                                 | <b>2,867</b>      | <b>2,854</b>      | <b>315,038</b> | <b>219</b>                                | <b>121,171</b> | <b>2,706</b>                           | <b>116,467</b> | <b>2,504</b>                              | <b>42,872</b> |
| Zero or unreported.....                           | 46                | 44                | 850            | 2   | 43             | 35                                     | 269            | 28  | 413           |
| \$1 under \$100,000.....                          | 540               | 533               | 9,581          | 64  | 6,037          | 461                                    | 700            | 390                                       | 376           |
| \$100,000 under \$500,000.....                    | 1,012             | 1,008             | 24,814         | 73  | 8,258          | 961                                    | 6,369          | 878                                       | 4,382         |
| \$500,000 under \$1,000,000.....                  | 493               | 493               | 18,012         | 27  | 7,109          | 488                                    | 8,379          | 467                                       | 1,421         |
| \$1,000,000 under \$10,000,000.....               | 705               | 705               | 89,229         | 45  | 17,297         | 691                                    | 48,944         | 671                                       | 11,504        |
| \$10,000,000 or more.....                         | 71                | 71                | 172,552        | 8   | 82,426         | 70                                     | 51,806         | 70  | 24,775        |
| <b>Grantmaking-operating charitable trusts</b>    |                   |                   |                |   |                |  |                |   |               |
| <b>Total.....</b>                                 | <b>25</b>         | <b>25</b>         | <b>2,754</b>   | <b>9</b>                                  | <b>431</b>     | <b>19</b>                              | <b>704</b>     | <b>11</b>                                 | <b>-58</b>    |
| Zero or unreported.....                           | 0                 | 0                 | 0              | 0   | 0              | 0                                      | 0              | 0   | 0             |
| \$1 under \$100,000.....                          | 10                | 10                | 85             | 5   | 72             | 6                                      | 10             | 1   | -1            |
| \$100,000 under \$500,000.....                    | 7                 | 7                 | 99             | 2   | 68             | 6                                      | 39             | 5   | -17           |
| \$500,000 under \$1,000,000.....                  | 2                 | 2                 | 347            | 1   | 250            | 1                                      | 1              | 0   | 0             |
| \$1,000,000 under \$10,000,000.....               | 5                 | 5                 | 1,277          | 1   | 41             | 5                                      | 315            | 5   | -40           |
| \$10,000,000 or more.....                         | 1                 | 1                 | 946            | 0   | 0              | 1                                      | 339            | 0   | 0             |

Footnotes at end of table.

Private Foundations, Tax Year 2003

**Table 2.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Number and Selected Financial Data, by Type of Charitable Trust and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of trust, asset size                         | Total expenses    |                | Excess of revenue (less loss) over expenses |               | Net investment income |                | Disbursements for exempt purposes |                |
|---|-------------------|----------------|---|---------------|-----------------------|----------------|-----------------------------------|----------------|
|   | Number of returns | Amount         | Number of returns                           | Amount        | Number of returns     | Amount         | Number of returns                 | Amount         |
|   | (10)              | (11)           | (12)  | (13)          | (14)                  | (15)           | (16)                              | (17)           |
| <b>All charitable trusts</b>                      |                   |                |   |               |                       |                |                                   |                |
| <b>Total.....</b>                                 | <b>3,090</b>      | <b>328,811</b> | <b>3,089</b>                                | <b>11,479</b> | <b>2,898</b>          | <b>213,286</b> | <b>3,009</b>                      | <b>295,822</b> |
| Zero or unreported.....                           | 50                | 13,474         | 50  | -12,481       | 33                    | 1,031          | 46                                | 13,342         |
| \$1 under \$100,000.....                          | 641               | 11,121         | 642   | -1,031        | 525                   | 1,652          | 601                               | 10,012         |
| \$100,000 under \$500,000.....                    | 1,075             | 22,248         | 1,073                                       | 5,969         | 1,036                 | 13,450         | 1,054                             | 19,274         |
| \$500,000 under \$1,000,000.....                  | 518               | 23,439         | 519   | -3,321        | 508                   | 14,694         | 508                               | 20,659         |
| \$1,000,000 under \$10,000,000.....               | 728               | 119,542        | 727   | -25,968       | 718                   | 85,886         | 725                               | 104,245        |
| \$10,000,000 or more.....                         | 78                | 138,987        | 78  | 48,311        | 78                    | 96,573         | 75                                | 128,290        |
| <b>Nonoperating charitable trusts</b>             |                   |                |   |               |                       |                |                                   |                |
| <b>Total.....</b>                                 | <b>3,058</b>      | <b>324,299</b> | <b>3,058</b>                                | <b>11,930</b> | <b>2,870</b>          | <b>212,376</b> | <b>2,981</b>                      | <b>292,480</b> |
| Zero or unreported.....                           | 50                | 13,474         | 50  | -12,481       | 33                    | 1,031          | 46                                | 13,342         |
| \$1 under \$100,000.....                          | 628               | 10,874         | 629   | -920          | 516                   | 1,642          | 591                               | 9,867          |
| \$100,000 under \$500,000.....                    | 1,068             | 22,175         | 1,067                                       | 5,842         | 1,028                 | 13,382         | 1,047                             | 19,209         |
| \$500,000 under \$1,000,000.....                  | 514               | 23,088         | 515   | -3,622        | 505                   | 14,567         | 505                               | 20,310         |
| \$1,000,000 under \$10,000,000.....               | 721               | 117,116        | 720   | -25,668       | 711                   | 85,447         | 718                               | 102,161        |
| \$10,000,000 or more.....                         | 77                | 137,573        | 77  | 48,779        | 77                    | 96,307         | 74                                | 127,592        |
| <b>Operating charitable trusts</b>                |                   |                |   |               |                       |                |                                   |                |
| <b>Total.....</b>                                 | <b>32</b>         | <b>4,512</b>   | <b>31</b>                                   | <b>-451</b>   | <b>28</b>             | <b>910</b>     | <b>28</b>                         | <b>3,342</b>   |
| Zero or unreported.....                           | 0                 | 0              | 0   | 0             | 0                     | 0              | 0                                 | 0              |
| \$1 under \$100,000.....                          | 13                | 247            | 13  | -111          | 9                     | 10             | 10                                | 145            |
| \$100,000 under \$500,000.....                    | 7                 | 73             | 6   | 127           | 8                     | 68             | 7                                 | 65             |
| \$500,000 under \$1,000,000.....                  | 4                 | 351            | 4   | 301           | 3                     | 127            | 3                                 | 349            |
| \$1,000,000 under \$10,000,000.....               | 7                 | 2,426          | 7   | -300          | 7                     | 439            | 7                                 | 2,084          |
| \$10,000,000 or more.....                         | 1                 | 1,414          | 1   | -468          | 1                     | 267            | 1                                 | 698            |
| <b>Grantmaking charitable trusts</b>              |                   |                |   |               |                       |                |                                   |                |
| <b>Total.....</b>                                 | <b>2,892</b>      | <b>325,668</b> | <b>2,872</b>                                | <b>-7,876</b> | <b>2,742</b>          | <b>209,814</b> | <b>2,892</b>                      | <b>294,331</b> |
| Zero or unreported.....                           | 46                | 13,431         | 46  | -12,581       | 31                    | 1,015          | 46                                | 13,342         |
| \$1 under \$100,000.....                          | 550               | 10,843         | 542   | -1,177        | 461                   | 1,572          | 550                               | 9,933          |
| \$100,000 under \$500,000.....                    | 1,019             | 21,678         | 1,010                                       | 3,235         | 992                   | 13,180         | 1,019                             | 19,019         |
| \$500,000 under \$1,000,000.....                  | 495               | 23,192         | 493   | -4,833        | 486                   | 14,183         | 495                               | 20,600         |
| \$1,000,000 under \$10,000,000.....               | 710               | 117,947        | 709   | -27,441       | 700                   | 84,936         | 710                               | 103,192        |
| \$10,000,000 or more.....                         | 72                | 138,578        | 72  | 34,921        | 72                    | 94,928         | 72                                | 128,245        |
| <b>Grantmaking-nonoperating charitable trusts</b> |                   |                |   |               |                       |                |                                   |                |
| <b>Total.....</b>                                 | <b>2,867</b>      | <b>322,367</b> | <b>2,849</b>                                | <b>-7,329</b> | <b>2,720</b>          | <b>209,038</b> | <b>2,867</b>                      | <b>291,864</b> |
| Zero or unreported.....                           | 46                | 13,431         | 46  | -12,581       | 31                    | 1,015          | 46                                | 13,342         |
| \$1 under \$100,000.....                          | 540               | 10,686         | 532   | -1,105        | 454                   | 1,562          | 540                               | 9,787          |
| \$100,000 under \$500,000.....                    | 1,012             | 21,605         | 1,005                                       | 3,209         | 985                   | 13,144         | 1,012                             | 18,954         |
| \$500,000 under \$1,000,000.....                  | 493               | 22,852         | 491   | -4,841        | 484                   | 14,087         | 493                               | 20,261         |
| \$1,000,000 under \$10,000,000.....               | 705               | 116,630        | 704   | -27,401       | 695                   | 84,569         | 705                               | 101,972        |
| \$10,000,000 or more.....                         | 71                | 137,163        | 71  | 35,389        | 71                    | 94,662         | 71                                | 127,547        |
| <b>Grantmaking-operating charitable trusts</b>    |                   |                |   |               |                       |                |                                   |                |
| <b>Total.....</b>                                 | <b>25</b>         | <b>3,302</b>   | <b>23</b>                                   | <b>-547</b>   | <b>22</b>             | <b>776</b>     | <b>25</b>                         | <b>2,468</b>   |
| Zero or unreported.....                           | 0                 | 0              | 0   | 0             | 0                     | 0              | 0                                 | 0              |
| \$1 under \$100,000.....                          | 10                | 157            | 10  | -73           | 7                     | 10             | 10                                | 145            |
| \$100,000 under \$500,000.....                    | 7                 | 73             | 5   | 26            | 7                     | 36             | 7                                 | 65             |
| \$500,000 under \$1,000,000.....                  | 2                 | 339            | 2   | 7             | 2                     | 97             | 2                                 | 339            |
| \$1,000,000 under \$10,000,000.....               | 5                 | 1,318          | 5   | -41           | 5                     | 367            | 5                                 | 1,220          |
| \$10,000,000 or more.....                         | 1                 | 1,414          | 1   | -468          | 1                     | 267            | 1                                 | 698            |

Footnotes at end of table.

Private Foundations, Tax Year 2003

**Table 2.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Number and Selected Financial Data, by Type of Charitable Trust and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of trust, asset size                         | Contributions, gifts, and grants paid [1] |                | Excise tax on net investment income |              | Total assets (book value) |                  | Total investment assets (book value) |                  |
|---|---|----------------|-------------------------------------|--------------|---------------------------|------------------|--------------------------------------|------------------|
|   | Number of returns                         | Amount         | Number of returns                   | Amount       | Number of returns         | Amount           | Number of returns                    | Amount           |
|   | (18)                                      | (19)           | (20)                                | (21)         | (22)                      | (23)             | (24)                                 | (25)             |
| <b>All charitable trusts</b>                      |   |                |                                     |              |                           |                  |                                      |                  |
| <b>Total.....</b>                                 | <b>2,892</b>                              | <b>278,768</b> | <b>2,841</b>                        | <b>3,287</b> | <b>3,068</b>              | <b>4,224,364</b> | <b>2,997</b>                         | <b>4,141,658</b> |
| Zero or unreported.....                           | 46  | 13,284         | 31                                  | 11           | 0                         | 0                | 0                                    | 0                |
| \$1 under \$100,000.....                          | 550                                       | 9,620          | 495                                 | 22           | 653                       | 28,353           | 604                                  | 26,488           |
| \$100,000 under \$500,000.....                    | 1,019                                     | 17,868         | 1,021                               | 200          | 1,087                     | 273,586          | 1,072                                | 262,156          |
| \$500,000 under \$1,000,000.....                  | 495                                       | 19,154         | 503                                 | 228          | 521                       | 327,158          | 516                                  | 318,049          |
| \$1,000,000 under \$10,000,000.....               | 710                                       | 97,088         | 713                                 | 1,258        | 729                       | 1,741,236        | 727                                  | 1,695,259        |
| \$10,000,000 or more.....                         | 72  | 121,754        | 78                                  | 1,568        | 78                        | 1,854,030        | 78                                   | 1,839,707        |
| <b>Nonoperating charitable trusts</b>             |   |                |                                     |              |                           |                  |                                      |                  |
| <b>Total.....</b>                                 | <b>2,867</b>                              | <b>277,236</b> | <b>2,816</b>                        | <b>3,273</b> | <b>3,035</b>              | <b>4,196,180</b> | <b>2,968</b>                         | <b>4,120,249</b> |
| Zero or unreported.....                           | 46  | 13,284         | 31                                  | 11           | 0                         | 0                | 0                                    | 0                |
| \$1 under \$100,000.....                          | 540                                       | 9,477          | 489                                 | 22           | 640                       | 27,950           | 595                                  | 26,132           |
| \$100,000 under \$500,000.....                    | 1,012                                     | 17,808         | 1,013                               | 199          | 1,079                     | 271,876          | 1,064                                | 260,454          |
| \$500,000 under \$1,000,000.....                  | 493                                       | 18,819         | 500                                 | 227          | 517                       | 324,047          | 512                                  | 315,658          |
| \$1,000,000 under \$10,000,000.....               | 705                                       | 96,583         | 706                                 | 1,252        | 722                       | 1,723,030        | 720                                  | 1,681,512        |
| \$10,000,000 or more.....                         | 71  | 121,264        | 77                                  | 1,563        | 77                        | 1,849,277        | 77                                   | 1,836,494        |
| <b>Operating charitable trusts</b>                |   |                |                                     |              |                           |                  |                                      |                  |
| <b>Total.....</b>                                 | <b>25</b>                                 | <b>1,533</b>   | <b>25</b>                           | <b>15</b>    | <b>33</b>                 | <b>28,184</b>    | <b>29</b>                            | <b>21,409</b>    |
| Zero or unreported.....                           | 0   | 0              | 0                                   | 0            | 0                         | 0                | 0                                    | 0                |
| \$1 under \$100,000.....                          | 10  | 143            | 6                                   | 0            | 13                        | 403              | 9                                    | 356              |
| \$100,000 under \$500,000.....                    | 7   | 60             | 8                                   | 1            | 8                         | 1,711            | 8                                    | 1,702            |
| \$500,000 under \$1,000,000.....                  | 2   | 335            | 3                                   | 2            | 4                         | 3,111            | 4                                    | 2,391            |
| \$1,000,000 under \$10,000,000.....               | 5   | 505            | 7                                   | 6            | 7                         | 18,206           | 7                                    | 13,746           |
| \$10,000,000 or more.....                         | 1   | 490            | 1                                   | 5            | 1                         | 4,753            | 1                                    | 3,213            |
| <b>Grantmaking charitable trusts</b>              |   |                |                                     |              |                           |                  |                                      |                  |
| <b>Total.....</b>                                 | <b>2,892</b>                              | <b>278,768</b> | <b>2,696</b>                        | <b>3,219</b> | <b>2,846</b>              | <b>4,078,066</b> | <b>2,805</b>                         | <b>4,007,650</b> |
| Zero or unreported.....                           | 46  | 13,284         | 29                                  | 11           | 0                         | 0                | 0                                    | 0                |
| \$1 under \$100,000.....                          | 550                                       | 9,620          | 439                                 | 20           | 550                       | 24,929           | 521                                  | 23,508           |
| \$100,000 under \$500,000.....                    | 1,019                                     | 17,868         | 980                                 | 195          | 1,019                     | 257,194          | 1,013                                | 249,445          |
| \$500,000 under \$1,000,000.....                  | 495                                       | 19,154         | 481                                 | 218          | 495                       | 310,250          | 491                                  | 302,700          |
| \$1,000,000 under \$10,000,000.....               | 710                                       | 97,088         | 695                                 | 1,240        | 710                       | 1,703,048        | 708                                  | 1,663,672        |
| \$10,000,000 or more.....                         | 72  | 121,754        | 72                                  | 1,535        | 72                        | 1,782,645        | 72                                   | 1,768,325        |
| <b>Grantmaking-nonoperating charitable trusts</b> |   |                |                                     |              |                           |                  |                                      |                  |
| <b>Total.....</b>                                 | <b>2,867</b>                              | <b>277,236</b> | <b>2,675</b>                        | <b>3,207</b> | <b>2,821</b>              | <b>4,056,742</b> | <b>2,782</b>                         | <b>3,991,132</b> |
| Zero or unreported.....                           | 46  | 13,284         | 29                                  | 11           | 0                         | 0                | 0                                    | 0                |
| \$1 under \$100,000.....                          | 540                                       | 9,477          | 433                                 | 20           | 540                       | 24,537           | 513                                  | 23,159           |
| \$100,000 under \$500,000.....                    | 1,012                                     | 17,808         | 973                                 | 195          | 1,012                     | 255,584          | 1,006                                | 247,843          |
| \$500,000 under \$1,000,000.....                  | 493                                       | 18,819         | 479                                 | 217          | 493                       | 308,976          | 489                                  | 302,096          |
| \$1,000,000 under \$10,000,000.....               | 705                                       | 96,583         | 690                                 | 1,235        | 705                       | 1,689,754        | 703                                  | 1,652,923        |
| \$10,000,000 or more.....                         | 71  | 121,264        | 71                                  | 1,530        | 71                        | 1,777,891        | 71                                   | 1,765,111        |
| <b>Grantmaking-operating charitable trusts</b>    |   |                |                                     |              |                           |                  |                                      |                  |
| <b>Total.....</b>                                 | <b>25</b>                                 | <b>1,533</b>   | <b>21</b>                           | <b>12</b>    | <b>25</b>                 | <b>21,324</b>    | <b>23</b>                            | <b>16,517</b>    |
| Zero or unreported.....                           | 0   | 0              | 0                                   | 0            | 0                         | 0                | 0                                    | 0                |
| \$1 under \$100,000.....                          | 10  | 143            | 6                                   | 0            | 10                        | 392              | 8                                    | 350              |
| \$100,000 under \$500,000.....                    | 7   | 60             | 7                                   | 1            | 7                         | 1,610            | 7                                    | 1,602            |
| \$500,000 under \$1,000,000.....                  | 2   | 335            | 2                                   | 1            | 2                         | 1,274            | 2                                    | 603              |
| \$1,000,000 under \$10,000,000.....               | 5   | 505            | 5                                   | 5            | 5                         | 13,294           | 5                                    | 10,749           |
| \$10,000,000 or more.....                         | 1   | 490            | 1                                   | 5            | 1                         | 4,753            | 1                                    | 3,213            |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 2.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Number and Selected Financial Data, by Type of Charitable Trust and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of trust, asset size                         | Investments in securities (book value) |                  |                        |                |                   |                  |                   |                |
|---|--|------------------|------------------------|----------------|-------------------|------------------|-------------------|----------------|
|   | Total                                  |                  | Government obligations |                | Corporate stock   |                  | Corporate bonds   |                |
|   | Number of returns                      | Amount           | Number of returns      | Amount         | Number of returns | Amount           | Number of returns | Amount         |
|   | (26)                                   | (27)             | (28)                   | (29)           | (30)              | (31)             | (32)              | (33)           |
| <b>All charitable trusts</b>                      |  |                  |                        |                |                   |                  |                   |                |
| <b>Total.....</b>                                 | <b>2,329</b>                           | <b>3,215,809</b> | <b>716</b>             | <b>420,273</b> | <b>2,196</b>      | <b>2,242,333</b> | <b>1,168</b>      | <b>553,202</b> |
| Zero or unreported.....                           | 0                                      | 0                | 0                      | 0              | 0                 | 0                | 0                 | 0              |
| \$1 under \$100,000.....                          | 385                                    | 16,151           | 79                     | 1,568          | 333               | 11,015           | 160               | 3,567          |
| \$100,000 under \$500,000.....                    | 796                                    | 171,394          | 181                    | 12,539         | 751               | 124,304          | 380               | 34,551         |
| \$500,000 under \$1,000,000.....                  | 423                                    | 236,594          | 121                    | 17,658         | 412               | 175,249          | 211               | 43,688         |
| \$1,000,000 under \$10,000,000.....               | 655                                    | 1,410,006        | 290                    | 160,233        | 631               | 984,329          | 370               | 265,444        |
| \$10,000,000 or more.....                         | 70                                     | 1,381,664        | 45                     | 228,275        | 69                | 947,436          | 47                | 205,953        |
| <b>Nonoperating charitable trusts</b>             |  |                  |                        |                |                   |                  |                   |                |
| <b>Total.....</b>                                 | <b>2,308</b>                           | <b>3,200,996</b> | <b>708</b>             | <b>418,675</b> | <b>2,175</b>      | <b>2,233,383</b> | <b>1,157</b>      | <b>548,939</b> |
| Zero or unreported.....                           | 0                                      | 0                | 0                      | 0              | 0                 | 0                | 0                 | 0              |
| \$1 under \$100,000.....                          | 380                                    | 15,972           | 77                     | 1,553          | 328               | 10,907           | 159               | 3,512          |
| \$100,000 under \$500,000.....                    | 789                                    | 170,253          | 179                    | 12,457         | 744               | 123,444          | 377               | 34,352         |
| \$500,000 under \$1,000,000.....                  | 422                                    | 235,849          | 120                    | 17,311         | 411               | 175,038          | 210               | 43,499         |
| \$1,000,000 under \$10,000,000.....               | 648                                    | 1,397,414        | 287                    | 159,078        | 624               | 976,642          | 365               | 261,694        |
| \$10,000,000 or more.....                         | 69                                     | 1,381,508        | 45                     | 228,275        | 68                | 947,351          | 46                | 205,882        |
| <b>Operating charitable trusts</b>                |  |                  |                        |                |                   |                  |                   |                |
| <b>Total.....</b>                                 | <b>21</b>                              | <b>14,813</b>    | <b>8</b>               | <b>1,599</b>   | <b>21</b>         | <b>8,950</b>     | <b>11</b>         | <b>4,264</b>   |
| Zero or unreported.....                           | 0                                      | 0                | 0                      | 0              | 0                 | 0                | 0                 | 0              |
| \$1 under \$100,000.....                          | 5                                      | 178              | 2                      | 16             | 5                 | 108              | 1                 | 54             |
| \$100,000 under \$500,000.....                    | 7                                      | 1,140            | 2                      | 81             | 7                 | 860              | 3                 | 199            |
| \$500,000 under \$1,000,000.....                  | 1                                      | 745              | 1                      | 346            | 1                 | 210              | 1                 | 189            |
| \$1,000,000 under \$10,000,000.....               | 7                                      | 12,592           | 3                      | 1,155          | 7                 | 7,688            | 5                 | 3,750          |
| \$10,000,000 or more.....                         | 1                                      | 156              | 0                      | 0              | 1                 | 85               | 1                 | 72             |
| <b>Grantmaking charitable trusts</b>              |  |                  |                        |                |                   |                  |                   |                |
| <b>Total.....</b>                                 | <b>2,193</b>                           | <b>3,115,483</b> | <b>674</b>             | <b>412,499</b> | <b>2,082</b>      | <b>2,158,165</b> | <b>1,110</b>      | <b>544,820</b> |
| Zero or unreported.....                           | 0                                      | 0                | 0                      | 0              | 0                 | 0                | 0                 | 0              |
| \$1 under \$100,000.....                          | 328                                    | 14,304           | 64                     | 1,382          | 294               | 9,881            | 137               | 3,041          |
| \$100,000 under \$500,000.....                    | 757                                    | 164,065          | 169                    | 11,892         | 714               | 118,627          | 365               | 33,546         |
| \$500,000 under \$1,000,000.....                  | 404                                    | 226,129          | 116                    | 16,591         | 394               | 169,208          | 200               | 40,330         |
| \$1,000,000 under \$10,000,000.....               | 639                                    | 1,386,360        | 283                    | 158,196        | 616               | 966,062          | 362               | 262,102        |
| \$10,000,000 or more.....                         | 65                                     | 1,324,625        | 42                     | 224,437        | 64                | 894,387          | 46                | 205,801        |
| <b>Grantmaking-nonoperating charitable trusts</b> |  |                  |                        |                |                   |                  |                   |                |
| <b>Total.....</b>                                 | <b>2,175</b>                           | <b>3,104,204</b> | <b>669</b>             | <b>412,003</b> | <b>2,064</b>      | <b>2,150,550</b> | <b>1,101</b>      | <b>541,652</b> |
| Zero or unreported.....                           | 0                                      | 0                | 0                      | 0              | 0                 | 0                | 0                 | 0              |
| \$1 under \$100,000.....                          | 323                                    | 14,126           | 62                     | 1,367          | 289               | 9,773            | 136               | 2,986          |
| \$100,000 under \$500,000.....                    | 750                                    | 162,925          | 167                    | 11,811         | 707               | 117,767          | 362               | 33,347         |
| \$500,000 under \$1,000,000.....                  | 404                                    | 226,129          | 116                    | 16,591         | 394               | 169,208          | 200               | 40,330         |
| \$1,000,000 under \$10,000,000.....               | 634                                    | 1,376,556        | 282                    | 157,797        | 611               | 959,499          | 358               | 259,259        |
| \$10,000,000 or more.....                         | 64                                     | 1,324,469        | 42                     | 224,437        | 63                | 894,302          | 45                | 205,729        |
| <b>Grantmaking-operating charitable trusts</b>    |  |                  |                        |                |                   |                  |                   |                |
| <b>Total.....</b>                                 | <b>18</b>                              | <b>11,279</b>    | <b>5</b>               | <b>496</b>     | <b>18</b>         | <b>7,615</b>     | <b>9</b>          | <b>3,168</b>   |
| Zero or unreported.....                           | 0                                      | 0                | 0                      | 0              | 0                 | 0                | 0                 | 0              |
| \$1 under \$100,000.....                          | 5                                      | 178              | 2                      | 16             | 5                 | 108              | 1                 | 54             |
| \$100,000 under \$500,000.....                    | 7                                      | 1,140            | 2                      | 81             | 7                 | 860              | 3                 | 199            |
| \$500,000 under \$1,000,000.....                  | 0                                      | 0                | 0                      | 0              | 0                 | 0                | 0                 | 0              |
| \$1,000,000 under \$10,000,000.....               | 5                                      | 9,804            | 1                      | 399            | 5                 | 6,563            | 4                 | 2,843          |
| \$10,000,000 or more.....                         | 1                                      | 156              | 0                      | 0              | 1                 | 85               | 1                 | 72             |

Footnotes at end of table.

Private Foundations, Tax Year 2003

**Table 2.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Number and Selected Financial Data, by Type of Charitable Trust and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of trust, asset size                         | Total assets (fair market value) |                  | Total investment assets (fair market value) |                  | Investments in securities (fair market value) |                  |                        |                |
|---|----------------------------------|------------------|---|------------------|---|------------------|------------------------|----------------|
|   | Number of returns                | Amount           | Number of returns                           | Amount           | Total   |                  | Government obligations |                |
|   |                                  |                  |   |                  | Number of returns                             | Amount           | Number of returns      | Amount         |
|   | (34)                             | (35)             | (36)  | (37)             | (38)  | (39)             | (40)                   | (41)           |
| <b>All charitable trusts</b>                      |                                  |                  |   |                  |   |                  |                        |                |
| <b>Total.....</b>                                 | <b>3,068</b>                     | <b>5,058,488</b> | <b>2,997</b>                                | <b>4,966,969</b> | <b>2,329</b>                                  | <b>3,907,019</b> | <b>716</b>             | <b>475,256</b> |
| Zero or unreported.....                           | 0                                | 0                | 0   | 0                | 0   | 0                | 0                      | 0              |
| \$1 under \$100,000.....                          | 653                              | 29,183           | 604   | 27,167           | 385   | 16,470           | 79                     | 1,616          |
| \$100,000 under \$500,000.....                    | 1,087                            | 283,544          | 1,072                                       | 271,451          | 796   | 185,568          | 181                    | 12,836         |
| \$500,000 under \$1,000,000.....                  | 521                              | 365,794          | 516   | 356,269          | 423   | 264,390          | 121                    | 18,043         |
| \$1,000,000 under \$10,000,000.....               | 729                              | 2,045,272        | 727   | 1,991,657        | 655   | 1,661,318        | 290                    | 169,457        |
| \$10,000,000 or more.....                         | 78                               | 2,334,695        | 78  | 2,320,425        | 70  | 1,779,274        | 45                     | 273,304        |
| <b>Nonoperating charitable trusts</b>             |                                  |                  |   |                  |   |                  |                        |                |
| <b>Total.....</b>                                 | <b>3,035</b>                     | <b>5,016,353</b> | <b>2,968</b>                                | <b>4,933,211</b> | <b>2,308</b>                                  | <b>3,890,001</b> | <b>708</b>             | <b>473,626</b> |
| Zero or unreported.....                           | 0                                | 0                | 0   | 0                | 0   | 0                | 0                      | 0              |
| \$1 under \$100,000.....                          | 640                              | 28,773           | 595   | 26,804           | 380   | 16,287           | 77                     | 1,600          |
| \$100,000 under \$500,000.....                    | 1,079                            | 281,766          | 1,064                                       | 269,682          | 789   | 184,361          | 179                    | 12,755         |
| \$500,000 under \$1,000,000.....                  | 517                              | 362,672          | 512   | 353,867          | 422   | 263,633          | 120                    | 17,699         |
| \$1,000,000 under \$10,000,000.....               | 722                              | 2,023,218        | 720   | 1,975,665        | 648   | 1,646,502        | 287                    | 168,267        |
| \$10,000,000 or more.....                         | 77                               | 2,319,925        | 77  | 2,307,194        | 69  | 1,779,218        | 45                     | 273,304        |
| <b>Operating charitable trusts</b>                |                                  |                  |   |                  |   |                  |                        |                |
| <b>Total.....</b>                                 | <b>33</b>                        | <b>42,135</b>    | <b>29</b>                                   | <b>33,758</b>    | <b>21</b>                                     | <b>17,018</b>    | <b>8</b>               | <b>1,630</b>   |
| Zero or unreported.....                           | 0                                | 0                | 0   | 0                | 0   | 0                | 0                      | 0              |
| \$1 under \$100,000.....                          | 13                               | 410              | 9   | 363              | 5   | 182              | 2                      | 16             |
| \$100,000 under \$500,000.....                    | 8                                | 1,778            | 8   | 1,769            | 7   | 1,207            | 2                      | 81             |
| \$500,000 under \$1,000,000.....                  | 4                                | 3,123            | 4   | 2,402            | 1   | 757              | 1                      | 344            |
| \$1,000,000 under \$10,000,000.....               | 7                                | 22,054           | 7   | 15,992           | 7   | 14,816           | 3                      | 1,190          |
| \$10,000,000 or more.....                         | 1                                | 14,771           | 1   | 13,231           | 1   | 56               | 0                      | 0              |
| <b>Grantmaking charitable trusts</b>              |                                  |                  |   |                  |   |                  |                        |                |
| <b>Total.....</b>                                 | <b>2,846</b>                     | <b>4,889,604</b> | <b>2,805</b>                                | <b>4,812,741</b> | <b>2,193</b>                                  | <b>3,788,246</b> | <b>674</b>             | <b>467,167</b> |
| Zero or unreported.....                           | 0                                | 0                | 0   | 0                | 0   | 0                | 0                      | 0              |
| \$1 under \$100,000.....                          | 550                              | 25,689           | 521   | 24,113           | 328   | 14,638           | 64                     | 1,427          |
| \$100,000 under \$500,000.....                    | 1,019                            | 266,747          | 1,013                                       | 258,338          | 757   | 177,925          | 169                    | 12,173         |
| \$500,000 under \$1,000,000.....                  | 495                              | 347,155          | 491   | 339,039          | 404   | 252,796          | 116                    | 16,978         |
| \$1,000,000 under \$10,000,000.....               | 710                              | 2,001,549        | 708   | 1,957,056        | 639   | 1,635,444        | 283                    | 167,371        |
| \$10,000,000 or more.....                         | 72                               | 2,248,464        | 72  | 2,234,196        | 65  | 1,707,443        | 42                     | 269,218        |
| <b>Grantmaking-nonoperating charitable trusts</b> |                                  |                  |   |                  |   |                  |                        |                |
| <b>Total.....</b>                                 | <b>2,821</b>                     | <b>4,855,974</b> | <b>2,782</b>                                | <b>4,783,955</b> | <b>2,175</b>                                  | <b>3,774,842</b> | <b>669</b>             | <b>466,640</b> |
| Zero or unreported.....                           | 0                                | 0                | 0   | 0                | 0   | 0                | 0                      | 0              |
| \$1 under \$100,000.....                          | 540                              | 25,290           | 513   | 23,756           | 323   | 14,455           | 62                     | 1,411          |
| \$100,000 under \$500,000.....                    | 1,012                            | 265,070          | 1,006                                       | 256,669          | 750   | 176,718          | 167                    | 12,092         |
| \$500,000 under \$1,000,000.....                  | 493                              | 345,881          | 489   | 338,435          | 404   | 252,796          | 116                    | 16,978         |
| \$1,000,000 under \$10,000,000.....               | 705                              | 1,986,041        | 703   | 1,944,130        | 634   | 1,623,485        | 282                    | 166,940        |
| \$10,000,000 or more.....                         | 71                               | 2,233,693        | 71  | 2,220,965        | 64  | 1,707,387        | 42                     | 269,218        |
| <b>Grantmaking-operating charitable trusts</b>    |                                  |                  |   |                  |   |                  |                        |                |
| <b>Total.....</b>                                 | <b>25</b>                        | <b>33,630</b>    | <b>23</b>                                   | <b>28,786</b>    | <b>18</b>                                     | <b>13,404</b>    | <b>5</b>               | <b>528</b>     |
| Zero or unreported.....                           | 0                                | 0                | 0   | 0                | 0   | 0                | 0                      | 0              |
| \$1 under \$100,000.....                          | 10                               | 399              | 8   | 357              | 5   | 182              | 2                      | 16             |
| \$100,000 under \$500,000.....                    | 7                                | 1,677            | 7   | 1,669            | 7   | 1,207            | 2                      | 81             |
| \$500,000 under \$1,000,000.....                  | 2                                | 1,274            | 2   | 603              | 0   | 0                | 0                      | 0              |
| \$1,000,000 under \$10,000,000.....               | 5                                | 15,509           | 5   | 12,926           | 5   | 11,959           | 1                      | 431            |
| \$10,000,000 or more.....                         | 1                                | 14,771           | 1   | 13,231           | 1   | 56               | 0                      | 0              |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 2.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Number and Selected Financial Data, by Type of Charitable Trust and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of trust, asset size                         | Investments in securities (fair market value)--continued |                  |                   |                | Net worth (book value) |                  | Noncharitable-use assets |                  |
|---|--|------------------|-------------------|----------------|------------------------|------------------|--------------------------|------------------|
|   | Corporate stock  |                  | Corporate bonds   |                | Number of returns      | Amount           | Number of returns        | Amount           |
|   | Number of returns  | Amount           | Number of returns | Amount         |                        |                  |                          |                  |
|   | (42)   | (43)             | (44)              | (45)           | (46)                   | (47)             | (48)                     | (49)             |
| <b>All charitable trusts</b>                      |  |                  |                   |                |                        |                  |                          |                  |
| <b>Total.....</b>                                 | <b>2,196</b>   | <b>2,851,801</b> | <b>1,168</b>      | <b>579,962</b> | <b>3,065</b>           | <b>4,203,921</b> | <b>3,097</b>             | <b>4,720,218</b> |
| Zero or unreported.....                           | 0  | 0                | 0                 | 0              | 0                      | 0                | 39                       | 12,145           |
| \$1 under \$100,000.....                          | 333  | 11,168           | 160               | 3,686          | 652                    | 28,267           | 649                      | 30,572           |
| \$100,000 under \$500,000.....                    | 751  | 137,451          | 380               | 35,282         | 1,087                  | 272,641          | 1,086                    | 270,407          |
| \$500,000 under \$1,000,000.....                  | 412  | 200,302          | 211               | 46,046         | 521                    | 325,942          | 521                      | 342,797          |
| \$1,000,000 under \$10,000,000.....               | 631  | 1,212,377        | 370               | 279,483        | 727                    | 1,725,731        | 724                      | 1,908,062        |
| \$10,000,000 or more.....                         | 69   | 1,290,504        | 47                | 215,466        | 78                     | 1,851,340        | 78                       | 2,156,236        |
| <b>Nonoperating charitable trusts</b>             |  |                  |                   |                |                        |                  |                          |                  |
| <b>Total.....</b>                                 | <b>2,175</b>   | <b>2,840,692</b> | <b>1,157</b>      | <b>575,683</b> | <b>3,032</b>           | <b>4,177,246</b> | <b>3,064</b>             | <b>4,682,654</b> |
| Zero or unreported.....                           | 0  | 0                | 0                 | 0              | 0                      | 0                | 39                       | 12,145           |
| \$1 under \$100,000.....                          | 328  | 11,057           | 159               | 3,630          | 639                    | 27,866           | 636                      | 30,101           |
| \$100,000 under \$500,000.....                    | 744  | 136,534          | 377               | 35,072         | 1,079                  | 270,941          | 1,078                    | 268,765          |
| \$500,000 under \$1,000,000.....                  | 411  | 200,077          | 210               | 45,857         | 517                    | 322,881          | 517                      | 339,892          |
| \$1,000,000 under \$10,000,000.....               | 624  | 1,202,575        | 365               | 275,660        | 720                    | 1,708,337        | 717                      | 1,889,723        |
| \$10,000,000 or more.....                         | 68   | 1,290,450        | 46                | 215,464        | 77                     | 1,847,222        | 77                       | 2,142,027        |
| <b>Operating charitable trusts</b>                |  |                  |                   |                |                        |                  |                          |                  |
| <b>Total.....</b>                                 | <b>21</b>  | <b>11,109</b>    | <b>11</b>         | <b>4,279</b>   | <b>33</b>              | <b>26,675</b>    | <b>33</b>                | <b>37,564</b>    |
| Zero or unreported.....                           | 0  | 0                | 0                 | 0              | 0                      | 0                | 0                        | 0                |
| \$1 under \$100,000.....                          | 5  | 111              | 1                 | 56             | 13                     | 401              | 13                       | 471              |
| \$100,000 under \$500,000.....                    | 7  | 917              | 3                 | 210            | 8                      | 1,700            | 8                        | 1,642            |
| \$500,000 under \$1,000,000.....                  | 1  | 225              | 1                 | 188            | 4                      | 3,061            | 4                        | 2,905            |
| \$1,000,000 under \$10,000,000.....               | 7  | 9,803            | 5                 | 3,824          | 7                      | 17,395           | 7                        | 18,339           |
| \$10,000,000 or more.....                         | 1  | 54               | 1                 | 2              | 1                      | 4,118            | 1                        | 14,208           |
| <b>Grantmaking charitable trusts</b>              |  |                  |                   |                |                        |                  |                          |                  |
| <b>Total.....</b>                                 | <b>2,082</b>   | <b>2,749,685</b> | <b>1,110</b>      | <b>571,394</b> | <b>2,843</b>           | <b>4,058,607</b> | <b>2,881</b>             | <b>4,572,637</b> |
| Zero or unreported.....                           | 0  | 0                | 0                 | 0              | 0                      | 0                | 39                       | 12,145           |
| \$1 under \$100,000.....                          | 294  | 10,071           | 137               | 3,140          | 549                    | 24,855           | 549                      | 27,560           |
| \$100,000 under \$500,000.....                    | 714  | 131,504          | 365               | 34,249         | 1,019                  | 256,843          | 1,019                    | 256,972          |
| \$500,000 under \$1,000,000.....                  | 394  | 193,201          | 200               | 42,617         | 495                    | 309,408          | 495                      | 326,300          |
| \$1,000,000 under \$10,000,000.....               | 616  | 1,191,979        | 362               | 276,094        | 708                    | 1,687,543        | 707                      | 1,873,376        |
| \$10,000,000 or more.....                         | 64   | 1,222,930        | 46                | 215,295        | 72                     | 1,779,956        | 72                       | 2,076,285        |
| <b>Grantmaking-nonoperating charitable trusts</b> |  |                  |                   |                |                        |                  |                          |                  |
| <b>Total.....</b>                                 | <b>2,064</b>   | <b>2,739,986</b> | <b>1,101</b>      | <b>568,216</b> | <b>2,818</b>           | <b>4,038,741</b> | <b>2,856</b>             | <b>4,543,392</b> |
| Zero or unreported.....                           | 0  | 0                | 0                 | 0              | 0                      | 0                | 39                       | 12,145           |
| \$1 under \$100,000.....                          | 289  | 9,961            | 136               | 3,084          | 539                    | 24,465           | 539                      | 27,097           |
| \$100,000 under \$500,000.....                    | 707  | 130,587          | 362               | 34,039         | 1,012                  | 255,244          | 1,012                    | 255,428          |
| \$500,000 under \$1,000,000.....                  | 394  | 193,201          | 200               | 42,617         | 493                    | 308,134          | 493                      | 325,157          |
| \$1,000,000 under \$10,000,000.....               | 611  | 1,183,362        | 358               | 273,183        | 703                    | 1,675,061        | 702                      | 1,861,489        |
| \$10,000,000 or more.....                         | 63   | 1,222,876        | 45                | 215,293        | 71                     | 1,775,838        | 71                       | 2,062,076        |
| <b>Grantmaking-operating charitable trusts</b>    |  |                  |                   |                |                        |                  |                          |                  |
| <b>Total.....</b>                                 | <b>18</b>  | <b>9,699</b>     | <b>9</b>          | <b>3,178</b>   | <b>25</b>              | <b>19,866</b>    | <b>25</b>                | <b>29,245</b>    |
| Zero or unreported.....                           | 0  | 0                | 0                 | 0              | 0                      | 0                | 0                        | 0                |
| \$1 under \$100,000.....                          | 5  | 111              | 1                 | 56             | 10                     | 390              | 10                       | 463              |
| \$100,000 under \$500,000.....                    | 7  | 917              | 3                 | 210            | 7                      | 1,600            | 7                        | 1,543            |
| \$500,000 under \$1,000,000.....                  | 0  | 0                | 0                 | 0              | 2                      | 1,274            | 2                        | 1,143            |
| \$1,000,000 under \$10,000,000.....               | 5  | 8,617            | 4                 | 2,911          | 5                      | 12,483           | 5                        | 11,887           |
| \$10,000,000 or more.....                         | 1  | 54               | 1                 | 2              | 1                      | 4,118            | 1                        | 14,208           |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 2.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Number and Selected Financial Data, by Type of Charitable Trust and Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Type of trust, asset size                         | Minimum investment return |                | Distributable amount |                | Qualifying distributions |                | Undistributed income for 2003 |               | Excess distributions carryover to 2004 |                |
|---|---------------------------|----------------|----------------------|----------------|--------------------------|----------------|-------------------------------|---------------|--|----------------|
|   | Number of returns         | Amount         | Number of returns    | Amount         | Number of returns        | Amount         | Number of returns             | Amount        | Number of returns                      | Amount         |
|   | (50)                      | (51)           | (52)                 | (53)           | (54)                     | (55)           | (56)                          | (57)          | (58)                                   | (59)           |
| <b>All charitable trusts</b>                      |                           |                |                      |                |                          |                |                               |               |  |                |
| <b>Total.....</b>                                 | <b>3,096</b>              | <b>235,212</b> | <b>3,059</b>         | <b>230,916</b> | <b>3,015</b>             | <b>298,389</b> | <b>1,916</b>                  | <b>93,025</b> | <b>1,159</b>                           | <b>220,585</b> |
| Zero or unreported.....                           | 39                        | 597            | 39                   | 586            | 46                       | 13,342         | 2                             | 11            | 45                                     | 16,446         |
| \$1 under \$100,000.....                          | 649                       | 1,520          | 633                  | 1,591          | 604                      | 10,018         | 308                           | 476           | 327                                    | 38,385         |
| \$100,000 under \$500,000.....                    | 1,085                     | 13,478         | 1,076                | 13,315         | 1,057                    | 19,546         | 731                           | 6,152         | 345                                    | 27,960         |
| \$500,000 under \$1,000,000.....                  | 521                       | 17,069         | 517                  | 16,738         | 508                      | 20,764         | 356                           | 7,836         | 161                                    | 24,147         |
| \$1,000,000 under \$10,000,000.....               | 724                       | 95,052         | 717                  | 94,611         | 725                      | 106,090        | 470                           | 39,860        | 253                                    | 56,644         |
| \$10,000,000 or more.....                         | 78                        | 107,497        | 77                   | 104,074        | 75                       | 128,629        | 49                            | 38,690        | 28                                     | 57,002         |
| <b>Nonoperating charitable trusts</b>             |                           |                |                      |                |                          |                |                               |               |  |                |
| <b>Total.....</b>                                 | <b>3,063</b>              | <b>233,334</b> | <b>3,059</b>         | <b>230,916</b> | <b>2,987</b>             | <b>295,047</b> | <b>1,916</b>                  | <b>93,025</b> | <b>1,159</b>                           | <b>220,585</b> |
| Zero or unreported.....                           | 39                        | 597            | 39                   | 586            | 46                       | 13,342         | 2                             | 11            | 45                                     | 16,446         |
| \$1 under \$100,000.....                          | 636                       | 1,496          | 633                  | 1,591          | 594                      | 9,873          | 308                           | 476           | 327                                    | 38,385         |
| \$100,000 under \$500,000.....                    | 1,077                     | 13,395         | 1,076                | 13,315         | 1,050                    | 19,481         | 731                           | 6,152         | 345                                    | 27,960         |
| \$500,000 under \$1,000,000.....                  | 517                       | 16,924         | 517                  | 16,738         | 505                      | 20,414         | 356                           | 7,836         | 161                                    | 24,147         |
| \$1,000,000 under \$10,000,000.....               | 717                       | 94,135         | 717                  | 94,611         | 718                      | 104,006        | 470                           | 39,860        | 253                                    | 56,644         |
| \$10,000,000 or more.....                         | 77                        | 106,787        | 77                   | 104,074        | 74                       | 127,932        | 49                            | 38,690        | 28                                     | 57,002         |
| <b>Operating charitable trusts</b>                |                           |                |                      |                |                          |                |                               |               |  |                |
| <b>Total.....</b>                                 | <b>33</b>                 | <b>1,878</b>   | <b>N/A</b>           | <b>N/A</b>     | <b>28</b>                | <b>3,342</b>   | <b>N/A</b>                    | <b>N/A</b>    | <b>N/A</b>                             | <b>N/A</b>     |
| Zero or unreported.....                           | 0                         | 0              | N/A                  | N/A            | 0                        | 0              | N/A                           | N/A           | N/A                                    | N/A            |
| \$1 under \$100,000.....                          | 13                        | 24             | N/A                  | N/A            | 10                       | 145            | N/A                           | N/A           | N/A                                    | N/A            |
| \$100,000 under \$500,000.....                    | 8                         | 82             | N/A                  | N/A            | 7                        | 65             | N/A                           | N/A           | N/A                                    | N/A            |
| \$500,000 under \$1,000,000.....                  | 4                         | 145            | N/A                  | N/A            | 3                        | 349            | N/A                           | N/A           | N/A                                    | N/A            |
| \$1,000,000 under \$10,000,000.....               | 7                         | 917            | N/A                  | N/A            | 7                        | 2,084          | N/A                           | N/A           | N/A                                    | N/A            |
| \$10,000,000 or more.....                         | 1                         | 710            | N/A                  | N/A            | 1                        | 698            | N/A                           | N/A           | N/A                                    | N/A            |
| <b>Grantmaking charitable trusts</b>              |                           |                |                      |                |                          |                |                               |               |  |                |
| <b>Total.....</b>                                 | <b>2,881</b>              | <b>228,338</b> | <b>2,854</b>         | <b>224,473</b> | <b>2,892</b>             | <b>296,667</b> | <b>1,776</b>                  | <b>88,347</b> | <b>1,090</b>                           | <b>216,734</b> |
| Zero or unreported.....                           | 39                        | 597            | 39                   | 586            | 46                       | 13,342         | 2                             | 11            | 43                                     | 16,425         |
| \$1 under \$100,000.....                          | 549                       | 1,376          | 538                  | 1,449          | 550                      | 9,933          | 249                           | 393           | 291                                    | 37,211         |
| \$100,000 under \$500,000.....                    | 1,019                     | 12,836         | 1,011                | 12,678         | 1,019                    | 19,198         | 687                           | 5,778         | 324                                    | 26,273         |
| \$500,000 under \$1,000,000.....                  | 495                       | 16,280         | 493                  | 16,047         | 495                      | 20,689         | 336                           | 7,326         | 157                                    | 23,837         |
| \$1,000,000 under \$10,000,000.....               | 707                       | 93,435         | 702                  | 93,289         | 710                      | 104,920        | 459                           | 39,245        | 247                                    | 55,987         |
| \$10,000,000 or more.....                         | 72                        | 103,814        | 71                   | 100,424        | 72                       | 128,585        | 43                            | 35,594        | 28                                     | 57,002         |
| <b>Grantmaking-nonoperating charitable trusts</b> |                           |                |                      |                |                          |                |                               |               |  |                |
| <b>Total.....</b>                                 | <b>2,856</b>              | <b>226,876</b> | <b>2,854</b>         | <b>224,473</b> | <b>2,867</b>             | <b>294,199</b> | <b>1,776</b>                  | <b>88,347</b> | <b>1,090</b>                           | <b>216,734</b> |
| Zero or unreported.....                           | 39                        | 597            | 39                   | 586            | 46                       | 13,342         | 2                             | 11            | 43                                     | 16,425         |
| \$1 under \$100,000.....                          | 539                       | 1,352          | 538                  | 1,449          | 540                      | 9,787          | 249                           | 393           | 291                                    | 37,211         |
| \$100,000 under \$500,000.....                    | 1,012                     | 12,759         | 1,011                | 12,678         | 1,012                    | 19,133         | 687                           | 5,778         | 324                                    | 26,273         |
| \$500,000 under \$1,000,000.....                  | 493                       | 16,223         | 493                  | 16,047         | 493                      | 20,349         | 336                           | 7,326         | 157                                    | 23,837         |
| \$1,000,000 under \$10,000,000.....               | 702                       | 92,841         | 702                  | 93,289         | 705                      | 103,700        | 459                           | 39,245        | 247                                    | 55,987         |
| \$10,000,000 or more.....                         | 71                        | 103,104        | 71                   | 100,424        | 71                       | 127,887        | 43                            | 35,594        | 28                                     | 57,002         |
| <b>Grantmaking-operating charitable trusts</b>    |                           |                |                      |                |                          |                |                               |               |  |                |
| <b>Total.....</b>                                 | <b>25</b>                 | <b>1,462</b>   | <b>N/A</b>           | <b>N/A</b>     | <b>25</b>                | <b>2,468</b>   | <b>N/A</b>                    | <b>N/A</b>    | <b>N/A</b>                             | <b>N/A</b>     |
| Zero or unreported.....                           | 0                         | 0              | N/A                  | N/A            | 0                        | 0              | N/A                           | N/A           | N/A                                    | N/A            |
| \$1 under \$100,000.....                          | 10                        | 23             | N/A                  | N/A            | 10                       | 145            | N/A                           | N/A           | N/A                                    | N/A            |
| \$100,000 under \$500,000.....                    | 7                         | 77             | N/A                  | N/A            | 7                        | 65             | N/A                           | N/A           | N/A                                    | N/A            |
| \$500,000 under \$1,000,000.....                  | 2                         | 57             | N/A                  | N/A            | 2                        | 339            | N/A                           | N/A           | N/A                                    | N/A            |
| \$1,000,000 under \$10,000,000.....               | 5                         | 594            | N/A                  | N/A            | 5                        | 1,220          | N/A                           | N/A           | N/A                                    | N/A            |
| \$10,000,000 or more.....                         | 1                         | 710            | N/A                  | N/A            | 1                        | 698            | N/A                           | N/A           | N/A                                    | N/A            |

N/A--Not applicable.

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

[1] The data shown in columns 18 and 19 are based on the amount of contributions, gifts, and grants that charitable trusts actually disbursed for charitable purposes for 2003 using the cash receipts and disbursement method of accounting. These amounts differ somewhat from those reported as contributions, gifts, and grants paid shown in the income statement because charitable trusts may use either the cash receipts and disbursement or the accrual method of accounting.

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

# Private Foundations, Tax Year 2003

**Table 3.--Domestic Private Foundations: Income Statements and Balance Sheets, by Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003**

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

| Item  | Total              | Asset size                |                     |                             |                                |                                 |                                 |                                  |                       |
|---|--------------------|---------------------------|---------------------|-----------------------------|--------------------------------|---------------------------------|---------------------------------|----------------------------------|-----------------------|
|   |                    | Assets zero or unreported | \$1 under \$100,000 | \$100,000 under \$1,000,000 | \$1,000,000 under \$10,000,000 | \$10,000,000 under \$25,000,000 | \$25,000,000 under \$50,000,000 | \$50,000,000 under \$100,000,000 | \$100,000,000 or more |
|   | (1)                | (2)                       | (3)                 | (4)                         | (5)                            | (6)                             | (7)                             | (8)                              | (9)                   |
| <b>Number of returns.....</b>   | <b>76,348</b>      | <b>2,586</b>              | <b>21,586</b>       | <b>28,061</b>               | <b>19,202</b>                  | <b>2,694</b>                    | <b>1,086</b>                    | <b>574</b>                       | <b>559</b>            |
| <b>Total revenue.....</b>   | <b>48,390,994</b>  | <b>88,242</b>             | <b>569,672</b>      | <b>2,003,044</b>            | <b>8,238,741</b>               | <b>5,267,738</b>                | <b>4,482,759</b>                | <b>4,612,267</b>                 | <b>23,128,532</b>     |
| Contributions, gifts, and grants received.....  | 24,401,193         | 76,337                    | 565,472             | 1,544,388                   | 5,648,355                      | 2,994,437                       | 2,623,967                       | 2,292,236                        | 8,656,002             |
| Interest on savings and temporary cash investments.....                               | 1,841,990          | * 108                     | 4,395               | 50,926                      | 214,043                        | 119,869                         | 93,334                          | 92,331                           | 1,266,983             |
| Dividends and interest from securities.....   | 8,065,399          | * 5,280                   | 9,287               | 210,273                     | 1,116,605                      | 775,084                         | 704,149                         | 706,614                          | 4,538,108             |
| Gross rents and royalties.....  | 448,042            | 0                         | 0                   | 22,587                      | 57,742                         | 49,948                          | 40,705                          | 62,072                           | 214,988               |
| Net gain (less loss) from sales of assets.....  | 10,790,888         | 6,451                     | -18,929             | 93,655                      | 842,658                        | 1,043,114                       | 732,758                         | 1,089,541                        | 7,001,640             |
| Gross profit (less loss) from business activities.....                                | 99,105             | 0                         | -269                | 7,997                       | 4,015                          | 35,633                          | 10,377                          | 4,509                            | 44,873                |
| Other income.....   | 2,744,375          | 66                        | 9,716               | 73,217                      | 363,352                        | 249,653                         | 277,470                         | 364,963                          | 1,405,937             |
| <b>Total expenses.....</b>  | <b>35,099,382</b>  | <b>240,786</b>            | <b>753,379</b>      | <b>1,905,461</b>            | <b>6,508,077</b>               | <b>3,403,793</b>                | <b>3,055,832</b>                | <b>3,068,759</b>                 | <b>16,163,296</b>     |
| Contributions, gifts, and grants paid [1].....  | 26,954,657         | 233,249                   | 564,096             | 1,398,267                   | 5,045,768                      | 2,628,753                       | 2,377,726                       | 2,305,014                        | 12,401,783            |
| Compensation of officers.....   | 729,308            | 1,343                     | 24,745              | 46,868                      | 172,928                        | 98,924                          | 70,825                          | 72,190                           | 241,486               |
| Other salaries and wages.....   | 1,358,727          | 0                         | * 10,162            | 46,800                      | 244,567                        | 129,493                         | 108,529                         | 150,872                          | 668,303               |
| Pension plans and employee benefits.....  | 474,554            | 0                         | * 410               | 9,171                       | 47,951                         | 31,592                          | 28,507                          | 47,155                           | 309,768               |
| Legal fees.....   | 156,417            | * 1,317                   | 3,123               | 13,149                      | 41,042                         | 18,576                          | 14,777                          | 17,481                           | 46,951                |
| Accounting fees.....  | 173,329            | * 1,550                   | 14,478              | 31,561                      | 56,092                         | 20,037                          | 13,903                          | 11,886                           | 23,822                |
| Other professional fees.....  | 1,726,435          | * 426                     | 16,573              | 60,006                      | 360,344                        | 132,987                         | 123,038                         | 156,206                          | 876,856               |
| Interest.....   | 153,246            | 0                         | 330                 | 6,702                       | 22,007                         | 13,126                          | 13,769                          | 16,860                           | 80,452                |
| Taxes.....  | 599,499            | * 356                     | 3,386               | 16,356                      | 64,582                         | 50,947                          | 39,599                          | 42,451                           | 381,821               |
| Depreciation and depletion.....   | 393,984            | * 32                      | 2,331               | 8,947                       | 51,157                         | 37,344                          | 35,040                          | 38,629                           | 220,504               |
| Occupancy.....  | 376,621            | * 12                      | 7,677               | 22,561                      | 72,361                         | 37,178                          | 42,003                          | 33,902                           | 160,927               |
| Travel, conferences, and meetings.....  | 215,157            | 449                       | 27,998              | 16,157                      | 25,508                         | 15,082                          | 11,807                          | 21,416                           | 96,740                |
| Printing and publications.....  | 94,823             | 82                        | 5,441               | 5,158                       | 13,657                         | 5,597                           | 10,284                          | 6,789                            | 47,815                |
| Other expenses.....   | 1,692,622          | 1,971                     | 72,628              | 223,758                     | 290,113                        | 184,156                         | 166,024                         | 147,908                          | 606,066               |
| <b>Excess of revenue (less loss) over expenses.....</b>                               | <b>13,291,612</b>  | <b>-152,545</b>           | <b>-183,706</b>     | <b>97,583</b>               | <b>1,730,664</b>               | <b>1,863,945</b>                | <b>1,426,927</b>                | <b>1,543,509</b>                 | <b>6,965,236</b>      |
| Excess of revenue.....  | 24,991,969         | 5,666                     | 86,451              | 779,141                     | 4,457,141                      | 3,082,591                       | 2,541,970                       | 2,486,532                        | 11,552,477            |
| Loss.....   | -11,700,357        | -158,211                  | -270,157            | -681,558                    | -2,726,477                     | -1,218,647                      | -1,115,043                      | -943,024                         | -4,587,241            |
| <b>Total assets (fair market value).....</b>  | <b>474,951,885</b> | <b>0</b>                  | <b>672,253</b>      | <b>11,851,321</b>           | <b>59,095,553</b>              | <b>41,725,526</b>               | <b>37,854,025</b>               | <b>39,984,182</b>                | <b>283,769,025</b>    |
| Cash (noninterest-bearing accounts).....  | 5,001,461          | 0                         | 108,465             | 666,429                     | 1,301,709                      | 542,348                         | 503,110                         | 260,254                          | 1,619,145             |
| Savings and temporary cash investments [2].....                                       | 29,366,634         | 0                         | 184,591             | 1,908,540                   | 6,049,758                      | 3,456,475                       | 3,005,278                       | 2,745,951                        | 12,016,041            |
| Accounts receivable, net.....   | 1,236,167          | 0                         | * 7,424             | 33,967                      | 122,293                        | 31,597                          | 78,867                          | 116,290                          | 845,728               |
| Pledges receivable, net.....  | 847,280            | 0                         | * 119               | * 2,197                     | 68,710                         | 96,095                          | 49,734                          | 138,769                          | 491,656               |
| Grants receivable.....  | 716,585            | 0                         | 0                   | * 12,728                    | 39,414                         | 80,696                          | 66,854                          | 26,037                           | 490,857               |
| Receivables due from disqualified persons.....  | 212,769            | 0                         | * 2,526             | 695                         | 43,506                         | 23,672                          | 588                             | 2,826                            | 138,956               |
| Other notes and loans receivable.....   | 2,193,861          | 0                         | * 6,161             | 143,301                     | 562,636                        | 269,431                         | 252,304                         | 207,687                          | 752,340               |
| Inventories.....  | 110,088            | 0                         | * 2,246             | 0                           | 38,987                         | 24,049                          | 8,245                           | 4,019                            | 32,542                |
| Prepaid expenses and deferred charges.....  | 195,255            | 0                         | * 2,252             | 1,462                       | 18,667                         | 18,004                          | 40,851                          | 28,435                           | 85,585                |
| Investments, total (noncash).....   | 419,406,406        | 0                         | 327,589             | 8,643,485                   | 48,709,277                     | 35,390,638                      | 32,406,564                      | 34,939,817                       | 258,989,036           |
| Securities, total.....  | 344,313,719        | 0                         | 290,795             | 7,325,640                   | 41,260,071                     | 30,051,606                      | 27,340,941                      | 28,310,208                       | 209,734,459           |
| Government obligations.....   | 38,582,112         | 0                         | 23,349              | 661,725                     | 4,669,075                      | 3,536,348                       | 3,542,392                       | 2,929,954                        | 23,219,269            |
| Corporate stock.....  | 261,272,455        | 0                         | 240,289             | 5,667,488                   | 31,009,955                     | 22,511,739                      | 20,092,906                      | 22,036,456                       | 159,713,621           |
| Corporate bonds.....  | 44,459,152         | 0                         | 27,157              | 996,427                     | 5,581,041                      | 4,003,519                       | 3,705,643                       | 3,343,798                        | 26,801,568            |
| Land, buildings, and equipment (less accumulated depreciation).....                   | 6,517,613          | 0                         | * 3,990             | 71,144                      | 1,253,215                      | 677,442                         | 605,246                         | 634,843                          | 3,271,734             |
| Mortgage loans.....   | 1,396,847          | 0                         | * 5,734             | 51,146                      | 317,617                        | 119,861                         | 90,440                          | 172,917                          | 639,132               |
| Other investments.....  | 67,178,227         | 0                         | 27,071              | 1,195,556                   | 5,878,375                      | 4,541,729                       | 4,369,937                       | 5,821,849                        | 45,343,711            |
| Charitable-purpose land, buildings, and equipment (less accumulated depreciation).... | 10,018,614         | 0                         | 19,597              | 360,960                     | 1,520,550                      | 1,383,872                       | 1,098,036                       | 1,054,146                        | 4,581,454             |
| Other assets.....   | 5,646,763          | 0                         | 11,283              | 77,556                      | 620,045                        | 408,649                         | 343,595                         | 459,952                          | 3,725,683             |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 3.--Domestic Private Foundations: Income Statements and Balance Sheets, by Size of End-of-Year Fair Market Value of Total Assets, Tax Year 2003--Continued**

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

| Item  | Total              | Asset size                |                     |                             |                                |                                 |                                 |                                  |                       |
|---|--------------------|---------------------------|---------------------|-----------------------------|--------------------------------|---------------------------------|---------------------------------|----------------------------------|-----------------------|
|   |                    | Assets zero or unreported | \$1 under \$100,000 | \$100,000 under \$1,000,000 | \$1,000,000 under \$10,000,000 | \$10,000,000 under \$25,000,000 | \$25,000,000 under \$50,000,000 | \$50,000,000 under \$100,000,000 | \$100,000,000 or more |
|   | (1)                | (2)                       | (3)                 | (4)                         | (5)                            | (6)                             | (7)                             | (8)                              | (9)                   |
| <b>Total assets (book value)</b> .....  | <b>418,510,025</b> | <b>0</b>                  | <b>715,845</b>      | <b>10,814,240</b>           | <b>51,758,431</b>              | <b>35,255,090</b>               | <b>32,353,032</b>               | <b>34,788,698</b>                | <b>252,824,690</b>    |
| Cash.....   | 4,984,636          | 0                         | 108,425             | 666,429                     | 1,291,459                      | 540,939                         | 500,647                         | 260,250                          | 1,616,486             |
| Savings and temporary cash investments.....   | 29,339,370         | 0                         | 184,578             | 1,915,601                   | 6,041,077                      | 3,452,517                       | 2,984,930                       | 2,743,599                        | 12,017,068            |
| Accounts receivable, net.....   | 1,236,888          | 0                         | * 7,424             | 33,967                      | 122,293                        | 31,697                          | 79,090                          | 116,057                          | 846,360               |
| Pledges receivable, net.....  | 845,660            | 0                         | * 119               | * 2,197                     | * 68,710                       | 96,095                          | 49,734                          | 137,148                          | 491,656               |
| Grants receivable.....  | 708,676            | 0                         | 0                   | 12,728                      | 38,995                         | 79,197                          | 66,793                          | 20,102                           | 490,862               |
| Receivables due from disqualified persons.....  | 214,065            | 0                         | * 2,526             | 695                         | 43,506                         | 24,968                          | 588                             | 2,826                            | 138,956               |
| Other notes and loans receivable.....   | 2,278,172          | 0                         | * 6,161             | 157,302                     | 612,241                        | 267,625                         | 256,467                         | 226,373                          | 752,003               |
| Inventories.....  | 103,353            | 0                         | * 2,246             | 0                           | 37,918                         | 24,049                          | 7,391                           | 2,525                            | 29,224                |
| Prepaid expenses and deferred charges.....  | 191,395            | 0                         | * 2,252             | 1,462                       | 18,648                         | 18,085                          | 37,000                          | 28,357                           | 85,591                |
| Investments, total (noncash).....   | 364,385,078        | 0                         | 376,169             | 7,622,993                   | 41,590,877                     | 29,201,368                      | 27,089,196                      | 29,861,387                       | 228,643,088           |
| Securities, total.....  | 298,117,249        | 0                         | 340,035             | 6,403,598                   | 34,728,290                     | 24,487,093                      | 22,646,348                      | 23,818,127                       | 185,693,757           |
| Government obligations.....   | 37,899,030         | 0                         | 22,654              | 639,683                     | 4,481,674                      | 3,450,107                       | 3,434,675                       | 2,845,009                        | 23,025,227            |
| Corporate stock.....  | 216,532,775        | 0                         | 291,149             | 4,791,475                   | 24,823,270                     | 17,159,221                      | 15,610,522                      | 17,726,750                       | 136,130,388           |
| Corporate bonds.....  | 43,685,443         | 0                         | 26,232              | 972,440                     | 5,423,345                      | 3,877,765                       | 3,601,151                       | 3,246,368                        | 26,538,142            |
| Land, buildings, and equipment (less accumulated depreciation).....                   | 4,504,892          | 0                         | 1,882               | 35,314                      | 1,022,466                      | 481,095                         | 375,854                         | 378,844                          | 2,209,437             |
| Mortgage loans.....   | 1,365,303          | 0                         | 5,734               | * 51,158                    | 282,653                        | 119,885                         | 89,235                          | 175,543                          | 641,094               |
| Other investments.....  | 60,397,634         | 0                         | 28,518              | 1,132,923                   | 5,557,467                      | 4,113,295                       | 3,977,759                       | 5,488,873                        | 40,098,800            |
| Charitable-purpose land, buildings, and equipment (less accumulated depreciation).... | 9,057,458          | 0                         | 20,509              | 321,885                     | 1,321,541                      | 1,138,937                       | 992,761                         | 919,241                          | 4,342,585             |
| Other assets.....   | 5,165,273          | 0                         | 5,435               | 78,981                      | 571,166                        | 379,613                         | 288,435                         | 470,833                          | 3,370,810             |
| <b>Total liabilities (book value)</b> .....   | <b>17,956,852</b>  | <b>* 739</b>              | <b>15,403</b>       | <b>309,544</b>              | <b>1,111,241</b>               | <b>757,118</b>                  | <b>1,008,269</b>                | <b>1,133,476</b>                 | <b>13,621,062</b>     |
| <b>Net worth (book value)</b> .....   | <b>400,553,173</b> | <b>* -739</b>             | <b>700,442</b>      | <b>10,504,696</b>           | <b>50,647,190</b>              | <b>34,497,972</b>               | <b>31,344,762</b>               | <b>33,655,222</b>                | <b>239,203,628</b>    |
| <b>Total assets, beginning-of-year (book value)</b> .....                             | <b>382,543,016</b> | <b>361,402</b>            | <b>884,435</b>      | <b>10,584,099</b>           | <b>49,255,436</b>              | <b>32,691,766</b>               | <b>29,892,354</b>               | <b>32,262,969</b>                | <b>226,610,556</b>    |
| Cash.....   | 4,261,464          | * 7,238                   | 146,543             | 610,027                     | 1,402,257                      | 417,884                         | 379,040                         | 248,465                          | 1,050,011             |
| Savings and temporary cash investments.....   | 30,400,855         | * 16,590                  | 208,531             | 1,911,412                   | 6,178,078                      | 3,542,456                       | 3,263,086                       | 2,859,708                        | 12,420,995            |
| Accounts receivable, net.....   | 1,128,193          | 0                         | * 2,613             | 19,841                      | 98,539                         | 35,391                          | 100,029                         | 98,345                           | 773,435               |
| Pledges receivable, net.....  | 1,135,403          | 0                         | 0                   | * 1,558                     | * 79,507                       | 69,422                          | 23,536                          | 117,406                          | 843,973               |
| Grants receivable.....  | 437,785            | 0                         | 0                   | 0                           | * 9,649                        | 65,706                          | 66,763                          | 6,961                            | 288,706               |
| Receivables due from disqualified persons.....  | 397,928            | 0                         | * 839               | * 981                       | * 42,675                       | 362                             | 4,185                           | 2,750                            | 346,136               |
| Other notes and loans receivable.....   | 2,082,544          | 0                         | * 9,145             | 100,357                     | 530,179                        | 254,566                         | 217,737                         | 266,408                          | 704,151               |
| Inventories.....  | 74,736             | 0                         | * 3,018             | 0                           | 22,788                         | 6,540                           | 12,918                          | 3,194                            | 26,277                |
| Prepaid expenses and deferred charges.....  | 198,213            | * 229                     | * 57                | 1,259                       | 18,988                         | 14,486                          | 40,970                          | 27,999                           | 94,225                |
| Investments, total (noncash).....   | 320,910,358        | * 285,479                 | 486,888             | 7,540,711                   | 38,911,550                     | 26,807,528                      | 24,680,976                      | 27,379,319                       | 194,817,906           |
| Securities, total.....  | 269,284,364        | * 285,479                 | 357,769             | 6,054,862                   | 31,484,433                     | 22,747,187                      | 21,099,794                      | 22,263,989                       | 164,990,850           |
| Government obligations.....   | 33,805,107         | * 8,526                   | 27,350              | 593,111                     | 4,387,099                      | 3,414,867                       | 3,238,493                       | 3,011,120                        | 19,124,540            |
| Corporate stock.....  | 193,833,933        | * 231,633                 | 313,581             | 4,670,638                   | 21,671,626                     | 15,495,055                      | 14,358,512                      | 15,950,333                       | 121,142,555           |
| Corporate bonds.....  | 41,645,324         | * 45,320                  | 16,838              | 791,113                     | 5,425,708                      | 3,837,265                       | 3,502,789                       | 3,302,536                        | 24,723,755            |
| Land, buildings, and equipment (less accumulated depreciation).....                   | 4,052,883          | 0                         | * 1,143             | 46,918                      | 765,768                        | 396,320                         | 248,931                         | 403,123                          | 2,190,681             |
| Mortgage loans.....   | 1,389,775          | 0                         | * 5,861             | 40,639                      | 273,283                        | 117,983                         | 84,994                          | 150,897                          | 716,118               |
| Other investments.....  | 46,183,336         | 0                         | 122,115             | 1,398,291                   | 6,388,067                      | 3,546,037                       | 3,247,258                       | 4,561,311                        | 26,920,257            |
| Charitable-purpose land, buildings, and equipment (less accumulated depreciation).... | 10,390,187         | * 51,867                  | 19,983              | 299,289                     | 1,193,965                      | 1,030,027                       | 793,701                         | 859,981                          | 6,141,373             |
| Other assets.....   | 11,125,349         | 0                         | 6,817               | 98,664                      | 767,258                        | 447,397                         | 309,412                         | 392,433                          | 9,103,367             |
| <b>Total liabilities, beginning-of-year (book value)</b> .....                        | <b>17,421,479</b>  | <b>296</b>                | <b>12,990</b>       | <b>318,759</b>              | <b>981,111</b>                 | <b>658,296</b>                  | <b>876,944</b>                  | <b>1,111,826</b>                 | <b>13,461,257</b>     |
| <b>Net worth, beginning-of-year (book value)</b> .....                                | <b>365,121,537</b> | <b>361,106</b>            | <b>871,445</b>      | <b>10,265,340</b>           | <b>48,274,325</b>              | <b>32,033,470</b>               | <b>29,015,410</b>               | <b>31,151,143</b>                | <b>213,149,299</b>    |

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

[1] The data in this row are based on the amount of contributions, gifts, and grants paid as reported on the income statement portion of the return. These amounts differ somewhat from the contributions, gifts, and grants paid in columns 18 and 19 of Table 1, which are calculated using the cash receipts and disbursement method of accounting.

[2] This category is included with investments in Tables 1 and 2. However, Tables 3 and 4 show total noncash investments to more closely match the Form 990-PF.

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

# Private Foundations, Tax Year 2003

**Table 4.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Income Statements and Balance Sheets, by Size of End-of-Year Fair Market Value of Assets, Tax Year 2003**

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

| Item   | Total            | Asset size                |                     |                           |                             |                                |                      |
|--|------------------|---------------------------|---------------------|---------------------------|-----------------------------|--------------------------------|----------------------|
|  |                  | Assets zero or unreported | \$1 under \$100,000 | \$100,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$10,000,000 | \$10,000,000 or more |
|  | (1)              | (2)                       | (3)                 | (4)                       | (5)                         | (6)                            | (7)                  |
| <b>Number of returns.....</b>  | <b>3,125</b>     | <b>57</b>                 | <b>653</b>          | <b>1,087</b>              | <b>521</b>                  | <b>729</b>                     | <b>78</b>            |
| <b>Total revenue.....</b>  | <b>340,290</b>   | <b>993</b>                | <b>10,090</b>       | <b>28,217</b>             | <b>20,119</b>               | <b>93,575</b>                  | <b>187,298</b>       |
| Contributions, gifts, and grants received.....   | 137,838          | 185                       | 6,444               | 10,774                    | 8,692                       | 17,408                         | 94,335               |
| Interest on savings and temporary cash investments.....                                | 8,122            | 15                        | 82                  | 597                       | 599                         | 4,823                          | 2,005                |
| Dividends and interest from securities.....  | 119,989          | 271                       | 773                 | 6,623                     | 8,705                       | 49,905                         | 53,712               |
| Gross rents and royalties.....   | 4,401            | 17                        | 11                  | 338                       | 300                         | 2,963                          | 773                  |
| Net gain (less loss) from sales of assets.....   | 44,387           | 413                       | 355                 | 4,292                     | 1,422                       | 12,853                         | 25,052               |
| Gross profit (less loss) from business activities.....                                 | 751              | 0                         | 0                   | 2                         | 0                           | 750                            | 0                    |
| Other income.....  | 24,803           | 92                        | 2,425               | 5,591                     | 401                         | 4,873                          | 11,420               |
| <b>Total expenses.....</b>   | <b>328,811</b>   | <b>13,474</b>             | <b>11,121</b>       | <b>22,248</b>             | <b>23,439</b>               | <b>119,542</b>                 | <b>138,987</b>       |
| Contributions, gifts, and grants paid [1].....   | 279,372          | 13,299                    | 9,652               | 18,245                    | 19,225                      | 97,223                         | 121,727              |
| Compensation of officers.....  | 22,293           | 54                        | 404                 | 2,204                     | 2,572                       | 11,192                         | 5,867                |
| Other salaries and wages.....  | 2,144            | 0                         | 0                   | 35                        | 34                          | 1,207                          | 868                  |
| Pension plans and employee benefits.....   | 477              | 0                         | 0                   | 17                        | 0                           | 187                            | 274                  |
| Legal fees.....  | 1,823            | 35                        | 94                  | 150                       | 120                         | 948                            | 476                  |
| Accounting fees.....   | 2,484            | 19                        | 253                 | 538                       | 373                         | 907                            | 394                  |
| Other professional fees.....   | 6,671            | 21                        | 40                  | 253                       | 241                         | 2,239                          | 3,878                |
| Interest.....  | 284              | 0                         | 0                   | 5                         | 22                          | 204                            | 53                   |
| Taxes.....   | 4,042            | 10                        | 39                  | 243                       | 284                         | 1,882                          | 1,584                |
| Depreciation and depletion.....  | 762              | 10                        | 5                   | 27                        | 42                          | 586                            | 91                   |
| Occupancy.....   | 913              | 0                         | 19                  | 48                        | 23                          | 213                            | 610                  |
| Travel, conferences, and meetings.....   | 481              | 0                         | 29                  | 10                        | 2                           | 39                             | 400                  |
| Printing and publications.....   | 84               | 0                         | 6                   | 7                         | 2                           | 24                             | 44                   |
| Other expenses.....  | 6,982            | 25                        | 579                 | 466                       | 499                         | 2,691                          | 2,722                |
| <b>Excess of revenue (less loss) over expenses.....</b>                                | <b>11,479</b>    | <b>-12,481</b>            | <b>-1,031</b>       | <b>5,969</b>              | <b>-3,321</b>               | <b>-25,968</b>                 | <b>48,311</b>        |
| Excess of revenue.....   | 153,939          | 157                       | 3,227               | 17,054                    | 11,200                      | 36,184                         | 86,118               |
| Loss.....  | -142,460         | -12,638                   | -4,258              | -11,085                   | -14,521                     | -62,152                        | -37,806              |
| <b>Total assets (fair market value).....</b>   | <b>5,058,488</b> | <b>0</b>                  | <b>29,183</b>       | <b>283,544</b>            | <b>365,794</b>              | <b>2,045,272</b>               | <b>2,334,695</b>     |
| Cash (noninterest-bearing accounts).....   | 33,352           | 0                         | 1,321               | 4,822                     | 3,312                       | 15,258                         | 8,639                |
| Savings and temporary cash investments [2].....  | 254,158          | 0                         | 4,422               | 21,504                    | 19,056                      | 98,324                         | 110,853              |
| Accounts receivable, net.....  | 2,056            | 0                         | 141                 | 730                       | 296                         | 849                            | 40                   |
| Pledges receivable, net.....   | 766              | 0                         | 1                   | 0                         | 0                           | 765                            | 0                    |
| Grants receivable.....   | 486              | 0                         | 0                   | 293                       | 0                           | 193                            | 0                    |
| Receivables due from disqualified persons.....   | 126              | 0                         | 0                   | 126                       | 0                           | 0                              | 0                    |
| Other notes and loans receivable.....  | 18,560           | 0                         | 126                 | 1,706                     | 633                         | 11,837                         | 4,257                |
| Inventories.....   | 342              | 0                         | 0                   | 0                         | 0                           | 342                            | 0                    |
| Prepaid expenses and deferred charges.....   | 1,291            | 0                         | 0                   | 2                         | 4                           | 1,118                          | 166                  |
| Investments, total (noncash).....  | 4,712,811        | 0                         | 22,746              | 249,947                   | 337,213                     | 1,893,333                      | 2,209,572            |
| Securities, total.....   | 3,907,019        | 0                         | 16,470              | 185,568                   | 264,390                     | 1,661,318                      | 1,779,274            |
| Government obligations.....  | 475,256          | 0                         | 1,616               | 12,836                    | 18,043                      | 169,457                        | 273,304              |
| Corporate stock.....   | 2,851,801        | 0                         | 11,168              | 137,451                   | 200,302                     | 1,212,377                      | 1,290,504            |
| Corporate bonds.....   | 579,962          | 0                         | 3,686               | 35,282                    | 46,046                      | 279,483                        | 215,466              |
| Land, buildings, and equipment (less accumulated depreciation).....                    | 102,301          | 0                         | 125                 | 3,391                     | 3,696                       | 34,021                         | 61,068               |
| Mortgage loans.....  | 8,375            | 0                         | 28                  | 744                       | 590                         | 2,247                          | 4,766                |
| Other investments.....   | 695,116          | 0                         | 6,123               | 60,243                    | 68,537                      | 195,748                        | 364,465              |
| Charitable-purpose land, buildings, and equipment (less accumulated depreciation)..... | 21,663           | 0                         | 174                 | 2,176                     | 1,837                       | 16,554                         | 921                  |
| Other assets.....  | 12,878           | 0                         | 252                 | 2,238                     | 3,442                       | 6,698                          | 248                  |

Footnotes at end of table.

# Private Foundations, Tax Year 2003

**Table 4.--Domestic Section 4947(a)(1) Charitable Trusts Treated as Foundations: Income Statements and Balance Sheets, by Size of End-of-Year Fair Market Value of Assets, Tax Year 2003--Continued**

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

| Item   | Total            | Asset size                |                     |                           |                             |                                |                      |
|--|------------------|---------------------------|---------------------|---------------------------|-----------------------------|--------------------------------|----------------------|
|  |                  | Assets zero or unreported | \$1 under \$100,000 | \$100,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$10,000,000 | \$10,000,000 or more |
|  | (1)              | (2)                       | (3)                 | (4)                       | (5)                         | (6)                            | (7)                  |
| <b>Total assets (book value)</b> .....   | <b>4,224,364</b> | <b>0</b>                  | <b>28,353</b>       | <b>273,586</b>            | <b>327,158</b>              | <b>1,741,236</b>               | <b>1,854,030</b>     |
| Cash.....  | 33,892           | 0                         | 1,321               | 4,922                     | 3,758                       | 15,252                         | 8,639                |
| Savings and temporary cash investments.....  | 253,844          | 0                         | 4,415               | 21,477                    | 18,918                      | 98,162                         | 110,871              |
| Accounts receivable, net.....  | 2,056            | 0                         | 141                 | 730                       | 296                         | 849                            | 40                   |
| Pledges receivable, net.....   | 766              | 0                         | 1                   | 0                         | 0                           | 765                            | 0                    |
| Grants receivable.....   | 486              | 0                         | 0                   | 293                       | 0                           | 193                            | 0                    |
| Receivables due from disqualified persons.....   | 126              | 0                         | 0                   | 126                       | 0                           | 0                              | 0                    |
| Other notes and loans receivable.....  | 18,560           | 0                         | 126                 | 1,706                     | 633                         | 11,837                         | 4,257                |
| Inventories.....   | 342              | 0                         | 0                   | 0                         | 0                           | 342                            | 0                    |
| Prepaid expenses and deferred charges.....   | 1,291            | 0                         | 0                   | 2                         | 4                           | 1,118                          | 166                  |
| Investments, total (noncash).....  | 3,887,815        | 0                         | 22,073              | 240,679                   | 299,131                     | 1,597,096                      | 1,728,836            |
| Securities, total.....   | 3,215,809        | 0                         | 16,151              | 171,394                   | 236,594                     | 1,410,006                      | 1,381,664            |
| Government obligations.....  | 420,273          | 0                         | 1,568               | 12,539                    | 17,658                      | 160,233                        | 228,275              |
| Corporate stock.....   | 2,242,333        | 0                         | 11,015              | 124,304                   | 175,249                     | 984,329                        | 947,436              |
| Corporate bonds.....   | 553,202          | 0                         | 3,567               | 34,551                    | 43,688                      | 265,444                        | 205,953              |
| Land, buildings, and equipment (less accumulated depreciation).....                    | 27,459           | 0                         | 279                 | 1,710                     | 2,947                       | 16,808                         | 5,715                |
| Mortgage loans.....  | 8,342            | 0                         | 33                  | 754                       | 590                         | 2,245                          | 4,719                |
| Other investments.....   | 636,205          | 0                         | 5,611               | 66,821                    | 58,999                      | 168,037                        | 336,737              |
| Charitable-purpose land, buildings, and equipment (less accumulated depreciation)..... | 11,647           | 0                         | 30                  | 1,541                     | 972                         | 8,192                          | 913                  |
| Other assets.....  | 13,541           | 0                         | 246                 | 2,110                     | 3,446                       | 7,430                          | 309                  |
| <b>Total liabilities (book value)</b> .....  | <b>20,443</b>    | <b>0</b>                  | <b>86</b>           | <b>945</b>                | <b>1,216</b>                | <b>15,505</b>                  | <b>2,690</b>         |
| <b>Net worth (book value)</b> .....  | <b>4,203,921</b> | <b>0</b>                  | <b>28,267</b>       | <b>272,641</b>            | <b>325,942</b>              | <b>1,725,731</b>               | <b>1,851,340</b>     |
| <b>Total assets, beginning-of-year (book value)</b> .....                              | <b>4,150,173</b> | <b>16,436</b>             | <b>33,629</b>       | <b>267,076</b>            | <b>327,539</b>              | <b>1,762,207</b>               | <b>1,743,286</b>     |
| Cash.....  | 34,360           | 277                       | 1,122               | 3,360                     | 3,139                       | 16,187                         | 10,275               |
| Savings and temporary cash investments.....  | 286,375          | 3,088                     | 4,559               | 18,336                    | 18,796                      | 113,829                        | 127,768              |
| Accounts receivable, net.....  | 3,809            | 34                        | 160                 | 1,005                     | 243                         | 2,340                          | 27                   |
| Pledges receivable, net.....   | 52               | 28                        | 24                  | 0                         | 0                           | 0                              | 0                    |
| Grants receivable.....   | 237              | 0                         | 0                   | 227                       | 0                           | 10                             | 0                    |
| Receivables due from disqualified persons.....   | 3                | 0                         | 0                   | 3                         | 0                           | 0                              | 0                    |
| Other notes and loans receivable.....  | 22,980           | 0                         | 52                  | 1,644                     | 331                         | 16,708                         | 4,246                |
| Inventories.....   | 312              | 0                         | 0                   | 0                         | 0                           | 312                            | 0                    |
| Prepaid expenses and deferred charges.....   | 429              | 0                         | 0                   | 8                         | 4                           | 254                            | 163                  |
| Investments, total (noncash).....  | 3,729,431        | 12,496                    | 26,925              | 234,943                   | 291,631                     | 1,566,152                      | 1,597,283            |
| Securities, total.....   | 2,856,915        | 7,857                     | 13,491              | 103,487                   | 137,501                     | 1,316,606                      | 1,277,973            |
| Government obligations.....  | 422,800          | 2,495                     | 1,736               | 11,894                    | 14,490                      | 158,516                        | 233,670              |
| Corporate stock.....   | 1,907,728        | 5,095                     | 7,687               | 68,677                    | 90,938                      | 900,852                        | 834,480              |
| Corporate bonds.....   | 526,387          | 268                       | 4,068               | 22,917                    | 32,073                      | 257,238                        | 209,823              |
| Land, buildings, and equipment (less accumulated depreciation).....                    | 21,381           | 0                         | 272                 | 953                       | 2,664                       | 10,629                         | 6,862                |
| Mortgage loans.....  | 11,367           | 0                         | 39                  | 868                       | 1,004                       | 4,966                          | 4,491                |
| Other investments.....   | 839,767          | 4,639                     | 13,124              | 129,634                   | 150,462                     | 233,951                        | 307,957              |
| Charitable-purpose land, buildings, and equipment (less accumulated depreciation)..... | 14,769           | 457                       | 31                  | 1,348                     | 660                         | 10,354                         | 1,918                |
| Other assets.....  | 57,414           | 56                        | 754                 | 6,202                     | 12,735                      | 36,061                         | 1,605                |
| <b>Total liabilities, beginning of year (book value)</b> .....                         | <b>17,477</b>    | <b>2</b>                  | <b>96</b>           | <b>666</b>                | <b>767</b>                  | <b>12,902</b>                  | <b>3,043</b>         |
| <b>Net worth, beginning of year (book value)</b> .....                                 | <b>4,132,696</b> | <b>16,434</b>             | <b>33,533</b>       | <b>266,410</b>            | <b>326,772</b>              | <b>1,749,305</b>               | <b>1,740,243</b>     |

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

[1] The data in this row are based on the amount of contributions, gifts, and grants paid as reported on the income statement portion of the return. These amounts differ somewhat from the contributions, gifts, and grants paid in columns 18 and 19 of Table 2, which are calculated using the cash receipts and disbursement method of accounting.

[2] This category is included with investments in Tables 1 and 2. However, Tables 3 and 4 show total noncash investments to more closely match the Form 990-PF.

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

# Private Foundations, Tax Year 2003

**Table 5.--Excise Taxes Reported by Charities, Private Foundations, and Split-Interest Trusts on Form 4720, Calendar Year 2004**

[Money amounts are in whole dollars]

| Item   | Total [1]             |                  | Organizations [2]     |                  | Individuals [3]       |                |
|--|-----------------------|------------------|-----------------------|------------------|-----------------------|----------------|
|  | Number of returns [4] | Amount           | Number of returns [4] | Amount           | Number of returns [4] | Amount         |
|  | (1)                   | (2)              | (3)                   | (4)              | (5)                   | (6)            |
| <b>Total tax.....</b>                                      | <b>1,743</b>          | <b>7,574,931</b> | <b>1,485</b>          | <b>6,893,403</b> | <b>185</b>            | <b>681,528</b> |
| Individual Tax on Self-Dealing.....                        | 162                   | 658,254          | N/A                   | N/A              | 162                   | 658,254        |
| Tax on Undistributed Income .....                          | 1,482                 | 5,594,073        | 1,482                 | 5,594,073        | N/A                   | N/A            |
| Tax on Excess Lobbying Expenditures.....                   | 31                    | 7,468            | 31                    | 7,468            | N/A                   | N/A            |
| Excess Business Holdings .....                             | 4                     | 269,112          | 4                     | 269,112          | N/A                   | N/A            |
| Tax on Investments that Jeopardize Charitable Purpose..... | 0                     | 0                | 0                     | 0                | 0                     | 0              |
| Tax on Taxable Expenditures .....                          | 54                    | 1,036,999        | 54                    | 1,015,282        | 17                    | 21,717         |
| Tax on Political Expenditures.....                         | 19                    | 7,558            | 19                    | 7,468            | 4                     | 90             |
| Tax on Disqualifying Lobbying Expenditures.....            | 0                     | 0                | 0                     | 0                | 0                     | 0              |
| Tax on Premiums Paid on Personal Benefit Contracts.....    | 0                     | 0                | 0                     | 0                | N/A                   | N/A            |
| Tax on Excess Benefit Transactions.....                    | 8                     | 1,467            | N/A                   | N/A              | 8                     | 1,467          |

N/A -- Not applicable.

[1] Table 5 includes Calendar Year 2004 data for all organizations required to file Form 4720, including private foundations, charitable trusts, split-interest trusts, and charities.

[2] Organization taxes are reported by charities, private foundations, and split-interest trusts.

[3] Individual taxes are reported by foundation managers, office directors, trustees, and other individuals.

[4] The total number of returns may not equal sum of the number of returns for each tax, as an organization or individual may report more than one type of tax per return.

Data included in the article are derived from Tax Year 2003 returns filed during Calendar Years 2004 and 2005 by private foundations only.

# Private Foundations, Tax Year 2003

**Table 6.--Excise Taxes Reported by Charities, Private Foundations, and Split-Interest Trusts on Form 4720, Calendar Year 2005**

[Money amounts are in whole dollars]

| Item   | Total [1]             |                  | Organizations [2]     |                  | Individuals [3]       |                  |
|--|-----------------------|------------------|-----------------------|------------------|-----------------------|------------------|
|  | Number of returns [4] | Amount           | Number of returns [4] | Amount           | Number of returns [4] | Amount           |
|  | (1)                   | (2)              | (3)                   | (4)              | (5)                   | (6)              |
| <b>Total tax</b> .....                                     | <b>1,759</b>          | <b>8,259,359</b> | <b>1,579</b>          | <b>4,787,014</b> | <b>208</b>            | <b>3,472,350</b> |
| Individual Tax on Self-Dealing.....                        | 185                   | 3,342,174        | N/A                   | N/A              | 185                   | 3,342,174        |
| Tax on Undistributed Income .....                          | 1,467                 | 4,205,503        | 1,467                 | 4,205,503        | N/A                   | N/A              |
| Tax on Excess Lobbying Expenditures.....                   | 46                    | 161,926          | 46                    | 161,926          | N/A                   | N/A              |
| Excess Business Holdings .....                             | 4                     | 56,948           | 4                     | 56,948           | N/A                   | N/A              |
| Tax on Investments that Jeopardize Charitable Purpose..... | 0                     | 0                | 0                     | 0                | 0                     | 0                |
| Tax on Taxable Expenditures .....                          | 50                    | 391,082          | 50                    | 358,026          | 13                    | 6,056            |
| Tax on Political Expenditures.....                         | ** 23                 | ** 4,863         | ** 17                 | ** 4,600         | 6                     | 263              |
| Tax on Disqualifying Lobbying Expenditures.....            | **                    | **               | **                    | **               | 0                     | 0                |
| Tax on Premiums Paid on Personal Benefit Contracts.....    | **                    | **               | **                    | **               | N/A                   | N/A              |
| Tax on Excess Benefit Transactions.....                    | 5                     | 123,856          | N/A                   | N/A              | 5                     | 123,856          |

\*\* Data combined to prevent disclosure of individual taxpayer data.

[1] Table 6 includes Calendar Year 2005 data for all organizations required to file Form 4720, including private foundations, charitable trusts, split-interest trusts, and charities.

[2] Organization taxes are reported by charities, private foundations, and split-interest trusts.

[3] Individual taxes are reported by foundation managers, office directors, trustees, and other individuals.

[4] The total number of returns may not equal sum of the number of returns for each tax, as an organization or individual may report more than one type of tax per return.

Data included in the article are derived from Tax Year 2003 returns filed during Calendar Years 2004 and 2005 by private foundations only.

# Charities and Other Tax-Exempt Organizations, 2003

by Paul Arnsberger

**N**onprofit charitable organizations exempt from income tax under Internal Revenue Code section 501(c)(3) filed over 263,000 information returns for Tax Year 2003, an increase of 5 percent from the previous year. These organizations held nearly \$1.9 trillion in assets, an increase of 10 percent from 2002, and reported \$1.1 trillion in revenue, 70 percent of which came from program service revenue (Figure A). The statistics in this article exclude private foundations, most organizations with receipts totaling less than \$25,000, as well as most churches and certain other types of religious organizations.

Data for certain other organizations, with tax-exempt status under Code sections 501(c)(4) through (9), are also presented in this article. Such organizations are generally diverse both in function and financial character. For 2003, the 7,147 voluntary employee benefit associations, exempt under Code section 501(c)(9), reported assets of \$128.9 billion and revenue of \$144.0 billion. By comparison, 20,002 section 501(c)(7) social and recreational clubs reported assets of \$20.3 billion and revenue of \$10.7 billion.

The statistics for charities and other tax-exempt organizations reported in this article are based on data compiled from Form 990, *Return of Organization Exempt from Income Tax*, and Form 990-EZ, the short form version of this information return. The latter form may be completed by smaller organizations, those with end-of-year assets of less than \$250,000 and gross receipts of \$25,000 to \$100,000. Only condensed income statements and balance sheets are required from filers of the short form, which accounted for 22 percent of the returns filed by organizations exempt under Code sections 501(c)(3) through (9) for Tax Year 2003.

## Charitable Organizations Tax-Exempt Under Internal Revenue Code Section 501(c)(3)

In order to qualify for tax-exempt status, an organization must show that its purpose serves the public good, as opposed to a private interest. The activities of nonprofit organizations are limited in that they must further one or more of the purposes for which

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**Figure A**

### Organizations, Tax Years 2002 and 2003

(Money amounts are in millions of current dollars)

| Item                                   | 2002      | 2003      | Percentage change, 2002-2003 |
|--|-----------|-----------|------------------------------|
|  | (1)       | (2)       | (3)                          |
| Number of returns.....                 | 251,676   | 263,353   | 4.6                          |
| Forms 990.....                         | 203,949   | 211,858   | 3.9                          |
| Forms 990-EZ.....                      | 47,727    | 51,495    | 7.9                          |
| Total assets.....                      | 1,733,852 | 1,899,857 | 9.6                          |
| Total liabilities.....                 | 693,576   | 735,600   | 6.1                          |
| Net assets.....                        | 1,040,275 | 1,164,257 | 11.9                         |
| Total revenue.....                     | 955,267   | 1,072,171 | 12.2                         |
| Program service revenue.....           | 691,791   | 754,585   | 9.1                          |
| Contributions, gifts, and grants.....  | 214,484   | 229,987   | 7.2                          |
| Investment income [1].....             | 20,518    | 23,594    | 15.0                         |
| Net gain (loss) from sales of assets.. | -6,763    | 25,788    | [2]                          |
| Other.....                             | 35,237    | 38,216    | 8.5                          |
| Total expenses.....                    | 934,672   | 1,009,675 | 8.0                          |

[1] Includes "interest on savings and temporary cash investments," "dividends and interest from securities," and "other investment income" from Form 990 and "investment income (loss)" from Form 990-EZ.

[2] Percent change is not provided if a positive value is reported for the current tax year and a negative value was reported for the prior tax year.

NOTES: Data are from both Forms 990 and 990-EZ for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations, most organizations with receipts less than \$25,000, as well as most churches, and certain other types of religious organizations.

they were granted tax-exempt status. Organizations that are exempt under Code section 501(c)(3) are those whose purposes are religious, charitable, scientific, literary, or educational. In practice, these categories cover a broad range of activities. Examples of the varied exempt purposes of these "charitable" organizations include nonprofit hospitals, educational institutions, youth organizations, community fundraising campaigns, public charities, local housing organizations, historical societies, and environmental preservation groups. These organizations may not allow net earnings to inure to the benefit of a shareholder or individual. Activity attempting to influence legislation cannot be a substantial part of an organization's activities, and the organization may not intervene in a political campaign on behalf of, or in opposition to, any candidate. Generally, a donor's contribution to one of these organizations is tax deductible [1].

Of the 781,634 active nonprofit charitable organizations recognized by the Internal Revenue Service

## Charities and Other Tax-Exempt Organizations, 2003

(IRS) under Code section 501(c)(3), some 263,353 filed Form 990 or 990-EZ returns for accounting periods that began in 2003 [2]. Those not required to file included churches and certain other religious organizations, as well as organizations with annual gross receipts totaling less than \$25,000 [3]. Nonprofit private foundations, which are also tax-exempt under Code section 501(c)(3), are required to file separately on Form 990-PF, *Return of Private Foundation* [4].

### Financial Characteristics of Nonprofit Charitable Organizations

Although 64 percent of the returns filed by section 501(c)(3) organizations for 2003 were filed by organizations with assets of less than \$500,000, these organizations held only 1 percent of the total assets and reported less than 4 percent of total revenue (Figure B). In comparison, larger organizations, those with assets of \$10 million or more, represented just 6 percent of the returns filed, but accounted for 89 percent of the total asset holdings and 81 percent of the total revenue reported.

The assets of all nonprofit charitable organizations filing Forms 990 and 990-EZ for 2003 totalled

\$1.9 trillion. “Cash, savings, and investments” was the primary component of assets for these organizations, accounting for 54 percent of the total. “Land, buildings, and equipment” owned by nonprofits (but not for investment purposes) represented 27 percent of total assets [5]. The total net assets (also called “fund balance”) of Form 990 and 990-EZ filers increased 9 percent to \$1.2 trillion for 2003.

The nonprofit charitable organizations in this study reported total revenue of \$1.1 trillion for 2003. “Program service revenue” was the major source of revenue for these organizations. This revenue comprises the fees collected by organizations in support of their tax-exempt purposes and includes income such as tuition and fees at educational institutions, hospital patient charges (including Medicare and Medicaid payments), and admission fees collected by museums or community performing arts groups, and YMCA/YWCA. Overall, program service revenue totaled \$754.6 billion, a 9-percent increase from 2002. Figure C illustrates the types of revenue reported by organizations of different sizes. The largest organizations, those with assets of \$10 million or more, received three-fourths of their total revenue

**Figure B**

### Nonprofit Charitable Organizations, by Asset Size and Revenue Size, Tax Year 2003

[Money amounts are in millions of current dollars]

| Size of organization                 | Returns        |                     | Total assets     |                     | Net assets       |                     | Total revenue    |                     |
|--------------------------------------|----------------|---------------------|------------------|---------------------|------------------|---------------------|------------------|---------------------|
|                                      | Number         | Percentage of total | Amount           | Percentage of total | Amount           | Percentage of total | Amount           | Percentage of total |
|                                      | (1)            | (2)                 | (3)              | (4)                 | (5)              | (6)                 | (7)              | (8)                 |
| <b>Size of total assets</b>          |                |                     |                  |                     |                  |                     |                  |                     |
| <b>Total</b> .....                   | <b>263,353</b> | <b>100.0</b>        | <b>1,899,857</b> | <b>100.0</b>        | <b>1,164,257</b> | <b>100.0</b>        | <b>1,072,171</b> | <b>100.0</b>        |
| Under \$100,000 [1].....             | 103,336        | 39.2                | 3,573            | 0.2                 | 2,527            | 0.2                 | 11,808           | 1.1                 |
| \$100,000 under \$500,000.....       | 66,267         | 25.2                | 16,325           | 0.9                 | 11,833           | 1.0                 | 23,235           | 2.2                 |
| \$500,000 under \$1,000,000.....     | 25,451         | 9.7                 | 17,871           | 0.9                 | 13,684           | 1.2                 | 19,403           | 1.8                 |
| \$1,000,000 under \$10,000,000.....  | 52,393         | 19.9                | 167,916          | 8.8                 | 104,296          | 9.0                 | 146,305          | 13.6                |
| \$10,000,000 under \$50,000,000..... | 10,934         | 4.2                 | 232,755          | 12.3                | 142,319          | 12.2                | 150,100          | 14.0                |
| \$50,000,000 or more.....            | 4,973          | 1.9                 | 1,461,416        | 76.9                | 889,597          | 76.4                | 721,320          | 67.3                |
| <b>Size of total revenue</b>         |                |                     |                  |                     |                  |                     |                  |                     |
| <b>Total</b> .....                   | <b>263,353</b> | <b>100.0</b>        | <b>1,899,857</b> | <b>100.0</b>        | <b>1,164,257</b> | <b>100.0</b>        | <b>1,072,171</b> | <b>100.0</b>        |
| Under \$100,000 [2].....             | 97,330         | 37.0                | 21,528           | 1.1                 | 17,258           | 1.5                 | 4,092            | 0.4                 |
| \$100,000 under \$500,000.....       | 85,976         | 32.6                | 53,751           | 2.8                 | 40,133           | 3.4                 | 20,041           | 1.9                 |
| \$500,000 under \$1,000,000.....     | 26,258         | 10.0                | 39,467           | 2.1                 | 27,128           | 2.3                 | 18,806           | 1.8                 |
| \$1,000,000 under \$10,000,000.....  | 41,958         | 15.9                | 259,517          | 13.7                | 166,435          | 14.3                | 131,948          | 12.3                |
| \$10,000,000 under \$50,000,000..... | 8,664          | 3.3                 | 332,275          | 17.5                | 208,258          | 17.9                | 176,256          | 16.4                |
| \$50,000,000 or more.....            | 3,167          | 1.2                 | 1,193,319        | 62.8                | 705,046          | 60.6                | 721,027          | 67.2                |

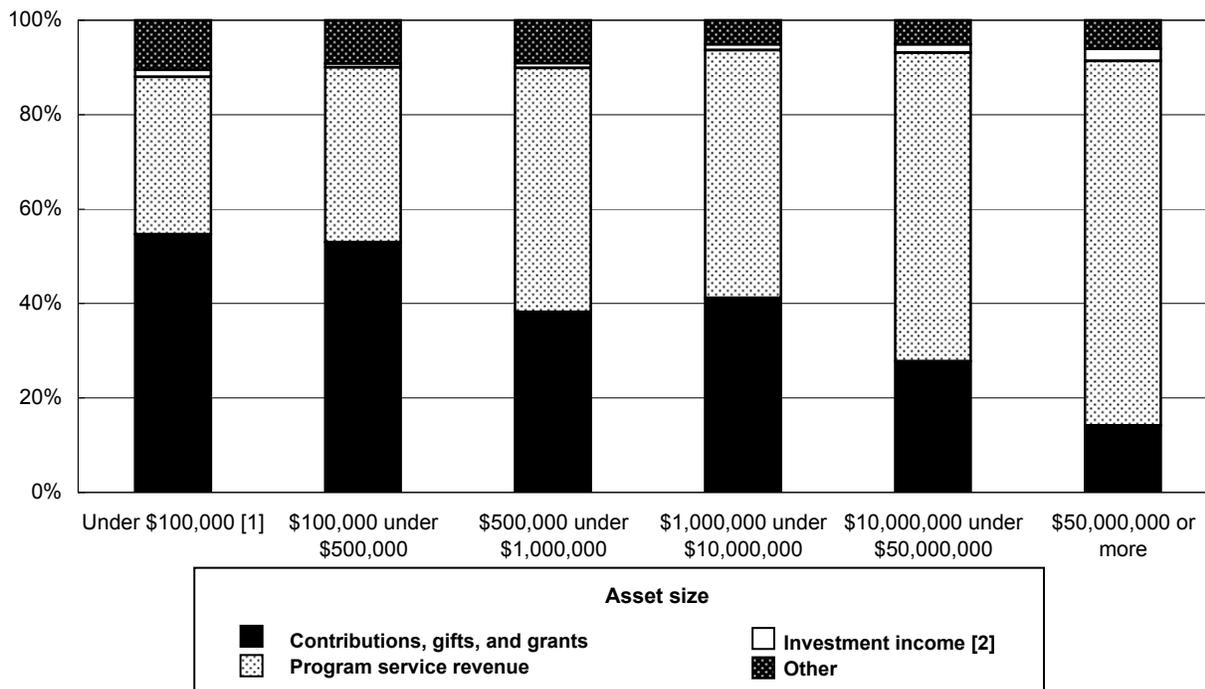
[1] Includes returns with zero assets or assets not reported.

[2] Includes returns with no revenue or revenue not reported.

NOTES: Data are from Forms 990 and 990-EZ for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations, most organizations with receipts less than \$25,000, as well as most churches, and certain other types of religious organizations. Detail may not add to 100 percent because of rounding.

**Figure C**

**Sources of Nonprofit Charitable Organization Revenue, by Asset Size, Tax Year 2003**



[1] Includes returns with zero assets or assets not reported.

[2] Includes "interest on savings and temporary cash investments," "dividends and interest from securities," and "other investment income" from Form 990 and "investment income (loss)" from Form 990-EZ.

NOTES: Data are from Forms 990 and 990-EZ for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations, most organizations with receipts less than \$25,000, as well as most churches, and certain other types of religious organizations.

from program service revenue, while organizations with assets less than \$1 million received nearly half of their revenue from contributions, gifts, and grants.

Total expenses, as reported by 501(c)(3) organizations on Forms 990 and 990-EZ, increased 8 percent to \$1.0 trillion for 2003. Of this, \$416.4 billion were reported as "salaries, other compensation, and employee benefits." The other major expenses category, "grants and similar amounts paid," totalled \$77.7 billion for 2003, an increase of 22 percent from 2002.

On Form 990 (but not on Form 990-EZ), expenses for nonprofit charitable organizations are grouped into four major categories: program services, fundraising, management and general, and payments to affiliates. Briefly, program service expenses are those associated with activities that further an organization's exempt purpose; fundraising expenses are those incurred in soliciting contributions, gifts, and grants; and management and general expenses include those administrative and overhead costs that

are not specifically related to program services or fundraising activities. Within these three broad areas are specific categories such as salaries and wages, grants and allocations, professional fees, and supplies. The fourth major category, payments to affiliates, includes distributions to organizations closely related to the reporting organizations, such as support and dues payments by local chapters to State and national agencies. Program service expenses accounted for the vast majority (86 percent) of total expenses reported by filers of Form 990; management and general expenses totaled 12 percent; and fundraising expenses and payments to affiliates, combined, accounted for less than 2 percent.

### Nonprofit Charitable Organizations Classified by NTEE Codes

The National Taxonomy of Exempt Entities (NTEE) is a classification system developed by the National Center for Charitable Statistics, which classifies

## Charities and Other Tax-Exempt Organizations, 2003

organizations by institutional purpose and major programs and activities [6]. It recognizes 26 major groups, which can be aggregated into 10 program categories, as shown in Figure D. Within each program category, there is wide diversity in the types of organizations conducting the different functions. The organizations were classified for statistical purposes by the IRS Statistics of Income Division on the basis of information provided in the "Statement of Program Service Accomplishments" section of Forms 990 and 990-EZ.

Based on the NTEE classification, health was the dominant program category in terms of revenue, accounting for 57 percent of the total. Organizations in the health category also held the largest portion of total assets (39 percent). This category includes organizations that engage in the promotion of wellness of individuals, the general treatment and prevention of disease or illness (including mental health and illness), and the medical rehabilitation of people with physical disabilities. Examples are hospitals; nursing or convalescent facilities; health support services, such as blood banks, organ banks, and emergency medical transport services; health care financing activities; substance abuse treatment services; organizations that study ethics or promote the practice of ethical behavior in medical care and research; health

associations active in the prevention or treatment of diseases; and medical research. About 88 percent of the total revenue for nonprofit charitable organizations in the health category was derived from program services.

The education program category includes colleges and universities, elementary and secondary schools, correspondence schools, libraries, educational testing services, organizations providing opportunities for continuing education outside the framework of formal education, and student services and organizations. Education ranked a distant second in terms of revenue, which totaled \$201.6 billion, an 18-percent increase from 2002. This category also accounted for \$619.9 billion in assets--nearly one-third of the total for nonprofit charitable organizations.

About 38 percent of the organizations that filed Forms 990 and 990-EZ for 2003 were classified as human service organizations. Program service revenue (\$81.4 billion) and contributions, gifts, and grants received (\$58.8 billion) together represented nearly all of the total revenue reported by these organizations. This category comprises organizations in several classifications performing a broad range of services focused on specific needs within the community: housing and shelter programs, including housing, construction, management, and

**Figure D**

### Selected Items for Nonprofit Charitable Organizations Classified by NTEE Category, Tax Year 2003

[Money amounts are in millions of current dollars]

| NTEE major category [1]             | Number of returns | Total assets     | Net assets       | Revenue          |                                  |                         | Total expenses   | Excess of revenue over expenses (net) |
|-------------------------------------|-------------------|------------------|------------------|------------------|----------------------------------|-------------------------|------------------|---------------------------------------|
|                                     |                   |                  |                  | Total            | Contributions, gifts, and grants | Program service revenue |                  |                                       |
|                                     | (1)               | (2)              | (3)              | (4)              | (5)                              | (6)                     | (7)              | (8)                                   |
| <b>Total.....</b>                   | <b>263,353</b>    | <b>1,899,857</b> | <b>1,164,257</b> | <b>1,072,171</b> | <b>229,987</b>                   | <b>754,585</b>          | <b>1,009,675</b> | <b>62,496</b>                         |
| Arts, culture, and humanities.....  | 27,285            | 76,082           | 61,959           | 24,851           | 14,006                           | 6,441                   | 21,116           | 3,734                                 |
| Education.....                      | 47,117            | 619,912          | 440,736          | 201,626          | 59,856                           | 110,220                 | 175,513          | 26,114                                |
| Environment, animals.....           | 10,454            | 27,460           | 22,692           | 9,683            | 5,936                            | 2,316                   | 8,597            | 1,086                                 |
| Health.....                         | 35,144            | 741,832          | 386,547          | 611,139          | 44,311                           | 537,736                 | 591,877          | 19,261                                |
| Human services.....                 | 100,835           | 219,970          | 105,864          | 151,935          | 58,760                           | 81,389                  | 147,623          | 4,313                                 |
| International, foreign affairs..... | 3,131             | 12,717           | 9,244            | 14,294           | 13,102                           | 793                     | 14,254           | 41                                    |
| Mutual, membership benefit.....     | 476               | 12,536           | 9,557            | 2,485            | 181                              | 1,622                   | 1,882            | 603                                   |
| Public, societal benefit.....       | 23,339            | 171,119          | 113,056          | 48,790           | 28,668                           | 12,964                  | 42,393           | 6,397                                 |
| Religion-related.....               | 15,572            | 18,229           | 14,602           | 7,368            | 5,167                            | 1,105                   | 6,420            | 948                                   |

[1] The National Taxonomy of Exempt Entities (NTEE) is a classification system that uses 26 major field areas that are aggregated into the categories shown above. It was developed by the National Center for Charitable Statistics. The codes describe the purposes and activities of the organizations.

NOTES: Data are from Forms 990 and 990-EZ for nonprofit charitable organizations that are tax-exempt under Internal Revenue Code section 501(c)(3) and exclude private foundations, most organizations with receipts less than \$25,000, as well as most churches, and certain other types of religious organizations. Detail may not add to totals because of rounding.

## Charities and Other Tax-Exempt Organizations, 2003

services to assist in locating, acquiring, or sustaining housing; job training and placement services; public safety, disaster preparedness, and relief services, including activities related to the effects of disasters and providing relief to accident victims; recreation and sports programs provided by organizations for camps, parks, and playgrounds, and amateur sports activities; crime prevention and legal services; and multipurpose organizations which provide a broad range of social or human services to individuals and families. (Included in this last category are organizations such as the American Red Cross, Salvation Army, Urban League, and YMCAs/YWCAs.)

### Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(4)-(9)

The statistics presented in this section are based on Forms 990 and 990-EZ filed by organizations tax-exempt under Code sections 501(c)(4) through (9) [7]. Figure E provides general descriptions of the organizations included under these sections. Unlike the nonprofit charitable organizations that are tax-exempt under Code section 501(c)(3), most contributions to these organizations are not tax-deductible. Financial data for organizations covered by these six Code sections are presented in Tables 2, 3, and 4.

### Highlights of Financial Data

Section 501(c)(9) voluntary employee beneficiary associations, such as union health and welfare funds, reported \$128.9 billion in assets for 2003, considerably more than organizations exempt under sections 501(c)(4) through (8) (Figure F). This amount represented an increase of 17 percent from Tax Year 2002. Fraternal beneficiary societies, section 501(c)(8), and civic leagues and social welfare associations, section 501(c)(4), reported \$86.1 billion and \$81.0 billion in assets, respectively, for 2003. With the exception of social and recreational clubs, section 501(c)(7), the majority of the asset holdings by organizations under these six Code sections was reported by the largest organizations (those with assets of \$10 million or more); for social and recreational clubs, however, the largest organizations reported just 41 percent of total assets. Social and recreational clubs, which include country clubs and private swim clubs, differed from other types of organizations in the components of their assets as well. While organizations exempt under Code sections (c)(4), (5), (6), (8), and (9) held the majority of their assets in the form of cash, savings, and investments, or other assets (such as inventories and receivables), social and recreational clubs reported two-thirds of their assets as land and buildings.

## Figure E

### Types of Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(3)-(9)

| Internal Revenue Code section | Description of organization  | General nature of activities  |
|-------------------------------|--|---|
| 501(c)(3)                     | Religious, educational, charitable, scientific, or literary organizations; testing for public safety organizations. Also, organizations preventing cruelty to children or animals, or fostering national or international amateur sports competition | Activities of a nature implied by the description of the class of organization  |
| 501(c)(4)                     | Civic leagues, social welfare organizations, and local associations of employees   | Promotion of community welfare and activities, net earnings from which are devoted to charitable, educational, or recreational purposes |
| 501(c)(5)                     | Labor, agricultural, and horticultural organizations   | Educational or instructive groups whose purpose is to improve conditions of work, products, and efficiency                              |
| 501(c)(6)                     | Business leagues, chambers of commerce, and real estate boards   | Improving conditions in one or more lines of business   |
| 501(c)(7)                     | Social and recreational clubs  | Pleasure, recreational, and social activities   |
| 501(c)(8)                     | Fraternal beneficiary societies and associations   | Lodges providing for payment of life, sickness, accident, or other benefits to members  |
| 501(c)(9)                     | Voluntary employee beneficiary associations  | Providing for payment of life, sickness, accident, or other benefits to members   |

**Figure F**

**Selected Items for Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(4)-(9), Tax Year 2003**

[Money amounts are in millions of current dollars]

| Internal Revenue Code section | Number of returns | Total assets | Total liabilities | Net assets | Total revenue | Total expenses |
|-------------------------------|-------------------|--------------|-------------------|------------|---------------|----------------|
|                               | (1)               | (2)          | (3)               | (4)        | (5)           | (6)            |
| 501(c)(4).....                | 25,479            | 80,952       | 47,949            | 33,003     | 54,942        | 52,493         |
| 501(c)(5).....                | 19,439            | 26,231       | 5,465             | 20,765     | 18,624        | 18,334         |
| 501(c)(6).....                | 30,337            | 51,144       | 30,294            | 20,849     | 29,990        | 28,013         |
| 501(c)(7).....                | 20,002            | 20,295       | 6,548             | 13,747     | 10,720        | 10,463         |
| 501(c)(8).....                | 6,286             | 86,090       | 75,816            | 10,274     | 14,492        | 14,143         |
| 501(c)(9).....                | 7,147             | 128,887      | 23,270            | 105,616    | 143,952       | 116,754        |

NOTE: Data are from Forms 990 and 990-EZ and exclude most organizations with receipts less than \$25,000.

In terms of revenue, voluntary employee beneficiary associations, section 501(c)(9), were also the largest of the six categories, with \$144.0 billion, an increase of 33 percent from 2002. The very diverse category of civic leagues and social welfare organizations, section 501(c)(4), ranked a distant second in terms of revenue, with \$54.9 billion, virtually unchanged from the previous year. Program service revenue was the primary source of income for three types of organizations: civic leagues and social welfare organizations, section 501(c)(4); fraternal beneficiary societies, section 501(c)(8); and voluntary employee beneficiary associations, section 501(c)(9) (Figure G). These three types of organizations reported at least two-thirds of their revenue from program services. Membership dues and assessments were the principal source of revenue for labor, agricultural, and horticultural organizations, section 501(c)(5), and social and recreational clubs, section 501(c)(7). Unlike nonprofit charities exempt under 501(c)(3), contributions, gifts, and grants were a minor source of income for those organizations tax-exempt under sections 501(c)(4) through (9).

### Organizations Filing Form 990-EZ

Organizations that are tax-exempt under Internal Revenue Code section 501(c), with annual gross receipts of less than \$100,000 and assets under \$250,000, are eligible to file Form 990-EZ. This form requires less detailed reporting than the long form, especially on the balance sheet portion of the return.

Table 4 presents detailed data on Form 990-EZ filers, by Internal Revenue Code section. A signifi-

cant number (38 percent) of civic leagues and social welfare organizations, section 501(c)(4), filed Form 990-EZ for Tax Year 2003. By contrast, fewer than 5 percent of voluntary employee beneficiary associations, section 501(c)(9), used the short form. Nonprofit charitable organizations reporting on Form 990-EZ accounted for a very small proportion of the total assets reported by all filers of Forms 990 and 990-EZ. The assets of nonprofit charitable organizations that filed Form 990-EZ represented just one-tenth of 1 percent of the total assets of reporting organizations exempt under section 501(c)(3). (Data for organizations that were eligible to file Form 990-EZ but instead filed the longer Form 990 are included with the data for filers of Form 990.)

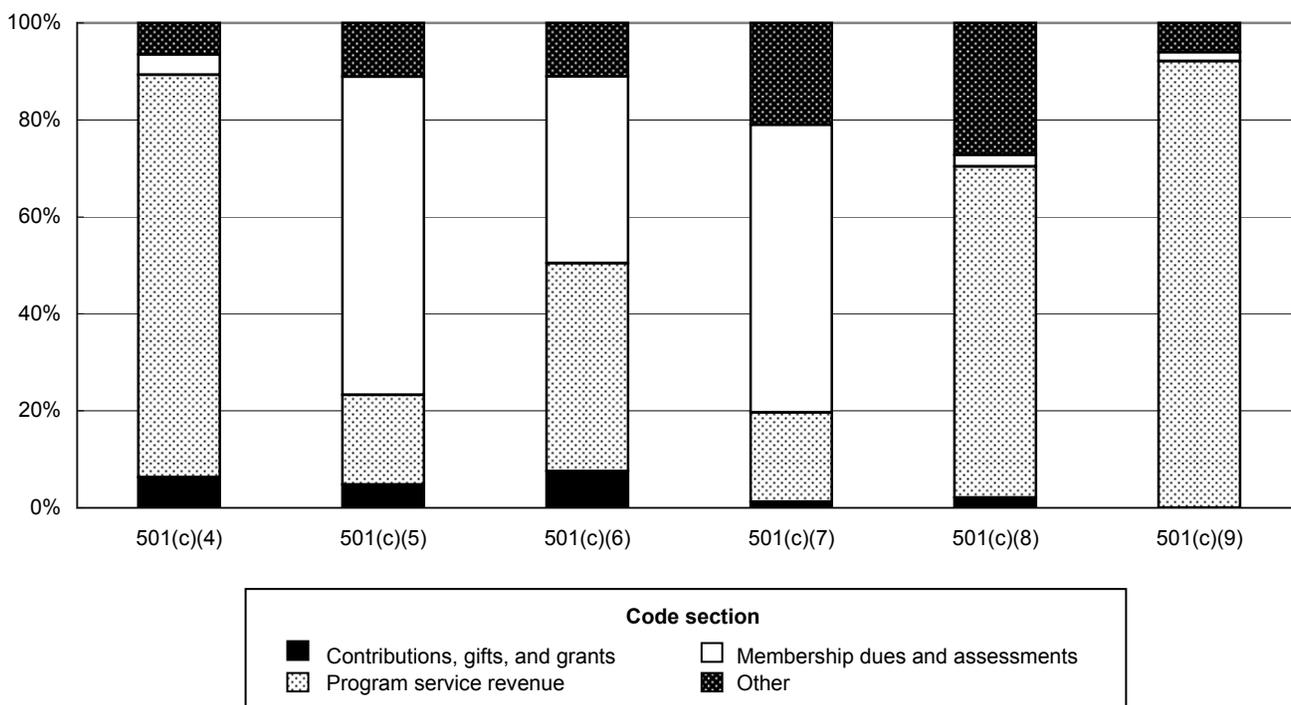
### Summary

For 2003, nonprofit charitable organizations (excluding private foundations) tax-exempt under section 501(c)(3) reported \$1.9 trillion in total assets and \$1.1 trillion in revenue. The number of returns filed by these organizations was 263,353, including both Form 990 and the shorter Form 990-EZ.

Program service revenue, the fees received for programs conducted in support of the purposes for which the tax exemptions under section 501(c)(3) were granted, was \$754.6 billion for Tax Year 2003. It represented more than two-thirds of the total revenue reported by charitable organizations. Contributions, gifts, and grants increased to \$230.0 billion, 7 percent more than in 2002. This source of revenue accounted for more than one-half of the total revenue of organizations with asset holdings of less than \$1

**Figure G**

**Sources of Revenue of Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(4)-(9), Tax Year 2003**



NOTES: Data are from Forms 990 and 990-EZ and exclude most organizations with receipts less than \$25,000.

million, but for a much smaller share of the total revenue of the larger organizations. Expenses rose by 8 percent over those reported in 2002, to \$1.0 trillion.

Using the National Taxonomy of Exempt Entities codes (which classify organizations by institutional purpose and major programs and activities), health care was the predominant major category, accounting for 39 percent of assets and 57 percent of total revenue reported by nonprofit charitable organizations.

Organizations exempt under Internal Revenue Code sections 501(c)(4) through (9) are diverse in both their purposes and financial characteristics. Voluntary employee beneficiary associations, section 501(c)(9), led these organizations in terms of both assets and revenue, with totals of \$128.9 billion and \$144.0 billion, respectively. Program service revenue was the principal source of revenue and consisted of payments for health and welfare benefits. Membership dues and assessments were the principal source of revenue for labor, agricultural, and horti-

cultural organizations, section 501(c)(5), and social and recreational clubs, section 501(c)(7).

**Data Sources and Limitations**

The statistics in this article are based on a sample of the 2003 Forms 990, *Return of Organization Exempt From Income Tax*, and Forms 990-EZ, *Short Form Return of Organization Exempt From Income Tax*. Organizations used the 2003 forms when their accounting periods ended any time between December 31, 2003, and November 30, 2004. The sample did not include private foundations, which were required to file separate return forms. Most churches and certain other types of religious organizations were also excluded from the sample because they were not required to file Form 990 or Form 990-EZ. The sample included only those returns with average receipts of more than \$25,000, the filing threshold.

The sample design was split into two parts: the first sample frame contained all returns filed by orga-

nizations exempt under section 501(c)(3); the second sample frame comprised a pool of all returns filed by organizations exempt under sections 501(c)(4) through (9). Organizations tax-exempt under other Code sections were excluded from the sample frames. The data presented were obtained from returns as originally filed with the Internal Revenue Service. They were subjected to comprehensive testing and correction procedures in order to improve statistical reliability and validity. However, in most cases, changes made to the original return as a result of either administrative processing or taxpayer amendment were not incorporated into the database.

The two samples were classified into strata based on the size of end-of-year total assets, with each stratum sampled at a different rate. For section 501(c)(3) organizations, a sample of 14,415 returns was selected from a population of 267,490. Sampling rates ranged from 1.24 percent for organizations reporting total assets less than \$500,000 to 100 percent for organizations with total assets of \$50,000,000 or more. The second sample contained 6,494 records selected from the population of 109,799 returns filed by organizations exempt under sections 501(c)(4) through (9). Sampling rates ranged from 1.11 percent for organizations reporting total assets less than \$150,000 to 100 percent for organizations with assets of \$10,000,000 or more. The filing populations for these organizations included some returns of terminated organizations, returns of inactive organizations, duplicate returns, and returns of organizations filed with tax periods prior to 2003. However, these returns were excluded from the final sample and the estimated population counts.

Because the data are based on samples, they are subject to sampling error. In order to use these statistics properly, the magnitude of the sampling error, measured by the coefficient of variation (CV), should be taken into account. Figure H shows CVs for selected financial data. A discussion of methods for evaluating the nonsampling error can be found in the general Appendix of this issue.

**Notes and References**

[1] For more information on the requirements for tax-exemption under 501(c)(3) and other Code sections, see Internal Revenue Service Publication 557, *Tax Exempt Status for Your Organization*.

**Figure H**

**Coefficient of Variation for Selected Items, by Selected Internal Revenue Code Sections, Tax Year 2003**

| Internal Revenue Code section | Total revenue                          | Total expenses | Total assets | Total liabilities |
|-------------------------------|--|----------------|--------------|-------------------|
|                               | Coefficient of variation (percentages) |                |              |                   |
|                               | (1)                                    | (2)            | (3)          | (4)               |
| 501(c)(3) [1].....            | 0.57                                   | 0.88           | 0.08         | 0.33              |
| 501(c)(4).....                | 1.31                                   | 1.37           | 0.50         | 0.67              |
| 501(c)(5).....                | 2.94                                   | 3.21           | 1.54         | 4.43              |
| 501(c)(6).....                | 2.63                                   | 2.74           | 0.90         | 0.71              |
| 501(c)(7).....                | 3.90                                   | 3.90           | 2.20         | 3.27              |
| 501(c)(8).....                | 3.55                                   | 3.40           | 0.26         | 0.13              |
| 501(c)(9).....                | 5.06                                   | 6.36           | 0.31         | 1.80              |

[1] Excludes private foundations, most churches, and certain other types of religious organizations.

NOTE: Includes data from Forms 990 and 990-EZ and excludes most organizations with receipts less than \$25,000.

- [2] Data presented in this article are from 2003 Forms 990 and 990-EZ filed in Calendar Years 2004 and 2005. The total number of nonprofit charitable organizations, including those not required to file Form 990 or Form 990-EZ, was obtained from the Internal Revenue Service Exempt Organizations Business Master File (December 2003) and does not include private foundations filing Form 990-PF, *Return of Private Foundation*.
- [3] The \$25,000 filing threshold is an average of an organization’s gross receipts over the previous 3 years.
- [4] For information on private foundations, see Ludlum, Melissa and Stanton, Mark, “Domestic Private Foundations and Charitable Trusts, 2003,” in this issue.
- [5] The Form 990 includes a detailed balance sheet on which organizations classify their assets among a number of different components. The balance sheet on the shorter Form 990-EZ provides for only three types of assets: cash, savings, and investments; land and buildings; and other assets. For the sake of consistency, the assets of organizations filing the long form are collapsed into these three categories for this article. Detailed balance sheet data for Form

## Charities and Other Tax-Exempt Organizations, 2003

990 filers are provided in Tables 1 and 3. Form 990-EZ data are found in Table 4.

[6] For information on the National Taxonomy of Exempt Entities classification system, see the National Center for Charitable Statistics Web site: [www.ncc.urban.org](http://www.ncc.urban.org).

[7] Tax-exempt organizations are described under Sections 501(c)(1) through (21) of the Internal Revenue Code. The statistics in this article are based only on those tax-exempt under sections 501(c)(3)-(9) because these organizations tend to constitute the bulk of financial activity for the nonprofit sector.

# Charities and Other Tax-Exempt Organizations, 2003

**Table 1.--Form 990 Returns of Nonprofit Charitable Section 501(c)(3) Organizations: Selected Balance Sheet and Income Statement Items, by Asset Size, Tax Year 2003**

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

| Item  | Total                | Asset size          |                           |                             |                                |                                 |                      |
|---|----------------------|---------------------|---------------------------|-----------------------------|--------------------------------|---------------------------------|----------------------|
|   |                      | Under \$100,000 [1] | \$100,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |
|   | (1)                  | (2)                 | (3)                       | (4)                         | (5)                            | (6)                             | (7)                  |
| <b>Number of returns.....</b>   | <b>211,858</b>       | <b>58,001</b>       | <b>60,107</b>             | <b>25,451</b>               | <b>52,393</b>                  | <b>10,934</b>                   | <b>4,973</b>         |
| <b>Total assets.....</b>  | <b>1,897,663,751</b> | <b>2,337,377</b>    | <b>15,367,546</b>         | <b>17,871,415</b>           | <b>167,916,044</b>             | <b>232,755,026</b>              | <b>1,461,416,343</b> |
| Cash.....   | 43,941,026           | 1,069,551           | 3,020,968                 | 2,176,911                   | 9,954,891                      | 8,110,411                       | 19,608,294           |
| Savings and temporary cash investments.....                                       | 127,389,695          | 556,065             | 3,943,896                 | 3,654,980                   | 19,276,412                     | 19,060,188                      | 80,898,153           |
| Accounts receivable (net).....  | 104,124,506          | 130,582             | 820,376                   | 824,345                     | 9,512,356                      | 12,780,438                      | 80,056,409           |
| Pledges receivable (net).....   | 36,201,949           | 17,119              | 136,800                   | 173,956                     | 3,741,138                      | 7,490,198                       | 24,642,737           |
| Grants receivable.....  | 11,726,467           | 41,581              | 372,495                   | 320,638                     | 3,210,438                      | 2,827,823                       | 4,953,493            |
| Receivables due from officers, directors, trustees, and key employees.....        | 288,437              | *843                | 40,544                    | *56                         | 131,792                        | 26,491                          | 88,713               |
| Other notes and loans receivable.....   | 70,507,807           | *5,829              | 199,600                   | 296,114                     | 3,948,060                      | 4,788,042                       | 61,270,161           |
| Inventories for sale or use.....  | 11,201,020           | 33,588              | 198,253                   | 181,408                     | 1,536,592                      | 1,566,487                       | 7,684,692            |
| Prepaid expenses and deferred charges.....  | 18,573,633           | 28,300              | 127,284                   | 215,405                     | 1,613,675                      | 2,471,816                       | 14,117,152           |
| Investments in securities.....  | 653,904,759          | 36,768              | 1,256,081                 | 2,179,215                   | 29,912,233                     | 59,895,204                      | 560,625,257          |
| Investments in land, buildings, and equipment minus accumulated depreciation..... | 31,052,586           | 65,605              | 589,710                   | 866,690                     | 7,044,377                      | 6,624,790                       | 15,861,414           |
| Other investments.....  | 170,121,967          | 21,827              | 439,308                   | 1,055,687                   | 8,205,125                      | 15,123,994                      | 145,276,026          |
| Land, buildings, and equipment minus accumulated depreciation.....                | 511,433,315          | 293,174             | 3,914,265                 | 5,297,665                   | 62,934,942                     | 78,836,287                      | 360,156,983          |
| Other assets.....   | 107,196,582          | 36,545              | 307,966                   | 628,345                     | 6,894,012                      | 13,152,857                      | 86,176,858           |
| <b>Total liabilities.....</b>   | <b>735,368,784</b>   | <b>918,848</b>      | <b>4,387,938</b>          | <b>4,187,601</b>            | <b>63,619,550</b>              | <b>90,435,528</b>               | <b>571,819,319</b>   |
| Accounts payable.....   | 129,559,790          | 312,503             | 1,268,113                 | 1,172,095                   | 12,774,349                     | 16,303,793                      | 97,728,937           |
| Grants payable.....   | 9,985,963            | *15,943             | 107,143                   | *42,171                     | 1,207,870                      | 1,866,407                       | 6,746,429            |
| Support and revenue designated for future periods.....                            | 36,309,748           | 43,257              | 329,450                   | 324,099                     | 4,325,960                      | 8,326,170                       | 22,960,812           |
| Loans from officers, directors, trustees, and key employees.....                  | 1,110,086            | 68,190              | 104,643                   | *67,150                     | 604,453                        | 70,295                          | 195,354              |
| Tax-exempt bond liabilities.....  | 240,156,958          | --                  | --                        | --                          | 3,136,720                      | 18,076,381                      | 218,943,857          |
| Mortgages and other notes payable.....  | 158,733,516          | 187,268             | 1,927,644                 | 2,015,638                   | 33,713,081                     | 30,199,719                      | 90,690,165           |
| Other liabilities.....  | 159,512,725          | 291,686             | 650,945                   | 566,449                     | 7,857,115                      | 15,592,763                      | 134,553,765          |
| <b>Net assets.....</b>  | <b>1,162,294,967</b> | <b>1,418,529</b>    | <b>10,979,608</b>         | <b>13,683,814</b>           | <b>104,296,495</b>             | <b>142,319,499</b>              | <b>889,597,024</b>   |

Footnotes at end of table.

# Charities and Other Tax-Exempt Organizations, 2003

**Table 1.--Form 990 Returns of Nonprofit Charitable Section 501(c)(3) Organizations: Selected Balance Sheet and Income Statement Items, by Asset Size, Tax Year 2003--Continued**

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

| Item   | Total                | Asset size          |                           |                             |                                |                                 |                      |
|--|----------------------|---------------------|---------------------------|-----------------------------|--------------------------------|---------------------------------|----------------------|
|  |                      | Under \$100,000 [1] | \$100,000 under \$500,000 | \$500,000 under \$1,000,000 | \$1,000,000 under \$10,000,000 | \$10,000,000 under \$50,000,000 | \$50,000,000 or more |
|  | (1)                  | (2)                 | (3)                       | (4)                         | (5)                            | (6)                             | (7)                  |
| <b>Total revenue.....</b>                                | <b>1,069,779,413</b> | <b>9,733,153</b>    | <b>22,919,117</b>         | <b>19,403,000</b>           | <b>146,304,520</b>             | <b>150,100,042</b>              | <b>721,319,581</b>   |
| Total contributions, gifts, and grants received .....    | 228,797,985          | 5,409,892           | 12,155,582                | 7,406,941                   | 60,193,416                     | 41,718,532                      | 101,913,621          |
| Contributions received from direct public support.....   | 112,808,019          | 3,416,835           | 6,209,204                 | 3,866,208                   | 23,473,220                     | 23,532,025                      | 52,310,527           |
| Contributions received from indirect public support..... | 16,330,097           | 359,913             | 677,241                   | 263,194                     | 2,768,456                      | 1,892,555                       | 10,368,738           |
| Government grants.....                                   | 99,659,869           | 1,633,144           | 5,269,137                 | 3,277,539                   | 33,951,740                     | 16,293,952                      | 39,234,356           |
| Program service revenue .....                            | 754,081,660          | 3,508,297           | 8,532,666                 | 10,036,550                  | 76,839,877                     | 98,044,847                      | 557,119,424          |
| Membership dues and assessments.....                     | 7,903,625            | 442,345             | 684,655                   | 625,391                     | 1,986,173                      | 1,972,031                       | 2,193,030            |
| Interest on savings and temporary cash investments.....  | 4,396,054            | 9,103               | 84,728                    | 81,987                      | 566,894                        | 641,292                         | 3,012,050            |
| Dividends and interest from securities.....              | 15,195,566           | 159,578             | 47,514                    | 71,442                      | 857,665                        | 1,625,226                       | 12,434,141           |
| Net rental income (loss).....                            | 2,480,362            | 17,540              | 98,510                    | 72,710                      | 493,455                        | 391,762                         | 1,406,385            |
| Gross rents.....   | 5,175,436            | 24,512              | 153,071                   | 132,317                     | 976,186                        | 854,240                         | 3,035,109            |
| Rental expenses.....                                     | 2,695,074            | *6,971              | 54,561                    | 59,608                      | 482,731                        | 462,479                         | 1,628,724            |
| Other investment income.....                             | 3,980,143            | 1,624               | 52,043                    | 37,933                      | 395,325                        | 361,866                         | 3,131,351            |
| Total gain (loss) from sales of assets.....              | 25,777,203           | -590,390            | -12,031                   | 126,809                     | 580,109                        | 1,365,329                       | 24,307,377           |
| Gain (loss), sales of securities.....                    | 20,878,890           | *-739,789           | 4,058                     | -15,407                     | 289,588                        | 1,157,991                       | 20,182,449           |
| Gross amount from sales.....                             | 547,732,394          | *10,825,978         | 408,863                   | 692,532                     | 12,379,387                     | 32,443,211                      | 490,982,423          |
| Cost or other basis and sales expense.....               | 526,853,505          | *11,565,767         | 404,805                   | 707,939                     | 12,089,800                     | 31,285,220                      | 470,799,975          |
| Gain (loss), sales of other assets.....                  | 4,898,314            | 149,399             | -16,089                   | 142,216                     | 290,521                        | 207,338                         | 4,124,929            |
| Gross amount from sales.....                             | 11,164,789           | 230,738             | 91,757                    | 424,941                     | 1,518,232                      | 1,480,882                       | 7,418,240            |
| Cost or other basis and sales expense.....               | 6,266,476            | 81,339              | 107,846                   | 282,724                     | 1,227,711                      | 1,273,544                       | 3,293,311            |
| Net income (loss), special events and activities.....    | 3,040,897            | 437,628             | 627,229                   | 220,078                     | 1,131,177                      | 355,770                         | 269,014              |
| Gross revenue.....                                       | 8,576,056            | 1,525,059           | 2,300,003                 | 580,180                     | 2,506,755                      | 839,647                         | 824,412              |
| Direct expenses.....                                     | 5,535,159            | 1,087,430           | 1,672,774                 | 360,101                     | 1,375,578                      | 483,877                         | 555,399              |
| Gross profit (loss), sales of inventories.....           | 5,427,757            | 89,440              | 297,144                   | 342,595                     | 1,254,405                      | 1,300,262                       | 2,143,912            |
| Gross sales minus returns and allowances.....            | 12,331,298           | 272,382             | 645,340                   | 878,706                     | 3,192,038                      | 2,795,709                       | 4,547,124            |
| Cost of goods sold.....                                  | 6,903,541            | 182,942             | 348,196                   | 536,111                     | 1,937,633                      | 1,495,446                       | 2,403,213            |
| Other revenue (loss).....                                | 18,698,156           | 248,093             | 351,076                   | 380,564                     | 2,006,022                      | 2,323,124                       | 13,389,277           |
| <b>Total expenses [2].....</b>                           | <b>1,007,417,426</b> | <b>17,173,720</b>   | <b>22,430,370</b>         | <b>19,024,515</b>           | <b>140,090,433</b>             | <b>142,257,138</b>              | <b>666,441,249</b>   |
| Program services.....                                    | 869,858,692          | 15,147,113          | 18,891,886                | 16,067,672                  | 119,367,263                    | 120,996,249                     | 579,388,509          |
| Management and general.....                              | 121,812,557          | 1,333,254           | 3,101,381                 | 2,599,918                   | 17,069,197                     | 18,539,987                      | 79,168,820           |
| Fundraising.....   | 11,349,744           | 238,435             | 418,267                   | 319,312                     | 2,529,821                      | 2,237,165                       | 5,606,744            |
| Payments to affiliates.....                              | 4,396,431            | 454,917             | 18,835                    | 37,614                      | 1,124,153                      | 483,737                         | 2,277,175            |
| <b>Excess of revenue over expenses (net).....</b>        | <b>62,361,986</b>    | <b>-7,440,567</b>   | <b>488,747</b>            | <b>378,484</b>              | <b>6,214,086</b>               | <b>7,842,903</b>                | <b>54,878,332</b>    |

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

[1] Includes returns with zero assets or assets not reported.

[2] The differences between "total expenses" shown in this table and "total functional expenditures" shown in Table 2 are due to payments to affiliates, which are not considered functional expenditures.

NOTES: Data exclude private foundations, most organizations with receipts less than \$25,000, most churches, and certain other types of religious organizations. Detail may not add to totals because of rounding.

# Charities and Other Tax-Exempt Organizations, 2003

**Table 2.--Form 990 Returns of Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(3)-(9): Total Functional Expenditures, by Code Section, Tax Year 2003**

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

| Item  | Organizations tax-exempt under Internal Revenue Code section-- |                   |                   |                   |                   |                   |                    |
|---|--|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
|   | 501(c)(3) [1]  | 501(c)(4)         | 501(c)(5)         | 501(c)(6)         | 501(c)(7)         | 501(c)(8)         | 501(c)(9)          |
|   | (1)  | (2)               | (3)               | (4)               | (5)               | (6)               | (7)                |
| <b>Number of returns reporting functional expenditures.....</b> | <b>210,585</b>   | <b>15,748</b>     | <b>14,066</b>     | <b>22,034</b>     | <b>13,116</b>     | <b>5,254</b>      | <b>6,771</b>       |
| <b>Total functional expenditures [2].....</b>                   | <b>1,003,020,992</b>   | <b>51,717,054</b> | <b>16,148,268</b> | <b>27,531,091</b> | <b>10,133,824</b> | <b>14,086,740</b> | <b>116,720,547</b> |
| Grants and allocations.....                                     | 67,075,288   | 2,012,289         | 779,122           | 495,015           | 79,740            | 659,697           | 474,712            |
| Specific assistance to individuals.....                         | 10,208,890   | 837,260           | 73,362            | *14,090           | *652              | 105,082           | 2,325,937          |
| Benefits paid to or for members.....                            | 6,130,231  | 15,141,864        | 1,747,709         | 833,063           | *20,609           | 10,073,459        | 94,056,724         |
| Compensation of officers, directors, or trustees.....           | 13,289,554   | 343,458           | 1,352,878         | 1,585,211         | 135,699           | 77,188            | 458,929            |
| Other salaries and wages.....                                   | 340,714,120  | 3,440,722         | 3,294,537         | 5,332,008         | 3,465,597         | 686,452           | 606,315            |
| Pension plan contributions.....                                 | 14,772,985   | 167,137           | 646,498           | 514,483           | 55,002            | 115,381           | 75,940             |
| Other employee benefits.....                                    | 47,222,667   | 744,574           | 811,583           | 916,072           | 344,882           | 547,381           | 2,115,556          |
| Payroll taxes.....  | 23,958,876   | 210,924           | 470,744           | 457,783           | 428,040           | 93,730            | 70,912             |
| Professional fundraising fees.....                              | 819,250  | 70,362            | 122,499           | 26,183            | 25,466            | *8,876            | *2,130             |
| Accounting fees.....  | 1,776,577  | 76,032            | 81,713            | 145,669           | 56,309            | 24,870            | 125,646            |
| Legal fees.....   | 2,448,553  | 129,975           | 353,856           | 478,627           | 18,685            | 24,443            | 134,866            |
| Supplies.....   | 85,052,054   | 366,390           | 164,899           | 218,748           | 342,325           | 53,802            | 33,529             |
| Telephone.....  | 4,445,239  | 127,585           | 149,884           | 241,197           | 54,330            | 35,193            | 21,221             |
| Postage and shipping.....                                       | 3,860,113  | 354,638           | 120,880           | 307,683           | 45,073            | 23,506            | 63,818             |
| Occupancy.....  | 29,761,988   | 738,152           | 473,534           | 951,411           | 1,164,302         | 202,425           | 106,555            |
| Equipment rental and maintenance.....                           | 13,020,487   | 220,677           | 119,867           | 278,120           | 320,795           | 39,984            | 28,005             |
| Printing and publications.....                                  | 6,160,664  | 350,882           | 263,081           | 815,069           | 86,788            | 49,296            | 39,731             |
| Travel.....   | 7,998,650  | 159,066           | 455,270           | 700,248           | 32,628            | 31,077            | 11,305             |
| Conferences, conventions, and meetings.....                     | 3,733,996  | 165,319           | 322,531           | 1,844,336         | 59,737            | 50,611            | 21,747             |
| Interest.....   | 14,948,517   | 2,130,886         | 69,307            | 194,890           | 201,275           | 27,716            | 26,503             |
| Depreciation and depletion.....                                 | 41,586,166   | 795,994           | 304,487           | 545,224           | 928,782           | 117,630           | 59,468             |
| Other expenses.....   | 264,036,097  | 23,132,860        | 3,970,025         | 10,635,959        | 2,267,104         | 1,038,942         | 15,861,000         |

[1] Excludes private foundations, most churches, and certain other types of religious organizations.

[2] The differences between "total functional expenditures" shown in this table and "total expenses" shown in Tables 1 and 3 are due to payments to affiliates, which are not considered functional expenditures.

NOTES: Data exclude most organizations with receipts less than \$25,000. Detail may not add to totals because of rounding.

# Charities and Other Tax-Exempt Organizations, 2003

**Table 3.--Form 990 Returns of Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(3)-(9): Selected Balance Sheet and Income Statement Items, by Code Section, Tax Year 2003**

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

| Item  | Organizations tax-exempt under Internal Revenue Code section-- |                   |                   |                   |                   |                   |                    |
|---|--|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
|   | 501(c)(3) [1]<br>(1)   | 501(c)(4)<br>(2)  | 501(c)(5)<br>(3)  | 501(c)(6)<br>(4)  | 501(c)(7)<br>(5)  | 501(c)(8)<br>(6)  | 501(c)(9)<br>(7)   |
| <b>Number of returns.....</b>   | <b>211,858</b>   | <b>15,891</b>     | <b>14,080</b>     | <b>22,034</b>     | <b>13,203</b>     | <b>5,254</b>      | <b>6,804</b>       |
| <b>Total assets.....</b>  | <b>1,897,663,751</b>   | <b>80,495,700</b> | <b>25,918,163</b> | <b>50,826,892</b> | <b>19,895,233</b> | <b>86,014,357</b> | <b>128,864,476</b> |
| Cash.....   | 43,941,026   | 2,495,622         | 1,778,378         | 3,199,071         | 953,705           | 491,678           | 2,200,776          |
| Savings and temporary cash investments.....                                       | 127,389,695  | 7,563,672         | 5,344,679         | 9,012,208         | 1,536,099         | 3,901,776         | 18,359,777         |
| Accounts receivable (net).....  | 104,124,506  | 3,923,698         | 1,100,520         | 2,397,956         | 1,087,592         | 126,754           | 6,600,159          |
| Pledges receivable (net).....   | 36,201,949   | *113,391          | 5,833             | 239,264           | 14,291            | *1,347            | *8,230             |
| Grants receivable.....  | 11,726,467   | 217,363           | 11,632            | 100,925           | *7,699            | *10,335           | 227,647            |
| Receivables due from officers, directors, trustees, and key employees.....        | *288,437   | 12,164            | 1,729             | 10,202            | 5,503             | *703              | *448               |
| Other notes and loans receivable.....   | 70,507,807   | 28,149,061        | 337,700           | 4,574,756         | 110,754           | 535,344           | 75,691             |
| Inventories for sale or use.....  | 11,201,020   | 224,071           | 39,655            | 166,176           | 231,268           | 38,828            | 5,319              |
| Prepaid expenses and deferred charges.....  | 18,573,633   | 1,067,126         | 180,878           | 735,614           | 243,726           | 429,066           | 197,971            |
| Investments in securities.....  | 653,904,759  | 17,314,373        | 10,301,954        | 19,225,849        | 481,212           | 60,116,272        | 88,461,341         |
| Investments in land, buildings, and equipment minus accumulated depreciation..... | 31,052,586   | 1,448,220         | 526,354           | 515,747           | 1,321,501         | 454,011           | 55,630             |
| Other investments.....  | 170,121,967  | 3,136,249         | 1,627,073         | 4,329,652         | 161,930           | 17,436,595        | 7,936,357          |
| Land, buildings, and equipment minus accumulated depreciation.....                | 511,433,315  | 8,478,501         | 4,085,071         | 4,158,089         | 13,446,229        | 1,533,248         | 407,402            |
| Other assets.....   | 107,196,582  | 6,352,188         | 576,707           | 2,161,382         | 293,723           | 938,398           | 4,327,728          |
| <b>Total liabilities.....</b>   | <b>735,368,784</b>   | <b>47,908,199</b> | <b>5,421,742</b>  | <b>30,278,443</b> | <b>6,488,496</b>  | <b>75,815,706</b> | <b>23,270,406</b>  |
| Accounts payable.....   | 129,559,790  | 8,662,310         | 2,057,166         | 4,881,380         | 959,293           | 372,891           | 10,306,942         |
| Grants payable.....   | 9,985,963  | 446,084           | 79,762            | 51,165            | 2,535             | 49,169            | 101,559            |
| Support and revenue designated for future periods.....                            | 36,309,748   | 2,226,015         | 349,462           | 3,599,977         | 668,407           | 86,731            | 350,925            |
| Loans from officers, directors, trustees, and key employees.....                  | 1,110,086  | *787              | *3,201            | *3,586            | *10,834           | *13               | *403               |
| Tax-exempt bond liabilities.....  | 240,156,958  | 6,996,154         | 0                 | *40,285           | *4,765            | *31,259           | 0                  |
| Mortgages and other notes payable.....  | 158,733,516  | 22,429,771        | 1,411,997         | 2,857,956         | 4,121,850         | 378,250           | 202,579            |
| Other liabilities.....  | 159,512,725  | 7,147,078         | 1,520,154         | 18,844,094        | 720,812           | 74,897,393        | 12,307,998         |
| <b>Net assets.....</b>  | <b>1,162,294,967</b>   | <b>32,587,501</b> | <b>20,496,421</b> | <b>20,548,449</b> | <b>13,406,738</b> | <b>10,198,650</b> | <b>105,594,070</b> |

Footnotes at end of table.

# Charities and Other Tax-Exempt Organizations, 2003

**Table 3.--Form 990 Returns of Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(3)-(9): Selected Balance Sheet and Income Statement Items, by Code Section, Tax Year 2003**  
**--Continued**

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

| Item   | Organizations tax-exempt under Internal Revenue Code section-- |                   |                   |                   |                   |                   |                    |
|--|--|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|
|  | 501(c)(3) [1]  | 501(c)(4)         | 501(c)(5)         | 501(c)(6)         | 501(c)(7)         | 501(c)(8)         | 501(c)(9)          |
|  | (1)  | (2)               | (3)               | (4)               | (5)               | (6)               | (7)                |
| <b>Total revenue</b> .....                               | <b>1,069,779,413</b>   | <b>54,566,678</b> | <b>18,356,296</b> | <b>29,619,112</b> | <b>10,412,450</b> | <b>14,454,190</b> | <b>143,933,677</b> |
| Total contributions, gifts, and grants received .....    | 228,797,985  | 3,390,968         | 885,786           | 2,208,425         | 124,486           | 300,599           | *25                |
| Contributions received from direct public support.....   | 112,808,019  | 1,263,490         | 417,827           | 874,584           | 80,418            | 53,897            | *25                |
| Contributions received from indirect public support..... | 16,330,097   | 203,341           | 261,604           | 139,604           | 39,933            | *195,309          | 0                  |
| Government grants.....                                   | 99,659,869   | 1,924,137         | 206,355           | 1,194,237         | *4,135            | *51,393           | 0                  |
| Program service revenue .....                            | 754,081,660  | 45,539,784        | 3,428,580         | 12,778,767        | 1,892,358         | 9,895,444         | 132,631,285        |
| Membership dues and assessments.....                     | 7,903,625  | 2,188,311         | 12,011,198        | 11,364,437        | 6,195,897         | 333,025           | 2,605,741          |
| Interest on savings and temporary cash investments.....  | 4,396,054  | 253,768           | 171,978           | 271,729           | 30,040            | 57,085            | 638,403            |
| Dividends and interest from securities.....              | 15,195,566   | 483,886           | 340,683           | 565,865           | 11,134            | 3,004,399         | 1,905,230          |
| Net rental income (loss).....                            | 2,480,362  | 217,981           | 97,808            | 72,517            | 49,198            | 21,852            | 2,592              |
| Gross rents.....   | 5,175,436  | 345,525           | 204,890           | 191,992           | 92,955            | 54,228            | 12,744             |
| Rental expenses.....                                     | 2,695,074  | 127,544           | 107,083           | 119,475           | 43,757            | 32,376            | 10,152             |
| Other investment income.....                             | 3,980,143  | 795,842           | 81,985            | 97,077            | 3,042             | 70,781            | 429,824            |
| Total gain (loss) from sales of assets.....              | 25,777,203   | 393,232           | 221,433           | 198,554           | 39,358            | 59,474            | 1,844,697          |
| Gain (loss), sales of securities.....                    | 20,878,890   | 258,832           | 170,043           | 105,934           | 8,835             | 1,088             | 1,857,154          |
| Gross amount from sales.....                             | 547,732,394  | 17,256,811        | 10,074,687        | 19,011,340        | 142,519           | 4,577,219         | 146,388,103        |
| Cost or other basis and sales expense.....               | 526,853,505  | 16,997,979        | 9,904,645         | 18,905,406        | 133,684           | 4,576,130         | 144,530,949        |
| Gain (loss), sales of other assets.....                  | 4,898,314  | 134,400           | 51,390            | 92,620            | 30,523            | 58,386            | -12,457            |
| Gross amount from sales.....                             | 11,164,789   | 209,461           | 104,274           | 217,382           | 78,532            | 62,956            | 165,269            |
| Cost or other basis and sales expense.....               | 6,266,476  | 75,061            | 52,884            | 124,762           | 48,009            | 4,571             | 177,726            |
| Net income (loss), special events and activities.....    | 3,040,897  | 278,126           | 33,151            | 258,531           | 77,434            | 470,068           | *426               |
| Gross revenue.....                                       | 8,576,056  | 1,130,231         | 95,085            | 1,024,465         | 248,986           | 767,247           | *2,962             |
| Direct expenses.....                                     | 5,535,159  | 852,105           | 61,932            | 765,934           | 171,552           | 297,178           | *2,536             |
| Gross profit (loss), sales of inventories.....           | 5,427,757  | 164,330           | 14,015            | 147,486           | 1,665,791         | 122,474           | *-1,764            |
| Gross sales minus returns and allowances.....            | 12,331,298   | 522,567           | 44,533            | 312,957           | 3,528,522         | 372,164           | *3,114             |
| Cost of goods sold.....                                  | 6,903,541  | 358,236           | 30,518            | 165,470           | 1,862,732         | 249,690           | *4,877             |
| Other revenue (loss).....                                | 18,698,156   | 860,449           | 1,069,678         | 1,655,721         | 323,711           | 118,988           | 3,877,218          |
| <b>Total expenses [2]</b> .....                          | <b>1,007,417,426</b>   | <b>52,144,625</b> | <b>18,081,147</b> | <b>27,666,850</b> | <b>10,158,117</b> | <b>14,105,597</b> | <b>116,740,054</b> |
| Program services.....                                    | 869,858,692  | 46,506,563        | [ 3 ]             | [ 3 ]             | [ 3 ]             | [ 3 ]             | [ 3 ]              |
| Management and general.....                              | 121,812,557  | 4,942,992         | [ 3 ]             | [ 3 ]             | [ 3 ]             | [ 3 ]             | [ 3 ]              |
| Fundraising.....   | 11,349,744   | 267,499           | [ 3 ]             | [ 3 ]             | [ 3 ]             | [ 3 ]             | [ 3 ]              |
| Payments to affiliates.....                              | 4,396,431  | 427,571           | 1,932,880         | 135,760           | 24,293            | 18,855            | 19,506             |
| <b>Excess of revenue over expenses (net)</b> .....       | <b>62,361,986</b>  | <b>2,422,053</b>  | <b>275,149</b>    | <b>1,952,262</b>  | <b>254,333</b>    | <b>348,593</b>    | <b>27,193,624</b>  |

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

[1] Excludes private foundations, most churches, and certain other types of religious organizations.

[2] The differences between "total expenses" shown in this table and "total functional expenditures" shown in Table 2 are due to payments to affiliates, which are not considered functional expenditures.

[3] Not required to be reported.

NOTES: Data exclude most organizations with receipts less than \$25,000. Detail may not add to totals because of rounding.

# Charities and Other Tax-Exempt Organizations, 2003

**Table 4.--Form 990-EZ Returns of Organizations Tax-Exempt Under Internal Revenue Code Sections 501(c)(3)-(9): Selected Balance Sheet and Income Statement Items, by Code Section, Tax Year 2003**

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

| Item   | Organizations tax-exempt under Internal Revenue Code section-- |                |                |                |                |               |               |
|--|--|----------------|----------------|----------------|----------------|---------------|---------------|
|  | 501(c)(3) [1]  | 501(c)(4)      | 501(c)(5)      | 501(c)(6)      | 501(c)(7)      | 501(c)(8)     | 501(c)(9) *   |
|  | (1)  | (2)            | (3)            | (4)            | (5)            | (6)           | (7)           |
| <b>Number of returns.....</b>                          | <b>51,495</b>  | <b>9,588</b>   | <b>5,359</b>   | <b>8,303</b>   | <b>6,799</b>   | <b>1,032</b>  | <b>343</b>    |
| <b>Total assets.....</b>                               | <b>2,193,472</b>   | <b>456,708</b> | <b>312,405</b> | <b>316,893</b> | <b>399,573</b> | <b>75,497</b> | <b>22,193</b> |
| Cash, savings, and investments .....                   | 1,607,872  | 334,541        | 275,401        | 301,537        | 201,241        | 56,964        | 22,193        |
| Land and buildings (net) .....                         | 354,006  | 94,944         | *26,007        | *5,298         | 147,252        | *18,005       | 0             |
| Other assets .....                                     | 231,593  | 27,222         | 10,996         | 10,057         | 51,082         | *529          | 0             |
| <b>Total liabilities .....</b>                         | <b>231,605</b>   | <b>41,001</b>  | <b>43,440</b>  | <b>15,941</b>  | <b>59,656</b>  | <b>*551</b>   | <b>0</b>      |
| <b>Net assets.....</b>                                 | <b>1,961,867</b>   | <b>415,706</b> | <b>268,964</b> | <b>300,952</b> | <b>339,918</b> | <b>74,946</b> | <b>22,193</b> |
| <b>Total revenue .....</b>                             | <b>2,391,248</b>   | <b>374,931</b> | <b>267,899</b> | <b>370,741</b> | <b>308,025</b> | <b>38,219</b> | <b>18,262</b> |
| Contributions, gifts, and grants .....                 | 1,188,783  | 79,494         | 12,187         | 50,366         | 7,368          | *3,518        | 0             |
| Program service revenue .....                          | 503,713  | 52,358         | *10,743        | 97,093         | 87,068         | *8,543        | 12,386        |
| Dues and assessments .....                             | 251,200  | 125,413        | 214,092        | 188,644        | 161,744        | 9,232         | 4,237         |
| Investment income (loss) .....                         | 22,716   | 4,498          | 3,611          | 3,690          | 8,313          | *697          | 307           |
| Gain (loss) from sales of assets .....                 | 10,917   | *877           | *21            | *687           | *2,072         | 0             | 0             |
| Gross amount from sales .....                          | 41,740   | *877           | *2,077         | *1,201         | *10,236        | 0             | 0             |
| Cost or other basis and sales expense .....            | 30,823   | 0              | *2,098         | *515           | *12,308        | 0             | 0             |
| Net income (loss), special events and activities ..... | 271,264  | 88,445         | 6,078          | 13,797         | 13,237         | *10,157       | 0             |
| Gross revenue .....                                    | 615,385  | 200,157        | 18,438         | 73,210         | 40,728         | *19,857       | 0             |
| Direct expenses .....                                  | 344,120  | 111,711        | 12,360         | 59,412         | 27,491         | *9,700        | 0             |
| Gross profit (loss), sales of inventories .....        | 55,453   | 8,816          | *297           | *861           | 8,787          | *551          | 0             |
| Gross sales minus returns and allowances .....         | 143,629  | 23,096         | *1,697         | *844           | 27,051         | *1,092        | 0             |
| Cost of goods sold .....                               | 88,175   | 14,280         | *1,400         | *1,706         | 18,263         | *541          | 0             |
| Other revenue (loss) .....                             | 87,197   | 15,028         | 20,910         | 17,324         | 23,579         | *5,520        | 1,332         |
| <b>Total expenses.....</b>                             | <b>2,257,438</b>   | <b>348,442</b> | <b>252,962</b> | <b>346,322</b> | <b>304,569</b> | <b>37,757</b> | <b>13,992</b> |
| Grants paid .....                                      | 374,333  | 86,789         | 28,613         | 15,257         | 10,535         | 8,706         | 0             |
| Benefits paid to or for members .....                  | 31,376   | 12,319         | 12,961         | *12,866        | *14,365        | *2,073        | 9,266         |
| Salaries and compensation .....                        | 373,236  | 26,517         | 69,620         | 39,624         | 18,609         | *1,823        | 217           |
| Professional fees .....                                | 185,813  | 16,087         | 22,919         | 69,359         | 15,660         | *76           | 11            |
| Occupancy, rent, and utilities .....                   | 285,054  | 25,556         | 15,742         | 10,847         | 99,616         | *8,077        | 123           |
| Printing, publications, and postage .....              | 90,858   | 14,258         | 10,369         | 24,935         | 13,255         | 2,144         | 13            |
| Other expenses .....                                   | 916,764  | 166,914        | 92,738         | 173,432        | 132,528        | 14,858        | 4,363         |
| <b>Excess of revenue over expenses (net).....</b>      | <b>133,809</b>   | <b>26,490</b>  | <b>14,937</b>  | <b>24,419</b>  | <b>3,456</b>   | <b>462</b>    | <b>4,270</b>  |

\* Estimate(s) should be used with caution because of the small number of sample returns on which they are based.

[1] Excludes private foundations, most churches, and certain other types of religious organizations.

NOTES: Organizations with end-of-year total assets under \$250,000 and gross receipts under \$100,000 could elect to file Forms 990-EZ rather than Forms 990. Data exclude most organizations with receipts less than \$25,000. Detail may not add to totals because of rounding.

# Tax-Exempt Bonds, 2003-2004

by Cynthia Belmonte

**S**tate and local governmental units issued over \$872 billion of tax-exempt bonds during Calendar Years 2003 and 2004. In 2003, over 28,000 Governmental bonds were issued, which raised a total of \$354.0 billion of proceeds for public projects (such as schools, streets, and utilities). In addition, over 4,100 tax-exempt private activity bonds were issued, for a total \$94.0 billion in proceeds used to finance qualified private facilities (such as airports, docks and wharves, and solid waste disposal facilities), as well as to benefit Internal Revenue Code section 501(c)(3) organizations (such as hospitals and private universities). Approximately 26,000 Governmental bonds were issued in 2004, totaling \$330.4 billion. In the same year, over 3,600 tax-exempt private activity bonds were issued; despite this 12.9-percent decrease in the number of bonds issued over the last year, the total dollar volume of tax-exempt private activity bonds held at \$94.0 billion.

A bond is an interest-bearing security of indebtedness, i.e., an obligation by the issuer to repay a certain sum of money by a future date, with interest payable at a specified rate. State and local governments issue bonds to raise capital for essential public facilities, services, infrastructure, and general capital improvements. These bonds are classified as either “Governmental” or “private activity,” depending on whether the proceeds are used and secured by public or private entities and resources. For Federal income tax purposes, investors who purchase Governmental bonds and certain types of private activity bonds are allowed to exclude the bond interest from their gross incomes [1]. This tax exemption effectively lowers the borrowing cost of tax-exempt debt issuers, since bondholders are generally willing to accept an interest rate lower than that earned on comparable taxable bonds.

More than \$684 billion of tax-exempt Governmental bonds were issued during 2003 and 2004. The majority of this amount (over 80 percent) was for long-term bonds (i.e., having maturities of 13 months or more). New money issues--bonds whose proceeds are used to finance new capital projects--accounted for 56.6 percent of the \$552.1 billion of long-term tax-exempt Governmental bond proceeds

issued during this period, while refunding issues--bonds issued to retire outstanding debt--made up the difference (43.4 percent). More than half (54.7 percent) of the dollar volume of all long-term Governmental bonds issued during this period was used to finance projects related to education, utilities, and transportation.

Almost \$188 billion of tax-exempt private activity bonds were issued during 2003 and 2004. The majority of this amount, \$185.7 billion, was long-term and was split almost equally between new money issues and refunding issues. Qualified Section 501(c)(3) bonds, which include qualified hospital bonds and other qualified bonds issued to benefit entities exempt from income tax under Internal Revenue Code section 501(c)(3), accounted for 43.2 percent of the dollar amount of long-term private activity bonds issued in 2003 and 2004. Private activity bonds issued to provide housing assistance in the form of qualified residential rental projects and qualified mortgages accounted for another 28.7 percent.

The annual Budget of the United States Government includes estimates of revenue losses associated with various income tax exclusions, deductions, credits, and special tax rates. The exclusion from gross income of the interest earned on bonds issued by State and local governmental units represents foregone revenue to the U.S. Treasury. For Fiscal Year 2007, the U.S. Treasury Department estimate of this revenue loss was \$36.8 billion--\$29.6 billion of which was for tax-exempt Governmental bonds and another \$7.2 billion of which was for tax-exempt private activity bonds [2]. This article includes data on both tax-exempt Governmental and private activity bonds issued during 2003 and 2004, with particular emphasis on those bonds issued in 2004.

## Background

Since the inception of the modern-day Federal income tax in 1913, interest received by holders of debt obligations (i.e., bonds) of States and their political subdivisions has been excludable from gross income for Federal income tax purposes [3]. This exclusion, set forth in section 103 of the Internal Revenue Code of 1986, only applies to Governmental bonds and “qualified bonds” (as defined by Internal Revenue Code section 141(e)). The exclu-

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## Tax-Exempt Bonds, 2003-2004

sion is not allowed for arbitrage bonds and bonds not in registered form [4,5].

Both Governmental and private activity bonds are obligations issued by or on behalf of State and local governmental units; it is the use of proceeds that differentiates the two. Governmental bond proceeds finance essential government operations, facilities, and services that are for general public use. Private activity bond proceeds are used by a private entity. Internal Revenue Code section 141 defines a bond as a private activity bond if both of the following criteria are met: 1) more than 10 percent of the bond proceeds are used for a private business purpose; and 2) more than 10 percent of the bond debt service is derived from private business use and is secured by privately used property. A private activity bond's tax-exempt status then depends on whether it is deemed a qualified bond.

Qualified bonds, termed tax-exempt private activity bonds in this article, include "exempt facility bonds," qualified mortgage bonds, qualified veterans' mortgage bonds, qualified small issue bonds, qualified student loan bonds, qualified redevelopment bonds, and qualified section 501(c)(3) bonds (all of which are defined in the "Explanation of Terms" section at the end of this article). Several types of exempt facilities include airports; docks and wharves; sewage facilities; solid waste disposal facilities; qualified residential rental projects; and facilities for the local furnishing of electricity or gas. Qualified section 501(c)(3) bonds are issued by State and local governments to finance the activities of charitable and similar organizations that are tax-exempt under Code section 501(c)(3). The primary beneficiaries of these bonds are hospitals, universities, and organizations that provide low-income housing or assisted living facilities.

Bonds can be characterized as either new money issues or refunding issues. A new money issue refers to a bond issued to finance a new capital project. A refunding issue refers to any bond used to pay debt service on and retire an outstanding issue. Generally, this is done to reduce interest payments, extend the maturity of the debt, or ease certain restrictions in the original bond contract. Refunding issues are classified as either "current" or "advanced," depending on the time between the issuance of the new bonds and the maturity date (or specified call date) of the outstanding issue [6]. Current refunding occurs when

the new bond is issued within 90 days of the final payment of principal or interest (redemption) on the prior issue. Advance refunding occurs when the new bond is issued more than 90 days before the final payment of principal or interest (redemption) on the prior issue. Generally, for advance refundings, the proceeds of the new ("refunding") issue are invested in Government securities, which are placed in escrow, and the interest and principal repayments on these securities are then used to repay the refunded bonds over time.

Advanced refundings result in two sets of bond proceeds outstanding for one particular project, for an extended period of time. Not only is this an inefficient allocation of bond proceeds, but the increase in the total amount of outstanding tax-exempt debt represents additional foregone revenue to the U.S. Treasury. To limit this, there are restrictions on advance refundings of both Governmental and tax-exempt private activity bonds. Generally, tax-exempt Governmental bonds are limited to one advance refunding [7]. Advance refundings are prohibited with respect to most types of tax-exempt private activity bonds. Two exceptions to this rule are qualified section 501(c)(3) bonds and private activity bonds designated as "liberty advance refunding bonds," both of which are allowed one advance refunding [8].

Tax-exempt private activity bonds are subject to State volume limitations (i.e., volume caps). Most types of tax-exempt private activity bonds are subject to the unified volume cap, which limits the aggregate dollar amount of bonds that each State can issue annually. The unified State volume cap is adjusted annually for population growth, and, effective January 1, 2003, the volume cap was indexed for inflation [9]. Other tax-exempt private activity bonds are subject to separate volume limitations based on the types of projects being financed. Refunding bonds are not subject to volume cap limitations, as long as there is no increase in the principal amount of the outstanding bond. States are allowed to carry over any unused portion of the volume cap of a particular year for up to 3 years.

### **Tax-Exempt Governmental Bonds**

#### **Total Governmental Bond Volume**

Figure A tracks the year-to-year changes in the total dollar volume of tax-exempt Governmental bond

## Tax-Exempt Bonds, 2003-2004

issuances over the last 10 years. The total dollar volume of bonds issued annually more than doubled between 1995 and 2004, with the largest increases occurring between 2000 and 2002. Over \$1 trillion of tax-exempt Governmental bonds were issued from 2002 to 2004, compared to the \$1.3 trillion combined total for the 7 preceding years. For 2003, a total of \$354.0 billion of Governmental bonds was issued, which marked the highest observed volume since SOI began compiling tax-exempt bond data in 1995. Issuance volume then decreased 6.7 percent, to \$330.4 billion, in 2004. This article will primarily focus on tax-exempt bond issuances for 2003 and 2004.

The annual amount of new money issues of Governmental bonds was fairly constant between 2002 and 2004. For 2003, a total of \$216.5 billion of new money Governmental bonds was issued, an increase of 5.9 percent over the 2002 level. The dollar volume of new money issuances then decreased 3.8 percent, to \$208.2 billion, in 2004.

Refunding issues of Governmental bonds increased slightly in 2003 (from \$135.7 billion to \$137.5 billion) and decreased 11.1 percent in 2004 (to \$122.2 billion). Refundings tend to be more

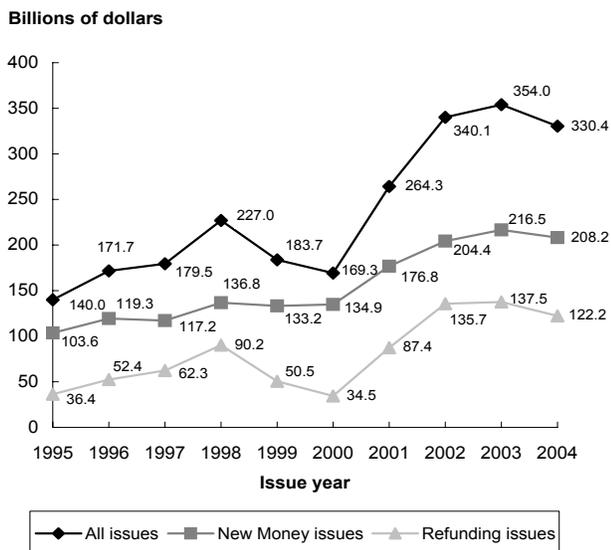
common when interest rates are falling, as borrowers seek to reduce interest payments over the life of the bond. Refunding issues remained at historically high levels for 2003 and 2004 (both in nominal dollars and as a percentage of all Governmental bond issues), and average interest rates remained at historically low levels. Average annual State and local bond interest rates fell slightly during this time, from 5.04 percent in 2002 to 4.75 percent in 2003 and 4.68 percent in 2004 (Figure A) [10].

### Uses of Governmental Bond Proceeds

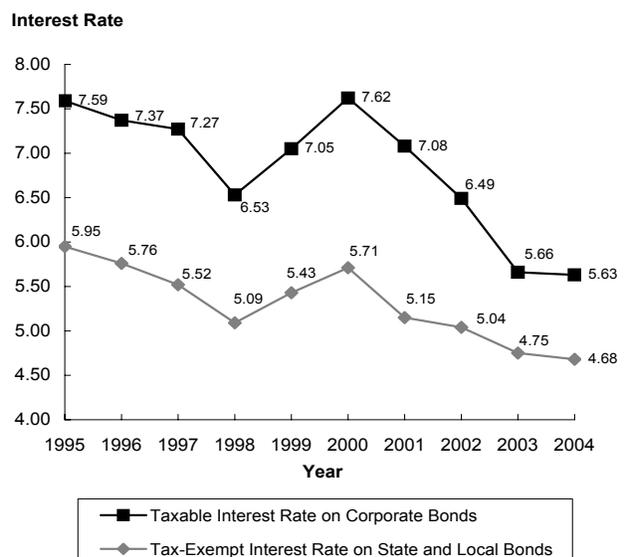
Bonds can be classified as either short-term or long-term, depending on the length of time between issuance and maturity. Bonds having maturities of less than 13 months are typically classified as short-term, while those having maturities of 13 months or more are classified as long-term. The dollar volume of long-term tax-exempt Governmental bond issues increased 2.5 percent between 2002 and 2003, from \$275.7 billion to \$282.6 billion, then decreased 4.6 percent, to \$269.5 billion, for 2004. The dollar volume of short-term tax-exempt Governmental bond issues increased 10.9 percent between 2002

**Figure A**

**Volume of Governmental Bonds Issued, by Type and Issue Year, 1995-2004**



**Average Annual Interest Rate, 1995-2004 [1]**



## Tax-Exempt Bonds, 2003-2004

and 2003, from \$64.4 billion to \$71.4 billion, then decreased 14.7 percent, to \$60.9 billion, for 2004.

Of the \$354.0 billion of tax-exempt Governmental bonds issued for 2003, about \$282.6 billion (79.8 percent) were long-term issues, while the remaining \$71.4 billion (20.2 percent) were short-term issues (Figure B). For 2004, short-term issues totaled \$60.9 billion, which comprised an even smaller share of the total dollar volume (18.4 percent).

Most short-term Governmental bonds are issued as revenue anticipation notes (RANs), tax anticipation notes (TANs), or bond anticipation notes (BANs). RANs and TANs generally mature within 1 year of issuance, at which time the proceeds are paid from intergovernmental revenue or specific tax receipts. BANs are often used to cover certain upfront costs associated with a long-term project for which a future bond will be issued. A BAN is later paid off from the proceeds of the sale of the future bond or of a renewal BAN. Combined, RANs, TANs, and BANs, comprised 89.5 percent of the \$71.4 billion of short-term tax-exempt Governmental bond proceeds for 2003, and 89.6 percent of the \$60.9 billion issued in 2004. Figure C presents the various purposes for which these short-term bonds were issued in 2003 and 2004.

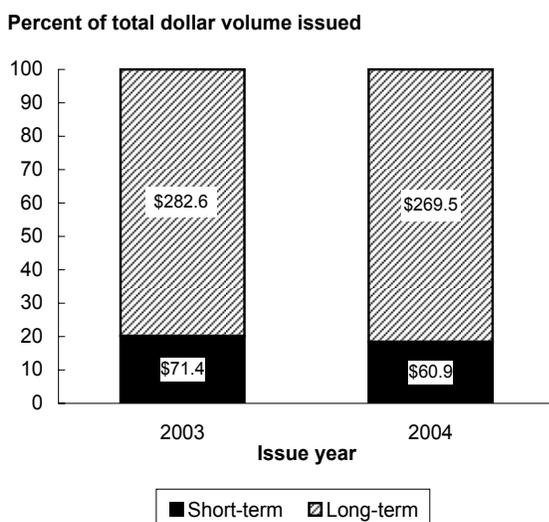
Most of this article focuses on long-term issues, since they comprise the majority of the total dollar volume of tax-exempt bonds issued in 2003 and 2004. Table 2 shows the annual distribution of long-term Governmental bond proceeds, by purpose of bond issue. Together, bonds used for education, transportation, and utilities annually account for more than half of total long-term Governmental issuances. Education bonds alone comprised 29.1 percent of the total \$282.6 billion in long-term bonds issued for 2003 and 29.9 percent of the \$269.5 billion for 2004. Bonds issued for transportation projects accounted for 12.0 percent and 11.9 percent of the annual dollar volume of long-term Governmental bond issues for 2003 and 2004, respectively. Utility bonds accounted for 15.8 percent of long-term Governmental issues in 2003, before dropping to only 10.7 percent of the total in 2004. Also for 2004, there were \$18.7 billion in long-term Governmental bonds issued for environmental purposes accounting for 7.0 percent of the total. Environmental bonds include those issued for drainage, sanitation, and wastewater projects. Bonds issued for public safety (e.g., fire and police services) and health and hospital comprised, on average, 2.5 percent and 2.0 percent of annual long-term Governmental bond issues, respectively. Annually, a large share of bond issuances is reported as being used for “other purposes” (i.e., specific purpose(s) did not apply or were not separately allocated by the issuer). For 2003 and 2004, “other bond purposes” accounted for 30.0 percent and 35.4 percent of the dollar volume of long-term Governmental bonds, respectively.

For 2003, total new money proceeds exceeded refunding proceeds, accounting for 54.8 percent of the total \$282.6 billion of total long-term Governmental bond proceeds. Figure D illustrates the split between the new money and refunding proceeds of long-term Governmental bonds, by selected purpose. Refunding proceeds exceeded new money proceeds for three bond purposes--utilities, environment, and health and hospital--accounting for 61.6 percent, 56.5 percent, and 54.0 percent of the total amount of long-term bonds issued for each purpose, respectively. For 2004, total new money proceeds exceeded refunding proceeds, accounting for 58.5 percent of the total \$269.5 billion of long-term Governmental bond proceeds. Refunding proceeds issued for utility

**Figure B**

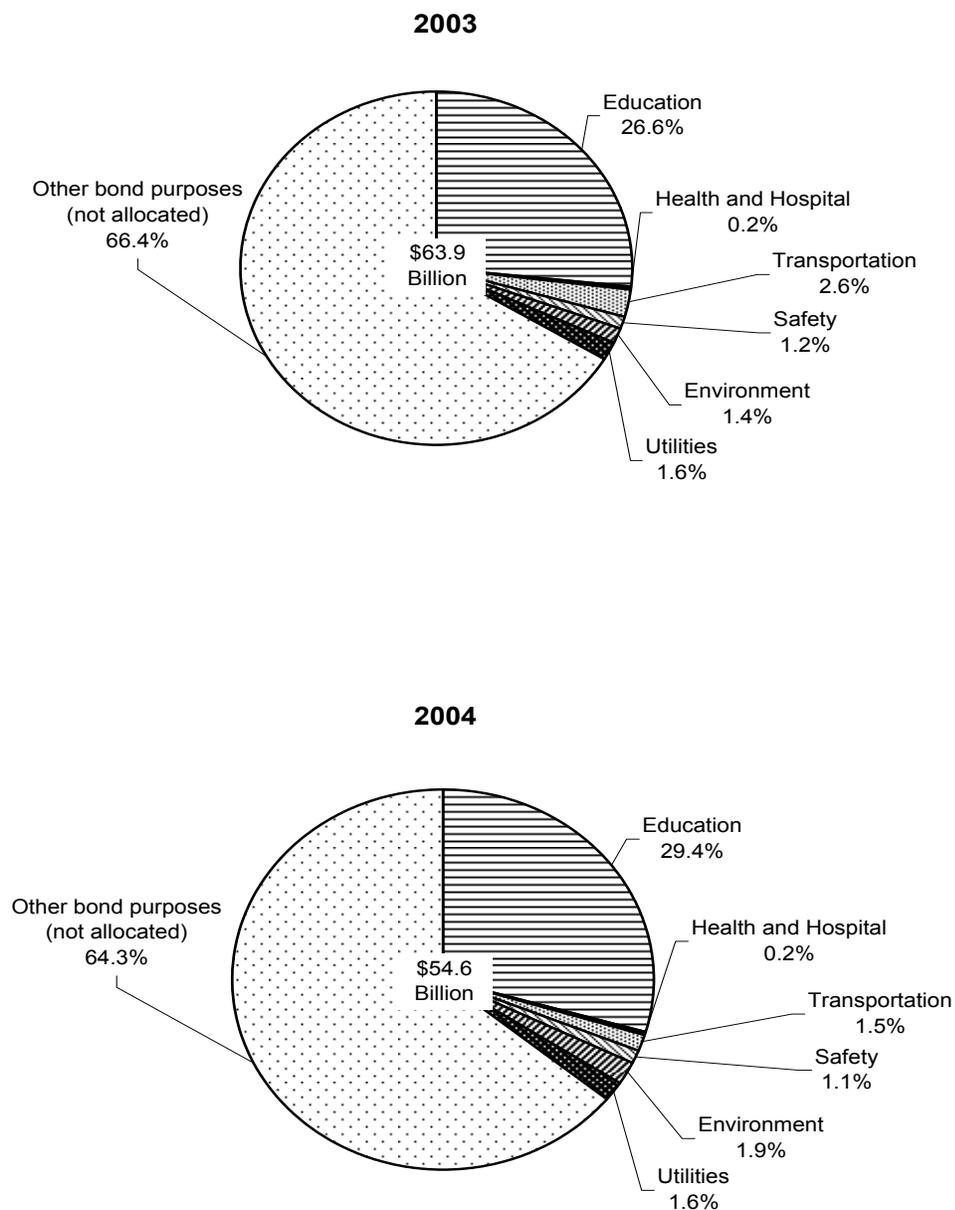
### Tax-Exempt Governmental Bonds, by Term of Issue, 2003-2004

[Money amounts in billions of dollars]



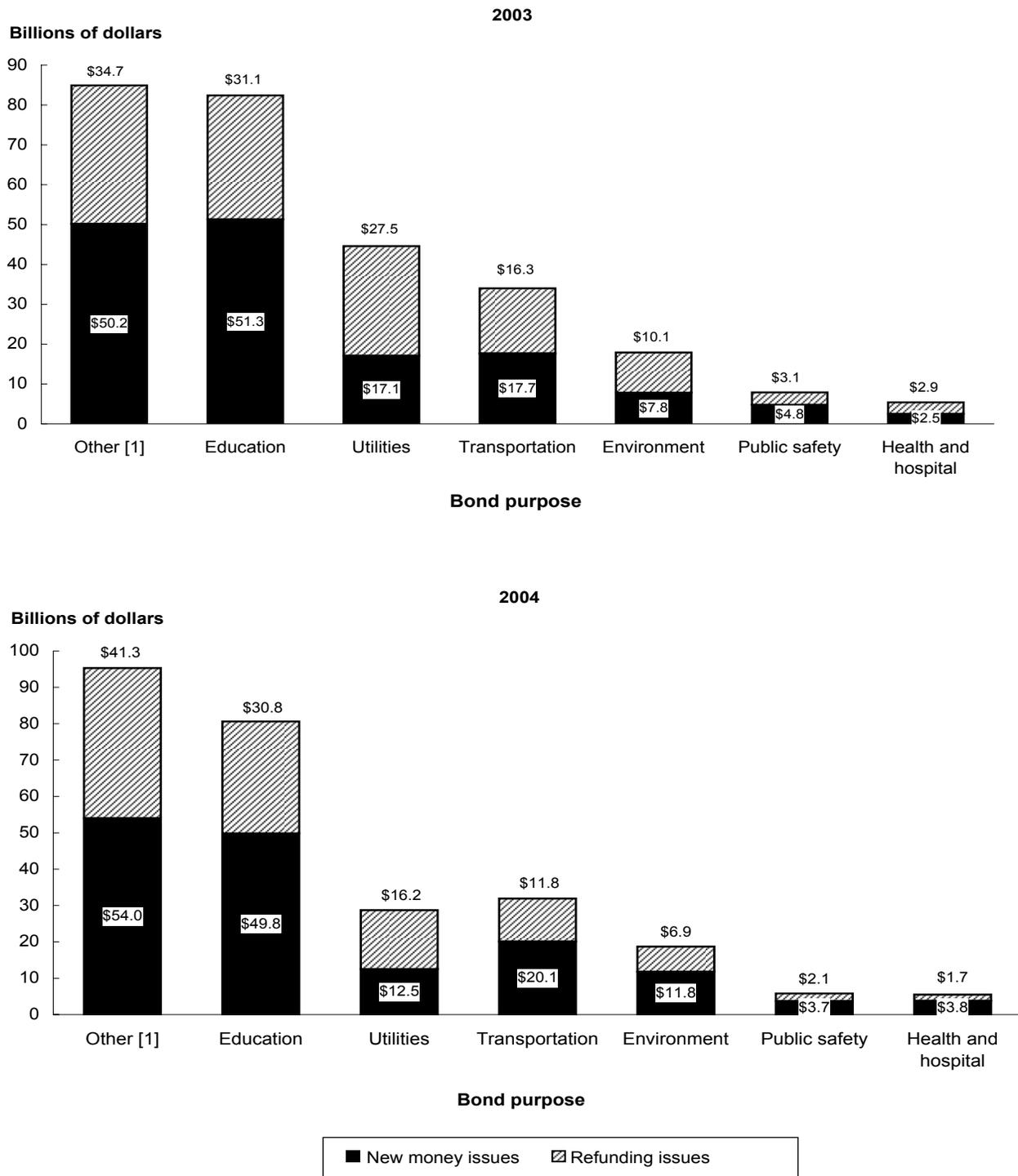
**Figure C**

**Distribution of Proceeds from Short-Term Revenue Anticipation Notes, Tax Anticipation Notes, and Bond Anticipation Notes, by Purpose of Bond, 2003-2004**



**Figure D**

**Long-Term Governmental Bonds, by Selected Bond Purpose and Type of Issue, 2003-2004**



[1] "Other bonds" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G return.

bonds accounted for 56.6 percent of the total amount of long-term bonds issued for that purpose. For all other bond purposes, the majority of the long-term bond proceeds were new money.

Table 3 presents uses of tax-exempt long-term Governmental bond proceeds. A portion of bond proceeds is often used to pay for associated issuance costs (e.g., fees paid to trustees and bond counsel), fund reserve accounts, and refund prior bond issues. For 2003, of the \$282.6 billion of long-term tax-exempt Governmental bonds issued, issuers used \$2.6 billion (0.9 percent) of the bond proceeds for bond issuance costs, \$1.2 billion (0.4 percent) for credit enhancement, and \$3.5 billion (1.2 percent) for reserve fund allocations. The remaining \$275.3 billion (97.4 percent) represented lendable proceeds, \$125.4 billion of which were used to refund or retire prior bond issues, leaving \$149.9 billion to be used for new project costs. For 2004, of the \$269.5 billion of long-term tax-exempt Governmental bonds issued, issuers used \$2.4 billion (0.9 percent) of the bond proceeds for bond issuance costs, \$1.0 billion (0.4 percent) for credit enhancement, and \$2.6 billion (1.0 percent) for reserve fund allocations. The remaining \$263.5 billion (97.8 percent) represented lendable proceeds, \$110.0 billion of which were used to refund or retire prior bond issues, leaving \$153.8 billion to be used for new project costs.

### **New Money Issues of Long-Term Governmental Bonds, Classified by Size of Issue**

For 2004, a total of 14,419 new money long-term tax-exempt Governmental bonds was issued, with proceeds totaling \$157.7 billion (Table 4). Almost half of the total number of new money long-term Governmental bond issues was for small bonds with an entire issue price of less than \$1 million [11]. However, in dollar terms, these bonds comprised only 1.5 percent of the total bond proceeds. Bonds with an entire issue price of less than \$5 million accounted for almost three-quarters of the total number of bond issues, but only 6.7 percent of total bond proceeds. There were 437 bonds (3.0 percent) with an entire issue price in excess of \$75 million. The combined proceeds of these bonds comprised 59.1 percent of the total money issued.

Bonds with an issue price less than \$1 million were generally issued by smaller towns for purposes such as school buses, fire trucks, municipal improve-

ments, and other unspecified expenditures. Of the issues exceeding \$75 million, the top specified uses of the proceeds were for education (\$22.7 billion), transportation (\$16.7 billion), and the environment (\$8.2 billion). In addition, bonds issued for “other purposes” accounted for \$36.1 billion of the total new money long-term Governmental bond issues in excess of \$75 million for 2004. For these largest issues, the average bond issue for transportation projects was \$203.8 million, while those issued for educational purposes averaged \$156.7 million. The distribution of bonds by size of issue followed a similar pattern in 2003.

### **New Money Issues of Long-Term Governmental Bonds, Classified by State**

Table 5 shows how the volume of new money long-term Governmental bond issues varied across the States during 2003 and 2004. Total new money long-term bond volume increased \$6.7 billion (4.5 percent) from 2002 to 2003, and grew by another \$3.0 billion (1.9 percent) from 2003 to 2004. Despite this seemingly modest increase in overall bond issuance, for several States, there were more pronounced changes in the dollar amount of bonds issued. These changes in year-to-year issuance reflect the timing of particular infrastructure projects (and the associated financing of such projects) within each State. New York issued \$8.0 billion more new money long-term bonds in 2003 than in 2002--the largest increase (in dollar value terms) of any State--before cutting total issuance 31.9 percent to \$12.1 billion in 2004. In 2003, California's issuances increased \$5.0 billion, a 21.1-percent increase over the previous year, and grew by another \$4.9 billion in 2004. In 2003, bond issuances in Tennessee, Maryland, and Pennsylvania all increased by over \$1.0 billion each, representing 88.6 percent, 58.1 percent, and 26.7-percent growth over 2002 levels, respectively; however, each of the three States experienced declines in 2004 that largely negated the 2003 growth.

Several States, including Illinois, Massachusetts, Texas, Georgia, and Wisconsin, decreased new money long-term bond issuances by over \$1.0 billion from 2002 to 2003. During 2003, Texas's issuances decreased \$3.1 billion (25.0 percent) from the previous year, and then, in 2004, partially rebounded with a \$2.0-billion increase. New money long-term issuances in Illinois declined \$2.3 billion (26.4 percent)

## Tax-Exempt Bonds, 2003-2004

in 2003, before slightly rebounding in 2004. Issuances in Massachusetts decreased \$1.5 billion (34.8 percent) from 2002 to 2003, only to increase \$0.5 billion in 2004.

Figure E presents a State-by-State ranking of new money long-term bond issuances and per capita issuance, for 2004. About \$78.5 billion (nearly 50.0 percent) of the \$157.7 billion of new money long-term bonds issued for 2004 were issued in the following 6 States: California (21.2 percent), New York (7.7 percent), Texas (7.2 percent), New Jersey (5.2 percent), Illinois (4.3 percent), and Florida (4.3 percent). According to 2004 Census estimates, together, these 6 States accounted for 40.0 percent of the total U.S. population [12].

On a per capita basis, however, New Mexico (\$1,038), Alaska (\$990), New Jersey (\$946), California (\$944), Colorado (\$818), Nevada (\$700), and Connecticut (\$662) accounted for the largest amounts of new long-term tax-exempt Governmental bond issues. Wyoming issued the least amount of bonds, with only \$71 million of new money long-term tax-exempt Governmental bonds. On a per capita basis, this amounted to \$142 per resident. Idaho issued the least new money long-term bonds per capita (\$129).

Unlike private activity bonds, Governmental bonds are generally not subject to the volume cap; however, if more than \$15 million of the proceeds are used in private use or disproportionate use, then the amount in excess of \$15 million is subject to the volume cap, and issuers are required to report the amount of the State volume cap allocated to the Governmental issue [13]. For 2004, issuers reported allocating a combined \$153.5 million of State volume cap to the total \$330.4 billion of total Governmental bond issues.

Figure F presents the amount of bonds issued by selected purpose, for the top 15 States in terms of total dollar volume of new long-term Governmental bonds issued for 2004. Combined, these 15 States accounted for 72.5 percent of the total new money long-term bond issues for the year. Overall, for 2004, about 31.6 percent of the amount of new money long-term Governmental bonds were issued for educational purposes. However, there was some variance in the purposes for which States issued bonds. For example, of the total amount of new money long-term bonds issued in Michigan, 58.4 percent were issued for education, compared to 39.4

percent in New Jersey and 12.1 percent in New York, for the same purpose. Transportation projects accounted for 12.8 percent of States' total amount of new money long-term bond issues overall. In New York, however, 29.4 percent of the total new money long-term bonds issued were for transportation, followed by Arizona, which allocated 26.3 percent for the same purpose. Transportation bonds accounted for only 4.2 percent of Virginia's total amount of new money long-term bond issues. Georgia devoted a larger portion of its total amount of new money long-term bonds (35.4 percent) to environmental projects, considerably more than the national average, 7.5 percent. Michigan and Ohio also spent large portions of their totals on environmental projects--17.1 percent and 17.0 percent, respectively.

### **Tax-Exempt Private Activity Bonds**

#### **Total Private Activity Bond Volume**

Figure G illustrates the dollar volume of tax-exempt private activity bond issuances during the 10-year period extending from 1995 through 2004. During the 10-year period, combined, a total of \$789.3 billion of tax-exempt private activity bonds was issued. Generally, the overall pattern in annual issuances follows that of Governmental bonds. For 1995, about \$52.4 billion of tax-exempt private activity bonds were issued. Issuances climbed to \$91.6 billion in 1998, before dropping off and then rising to \$93.0 billion in 2002. Since then, there has been minimal change in the total dollar volume of tax-exempt private activity bonds issued annually, with \$93.9 billion issued in 2003 and \$94.0 billion issued in 2004.

In all but one of the 10 years depicted, the dollar volume of new money tax-exempt private activity bonds issued exceeded refunding issues. In 2003, refunding issues of tax-exempt private activity bonds totaled \$47.9 billion, an increase of 13.1 percent over the 2002 level, while new money issues totaled \$46.0 billion, a decrease of 9.1 percent over the 2002 level. The decline in average interest rates between 2000 and 2004 (from 5.71 percent to 4.68 percent) contributed to the increase in the level of refunding bonds over the same time period (from \$28.3 billion for 2000 to \$45.9 billion for 2004). (Average annual interest rates for the period covered are presented in Figure A).

# Tax-Exempt Bonds, 2003-2004

## Figure E

### New Money Long-Term Governmental Bonds, by State of Issue, 2004

[Money amounts are in millions of dollars, except where noted otherwise]

| State of issue            | Amount of bonds issued |             | State population (in millions) [2] | Per capita amount of bonds (whole dollars) |             |
|---------------------------|------------------------|-------------|------------------------------------|--|-------------|
|                           | Total                  | Rank        |                                    | Total                                      | Rank        |
|                           | (1)                    | (2)         | (3)                                | (4)  | (5)         |
| <b>Total [1]</b> .....    | <b>157,717</b>         | <b>n.a.</b> | <b>290.8</b>                       | <b>542</b>                                 | <b>n.a.</b> |
| Alabama.....              | 1,708                  | 25          | 4.5                                | 380  | 29          |
| Alaska.....               | 594                    | 39          | 0.6                                | 990  | 2           |
| Arizona.....              | 3,572                  | 15          | 5.6                                | 638  | 8           |
| Arkansas.....             | 1,043                  | 32          | 2.7                                | 386  | 28          |
| California.....           | 33,501                 | 1           | 35.5                               | 944  | 4           |
| Colorado.....             | 3,765                  | 11          | 4.6                                | 818  | 5           |
| Connecticut.....          | 2,317                  | 19          | 3.5                                | 662  | 7           |
| Delaware.....             | 395                    | 42          | 0.8                                | 494  | 18          |
| District of Columbia..... | d                      | d           | 0.6                                | d  | d           |
| Florida.....              | 6,734                  | 6           | 17.0                               | 396  | 27          |
| Georgia.....              | 4,163                  | 9           | 8.7                                | 479  | 21          |
| Hawaii.....               | 639                    | 38          | 1.3                                | 492  | 19          |
| Idaho.....                | 180                    | 47          | 1.4                                | 129  | 50          |
| Illinois.....             | 6,773                  | 5           | 12.7                               | 533  | 14          |
| Indiana.....              | 3,001                  | 18          | 6.2                                | 484  | 20          |
| Iowa.....                 | 970                    | 34          | 2.9                                | 334  | 36          |
| Kansas.....               | 1,587                  | 27          | 2.7                                | 588  | 12          |
| Kentucky.....             | 1,262                  | 30          | 4.1                                | 308  | 38          |
| Louisiana.....            | 1,689                  | 26          | 4.5                                | 375  | 31          |
| Maine.....                | 303                    | 43          | 1.3                                | 233  | 43          |
| Maryland.....             | 2,087                  | 21          | 5.5                                | 379  | 30          |
| Massachusetts.....        | 3,403                  | 16          | 6.4                                | 532  | 15          |
| Michigan.....             | 4,050                  | 10          | 10.1                               | 401  | 26          |
| Minnesota.....            | 3,142                  | 17          | 5.1                                | 616  | 10          |
| Mississippi.....          | 661                    | 37          | 2.9                                | 228  | 44          |
| Missouri.....             | 1,714                  | 24          | 5.7                                | 301  | 39          |
| Montana.....              | 131                    | 48          | 0.9                                | 146  | 48          |
| Nebraska.....             | 465                    | 41          | 1.7                                | 274  | 41          |
| Nevada.....               | 1,540                  | 28          | 2.2                                | 700  | 6           |
| New Hampshire.....        | 282                    | 44          | 1.3                                | 217  | 46          |
| New Jersey.....           | 8,137                  | 4           | 8.6                                | 946  | 3           |
| New Mexico.....           | 1,973                  | 22          | 1.9                                | 1,038                                      | 1           |
| New York.....             | 12,076                 | 2           | 19.2                               | 629  | 9           |
| North Carolina.....       | 3,636                  | 14          | 8.4                                | 433  | 22          |
| North Dakota.....         | 219                    | 45          | 0.6                                | 365  | 32          |
| Ohio.....                 | 4,916                  | 7           | 11.4                               | 431  | 23          |
| Oklahoma.....             | 1,184                  | 31          | 3.5                                | 338  | 35          |
| Oregon.....               | 999                    | 33          | 3.6                                | 278  | 40          |
| Pennsylvania.....         | 4,332                  | 8           | 12.4                               | 349  | 34          |
| Rhode Island.....         | 470                    | 40          | 1.1                                | 427  | 24          |
| South Carolina.....       | 2,190                  | 20          | 4.1                                | 534  | 13          |
| South Dakota.....         | 181                    | 46          | 0.8                                | 226  | 45          |
| Tennessee.....            | 1,480                  | 29          | 5.8                                | 255  | 42          |
| Texas.....                | 11,318                 | 3           | 22.1                               | 512  | 16          |
| Utah.....                 | 843                    | 35          | 2.4                                | 351  | 33          |
| Vermont.....              | d                      | d           | 0.6                                | d  | d           |
| Virginia.....             | 3,677                  | 12          | 7.4                                | 497  | 17          |
| Washington.....           | 3,654                  | 13          | 6.1                                | 599  | 11          |
| West Virginia.....        | 739                    | 36          | 1.8                                | 411  | 25          |
| Wisconsin.....            | 1,804                  | 23          | 5.5                                | 328  | 37          |
| Wyoming.....              | 71                     | 50          | 0.5                                | 142  | 49          |

d - Data deleted to avoid disclosure of information for specific bonds. However, the data are included in the appropriate totals.

[1] Includes amounts for Puerto Rico and U.S. possessions.

[2] Resident population estimates released by the Bureau of the Census on December 18, 2003, in Press Release CB03-197 and published in *Internal Revenue Bulletin* No. 2004-11 (Notice 2004-21). These are the population figures used to calculate the private activity volume cap for Calendar Year 2004.

**Figure F**

**New Money Long-Term Governmental Bonds by Selected Purpose of Bond, for Top 15 States, Ranked by Issuance Volume, 2004**

[Money amounts are in millions of dollars]

| State                   | Total amount of bonds issued | Selected purpose of bond |                                |                |                                |               |                                |               |                                |               |                                |
|-------------------------|------------------------------|--------------------------|--------------------------------|----------------|--------------------------------|---------------|--------------------------------|---------------|--------------------------------|---------------|--------------------------------|
|                         |                              | Education                |                                | Transportation |                                | Utilities     |                                | Environment   |                                | Public safety |                                |
|                         |                              | Amount                   | Percent of total amount issued | Amount         | Percent of total amount issued | Amount        | Percent of total amount issued | Amount        | Percent of total amount issued | Amount        | Percent of total amount issued |
| (1)                     | (2)                          | (3)                      | (4)                            | (5)            | (6)                            | (7)           | (8)                            | (9)           | (10)                           | (11)          |                                |
| <b>All States</b> ..... | <b>157,717</b>               | <b>49,837</b>            | <b>31.6</b>                    | <b>20,148</b>  | <b>12.8</b>                    | <b>12,467</b> | <b>7.9</b>                     | <b>11,798</b> | <b>7.5</b>                     | <b>3,715</b>  | <b>2.4</b>                     |
| California.....         | 33,501                       | 9,623                    | 28.7                           | 2,036          | 6.1                            | 2,398         | 7.2                            | 2,182         | 6.5                            | 672           | 2.0                            |
| New York.....           | 12,076                       | 1,457                    | 12.1                           | 3,554          | 29.4                           | 365           | 3.0                            | 277           | 2.3                            | 149           | 1.2                            |
| Texas.....              | 11,318                       | 6,303                    | 55.7                           | 586            | 5.2                            | 1,758         | 15.5                           | 426           | 3.8                            | 121           | 1.1                            |
| New Jersey.....         | 8,137                        | 3,207                    | 39.4                           | 1,300          | 16.0                           | 24            | 0.3                            | 230           | 2.8                            | 80            | 1.0                            |
| Illinois.....           | 6,773                        | 1,598                    | 23.6                           | 801            | 11.8                           | 173           | 2.6                            | 232           | 3.4                            | 174           | 2.6                            |
| Florida.....            | 6,734                        | 1,957                    | 29.1                           | 894            | 13.3                           | 878           | 13.0                           | 108           | 1.6                            | 127           | 1.9                            |
| Ohio.....               | 4,916                        | 1,915                    | 39.0                           | 501            | 10.2                           | 136           | 2.8                            | 836           | 17.0                           | 103           | 2.1                            |
| Pennsylvania.....       | 4,332                        | 1,977                    | 45.6                           | 427            | 9.9                            | 240           | 5.5                            | 284           | 6.6                            | 72            | 1.7                            |
| Georgia.....            | 4,163                        | 980                      | 23.5                           | 589            | 14.1                           | 236           | 5.7                            | 1,472         | 35.4                           | 119           | 2.9                            |
| Michigan.....           | 4,050                        | 2,364                    | 58.4                           | 241            | 6.0                            | 145           | 3.6                            | 691           | 17.1                           | 61            | 1.5                            |
| Colorado.....           | 3,765                        | 1,296                    | 34.4                           | 608            | 16.1                           | 622           | 16.5                           | 17            | 0.5                            | 160           | 4.2                            |
| Virginia.....           | 3,677                        | 1,471                    | 40.0                           | 155            | 4.2                            | 247           | 6.7                            | 239           | 6.5                            | 107           | 2.9                            |
| Washington.....         | 3,654                        | 720                      | 19.7                           | 596            | 16.3                           | 515           | 14.1                           | 204           | 5.6                            | 31            | 0.8                            |
| North Carolina.....     | 3,636                        | 1,525                    | 41.9                           | 352            | 9.7                            | 393           | 10.8                           | 204           | 5.6                            | 328           | 9.0                            |
| Arizona.....            | 3,572                        | 1,054                    | 29.5                           | 939            | 26.3                           | 301           | 8.4                            | 286           | 8.0                            | 126           | 3.5                            |

**Uses of Long-Term Private Activity Bond Proceeds**

From 2002 to 2003, the dollar volume of long-term tax-exempt private activity bonds increased 1.7 percent, from \$91.1 billion to \$92.6 billion, and increased only slightly (0.5 percent) in 2004, to \$93.1 billion. Similar to previous years, the vast majority of tax-exempt private activity bond issues were long-term (Figure H). Short-term issues are rare, since private activity bonds are used primarily to finance capital improvement projects, which are generally long-term in nature. Also, private-activity bond issuers typically do not issue bonds in the form of RANs, TANs, or BANs. Of the about \$93.9 billion of tax-exempt private activity bonds issued for 2003, \$92.6 billion (98.6 percent) were long-term issues. For 2004, about \$93.1 billion (99.0 percent) of the \$94.0 billion total tax-exempt private activity bonds issued were long-term.

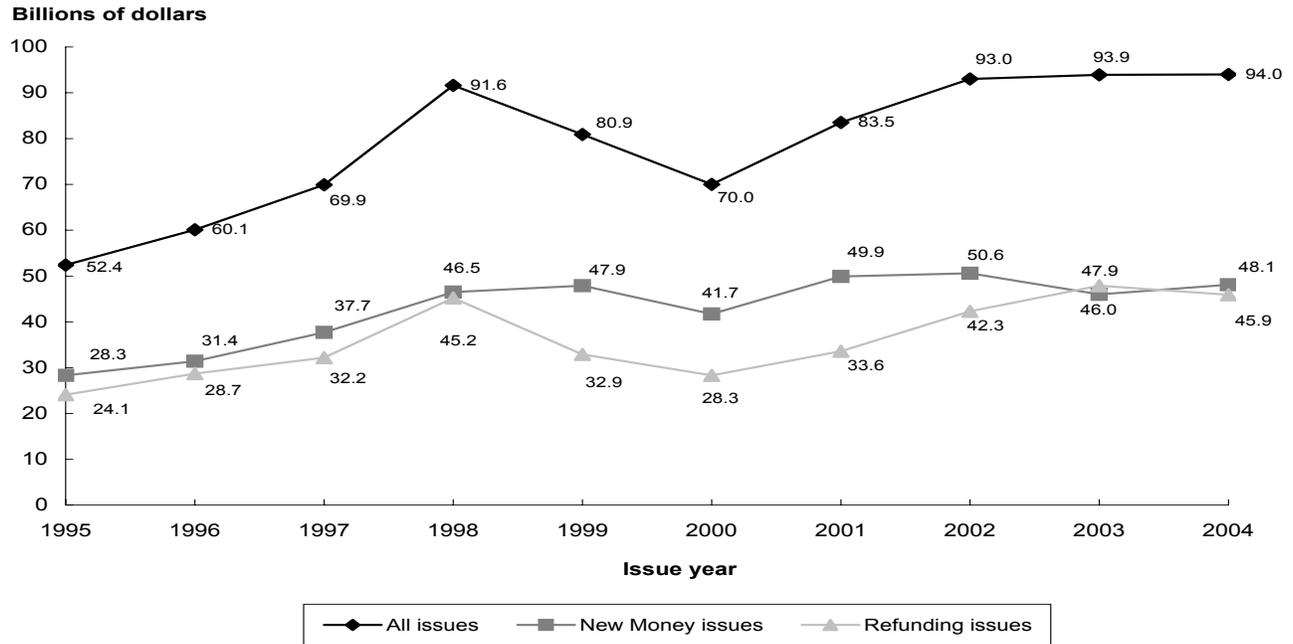
Table 7 shows the annual distribution of long-term private activity bond proceeds, by purpose of bond issue, for 2003 and 2004. For 2003 and 2004, on average, qualified section 501(c)(3) bonds, including qualified hospital bonds, accounted for 43.2

percent of the dollar volume of all long-term private activity bond issues. These bonds help finance construction of facilities and other property used by charitable, educational, religious, and similar organizations recognized as tax-exempt under section 501(c)(3) of the Internal Revenue Code. Combined, bonds issued for qualified mortgages and qualified residential rental projects accounted for 28.6 percent of the total \$92.6 billion in long-term bonds issued for 2003 and 28.8 percent of the \$93.1 billion for 2004. Qualified residential rental bonds (also referred to as multifamily housing bonds) help developers finance construction, acquisition, and/or rehabilitation of affordable housing projects, and qualified mortgage bond programs assist prospective first-time homebuyers with low-to-moderate incomes by providing below-market interest rate loans and down payment assistance. Combined, bonds used for these four purposes accounted for almost three-quarters of the total long-term tax-exempt private activity bond issuances in 2003 and 2004.

For 2003, other important types of tax-exempt private activity bonds issued were airport bonds (9.1 percent) and student loan bonds (4.7 percent). Uses of

**Figure G**

**Volume of Tax-Exempt Private Activity Bonds Issued, by Type and Issue Year, 1995-2004**



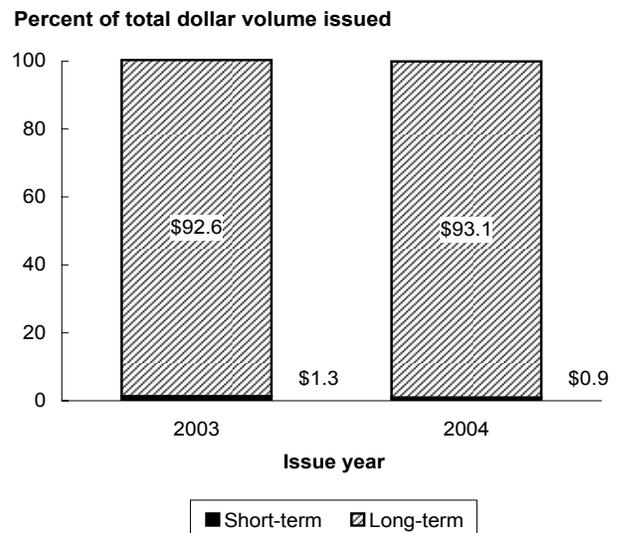
long-term bond proceeds in 2004 included certain Tax Reform Act transition property (8.1 percent), airports (5.4 percent), and student loan programs (5.1 percent).

For 2003, total refunding proceeds slightly exceeded new money proceeds, accounting for 50.7 percent of the total \$92.6 billion of long-term private activity bond proceeds. Figure I illustrates the split between the new money and refunding proceeds of long-term private activity bonds, by selected purpose. Of the selected bond purposes shown in Figure I, refunding proceeds exceeded new money proceeds for only one bond purpose--mortgage bonds--which accounted for 79.7 percent of the total \$16.8 billion of long-term bonds issued for that purpose in 2003. For 2004, total new money proceeds exceeded refunding proceeds, accounting for 51.4 percent of the total \$93.1 billion of long-term private activity bond proceeds. Refunding proceeds exceeded new money proceeds for three bond purposes--mortgages, airports, and solid waste disposal facilities--accounting for 72.6 percent, 50.5 percent, and 59.2 percent of the total amount of long-term bonds issued for each purpose, respectively. For all other private activity bond purposes, the majority of the long-term bond proceeds were new money.

**Figure H**

**Tax-Exempt Private Activity Bonds, by Term of Issue, 2003-2004**

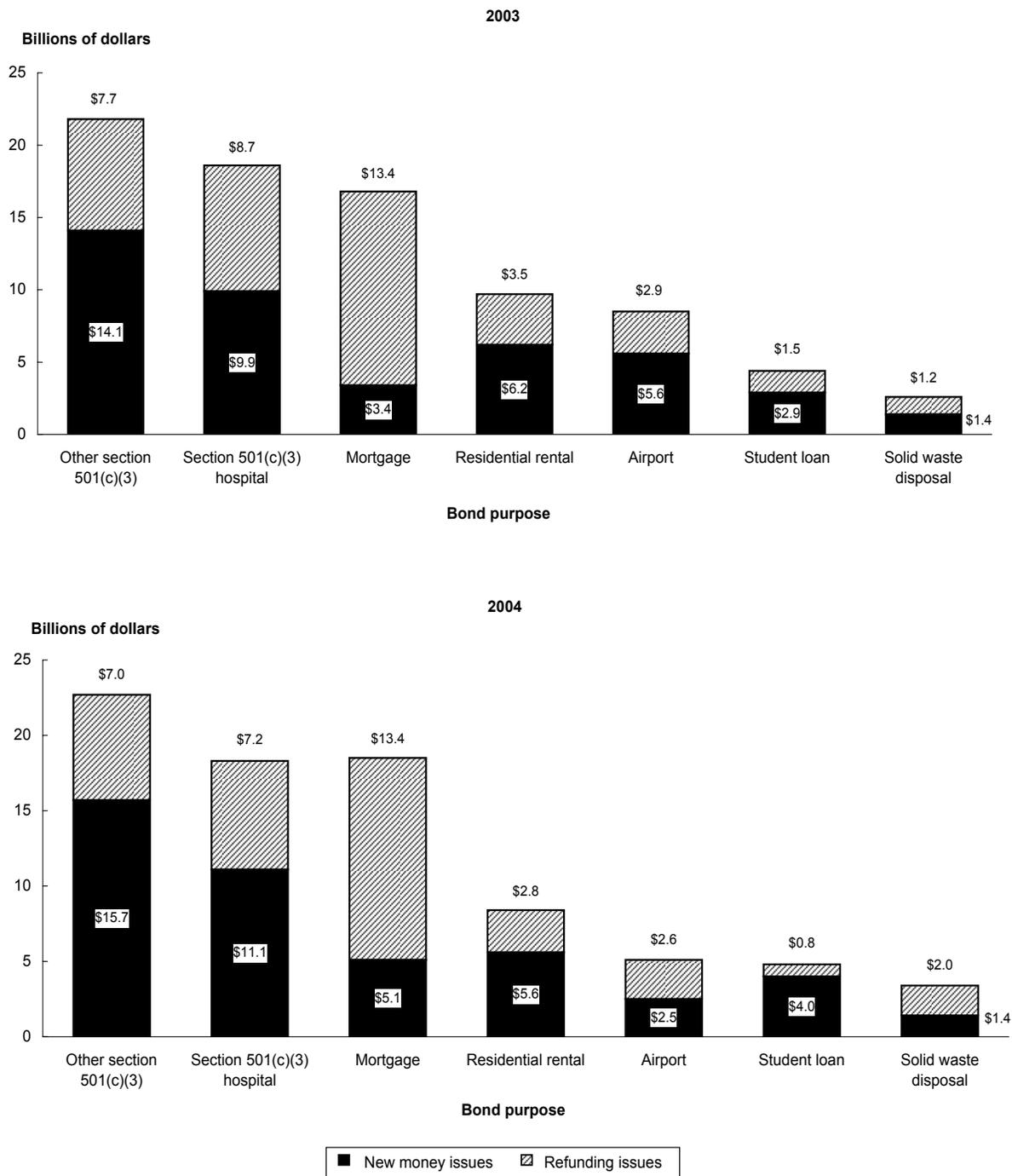
[Money amounts are in billions of dollars]



# Tax-Exempt Bonds, 2003-2004

## Figure I

### Long-Term Tax-Exempt Private Activity Bonds, by Selected Bond Purpose and Type of Issue, 2003-2004



For 2003, of the \$92.6 billion of long-term tax-exempt private activity bonds issued, issuers used \$0.6 billion (0.7 percent) of the bond proceeds for bond issuance costs, \$0.6 billion (0.6 percent) for credit enhancement, and \$1.3 billion (1.4 percent) for reserve fund allocations (Table 8). The remaining \$90.2 billion (97.3 percent) represented lendable proceeds, \$46.1 billion of which were used to refund or retire prior bond issues, leaving \$44.0 billion to be used for new project costs. Of the \$93.1 billion of long-term tax-exempt private activity bonds issued in 2004, issuers used nearly \$0.6 billion (0.6 percent) of the proceeds for bond issuance costs, almost \$0.6 billion (0.6 percent) for credit enhancement, and \$1.2 billion (1.3 percent) for reserve fund allocations. The remaining \$90.7 billion (97.5 percent) of lendable proceeds were used to refund or retire prior bond issues (\$44.4 billion) and to finance new projects (\$46.3 billion).

### **New Money Issues of Long-Term Private Activity Bonds, Classified by Size of Issue**

For 2004, a total of 2,544 new money long-term tax-exempt private activity bonds was issued, with proceeds totaling \$47.9 billion (Table 9). Bonds with an issue price of less than \$10 million, including 399 qualified small issue bonds (or industrial development bonds), accounted for 57.4 percent of the total number of bond issues, but only 10.9 percent of total bond proceeds. Over 60 percent of the total proceeds were attributable to the 12 percent of bonds with an issue price in excess of \$50 million. Approximately \$8.9 billion in proceeds were raised by 165 bond issues priced between \$50 million and \$100 million, while another \$20.1 billion were raised by 146 bond issues, each of which exceeded \$100 million. Of the issues exceeding \$100 million, the top uses of the proceeds were for qualified section 501(c)(3) bonds, including those issued for qualified hospitals, (\$10.9 billion), student loan bonds (\$3.0 billion), and mortgage bonds (\$2.3 billion).

There was a 6.5-percent decrease in the number of new money long-term tax-exempt private activity bonds issued in 2004, as compared to 2003. However, the total dollar amount of new money long-term tax-exempt private activity bonds increased 4.9 percent, from \$45.6 billion to \$47.9 billion. The average new money long-term bond issue in 2003 was \$16.8 million, compared to \$18.8 million in

2004. The increase was mainly limited to bond issues worth \$100 million or more. In 2004, for bonds in this size category, there was an overall increase of \$2.9 billion over the 2003 amount (\$17.3 billion).

### **New Money Issues of Long-Term Private Activity Bonds, Classified by State**

Unlike Governmental bonds, most types of new money private activity bond issues were subject to State volume cap limitations determined by population [9]. States had leeway in allocating the cap among the various qualified purposes subject to the cap. Private activity bonds not subject to the unified State volume cap included all new money issues for airports, docks and wharves, Governmentally-owned solid waste facilities, hydroelectric generating facilities, and Governmentally-owned high-speed intercity rail facilities [14]. Refunding issues are not figured into the total for the cap, as long as there is no increase in the principal amount of the outstanding bond. In addition, carryforward rules allow States to apply any unused amount of the cap to certain types of new money issues up to 3 years into the future. For this reason, it is legitimately possible for a State to issue new money private activity bonds in an amount that exceeds its cap for a given year. Qualified public educational facility bonds were subject to their own special volume limitations, as were liberty bonds, empowerment zone facility bonds, qualified veterans' mortgage bonds, and qualified section 501(c)(3) bonds [15].

Figure J shows the amount of total new money long-term issuance, new issues subject to the volume cap, and volume cap allocations, by State, for 2003 and 2004. Overall bond capacity (the total amount of bonds allowed to be issued under the unified State volume cap) grew by 6.5 percent, from \$24.2 billion to \$25.8 billion from 2003 to 2004. Despite across the board increases in bond capacity from 2003 to 2004, some States scaled back issuances of new money long-term private activity bonds in 2004. Examining only the types of bond purposes subject to the volume cap, Florida issued \$133 billion less of new money long-term bonds in 2004 than in 2003 [16]. New money issues subject to the volume cap decreased \$130 million in New Jersey, and \$66 million in California, from 2003 to 2004. Texas increased issuance volume by \$137 million.

# Tax-Exempt Bonds, 2003-2004

## Figure J

### New Money Long-Term Tax-Exempt Private Activity Bonds and Volume Cap, by State of Issue, 2003 and 2004

[Money amounts are in millions of dollars]

| State of issue             | 2003                   |                           |                      | 2004                   |                           |                      |
|----------------------------|------------------------|---------------------------|----------------------|------------------------|---------------------------|----------------------|
|                            | Amount of bonds issued |                           | Total volume cap [3] | Amount of bonds issued |                           | Total volume cap [3] |
|                            | Total                  | Subject to volume cap [2] |                      | Total                  | Subject to volume cap [2] |                      |
|                            | (1)                    | (2)                       | (3)                  | (4)                    | (5)                       | (6)                  |
| <b>All States [1].....</b> | <b>45,633</b>          | <b>14,753</b>             | <b>24,198.4</b>      | <b>47,877</b>          | <b>16,802</b>             | <b>25,766.4</b>      |
| Alabama.....               | 210                    | 94                        | 336.5                | 150                    | 39                        | 360.1                |
| Alaska.....                | 99                     | 0                         | 228.6                | 165                    | 32                        | 233.8                |
| Arizona.....               | 578                    | 318                       | 409.2                | 744                    | 253                       | 446.5                |
| Arkansas.....              | 137                    | 73                        | 228.6                | 257                    | 217                       | 233.8                |
| California.....            | 4,252                  | 1,912                     | 2,633.7              | 5,859                  | 1,846                     | 2,838.8              |
| Colorado.....              | 775                    | 224                       | 338.0                | 1,214                  | 251                       | 364.1                |
| Connecticut.....           | 746                    | 238                       | 259.5                | 287                    | 109                       | 278.7                |
| Delaware.....              | 151                    | 55                        | 228.6                | 189                    | 69                        | 233.8                |
| District of Columbia.....  | 560                    | 113                       | 228.6                | 360                    | 47                        | 233.8                |
| Florida.....               | 2,512                  | 626                       | 1,253.5              | 1,626                  | 493                       | 1,361.5              |
| Georgia.....               | 1,508                  | 412                       | 642.0                | 2,008                  | 481                       | 694.8                |
| Hawaii.....                | d                      | d                         | 228.6                | d                      | d                         | 233.8                |
| Idaho.....                 | 118                    | 88                        | 228.6                | 131                    | 124                       | 233.8                |
| Illinois.....              | 2,103                  | 480                       | 945.0                | 2,023                  | 436                       | 1,012.3              |
| Indiana.....               | 1,298                  | 300                       | 461.9                | 1,340                  | 425                       | 495.7                |
| Iowa.....                  | 476                    | 143                       | 228.6                | 303                    | 114                       | 235.5                |
| Kansas.....                | 169                    | 110                       | 228.6                | 300                    | 111                       | 233.8                |
| Kentucky.....              | 732                    | 161                       | 307.0                | 487                    | 253                       | 329.4                |
| Louisiana.....             | 473                    | 271                       | 336.2                | 613                    | 208                       | 359.7                |
| Maine.....                 | 298                    | 168                       | 228.6                | 141                    | 117                       | 233.8                |
| Maryland.....              | 838                    | 157                       | 409.4                | 1,150                  | 221                       | 440.7                |
| Massachusetts.....         | 2,116                  | 481                       | 482.1                | 1,671                  | 520                       | 514.7                |
| Michigan.....              | 1,050                  | 379                       | 753.8                | 1,114                  | 698                       | 806.4                |
| Minnesota.....             | 1,004                  | 340                       | 376.5                | 954                    | 297                       | 404.8                |
| Mississippi.....           | 134                    | 53                        | 228.6                | 308                    | 128                       | 233.8                |
| Missouri.....              | 955                    | 242                       | 425.4                | 854                    | 403                       | 456.4                |
| Montana.....               | 268                    | 249                       | 228.6                | 193                    | 139                       | 233.8                |
| Nebraska.....              | 134                    | 30                        | 228.6                | 234                    | 129                       | 233.8                |
| Nevada.....                | 411                    | 73                        | 228.6                | 587                    | 68                        | 233.8                |
| New Hampshire.....         | 391                    | 232                       | 228.6                | 343                    | 205                       | 233.8                |
| New Jersey.....            | 1,438                  | 379                       | 644.3                | 1,039                  | 249                       | 691.1                |
| New Mexico.....            | 163                    | 148                       | 228.6                | 329                    | 128                       | 233.8                |
| New York.....              | 3,796                  | 1,143                     | 1,436.8              | 4,748                  | 1,295                     | 1,535.2              |
| North Carolina.....        | 974                    | 328                       | 624.0                | 1,189                  | 591                       | 672.6                |
| North Dakota.....          | 126                    | 100                       | 228.6                | 121                    | 113                       | 233.8                |
| Ohio.....                  | 1,395                  | 201                       | 856.6                | 2,003                  | 408                       | 914.9                |
| Oklahoma.....              | 274                    | 183                       | 262.0                | 286                    | 153                       | 280.9                |
| Oregon.....                | 643                    | 200                       | 264.1                | 844                    | 252                       | 284.8                |
| Pennsylvania.....          | 1,907                  | 583                       | 925.1                | 2,110                  | 930                       | 989.2                |
| Rhode Island.....          | 346                    | 127                       | 228.6                | 357                    | 189                       | 233.8                |
| South Carolina.....        | 541                    | 166                       | 308.0                | 917                    | 332                       | 331.8                |
| South Dakota.....          | 127                    | 56                        | 228.6                | 170                    | 48                        | 233.8                |
| Tennessee.....             | 932                    | 634                       | 434.8                | 1,106                  | 655                       | 467.3                |
| Texas.....                 | 3,623                  | 1,094                     | 1,633.5              | 2,418                  | 1,231                     | 1,769.5              |
| Utah.....                  | 513                    | 197                       | 228.6                | 220                    | 220                       | 233.8                |
| Vermont.....               | 286                    | 215                       | 228.6                | 466                    | 231                       | 233.8                |
| Virginia.....              | 1,518                  | 203                       | 547.0                | 1,175                  | 460                       | 590.9                |
| Washington.....            | 1,013                  | 314                       | 455.2                | 1,209                  | 418                       | 490.5                |
| West Virginia.....         | 200                    | 60                        | 228.6                | 264                    | 89                        | 233.8                |
| Wisconsin.....             | 1,008                  | 250                       | 408.1                | 1,040                  | 223                       | 437.8                |
| Wyoming.....               | d                      | d                         | 228.6                | d                      | d                         | 233.8                |

d- Data deleted to avoid disclosure of information for specific bonds when compared to other published data. However, the data are included in the appropriate totals.

[1] Excluding U.S. possessions.

[2] These calculations are based on the data reported on Part II of Form 8038 for type of issue, and include the following: mass commuting facilities, water furnishing facilities, sewage facilities, solid waste disposal facilities, qualified residential rental projects, local furnishing of electric energy or gas, local district heating and cooling facilities, qualified hazardous waste facilities, high-speed intercity rail facilities, qualified mortgage bonds, qualified small issue bonds, qualified student loan bonds, and qualified redevelopment bonds. No distinction was made for Governmentally-owned solid waste facilities (which are not subject to the volume cap). As a result, figures could be slightly overstated.

[3] The amount of volume cap is based on State population. For 2003, the volume cap was equal to the greater of \$75 per capita or \$228.6 million. For 2004, the volume cap was the greater of \$80 per capita or \$233.8 million. The resident population estimates were released by the U.S. Bureau of the Census and published in Internal Revenue Bulletins No. 2003-10 (Notice 2003-16) and No. 2004-11 (Notice 2004-21).

## Tax-Exempt Bonds, 2003-2004

Of the total \$24.2 billion in total volume cap for 2003, only \$14.8 billion in new money private activity bonds were issued, leaving \$9.4 billion to carry forward to future years. Of the total \$25.8 billion in total volume cap for 2004, only \$16.8 billion in new money private activity bonds were issued, leaving \$9.0 billion to carry forward to future years. Unused volume cap amounts that are carried forward are often already earmarked for designated projects slated to commence within the next few years. The large amount of unused volume cap can also be attributed to the relatively low interest rates in 2003 and 2004, which applied not only to tax-exempt bonds, but also extended to taxable bonds. The narrowing gap between the interest rate on taxable bonds and that of tax-exempt State and local bonds for the period between 2000 and 2004 may have made taxable bond financing a more feasible option for some private borrowers who otherwise might have employed tax-exempt bond financing.

Figure K presents the top 15 States, ranked by the total dollar volume of new money long-term issues for 2004. These 15 States accounted for 66.3 percent of the total new money long-term bond issues during the specified time period. About \$24.5 billion (51.1 percent) of the \$47.9 billion of new money long-term bonds issued for 2004 were issued in the following nine States: California (12.2 percent), New York (9.9 percent), Texas (5.0 percent), Pennsylvania (4.4 percent), Illinois (4.2 percent), Georgia (4.2 percent), Ohio (4.2 percent), Massachusetts (3.5 percent), and Florida (3.4 percent).

Combined, California and New York accounted for slightly more than one-third (35.6 percent) of the \$5.6 billion of new money long-term residential rental bonds and 31.5 percent of the section 501(c)(3) bonds (excluding hospital bonds). Texas accounted for another 8.8 percent of the amount issued for residential rental projects. Table 10 shows all States' new money long-term private activity bond issuances, classified by selected purpose of bond for 2003 and 2004. For a majority of States, more than half of all new money long-term issues were used to finance section 501(c)(3) projects, including hospitals.

### Summary

For 2003, a total of \$354.0 billion of Governmental bonds was issued, compared to the \$340.1 billion issued in 2002. This marked the highest issuance

volume to date. Issuance volume then decreased 7 percent, to \$330.4 billion, in 2004. Long-term new money issues, bonds with maturities of 13 months or more used to finance new projects, made up 43.7 percent of the total dollar volume in 2003 and 47.7 percent of the total in 2004. Bonds to refund prior Governmental issues accounted for 38.8 percent of the total \$354.0 billion issued in 2003 and 37.0 percent of the total \$330.4 billion in 2004. Similar to past years, projects related to education, transportation, and utilities received the bulk of Governmental bond financing for 2003 and 2004. Projects to fund educational purposes received 33.2 percent of total new money long-term Governmental bond proceeds in 2003, and 31.6 percent in 2004.

Since 2002, there has been little growth in the total issuance of tax-exempt private activity bonds. Total tax-exempt private activity bond issuance averaged \$93.6 billion annually over the last 3 years. Of the \$93.1 billion in long-term tax-exempt private activity bonds issued in 2004, new money issues accounted for 51.4 percent of the total amount issued. This was an increase over 2003, where new money issues accounted for slightly less than half (49.3 percent) of the total amount of long-term tax-exempt private activity bonds issued. Bonds issued for use by qualified section 501(c)(3) organizations (including qualified hospitals) and those to promote the development and purchase of affordable housing (through residential rental and single-family mortgage bonds) accounted for just over 70 percent of all long-term private activity bonds issued during 2003 and 2004.

### Data Sources and Limitations

The data presented in this article are based on the populations of Forms 8038, *Information Return for Tax-Exempt Private Activity Bond Issues*, and Forms 8038-G, *Information Return for Tax-Exempt Governmental Obligations*, filed with the Internal Revenue Service for bonds issued during Calendar Years 2003 and 2004. The data presented in this article exclude returns filed for commercial paper transactions, as well as issues that are loans from the proceeds of other tax-exempt issues (pooled financings).

Bond issuers were required to file these tax-exempt bond returns by the 15th day of the 2nd calendar month after the close of the calendar quarter in which the bond was issued. However, in an effort

# Tax-Exempt Bonds, 2003-2004

## Figure K

### New Money Long-Term Tax-Exempt Private Activity Bonds by Selected Purpose of Bond, for Top 15 States, Ranked by Issuance Volume, 2004

[Money amounts are in millions of dollars]

| State                  | Total amount of bonds issued | Selected purpose of bond |                                |                            |                                |                    |                                |              |                                |
|------------------------|------------------------------|--------------------------|--------------------------------|----------------------------|--------------------------------|--------------------|--------------------------------|--------------|--------------------------------|
|                        |                              | Other section 501(c)(3)  | Percent of total amount issued | Section 501(c)(3) hospital | Percent of total amount issued | Residential rental | Percent of total amount issued | Mortgage     | Percent of total amount issued |
|                        | (1)                          | (2)                      | (3)                            | (4)                        | (5)                            | (6)                | (7)                            | (8)          | (9)                            |
| <b>All States.....</b> | <b>47,877</b>                | <b>15,654</b>            | <b>32.7</b>                    | <b>11,074</b>              | <b>23.1</b>                    | <b>5,551</b>       | <b>11.6</b>                    | <b>5,063</b> | <b>10.6</b>                    |
| California.....        | 5,859                        | 3,163                    | 54.0                           | 616                        | 10.5                           | 1,055              | 18.0                           | 511          | 8.7                            |
| New York.....          | 4,748                        | 1,763                    | 37.1                           | 452                        | 9.5                            | 923                | 19.4                           | 284          | 6.0                            |
| Texas.....             | 2,418                        | 367                      | 15.2                           | 486                        | 20.1                           | 489                | 20.2                           | 304          | 12.6                           |
| Pennsylvania.....      | 2,110                        | 684                      | 32.4                           | 468                        | 22.2                           | d                  | d                              | 311          | 14.7                           |
| Illinois.....          | 2,023                        | 822                      | 40.6                           | 657                        | 32.5                           | 287                | 14.2                           | d            | d                              |
| Georgia.....           | 2,008                        | 704                      | 35.1                           | 275                        | 13.7                           | 388                | 19.3                           | d            | d                              |
| Ohio.....              | 2,003                        | 752                      | 37.5                           | 843                        | 42.1                           | 102                | 5.1                            | d            | d                              |
| Massachusetts.....     | 1,671                        | 861                      | 51.5                           | 280                        | 16.8                           | 218                | 13.0                           | 127          | 7.6                            |
| Florida.....           | 1,626                        | 579                      | 35.6                           | 359                        | 22.1                           | 276                | 17.0                           | 39           | 2.4                            |
| Indiana.....           | 1,340                        | 302                      | 22.5                           | 155                        | 11.6                           | 45                 | 3.4                            | d            | d                              |
| Colorado.....          | 1,214                        | 321                      | 26.4                           | 551                        | 45.4                           | 31                 | 2.6                            | d            | d                              |
| Washington.....        | 1,209                        | 257                      | 21.3                           | 266                        | 22.0                           | 237                | 19.6                           | 64           | 5.3                            |
| North Carolina.....    | 1,189                        | 136                      | 11.4                           | 376                        | 31.6                           | 34                 | 2.9                            | 106          | 8.9                            |
| Virginia.....          | 1,175                        | 313                      | 26.6                           | 386                        | 32.9                           | 56                 | 4.8                            | d            | d                              |
| Maryland.....          | 1,150                        | 739                      | 64.3                           | 190                        | 16.5                           | 106                | 9.2                            | 90           | 7.8                            |

d - Data deleted to avoid disclosure of information for specific bonds when compared to other published data. However, the data are included in the appropriate totals.

to include as many applicable returns for a particular issue year as possible, the study period extended well beyond this timeframe. The study includes returns processed from January 1, 2003, to December 31, 2005, for bonds issued in 2003, and returns processed from January 1, 2004, to May 13, 2006, for bonds issued in 2004. Returns received after the cutoff date for each study year were not included in the statistics.

During statistical processing, returns were subject to thorough testing and correction procedures to ensure accuracy and validity. Further checks were conducted to identify and exclude duplicate and amended returns. In some instances, returns with incomplete information, mathematical errors, or other reporting anomalies were edited to resolve internal inconsistencies. In other cases, it was not possible to reconcile reporting discrepancies. Thus, a certain amount of nonsampling error may remain.

### Explanation of Selected Terms

**Allocation to Reserve Fund.**--Proceeds that are placed in reserve to be used to pay debt service if

pledged revenues are insufficient to satisfy the debt service requirements. The amount deposited into a reserve or replacement fund may not exceed 10 percent of the proceeds of an issue.

**Bond Anticipation Note (BAN).**--Obligation that is issued in anticipation of a later issuance of bonds, payable from the proceeds of the sale of the bonds or of renewal notes. BANs typically have maturities of 3 years or less.

**Bond Issuance Costs.**--Issuance costs include fees paid for trustees, bond counsel, and underwriters. Issuance costs paid out of private activity bond proceeds generally may not exceed 2 percent of the proceeds.

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

**Credit Enhancement.**--Fees paid for items such as bond insurance premiums, letters-of-credit fees, and other additional forms of guaranty, all of which provide additional security in a bond financing.

## Tax-Exempt Bonds, 2003-2004

*Exempt Facility Bond.*--Bond issue of which 95 percent or more of the net proceeds are used to finance a tax-exempt facility (as listed in Code sections 142(a)(1) through (13) and 142(k)). These facilities include airports, docks and wharves, mass commuting facilities, facilities for the furnishing of water, sewage facilities, solid waste disposal facilities, qualified residential rental projects, facilities for the local furnishing of electric energy or gas, local district heating or cooling facilities, qualified hazardous waste facilities, high-speed intercity rail facilities, environmental enhancements of hydroelectric generating facilities, and qualified public educational facilities. The Revenue Reconciliation Act of 1993 created a new category of bonds, qualified enterprise zone facility bonds, that may be issued for certain businesses in "empowerment zones" or "enterprise communities." Empowerment Zone and Enterprise Community designations are made by the Secretaries of Agriculture and Housing and Urban Development, and last for a 10-year period. The Taxpayer Relief Act of 1997 provided certain economically depressed census tracts within the District of Columbia designation as the "D.C. Enterprise Zone." Qualified enterprise zone facility bonds are generally subject to the same rules as exempt facility bonds. The Job Creation and Worker Assistance Act of 2002 created section 1400L of the Internal Revenue Code of 1986 to provide various tax benefits for the area of New York City damaged or affected by the terrorist attack on September 11, 2001. Section 1400L(d) authorizes the issuance of an additional type of exempt facility bond, namely, "Liberty Bonds." Liberty Bonds are subject to the following additional requirements: (a) 95 percent or more of the net proceeds of such issue must be used for qualified project costs; (b) the bond must be issued by the State of New York or any political subdivision thereof; (c) the Governor of the State of New York or the Mayor of the City of New York must designate the bond for purposes of section 1400L(d); and (d) the bond must be issued after March 9, 2002, and before January 1, 2005. The maximum aggregate face amount of bonds that may be designated as Liberty Bonds is \$8 billion.

*Governmental Bond.*--Any obligation issued by a State or local government unit that is not a private activity bond (see below). The interest on a Govern-

mental bond is excluded from gross income under section 103 of the Internal Revenue Code.

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

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

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

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

*Qualified Redevelopment Bond.*--Bond issue of which 95 percent or more of the net proceeds are used to finance certain specified real property acquisition and redevelopment in blighted areas (see Internal Revenue Code section 144(c) for additional requirements).

*Qualified Section 501(c)(3) Bond.*--Bonds issued by State and local governments to finance the activities of charitable, educational, hospital, and similar organizations that are tax-exempt under Internal Revenue Code section 501(c)(3). A bond must meet the following conditions to be classified as a section 501(c)(3) bond: 1) all property financed by the net proceeds of the bond issue is to be owned by a sec-

## Tax-Exempt Bonds, 2003-2004

tion 501(c)(3) organization or a governmental unit, and 2) the bond would not be a private activity bond if section 501(c)(3) organizations were treated as governmental units with respect to their activities that are not related trades or businesses, and the private activity bond definition was applied using a 5-percent threshold rather than a 10-percent threshold. The primary beneficiaries of these bonds are private, nonprofit hospitals, colleges, and universities. A section 501(c)(3) hospital bond issue is one in which 95 percent or more of the net proceeds are to be used for a hospital. The category of bond issues referred to as “other section 501(c)(3)” includes bond issues that are not related to hospitals.

*Qualified Small Issue Bond.*--Bond issue generally not exceeding \$1 million, and of which 95 percent or more of the net proceeds are used to finance the acquisition of land and depreciable property or to refund such issues. In certain instances, an election to take certain capital expenditures into account can increase the limit on bond size, from \$1 million to \$10 million. These bonds may only be used to finance manufacturing facilities and to benefit certain first-time farmers.

*Qualified Student Loan Bond.*--Bond issue of which 90 percent or more of the net proceeds are used to make or finance student loans under a program of general application to which the Higher Education Act of 1965 applies (see Internal Revenue Code section 144(b)(1)(A) for additional requirements), or of which 95 percent or more of the net proceeds are used to make or finance student loans under a program of general application approved by the State (see Code section 144(b)(1)(B) for additional requirements).

*Qualified Veterans' Mortgage Bond.*--In general, a bond issue of which 95 percent or more of the net proceeds are used to provide residences for veterans who: 1) served prior to January 1, 1977; and 2) applied for such a mortgage prior to the date 30 years after leaving active service or January 31, 1985, whichever is later. The payment of interest and principal must be secured by a general obligation of the State, and the bond must meet certain of the requirements of Internal Revenue Code section 143. The issuance of qualified veterans' mortgage bonds was limited to the following five States: Alaska, California, Oregon, Texas, and Wisconsin, each of

which had a veterans' mortgage bond program in effect prior to June 22, 1984.

*Tax Reform Act Transition Property Bond.*-- A bond issued under transitional rules contained in the Tax Reform Act of 1986. Proceeds from bonds issued under these rules include issues used to fund items such as pollution control facilities, parking facilities, industrial parks, sports stadiums, and convention facilities. Proceeds from other bonds issued under the transitional rules are included in this category only if they could not be identified as another issue type.

### Notes and References

Additional tax-exempt bond data, including data by type of issue, State, size of issue, and uses of proceeds, for various years can be found on the SOI Web site: <<http://www.irs.gov/taxstats>> (click on “Tax-Exempt Bonds”).

- [1] In addition, for State income tax purposes, some States allow for the exclusion of interest on bonds issued by government agencies within their own State, thus increasing the benefit to bondholders.
- [2] This estimate is based on tax-exempt bonds that will bear interest in Fiscal Year 2007, regardless of when the bonds were originally issued. Revenue loss estimates are from the annual Budget of the United States Government, Fiscal Year 2007, Analytical Perspectives, Table 19-1: Estimates of Total Income Tax Expenditures <<http://www.whitehouse.gov/omb/budget/fy2007/pdf/spec.pdf>>.
- [3] The term “State” includes the District of Columbia and any possession of the United States.
- [4] An arbitrage bond is one in which any portion of the proceeds is intentionally invested in higher-yielding investments, or is used to replace proceeds which have been intentionally invested in higher-yielding investments. Certain rules allow for arbitrage earnings with respect to tax-exempt bonds within a specified time period, so long as these earnings are rebated to the Department of the Treasury.
- [5] A registered bond is defined as: “a bond whose owner is designated on records maintained by

## Tax-Exempt Bonds, 2003-2004

a registrar, the ownership of which cannot be transferred without the registrar recording the transfer on its records.” (From the Municipal Securities Rulemaking Board’s Glossary of Municipal Securities Terms <<http://www.msrb.org/msrb1/glossary/>>.) See also Internal Revenue Code section 149(a) for additional information.

- [6] Call provisions allow the issuer to retire all or a portion of the bonds prior to the stated maturity date. Many State and local bonds were issued with call provisions that allowed the issuer to retire the bonds beginning 10 years from the date of issue, usually at par (face value) or at a small premium above par.
- [7] A transition rule allows bonds issued before the effective date of the Tax Reform Act of 1986 to be advance refunded twice (once if they had already been advance refunded one or more times before that date).
- [8] The Job Creation and Worker Assistance Act of 2002 (Public Law 107-47) included changes to tax-exempt bond law intended to provide recovery assistance to businesses in the New York City area in the aftermath of the terrorist attacks of September 11, 2001. Specifically, the new law allowed for an additional advance refunding for certain bonds that had already been advance refunded prior to September 12, 2001. The refunding bonds must have been outstanding on September 11, 2001, and at least 90 percent (95 percent for 501(c)(3) bonds) of the facilities financed under the original issue must have been located within the area designated as the “New York Liberty Zone.” (Certain facilities located outside New York City were also deemed eligible.) Qualified bonds were designated by the Governor of New York or the Mayor of New York City as “liberty advance refunding bonds.” The provision was effective for bonds issued after March 9, 2002, and before January 1, 2005. See Internal Revenue Service Notice 2002-42, 2002-27 Internal Revenue Bulletin 36, for additional information.
- [9] For 2003, the volume cap was equal to the greater of \$75 per capita or \$228.6 million. For 2004, the volume cap was the greater of \$80 per capita or \$233.8 million. Volume caps for U.S.

possessions, with the exception of Puerto Rico, are determined under Internal Revenue Code section 146(d)(4).

- [10] Obtained from the Federal Reserve Board, “Federal Statistical Release H.15: Selected Interest Rates, Historical Data” <<http://www.federalreserve.gov/releases/H15/data/m/slbond.txt>>.
- [11] Form 8038-G returns with a total issue price less than \$100,000 are excluded from the study. Issuers of these bonds are instructed to file Form 8038-GC, *Information Return for Small Tax-Exempt Governmental Bond Issues, Leases, and Installment Sales*. Statistics of Income (SOI) does not process data from Forms 8038-GC filed with the Internal Revenue Service.
- [12] The resident population estimates were released by the U.S. Bureau of the Census and published in Internal Revenue Bulletin No. 2004-11 (Notice 2004-21).
- [13] Internal Revenue Code section 141(b)(5) states that a Governmental bond will be treated as a private activity bond if: 1) the “nonqualified amount” exceeds \$15 million, but is less than the amount needed to meet any of the private activity bond tests; and 2) the issuer does not allocate a portion of its volume cap to the issue in an amount equal to the excess of such non-qualified amount over \$15 million.
- [14] For privately-owned high-speed intercity rail facilities, only 25 percent of the bonds issued are included in the volume cap calculation.
- [15] Educational facility bonds are limited to the greater of \$10 per capita or \$5 million. Liberty bonds are subject to an \$8-billion aggregate issuance limitation. Section 501(c)(3) bonds (other than qualified hospital bonds) were subject to a cap of \$150 million per organization.
- [16] Amounts subject to the volume cap were calculated using the data reported on Part II of Form 8038 for type of issue, prorated according to the percent of the issue that was new money. The types of bonds include the following: mass commuting facilities, water furnishing facilities, sewage facilities, solid waste disposal facilities, qualified residential rental projects,

## Tax-Exempt Bonds, 2003-2004

local furnishing of electric energy or gas, local district heating and cooling facilities, qualified hazardous waste facilities, high-speed inter-city rail facilities, qualified mortgage bonds, qualified small issue bonds, qualified student loan bonds, qualified redevelopment bonds, and “other bonds” (i.e., obligations for which

a specific purpose either did not apply or was not clearly indicated on the Form 8038 return). No distinction was made for Governmentally-owned solid waste facilities (which are not subject to the volume cap), and, as a result, estimated amounts subject to the cap could be slightly overstated.

# Tax-Exempt Bonds, 2003-2004

**Table 1.--Volume of Governmental Bonds by Type and Term of Issue, 2003 and 2004**

[Money amounts are in millions of dollars]

| Type and term of issue              | Issue year    |                |               |                |
|-------------------------------------|---------------|----------------|---------------|----------------|
|                                     | 2003          |                | 2004          |                |
|                                     | Number        | Amount         | Number        | Amount         |
|                                     | (1)           | (2)            | (3)           | (4)            |
| <b>All issues, total [1].....</b>   | <b>28,085</b> | <b>353,994</b> | <b>25,889</b> | <b>330,413</b> |
| Short-term.....                     | 7,485         | 71,380         | 6,992         | 60,931         |
| Long-term.....                      | 20,600        | 282,614        | 18,897        | 269,481        |
| <b>New money issues, total.....</b> | <b>20,600</b> | <b>216,503</b> | <b>19,649</b> | <b>208,201</b> |
| Short-term.....                     | 5,753         | 61,751         | 5,230         | 50,484         |
| Long-term.....                      | 14,847        | 154,752        | 14,419        | 157,717        |
| <b>Refunding issues, total.....</b> | <b>10,086</b> | <b>137,491</b> | <b>8,424</b>  | <b>122,212</b> |
| Short-term.....                     | 2,341         | 9,629          | 2,372         | 10,448         |
| Long-term.....                      | 7,745         | 127,862        | 6,052         | 111,764        |

[1] A given bond issue can include both new money and refunding proceeds. Thus, the number of new money issues plus the number of refunding issues will not always equal the number of total issues. However, the money amounts are additive to the totals.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 2.--Long-Term Governmental Bonds, by Purpose of Bond and Type of Issue, 2003 and 2004**

[Money amounts are in millions of dollars]

| Purpose of bond                              | 2003          |                |                         |                  |                |                         |                  |                |                         |
|--|---------------|----------------|-------------------------|------------------|----------------|-------------------------|------------------|----------------|-------------------------|
|  | All issues    |                |                         | New money issues |                |                         | Refunding issues |                |                         |
|  | Number        | Amount         | Percent of total amount | Number           | Amount         | Percent of total amount | Number           | Amount         | Percent of total amount |
|  | (1)           | (2)            | (3)                     | (4)              | (5)            | (6)                     | (7)              | (8)            | (9)                     |
| <b>Total [1].....</b>                        | <b>20,600</b> | <b>282,614</b> | <b>100.0</b>            | <b>14,847</b>    | <b>154,752</b> | <b>100.0</b>            | <b>7,745</b>     | <b>127,862</b> | <b>100.0</b>            |
| Education.....                               | 6,672         | 82,368         | 29.1                    | 4,653            | 51,309         | 33.2                    | 2,626            | 31,060         | 24.3                    |
| Health and hospital.....                     | 505           | 5,386          | 1.9                     | 403              | 2,478          | 1.6                     | 147              | 2,908          | 2.3                     |
| Transportation.....                          | 1,254         | 33,973         | 12.0                    | 983              | 17,660         | 11.4                    | 430              | 16,313         | 12.8                    |
| Public safety.....                           | 2,358         | 7,877          | 2.8                     | 2,082            | 4,754          | 3.1                     | 421              | 3,123          | 2.4                     |
| Environment.....                             | 1,717         | 17,944         | 6.3                     | 1,121            | 7,800          | 5.0                     | 836              | 10,145         | 7.9                     |
| Housing.....                                 | 203           | 2,572          | 0.9                     | 156              | 1,809          | 1.2                     | 69               | 763            | 0.6                     |
| Utilities.....                               | 2,721         | 44,601         | 15.8                    | 1,673            | 17,132         | 11.1                    | 1,437            | 27,468         | 21.5                    |
| Bond and tax/revenue anticipation notes..... | 335           | 2,981          | 1.1                     | 292              | 1,585          | 1.0                     | 99               | 1,397          | 1.1                     |
| Other bond purposes [2].....                 | 6,087         | 84,912         | 30.0                    | 4,415            | 50,225         | 32.5                    | 2,433            | 34,687         | 27.1                    |

| Purpose of bond                              | 2004          |                |                         |                  |                |                         |                  |                |                         |
|--|---------------|----------------|-------------------------|------------------|----------------|-------------------------|------------------|----------------|-------------------------|
|  | All issues    |                |                         | New money issues |                |                         | Refunding issues |                |                         |
|  | Number        | Amount         | Percent of total amount | Number           | Amount         | Percent of total amount | Number           | Amount         | Percent of total amount |
|  | (10)          | (11)           | (12)                    | (13)             | (14)           | (15)                    | (16)             | (17)           | (18)                    |
| <b>Total [1].....</b>                        | <b>18,897</b> | <b>269,481</b> | <b>100.0</b>            | <b>14,419</b>    | <b>157,717</b> | <b>100.0</b>            | <b>6,052</b>     | <b>111,764</b> | <b>100.0</b>            |
| Education.....                               | 6,154         | 80,630         | 29.9                    | 4,553            | 49,837         | 31.6                    | 2,064            | 30,793         | 27.6                    |
| Health and hospital.....                     | 471           | 5,481          | 2.0                     | 396              | 3,788          | 2.4                     | 113              | 1,693          | 1.5                     |
| Transportation.....                          | 1,244         | 31,934         | 11.9                    | 995              | 20,148         | 12.8                    | 420              | 11,786         | 10.5                    |
| Public safety.....                           | 2,180         | 5,819          | 2.2                     | 1,933            | 3,715          | 2.4                     | 380              | 2,104          | 1.9                     |
| Environment.....                             | 1,501         | 18,746         | 7.0                     | 1,062            | 11,798         | 7.5                     | 649              | 6,948          | 6.2                     |
| Housing.....                                 | 184           | 1,293          | 0.5                     | 138              | 931            | 0.6                     | 67               | 362            | 0.3                     |
| Utilities.....                               | 2,309         | 28,701         | 10.7                    | 1,537            | 12,467         | 7.9                     | 1,047            | 16,234         | 14.5                    |
| Bond and tax/revenue anticipation notes..... | 312           | 1,593          | 0.6                     | 295              | 1,024          | 0.6                     | 40               | 569            | 0.5                     |
| Other bond purposes [2].....                 | 5,814         | 95,285         | 35.4                    | 4,403            | 54,008         | 34.2                    | 2,003            | 41,276         | 36.9                    |

[1] A given issue can include more than one purpose and can include both new money and refunding proceeds. Thus, the summation of number of issues by purpose or by type of issue will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[2] For purposes of this table, "other bond purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G return.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 3.--Computation of Lendable Proceeds for Long-Term Governmental Bonds, by Purpose of Bond, 2003 and 2004**

[Money amounts are in millions of dollars]

| Issue year           | Purpose of bond                             | Entire issue price |                | Bond issuance costs |              | Credit enhancement |              | Allocation to reserve fund |              |
|----------------------|---|--------------------|----------------|---------------------|--------------|--------------------|--------------|----------------------------|--------------|
|                      |   | Number             | Amount         | Number              | Amount       | Number             | Amount       | Number                     | Amount       |
|                      |   | (1)                | (2)            | (3)                 | (4)          | (5)                | (6)          | (7)                        | (8)          |
| <b>2003</b>          | <b>Total [1].....</b>                       | <b>20,600</b>      | <b>282,614</b> | <b>13,661</b>       | <b>2,577</b> | <b>5,562</b>       | <b>1,213</b> | <b>1,563</b>               | <b>3,499</b> |
|                      | Education.....                              | 6,672              | 82,368         | 4,595               | 717          | 2,211              | 223          | 244                        | 304          |
|                      | Health and hospital.....                    | 505                | 5,386          | 246                 | 47           | d                  | d            | d                          | d            |
|                      | Transportation.....                         | 1,254              | 33,973         | 893                 | 256          | 346                | 215          | 101                        | 403          |
|                      | Public safety.....                          | 2,358              | 7,877          | 822                 | 82           | 297                | 28           | 57                         | 64           |
|                      | Environment.....                            | 1,717              | 17,944         | 1,261               | 174          | 484                | 74           | 153                        | 196          |
|                      | Housing.....                                | 203                | 2,572          | 141                 | 32           | 39                 | 14           | 40                         | 91           |
|                      | Utilities.....                              | 2,721              | 44,601         | 2,242               | 435          | 955                | 228          | 399                        | 633          |
|                      | Bond and tax/revenue anticipation notes.... | 335                | 2,981          | 261                 | 13           | d                  | d            | d                          | d            |
| Other bonds [2]..... | 6,087                                       | 84,912             | 4,385          | 821                 | 1,679        | 376                | 575          | 1,753                      |              |
| <b>2004</b>          | <b>Total [1].....</b>                       | <b>18,897</b>      | <b>269,481</b> | <b>12,330</b>       | <b>2,363</b> | <b>5,148</b>       | <b>1,007</b> | <b>1,458</b>               | <b>2,568</b> |
|                      | Education.....                              | 6,154              | 80,630         | 4,122               | 729          | 2,146              | 198          | 280                        | 325          |
|                      | Health and hospital.....                    | 471                | 5,481          | 226                 | 50           | 80                 | 48           | 35                         | 106          |
|                      | Transportation.....                         | 1,244              | 31,934         | 901                 | 243          | 369                | 168          | 106                        | 436          |
|                      | Public safety.....                          | 2,180              | 5,819          | 749                 | 56           | 294                | 26           | 50                         | 45           |
|                      | Environment.....                            | 1,501              | 18,746         | 1,091               | 165          | 396                | 49           | 157                        | 347          |
|                      | Housing.....                                | 184                | 1,293          | 119                 | 19           | d                  | d            | d                          | d            |
|                      | Utilities.....                              | 2,309              | 28,701         | 1,878               | 308          | 785                | 149          | 307                        | 364          |
|                      | Bond and tax/revenue anticipation notes.... | 312                | 1,593          | 229                 | 6            | d                  | d            | d                          | d            |
| Other bonds [2]..... | 5,814                                       | 95,285             | 4,183          | 787                 | 1,596        | 358                | 518          | 917                        |              |

| Issue year           | Purpose of bond                             | Total lendable proceeds |                | Proceeds used to refund prior issues |                | Nonrefunding proceeds |                |
|----------------------|---|-------------------------|----------------|--------------------------------------|----------------|-----------------------|----------------|
|                      |   | Number                  | Amount         | Number                               | Amount         | Number                | Amount         |
|                      |   | (9)                     | (10)           | (11)                                 | (12)           | (13)                  | (14)           |
| <b>2003</b>          | <b>Total [1].....</b>                       | <b>20,600</b>           | <b>275,326</b> | <b>7,745</b>                         | <b>125,379</b> | <b>14,847</b>         | <b>149,946</b> |
|                      | Education.....                              | 6,672                   | 81,124         | 2,626                                | 30,633         | 4,653                 | 50,491         |
|                      | Health and hospital.....                    | 505                     | 5,233          | 147                                  | 2,840          | 403                   | 2,393          |
|                      | Transportation.....                         | 1,254                   | 33,098         | 430                                  | 15,929         | 983                   | 17,169         |
|                      | Public safety.....                          | 2,358                   | 7,703          | 421                                  | 3,074          | 2,082                 | 4,629          |
|                      | Environment.....                            | 1,717                   | 17,500         | 836                                  | 9,939          | 1,121                 | 7,562          |
|                      | Housing.....                                | 203                     | 2,435          | 69                                   | 744            | 156                   | 1,691          |
|                      | Utilities.....                              | 2,721                   | 43,304         | 1,437                                | 26,874         | 1,673                 | 16,429         |
|                      | Bond and tax/revenue anticipation notes.... | 335                     | 2,967          | 99                                   | 1,391          | 292                   | 1,576          |
| Other bonds [2]..... | 6,087                                       | 81,961                  | 2,433          | 33,956                               | 4,415          | 48,006                |                |
| <b>2004</b>          | <b>Total [1].....</b>                       | <b>18,897</b>           | <b>263,543</b> | <b>6,052</b>                         | <b>109,772</b> | <b>14,419</b>         | <b>153,771</b> |
|                      | Education.....                              | 6,154                   | 79,378         | 2,064                                | 30,416         | 4,553                 | 48,961         |
|                      | Health and hospital.....                    | 471                     | 5,276          | 113                                  | 1,643          | 396                   | 3,634          |
|                      | Transportation.....                         | 1,244                   | 31,087         | 420                                  | 11,525         | 995                   | 19,561         |
|                      | Public safety.....                          | 2,180                   | 5,692          | 380                                  | 2,064          | 1,933                 | 3,629          |
|                      | Environment.....                            | 1,501                   | 18,185         | 649                                  | 6,751          | 1,062                 | 11,435         |
|                      | Housing.....                                | 184                     | 1,239          | 67                                   | 350            | 138                   | 889            |
|                      | Utilities.....                              | 2,309                   | 27,881         | 1,047                                | 15,919         | 1,537                 | 11,962         |
|                      | Bond and tax/revenue anticipation notes.... | 312                     | 1,583          | 40                                   | 565            | 295                   | 1,019          |
| Other bonds [2]..... | 5,814                                       | 93,222                  | 2,003          | 40,540                               | 4,403          | 52,682                |                |

d - Data were deleted to avoid disclosure of information for specific bonds. However, the data are included in the appropriate totals.

[1] A given bond issue can include more than one purpose and can include both new money and refunding proceeds. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[2] For purposes of this table, "other bonds" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G return.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 4.--New Money Long-Term Governmental Bonds, by Purpose of Bond and Size of Entire Issue, 2003 and 2004**

[Money amounts are in millions of dollars, except for size of entire issue, which is in whole dollars]

| Issue year  | Purpose of bond                              | All issues    |                | Size of entire issue |              |                             |              |                               |              |
|-------------|--|---------------|----------------|----------------------|--------------|-----------------------------|--------------|-------------------------------|--------------|
|             |  |               |                | Under \$500,000 [1]  |              | \$500,000 under \$1,000,000 |              | \$1,000,000 under \$5,000,000 |              |
|             |  | Number        | Amount         | Number               | Amount       | Number                      | Amount       | Number                        | Amount       |
|             |  | (1)           | (2)            | (3)                  | (4)          | (5)                         | (6)          | (7)                           | (8)          |
| <b>2003</b> | <b>Total [2].....</b>                        | <b>14,847</b> | <b>154,752</b> | <b>5,373</b>         | <b>1,268</b> | <b>1,849</b>                | <b>1,245</b> | <b>3,744</b>                  | <b>8,257</b> |
|             | Education.....                               | 4,653         | 51,309         | 1,531                | 367          | 514                         | 355          | 1,061                         | 2,340        |
|             | Health and hospital.....                     | 403           | 2,478          | 141                  | 32           | 55                          | 38           | 105                           | 215          |
|             | Transportation.....                          | 983           | 17,660         | 332                  | 71           | 114                         | 72           | 257                           | 435          |
|             | Public safety.....                           | 2,082         | 4,754          | 1,284                | 288          | 274                         | 183          | 279                           | 498          |
|             | Environment.....                             | 1,121         | 7,800          | 296                  | 69           | 157                         | 95           | 353                           | 665          |
|             | Housing.....                                 | 156           | 1,809          | d                    | d            | 15                          | 9            | 58                            | 137          |
|             | Utilities.....                               | 1,673         | 17,132         | 371                  | 90           | 218                         | 131          | 589                           | 1,185        |
|             | Bond and tax/revenue anticipation notes..... | 292           | 1,585          | d                    | d            | 43                          | 30           | 120                           | 308          |
|             | Other bond purposes [3].....                 | 4,415         | 50,225         | 1,406                | 333          | 510                         | 331          | 1,215                         | 2,474        |
| <b>2004</b> | <b>Total [2].....</b>                        | <b>14,419</b> | <b>157,717</b> | <b>5,279</b>         | <b>1,249</b> | <b>1,753</b>                | <b>1,181</b> | <b>3,613</b>                  | <b>8,180</b> |
|             | Education.....                               | 4,553         | 49,837         | 1,530                | 354          | 457                         | 314          | 1,023                         | 2,375        |
|             | Health and hospital.....                     | 396           | 3,788          | 127                  | 33           | 47                          | 31           | 118                           | 246          |
|             | Transportation.....                          | 995           | 20,148         | 293                  | 64           | 127                         | 73           | 260                           | 467          |
|             | Public safety.....                           | 1,933         | 3,715          | 1,204                | 270          | 232                         | 153          | 292                           | 512          |
|             | Environment.....                             | 1,062         | 11,798         | 308                  | 76           | 142                         | 86           | 278                           | 473          |
|             | Housing.....                                 | 138           | 931            | 23                   | 6            | 17                          | 10           | 67                            | 154          |
|             | Utilities.....                               | 1,537         | 12,467         | 322                  | 84           | 209                         | 127          | 547                           | 1,159        |
|             | Bond and tax/revenue anticipation notes..... | 295           | 1,024          | 55                   | 16           | 52                          | 33           | 136                           | 308          |
|             | Other bond purposes [3].....                 | 4,403         | 54,008         | 1,459                | 346          | 538                         | 354          | 1,158                         | 2,486        |

| Issue year  | Purpose of bond                              | Size of entire issue--continued |              |                                 |               |                                 |               |                      |               |
|-------------|--|---------------------------------|--------------|---------------------------------|---------------|---------------------------------|---------------|----------------------|---------------|
|             |  | \$5,000,000 under \$10,000,000  |              | \$10,000,000 under \$25,000,000 |               | \$25,000,000 under \$75,000,000 |               | \$75,000,000 or more |               |
|             |  | Number                          | Amount       | Number                          | Amount        | Number                          | Amount        | Number               | Amount        |
|             |  | (9)                             | (10)         | (11)                            | (12)          | (13)                            | (14)          | (15)                 | (16)          |
| <b>2003</b> | <b>Total [2].....</b>                        | <b>1,454</b>                    | <b>9,000</b> | <b>1,194</b>                    | <b>15,817</b> | <b>788</b>                      | <b>27,413</b> | <b>445</b>           | <b>91,751</b> |
|             | Education.....                               | 507                             | 3,257        | 543                             | 7,129         | 348                             | 12,273        | 149                  | 25,589        |
|             | Health and hospital.....                     | 34                              | 178          | 23                              | 274           | 27                              | 858           | 18                   | 883           |
|             | Transportation.....                          | 96                              | 442          | 73                              | 728           | 38                              | 1,041         | 73                   | 14,870        |
|             | Public safety.....                           | 97                              | 486          | 78                              | 593           | 40                              | 840           | 30                   | 1,866         |
|             | Environment.....                             | 132                             | 560          | 79                              | 579           | 58                              | 1,611         | 46                   | 4,220         |
|             | Housing.....                                 | 19                              | 93           | d                               | d             | 12                              | 315           | 10                   | 1,084         |
|             | Utilities.....                               | 204                             | 1,040        | 131                             | 1,378         | 85                              | 2,537         | 75                   | 10,772        |
|             | Bond and tax/revenue anticipation notes..... | 37                              | 234          | d                               | d             | 23                              | 469           | 5                    | 265           |
|             | Other bond purposes [3].....                 | 496                             | 2,710        | 401                             | 4,706         | 250                             | 7,468         | 137                  | 32,203        |
| <b>2004</b> | <b>Total [2].....</b>                        | <b>1,378</b>                    | <b>8,977</b> | <b>1,182</b>                    | <b>16,279</b> | <b>777</b>                      | <b>28,694</b> | <b>437</b>           | <b>93,158</b> |
|             | Education.....                               | 502                             | 3,380        | 507                             | 6,958         | 389                             | 13,738        | 145                  | 22,718        |
|             | Health and hospital.....                     | 25                              | 155          | 30                              | 351           | 24                              | 753           | 25                   | 2,220         |
|             | Transportation.....                          | 95                              | 447          | 69                              | 652           | 69                              | 1,733         | 82                   | 16,711        |
|             | Public safety.....                           | 82                              | 420          | 58                              | 569           | 40                              | 601           | 25                   | 1,190         |
|             | Environment.....                             | 117                             | 574          | 95                              | 838           | 65                              | 1,559         | 57                   | 8,191         |
|             | Housing.....                                 | 7                               | 48           | 14                              | 169           | d                               | d             | d                    | d             |
|             | Utilities.....                               | 182                             | 1,027        | 123                             | 1,515         | 103                             | 3,246         | 51                   | 5,308         |
|             | Bond and tax/revenue anticipation notes..... | 36                              | 220          | 12                              | 126           | d                               | d             | d                    | d             |
|             | Other bond purposes [3].....                 | 468                             | 2,704        | 418                             | 5,102         | 223                             | 6,961         | 139                  | 36,056        |

d - Data were deleted to avoid disclosure of information for specific bonds. However, the data are included in the appropriate totals.

[1] Form 8038-G returns with an entire issue price less than \$100,000 are excluded from the study. Issuers of these bonds are instructed to file Form 8038-GC, *Information Return for Small Tax-Exempt Governmental Bond Issues, Leases, and Installment Sales*. Statistics of Income (SOI) does not process data from the Forms 8038-GC filed with the Internal Revenue Service.

[2] A given bond issue can include more than one "purpose." Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[3] For purposes of this table, "other bond purposes" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G return.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 5.--New Money Long-Term Governmental Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004**

[Money amounts are in millions of dollars]

| State of issue            | Total [1]     |                |               |                | Selected purpose of bond |               |              |               |
|---------------------------|---------------|----------------|---------------|----------------|--------------------------|---------------|--------------|---------------|
|                           | 2003          |                | 2004          |                | 2003                     |               | 2004         |               |
|                           | Number        | Amount         | Number        | Amount         | Number                   | Amount        | Number       | Amount        |
|                           | (1)           | (2)            | (3)           | (4)            | (5)                      | (6)           | (7)          | (8)           |
| <b>All States.....</b>    | <b>14,847</b> | <b>154,752</b> | <b>14,419</b> | <b>157,717</b> | <b>4,653</b>             | <b>51,309</b> | <b>4,553</b> | <b>49,837</b> |
| Alabama.....              | 283           | 1,623          | 257           | 1,708          | 55                       | 665           | 53           | 1,151         |
| Alaska.....               | 36            | 945            | 32            | 594            | 8                        | 559           | 7            | 159           |
| Arizona.....              | 241           | 3,046          | 262           | 3,572          | 89                       | 1,281         | 108          | 1,054         |
| Arkansas.....             | 250           | 759            | 210           | 1,043          | 131                      | 437           | 95           | 577           |
| California.....           | 1,185         | 28,580         | 1,096         | 33,501         | 480                      | 11,870        | 503          | 9,623         |
| Colorado.....             | 289           | 2,791          | 334           | 3,765          | 70                       | 906           | 62           | 1,296         |
| Connecticut.....          | 117           | 2,114          | 131           | 2,317          | 52                       | 440           | 62           | 320           |
| Delaware.....             | 20            | 501            | 36            | 395            | 5                        | 187           | 5            | 133           |
| District of Columbia..... | 6             | 866            | d             | d              | 0                        | 0             | 0            | 0             |
| Florida.....              | 501           | 9,016          | 497           | 6,734          | 73                       | 2,950         | 55           | 1,957         |
| Georgia.....              | 272           | 2,683          | 264           | 4,163          | 66                       | 788           | 60           | 980           |
| Hawaii.....               | 20            | 592            | 14            | 639            | d                        | d             | 0            | 0             |
| Idaho.....                | 125           | 317            | 101           | 180            | 29                       | 207           | 20           | 91            |
| Illinois.....             | 761           | 6,299          | 732           | 6,773          | 338                      | 2,034         | 319          | 1,598         |
| Indiana.....              | 410           | 2,900          | 381           | 3,001          | 181                      | 1,843         | 140          | 1,229         |
| Iowa.....                 | 378           | 925            | 320           | 970            | 93                       | 262           | 84           | 395           |
| Kansas.....               | 259           | 846            | 238           | 1,587          | 47                       | 301           | 53           | 231           |
| Kentucky.....             | 212           | 921            | 295           | 1,262          | 89                       | 440           | 163          | 692           |
| Louisiana.....            | 246           | 1,839          | 218           | 1,689          | 45                       | 322           | 39           | 508           |
| Maine.....                | 140           | 280            | 130           | 303            | 66                       | 71            | 63           | 57            |
| Maryland.....             | 143           | 2,885          | 154           | 2,087          | 49                       | 1,046         | 43           | 512           |
| Massachusetts.....        | 221           | 2,867          | 229           | 3,403          | 65                       | 392           | 81           | 633           |
| Michigan.....             | 582           | 4,263          | 543           | 4,050          | 163                      | 1,941         | 170          | 2,364         |
| Minnesota.....            | 596           | 2,403          | 642           | 3,142          | 86                       | 413           | 110          | 757           |
| Mississippi.....          | 173           | 526            | 235           | 661            | 45                       | 134           | 43           | 274           |
| Missouri.....             | 313           | 2,205          | 325           | 1,714          | 107                      | 896           | 94           | 457           |
| Montana.....              | 70            | 138            | 53            | 131            | 13                       | 32            | 13           | 66            |
| Nebraska.....             | 465           | 1,417          | 498           | 465            | 52                       | 326           | 29           | 77            |
| Nevada.....               | 77            | 1,684          | 68            | 1,540          | 16                       | 583           | 22           | 633           |
| New Hampshire.....        | 69            | 651            | 72            | 282            | 16                       | 247           | 16           | 66            |
| New Jersey.....           | 458           | 6,940          | 370           | 8,137          | 209                      | 2,001         | 159          | 3,207         |
| New Mexico.....           | 127           | 763            | 139           | 1,973          | 52                       | 219           | 42           | 205           |
| New York.....             | 688           | 17,744         | 691           | 12,076         | 321                      | 2,151         | 304          | 1,457         |
| North Carolina.....       | 397           | 3,567          | 424           | 3,636          | 65                       | 1,531         | 71           | 1,525         |
| North Dakota.....         | 124           | 266            | 98            | 219            | 35                       | 41            | 25           | 75            |
| Ohio.....                 | 403           | 3,103          | 395           | 4,916          | 145                      | 1,687         | 125          | 1,915         |
| Oklahoma.....             | 280           | 1,252          | 308           | 1,184          | 197                      | 422           | 214          | 548           |
| Oregon.....               | 145           | 1,478          | 113           | 999            | 36                       | 316           | 32           | 199           |
| Pennsylvania.....         | 629           | 5,622          | 599           | 4,332          | 238                      | 2,659         | 244          | 1,977         |
| Rhode Island.....         | 39            | 543            | 46            | 470            | 9                        | 86            | 14           | 133           |
| South Carolina.....       | 269           | 2,035          | 259           | 2,190          | 66                       | 865           | 75           | 643           |
| South Dakota.....         | 64            | 194            | 78            | 181            | 19                       | 75            | 29           | 89            |
| Tennessee.....            | 181           | 2,399          | 182           | 1,480          | 27                       | 185           | 28           | 271           |
| Texas.....                | 1,154         | 9,358          | 1,151         | 11,318         | 366                      | 4,424         | 376          | 6,303         |
| Utah.....                 | 188           | 956            | 143           | 843            | 41                       | 390           | 31           | 317           |
| Vermont.....              | 46            | 143            | d             | d              | 10                       | 47            | d            | d             |
| Virginia.....             | 292           | 2,624          | 252           | 3,677          | 69                       | 1,074         | 88           | 1,471         |
| Washington.....           | 284           | 3,809          | 225           | 3,654          | 80                       | 979           | 61           | 720           |
| West Virginia.....        | 101           | 240            | 105           | 739            | 22                       | 91            | 22           | 563           |
| Wisconsin.....            | 469           | 2,157          | 377           | 1,804          | 100                      | 481           | 74           | 275           |
| Wyoming.....              | 37            | 37             | 44            | 71             | d                        | d             | 22           | 32            |
| U.S. Possessions [2]..... | 12            | 2,636          | 8             | 1,376          | 0                        | 0             | d            | d             |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 5.--New Money Long-Term Governmental Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| State of issue            | Selected purpose of bond--continued |              |            |              |                |               |            |               |
|---------------------------|-------------------------------------|--------------|------------|--------------|----------------|---------------|------------|---------------|
|                           | Health and hospital                 |              |            |              | Transportation |               |            |               |
|                           | 2003                                |              | 2004       |              | 2003           |               | 2004       |               |
|                           | Number                              | Amount       | Number     | Amount       | Number         | Amount        | Number     | Amount        |
| (9)                       | (10)                                | (11)         | (12)       | (13)         | (14)           | (15)          | (16)       |               |
| <b>All States.....</b>    | <b>403</b>                          | <b>2,478</b> | <b>396</b> | <b>3,788</b> | <b>983</b>     | <b>17,660</b> | <b>995</b> | <b>20,148</b> |
| Alabama.....              | 11                                  | 73           | 13         | 45           | 10             | 31            | 18         | 52            |
| Alaska.....               | d                                   | d            | 3          | 31           | 10             | 158           | 6          | 64            |
| Arizona.....              | d                                   | d            | 3          | 17           | 37             | 599           | 16         | 939           |
| Arkansas.....             | 13                                  | 43           | 11         | 17           | 7              | 30            | 10         | 100           |
| California.....           | 59                                  | 97           | 45         | 911          | 43             | 1,816         | 43         | 2,036         |
| Colorado.....             | 10                                  | 209          | 14         | 234          | 18             | 200           | 51         | 608           |
| Connecticut.....          | 3                                   | 150          | 0          | 0            | 8              | 9             | 13         | 227           |
| Delaware.....             | d                                   | d            | 0          | 0            | 3              | 236           | 16         | 108           |
| District of Columbia..... | 0                                   | 0            | 0          | 0            | d              | d             | 0          | 0             |
| Florida.....              | 5                                   | 140          | d          | d            | 35             | 1,271         | 42         | 894           |
| Georgia.....              | 8                                   | 36           | 12         | 145          | 6              | 445           | 7          | 589           |
| Hawaii.....               | 9                                   | 7            | 9          | 20           | 0              | 0             | 0          | 0             |
| Idaho.....                | 9                                   | 18           | 6          | 5            | 26             | 5             | 24         | 8             |
| Illinois.....             | 11                                  | 42           | 11         | 81           | 34             | 977           | 29         | 801           |
| Indiana.....              | 6                                   | 151          | 11         | 161          | 28             | 384           | 27         | 474           |
| Iowa.....                 | 12                                  | 35           | 12         | 29           | 39             | 100           | 29         | 23            |
| Kansas.....               | 9                                   | 10           | 12         | 6            | 51             | 46            | 48         | 735           |
| Kentucky.....             | 4                                   | 1            | 4          | 15           | 6              | 7             | 6          | 17            |
| Louisiana.....            | 18                                  | 109          | 20         | 115          | 20             | 121           | 8          | 82            |
| Maine.....                | d                                   | d            | d          | d            | 18             | 80            | 12         | 101           |
| Maryland.....             | 9                                   | 30           | 5          | 11           | 15             | 493           | 23         | 709           |
| Massachusetts.....        | d                                   | d            | 9          | 15           | 13             | 32            | 32         | 403           |
| Michigan.....             | 14                                  | 49           | 8          | 69           | 53             | 153           | 28         | 241           |
| Minnesota.....            | 12                                  | 50           | 10         | 30           | 33             | 110           | 46         | 247           |
| Mississippi.....          | 8                                   | 37           | 10         | 48           | 5              | 21            | 16         | 21            |
| Missouri.....             | 10                                  | 155          | 18         | 26           | 22             | 407           | 41         | 148           |
| Montana.....              | d                                   | d            | 0          | 0            | 11             | 13            | 3          | 1             |
| Nebraska.....             | 7                                   | 5            | 9          | 22           | 19             | 6             | 24         | 46            |
| Nevada.....               | d                                   | d            | d          | d            | 9              | 342           | 4          | 383           |
| New Hampshire.....        | 0                                   | 0            | d          | d            | 5              | 10            | 10         | 9             |
| New Jersey.....           | 5                                   | 41           | 4          | 13           | 12             | 1,313         | 15         | 1,300         |
| New Mexico.....           | d                                   | d            | 7          | 292          | d              | d             | 6          | 779           |
| New York.....             | 16                                  | 12           | 14         | 353          | 40             | 3,419         | 55         | 3,554         |
| North Carolina.....       | 10                                  | 219          | 7          | 21           | 11             | 485           | 16         | 352           |
| North Dakota.....         | d                                   | d            | d          | d            | 7              | 18            | d          | d             |
| Ohio.....                 | 16                                  | 96           | 8          | 34           | 24             | 33            | 31         | 501           |
| Oklahoma.....             | 7                                   | 23           | 3          | 1            | 9              | 57            | 12         | 58            |
| Oregon.....               | 3                                   | 5            | 3          | 1            | 13             | 22            | 6          | 305           |
| Pennsylvania.....         | 5                                   | 5            | d          | d            | 32             | 932           | 22         | 427           |
| Rhode Island.....         | 0                                   | 0            | d          | d            | 3              | 292           | d          | d             |
| South Carolina.....       | 16                                  | 251          | 6          | 195          | 9              | 22            | 12         | 607           |
| South Dakota.....         | 0                                   | 0            | d          | d            | 9              | 3             | 16         | 5             |
| Tennessee.....            | 6                                   | 141          | 6          | 34           | 9              | 4             | 9          | 38            |
| Texas.....                | 24                                  | 70           | 15         | 157          | 55             | 589           | 52         | 586           |
| Utah.....                 | 4                                   | 14           | 4          | 8            | 14             | 232           | 5          | 56            |
| Vermont.....              | 0                                   | 0            | 0          | 0            | d              | d             | 0          | 0             |
| Virginia.....             | 10                                  | 14           | 8          | 21           | 19             | 93            | 9          | 155           |
| Washington.....           | 11                                  | 35           | 31         | 449          | 19             | 768           | 14         | 596           |
| West Virginia.....        | d                                   | d            | 4          | 12           | d              | d             | d          | d             |
| Wisconsin.....            | 6                                   | 7            | 5          | 4            | 103            | 514           | 67         | 385           |
| Wyoming.....              | d                                   | d            | 3          | 7            | d              | d             | d          | d             |
| U.S. Possessions [2]..... | d                                   | d            | 0          | 0            | d              | d             | d          | d             |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 5.--New Money Long-Term Governmental Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| State of issue            | Selected purpose of bond--continued |                |                |                |                |                |                |                |
|---------------------------|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|                           | Public safety                       |                |                |                | Environment    |                |                |                |
|                           | 2003                                |                | 2004           |                | 2003           |                | 2004           |                |
|                           | Number<br>(17)                      | Amount<br>(18) | Number<br>(19) | Amount<br>(20) | Number<br>(21) | Amount<br>(22) | Number<br>(23) | Amount<br>(24) |
| <b>All States.....</b>    | <b>2,082</b>                        | <b>4,754</b>   | <b>1,933</b>   | <b>3,715</b>   | <b>1,121</b>   | <b>7,800</b>   | <b>1,062</b>   | <b>11,798</b>  |
| Alabama.....              | 48                                  | 82             | 34             | 83             | 10             | 120            | 8              | 9              |
| Alaska.....               | 4                                   | 2              | 4              | 1              | 0              | 0              | d              | d              |
| Arizona.....              | 36                                  | 46             | 32             | 126            | 12             | 195            | 8              | 286            |
| Arkansas.....             | 19                                  | 26             | 16             | 71             | 12             | 10             | 18             | 62             |
| California.....           | 102                                 | 1,053          | 86             | 672            | 41             | 1,030          | 50             | 2,182          |
| Colorado.....             | 49                                  | 53             | 61             | 160            | 7              | 15             | 10             | 17             |
| Connecticut.....          | 24                                  | 20             | 26             | 21             | 13             | 27             | 18             | 13             |
| Delaware.....             | d                                   | d              | 10             | 9              | 7              | 14             | 5              | 33             |
| District of Columbia..... | d                                   | d              | d              | d              | d              | d              | d              | d              |
| Florida.....              | 100                                 | 118            | 65             | 127            | 16             | 489            | 22             | 108            |
| Georgia.....              | 52                                  | 155            | 44             | 119            | 61             | 403            | 66             | 1,472          |
| Hawaii.....               | 0                                   | 0              | 0              | 0              | 0              | 0              | 0              | 0              |
| Idaho.....                | 15                                  | 7              | 14             | 7              | 17             | 17             | 11             | 26             |
| Illinois.....             | 53                                  | 162            | 57             | 174            | 36             | 232            | 29             | 232            |
| Indiana.....              | 71                                  | 117            | 69             | 195            | 23             | 92             | 28             | 499            |
| Iowa.....                 | 23                                  | 15             | 19             | 11             | 41             | 101            | 29             | 131            |
| Kansas.....               | 32                                  | 45             | 20             | 21             | 33             | 13             | 33             | 163            |
| Kentucky.....             | 30                                  | 22             | 33             | 41             | 15             | 10             | 5              | 109            |
| Louisiana.....            | 46                                  | 50             | 51             | 84             | 24             | 180            | 22             | 195            |
| Maine.....                | 21                                  | 7              | 27             | 18             | 8              | 11             | 7              | 12             |
| Maryland.....             | 38                                  | 105            | 25             | 89             | 26             | 248            | 37             | 251            |
| Massachusetts.....        | 38                                  | 35             | 39             | 27             | 46             | 355            | 40             | 515            |
| Michigan.....             | 65                                  | 74             | 43             | 61             | 91             | 1,007          | 101            | 691            |
| Minnesota.....            | 39                                  | 116            | 19             | 57             | 40             | 96             | 48             | 214            |
| Mississippi.....          | 16                                  | 21             | 22             | 6              | 5              | 1              | 7              | 1              |
| Missouri.....             | 47                                  | 90             | 55             | 75             | 26             | 176            | 23             | 290            |
| Montana.....              | 4                                   | 8              | 3              | [3]            | 16             | 18             | 13             | 15             |
| Nebraska.....             | 21                                  | 9              | 23             | 17             | 13             | 64             | 8              | 6              |
| Nevada.....               | 7                                   | 40             | d              | d              | 13             | 110            | 10             | 320            |
| New Hampshire.....        | 12                                  | 24             | 19             | 19             | 6              | 10             | 9              | 13             |
| New Jersey.....           | 56                                  | 163            | 85             | 80             | 20             | 210            | 16             | 230            |
| New Mexico.....           | 32                                  | 23             | 31             | 29             | 8              | 16             | 11             | 11             |
| New York.....             | 121                                 | 357            | 119            | 149            | 25             | 415            | 25             | 277            |
| North Carolina.....       | 138                                 | 317            | 131            | 328            | 23             | 139            | 18             | 204            |
| North Dakota.....         | 3                                   | 1              | d              | d              | 4              | 29             | 5              | 3              |
| Ohio.....                 | 80                                  | 95             | 66             | 103            | 25             | 212            | 26             | 836            |
| Oklahoma.....             | 16                                  | 62             | d              | d              | 3              | 5              | d              | d              |
| Oregon.....               | 24                                  | 28             | 16             | 25             | 6              | 211            | 8              | 185            |
| Pennsylvania.....         | 108                                 | 183            | 98             | 72             | 105            | 321            | 85             | 284            |
| Rhode Island.....         | d                                   | d              | 15             | 11             | 10             | 105            | 9              | 119            |
| South Carolina.....       | 69                                  | 71             | 63             | 56             | 19             | 187            | 20             | 55             |
| South Dakota.....         | 6                                   | 12             | 6              | 6              | 5              | 9              | 4              | 42             |
| Tennessee.....            | 34                                  | 47             | 24             | 33             | 4              | 6              | 10             | 71             |
| Texas.....                | 123                                 | 353            | 126            | 121            | 60             | 264            | 41             | 426            |
| Utah.....                 | 24                                  | 27             | 26             | 31             | 15             | 18             | 8              | 5              |
| Vermont.....              | d                                   | d              | d              | d              | 6              | 2              | d              | d              |
| Virginia.....             | 67                                  | 282            | 52             | 107            | 22             | 63             | 9              | 239            |
| Washington.....           | 41                                  | 45             | 25             | 31             | 12             | 13             | 13             | 204            |
| West Virginia.....        | 40                                  | 34             | 41             | 69             | 13             | 74             | 8              | 32             |
| Wisconsin.....            | 63                                  | 65             | 46             | 68             | 71             | 338            | 66             | 335            |
| Wyoming.....              | 4                                   | 1              | 4              | 20             | 4              | 3              | d              | d              |
| U.S. Possessions [2]..... | 0                                   | 0              | d              | d              | d              | d              | d              | d              |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 5.--New Money Long-Term Governmental Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| State of issue            | Selected purpose of bond--continued |                |                |                |                               |                |                |                |
|---------------------------|-------------------------------------|----------------|----------------|----------------|-------------------------------|----------------|----------------|----------------|
|                           | Utilities                           |                |                |                | All other bonds, combined [4] |                |                |                |
|                           | 2003                                |                | 2004           |                | 2003                          |                | 2004           |                |
|                           | Number<br>(25)                      | Amount<br>(26) | Number<br>(27) | Amount<br>(28) | Number<br>(29)                | Amount<br>(30) | Number<br>(31) | Amount<br>(32) |
| <b>All States</b> .....   | <b>1,673</b>                        | <b>17,132</b>  | <b>1,537</b>   | <b>12,467</b>  | <b>4,863</b>                  | <b>53,619</b>  | <b>4,836</b>   | <b>55,964</b>  |
| Alabama.....              | 48                                  | 175            | 22             | 129            | 119                           | 478            | 117            | 239            |
| Alaska.....               | 0                                   | 0              | d              | d              | 13                            | 176            | 10             | 300            |
| Arizona.....              | 16                                  | 270            | 11             | 301            | 63                            | 656            | 84             | 849            |
| Arkansas.....             | 53                                  | 151            | 44             | 102            | 25                            | 63             | 25             | 115            |
| California.....           | 104                                 | 3,014          | 69             | 2,398          | 366                           | 9,699          | 306            | 15,678         |
| Colorado.....             | 31                                  | 438            | 52             | 622            | 109                           | 970            | 119            | 827            |
| Connecticut.....          | 7                                   | 175            | 7              | 36             | 53                            | 1,293          | 68             | 1,700          |
| Delaware.....             | d                                   | d              | 0              | 0              | 5                             | 58             | 4              | 112            |
| District of Columbia..... | 0                                   | 0              | 0              | 0              | d                             | d              | d              | d              |
| Florida.....              | 67                                  | 1,840          | 55             | 878            | 209                           | 2,208          | 264            | 2,652          |
| Georgia.....              | 19                                  | 384            | 21             | 236            | 74                            | 472            | 63             | 622            |
| Hawaii.....               | 0                                   | 0              | d              | d              | 10                            | 585            | 3              | 509            |
| Idaho.....                | 8                                   | 9              | 5              | 7              | 21                            | 55             | 21             | 36             |
| Illinois.....             | 65                                  | 98             | 44             | 173            | 242                           | 2,755          | 262            | 3,714          |
| Indiana.....              | 26                                  | 84             | 18             | 209            | 75                            | 230            | 89             | 235            |
| Iowa.....                 | 50                                  | 66             | 44             | 74             | 166                           | 346            | 140            | 307            |
| Kansas.....               | 64                                  | 127            | 42             | 198            | 89                            | 306            | 83             | 233            |
| Kentucky.....             | 38                                  | 81             | 49             | 101            | 32                            | 361            | 38             | 286            |
| Louisiana.....            | 20                                  | 64             | 31             | 243            | 78                            | 993            | 54             | 463            |
| Maine.....                | 7                                   | 7              | 9              | 5              | 37                            | 103            | 28             | 112            |
| Maryland.....             | 9                                   | 59             | 14             | 122            | 73                            | 903            | 71             | 393            |
| Massachusetts.....        | 25                                  | 30             | 26             | 81             | 138                           | 2,017          | 119            | 1,730          |
| Michigan.....             | 47                                  | 507            | 45             | 145            | 149                           | 531            | 149            | 478            |
| Minnesota.....            | 75                                  | 224            | 89             | 433            | 327                           | 1,394          | 343            | 1,404          |
| Mississippi.....          | 9                                   | 17             | 9              | 79             | 85                            | 294            | 128            | 232            |
| Missouri.....             | 42                                  | 77             | 38             | 298            | 67                            | 403            | 59             | 421            |
| Montana.....              | 3                                   | 5              | 3              | 3              | 23                            | 61             | 18             | 47             |
| Nebraska.....             | 47                                  | 829            | 43             | 92             | 315                           | 178            | 367            | 205            |
| Nevada.....               | 5                                   | 159            | d              | d              | 25                            | 424            | 17             | 137            |
| New Hampshire.....        | 7                                   | 48             | 7              | 10             | 30                            | 313            | 27             | 162            |
| New Jersey.....           | 21                                  | 1,611          | 8              | 24             | 178                           | 1,602          | 105            | 3,282          |
| New Mexico.....           | d                                   | d              | 14             | 154            | 30                            | 493            | 32             | 502            |
| New York.....             | 27                                  | 372            | 27             | 365            | 161                           | 11,018         | 189            | 5,921          |
| North Carolina.....       | 35                                  | 153            | 42             | 393            | 141                           | 722            | 175            | 813            |
| North Dakota.....         | 50                                  | 97             | 45             | 111            | 23                            | 75             | 15             | 19             |
| Ohio.....                 | 21                                  | 163            | 21             | 136            | 113                           | 816            | 143            | 1,390          |
| Oklahoma.....             | 19                                  | 165            | 28             | 230            | 34                            | 519            | 39             | 327            |
| Oregon.....               | 16                                  | 131            | 10             | 62             | 48                            | 765            | 38             | 222            |
| Pennsylvania.....         | 36                                  | 78             | 27             | 240            | 138                           | 1,444          | 137            | 1,330          |
| Rhode Island.....         | d                                   | d              | d              | d              | 9                             | 46             | 16             | 135            |
| South Carolina.....       | 24                                  | 193            | 15             | 369            | 74                            | 446            | 78             | 265            |
| South Dakota.....         | 10                                  | 73             | 4              | 5              | 15                            | 21             | 18             | 33             |
| Tennessee.....            | 54                                  | 1,630          | 47             | 281            | 72                            | 386            | 82             | 752            |
| Texas.....                | 256                                 | 2,017          | 272            | 1,758          | 282                           | 1,641          | 286            | 1,967          |
| Utah.....                 | 51                                  | 154            | 32             | 209            | 46                            | 121            | 41             | 217            |
| Vermont.....              | 6                                   | 3              | d              | d              | 16                            | 70             | d              | d              |
| Virginia.....             | 10                                  | 26             | 17             | 247            | 133                           | 1,072          | 99             | 1,437          |
| Washington.....           | 44                                  | 652            | 30             | 515            | 84                            | 1,317          | 55             | 1,138          |
| West Virginia.....        | d                                   | d              | d              | d              | 19                            | 34             | 25             | 57             |
| Wisconsin.....            | 85                                  | 176            | 81             | 193            | 217                           | 576            | 163            | 543            |
| Wyoming.....              | 4                                   | 4              | d              | d              | 5                             | 10             | 9              | 8              |
| U.S. Possessions [2]..... | d                                   | d              | 0              | 0              | d                             | d              | 3              | 899            |

d - Data deleted to avoid disclosure of information about specific bonds. However, the data are included in the appropriate totals.

[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[2] U.S. Possessions include Puerto Rico, the U.S. Virgin Islands, Guam, and the Northern Mariana Islands

[3] Indicates an amount less than \$500,000.

[4] For purposes of this table, certain bond purposes were combined. For this reason, data in this table will differ slightly from the data in Figure D. The "all other bonds, combined" category here includes housing bonds, bond anticipation notes, and tax and revenue anticipation notes, as well as those obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038-G return.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 6.--Volume of Tax-Exempt Private Activity Bonds by Type and Term of Issue, 2003 and 2004**

[Money amounts are in millions of dollars]

| Type and term of issue              | Issue year   |               |              |               |
|-------------------------------------|--------------|---------------|--------------|---------------|
|                                     | 2003         |               | 2004         |               |
|                                     | Number       | Amount        | Number       | Amount        |
|                                     | (1)          | (2)           | (3)          | (4)           |
| <b>All issues, total [1].....</b>   | <b>4,159</b> | <b>93,908</b> | <b>3,621</b> | <b>94,032</b> |
| Short-term.....                     | 97           | 1,278         | 72           | 934           |
| Long-term.....                      | 4,062        | 92,630        | 3,549        | 93,098        |
| <b>New money issues, total.....</b> | <b>2,773</b> | <b>46,022</b> | <b>2,586</b> | <b>48,099</b> |
| Short-term.....                     | 52           | 389           | 42           | 222           |
| Long-term.....                      | 2,721        | 45,633        | 2,544        | 47,877        |
| <b>Refunding issues, total.....</b> | <b>1,931</b> | <b>47,886</b> | <b>1,535</b> | <b>45,933</b> |
| Short-term.....                     | 49           | 889           | 35           | 712           |
| Long-term.....                      | 1,882        | 46,997        | 1,500        | 45,221        |

[1] A given bond issue can include both new money and refunding proceeds. Thus, the number of new money issues plus the number of refunding issues will not always equal the number of total issues. However, the money amounts are additive to the totals.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 7.--Long-Term Tax-Exempt Private Activity Bonds, by Purpose of Bond and Type of Issue, 2003 and 2004**

[Money amounts are in millions of dollars]

| Purpose of bond                                 | 2003         |               |                         |                  |               |                         |                  |               |                         |
|---|--------------|---------------|-------------------------|------------------|---------------|-------------------------|------------------|---------------|-------------------------|
|   | All issues   |               |                         | New money issues |               |                         | Refunding issues |               |                         |
|   | Number       | Amount        | Percent of total amount | Number           | Amount        | Percent of total amount | Number           | Amount        | Percent of total amount |
|   | (1)          | (2)           | (3)                     | (4)              | (5)           | (6)                     | (7)              | (8)           | (9)                     |
| <b>Total [1].....</b>                           | <b>4,062</b> | <b>92,630</b> | <b>100.0</b>            | <b>2,721</b>     | <b>45,633</b> | <b>100.0</b>            | <b>1,882</b>     | <b>46,997</b> | <b>100.0</b>            |
| Airport.....                                    | 104          | 8,445         | 9.1                     | 58               | 5,588         | 12.3                    | 61               | 2,858         | 6.1                     |
| Docks and wharves.....                          | 28           | 1,343         | 1.5                     | 15               | 292           | 0.6                     | 14               | 1,051         | 2.2                     |
| Mass commuting.....                             | d            | d             | d                       | d                | d             | d                       | d                | d             | d                       |
| Water.....                                      | 22           | 231           | 0.3                     | 13               | 97            | 0.2                     | 11               | 134           | 0.3                     |
| Sewage.....                                     | 30           | 153           | 0.2                     | 18               | 113           | 0.3                     | 14               | 40            | 0.1                     |
| Solid waste disposal.....                       | 134          | 2,693         | 2.9                     | 94               | 1,445         | 3.2                     | 44               | 1,248         | 2.7                     |
| Residential rental.....                         | 645          | 9,671         | 10.4                    | 486              | 6,190         | 13.6                    | 182              | 3,480         | 7.4                     |
| Local furnishing of electricity/gas.....        | 12           | 720           | 0.8                     | 4                | 175           | 0.4                     | 9                | 545           | 1.2                     |
| Local heating/cooling facilities.....           | 3            | 16            | [2]                     | 3                | 16            | [2]                     | 0                | 0             | 0                       |
| Hazardous waste facilities.....                 | d            | d             | d                       | d                | d             | d                       | d                | d             | d                       |
| Tax Reform Act of 1986 transition property..... | 106          | 6,503         | 7.0                     | d                | d             | d                       | d                | d             | d                       |
| Enterprise zone.....                            | 0            | 0             | 0                       | 0                | 0             | 0                       | 0                | 0             | 0                       |
| New empowerment zone.....                       | 5            | 33            | [2]                     | 5                | 33            | 0.1                     | 0                | 0             | 0                       |
| District of Columbia Enterprise Zone.....       | d            | d             | d                       | d                | d             | d                       | 0                | 0             | 0                       |
| Liberty.....                                    | 5            | 561           | 0.6                     | 5                | 561           | 1.2                     | 0                | 0             | 0                       |
| Mortgage.....                                   | 291          | 16,863        | 18.2                    | 110              | 3,421         | 7.5                     | 257              | 13,441        | 28.6                    |
| Veterans' mortgage.....                         | 5            | 306           | 0.3                     | d                | d             | d                       | d                | d             | d                       |
| Small issue.....                                | 728          | 955           | 1.0                     | 484              | 628           | 1.4                     | 256              | 327           | 0.7                     |
| Student loan.....                               | 55           | 4,344         | 4.7                     | 37               | 2,858         | 6.3                     | 39               | 1,486         | 3.2                     |
| Redevelopment.....                              | d            | d             | d                       | 0                | 0             | 0                       | d                | d             | d                       |
| Section 501(c)(3) hospital.....                 | 434          | 18,421        | 19.9                    | 297              | 9,896         | 21.7                    | 239              | 8,689         | 18.5                    |
| Other Section 501(c)(3).....                    | 1,493        | 21,250        | 22.9                    | 1,117            | 14,112        | 30.9                    | 676              | 7,673         | 16.3                    |
| Nongovernmental output property.....            | d            | d             | d                       | 0                | 0             | 0                       | d                | d             | d                       |
| Other bonds [3].....                            | 8            | 7             | [2]                     | 5                | 3             | [2]                     | 3                | 4             | [2]                     |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 7.--Long-Term Tax-Exempt Private Activity Bonds, by Purpose of Bond and Type of Issue, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| Purpose of bond                                 | 2004         |               |                         |                  |               |                         |                  |               |                         |
|---|--------------|---------------|-------------------------|------------------|---------------|-------------------------|------------------|---------------|-------------------------|
|   | All issues   |               |                         | New money issues |               |                         | Refunding issues |               |                         |
|   | Number       | Amount        | Percent of total amount | Number           | Amount        | Percent of total amount | Number           | Amount        | Percent of total amount |
|   | (10)         | (11)          | (12)                    | (13)             | (14)          | (15)                    | (16)             | (17)          | (18)                    |
| <b>Total [1].....</b>                           | <b>3,549</b> | <b>93,098</b> | <b>100.0</b>            | <b>2,544</b>     | <b>47,877</b> | <b>100.0</b>            | <b>1,500</b>     | <b>45,221</b> | <b>100.0</b>            |
| Airport.....                                    | 71           | 5,062         | 5.4                     | 37               | 2,507         | 5.2                     | 42               | 2,555         | 5.7                     |
| Docks and wharves.....                          | 25           | 838           | 0.9                     | 13               | 287           | 0.6                     | 12               | 551           | 1.2                     |
| Mass commuting.....                             | 0            | 0             | 0                       | 0                | 0             | 0                       | 0                | 0             | 0                       |
| Water.....                                      | 24           | 362           | 0.4                     | 10               | 156           | 0.3                     | 14               | 206           | 0.5                     |
| Sewage.....                                     | 19           | 227           | 0.2                     | 9                | 64            | 0.1                     | 10               | 163           | 0.4                     |
| Solid waste disposal.....                       | 111          | 3,322         | 3.6                     | 67               | 1,355         | 2.8                     | 52               | 1,966         | 4.4                     |
| Residential rental.....                         | 637          | 8,351         | 9.0                     | 477              | 5,551         | 11.6                    | 173              | 2,799         | 6.2                     |
| Local furnishing of electricity/gas.....        | 11           | 751           | 0.8                     | 3                | 77            | 0.2                     | 9                | 674           | 1.5                     |
| Local heating/cooling facilities.....           | 0            | 0             | 0                       | 0                | 0             | 0                       | 0                | 0             | 0                       |
| Hazardous waste facilities.....                 | 0            | 0             | 0                       | 0                | 0             | 0                       | 0                | 0             | 0                       |
| Tax Reform Act of 1986 transition property..... | 93           | 7,580         | 8.1                     | d                | d             | d                       | d                | d             | d                       |
| Enterprise zone.....                            | d            | d             | d                       | d                | d             | d                       | 0                | 0             | 0                       |
| New empowerment zone.....                       | 5            | 41            | [2]                     | 5                | 41            | 0.1                     | 0                | 0             | 0                       |
| District of Columbia Enterprise Zone.....       | d            | d             | d                       | d                | d             | d                       | 0                | 0             | 0                       |
| Liberty.....                                    | 8            | 1,214         | 1.3                     | 8                | 1,214         | 2.5                     | 0                | 0             | 0                       |
| Mortgage.....                                   | 269          | 18,471        | 19.8                    | 146              | 5,063         | 10.6                    | 223              | 13,408        | 29.7                    |
| Veterans' mortgage.....                         | 3            | 130           | 0.1                     | d                | d             | d                       | d                | d             | d                       |
| Small issue.....                                | 531          | 921           | 1.0                     | 399              | 657           | 1.4                     | 147              | 264           | 0.6                     |
| Student loan.....                               | 42           | 4,782         | 5.1                     | 35               | 3,955         | 8.3                     | 24               | 827           | 1.8                     |
| Redevelopment.....                              | d            | d             | d                       | d                | d             | d                       | d                | d             | d                       |
| Section 501(c)(3) hospital.....                 | 380          | 18,224        | 19.6                    | 298              | 11,074        | 23.1                    | 176              | 7,229         | 16.0                    |
| Other Section 501(c)(3).....                    | 1,349        | 22,386        | 24.1                    | 1,050            | 15,654        | 32.7                    | 555              | 7,027         | 15.5                    |
| Nongovernmental output property.....            | d            | d             | d                       | d                | d             | d                       | d                | d             | d                       |
| Other bonds [3].....                            | 11           | 353           | 0.4                     | 8                | 13            | [2]                     | 4                | 339           | 0.8                     |

d - Data deleted to avoid disclosure of information about specific bonds. However, the data are included in the appropriate totals.

[1] A given bond issue can include more than one purpose and can include both new money and refunding proceeds. Thus, the summation of number of issues by purpose or by type of issue will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[2] Less than 0.05.

[3] For purposes of this table, "other bonds" refer to obligations for which a specific purpose either did not apply or was not clearly indicated on the Form 8038 return.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 8.--Computation of Lendable Proceeds for Long-Term Tax-Exempt Private Activity Bonds, by Selected Purpose of Bond, 2003 and 2004**

[Money amounts are in millions of dollars]

| Issue year               | Selected purpose of bond        | Entire issue price |               | Bond issuance costs |            | Credit enhancement |            | Allocation to reserve fund |              |
|--------------------------|---------------------------------|--------------------|---------------|---------------------|------------|--------------------|------------|----------------------------|--------------|
|                          |                                 | Number             | Amount        | Number              | Amount     | Number             | Amount     | Number                     | Amount       |
|                          |                                 | (1)                | (2)           | (3)                 | (4)        | (5)                | (6)        | (7)                        | (8)          |
| <b>2003</b>              | <b>Total [1].....</b>           | <b>4,062</b>       | <b>92,630</b> | <b>2,086</b>        | <b>609</b> | <b>873</b>         | <b>582</b> | <b>562</b>                 | <b>1,276</b> |
|                          | Airport.....                    | 104                | 8,445         | 93                  | 83         | 59                 | 167        | 35                         | 334          |
|                          | Docks and wharves.....          | 28                 | 1,343         | 17                  | 5          | 9                  | 3          | 8                          | 10           |
|                          | Water.....                      | 22                 | 231           | d                   | d          | 6                  | 1          | 3                          | 1            |
|                          | Sewage.....                     | 30                 | 153           | 20                  | 2          | 3                  | [2]        | 3                          | 1            |
|                          | Solid waste disposal.....       | 134                | 2,693         | 91                  | 23         | 16                 | 3          | 5                          | 22           |
|                          | Residential rental.....         | 645                | 9,671         | 145                 | 26         | 50                 | 8          | 48                         | 24           |
|                          | Mortgage.....                   | 291                | 16,863        | 43                  | 13         | 5                  | [2]        | 29                         | 63           |
|                          | Veterans' mortgage.....         | 5                  | 306           | d                   | d          | 0                  | 0          | 0                          | 0            |
|                          | Small issue.....                | 728                | 955           | 171                 | 10         | 68                 | 3          | 3                          | 1            |
|                          | Student loan.....               | 55                 | 4,344         | 26                  | 15         | 9                  | 2          | 21                         | 15           |
|                          | Section 501(c)(3) hospital..... | 434                | 18,421        | 303                 | 170        | 158                | 213        | 103                        | 416          |
|                          | Other Section 501(c)(3).....    | 1,493              | 21,250        | 1,173               | 248        | 494                | 174        | 307                        | 384          |
| All other bonds [3]..... | 148                             | 7,953              | 26            | 12                  | 10         | 8                  | 7          | 7                          |              |
| <b>2004</b>              | <b>Total [1].....</b>           | <b>3,549</b>       | <b>93,098</b> | <b>1,874</b>        | <b>581</b> | <b>828</b>         | <b>567</b> | <b>527</b>                 | <b>1,201</b> |
|                          | Airport.....                    | 71                 | 5,062         | 60                  | 45         | 52                 | 52         | 20                         | 148          |
|                          | Docks and wharves.....          | 25                 | 838           | 17                  | 6          | 11                 | 3          | 6                          | 10           |
|                          | Water.....                      | 24                 | 362           | 16                  | 3          | 11                 | 2          | 4                          | 1            |
|                          | Sewage.....                     | 19                 | 227           | d                   | d          | d                  | d          | 5                          | 1            |
|                          | Solid waste disposal.....       | 111                | 3,322         | 67                  | 22         | 16                 | 5          | 9                          | 12           |
|                          | Residential rental.....         | 637                | 8,351         | 125                 | 23         | 53                 | 8          | 40                         | 14           |
|                          | Mortgage.....                   | 269                | 18,471        | 43                  | 20         | 8                  | [2]        | 49                         | 95           |
|                          | Veterans' mortgage.....         | 3                  | 130           | d                   | d          | 0                  | 0          | 0                          | 0            |
|                          | Small issue.....                | 531                | 921           | 162                 | 9          | 46                 | 2          | 6                          | 2            |
|                          | Student loan.....               | 42                 | 4,782         | 26                  | 18         | 4                  | [2]        | 16                         | 30           |
|                          | Section 501(c)(3) hospital..... | 380                | 18,224        | 302                 | 172        | 161                | 307        | 100                        | 489          |
|                          | Other Section 501(c)(3).....    | 1,349              | 22,386        | 1,047               | 239        | 467                | 180        | 279                        | 387          |
| All other bonds [3]..... | 133                             | 10,024             | d             | d                   | d          | d                  | 8          | 10                         |              |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 8.--Computation of Lendable Proceeds for Long-Term Tax-Exempt Private Activity Bonds, by Selected Purpose of Bond, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| Issue year               | Selected purpose of bond        | Total lendable proceeds |               | Proceeds used to refund prior issues |               | Nonrefunding proceeds |               |
|--------------------------|---------------------------------|-------------------------|---------------|--------------------------------------|---------------|-----------------------|---------------|
|                          |                                 | Number                  | Amount        | Number                               | Amount        | Number                | Amount        |
|                          |                                 | (9)                     | (10)          | (11)                                 | (12)          | (13)                  | (14)          |
| <b>2003</b>              | <b>Total [1].....</b>           | <b>4,062</b>            | <b>90,162</b> | <b>1,882</b>                         | <b>46,146</b> | <b>2,795</b>          | <b>44,016</b> |
|                          | Airport.....                    | 104                     | 7,862         | 61                                   | 2,680         | 62                    | 5,181         |
|                          | Docks and wharves.....          | 28                      | 1,325         | 14                                   | 1,050         | 15                    | 275           |
|                          | Water.....                      | d                       | d             | d                                    | d             | d                     | d             |
|                          | Sewage.....                     | 30                      | 150           | 14                                   | 39            | 18                    | 111           |
|                          | Solid waste disposal.....       | 134                     | 2,646         | 44                                   | 1,217         | 96                    | 1,428         |
|                          | Residential rental.....         | 645                     | 9,612         | 182                                  | 3,458         | 490                   | 6,154         |
|                          | Mortgage.....                   | 291                     | 16,786        | 257                                  | 13,394        | 116                   | 3,393         |
|                          | Veterans' mortgage.....         | d                       | d             | d                                    | d             | d                     | d             |
|                          | Small issue.....                | 728                     | 942           | 256                                  | 327           | 485                   | 615           |
|                          | Student loan.....               | 55                      | 4,312         | 39                                   | 1,480         | 37                    | 2,831         |
|                          | Section 501(c)(3) hospital..... | 434                     | 17,623        | 239                                  | 8,216         | 307                   | 9,407         |
|                          | Other Section 501(c)(3).....    | 1,493                   | 20,444        | 676                                  | 6,894         | 1,165                 | 13,550        |
| All other bonds [3]..... | 148                             | 7,926                   | 122           | 7,049                                | 28            | 876                   |               |
| <b>2004</b>              | <b>Total [1].....</b>           | <b>3,549</b>            | <b>90,747</b> | <b>1,500</b>                         | <b>44,406</b> | <b>2,637</b>          | <b>46,341</b> |
|                          | Airport.....                    | 71                      | 4,817         | 42                                   | 2,483         | 41                    | 2,335         |
|                          | Docks and wharves.....          | 25                      | 818           | 12                                   | 540           | 16                    | 279           |
|                          | Water.....                      | 24                      | 356           | 14                                   | 204           | 12                    | 152           |
|                          | Sewage.....                     | 19                      | 223           | d                                    | d             | d                     | d             |
|                          | Solid waste disposal.....       | 111                     | 3,282         | 52                                   | 1,957         | 68                    | 1,325         |
|                          | Residential rental.....         | 637                     | 8,306         | 173                                  | 2,796         | 478                   | 5,509         |
|                          | Mortgage.....                   | 269                     | 18,354        | 223                                  | 13,354        | 152                   | 5,001         |
|                          | Veterans' mortgage.....         | 3                       | 130           | d                                    | d             | d                     | d             |
|                          | Small issue.....                | 531                     | 907           | 147                                  | 263           | 400                   | 644           |
|                          | Student loan.....               | 42                      | 4,734         | 24                                   | 822           | 35                    | 3,911         |
|                          | Section 501(c)(3) hospital..... | 380                     | 17,255        | 176                                  | 6,739         | 312                   | 10,517        |
|                          | Other Section 501(c)(3).....    | 1,349                   | 21,579        | 555                                  | 6,517         | 1,109                 | 15,062        |
| All other bonds [3]..... | 133                             | 9,986                   | 105           | 8,540                                | 34            | 1,446                 |               |

d - Data deleted to avoid disclosure of information for specific bonds. However, the data are included in the appropriate totals.

[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[2] Indicates an amount less than \$500,000.

[3] For purposes of this table, this category includes all issues for which a specific purpose either did not apply or was not clearly indicated on the Form 8038 return, as well as bonds for: mass commuting facilities, local furnishing of energy or gas, local district heating or cooling facilities, hazardous waste facilities, facilities issued under a transitional rule of the Tax Reform Act of 1986, qualified enterprise zone facility bonds, qualified empowerment zone facility bonds, District of Columbia Enterprise Zone facility bonds, Liberty bonds, redevelopment bonds, and nongovernmental output property bonds.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 9.--New Money Long-Term Tax-Exempt Private Activity Bonds, by Selected Purpose of Bond and Size of Entire Issue, 2003 and 2004**

[Money amounts are in millions of dollars, except for size of entire issue, which is in whole dollars]

| Issue year               | Selected purpose of bond        | All issues    |               | Size of entire issue |               |                                |               |
|--------------------------|---------------------------------|---------------|---------------|----------------------|---------------|--------------------------------|---------------|
|                          |                                 |               |               | Under \$1,000,000    |               | \$1,000,000 under \$10,000,000 |               |
|                          |                                 | Number<br>(1) | Amount<br>(2) | Number<br>(3)        | Amount<br>(4) | Number<br>(5)                  | Amount<br>(6) |
| <b>2003</b>              | <b>Total [1].....</b>           | <b>2,721</b>  | <b>45,633</b> | <b>411</b>           | <b>122</b>    | <b>1,218</b>                   | <b>5,160</b>  |
|                          | Airport.....                    | 58            | 5,588         | 5                    | 3             | 15                             | 68            |
|                          | Docks and wharves.....          | 15            | 292           | 0                    | 0             | 9                              | 37            |
|                          | Water.....                      | 13            | 97            | d                    | d             | d                              | d             |
|                          | Sewage.....                     | 18            | 113           | 0                    | 0             | 7                              | 24            |
|                          | Solid waste disposal.....       | 94            | 1,445         | 0                    | 0             | d                              | d             |
|                          | Residential rental.....         | 486           | 6,190         | d                    | d             | 257                            | 1,506         |
|                          | Liberty.....                    | 5             | 561           | 0                    | 0             | 0                              | 0             |
|                          | Mortgage.....                   | 110           | 3,421         | 0                    | 0             | 3                              | 17            |
|                          | Small issue.....                | 484           | 628           | 296                  | 49            | 188                            | 580           |
|                          | Student loan.....               | 37            | 2,858         | 0                    | 0             | 0                              | 0             |
|                          | Section 501(c)(3) hospital..... | 297           | 9,896         | 12                   | 8             | 90                             | 362           |
|                          | Other Section 501(c)(3).....    | 1,117         | 14,112        | 80                   | 53            | 607                            | 2,333         |
| All other bonds [2]..... | 25                              | 431           | d             | d                    | 7             | 28                             |               |
| <b>2004</b>              | <b>Total [1].....</b>           | <b>2,544</b>  | <b>47,877</b> | <b>315</b>           | <b>94</b>     | <b>1,145</b>                   | <b>5,108</b>  |
|                          | Airport.....                    | 37            | 2,507         | d                    | d             | 10                             | 28            |
|                          | Docks and wharves.....          | 13            | 287           | d                    | d             | 5                              | 21            |
|                          | Water.....                      | 10            | 156           | d                    | d             | d                              | d             |
|                          | Sewage.....                     | 9             | 64            | 0                    | 0             | 6                              | 29            |
|                          | Solid waste disposal.....       | 67            | 1,355         | 0                    | 0             | 22                             | 105           |
|                          | Residential rental.....         | 477           | 5,551         | 15                   | 8             | 254                            | 1,525         |
|                          | Liberty.....                    | 8             | 1,214         | 0                    | 0             | d                              | d             |
|                          | Mortgage.....                   | 146           | 5,063         | 0                    | 0             | 5                              | 30            |
|                          | Small issue.....                | 399           | 657           | 218                  | 37            | 181                            | 620           |
|                          | Student loan.....               | 35            | 3,955         | 0                    | 0             | 0                              | 0             |
|                          | Section 501(c)(3) hospital..... | 298           | 11,074        | 6                    | 4             | 95                             | 406           |
|                          | Other Section 501(c)(3).....    | 1,050         | 15,654        | 69                   | 41            | 552                            | 2,287         |
| All other bonds [2]..... | 24                              | 339           | d             | d                    | 12            | 37                             |               |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 9.--New Money Long-Term Tax-Exempt Private Activity Bonds, by Selected Purpose of Bond and Size of Entire Issue, 2003 and 2004--Continued**

[Money amounts are in millions of dollars, except for size of entire issue, which is in whole dollars]

| Issue year                   | Selected purpose of bond        | Size of entire issue--continued |               |                                  |                |                       |                |
|------------------------------|---------------------------------|---------------------------------|---------------|----------------------------------|----------------|-----------------------|----------------|
|                              |                                 | \$10,000,000 under \$50,000,000 |               | \$50,000,000 under \$100,000,000 |                | \$100,000,000 or more |                |
|                              |                                 | Number<br>(7)                   | Amount<br>(8) | Number<br>(9)                    | Amount<br>(10) | Number<br>(11)        | Amount<br>(12) |
| <b>2003</b>                  | <b>Total [1].....</b>           | <b>796</b>                      | <b>14,428</b> | <b>165</b>                       | <b>8,666</b>   | <b>131</b>            | <b>17,257</b>  |
|                              | Airport.....                    | 12                              | 256           | 7                                | 401            | 19                    | 4,859          |
|                              | Docks and wharves.....          | d                               | d             | d                                | d              | d                     | d              |
|                              | Water.....                      | 4                               | 68            | 0                                | 0              | 0                     | 0              |
|                              | Sewage.....                     | 11                              | 89            | 0                                | 0              | 0                     | 0              |
|                              | Solid waste disposal.....       | 52                              | 909           | 4                                | 259            | d                     | d              |
|                              | Residential rental.....         | 202                             | 3,525         | 15                               | 985            | d                     | d              |
|                              | Liberty.....                    | d                               | d             | d                                | d              | d                     | d              |
|                              | Mortgage.....                   | 55                              | 885           | 29                               | 937            | 23                    | 1,582          |
|                              | Small issue.....                | 0                               | 0             | 0                                | 0              | 0                     | 0              |
|                              | Student loan.....               | 10                              | 226           | 12                               | 651            | 15                    | 1,981          |
|                              | Section 501(c)(3) hospital..... | 106                             | 2,230         | 39                               | 1,938          | 50                    | 5,358          |
| Other Section 501(c)(3)..... | 354                             | 5,993                           | 53            | 3,104                            | 23             | 2,629                 |                |
| All other bonds [2].....     | 8                               | 137                             | 4             | 228                              | d              | d                     |                |
| <b>2004</b>                  | <b>Total [1].....</b>           | <b>773</b>                      | <b>13,651</b> | <b>165</b>                       | <b>8,886</b>   | <b>146</b>            | <b>20,139</b>  |
|                              | Airport.....                    | 10                              | 259           | d                                | d              | 13                    | 2,113          |
|                              | Docks and wharves.....          | 4                               | 60            | d                                | d              | d                     | d              |
|                              | Water.....                      | 6                               | 139           | 0                                | 0              | 0                     | 0              |
|                              | Sewage.....                     | 3                               | 35            | 0                                | 0              | 0                     | 0              |
|                              | Solid waste disposal.....       | 39                              | 743           | d                                | d              | d                     | d              |
|                              | Residential rental.....         | 196                             | 3,138         | 7                                | 385            | 5                     | 495            |
|                              | Liberty.....                    | d                               | d             | d                                | d              | 3                     | 889            |
|                              | Mortgage.....                   | 72                              | 1,219         | 39                               | 1,550          | 30                    | 2,264          |
|                              | Small issue.....                | 0                               | 0             | 0                                | 0              | 0                     | 0              |
|                              | Student loan.....               | 4                               | 110           | 13                               | 802            | 18                    | 3,044          |
|                              | Section 501(c)(3) hospital..... | 101                             | 1,943         | 50                               | 2,814          | 46                    | 5,906          |
| Other Section 501(c)(3)..... | 349                             | 5,888                           | 46            | 2,407                            | 34             | 5,030                 |                |
| All other bonds [2].....     | d                               | d                               | 4             | 224                              | 0              | 0                     |                |

d - Data deleted to avoid disclosure of information for specific bonds. However, the data are included in the appropriate totals.

[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[2] For purposes of this table, this category includes all issues for which a specific purpose either did not apply or was not clearly indicated on the Form 8038 return, as well as bonds for: mass commuting facilities, local furnishing of energy or gas, local district heating or cooling facilities, hazardous waste facilities, facilities issued under a transitional rule of the Tax Reform Act of 1986, qualified enterprise zone facility bonds, qualified empowerment zone facility bonds, District of Columbia Enterprise Zone facility bonds, veterans' mortgage bonds, redevelopment bonds, and nongovernmental output property bonds.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Tax-Exempt Bonds, 2003-2004

**Table 10.--New Money Long-Term Tax-Exempt Private Activity Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004**

[Money amounts are in millions of dollars]

| State of issue            | Total [1]    |               |              |               | Selected purpose of bond         |              |           |              |
|---------------------------|--------------|---------------|--------------|---------------|----------------------------------|--------------|-----------|--------------|
|                           | 2003         |               | 2004         |               | Airports, docks, and wharves [2] |              |           |              |
|                           | Number       | Amount        | Number       | Amount        | 2003                             | 2004         | 2003      | 2004         |
|                           | (1)          | (2)           | (3)          | (4)           | (5)                              | (6)          | (7)       | (8)          |
| <b>All States.....</b>    | <b>2,721</b> | <b>45,633</b> | <b>2,544</b> | <b>47,877</b> | <b>73</b>                        | <b>5,880</b> | <b>50</b> | <b>2,794</b> |
| Alabama.....              | 37           | 210           | 28           | 150           | 0                                | 0            | 0         | 0            |
| Alaska.....               | 4            | 99            | 5            | 165           | d                                | d            | 0         | 0            |
| Arizona.....              | 33           | 578           | 34           | 744           | d                                | d            | 0         | 0            |
| Arkansas.....             | 20           | 137           | 16           | 257           | 0                                | 0            | d         | d            |
| California.....           | 197          | 4,252         | 200          | 5,859         | d                                | d            | 5         | 224          |
| Colorado.....             | 70           | 775           | 64           | 1,214         | 5                                | 156          | 3         | 91           |
| Connecticut.....          | 17           | 746           | 18           | 287           | 0                                | 0            | 0         | 0            |
| Delaware.....             | 9            | 151           | 6            | 189           | 0                                | 0            | 0         | 0            |
| District of Columbia..... | 18           | 560           | 17           | 360           | d                                | d            | d         | d            |
| Florida.....              | 121          | 2,512         | 88           | 1,626         | 11                               | 585          | 5         | 189          |
| Georgia.....              | 94           | 1,508         | 88           | 2,008         | d                                | d            | d         | d            |
| Hawaii.....               | d            | d             | d            | d             | 0                                | 0            | 0         | 0            |
| Idaho.....                | 13           | 118           | 6            | 131           | d                                | d            | 0         | 0            |
| Illinois.....             | 187          | 2,103         | 122          | 2,023         | d                                | d            | d         | d            |
| Indiana.....              | 58           | 1,298         | 61           | 1,340         | d                                | d            | d         | d            |
| Iowa.....                 | 166          | 476           | 146          | 303           | 0                                | 0            | 0         | 0            |
| Kansas.....               | 54           | 169           | 67           | 300           | d                                | d            | 0         | 0            |
| Kentucky.....             | 39           | 732           | 29           | 487           | 3                                | 391          | 0         | 0            |
| Louisiana.....            | 27           | 473           | 38           | 613           | d                                | d            | d         | d            |
| Maine.....                | 9            | 298           | 12           | 141           | 0                                | 0            | 0         | 0            |
| Maryland.....             | 38           | 838           | 56           | 1,150         | d                                | d            | 0         | 0            |
| Massachusetts.....        | 106          | 2,116         | 87           | 1,671         | d                                | d            | 0         | 0            |
| Michigan.....             | 71           | 1,050         | 60           | 1,114         | d                                | d            | 0         | 0            |
| Minnesota.....            | 111          | 1,004         | 93           | 954           | 0                                | 0            | 0         | 0            |
| Mississippi.....          | 15           | 134           | 18           | 308           | 0                                | 0            | d         | d            |
| Missouri.....             | 59           | 955           | 74           | 854           | d                                | d            | 0         | 0            |
| Montana.....              | 10           | 268           | 12           | 193           | 0                                | 0            | d         | d            |
| Nebraska.....             | 43           | 134           | 37           | 234           | d                                | d            | d         | d            |
| Nevada.....               | 19           | 411           | 13           | 587           | d                                | d            | d         | d            |
| New Hampshire.....        | 22           | 391           | 15           | 343           | d                                | d            | 0         | 0            |
| New Jersey.....           | 76           | 1,438         | 55           | 1,039         | 3                                | 183          | 0         | 0            |
| New Mexico.....           | 8            | 163           | 15           | 329           | 0                                | 0            | d         | d            |
| New York.....             | 156          | 3,796         | 179          | 4,748         | d                                | d            | d         | d            |
| North Carolina.....       | 41           | 974           | 36           | 1,189         | d                                | d            | d         | d            |
| North Dakota.....         | 15           | 126           | 9            | 121           | 0                                | 0            | 0         | 0            |
| Ohio.....                 | 81           | 1,395         | 80           | 2,003         | d                                | d            | 0         | 0            |
| Oklahoma.....             | 24           | 274           | 28           | 286           | d                                | d            | d         | d            |
| Oregon.....               | 17           | 643           | 23           | 844           | d                                | d            | 0         | 0            |
| Pennsylvania.....         | 149          | 1,907         | 152          | 2,110         | d                                | d            | d         | d            |
| Rhode Island.....         | 14           | 346           | 20           | 357           | 0                                | 0            | 0         | 0            |
| South Carolina.....       | 17           | 541           | 25           | 917           | 0                                | 0            | 0         | 0            |
| South Dakota.....         | 25           | 127           | 20           | 170           | 0                                | 0            | d         | d            |
| Tennessee.....            | 44           | 932           | 35           | 1,106         | 0                                | 0            | 0         | 0            |
| Texas.....                | 120          | 3,623         | 115          | 2,418         | 5                                | 1,595        | 5         | 223          |
| Utah.....                 | 21           | 513           | 13           | 220           | 0                                | 0            | 0         | 0            |
| Vermont.....              | 18           | 286           | 16           | 466           | d                                | d            | 0         | 0            |
| Virginia.....             | 73           | 1,518         | 53           | 1,175         | 3                                | 70           | 3         | 15           |
| Washington.....           | 67           | 1,013         | 71           | 1,209         | 3                                | 450          | 3         | 208          |
| West Virginia.....        | 16           | 200           | 15           | 264           | 0                                | 0            | 0         | 0            |
| Wisconsin.....            | 67           | 1,008         | 64           | 1,040         | d                                | d            | d         | d            |
| Wyoming.....              | d            | d             | 5            | 101           | 0                                | 0            | 0         | 0            |
| U.S. Possessions [3]..... | d            | d             | d            | d             | d                                | d            | 0         | 0            |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 10.--New Money Long-Term Tax-Exempt Private Activity Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| State of issue            | Selected purpose of bond--Continued         |              |           |              |                    |              |            |              |
|---------------------------|---|--------------|-----------|--------------|--------------------|--------------|------------|--------------|
|                           | Water, sewage, and solid waste disposal [2] |              |           |              | Residential rental |              |            |              |
|                           | 2003  |              | 2004      |              | 2003               |              | 2004       |              |
|                           | Number                                      | Amount       | Number    | Amount       | Number             | Amount       | Number     | Amount       |
| (9)                       | (10)  | (11)         | (12)      | (13)         | (14)               | (15)         | (16)       |              |
| <b>All States.....</b>    | <b>125</b>                                  | <b>1,655</b> | <b>86</b> | <b>1,575</b> | <b>486</b>         | <b>6,190</b> | <b>477</b> | <b>5,551</b> |
| Alabama.....              | 5   | 10           | d         | d            | 7                  | 48           | d          | d            |
| Alaska.....               | 0   | 0            | 0         | 0            | 0                  | 0            | 0          | 0            |
| Arizona.....              | d   | d            | 0         | 0            | 11                 | 124          | 14         | 108          |
| Arkansas.....             | d   | d            | d         | d            | 3                  | 16           | 4          | 21           |
| California.....           | 14  | 131          | 9         | 78           | 108                | 1,348        | 103        | 1,055        |
| Colorado.....             | d   | d            | d         | d            | 8                  | 89           | 3          | 31           |
| Connecticut.....          | d   | d            | 0         | 0            | 0                  | 0            | d          | d            |
| Delaware.....             | d   | d            | 0         | 0            | d                  | d            | 0          | 0            |
| District of Columbia..... | 0   | 0            | 0         | 0            | 6                  | 73           | d          | d            |
| Florida.....              | 5   | 53           | 6         | 143          | 42                 | 487          | 24         | 276          |
| Georgia.....              | d   | d            | 4         | 41           | 30                 | 349          | 26         | 388          |
| Hawaii.....               | 0   | 0            | 0         | 0            | 0                  | 0            | 0          | 0            |
| Idaho.....                | d   | d            | 0         | 0            | 0                  | 0            | 0          | 0            |
| Illinois.....             | 5   | 51           | d         | d            | 23                 | 170          | 23         | 287          |
| Indiana.....              | 7   | 133          | 3         | 215          | 4                  | 30           | 5          | 45           |
| Iowa.....                 | 0   | 0            | 0         | 0            | 4                  | 20           | 0          | 0            |
| Kansas.....               | d   | d            | d         | d            | d                  | d            | d          | d            |
| Kentucky.....             | 10  | 70           | d         | d            | 0                  | 0            | d          | d            |
| Louisiana.....            | d   | d            | d         | d            | 5                  | 114          | d          | d            |
| Maine.....                | d   | d            | d         | d            | d                  | d            | 0          | 0            |
| Maryland.....             | 0   | 0            | d         | d            | 8                  | 133          | 9          | 106          |
| Massachusetts.....        | d   | d            | d         | d            | 12                 | 260          | 12         | 218          |
| Michigan.....             | d   | d            | d         | d            | 5                  | 161          | 6          | 115          |
| Minnesota.....            | d   | d            | d         | d            | 23                 | 179          | 12         | 128          |
| Mississippi.....          | d   | d            | d         | d            | 3                  | 26           | 4          | 24           |
| Missouri.....             | 0   | 0            | 0         | 0            | 14                 | 121          | 22         | 163          |
| Montana.....              | 0   | 0            | 0         | 0            | 0                  | 0            | d          | d            |
| Nebraska.....             | d   | d            | 0         | 0            | d                  | d            | 0          | 0            |
| Nevada.....               | 0   | 0            | d         | d            | 8                  | 73           | 3          | 51           |
| New Hampshire.....        | d   | d            | 0         | 0            | 3                  | 21           | d          | d            |
| New Jersey.....           | 0   | 0            | 4         | 45           | d                  | d            | d          | d            |
| New Mexico.....           | 0   | 0            | 0         | 0            | 5                  | 33           | 8          | 48           |
| New York.....             | d   | d            | d         | d            | 26                 | 926          | 44         | 923          |
| North Carolina.....       | d   | d            | d         | d            | 6                  | 44           | 5          | 34           |
| North Dakota.....         | 0   | 0            | 0         | 0            | 0                  | 0            | d          | d            |
| Ohio.....                 | d   | d            | 5         | 203          | 11                 | 158          | 11         | 102          |
| Oklahoma.....             | 3   | 85           | d         | d            | 3                  | 18           | 3          | 19           |
| Oregon.....               | d   | d            | 0         | 0            | 5                  | 31           | 8          | 97           |
| Pennsylvania.....         | d   | d            | 5         | 213          | 3                  | 37           | d          | d            |
| Rhode Island.....         | 0   | 0            | d         | d            | 3                  | 49           | d          | d            |
| South Carolina.....       | 5   | 47           | d         | d            | d                  | d            | 8          | 54           |
| South Dakota.....         | 0   | 0            | d         | d            | 0                  | 0            | 0          | 0            |
| Tennessee.....            | d   | d            | 0         | 0            | 7                  | 46           | 8          | 47           |
| Texas.....                | 22  | 361          | d         | d            | 41                 | 491          | 42         | 489          |
| Utah.....                 | d   | d            | 0         | 0            | 4                  | 27           | d          | d            |
| Vermont.....              | 0   | 0            | 0         | 0            | 4                  | 13           | d          | d            |
| Virginia.....             | 6   | 72           | d         | d            | 9                  | 113          | 6          | 56           |
| Washington.....           | d   | d            | d         | d            | 17                 | 136          | 24         | 237          |
| West Virginia.....        | d   | d            | 0         | 0            | 0                  | 0            | d          | d            |
| Wisconsin.....            | d   | d            | 0         | 0            | 5                  | 40           | d          | d            |
| Wyoming.....              | 0   | 0            | 0         | 0            | 0                  | 0            | 0          | 0            |
| U.S. Possessions [3]..... | d   | d            | d         | d            | 0                  | 0            | 0          | 0            |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 10.--New Money Long-Term Tax-Exempt Private Activity Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| State of issue            | Selected purpose of bond--Continued |              |            |              |             |            |            |            |                            |              |
|---------------------------|-------------------------------------|--------------|------------|--------------|-------------|------------|------------|------------|----------------------------|--------------|
|                           | Mortgage                            |              |            |              | Small issue |            |            |            | Section 501(c)(3) hospital |              |
|                           | 2003                                |              | 2004       |              | 2003        |            | 2004       |            | 2003                       |              |
|                           | Number                              | Amount       | Number     | Amount       | Number      | Amount     | Number     | Amount     | Number                     | Amount       |
| (17)                      | (18)                                | (19)         | (20)       | (21)         | (22)        | (23)       | (24)       | (25)       | (26)                       |              |
| <b>All States.....</b>    | <b>110</b>                          | <b>3,421</b> | <b>146</b> | <b>5,063</b> | <b>484</b>  | <b>628</b> | <b>399</b> | <b>657</b> | <b>297</b>                 | <b>9,896</b> |
| Alabama.....              | d                                   | d            | 0          | 0            | 5           | 11         | 7          | 16         | 7                          | 73           |
| Alaska.....               | 0                                   | 0            | 0          | 0            | 0           | 0          | 0          | 0          | d                          | d            |
| Arizona.....              | d                                   | d            | d          | d            | 0           | 0          | 0          | 0          | 4                          | 71           |
| Arkansas.....             | d                                   | d            | d          | d            | 3           | 8          | 0          | 0          | 4                          | 31           |
| California.....           | 4                                   | 272          | 3          | 511          | 5           | 15         | 9          | 33         | 11                         | 986          |
| Colorado.....             | d                                   | d            | d          | d            | 18          | 9          | 16         | 13         | 9                          | 212          |
| Connecticut.....          | d                                   | d            | d          | d            | d           | d          | 0          | 0          | 0                          | 0            |
| Delaware.....             | d                                   | d            | d          | d            | 0           | 0          | 0          | 0          | d                          | d            |
| District of Columbia..... | d                                   | d            | 0          | 0            | 0           | 0          | d          | d          | 0                          | 0            |
| Florida.....              | 4                                   | 49           | 4          | 39           | 13          | 37         | 8          | 36         | 16                         | 922          |
| Georgia.....              | d                                   | d            | d          | d            | 12          | 37         | 9          | 40         | 12                         | 478          |
| Hawaii.....               | 0                                   | 0            | 0          | 0            | 0           | 0          | 0          | 0          | 0                          | 0            |
| Idaho.....                | 4                                   | 85           | 4          | 120          | 0           | 0          | d          | d          | d                          | d            |
| Illinois.....             | 4                                   | 191          | d          | d            | 90          | 50         | 36         | 40         | 14                         | 309          |
| Indiana.....              | 3                                   | 108          | d          | d            | 8           | 28         | 5          | 13         | 10                         | 659          |
| Iowa.....                 | 3                                   | 96           | 3          | 86           | 118         | 23         | 100        | 28         | 7                          | 75           |
| Kansas.....               | 6                                   | 63           | 7          | 68           | 31          | 24         | 37         | 22         | d                          | d            |
| Kentucky.....             | 0                                   | 0            | d          | d            | 3           | 8          | d          | d          | 3                          | 119          |
| Louisiana.....            | 6                                   | 76           | 8          | 103          | d           | d          | 4          | 13         | 0                          | 0            |
| Maine.....                | 0                                   | 0            | d          | d            | 0           | 0          | 3          | 14         | d                          | d            |
| Maryland.....             | d                                   | d            | 4          | 90           | d           | d          | d          | d          | 0                          | 0            |
| Massachusetts.....        | d                                   | d            | 4          | 127          | 9           | 29         | 10         | 35         | 14                         | 356          |
| Michigan.....             | 0                                   | 0            | 0          | 0            | 21          | 66         | d          | d          | 12                         | 256          |
| Minnesota.....            | 3                                   | 143          | 4          | 131          | 7           | 7          | 5          | 9          | 7                          | 154          |
| Mississippi.....          | d                                   | d            | 3          | 10           | d           | d          | d          | d          | d                          | d            |
| Missouri.....             | 4                                   | 108          | d          | d            | 13          | 14         | 19         | 26         | 5                          | 416          |
| Montana.....              | d                                   | d            | 3          | 134          | 0           | 0          | 0          | 0          | 4                          | 13           |
| Nebraska.....             | d                                   | d            | 3          | 124          | 19          | 6          | 12         | 5          | 5                          | 20           |
| Nevada.....               | 0                                   | 0            | 0          | 0            | 0           | 0          | d          | d          | 4                          | 107          |
| New Hampshire.....        | 3                                   | 88           | 4          | 86           | d           | d          | 0          | 0          | d                          | d            |
| New Jersey.....           | d                                   | d            | d          | d            | 13          | 34         | 9          | 23         | 18                         | 560          |
| New Mexico.....           | d                                   | d            | d          | d            | 0           | 0          | 0          | 0          | 0                          | 0            |
| New York.....             | d                                   | d            | 3          | 284          | 3           | 12         | 8          | 27         | 14                         | 356          |
| North Carolina.....       | d                                   | d            | 3          | 106          | 7           | 24         | 4          | 16         | 8                          | 327          |
| North Dakota.....         | d                                   | d            | d          | d            | 0           | 0          | d          | d          | d                          | d            |
| Ohio.....                 | d                                   | d            | d          | d            | d           | d          | d          | d          | 24                         | 636          |
| Oklahoma.....             | 3                                   | 36           | 3          | 30           | 5           | 13         | 10         | 13         | d                          | d            |
| Oregon.....               | d                                   | d            | d          | d            | 0           | 0          | d          | d          | 4                          | 375          |
| Pennsylvania.....         | d                                   | d            | 7          | 311          | 18          | 32         | 19         | 36         | 19                         | 413          |
| Rhode Island.....         | 0                                   | 0            | d          | d            | d           | d          | d          | d          | d                          | d            |
| South Carolina.....       | d                                   | d            | d          | d            | d           | d          | 0          | 0          | 3                          | 270          |
| South Dakota.....         | 3                                   | 51           | d          | d            | 15          | 5          | 8          | 4          | d                          | d            |
| Tennessee.....            | 3                                   | 98           | d          | d            | d           | d          | 3          | 8          | 3                          | 60           |
| Texas.....                | 6                                   | 76           | 10         | 304          | d           | d          | d          | d          | 11                         | 393          |
| Utah.....                 | 9                                   | 167          | 8          | 109          | 3           | 9          | 0          | 0          | d                          | d            |
| Vermont.....              | d                                   | d            | 3          | 93           | 0           | 0          | 0          | 0          | d                          | d            |
| Virginia.....             | 0                                   | 0            | d          | d            | 5           | 18         | 5          | 11         | 7                          | 132          |
| Washington.....           | d                                   | d            | 5          | 64           | 7           | 17         | d          | d          | d                          | d            |
| West Virginia.....        | d                                   | d            | 3          | 85           | 0           | 0          | 0          | 0          | 4                          | 124          |
| Wisconsin.....            | 3                                   | 108          | 3          | 144          | 18          | 51         | 14         | 50         | 15                         | 425          |
| Wyoming.....              | 0                                   | 0            | d          | d            | 0           | 0          | 0          | 0          | 0                          | 0            |
| U.S. Possessions [3]..... | d                                   | d            | 0          | 0            | 0           | 0          | 0          | 0          | 0                          | 0            |

Footnotes at end of table.

# Tax-Exempt Bonds, 2003-2004

**Table 10.--New Money Long-Term Tax-Exempt Private Activity Bonds, by State of Issue and Selected Purpose of Bond, 2003 and 2004--Continued**

[Money amounts are in millions of dollars]

| State of issue            | Selected purpose of bond--Continued   |               |                         |               |              |               |                               |              |           |              |
|---------------------------|---------------------------------------|---------------|-------------------------|---------------|--------------|---------------|-------------------------------|--------------|-----------|--------------|
|                           | Section 501(c)(3) hospital--Continued |               | Other section 501(c)(3) |               |              |               | All other bonds, combined [2] |              |           |              |
|                           | 2004                                  |               | 2003                    |               | 2004         |               | 2003                          |              | 2004      |              |
|                           | Number                                | Amount        | Number                  | Amount        | Number       | Amount        | Number                        | Amount       | Number    | Amount       |
| (27)                      | (28)                                  | (29)          | (30)                    | (31)          | (32)         | (33)          | (34)                          | (35)         | (36)      |              |
| <b>All States.....</b>    | <b>298</b>                            | <b>11,074</b> | <b>1,117</b>            | <b>14,112</b> | <b>1,050</b> | <b>15,654</b> | <b>67</b>                     | <b>3,850</b> | <b>67</b> | <b>5,508</b> |
| Alabama.....              | 3                                     | 30            | 12                      | 36            | 13           | 81            | d                             | d            | 0         | 0            |
| Alaska.....               | d                                     | d             | 0                       | 0             | d            | d             | 0                             | 0            | d         | d            |
| Arizona.....              | 5                                     | 313           | 11                      | 188           | 10           | 179           | 3                             | 104          | d         | d            |
| Arkansas.....             | 4                                     | 21            | 7                       | 33            | d            | d             | 0                             | 0            | d         | d            |
| California.....           | 9                                     | 616           | 50                      | 1,327         | 62           | 3,163         | 4                             | 150          | d         | d            |
| Colorado.....             | 4                                     | 551           | 27                      | 184           | 34           | 321           | d                             | d            | d         | d            |
| Connecticut.....          | 8                                     | 76            | 10                      | 509           | 7            | 103           | d                             | d            | 0         | 0            |
| Delaware.....             | d                                     | d             | d                       | d             | d            | d             | d                             | d            | d         | d            |
| District of Columbia..... | 0                                     | 0             | 7                       | 120           | 8            | 53            | d                             | d            | d         | d            |
| Florida.....              | 9                                     | 359           | 33                      | 379           | 31           | 579           | 0                             | 0            | d         | d            |
| Georgia.....              | 11                                    | 275           | 34                      | 607           | 34           | 704           | d                             | d            | 0         | 0            |
| Hawaii.....               | d                                     | d             | d                       | d             | d            | d             | 0                             | 0            | 0         | 0            |
| Idaho.....                | 0                                     | 0             | 4                       | 5             | d            | d             | 0                             | 0            | 0         | 0            |
| Illinois.....             | 9                                     | 657           | 50                      | 809           | 52           | 822           | d                             | d            | 0         | 0            |
| Indiana.....              | 4                                     | 155           | 25                      | 199           | 38           | 302           | 0                             | 0            | d         | d            |
| Iowa.....                 | 4                                     | 20            | 31                      | 256           | 34           | 161           | 3                             | 5            | 5         | 9            |
| Kansas.....               | 4                                     | 76            | 11                      | 20            | 15           | 112           | 0                             | 0            | 0         | 0            |
| Kentucky.....             | 5                                     | 207           | 18                      | 60            | 17           | 26            | d                             | d            | d         | d            |
| Louisiana.....            | 4                                     | 115           | 10                      | 168           | 14           | 221           | d                             | d            | d         | d            |
| Maine.....                | d                                     | d             | 6                       | 123           | 5            | 23            | d                             | d            | 0         | 0            |
| Maryland.....             | 8                                     | 190           | 25                      | 444           | 32           | 739           | 0                             | 0            | 0         | 0            |
| Massachusetts.....        | 14                                    | 280           | 67                      | 1,229         | 45           | 861           | d                             | d            | d         | d            |
| Michigan.....             | 11                                    | 202           | 30                      | 199           | 22           | 212           | d                             | d            | 3         | 526          |
| Minnesota.....            | 6                                     | 280           | 69                      | 503           | 64           | 377           | d                             | d            | d         | d            |
| Mississippi.....          | d                                     | d             | 6                       | 63            | 3            | 14            | d                             | d            | d         | d            |
| Missouri.....             | 5                                     | 81            | 22                      | 219           | 24           | 370           | 0                             | 0            | d         | d            |
| Montana.....              | d                                     | d             | d                       | d             | 4            | 41            | d                             | d            | 0         | 0            |
| Nebraska.....             | d                                     | d             | 13                      | 84            | 16           | 86            | 0                             | 0            | 0         | 0            |
| Nevada.....               | d                                     | d             | 5                       | 84            | d            | d             | d                             | d            | d         | d            |
| New Hampshire.....        | d                                     | d             | 9                       | 151           | 6            | 58            | d                             | d            | d         | d            |
| New Jersey.....           | 10                                    | 443           | 37                      | 304           | 28           | 339           | d                             | d            | d         | d            |
| New Mexico.....           | 3                                     | 160           | d                       | d             | d            | d             | 0                             | 0            | 0         | 0            |
| New York.....             | 29                                    | 452           | 103                     | 1,122         | 81           | 1,763         | 7                             | 689          | 9         | 1,231        |
| North Carolina.....       | 8                                     | 376           | 16                      | 284           | 10           | 136           | d                             | d            | d         | d            |
| North Dakota.....         | 0                                     | 0             | 11                      | 18            | 5            | 9             | 0                             | 0            | 0         | 0            |
| Ohio.....                 | 20                                    | 843           | 39                      | 551           | 37           | 752           | 0                             | 0            | 0         | 0            |
| Oklahoma.....             | d                                     | d             | 6                       | 68            | 7            | 51            | d                             | d            | d         | d            |
| Oregon.....               | 6                                     | 446           | 5                       | 68            | 6            | 145           | 0                             | 0            | 0         | 0            |
| Pennsylvania.....         | 20                                    | 468           | 99                      | 798           | 94           | 684           | 4                             | 275          | 3         | 341          |
| Rhode Island.....         | 4                                     | 22            | 7                       | 168           | 11           | 147           | d                             | d            | d         | d            |
| South Carolina.....       | 4                                     | 471           | 6                       | 88            | 9            | 114           | d                             | d            | d         | d            |
| South Dakota.....         | d                                     | d             | 6                       | 71            | 7            | 86            | 0                             | 0            | 0         | 0            |
| Tennessee.....            | 5                                     | 222           | 27                      | 238           | 15           | 229           | d                             | d            | d         | d            |
| Texas.....                | 7                                     | 486           | 33                      | 433           | 33           | 367           | d                             | d            | 7         | 362          |
| Utah.....                 | 0                                     | 0             | 3                       | 8             | 0            | 0             | d                             | d            | d         | d            |
| Vermont.....              | 5                                     | 179           | 9                       | 58            | 7            | 56            | d                             | d            | d         | d            |
| Virginia.....             | 5                                     | 386           | 43                      | 1,114         | 30           | 313           | 0                             | 0            | 0         | 0            |
| Washington.....           | 6                                     | 266           | 31                      | 198           | 28           | 257           | 3                             | 100          | d         | d            |
| West Virginia.....        | 6                                     | 156           | 6                       | 16            | d            | d             | 0                             | 0            | 0         | 0            |
| Wisconsin.....            | 14                                    | 390           | 30                      | 316           | 32           | 382           | 0                             | 0            | 0         | 0            |
| Wyoming.....              | 0                                     | 0             | d                       | d             | 0            | 0             | 0                             | 0            | d         | d            |
| U.S. Possessions [3]..... | 0                                     | 0             | 0                       | 0             | d            | d             | 0                             | 0            | 0         | 0            |

d - Data deleted to avoid disclosure of information about specific bonds. However, the data are included in the appropriate totals.

[1] A given bond issue can include more than one purpose. Thus, the summation of number of issues by purpose will sometimes exceed the total number of issues. However, the money amounts are additive to the totals.

[2] For purposes of this table, certain bond purposes were combined. For this reason, data in this table will differ slightly from the data in Table 7. The "all other bonds, combined" category here includes all issues for which a specific purpose either did not apply or was not clearly indicated on the Form 8038 return, as well as bonds for: local furnishing of energy or gas, local district heating or cooling facilities, hazardous waste facilities, facilities issued under a transitional rule of the Tax Reform Act of 1986, mass commuting facilities, qualified enterprise zone facility bonds, qualified empowerment zone facility bonds, District of Columbia Enterprise Zone facility bonds, Liberty bonds, veterans' mortgage bonds, student loan bonds, redevelopment bonds, and nongovernmental output property bonds.

[3] U.S. Possessions include Puerto Rico, the U.S. Virgin Islands, Guam, and the Northern Mariana Islands.

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

SOURCE: IRS, Statistics of Income Division, September 2006.

# Corporate Foreign Tax Credit, 2002

Data Release

**F**or 2002, corporations filing a U.S. tax return claimed \$42.4 billion in foreign tax credits. The foreign tax credit enabled these corporations to reduce their U.S. tax liability by 34.9 percent, from \$121.5 billion to \$79.1 billion. In percentage terms, this represents the largest share of foreign tax credits claimed against U.S. taxes since 1990 [1]. Additional credits, including the general business credit and the U.S. possessions tax credit, further reduced total U.S. tax to \$70.3 billion.

The 4,767 corporations claiming foreign tax credits for 2002 earned \$343.9 billion of worldwide taxable income and paid \$121.5 billion in worldwide income taxes. Of these amounts, 46.8 percent (\$160.9 million) of the income and 34.1 percent (\$41.5 million) of the taxes were derived from foreign-sources. The United Kingdom, Japan, Canada, Germany, and the Netherlands accounted for the largest shares of foreign-source taxable income. These five countries combined to account for 36.5 percent of all foreign-source taxable income and 40.6 percent of all foreign taxes. Also, European countries were the source for 44.7 percent of foreign-source taxable income and 41.2 percent of foreign taxes.

Corporations classified as manufacturers accounted for a majority share of financial measures related to the foreign tax credit. Manufacturing corporations claimed \$29.4 billion (69.4 percent) in foreign tax credits, earned \$105.2 billion (65.4 percent) in foreign-source taxable income, and paid \$27.4 billion (66.0 percent) in foreign taxes. The services industry had the second-largest share of foreign tax credits (10.7 percent) and foreign taxes (12.7 percent) and was third in foreign-source income (9.4 percent). Finance, insurance, real estate, and rental and leasing corporations earned the second-largest share of foreign-source gross income (10.7 percent) with \$17.2 billion.

## Data Sources and Limitations

The statistics in this data release were derived based on corporation income tax returns with a foreign tax credit that were included in the 2002 Statistics of Income sample of returns with accounting periods

ending between July 2002 and June 2003. These returns were selected after administrative processing but prior to any amendments or audit examination. The 2002 corporation income tax return sample included approximately 138,000 returns sampled from over 5.3 million active corporate returns filed for this period. The corporate tax return forms included in this sample were Forms 1120, 1120-L, 1120-F, 1120-PC, and 1120-REIT.

The foreign tax credit is provided under section 901 of the Internal Revenue Code. Corporations report the foreign income and taxes related to the credit on Form 1118, *Computation of Foreign Tax Credit--Corporations*, filed with their income tax returns. The statistics in this data release are based on information reported on Forms 1118 and related corporate returns. Corporations with an "alternative minimum tax" (AMT) liability are required to compute a separate "alternative minimum tax foreign tax credit." The AMT foreign tax credit data are not reflected in the statistics in this data release, even if the corporation reported both the "regular" foreign tax credit and the AMT foreign tax credit. Corporations reporting only the AMT computation had no regular tax and, therefore, were not included in the foreign tax credit statistics.

There are small discrepancies between the more complete foreign tax credit data presented in this data release and those published in *Statistics of Income--2002, Corporation Income Tax Returns*. These differences can be attributed to several factors, including but not limited to the following reasons: Some of the returns designated for the Statistics of Income sample were received too late to be included in the regular corporation statistics, but were included in the foreign tax credit statistics presented in this data release. Certain corporations submitted preliminary data on their original returns because they lacked complete information on their foreign operations at the time of filing. On a case-by-case basis, additional information was requested directly from the taxpayer. However, amended returns filed at a later date, including those with carrybacks of foreign taxes to be credited for 2002, were not included in the statistics.

Foreign income and taxes are understated in this data release to the extent that they were not reported on Form 1118. Also, the 2002 foreign tax credit statistics in this data release do not represent the final amounts credited that year. A complete foreign tax

*This data release was prepared by Scott Luttrell, an economist with the Special Studies Returns Analysis Section, under the direction of Chris Carson, Chief.*

credit amount for 2002 would reflect the results of any audits as well as the carryback of any foreign tax credits from 2003 and 2004. In addition to current-year foreign taxes, foreign taxes available for credit shown in this data release include only those carried forward to 2002 from previous years. Also, some corporations did not file Form 1118 because they did not have a U.S. income tax liability, and were thus unable to credit any foreign taxes paid, accrued, or deemed paid for 2002. Finally, other corporations could have deducted their foreign taxes from their gross incomes instead of claiming a foreign tax credit.

Because the estimates are based on a sample, they are subject to sampling error. Coefficients of Variation (CVs) are used to measure the magnitude of this sampling error. The CV concept is defined in the section on sampling variability in the “SOI Sampling Methodology and Data Limitations” appendix of this publication. Figure A presents CVs for foreign tax credits by selected North American Industry Classification System (NAICS) divisions, industrial sectors, and sectors. The smaller the CV, the more reliable the estimate is judged to be.

The industry classification used in this data release is based on NAICS, created under the auspices of the governments of the United States, Mexico, and Canada in response to the North American Free Trade Agreement (NAFTA). NAICS is unique among industry classifications in that the economic units that have similar production processes are classified in the same industry. NAICS replaced the Standard Industrial Classification (1997) of the United States. Prior to 1996, the SIC system was the basis for industrial groupings in data releases by Statistics of Income on the foreign tax credit.

**Description of Tables**

Table 1, columns 2 through 15, presents statistics on assets, receipts, income, and taxes reported on the basic corporation income tax returns for those corporations claiming a foreign tax credit. Columns 16 through 51 present statistics from Form 1118, *Foreign Tax Credit--Corporations*. Schedule references indicate the parts of Form 1118 from which the data were obtained. Columns 16 through 35 present statistics on foreign income (i.e., income from sources outside the United States, including U.S. Possessions) and deductions, reported primarily on Form 1118, Schedule A, *Income or Loss Before Adjustments*.

**Figure A**

**Coefficients of Variation for Foreign Tax Credit, by Selected Sector or Group, Tax Year 2002**

| Selected sector or group  | Coefficients of variation for foreign tax credit (percentages) |
|---|--|
| <b>All industries</b> .....   | 0.03   |
| <b>Agriculture, forestry, fishing, and hunting</b> .....              | 5.17   |
| <b>Mining</b> .....   | 0.27   |
| <b>Utilities</b> .....  | 0.07   |
| <b>Construction</b> .....   | 1.39   |
| <b>Manufacturing</b> .....  | 0.01   |
| Food manufacturing.....   | 0.01   |
| Beverage and tobacco products.....                                    | [1]  |
| Petroleum and coal products manufacturing .....                       | [1]  |
| Chemical manufacturing .....  | 0.02   |
| Pharmaceutical and medicine manufacturing.....                        | 0.01   |
| Fabricated metal products.....  | 0.07   |
| Machinery manufacturing.....  | 0.10   |
| Computer and electronic product manufacturing.....                    | 0.01   |
| Electrical equipment, appliance, and component manufacturing.....     | 0.02   |
| Transportation equipment manufacturing.....                           | 0.05   |
| Motor vehicles and related manufacturing.....                         | 0.01   |
| <b>Wholesale and retail trade</b> .....                               | 0.10   |
| <b>Transportation and warehousing</b> .....                           | 0.31   |
| <b>Information</b> .....  | 0.17   |
| Publishing (except Internet), motion picture and sound recording..... | 0.02   |
| Telecommunications.....   | 0.02   |
| <b>Finance, insurance, real estate, rental, and leasing</b> .....     | 0.04   |
| Finance and Insurance.....  | 0.03   |
| Securities, commodity contracts, etc.....                             | 0.01   |
| Insurance and related activities.....                                 | [1]  |
| <b>Services</b> .....   | 0.21   |
| Professional, scientific, and technical services.....                 | 0.42   |
| Management of holding companies.....                                  | 0.27   |
| Accommodation and food services.....                                  | 0.02   |

[1] Less than 0.005 percent.

Although the amounts of oil and gas income and deductions (columns 23 and 35, respectively) are included in the summary columns (i.e., columns 16 through 22 and 26 through 34), these amounts are also reported separately (on Form 1118, Schedule I, *Reduction of Oil and Gas Extraction Taxes*) because oil and gas extraction income is subject to special rules under Internal Revenue Code section 907, which effectively requires a separate limitation calculation for taxes related to oil and gas extraction income. This may result in a reduction of foreign taxes available for credit. Reductions in creditable oil and gas extraction income taxes are included with several other types of reductions in column 40 of Table 1.

## Corporate Foreign Tax Credit, 2002

Foreign branch income is also included in the summary amounts reported in columns 16 through 22 of Table 1, and is also reported separately (on Form 1118, Schedule F, *Gross Income and Definitely Allocable Deductions for Foreign Branches*) in column 24 of Table 1. For Tax Year 2002, Code section 863(b) income (income partly from within and partly from outside the United States) is included in the summary amounts reported in columns 16 through 22 of Table 1, and is aggregated on Form 1118, Schedule A, *Income or (Loss) Before Adjustments*, using a special country code.

Total deductions not definitely allocable to specific types of income (column 31 of Table 1) are equal to the sum of columns 32 through 34, relating to research and development, interest, and any other “not definitely allocable expenses” (any differences are due to taxpayer reporting variations). Total foreign-source gross income (Table 1, column 16) less total foreign deductions (Table 1, column 25) is equal to foreign-source taxable income before adjustments (Table 1, column 36).

Adjustments to foreign-source taxable income (reported in column 37 of Table 1) include the allocation of: (1) current-year foreign-source losses, (2) overall foreign losses, and (3) current-year U.S.-source losses as well as the recapture of prior-year overall foreign losses and recharacterization of prior-year foreign-source losses. These adjustments (reported on Schedule J, *Separate Limitation Loss Allocations and Other Adjustments Necessary To Determine Numerators of Limitation Fractions, Yearend Recharacterization Balances, and Overall Foreign Loss Account Balances*) affect the numerator of the limitation fraction used to compute the foreign tax credit. The income after adjustments (the numerator of the limitation fraction) is reported in column 38 of Table 1. The limitation fraction, foreign-source taxable income divided by total taxable income from all sources, is applied to the total U.S. tax against which the credit is allowed to determine any limitation on the foreign tax credit. Taxpayers are required to calculate this limitation for each income basket.

Statistics on foreign taxes are reported in columns 39 through 51 of Table 1. Data on foreign income taxes paid, accrued, and “deemed paid” (through Controlled Foreign Corporations) from Form 1118, Schedule B, *Foreign Tax Credit--Corporations*, are reported in columns 42 through 51

of Table 1. Total foreign taxes paid or accrued (Table 1, column 43) is the sum of columns 44 through 50 (any differences are due to taxpayer reporting variations). Table 1, column 41 shows carryovers of excess or “unused” taxes from prior years, which can be added to the 2002 pool of creditable foreign taxes. Total foreign taxes paid, accrued, and “deemed paid,” plus carryover, are then adjusted for certain items (e.g., reductions of foreign taxes related to oil and gas extraction income under Internal Revenue Code section 907, reductions of foreign taxes related to income earned in sanctioned countries under Internal Revenue code section 901(j), as well as other reductions of creditable taxes) in column 40. Thus, total foreign taxes available for credit (Table 1, column 39) are equal to total foreign taxes paid, accrued, and “deemed paid” (column 42), plus any carryover of prior-year excess or “unused” foreign taxes (column 41), less any reduction in foreign taxes (column 40).

Tables 2 is similar in column format to Table 1 except it provides data only from Form 1118 without the data from the basic corporation income tax return (for example, total assets and total receipts). Table 2 presents data by selected geographic region and country.

### Explanation of Selected Terms

*Adjustments to taxable income.*--This includes several types of adjustments reported on Schedule J of Form 1118, *Computation of Foreign Tax Credit--Corporations*. These include the allocation of current-year foreign losses, overall foreign losses, and current-year U.S.-source losses. Adjustments due to prior-year loss allocations are also made, including the recapture of foreign-source losses and the recharacterization of foreign-source income. The overall result of these adjustments is shown in column 37 of Table 1.

*Carryover of foreign taxes.*--Under Internal Revenue Code section 904, “U.S. persons” are allowed a 2-year carryback and 5-year carryforward of “excess” or “unused” foreign taxes for purposes of computing the “final” foreign tax credit for those years. Such taxes were included in the computation of the current-year foreign tax credit to the extent that they did not exceed the credit limitation for the current year. The 2002 statistics used for this article include only those foreign taxes that were carried forward from previous years (1997-2001). See column 41 of Table 1.

*Controlled Foreign Corporation.*--Under Internal Revenue Code section 957, a foreign corporation is a "Controlled Foreign Corporation" if more than 50 percent of its outstanding voting stock, or more than 50 percent of the value of all its outstanding stock, is owned (directly, indirectly, or constructively) by "U.S. shareholders" on any day during the foreign corporation's tax year. Internal Revenue Code section 951(b) defines a "U.S. shareholder" as a U.S. person with 10 percent or more of the total combined voting stock of the foreign corporation. Ownership attribution rules are provided in Internal Revenue Code section 958. See also *Deemed Dividends and Subpart F*.

*Current-year foreign taxes.*--Current-year foreign taxes include foreign income taxes paid, accrued, or "deemed paid" and are shown in column 42 of Table 1 and column 14 of Table 2. Current-year foreign taxes do not include any carryback or carryforward of foreign taxes from other tax years.

*Deemed dividends.*--Certain types of income earned by Controlled Foreign Corporations (CFCs) are recognized under Subpart F of the Internal Revenue Code as current-year income of the U.S. corporation, even if no income is actually received from the CFC in the current tax year. In such cases, the U.S. corporation is *deemed* to have received a pro-rata share of this income and required to report it as a "deemed dividend" on Form 1118, Schedule A. See Internal Revenue Code section 951(a) for a more detailed description of income reported as deemed dividends. See also *Controlled Foreign Corporation and Subpart F income*.

*Dividend gross-up.*--Since a dividend represents a distribution from after-tax earnings, the amount of income that a domestic corporation recognizes on receiving a dividend from a foreign corporation is net of all the foreign income taxes paid by that foreign corporation. U.S. corporations that satisfy ownership and other requirements are permitted to take an "indirect" foreign tax credit for taxes paid on the profits from which the dividends were distributed. Under Internal Revenue Code section 78, these taxes are "deemed paid" by the U.S. corporations under Internal Revenue Code sections 902 and 960(a). Consequently, the dividend income is "grossed-up" by the amount of the taxes deemed paid on the income from which the dividend was paid. This prevents U.S. corporations from crediting the foreign

taxes deemed paid and deducting the same taxes in computing foreign-source taxable income.

*Foreign oil and gas extraction income (FOGEI).*--FOGEI is the gross income from the extraction of oil and gas, as well as from the sale of assets used in the extraction of oil and gas, or from related services, working capital, dividend and partnership distributions, and any other oil and gas extraction income. In general, a foreign tax credit is not permitted for foreign taxes paid, accrued, or deemed paid in connection with the purchase or sale of oil or gas extracted in a foreign country if the taxpayer has no economic interest in the oil or gas and if the purchase or sales price differs from the fair market value.

*Foreign Sales Corporations (FSC).*--A Foreign Sales Corporation was a company incorporated abroad and controlled by a U.S. "person." A portion of the FSC's "foreign trade income" was exempt from U.S. taxation. Although these statistics do not include FSC returns, FSC dividends received by corporations claiming a foreign tax credit are included. Dividends and interest generated by a FSC comprise a separate limitation category. In July 1999, the World Trade Organization (WTO) declared FSC provisions to be an illegal export subsidy. Congress repealed the FSC provisions and created the Extraterritorial Income Exclusion Act in November 2000, which allowed U.S. corporations to continue operating FSCs until December 2001. The European Union subsequently challenged the legality of the Extraterritorial Income Exclusion Act, and, in August 2001, the WTO ruled that it was inconsistent with United States obligations. The Appellate Body of the WTO affirmed this ruling on January 14, 2002.

*Foreign-source taxable income.*--Foreign-source taxable income is equal to gross income (less loss) less deductions from sources outside the United States, including U.S. possessions, and is included in "income subject to U.S. tax" in the statistics.

*OPEC countries.*--The members of the Organization of Petroleum Exporting Countries (OPEC) for 2002 were Algeria, Indonesia, Iran, Iraq, Kuwait, Libya, Nigeria, Qatar, Saudi Arabia, the United Arab Emirates, and Venezuela.

*Specifically allocable income.*--Internal Revenue Code section 863(b) provides special rules for determining taxable income from sources outside the United States with respect to gross income derived

## Corporate Foreign Tax Credit, 2002

partly from within and partly from outside the United States. The income apportioned to sources outside the United States under these special rules is commonly referred to as “Section 863(b) income.”

*Subpart F income.*--Provisions of the Internal Revenue Code limit the ability of U.S. taxpayers to defer U.S. taxes by shifting certain types of income to lower-tax foreign countries. Subpart F identifies certain types of income, primarily passive investment income, earned by certain Controlled Foreign Corporations (CFCs), and requires the U.S. corporation to report a pro-rata share of this current-year income for U.S. tax purposes, regardless of whether or not the income was actually repatriated

to the U.S. corporation in the current tax year. See also *Controlled Foreign Corporation* and *Deemed Dividends*.

*Tax deemed paid.*--See *Dividend Gross-up*.

*U.S. person.*--A U.S. person is any citizen or resident of the United States, domestic partnership, corporation, association, company, or any estate or trust that is not considered “foreign.” See Internal Revenue Code section 7701 for more information on the definition of a U.S. person.

### Notes and References

[1] Based on unpublished data.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry**

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

| Major and selected minor industry of U.S. corporation filing return | Number of returns | Total assets          | Total receipts       | Dividends received from foreign corporations | Dividends received from IC-DISCs or former DISCs [1] | Includable income of controlled foreign corporations | Foreign dividend income from foreign taxes deemed paid (gross-up) |
|---|-------------------|-----------------------|----------------------|--|--|--|---|
|   | (1)               | (2)                   | (3)                  | (4)  | (5)  | (6)  | (7)   |
| <b>All industries.....</b>  | <b>4,767</b>      | <b>17,550,523,374</b> | <b>5,191,075,537</b> | <b>34,373,706</b>                            | <b>10,385</b>  | <b>30,362,525</b>                                    | <b>24,198,150</b>   |
| <b>Agriculture, forestry, fishing, and hunting.....</b>             | <b>295</b>        | <b>2,751,383</b>      | <b>1,290,735</b>     | <b>* 13,170</b>                              | <b>0</b>   | <b>* 732</b>   | <b>* 836</b>  |
| <b>Mining.....</b>  | <b>86</b>         | <b>101,299,447</b>    | <b>38,059,957</b>    | <b>718,099</b>                               | <b>0</b>   | <b>571,385</b>                                       | <b>549,429</b>  |
| Oil and gas extraction.....   | 49                | 28,433,149            | 9,181,988            | 237,906                                      | 0  | * 29,829   | * 103,058   |
| Coal mining and metal ore mining.....                               | 7                 | * 30,480,179          | * 4,662,854          | * 106,799                                    | 0  | * 115,342  | * 25,196  |
| Nonmetallic minerals.....   | 8                 | * 9,347,847           | * 6,040,325          | * 25,401                                     | 0  | * 27,641   | * 17,296  |
| Support activities for mining.....                                  | 23                | 33,038,272            | 18,174,790           | * 347,993                                    | 0  | * 398,573  | * 403,879   |
| <b>Utilities.....</b>   | <b>20</b>         | <b>255,899,136</b>    | <b>150,362,481</b>   | <b>278,870</b>                               | <b>0</b>   | <b>* 43,969</b>                                      | <b>* 83,227</b>   |
| <b>Construction.....</b>  | <b>115</b>        | <b>10,682,292</b>     | <b>19,224,368</b>    | <b>7,764</b>                                 | <b>0</b>   | <b>* 6,391</b>                                       | <b>* 6,458</b>  |
| Building, developing, and general contracting.....                  | 26                | 6,044,249             | 12,172,265           | * 5,082                                      | 0  | * 531  | * 1,965   |
| Heavy construction.....   | 47                | 3,531,920             | 4,875,922            | * 2,565                                      | 0  | * 1,162  | * 2,128   |
| Special trade contractors.....                                      | 42                | 1,106,123             | 2,176,181            | * 118  | 0  | * 4,699  | * 2,365   |
| <b>Manufacturing.....</b>   | <b>1,028</b>      | <b>4,208,820,591</b>  | <b>2,264,792,886</b> | <b>24,862,226</b>                            | <b>8,178</b>   | <b>22,213,275</b>                                    | <b>17,500,709</b>   |
| Food manufacturing.....   | 69                | 160,980,827           | 144,613,204          | 1,573,721                                    | * 685  | 958,807  | 1,110,383   |
| Beverage and tobacco products.....                                  | 16                | 159,573,712           | 111,565,646          | * 1,848,310                                  | * 437  | * 1,489,163  | * 1,458,388   |
| Tobacco manufacturing.....  | 4                 | * 84,335,605          | * 64,857,162         | * 564,912                                    | 0  | * 1,399,124  | * 776,472   |
| Textile mills and textile product mills.....                        | 7                 | * 4,386,968           | * 4,030,834          | * 21,395                                     | 0  | * 33,279   | * 23,384  |
| Apparel manufacturing.....  | 35                | 16,797,106            | 16,393,905           | * 74,505                                     | 0  | * 124,056  | * 73,451  |
| Leather and allied product manufacturing.....                       | 7                 | * 2,027,557           | * 2,535,261          | * 2,634                                      | 0  | * 214  | * 1,667   |
| Wood product manufacturing.....                                     | 11                | 1,957,397             | 4,535,238            | * 272  | 0  | * 3  | * 107   |
| Paper manufacturing.....  | 17                | 52,636,163            | 28,357,944           | * 733,889                                    | * 388  | * 180,950  | 513,556   |
| Printing and related support activities.....                        | 25                | 4,681,009             | 4,674,731            | * 7,119                                      | 0  | * 8,986  | * 9,353   |
| Petroleum and coal products manufacturing.....                      | 19                | 1,079,812,208         | 543,866,853          | 5,138,238                                    | 0  | 3,304,532  | 3,093,936   |
| Chemical manufacturing.....   | 166               | 647,113,921           | 373,070,227          | 5,599,838                                    | * 1,655  | 6,939,181  | 4,442,664   |
| Pharmaceutical and medicine manufacturing.....                      | 35                | 299,979,351           | 179,515,222          | 2,411,626                                    | * 891  | 4,371,912  | 2,425,235   |
| Other chemical manufacturing.....                                   | 131               | 347,134,570           | 193,555,005          | 3,188,212                                    | * 764  | 2,567,268  | 2,017,429   |
| Plastics and rubber products manufacturing.....                     | 35                | 17,921,224            | 13,077,742           | 75,959                                       | 0  | 35,427   | 54,184  |
| Nonmetallic mineral product manufacturing.....                      | 38                | 19,603,166            | 16,508,629           | 78,613                                       | * 836  | * 77,052   | 55,050  |
| Primary metal manufacturing.....                                    | 18                | 77,652,856            | 29,739,825           | * 392,966                                    | * 74   | * 132,387  | * 195,320   |
| Fabricated metal products.....                                      | 88                | 154,027,945           | 59,443,397           | 487,838                                      | * 865  | 169,850  | 343,873   |
| Machinery manufacturing.....  | 123               | 141,865,300           | 110,344,642          | 902,177                                      | * 1,111  | 1,112,143  | 903,549   |
| Computer and electronic product manufacturing.....                  | 126               | 232,450,213           | 203,009,586          | 6,026,472                                    | * 34   | 2,515,743  | 2,458,575   |
| Electrical equipment, appliance, and component manufacturing.....   | 74                | 784,098,155           | 185,692,798          | 550,537                                      | * 325  | 2,000,196  | 1,123,873   |
| Transportation equipment manufacturing.....                         | 57                | 564,823,235           | 346,681,704          | 952,847                                      | * 5  | 2,562,652  | 1,274,084   |
| Motor vehicles and related manufacturing.....                       | 32                | 405,975,690           | 225,025,131          | * 741,625                                    | * 5  | * 2,135,759  | 998,480   |
| Other transportation equipment manufacturing.....                   | 25                | 158,847,545           | 121,656,573          | 211,222                                      | 0  | 426,893  | 275,604   |
| Furniture and related products.....                                 | 10                | 6,542,564             | 9,701,789            | * 42,442                                     | 0  | * 26,512   | * 31,266  |
| Miscellaneous manufacturing and manufacturing not allocable.....    | 86                | 79,869,065            | 56,948,932           | 352,455                                      | 1,762  | 542,143  | 334,045   |
| <b>Wholesale and retail trade.....</b>                              | <b>761</b>        | <b>475,855,852</b>    | <b>792,847,426</b>   | <b>1,052,323</b>                             | <b>* 36</b>  | <b>1,225,387</b>                                     | <b>800,855</b>  |
| Wholesale trade.....  | 586               | 213,141,117           | 337,443,938          | 885,551                                      | * 36   | 743,077  | 604,374   |
| Durable goods.....  | 398               | 67,330,166            | 110,247,321          | 169,617                                      | 0  | 105,403  | 88,093  |
| Machinery, equipment, and supplies.....                             | 35                | 9,167,797             | 13,545,273           | * 59,990                                     | 0  | * 441  | * 22,810  |
| Other miscellaneous durable goods.....                              | 364               | 58,162,370            | 96,702,048           | 109,627                                      | 0  | 104,962  | 65,283  |
| Nondurable goods.....   | 188               | 145,810,951           | 227,196,618          | 715,934                                      | * 36   | 637,675  | 516,281   |
| Drugs, chemicals, and allied products.....                          | 37                | 67,766,653            | 133,482,827          | 291,650                                      | 0  | 185,036  | 195,904   |
| Groceries and related products.....                                 | 45                | 7,332,612             | 24,049,465           | 0  | 0  | * 3,396  | * 648   |
| Petroleum and petroleum products.....                               | 7                 | * 1,194,961           | * 1,384,850          | 0  | 0  | * 9  | 0   |
| Other miscellaneous nondurable goods.....                           | 99                | 69,516,726            | 68,279,476           | 424,285                                      | * 36   | 449,233  | 319,730   |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry of U.S. corporation filing return               | Number of returns | Total assets         | Total receipts     | Dividends received from foreign corporations | Dividends received from IC-DISCs or former DISCs [1] | Includable income of controlled foreign corporations | Foreign dividend income from foreign taxes deemed paid (gross-up) |
|---|-------------------|----------------------|--------------------|--|--|--|---|
|   | (1)               | (2)                  | (3)                | (4)  | (5)  | (6)  | (7)   |
| <b>Wholesale and retail trade--continued</b>                                      |                   |                      |                    |  |  |  |   |
| Retail trade.....   | 175               | 262,714,735          | 455,403,488        | 166,771                                      | 0  | 482,310  | 196,481   |
| Motor vehicle, parts dealers, and gas stations.....                               | 15                | 2,224,920            | 5,750,401          | * 27,208                                     | 0  | * 30,786   | * 31,879  |
| Furniture and home furnishing stores.....   | 3                 | * 1,584,920          | * 2,739,892        | * 37,110                                     | 0  | * 15,787   | * 20,285  |
| Building materials, garden equipment, and supplies.....                           | 20                | * 64,949,486         | * 58,688,399       | * 10   | 0  | * 98   | 0   |
| Food and beverages stores.....  | 19                | 2,640,723            | 6,666,115          | * 13   | 0  | * 2,719  | * 730   |
| Apparel and accessory stores.....   | 19                | 31,755,677           | 48,535,209         | * 30,538                                     | 0  | * 312,829  | 40,038  |
| General merchandise stores.....   | 4                 | * 110,518,239        | * 258,529,906      | * 440  | 0  | * 43,296   | * 9,756   |
| Miscellaneous retail trade.....   | 95                | 49,040,770           | 74,493,566         | * 71,453                                     | 0  | * 76,794   | * 93,793  |
| <b>Transportation and warehousing.....</b>  | <b>50</b>         | <b>138,220,990</b>   | <b>106,992,308</b> | <b>159,965</b>                               | <b>0</b>   | <b>91,398</b>  | <b>76,567</b>   |
| Air, rail, and water transportation.....  | 14                | 83,984,531           | 28,621,377         | * 70,309                                     | 0  | * 50,471   | * 24,754  |
| Water transportation.....   | 8                 | * 5,630,245          | * 4,815,181        | * 10,476                                     | 0  | * 18,171   | * 13,720  |
| Air and rail transportation.....  | 6                 | * 78,354,286         | * 23,806,196       | * 59,833                                     | 0  | * 32,300   | * 11,034  |
| Other transportation and warehousing.....   | 36                | 54,236,459           | 78,370,931         | 89,656                                       | 0  | * 40,928   | * 51,813  |
| <b>Information.....</b>   | <b>300</b>        | <b>542,488,614</b>   | <b>239,752,360</b> | <b>1,997,905</b>                             | <b>850</b>   | <b>1,389,222</b>                                     | <b>1,030,448</b>  |
| Publishing, motion picture, and sound recording.....                              | 163               | 297,962,795          | 124,212,272        | 545,498                                      | 850  | 819,980  | 527,425   |
| Broadcasting, Internet publishing.....  | 74                | 74,096,751           | 36,021,939         | * 278,674                                    | 0  | * 67,807   | * 49,970  |
| Telecommunications.....   | 19                | 117,987,226          | 54,776,505         | * 1,064,219                                  | 0  | * 399,008  | * 354,027   |
| Internet service providers, Web search portals, and data processing services..... | 5                 | * 46,056,953         | * 18,944,345       | * 49,985                                     | 0  | * 77,122   | * 64,842  |
| Other information services.....   | 40                | 6,384,889            | 5,797,300          | * 59,530                                     | 0  | * 25,304   | * 34,183  |
| <b>Finance, insurance, real estate, and rental and leasing.....</b>               | <b>686</b>        | <b>5,937,385,336</b> | <b>994,233,023</b> | <b>1,843,088</b>                             | <b>1,321</b>   | <b>3,028,215</b>                                     | <b>1,819,981</b>  |
| Finance and insurance.....  | 396               | 5,933,593,135        | 992,448,532        | 1,838,109                                    | 1,321  | 3,019,829  | 1,812,008   |
| Commercial banking and other depository credit agencies.....                      | 27                | 29,627,523           | 2,249,807          | 260  | 0  | * 42   | * 10  |
| Commercial banking.....   | 6                 | * 6,185,869          | * 445,435          | * 18   | 0  | 0  | 0   |
| Depository credit agencies other than banks.....                                  | 21                | 23,441,654           | 1,804,373          | 242  | 0  | * 42   | * 10  |
| Nondepository credit intermediation.....  | 42                | 390,942,863          | 81,820,017         | * 87,154                                     | 0  | * 361,752  | * 29,244  |
| Securities, commodity contracts, and other.....                                   | 61                | 2,549,355,955        | 185,980,830        | 1,065,316                                    | 0  | 934,009  | 967,112   |
| Insurance and related activities.....   | 236               | 2,945,683,813        | 721,478,220        | 682,488                                      | 1,321  | 1,588,973  | 732,597   |
| Insurance agencies and brokerages.....  | 12                | 56,520,268           | 17,830,106         | * 159,916                                    | 0  | * 303,043  | * 311,129   |
| Funds, trusts, and other financial vehicles.....                                  | 30                | 17,982,981           | 919,658            | * 2,891                                      | 0  | * 135,054  | * 83,045  |
| Real estate and rental and leasing.....   | 290               | 3,792,201            | 1,784,491          | 4,979  | 0  | 8,386  | * 7,973   |
| Real estate.....  | 277               | 2,766,943            | 734,852            | 4,979  | 0  | 8,219  | * 7,910   |
| Rentals and leasing.....  | 13                | 1,025,258            | 1,049,640          | 0  | 0  | * 167  | * 63  |
| <b>Services.....</b>  | <b>1,425</b>      | <b>5,877,119,733</b> | <b>583,519,992</b> | <b>3,440,296</b>                             | <b>0</b>   | <b>1,792,551</b>                                     | <b>2,329,640</b>  |
| Professional, scientific, and technical services.....                             | 413               | 89,490,847           | 68,427,418         | 323,490                                      | 0  | 246,987  | 296,497   |
| Management of holding companies.....  | 809               | 5,556,009,369        | 363,405,702        | 2,780,320                                    | 0  | 1,388,539  | 1,772,489   |
| Administrative and support and waste management and remediation.....              | 61                | 75,960,695           | 34,208,595         | 52,155                                       | 0  | 84,572   | 40,594  |
| Education services, health care, and social assistance.....                       | 35                | 27,514,076           | 15,180,995         | * 36,218                                     | 0  | * 17,676   | * 15,484  |
| Arts, entertainment, and recreation.....  | 13                | 4,291,383            | 2,723,561          | * 19,036                                     | 0  | * 1,023  | * 10,615  |
| Accommodation and food services.....  | 49                | 119,240,235          | 94,589,549         | 177,475                                      | 0  | 49,664   | 165,937   |
| Accommodation.....  | 17                | 57,797,242           | 49,150,901         | * 15,866                                     | 0  | * 31,923   | * 17,883  |
| Food services and drinking places.....  | 32                | 61,442,994           | 45,438,648         | 161,608                                      | 0  | * 17,741   | * 148,054   |
| Other services.....   | 45                | 4,613,127            | 4,984,171          | * 51,603                                     | 0  | * 4,090  | * 28,024  |
| Repair and maintenance services.....  | 31                | * 742,661            | * 649,667          | 0  | 0  | * 34   | 0   |
| Personal services, religious, grantmaking, civic, professional, etc.....          | 14                | 3,870,466            | 4,334,504          | * 51,603                                     | 0  | * 4,056  | * 28,024  |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry of U.S. corporation filing return | Net income (less deficit) | Income subject to U.S. tax | U.S. Income tax before credits |                                     | Foreign tax credit claimed | U.S. possessions tax credit |
|---|---------------------------|----------------------------|--------------------------------|-------------------------------------|----------------------------|-----------------------------|
|   |                           |                            | Total                          | Regular and alternative minimum tax |                            |                             |
|   | (8)                       | (9)                        | (10)                           | (11)                                | (12)                       | (13)                        |
| <b>All industries.....</b>  | <b>357,156,755</b>        | <b>343,851,050</b>         | <b>121,538,682</b>             | <b>121,646,488</b>                  | <b>42,419,115</b>          | <b>359,235</b>              |
| <b>Agriculture, forestry, fishing, and hunting.....</b>             | <b>163,953</b>            | <b>159,575</b>             | <b>53,038</b>                  | <b>53,036</b>                       | <b>3,256</b>               | <b>0</b>                    |
| <b>Mining.....</b>  | <b>3,929,151</b>          | <b>3,652,660</b>           | <b>1,332,879</b>               | <b>1,332,844</b>                    | <b>928,046</b>             | <b>0</b>                    |
| Oil and gas extraction.....   | 1,564,351                 | 1,518,183                  | 536,899                        | 536,892                             | 271,118                    | 0                           |
| Coal mining and metal ore mining.....                               | * 562,813                 | * 536,811                  | * 199,913                      | * 199,913                           | * 176,871                  | 0                           |
| Nonmetallic minerals.....   | * 246,326                 | * 239,277                  | * 93,248                       | * 93,248                            | * 28,234                   | 0                           |
| Support activities for mining.....                                  | * 1,555,662               | 1,358,390                  | 502,819                        | 502,791                             | 451,823                    | 0                           |
| <b>Utilities.....</b>   | <b>8,880,658</b>          | <b>7,675,481</b>           | <b>2,696,626</b>               | <b>2,695,209</b>                    | <b>176,658</b>             | <b>0</b>                    |
| <b>Construction.....</b>  | <b>966,307</b>            | <b>890,833</b>             | <b>309,884</b>                 | <b>308,737</b>                      | <b>17,102</b>              | <b>0</b>                    |
| Building, developing, and general contracting.....                  | 599,794                   | 599,073                    | 209,895                        | 209,401                             | 3,157                      | 0                           |
| Heavy construction.....   | 306,588                   | 232,714                    | 79,942                         | 79,525                              | 9,104                      | 0                           |
| Special trade contractors.....                                      | 59,925                    | 59,045                     | 20,047                         | 19,811                              | 4,842                      | 0                           |
| <b>Manufacturing.....</b>   | <b>164,058,591</b>        | <b>156,577,713</b>         | <b>55,499,456</b>              | <b>55,588,002</b>                   | <b>29,439,519</b>          | <b>334,588</b>              |
| Food manufacturing.....   | 8,598,825                 | 8,225,484                  | 2,886,860                      | 2,887,607                           | 1,225,138                  | * 1,654                     |
| Beverage and tobacco products.....                                  | 17,506,916                | 17,447,351                 | 6,106,901                      | 6,107,943                           | 1,863,305                  | * 70,466                    |
| Tobacco manufacturing.....  | * 11,001,370              | * 10,961,538               | * 3,835,496                    | * 3,836,538                         | * 879,030                  | * 4,660                     |
| Textile mills and textile product mills.....                        | * 148,130                 | * 131,904                  | * 46,556                       | * 46,556                            | * 23,818                   | 0                           |
| Apparel manufacturing.....  | 1,354,015                 | 1,340,289                  | 468,920                        | 468,920                             | 75,455                     | 0                           |
| Leather and allied product manufacturing.....                       | * 134,052                 | * 129,068                  | * 45,090                       | * 45,090                            | * 5,502                    | 0                           |
| Wood product manufacturing.....                                     | 247,555                   | 244,741                    | 85,368                         | 85,367                              | 797                        | 0                           |
| Paper manufacturing.....  | 2,953,680                 | 2,820,717                  | 1,009,345                      | 1,009,345                           | 551,239                    | * 2,831                     |
| Printing and related support activities.....                        | 506,823                   | 500,079                    | 174,959                        | 174,959                             | 10,097                     | * 1,854                     |
| Petroleum and coal products manufacturing.....                      | 28,352,530                | 27,931,082                 | 10,051,558                     | 10,050,005                          | 8,562,653                  | 0                           |
| Chemical manufacturing.....   | 42,361,558                | 39,027,065                 | 13,746,078                     | 13,745,019                          | 6,135,897                  | * 238,970                   |
| Pharmaceutical and medicine manufacturing.....                      | 25,974,323                | 22,998,094                 | 8,105,224                      | 8,104,780                           | 3,157,375                  | * 235,757                   |
| Other chemical manufacturing.....                                   | 16,387,236                | 16,028,971                 | 5,640,854                      | 5,640,239                           | 2,978,522                  | * 3,213                     |
| Plastics and rubber products manufacturing.....                     | 786,506                   | 761,357                    | 265,786                        | 265,905                             | 67,038                     | * 3,808                     |
| Nonmetallic mineral product manufacturing.....                      | 940,958                   | 889,589                    | 310,880                        | 310,880                             | 58,892                     | 0                           |
| Primary metal manufacturing.....                                    | 1,173,420                 | 1,132,697                  | 399,835                        | 399,835                             | 227,695                    | 0                           |
| Fabricated metal products.....                                      | 4,751,888                 | 4,669,471                  | 1,635,648                      | 1,634,518                           | 655,771                    | 0                           |
| Machinery manufacturing.....  | 5,883,243                 | 5,259,004                  | 1,854,083                      | 1,853,936                           | 1,104,513                  | * 11,299                    |
| Computer and electronic product manufacturing.....                  | 20,169,952                | 19,348,457                 | 7,171,626                      | 7,170,782                           | 5,375,927                  | 0                           |
| Electrical equipment, appliance, and component manufacturing.....   | 6,885,819                 | 6,556,099                  | 2,232,772                      | 2,325,271                           | 1,432,300                  | 0                           |
| Transportation equipment manufacturing.....                         | 15,153,610                | 14,612,545                 | 5,054,640                      | 5,053,353                           | 1,580,652                  | 0                           |
| Motor vehicles and related manufacturing.....                       | 7,576,197                 | 7,314,594                  | 2,567,761                      | 2,567,751                           | 1,212,678                  | 0                           |
| Other transportation equipment manufacturing.....                   | 7,577,413                 | 7,297,951                  | 2,486,880                      | 2,485,602                           | 367,974                    | 0                           |
| Furniture and related products.....                                 | 568,857                   | 567,262                    | 198,168                        | 198,168                             | 32,701                     | 0                           |
| Miscellaneous manufacturing and manufacturing not allocable.....    | 5,580,252                 | 4,983,450                  | 1,754,385                      | 1,754,546                           | 450,128                    | * 3,705                     |
| <b>Wholesale and retail trade.....</b>                              | <b>35,327,772</b>         | <b>34,295,289</b>          | <b>12,066,655</b>              | <b>12,068,045</b>                   | <b>1,287,796</b>           | <b>* 19,591</b>             |
| Wholesale trade.....  | 12,832,228                | 11,855,930                 | 4,212,716                      | 4,212,627                           | 907,352                    | 0                           |
| Durable goods.....  | 3,505,061                 | 2,672,941                  | 992,503                        | 992,414                             | 203,740                    | 0                           |
| Machinery, equipment, and supplies.....                             | 692,565                   | 685,778                    | 239,727                        | 239,727                             | 28,094                     | 0                           |
| Other miscellaneous durable goods.....                              | 2,812,496                 | 1,987,163                  | 752,776                        | 752,687                             | 175,646                    | 0                           |
| Nondurable goods.....   | 9,327,167                 | 9,182,989                  | 3,220,213                      | 3,220,213                           | 703,612                    | 0                           |
| Drugs, chemicals, and allied products.....                          | 5,763,487                 | 5,735,273                  | 2,014,679                      | 2,014,679                           | 332,288                    | 0                           |
| Groceries and related products.....                                 | 270,672                   | 250,497                    | 86,941                         | 86,941                              | 4,516                      | 0                           |
| Petroleum and petroleum products.....                               | * 9,328                   | * 8,991                    | * 3,068                        | * 3,068                             | * 257                      | 0                           |
| Other miscellaneous nondurable goods.....                           | 3,283,681                 | 3,188,228                  | 1,115,524                      | 1,115,524                           | 366,551                    | 0                           |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry of U.S. corporation filing return               | Net income (less deficit) | Income subject to U.S. tax | U.S. Income tax before credits |                                     | Foreign tax credit claimed | U.S. possessions tax credit |
|---|---------------------------|----------------------------|--------------------------------|-------------------------------------|----------------------------|-----------------------------|
|   |                           |                            | Total                          | Regular and alternative minimum tax |                            |                             |
|   | (8)                       | (9)                        | (10)                           | (11)                                | (12)                       | (13)                        |
| <b>Wholesale and retail trade--continued</b>                                      |                           |                            |                                |                                     |                            |                             |
| Retail trade.....   | 22,495,543                | 22,439,359                 | 7,853,939                      | 7,855,418                           | 380,444                    | * 19,591                    |
| Motor vehicle, parts dealers, and gas stations.....                               | 195,129                   | 185,391                    | 64,707                         | 66,323                              | 32,520                     | 0                           |
| Furniture and home furnishing stores.....   | * 102,809                 | * 102,793                  | * 35,877                       | * 35,877                            | * 21,800                   | 0                           |
| Building materials, garden equipment, and supplies.....                           | * 4,437,187               | * 4,424,425                | * 1,548,425                    | * 1,548,425                         | * 13,421                   | 0                           |
| Food and beverages stores.....  | 163,699                   | 158,974                    | 55,572                         | 55,436                              | 808                        | 0                           |
| Apparel and accessory stores.....   | 2,742,536                 | 2,742,758                  | 959,679                        | 959,679                             | 148,406                    | 0                           |
| General merchandise stores.....   | * 10,726,633              | * 10,722,764               | * 3,753,122                    | * 3,753,122                         | * 50,940                   | * 19,591                    |
| Miscellaneous retail trade.....   | 4,127,550                 | 4,102,254                  | 1,436,557                      | 1,436,557                           | 112,549                    | 0                           |
| <b>Transportation and warehousing.....</b>  | <b>5,840,065</b>          | <b>4,934,307</b>           | <b>1,795,321</b>               | <b>1,795,321</b>                    | <b>113,059</b>             | <b>0</b>                    |
| Air, rail, and water transportation.....  | 1,266,781                 | 405,331                    | 210,895                        | 210,895                             | 23,897                     | 0                           |
| Water transportation.....   | * 148,073                 | * 148,057                  | * 52,570                       | * 52,570                            | * 12,405                   | 0                           |
| Air and rail transportation.....  | * 1,118,708               | * 257,274                  | * 158,325                      | * 158,325                           | * 11,492                   | 0                           |
| Other transportation and warehousing.....   | 4,573,284                 | 4,528,976                  | 1,584,426                      | 1,584,426                           | 89,163                     | 0                           |
| <b>Information.....</b>   | <b>25,936,652</b>         | <b>24,522,670</b>          | <b>8,589,210</b>               | <b>8,586,165</b>                    | <b>2,686,388</b>           | <b>0</b>                    |
| Publishing, motion picture, and sound recording.....                              | 19,294,421                | 18,307,667                 | 6,413,815                      | 6,412,609                           | 1,711,298                  | 0                           |
| Broadcasting, Internet publishing.....  | 1,499,112                 | 1,305,981                  | 458,535                        | 456,697                             | 369,566                    | 0                           |
| Telecommunications.....   | 3,336,953                 | 3,228,947                  | 1,128,561                      | 1,128,561                           | 453,529                    | 0                           |
| Internet service providers, Web search portals, and data processing services..... | * 1,026,021               | * 923,363                  | * 323,072                      | * 323,072                           | * 118,356                  | 0                           |
| Other information services.....   | 780,145                   | 756,712                    | 265,226                        | 265,226                             | 33,640                     | 0                           |
| <b>Finance, insurance, real estate, and rental and leasing...</b>                 | <b>50,113,393</b>         | <b>49,472,003</b>          | <b>17,581,766</b>              | <b>17,609,680</b>                   | <b>3,216,757</b>           | <b>0</b>                    |
| Finance and insurance.....  | 49,890,010                | 49,262,488                 | 17,511,112                     | 17,539,074                          | 3,200,661                  | 0                           |
| Commercial banking and other depository credit agencies.....                      | 337,507                   | 322,902                    | 111,935                        | 111,798                             | 1,555                      | 0                           |
| Commercial banking.....   | * 88,419                  | * 86,796                   | * 30,322                       | * 30,185                            | * 1,346                    | 0                           |
| Depository credit agencies other than banks.....                                  | 249,087                   | 236,106                    | 81,613                         | 81,613                              | 209                        | 0                           |
| Nondepository credit intermediation.....  | 5,723,296                 | 5,511,975                  | 1,929,158                      | 1,929,154                           | 182,320                    | 0                           |
| Securities, commodity contracts, and other.....                                   | 11,923,258                | 12,735,698                 | 4,508,009                      | 4,508,009                           | 1,576,070                  | 0                           |
| Insurance and related activities.....   | 30,829,721                | 29,622,398                 | 10,582,674                     | 10,610,777                          | 1,155,612                  | 0                           |
| Insurance agencies and brokerages.....  | 2,291,590                 | 2,271,278                  | 794,973                        | 794,754                             | 318,749                    | 0                           |
| Funds, trusts, and other financial vehicles.....                                  | 1,076,228                 | 1,069,515                  | 379,336                        | 379,336                             | 285,105                    | 0                           |
| Real estate and rental and leasing.....   | 223,383                   | 209,515                    | 70,654                         | 70,606                              | 16,096                     | 0                           |
| Real estate.....  | 172,594                   | 162,849                    | 54,333                         | 54,285                              | 14,184                     | 0                           |
| Rentals and leasing.....  | 50,789                    | 46,666                     | 16,321                         | 16,321                              | 1,912                      | 0                           |
| <b>Services.....</b>  | <b>61,940,213</b>         | <b>61,670,519</b>          | <b>21,613,846</b>              | <b>21,609,448</b>                   | <b>4,550,535</b>           | <b>* 5,056</b>              |
| Professional, scientific, and technical services.....                             | 5,377,554                 | 5,168,595                  | 1,815,000                      | 1,815,000                           | 418,124                    | 0                           |
| Management of holding companies.....  | 49,513,676                | 48,955,350                 | 17,141,635                     | 17,141,435                          | 3,471,665                  | 0                           |
| Administrative and support and waste management and remediation.....              | 920,050                   | 1,487,883                  | 533,466                        | 533,466                             | 119,327                    | 0                           |
| Education services, health care, and social assistance.....                       | 1,331,684                 | 1,323,984                  | 462,840                        | 462,840                             | 19,782                     | 0                           |
| Arts, entertainment, and recreation.....  | 179,661                   | 175,121                    | 60,827                         | 60,827                              | 43,182                     | 0                           |
| Accommodation and food services.....  | 4,202,115                 | 4,161,022                  | 1,461,140                      | 1,456,942                           | 447,591                    | * 5,056                     |
| Accommodation.....  | 1,530,586                 | 1,496,155                  | 528,464                        | 524,306                             | 40,845                     | * 474                       |
| Food services and drinking places.....  | 2,671,529                 | 2,664,866                  | 932,676                        | 932,635                             | 406,747                    | * 4,581                     |
| Other services.....   | 415,473                   | 398,564                    | 138,940                        | 138,940                             | 30,864                     | 0                           |
| Repair and maintenance services.....  | * 39,577                  | * 24,088                   | * 8,046                        | * 8,046                             | * 535                      | 0                           |
| Personal services, religious, grantmaking, civic, professional, etc.....          | 375,895                   | 374,476                    | 130,893                        | 130,893                             | 30,330                     | 0                           |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry of U.S. corporation filing return | General business credit | U.S. income tax after credits [2] | Foreign income and taxes |                   |   |                   |
|---|-------------------------|-----------------------------------|--------------------------|-------------------|---|-------------------|
|   |                         |                                   | Gross income (less loss) |                   |   |                   |
|   |                         |                                   | Total                    | Dividends         | Foreign dividend income from foreign taxes deemed paid (gross-up) | Interest          |
|   | (14)                    | (15)                              | (16)                     | (17)              | (18)  | (19)              |
| <b>All industries.....</b>  | <b>5,929,746</b>        | <b>70,323,698</b>                 | <b>330,848,675</b>       | <b>64,110,977</b> | <b>24,192,161</b>   | <b>44,540,804</b> |
| <b>Agriculture, forestry, fishing, and hunting.....</b>             | <b>* 1,289</b>          | <b>48,423</b>                     | <b>29,640</b>            | <b>13,909</b>     | <b>* 836</b>  | <b>* 367</b>      |
| <b>Mining.....</b>  | <b>8,674</b>            | <b>380,276</b>                    | <b>6,855,110</b>         | <b>1,275,802</b>  | <b>549,429</b>  | <b>275,892</b>    |
| Oil and gas extraction.....   | * 6,396                 | 253,104                           | 1,441,676                | 265,896           | * 103,058   | 20,403            |
| Coal mining and metal ore mining.....                               | * 1,571                 | * 18,901                          | * 2,529,490              | * 214,881         | * 25,196  | * 76,796          |
| Nonmetallic minerals.....   | * 179                   | * 57,804                          | * 190,512                | * 48,542          | * 17,296  | * 14,218          |
| Support activities for mining.....                                  | * 528                   | 50,468                            | 2,693,431                | * 746,481         | * 403,879   | * 164,475         |
| <b>Utilities.....</b>   | <b>40,106</b>           | <b>2,037,158</b>                  | <b>1,621,918</b>         | <b>321,513</b>    | <b>* 83,227</b>   | <b>* 18,976</b>   |
| <b>Construction.....</b>  | <b>9,298</b>            | <b>230,356</b>                    | <b>282,474</b>           | <b>13,036</b>     | <b>* 6,458</b>  | <b>* 4,356</b>    |
| Building, developing, and general contracting.....                  | * 8,995                 | 145,158                           | 17,906                   | 5,618             | * 1,965   | * 1,664           |
| Heavy construction.....   | * 182                   | 70,609                            | 182,091                  | 2,575             | * 2,128   | * 2,692           |
| Special trade contractors.....                                      | * 122                   | 14,589                            | 82,477                   | 4,843             | * 2,365   | 0                 |
| <b>Manufacturing.....</b>   | <b>2,578,068</b>        | <b>22,540,184</b>                 | <b>173,027,523</b>       | <b>46,808,663</b> | <b>17,495,492</b>   | <b>7,827,260</b>  |
| Food manufacturing.....   | 43,859                  | 1,607,373                         | 5,942,131                | 2,522,394         | 1,110,266   | 126,719           |
| Beverage and tobacco products.....                                  | * 25,121                | 4,146,539                         | 10,735,376               | * 3,333,354       | * 1,458,388   | * 297,473         |
| Tobacco manufacturing.....  | * 22,308                | * 2,928,028                       | * 5,008,573              | * 1,964,037       | * 776,472   | * 6,556           |
| Textile mills and textile product mills.....                        | * 4,022                 | * 17,759                          | * 176,538                | * 54,674          | * 23,384  | * 9,560           |
| Apparel manufacturing.....  | * 1,541                 | 389,735                           | 604,274                  | * 198,449         | * 73,444  | * 39,431          |
| Leather and allied product manufacturing.....                       | * 648                   | * 38,940                          | * 116,830                | * 7,245           | * 1,667   | * 561             |
| Wood product manufacturing.....                                     | * 1,218                 | 83,263                            | 40,836                   | * 268             | * 107   | * 991             |
| Paper manufacturing.....  | * 43,586                | 410,764                           | 2,504,219                | 913,967           | 513,554   | 59,340            |
| Printing and related support activities.....                        | * 4,659                 | 158,157                           | 64,121                   | 16,126            | * 9,353   | * 1,779           |
| Petroleum and coal products manufacturing.....                      | * 202,211               | 1,125,057                         | 41,293,570               | 8,417,337         | 3,091,148   | 2,886,292         |
| Chemical manufacturing.....   | 484,944                 | 6,873,731                         | 38,078,671               | 12,374,433        | 4,441,653   | 436,718           |
| Pharmaceutical and medicine manufacturing.....                      | 368,676                 | 4,341,961                         | 20,568,319               | 6,648,553         | 2,424,242   | 108,810           |
| Other chemical manufacturing.....                                   | 116,267                 | 2,531,770                         | 17,510,352               | 5,725,879         | 2,017,411   | 327,908           |
| Plastics and rubber products manufacturing.....                     | 4,501                   | 189,811                           | 395,051                  | 113,774           | 54,184  | 22,946            |
| Nonmetallic mineral product manufacturing.....                      | * 3,063                 | 245,795                           | 306,395                  | 155,098           | 54,897  | * 19,218          |
| Primary metal manufacturing.....                                    | * 990                   | 168,022                           | 1,609,449                | 514,641           | * 195,319   | * 373,257         |
| Fabricated metal products.....                                      | 26,372                  | 951,541                           | 3,798,202                | 656,953           | 343,839   | 99,963            |
| Machinery manufacturing.....  | 98,501                  | 637,496                           | 7,187,103                | 2,007,844         | 903,336   | 348,855           |
| Computer and electronic product manufacturing.....                  | 260,954                 | 1,490,750                         | 32,106,210               | 8,560,059         | 2,458,021   | 578,694           |
| Electrical equipment, appliance, and component manufacturing.....   | 208,120                 | 441,371                           | 12,518,708               | 2,557,033         | 1,123,616   | 1,677,293         |
| Transportation equipment manufacturing.....                         | 1,059,783               | 2,205,115                         | 11,138,531               | 3,448,413         | 1,274,006   | 725,993           |
| Motor vehicles and related manufacturing.....                       | 727,747                 | 473,008                           | 8,647,576                | 2,819,304         | 998,402   | 567,213           |
| Other transportation equipment manufacturing.....                   | 332,036                 | 1,732,107                         | 2,490,955                | 629,109           | 275,604   | 158,780           |
| Furniture and related products.....                                 | * 1,654                 | 163,379                           | 133,950                  | * 68,955          | * 31,266  | * 6,237           |
| Miscellaneous manufacturing and manufacturing not allocable.....    | 102,320                 | 1,195,588                         | 4,277,357                | 887,645           | 334,043   | 115,939           |
| <b>Wholesale and retail trade.....</b>                              | <b>195,623</b>          | <b>10,480,542</b>                 | <b>10,990,285</b>        | <b>2,252,904</b>  | <b>800,855</b>  | <b>289,108</b>    |
| Wholesale trade.....  | 109,788                 | 3,131,696                         | 8,328,180                | 1,603,864         | 604,374   | 225,758           |
| Durable goods.....  | 11,895                  | 767,878                           | 3,081,249                | 274,255           | 88,093  | 38,266            |
| Machinery, equipment, and supplies.....                             | * 131                   | 210,374                           | 172,844                  | * 60,411          | * 22,810  | 3,409             |
| Other miscellaneous durable goods.....                              | 11,765                  | 557,504                           | 2,908,405                | 213,843           | 65,283  | 34,857            |
| Nondurable goods.....   | 97,893                  | 2,363,818                         | 5,246,931                | 1,329,609         | 516,281   | 187,492           |
| Drugs, chemicals, and allied products.....                          | 50,539                  | 1,598,409                         | 2,686,194                | 473,506           | 195,904   | 18,606            |
| Groceries and related products.....                                 | * 1,156                 | 81,083                            | 61,754                   | * 3,405           | * 648   | * 355             |
| Petroleum and petroleum products.....                               | 0                       | * 2,802                           | * 1,765                  | * 10              | 0   | 1,433             |
| Other miscellaneous nondurable goods.....                           | 46,198                  | 681,524                           | 2,497,219                | 852,688           | 319,730   | 167,097           |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return               | General business<br>credit | U.S. income tax<br>after credits [2] | Foreign income and taxes |                  |   |                   |
|--|----------------------------|--------------------------------------|--------------------------|------------------|---|-------------------|
|  |                            |                                      | Gross income (less loss) |                  |   |                   |
|  |                            |                                      | Total                    | Dividends        | Foreign dividend<br>income from<br>foreign taxes<br>deemed paid<br>(gross-up) | Interest          |
|  | (14)                       | (15)                                 | (16)                     | (17)             | (18)  | (19)              |
| <b>Wholesale and retail trade--continued</b>   |                            |                                      |                          |                  |   |                   |
| Retail trade.....  | 85,835                     | 7,348,846                            | 2,662,104                | 649,040          | 196,481   | 63,350            |
| Motor vehicle, parts dealers, and gas stations.....                                  | * 2,022                    | 29,943                               | 105,870                  | 58,000           | * 31,879  | * 237             |
| Furniture and home furnishing stores.....  | * 135                      | * 13,852                             | * 77,083                 | * 52,847         | * 20,285  | * 57              |
| Building materials, garden equipment, and supplies.....                              | * 706                      | * 1,534,298                          | * 41,734                 | * 106            | 0   | * 3,438           |
| Food and beverages stores.....   | * 1,041                    | 53,286                               | 74,776                   | * 2,732          | * 730   | * 1,058           |
| Apparel and accessory stores.....  | 9,328                      | 792,297                              | 949,190                  | 343,367          | 40,038  | * 19,457          |
| General merchandise stores.....  | * 61,266                   | * 3,621,064                          | * 540,377                | * 43,736         | * 9,756   | * 10,237          |
| Miscellaneous retail trade.....  | 11,338                     | 1,304,106                            | 873,074                  | 148,252          | * 93,793  | 28,866            |
| <b>Transportation and warehousing.....</b>   | <b>* 22,396</b>            | <b>1,651,917</b>                     | <b>8,878,031</b>         | <b>248,541</b>   | <b>76,450</b>   | <b>111,712</b>    |
| Air, rail, and water transportation.....   | * 210                      | 179,336                              | 1,661,479                | * 120,411        | * 24,754  | * 9,465           |
| Water transportation.....  | 0                          | * 32,713                             | * 1,405,629              | * 28,647         | * 13,721  | * 138             |
| Air and rail transportation.....   | * 210                      | * 146,623                            | * 255,850                | * 91,765         | * 11,034  | * 9,327           |
| Other transportation and warehousing.....  | * 22,186                   | 1,472,581                            | 7,216,552                | 128,130          | * 51,695  | 102,245           |
| <b>Information.....</b>  | <b>1,328,773</b>           | <b>4,428,864</b>                     | <b>27,058,011</b>        | <b>3,327,845</b> | <b>1,030,448</b>  | <b>378,696</b>    |
| Publishing, motion picture, and sound recording.....                                 | 1,257,704                  | 3,302,591                            | 18,283,707               | 1,298,712        | 527,425   | 129,933           |
| Broadcasting, Internet publishing.....   | * 14,544                   | * 73,156                             | 4,017,850                | * 354,281        | * 49,970  | * 106,186         |
| Telecommunications.....  | * 19,754                   | 654,343                              | 2,898,915                | * 1,463,230      | * 354,027   | * 124,469         |
| Internet service providers, Web search portals, and data<br>processing services..... | * 34,243                   | * 170,474                            | * 1,416,058              | * 126,788        | * 64,842  | * 16,695          |
| Other information services.....  | * 2,529                    | 228,300                              | 441,481                  | * 84,834         | * 34,183  | * 1,414           |
| <b>Finance, insurance, real estate, and rental and leasing...</b>                    | <b>652,953</b>             | <b>13,047,334</b>                    | <b>51,992,872</b>        | <b>4,590,695</b> | <b>1,819,974</b>  | <b>15,788,234</b> |
| Finance and insurance.....   | 652,517                    | 12,993,662                           | 51,893,293               | 4,577,450        | 1,812,002   | 15,779,351        |
| Commercial banking and other depository credit<br>agencies.....                      | * 1,508                    | 108,873                              | 39,744                   | 310              | 10  | * 39,280          |
| Commercial banking.....  | * 237                      | * 28,739                             | * 38,399                 | * 18             | 0   | * 38,237          |
| Depository credit agencies other than banks.....                                     | * 1,271                    | 80,134                               | 1,345                    | 292              | * 10  | * 1,043           |
| Nondepository credit intermediation.....   | * 233,588                  | 1,513,246                            | 8,839,740                | 229,849          | * 29,244  | 1,781,756         |
| Securities, commodity contracts, and other.....                                      | 43,955                     | 2,562,612                            | 17,787,356               | 1,989,930        | 967,112   | 7,898,747         |
| Insurance and related activities.....  | 349,189                    | 8,740,566                            | 24,172,043               | 2,219,473        | 732,591   | 5,238,186         |
| Insurance agencies and brokerages.....   | * 7,895                    | 453,121                              | 1,580,045                | * 462,963        | * 311,129   | * 112,387         |
| Funds, trusts, and other financial vehicles.....                                     | * 24,277                   | 68,364                               | 1,054,409                | 137,888          | * 83,045  | * 821,382         |
| Real estate and rental and leasing.....  | * 436                      | 53,673                               | 99,579                   | 13,245           | * 7,973   | 8,883             |
| Real estate.....   | * 436                      | 39,383                               | 71,895                   | 13,136           | * 7,910   | 8,744             |
| Rentals and leasing.....   | 0                          | 14,289                               | 27,684                   | * 109            | * 63  | * 139             |
| <b>Services.....</b>   | <b>1,092,566</b>           | <b>15,478,644</b>                    | <b>50,112,811</b>        | <b>5,258,069</b> | <b>2,328,993</b>  | <b>19,846,204</b> |
| Professional, scientific, and technical services.....                                | 66,072                     | 1,321,746                            | 7,326,964                | 577,997          | 296,450   | 163,109           |
| Management of holding companies.....   | 910,097                    | 12,383,348                           | 35,656,506               | 4,193,153        | 1,771,889   | 19,101,235        |
| Administrative and support and waste management<br>and remediation.....              | 13,442                     | 397,087                              | 1,795,844                | 135,459          | 40,594  | 62,613            |
| Education services, health care, and social assistance.....                          | * 4,471                    | 432,695                              | 192,016                  | * 52,630         | * 15,484  | * 1,775           |
| Arts, entertainment, and recreation.....   | * 1,541                    | 16,071                               | 514,178                  | * 20,059         | * 10,615  | * 2,672           |
| Accommodation and food services.....   | 95,645                     | 821,113                              | 4,485,414                | 223,072          | 165,937   | 500,352           |
| Accommodation.....   | * 13,748                   | 381,836                              | 1,119,928                | * 43,817         | * 17,883  | * 247,260         |
| Food services and drinking places.....   | 81,898                     | 439,277                              | 3,365,486                | 179,255          | * 148,054   | 253,092           |
| Other services.....  | * 1,297                    | 106,584                              | 141,890                  | 55,700           | * 28,024  | * 14,448          |
| Repair and maintenance services.....   | * 37                       | * 7,475                              | * 8,353                  | * 38             | 0   | * 2,218           |
| Personal services, religious, grantmaking,<br>civic, professional, etc.....          | * 1,261                    | 99,109                               | 133,537                  | 55,662           | * 28,024  | * 12,230          |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return | Foreign income and taxes--Continued      |                   |                    |   |                              |                    |                                       |
|--|--|-------------------|--------------------|---|------------------------------|--------------------|---------------------------------------|
|  | Gross income (less loss)--Continued      |                   |                    |   |                              | Deductions         |                                       |
|  | Rents,<br>royalties, and<br>license fees | Service<br>income | Other income       | Oil and gas<br>extraction<br>income [3] | Foreign branch<br>income [3] | Total              | Definitely<br>allocable<br>deductions |
|  |  |                   |                    |   |                              |                    | Total                                 |
|  | (20)                                     | (21)              | (22)               | (23)                                    | (24)                         | (25)               | (26)                                  |
| <b>All industries.....</b>   | <b>57,250,191</b>                        | <b>17,052,272</b> | <b>123,702,269</b> | <b>16,334,230</b>                       | <b>65,808,217</b>            | <b>169,993,066</b> | <b>90,263,594</b>                     |
| <b>Agriculture, forestry, fishing, and hunting.....</b>                | <b>* 7,988</b>                           | <b>* 2,862</b>    | <b>* 3,679</b>     | <b>0</b>                                | <b>* -7</b>                  | <b>* 9,016</b>     | <b>* 2,201</b>                        |
| <b>Mining.....</b>   | <b>173,512</b>                           | <b>455,559</b>    | <b>4,124,915</b>   | <b>1,351,607</b>                        | <b>2,346,950</b>             | <b>3,746,037</b>   | <b>3,022,140</b>                      |
| Oil and gas extraction.....  | * 265                                    | * 2,696           | 1,049,357          | 1,315,537                               | 448,012                      | 618,362            | 503,310                               |
| Coal mining and metal ore mining.....                                  | * 9,716                                  | * 263,205         | * 1,939,695        | * 36,071                                | * 268,365                    | * 1,862,927        | * 1,472,162                           |
| Nonmetallic minerals.....  | * 7,723                                  | * 1,149           | * 101,584          | 0                                       | * 32,657                     | * 96,178           | * 87,537                              |
| Support activities for mining.....                                     | * 155,808                                | * 188,509         | * 1,034,279        | 0                                       | * 1,597,916                  | 1,168,570          | 959,131                               |
| <b>Utilities.....</b>  | <b>* 67,996</b>                          | <b>* 64,927</b>   | <b>* 1,065,279</b> | <b>0</b>                                | <b>* 2,033</b>               | <b>338,326</b>     | <b>123,460</b>                        |
| <b>Construction.....</b>   | <b>* 37,339</b>                          | <b>198,692</b>    | <b>22,595</b>      | <b>0</b>                                | <b>* 89,851</b>              | <b>197,365</b>     | <b>180,790</b>                        |
| Building, developing, and general contracting.....                     | * 7,844                                  | * 748             | * 67               | 0                                       | 0                            | * 1,363            | * 537                                 |
| Heavy construction.....  | * 25,799                                 | * 135,316         | * 13,581           | 0                                       | * 56,191                     | * 136,383          | * 130,039                             |
| Special trade contractors.....   | * 3,695                                  | * 62,627          | * 8,946            | 0                                       | * 33,661                     | * 59,618           | * 50,214                              |
| <b>Manufacturing.....</b>  | <b>32,100,060</b>                        | <b>2,876,944</b>  | <b>65,919,104</b>  | <b>* 14,654,776</b>                     | <b>17,169,257</b>            | <b>67,853,963</b>  | <b>36,126,204</b>                     |
| Food manufacturing.....  | 471,436                                  | * 8,972           | 1,702,344          | 0                                       | * 1,106,202                  | 1,927,062          | 1,151,277                             |
| Beverage and tobacco products.....                                     | 1,771,149                                | * 186,921         | 3,688,091          | 0                                       | * 1,522,290                  | 3,751,102          | 1,668,507                             |
| Tobacco manufacturing.....   | * 519,119                                | * 2,477           | * 1,739,912        | 0                                       | * 297,452                    | * 1,611,721        | * 1,037,689                           |
| Textile mills and textile product mills.....                           | * 28,553                                 | 0                 | * 60,367           | 0                                       | 0                            | * 74,246           | * 44,608                              |
| Apparel manufacturing.....   | * 159,104                                | * 14,428          | * 119,419          | 0                                       | * 106,813                    | * 264,886          | * 48,591                              |
| Leather and allied product manufacturing.....                          | * 30,372                                 | * 49,908          | * 27,077           | 0                                       | * 55,542                     | * 69,284           | * 59,575                              |
| Wood product manufacturing.....  | * 68                                     | * 244             | * 39,159           | 0                                       | * 244                        | * 35,994           | * 33,513                              |
| Paper manufacturing.....   | * 352,301                                | * 119             | * 664,938          | 0                                       | * 228,754                    | 799,718            | * 339,366                             |
| Printing and related support activities.....                           | * 10,919                                 | * 15,985          | * 9,958            | 0                                       | * 2,509                      | * 28,027           | * 23,557                              |
| Petroleum and coal products manufacturing.....                         | 373,095                                  | * 4,344           | 26,521,354         | * 14,560,748                            | * 3,061,887                  | 16,231,118         | 13,863,724                            |
| Chemical manufacturing.....  | 9,065,581                                | 347,143           | 11,413,142         | 0                                       | 4,815,164                    | 14,134,550         | 5,607,205                             |
| Pharmaceutical and medicine manufacturing.....                         | 5,544,455                                | * 246,790         | 5,595,468          | 0                                       | 3,043,111                    | 7,335,087          | 2,952,855                             |
| Other chemical manufacturing.....                                      | 3,521,126                                | 100,353           | 5,817,674          | 0                                       | 1,772,053                    | 6,799,463          | 2,654,350                             |
| Plastics and rubber products manufacturing.....                        | 111,672                                  | * 2,351           | 90,125             | 0                                       | * 27,403                     | 177,896            | 49,804                                |
| Nonmetallic mineral product manufacturing.....                         | * 23,152                                 | * 9,155           | * 44,875           | 0                                       | * 3,891                      | 98,029             | 48,302                                |
| Primary metal manufacturing.....                                       | * 49,931                                 | * 136,272         | * 340,029          | 0                                       | * 260,320                    | 647,638            | 163,028                               |
| Fabricated metal products.....   | 675,408                                  | 29,567            | 1,992,471          | 0                                       | 1,580,015                    | 1,778,760          | 1,371,704                             |
| Machinery manufacturing.....   | 1,222,878                                | 283,126           | 2,421,063          | * 94,027                                | 1,236,304                    | 3,227,272          | 1,415,825                             |
| Computer and electronic product manufacturing.....                     | 11,840,627                               | 1,460,611         | 7,208,199          | 0                                       | 2,139,216                    | 11,695,543         | 4,014,435                             |
| Electrical equipment, appliance, and component<br>manufacturing.....   | 2,341,490                                | 106,387           | 4,712,889          | 0                                       | 263,115                      | 7,228,046          | 3,656,049                             |
| Transportation equipment manufacturing.....                            | 2,276,788                                | * 211,073         | 3,202,259          | 0                                       | 327,541                      | 4,035,888          | 1,732,763                             |
| Motor vehicles and related manufacturing.....                          | 1,859,831                                | * 4,760           | 2,398,065          | 0                                       | * 188,758                    | 3,135,202          | 1,206,974                             |
| Other transportation equipment manufacturing.....                      | 416,956                                  | * 206,312         | 804,194            | 0                                       | 138,783                      | 900,685            | 525,789                               |
| Furniture and related products.....                                    | * 6,158                                  | 0                 | * 21,333           | 0                                       | * 1,389                      | * 20,263           | * 6,557                               |
| Miscellaneous manufacturing and manufacturing<br>not allocable.....    | 1,289,378                                | 10,340            | 1,640,012          | 0                                       | 430,656                      | 1,628,640          | 827,813                               |
| <b>Wholesale and retail trade.....</b>                                 | <b>3,652,276</b>                         | <b>415,966</b>    | <b>3,579,177</b>   | <b>0</b>                                | <b>1,462,663</b>             | <b>5,878,132</b>   | <b>3,757,402</b>                      |
| Wholesale trade.....   | 2,693,504                                | 179,429           | 3,021,251          | 0                                       | 1,108,628                    | 4,769,492          | 3,021,734                             |
| Durable goods.....   | 1,953,891                                | 53,233            | 673,512            | 0                                       | 232,931                      | 2,100,517          | 1,423,062                             |
| Machinery, equipment, and supplies.....                                | * 17,383                                 | * 18,139          | 50,693             | 0                                       | * 28,930                     | 75,432             | 62,648                                |
| Other miscellaneous durable goods.....                                 | 1,936,508                                | 35,094            | 622,819            | 0                                       | 204,001                      | 2,025,086          | 1,360,414                             |
| Non-durable goods.....   | 739,613                                  | 126,196           | 2,347,739          | 0                                       | 875,698                      | 2,668,975          | 1,598,671                             |
| Drugs, chemicals, and allied products.....                             | 412,759                                  | * 41,943          | 1,543,475          | 0                                       | * 605,787                    | 1,540,316          | 1,002,499                             |
| Groceries and related products.....                                    | * 7,016                                  | * 3,814           | * 46,516           | 0                                       | * 15,709                     | 45,517             | 42,859                                |
| Petroleum and petroleum products.....                                  | 0  | * 169             | * 152              | 0                                       | 0                            | * 438              | 0                                     |
| Other miscellaneous non-durable goods.....                             | 319,838                                  | * 80,270          | 757,596            | 0                                       | 254,202                      | 1,082,704          | 553,313                               |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return               | Foreign income and taxes--Continued      |                   |                   |   |                              |                   |                                       |
|--|--|-------------------|-------------------|---|------------------------------|-------------------|---------------------------------------|
|  | Gross income (less loss)--Continued      |                   |                   |   |                              | Deductions        |                                       |
|  | Rents,<br>royalties, and<br>license fees | Service<br>income | Other income      | Oil and gas<br>extraction<br>income [3] | Foreign branch<br>income [3] | Total             | Definitely<br>allocable<br>deductions |
|  |  |                   |                   |   |                              |                   | Total                                 |
|  | (20)                                     | (21)              | (22)              | (23)                                    | (24)                         | (25)              | (26)                                  |
| <b>Wholesale and retail trade--continued</b>   |  |                   |                   |   |                              |                   |                                       |
| Retail trade.....  | 958,772                                  | * 236,537         | 557,925           | 0                                       | 354,035                      | 1,108,640         | 735,668                               |
| Motor vehicle, parts dealers, and gas stations.....                                  | * 3,549                                  | * 881             | * 11,324          | 0                                       | * 3,775                      | * 11,204          | * 9,325                               |
| Furniture and home furnishing stores.....  | * 3,500                                  | 0                 | * 393             | 0                                       | 0                            | * 3,929           | * 1,027                               |
| Building materials, garden equipment, and supplies.....                              | * 38,283                                 | 0                 | * -92             | 0                                       | 0                            | * 3,027           | * 25                                  |
| Food and beverages stores.....   | * 3,990                                  | 0                 | * 66,266          | 0                                       | 0                            | * 70,674          | * 70,257                              |
| Apparel and accessory stores.....  | 277,124                                  | * 1,110           | 268,095           | 0                                       | * 209,783                    | 261,335           | 185,073                               |
| General merchandise stores.....  | * 405,627                                | * 319             | * 70,703          | 0                                       | * 13,003                     | * 265,052         | * 150,864                             |
| Miscellaneous retail trade.....  | 226,699                                  | * 234,227         | 141,237           | 0                                       | 127,475                      | 493,419           | 319,097                               |
| <b>Transportation and warehousing.....</b>   | <b>142,884</b>                           | <b>4,446,633</b>  | <b>3,851,811</b>  | <b>0</b>                                | <b>3,525,425</b>             | <b>7,737,077</b>  | <b>6,940,284</b>                      |
| Air, rail, and water transportation.....   | * 49,176                                 | * 40,050          | * 1,417,622       | 0                                       | * 18,092                     | 1,458,668         | * 845,479                             |
| Water transportation.....  | 0  | * 39,785          | * 1,323,340       | 0                                       | * 6,705                      | * 1,327,211       | * 780,687                             |
| Air and rail transportation.....   | * 49,176                                 | * 265             | * 94,283          | 0                                       | * 11,387                     | * 131,457         | * 64,792                              |
| Other transportation and warehousing.....  | 93,708                                   | 4,406,583         | * 2,434,189       | 0                                       | * 3,507,333                  | 6,278,409         | 6,094,806                             |
| <b>Information.....</b>  | <b>14,833,472</b>                        | <b>1,710,146</b>  | <b>5,777,404</b>  | <b>0</b>                                | <b>4,502,949</b>             | <b>14,531,191</b> | <b>6,188,837</b>                      |
| Publishing, motion picture, and sound recording.....                                 | 10,883,830                               | 157,803           | 5,286,003         | 0                                       | 3,847,145                    | 9,513,790         | 2,041,930                             |
| Broadcasting, Internet publishing.....   | * 3,294,307                              | * 158,370         | * 54,736          | 0                                       | * 13,099                     | * 2,921,971       | * 2,579,815                           |
| Telecommunications.....  | * 111,620                                | * 715,544         | * 130,026         | 0                                       | * 118,798                    | * 803,608         | * 676,484                             |
| Internet service providers, Web search portals, and data<br>processing services..... | * 473,605                                | * 670,867         | * 63,261          | 0                                       | * 258,868                    | * 1,028,137       | * 672,973                             |
| Other information services.....  | * 70,110                                 | * 7,563           | * 243,378         | 0                                       | * 265,040                    | 263,685           | * 217,634                             |
| <b>Finance, insurance, real estate, and rental and leasing...</b>                    | <b>608,843</b>                           | <b>3,557,320</b>  | <b>25,627,806</b> | <b>* 5,057</b>                          | <b>13,033,259</b>            | <b>34,787,658</b> | <b>17,102,968</b>                     |
| Finance and insurance.....   | 574,233                                  | 3,555,668         | 25,594,589        | * 5,057                                 | 13,033,026                   | 34,754,239        | 17,084,712                            |
| Commercial banking and other depository credit<br>agencies.....                      | 0  | * 14              | * 131             | 0                                       | 0                            | * 15,783          | * 105                                 |
| Commercial banking.....  | 0  | * 14              | * 131             | 0                                       | 0                            | * 15,751          | * 105                                 |
| Depository credit agencies other than banks.....                                     | 0  | 0                 | 0                 | 0                                       | 0                            | * 32              | 0                                     |
| Nondepository credit intermediation.....   | * 108,139                                | * 1,426,527       | * 5,264,225       | 0                                       | * 2,788,033                  | 7,652,743         | 5,014,545                             |
| Securities, commodity contracts, and other.....                                      | * 27,575                                 | 766,522           | 6,137,469         | 0                                       | 613,405                      | 11,136,466        | 4,579,028                             |
| Insurance and related activities.....  | 438,519                                  | 1,362,605         | 14,180,670        | * 5,057                                 | 9,631,588                    | 15,842,323        | 7,479,353                             |
| Insurance agencies and brokerages.....   | * 787                                    | * 68,370          | * 624,409         | 0                                       | * 649,455                    | * 667,911         | * 479,536                             |
| Funds, trusts, and other financial vehicles.....                                     | 0  | 0                 | * 12,094          | 0                                       | 0                            | * 106,924         | * 11,680                              |
| Real estate and rental and leasing.....  | 34,610                                   | * 1,651           | 33,217            | 0                                       | * 233                        | 33,418            | 18,256                                |
| Real estate.....   | * 8,377                                  | * 512             | 33,217            | 0                                       | * 165                        | 17,821            | 8,427                                 |
| Rentals and leasing.....   | 26,234                                   | * 1,139           | 0                 | 0                                       | * 67                         | * 15,597          | * 9,829                               |
| <b>Services.....</b>   | <b>5,625,823</b>                         | <b>3,323,223</b>  | <b>13,730,500</b> | <b>* 322,790</b>                        | <b>23,675,837</b>            | <b>34,914,302</b> | <b>16,819,308</b>                     |
| Professional, scientific, and technical services.....                                | 1,115,989                                | 2,321,003         | 2,852,416         | 0                                       | 3,999,908                    | 5,370,276         | 4,410,063                             |
| Management of holding companies.....   | 2,679,519                                | * 309,467         | 7,601,243         | * 322,790                               | 17,529,431                   | 24,945,886        | 9,283,339                             |
| Administrative and support and waste management<br>and remediation.....              | 230,964                                  | 337,620           | 988,593           | 0                                       | 289,193                      | 1,051,969         | 601,784                               |
| Education services, health care, and social assistance....                           | * 45,980                                 | * 51,024          | * 25,122          | 0                                       | * 8,059                      | 93,281            | * 70,321                              |
| Arts, entertainment, and recreation.....   | * 72,705                                 | * 164,729         | * 243,398         | 0                                       | * 44,534                     | * 374,839         | * 327,595                             |
| Accommodation and food services.....   | 1,454,934                                | 132,371           | 2,008,749         | 0                                       | 1,804,712                    | 3,033,879         | 2,087,943                             |
| Accommodation.....   | * 116,099                                | * 101,549         | * 593,320         | 0                                       | * 544,450                    | 894,608           | * 794,832                             |
| Food services and drinking places.....   | * 1,338,836                              | * 30,821          | * 1,415,429       | 0                                       | * 1,260,262                  | 2,139,271         | 1,293,111                             |
| Other services.....  | * 25,731                                 | * 7,009           | * 10,978          | 0                                       | 0                            | * 44,172          | * 38,262                              |
| Repair and maintenance services.....   | 0  | * 49              | * 6,048           | 0                                       | 0                            | 0                 | 0                                     |
| Personal services, religious, grantmaking,<br>civic, professional, etc.....          | * 25,731                                 | * 6,960           | * 4,930           | 0                                       | 0                            | * 44,172          | * 38,262                              |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return | Foreign income and taxes--Continued             |                  |                   |   |   |                             |
|--|---|------------------|-------------------|---|---|-----------------------------|
|  | Deductions--Continued                           |                  |                   |   |   |                             |
|  | Definitely allocable deductions--Continued      |                  |                   |   | Deductions not allocable to specific<br>types of income |                             |
|  | Depreciation,<br>depletion, and<br>amortization | Other expenses   | Service expenses  | Other definitely<br>allocable<br>deductions | Total   | Research and<br>development |
| (27)   | (28)  | (29)             | (30)              | (31)  | (32)  |                             |
| <b>All industries.....</b>   | <b>1,481,325</b>                                | <b>3,337,940</b> | <b>11,739,435</b> | <b>73,704,894</b>                           | <b>79,729,471</b>                                       | <b>9,118,649</b>            |
| <b>Agriculture, forestry, fishing, and hunting.....</b>                | <b>0</b>  | <b>* 125</b>     | <b>* 1,904</b>    | <b>* 172</b>                                | <b>* 6,814</b>  | <b>* 380</b>                |
| <b>Mining.....</b>   | <b>* 32,114</b>                                 | <b>* 68,569</b>  | <b>* 274,826</b>  | <b>2,646,630</b>                            | <b>723,896</b>  | <b>* 31,752</b>             |
| Oil and gas extraction.....  | * 15,399  | * 8              | * 1,222           | 486,683                                     | * 115,052   | * 672                       |
| Coal mining and metal ore mining.....                                  | 0   | * 59,183         | * 178,533         | * 1,234,445                                 | * 390,765   | 0                           |
| Nonmetallic minerals.....  | 0   | * 1              | * 200             | * 87,336                                    | * 8,641   | 0                           |
| Support activities for mining.....                                     | * 16,715  | * 9,378          | * 94,871          | * 838,167                                   | 209,439   | * 31,080                    |
| <b>Utilities.....</b>  | <b>* 24,625</b>                                 | <b>* 139</b>     | <b>* 29,130</b>   | <b>* 69,567</b>                             | <b>* 214,865</b>  | <b>* 376</b>                |
| <b>Construction.....</b>   | <b>* 2,055</b>                                  | <b>* 3,604</b>   | <b>* 162,473</b>  | <b>* 12,658</b>                             | <b>16,575</b>   | <b>* 174</b>                |
| Building, developing, and general contracting.....                     | 0   | 0                | * 514             | * 23  | * 826   | 0                           |
| Heavy construction.....  | * 2,055   | * 3,148          | * 118,896         | * 5,940                                     | * 6,344   | * 90                        |
| Special trade contractors.....   | 0   | * 456            | * 43,063          | * 6,695                                     | * 9,405   | * 84                        |
| <b>Manufacturing.....</b>  | <b>14,356</b>                                   | <b>279,789</b>   | <b>1,297,534</b>  | <b>34,534,525</b>                           | <b>31,727,760</b>                                       | <b>6,438,835</b>            |
| Food manufacturing.....  | 0   | * 16,147         | * 57              | 1,135,073                                   | 775,785   | 52,239                      |
| Beverage and tobacco products.....                                     | 0   | * 24,566         | * 2,364           | 1,641,578                                   | 2,082,595   | * 53,022                    |
| Tobacco manufacturing.....   | 0   | 0                | 0                 | * 1,037,689                                 | * 574,032   | * 50,481                    |
| Textile mills and textile product mills.....                           | 0   | 0                | 0                 | * 44,608                                    | * 29,638  | * 10,665                    |
| Apparel manufacturing.....   | * 2,165   | * 16,214         | * 8,228           | * 21,984                                    | * 216,295   | 0                           |
| Leather and allied product manufacturing.....                          | 0   | 0                | * 49,816          | * 9,759                                     | * 9,710   | * 2,921                     |
| Wood product manufacturing.....  | 0   | * 24             | * 127             | * 33,362                                    | * 2,480   | * 17                        |
| Paper manufacturing.....   | 0   | * 27             | * 1               | * 339,338                                   | 460,352   | * 101,907                   |
| Printing and related support activities.....                           | 0   | * 525            | * 15,152          | * 7,880                                     | * 4,470   | * 2,343                     |
| Petroleum and coal products manufacturing.....                         | 0   | * 71,653         | * 3,665           | 13,788,407                                  | 2,367,393   | * 148,308                   |
| Chemical manufacturing.....  | * 203   | 56,444           | * 19,660          | 5,530,899                                   | 8,527,345   | 3,269,214                   |
| Pharmaceutical and medicine manufacturing.....                         | 0   | * 46,943         | * 306             | 2,905,606                                   | 4,382,232   | 2,212,889                   |
| Other chemical manufacturing.....                                      | * 203   | 9,501            | * 19,353          | 2,625,293                                   | 4,145,113   | 1,056,325                   |
| Plastics and rubber products manufacturing.....                        | 0   | * 8,196          | * 18              | 41,590                                      | 128,092   | 11,935                      |
| Nonmetallic mineral product manufacturing.....                         | 0   | * 3,742          | * 5,540           | * 39,020                                    | 49,727  | * 2,293                     |
| Primary metal manufacturing.....                                       | * 2,859   | 0                | * 36,303          | * 123,866                                   | 484,610   | * 13,328                    |
| Fabricated metal products.....   | * 3,322   | * 283            | * 4,907           | 1,363,191                                   | 407,056   | 62,489                      |
| Machinery manufacturing.....   | * 2,039   | 12,428           | 246,254           | 1,155,104                                   | 1,811,448   | 346,051                     |
| Computer and electronic product manufacturing.....                     | * 1,113   | 10,315           | 727,523           | 3,275,484                                   | 7,681,109   | 1,700,249                   |
| Electrical equipment, appliance, and component<br>manufacturing.....   | * 783   | * 10,653         | * 1,080           | 3,643,533                                   | 3,571,998   | 183,632                     |
| Transportation equipment manufacturing.....                            | * 1,829   | * 14,159         | * 173,494         | 1,543,281                                   | 2,303,125   | 338,869                     |
| Motor vehicles and related manufacturing.....                          | * 1,816   | * 793            | * 2,846           | 1,201,519                                   | 1,928,229   | 236,400                     |
| Other transportation equipment manufacturing.....                      | * 13  | * 13,366         | * 170,648         | 341,761                                     | 374,896   | 102,469                     |
| Furniture and related products.....                                    | 0   | * 2              | 0                 | * 6,555                                     | * 13,706  | * 784                       |
| Miscellaneous manufacturing and manufacturing<br>not allocable.....    | * 41  | * 34,411         | * 3,346           | 790,015                                     | 800,827   | 138,569                     |
| <b>Wholesale and retail trade.....</b>                                 | <b>15,770</b>                                   | <b>97,447</b>    | <b>48,915</b>     | <b>3,595,271</b>                            | <b>2,120,730</b>  | <b>55,930</b>               |
| Wholesale trade.....   | 8,724   | 70,866           | 38,184            | 2,903,961                                   | 1,747,758   | 53,321                      |
| Durable goods.....   | * 1,612   | 44,707           | * 19,488          | 1,357,254                                   | 677,455   | * 6,150                     |
| Machinery, equipment, and supplies.....                                | * 1,609   | * 10,351         | * 3,932           | * 46,756                                    | * 12,784  | 0                           |
| Other miscellaneous durable goods.....                                 | * 3   | 34,356           | * 15,556          | 1,310,498                                   | 664,671   | * 6,150                     |
| Nondurable goods.....  | * 7,112   | 26,158           | * 18,695          | 1,546,706                                   | 1,070,303   | 47,171                      |
| Drugs, chemicals, and allied products.....                             | 0   | * 3,929          | * 13,449          | 985,121                                     | 537,817   | * 31,025                    |
| Groceries and related products.....                                    | * 2,609   | * 2,232          | * 2,789           | * 35,230                                    | * 2,658   | 0                           |
| Petroleum and petroleum products.....                                  | 0   | 0                | 0                 | 0   | * 438   | 0                           |
| Other miscellaneous nondurable goods.....                              | * 4,503   | * 19,998         | * 2,458           | 526,355                                     | 529,390   | * 16,146                    |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry of U.S. corporation filing return               | Foreign income and taxes--Continued        |                  |                  |                                       |  |                          |
|---|--|------------------|------------------|---------------------------------------|--|--------------------------|
|   | Deductions--Continued                      |                  |                  |                                       |  |                          |
|   | Definitely allocable deductions--Continued |                  |                  |                                       | Deductions not allocable to specific types of income |                          |
|   | Depreciation, depletion, and amortization  | Other expenses   | Service expenses | Other definitely allocable deductions | Total  | Research and development |
| (27)  | (28)                                       | (29)             | (30)             | (31)                                  | (32)   |                          |
| <b>Wholesale and retail trade--continued</b>                                      |  |                  |                  |                                       |  |                          |
| Retail trade.....   | * 7,046                                    | 26,581           | * 10,731         | 691,310                               | 372,972  | * 2,609                  |
| Motor vehicle, parts dealers, and gas stations.....                               | * 17                                       | * 1,589          | * 691            | * 7,029                               | * 1,879  | 0                        |
| Furniture and home furnishing stores.....   | 0  | 0                | 0                | * 1,027                               | * 2,902  | 0                        |
| Building materials, garden equipment, and supplies.....                           | 0  | * 25             | 0                | 0                                     | * 3,001  | 0                        |
| Food and beverages stores.....  | 0  | 0                | 0                | * 70,257                              | * 417  | 0                        |
| Apparel and accessory stores.....   | * 1,414                                    | * 6,435          | * 1,036          | 176,189                               | 76,261   | * 842                    |
| General merchandise stores.....   | * 347                                      | * 254            | 0                | * 150,263                             | * 114,189  | 0                        |
| Miscellaneous retail trade.....   | * 5,268                                    | * 18,278         | * 9,004          | 286,546                               | 174,322  | * 1,767                  |
| <b>Transportation and warehousing.....</b>  | <b>* 3,038</b>                             | <b>* 47,954</b>  | <b>3,933,793</b> | <b>2,955,499</b>                      | <b>796,792</b>                                       | <b>* 23,362</b>          |
| Air, rail, and water transportation.....  | * 490                                      | * 26,545         | * 12,328         | * 806,116                             | * 613,189  | * 69                     |
| Water transportation.....   | * 42                                       | 0                | * 12,180         | * 768,465                             | * 546,524  | 0                        |
| Air and rail transportation.....  | * 448                                      | * 26,545         | * 148            | * 37,650                              | * 66,665   | * 69                     |
| Other transportation and warehousing.....   | * 2,548                                    | * 21,408         | * 3,921,466      | 2,149,383                             | 183,603  | * 23,293                 |
| <b>Information.....</b>   | <b>* 172,379</b>                           | <b>2,265,944</b> | <b>1,236,247</b> | <b>2,514,268</b>                      | <b>8,342,354</b>                                     | <b>2,266,194</b>         |
| Publishing, motion picture, and sound recording.....                              | * 66                                       | 164,209          | 95,418           | 1,782,237                             | 7,471,860  | 2,159,866                |
| Broadcasting, Internet publishing.....  | * 172,313                                  | * 2,046,271      | * 76,457         | * 284,774                             | * 342,156  | * 6,927                  |
| Telecommunications.....   | 0  | * 34,059         | * 535,560        | * 106,865                             | * 127,124  | * 4,752                  |
| Internet service providers, Web search portals, and data processing services..... | 0  | * 15,933         | * 528,810        | * 128,230                             | * 355,164  | * 91,613                 |
| Other information services.....   | 0  | * 5,472          | * 1              | * 212,161                             | * 46,050   | * 3,036                  |
| <b>Finance, insurance, real estate, and rental and leasing.....</b>               | <b>455,481</b>                             | <b>213,739</b>   | <b>2,481,833</b> | <b>13,951,915</b>                     | <b>17,684,690</b>                                    | <b>* 14,004</b>          |
| Finance and insurance.....  | * 448,656                                  | 203,551          | 2,481,300        | 13,951,204                            | 17,669,528   | * 14,004                 |
| Commercial banking and other depository credit agencies.....                      | 0  | 0                | 0                | * 105                                 | * 15,677   | 0                        |
| Commercial banking.....   | 0  | 0                | 0                | * 105                                 | * 15,645   | 0                        |
| Depository credit agencies other than banks.....                                  | 0  | 0                | 0                | 0                                     | * 32   | 0                        |
| Nondepository credit intermediation.....  | * 832                                      | * 34,702         | * 1,114,585      | 3,864,424                             | 2,638,199  | * 8,902                  |
| Securities, commodity contracts, and other.....                                   | * 386,499                                  | * 89,922         | 584,335          | 3,518,271                             | 6,557,438  | * 121                    |
| Insurance and related activities.....   | * 61,325                                   | * 78,926         | 782,380          | 6,556,723                             | 8,362,970  | * 4,981                  |
| Insurance agencies and brokerages.....  | 0  | * 860            | * 4,063          | * 474,613                             | * 188,374  | 0                        |
| Funds, trusts, and other financial vehicles.....                                  | 0  | 0                | 0                | * 11,680                              | * 95,243   | 0                        |
| Real estate and rental and leasing.....   | * 6,825                                    | * 10,188         | * 533            | * 711                                 | 15,162   | 0                        |
| Real estate.....  | * 814                                      | * 6,411          | * 520            | * 682                                 | * 9,394  | 0                        |
| Rentals and leasing.....  | * 6,010                                    | * 3,777          | * 13             | * 28                                  | * 5,768  | 0                        |
| <b>Services.....</b>  | <b>761,507</b>                             | <b>360,631</b>   | <b>2,272,780</b> | <b>13,424,389</b>                     | <b>18,094,994</b>                                    | <b>287,642</b>           |
| Professional, scientific, and technical services.....                             | 36,679                                     | 211,600          | 1,800,552        | 2,361,233                             | 960,212  | 245,991                  |
| Management of holding companies.....  | * 716,172                                  | 23,208           | * 198,733        | 8,345,226                             | 15,662,547   | * 4,304                  |
| Administrative and support and waste management and remediation.....              | * 37                                       | * 30,872         | 134,379          | 436,496                               | 450,184  | * 31,048                 |
| Education services, health care, and social assistance.....                       | 0  | * 1,576          | * 7,649          | * 61,095                              | * 22,960   | * 326                    |
| Arts, entertainment, and recreation.....  | * 3,421                                    | * 36,123         | * 77,420         | * 210,631                             | * 47,244   | * 5,830                  |
| Accommodation and food services.....  | * 5,198                                    | 26,417           | * 46,619         | 2,009,708                             | 945,936  | * 143                    |
| Accommodation.....  | * 4,736                                    | * 1              | * 39,416         | * 750,679                             | * 99,776   | 0                        |
| Food services and drinking places.....  | * 463                                      | 26,416           | * 7,203          | 1,259,029                             | 846,161  | * 143                    |
| Other services.....   | 0  | * 30,834         | * 7,427          | 0                                     | * 5,910  | 0                        |
| Repair and maintenance services.....  | 0  | 0                | 0                | 0                                     | 0  | 0                        |
| Personal services, religious, grantmaking, civic, professional, etc.....          | 0  | * 30,834         | * 7,427          | 0                                     | * 5,910  | 0                        |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return | Foreign income and taxes--Continued                                    |                   |  |  |                                  |  |
|--|--|-------------------|--|--|----------------------------------|--|
|  | Deductions--Continued  |                   |  | Taxable income<br>(less loss)<br>before<br>adjustments | Adjustments to<br>taxable income | Taxable income<br>(less loss) after<br>adjustments |
|  | Deductions not allocable to<br>specific types of income--<br>Continued |                   | Deductions from<br>oil and gas<br>extraction<br>income [4] |  |                                  |  |
|  | Interest   | Other             |  |  |                                  |  |
| (33)   | (34)   | (35)              | (36)   | (37)   | (38)                             |  |
| <b>All industries.....</b>   | <b>32,748,184</b>  | <b>36,911,292</b> | <b>7,067,522</b>   | <b>160,855,609</b>                                     | <b>15,034,623</b>                | <b>145,820,986</b>                                 |
| <b>Agriculture, forestry, fishing, and hunting.....</b>                | <b>* 1,346</b>   | <b>* 5,088</b>    | <b>0</b>   | <b>20,625</b>  | <b>* 8,394</b>                   | <b>12,231</b>                                      |
| <b>Mining.....</b>   | <b>357,686</b>   | <b>331,507</b>    | <b>571,796</b>   | <b>3,109,073</b>                                       | <b>338,015</b>                   | <b>2,771,058</b>                                   |
| Oil and gas extraction.....  | * 91,133   | * 21,795          | 552,263  | 823,313  | * 6,260                          | 817,053  |
| Coal mining and metal ore mining.....                                  | * 187,907  | * 201,359         | * 19,533   | * 666,564  | * 131,325                        | * 535,239  |
| Nonmetallic minerals.....  | * 8,452  | * 189             | 0  | * 94,334   | * 1,749                          | * 92,585   |
| Support activities for mining.....                                     | 70,195   | 108,163           | 0  | 1,524,861  | * 198,681                        | 1,326,181  |
| <b>Utilities.....</b>  | <b>* 168,608</b>   | <b>* 45,882</b>   | <b>0</b>   | <b>1,283,592</b>                                       | <b>* 658,563</b>                 | <b>625,029</b>                                     |
| <b>Construction.....</b>   | <b>* 5,869</b>   | <b>* 7,260</b>    | <b>0</b>   | <b>85,109</b>  | <b>* 20,147</b>                  | <b>64,962</b>                                      |
| Building, developing, and general contracting.....                     | * 826  | 0                 | 0  | 16,543   | 0                                | 16,543   |
| Heavy construction.....  | * 1,206  | * 1,776           | 0  | 45,708   | * 11,723                         | 33,985   |
| Special trade contractors.....   | * 3,837  | * 5,484           | 0  | 22,858   | * 8,425                          | 14,434   |
| <b>Manufacturing.....</b>  | <b>12,452,252</b>  | <b>12,578,951</b> | <b>* 6,467,584</b>   | <b>105,173,560</b>                                     | <b>8,763,970</b>                 | <b>96,409,590</b>                                  |
| Food manufacturing.....  | 501,301  | 221,322           | 0  | 4,015,069  | 400,144                          | 3,614,925  |
| Beverage and tobacco products.....                                     | * 830,833  | * 1,187,477       | 0  | 6,984,274  | * 179,059                        | 6,805,215  |
| Tobacco manufacturing.....   | * 470,469  | * 51,410          | 0  | * 3,396,852  | [5]                              | * 3,396,852  |
| Textile mills and textile product mills.....                           | * 15,926   | * 3,047           | 0  | * 102,291  | * 16,323                         | * 85,969   |
| Apparel manufacturing.....   | * 82,736   | * 132,650         | 0  | 339,388  | * 210                            | 339,178  |
| Leather and allied product manufacturing.....                          | * 2,091  | * 4,698           | 0  | * 47,546   | * 2,854                          | * 44,692   |
| Wood product manufacturing.....  | * 348  | * 2,115           | 0  | 4,843  | * 2,092                          | 2,751  |
| Paper manufacturing.....   | * 113,677  | * 238,288         | 0  | 1,704,502  | * 79,434                         | 1,625,068  |
| Printing and related support activities.....                           | * 1,453  | * 674             | 0  | 36,094   | * 2,324                          | 33,770   |
| Petroleum and coal products manufacturing.....                         | 1,298,642  | * 920,072         | * 6,464,767  | 25,062,453   | 23,311                           | 25,039,142   |
| Chemical manufacturing.....  | 2,505,435  | 2,663,057         | 0  | 23,944,121   | 2,682,867                        | 21,261,254   |
| Pharmaceutical and medicine manufacturing.....                         | 1,063,420  | 1,101,568         | 0  | 13,233,231   | * 2,108,094                      | 11,125,137   |
| Other chemical manufacturing.....                                      | 1,442,014  | 1,561,489         | 0  | 10,710,889   | 574,773                          | 10,136,116   |
| Plastics and rubber products manufacturing.....                        | 76,166   | 38,694            | 0  | 217,154  | * 9,199                          | 207,955  |
| Nonmetallic mineral product manufacturing.....                         | * 20,364   | * 6,062           | 0  | 208,366  | * 6,037                          | 202,329  |
| Primary metal manufacturing.....                                       | 428,380  | * 38,123          | 0  | 961,810  | * 258,934                        | 702,876  |
| Fabricated metal products.....   | 218,466  | 103,662           | 0  | 2,019,442  | 51,324                           | 1,968,118  |
| Machinery manufacturing.....   | 788,019  | 661,211           | * 2,817  | 3,959,830  | 445,056                          | 3,514,774  |
| Computer and electronic product manufacturing.....                     | 795,672  | 5,147,063         | 0  | 20,410,667   | 3,976,037                        | 16,434,630   |
| Electrical equipment, appliance, and component<br>manufacturing.....   | 2,718,210  | 662,701           | 0  | 5,290,662  | 55,116                           | 5,235,546  |
| Transportation equipment manufacturing.....                            | 1,745,638  | 208,363           | 0  | 7,102,643  | 84,083                           | 7,018,561  |
| Motor vehicles and related manufacturing.....                          | 1,553,704  | 137,159           | 0  | 5,512,373  | * 67,244                         | 5,445,129  |
| Other transportation equipment manufacturing.....                      | 191,934  | 71,204            | 0  | 1,590,270  | * 16,839                         | 1,573,431  |
| Furniture and related products.....                                    | * 11,328   | * 1,594           | 0  | 113,687  | * 5,792                          | 107,895  |
| Miscellaneous manufacturing and manufacturing<br>not allocable.....    | 297,569  | 338,075           | 0  | 2,648,717  | 483,777                          | 2,164,941  |
| <b>Wholesale and retail trade.....</b>                                 | <b>559,785</b>   | <b>1,382,728</b>  | <b>0</b>   | <b>5,112,152</b>                                       | <b>504,298</b>                   | <b>4,607,855</b>                                   |
| Wholesale trade.....   | 357,996  | 1,240,088         | 0  | 3,558,688  | 459,355                          | 3,099,333  |
| Durable goods.....   | 48,087   | 551,482           | 0  | 980,732  | 288,996                          | 691,736  |
| Machinery, equipment, and supplies.....                                | * 2,346  | * 2,258           | 0  | 97,413   | * 9,422                          | 87,991   |
| Other miscellaneous durable goods.....                                 | 45,741   | 549,224           | 0  | 883,319  | 279,573                          | 603,746  |
| Nondurable goods.....  | 309,909  | 688,606           | 0  | 2,577,956  | 170,360                          | 2,407,597  |
| Drugs, chemicals, and allied products.....                             | 44,383   | 448,539           | 0  | 1,145,877  | * 54,177                         | 1,091,700  |
| Groceries and related products.....                                    | * 227  | * 8               | 0  | 16,237   | * 759                            | 15,478   |
| Petroleum and petroleum products.....                                  | * 224  | * 214             | 0  | * 1,326  | 0                                | * 1,326  |
| Other miscellaneous nondurable goods.....                              | 265,075  | 239,846           | 0  | 1,414,515  | 115,424                          | 1,299,091  |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return               | Foreign income and taxes--Continued                                    |                  |  |  |                                  |  |
|--|--|------------------|--|--|----------------------------------|--|
|  | Deductions--Continued  |                  |  | Taxable income<br>(less loss)<br>before<br>adjustments | Adjustments to<br>taxable income | Taxable income<br>(less loss) after<br>adjustments |
|  | Deductions not allocable to<br>specific types of income--<br>Continued |                  | Deductions from<br>oil and gas<br>extraction<br>income [4] |  |                                  |  |
|  | Interest   | Other            |  |  |                                  |  |
| (33)   | (34)   | (35)             | (36)   | (37)   | (38)                             |  |
| <b>Wholesale and retail trade--continued</b>   |  |                  |  |  |                                  |  |
| Retail trade.....  | 201,789  | 142,639          | 0  | 1,553,464  | 44,942                           | 1,508,522  |
| Motor vehicle, parts dealers, and gas stations.....                                  | * 878  | * 850            | 0  | 94,666   | * 359                            | 94,306   |
| Furniture and home furnishing stores.....  | * 2,843  | * 50             | 0  | * 73,154   | * 3,504                          | * 69,650   |
| Building materials, garden equipment, and supplies.....                              | * 2,510  | * 491            | 0  | * 38,707   | 0                                | * 38,707   |
| Food and beverages stores.....   | * 126  | * 291            | 0  | 4,102  | * 1,661                          | 2,441  |
| Apparel and accessory stores.....  | * 35,542   | * 19,424         | 0  | 687,856  | * 2,414                          | 685,442  |
| General merchandise stores.....  | * 106,294  | * 7,389          | 0  | * 275,325  | [5]                              | * 275,325  |
| Miscellaneous retail trade.....  | 53,596   | * 114,143        | 0  | 379,654  | * 37,004                         | 342,650  |
| <b>Transportation and warehousing.....</b>   | <b>123,725</b>   | <b>647,265</b>   | <b>0</b>   | <b>1,140,954</b>                                       | <b>* 32,874</b>                  | <b>1,108,080</b>                                   |
| Air, rail, and water transportation.....   | * 45,808   | * 567,272        | 0  | 202,811  | * 29,780                         | 173,031  |
| Water transportation.....  | * 8,880  | * 537,635        | 0  | * 78,418   | * 3,982                          | * 74,436   |
| Air and rail transportation.....   | * 36,928   | * 29,637         | 0  | * 124,393  | * 25,798                         | * 98,595   |
| Other transportation and warehousing.....  | * 77,918   | * 79,992         | 0  | 938,143  | * 3,094                          | 935,049  |
| <b>Information.....</b>  | <b>635,351</b>   | <b>5,371,613</b> | <b>0</b>   | <b>12,526,820</b>                                      | <b>373,094</b>                   | <b>12,153,726</b>                                  |
| Publishing, motion picture, and sound recording.....                                 | 196,237  | 5,051,860        | 0  | 8,769,917  | 228,285                          | 8,541,632  |
| Broadcasting, Internet publishing.....   | * 223,683  | * 107,065        | 0  | 1,095,879  | * 6,641                          | 1,089,238  |
| Telecommunications.....  | * 97,070   | * 25,291         | 0  | 2,095,307  | * 84,254                         | 2,011,053  |
| Internet service providers, Web search portals, and data<br>processing services..... | * 110,860  | * 152,637        | 0  | * 387,920  | * 830                            | * 387,090  |
| Other information services.....  | * 7,500  | * 34,760         | 0  | 177,797  | * 53,083                         | 124,714  |
| <b>Finance, insurance, real estate, and rental and leasing...</b>                    | <b>7,670,746</b>   | <b>9,564,425</b> | <b>* 4,920</b>   | <b>17,205,214</b>                                      | <b>3,560,849</b>                 | <b>13,644,366</b>                                  |
| Finance and insurance.....   | 7,670,014  | 9,553,476        | * 4,920  | 17,139,053   | 3,553,045                        | 13,586,009   |
| Commercial banking and other depository credit<br>agencies.....                      | * 357  | * 15,320         | 0  | 23,962   | * 4,054                          | 19,908   |
| Commercial banking.....  | * 325  | * 15,320         | 0  | * 22,649   | * 4,054                          | * 18,595   |
| Depository credit agencies other than banks.....                                     | * 32   | 0                | 0  | 1,313  | 0                                | 1,313  |
| Nondepository credit intermediation.....   | * 770,255  | * 1,853,873      | 0  | 1,186,996  | * 2,192                          | 1,184,805  |
| Securities, commodity contracts, and other.....                                      | 5,177,252  | 1,341,761        | 0  | 6,650,890  | 1,077,504                        | 5,573,386  |
| Insurance and related activities.....  | 1,631,340  | 6,338,327        | * 4,920  | 8,329,720  | 2,467,925                        | 5,861,795  |
| Insurance agencies and brokerages.....   | * 147,200  | * 41,174         | 0  | 912,135  | 0                                | 912,135  |
| Funds, trusts, and other financial vehicles.....                                     | * 90,810   | * 4,195          | 0  | 947,485  | * 1,370                          | 946,115  |
| Real estate and rental and leasing.....  | * 732  | * 10,949         | 0  | 66,161   | * 7,804                          | 58,357   |
| Real estate.....   | * 580  | * 8,760          | 0  | 54,074   | * 5,586                          | 48,488   |
| Rentals and leasing.....   | * 152  | * 2,188          | 0  | 12,087   | * 2,218                          | 9,869  |
| <b>Services.....</b>   | <b>10,772,816</b>  | <b>6,976,575</b> | <b>* 23,222</b>  | <b>15,198,509</b>                                      | <b>774,419</b>                   | <b>14,424,090</b>                                  |
| Professional, scientific, and technical services.....                                | 169,832  | 506,231          | 0  | 1,956,688  | 350,548                          | 1,606,140  |
| Management of holding companies.....   | 10,038,166   | 5,618,382        | * 23,222   | 10,710,619   | 98,811                           | 10,611,808   |
| Administrative and support and waste management<br>and remediation.....              | 79,003   | 339,543          | 0  | 743,875  | 237,816                          | 506,059  |
| Education services, health care, and social assistance.....                          | * 14,684   | * 7,551          | 0  | 98,735   | * 22,700                         | 76,035   |
| Arts, entertainment, and recreation.....   | * 7,191  | * 25,163         | 0  | 139,339  | * 2,259                          | 137,080  |
| Accommodation and food services.....   | 461,448  | * 476,511        | 0  | 1,451,535  | 60,955                           | 1,390,581  |
| Accommodation.....   | * 68,178   | * 23,763         | 0  | 225,321  | * 29,209                         | 196,111  |
| Food services and drinking places.....   | 393,270  | * 452,748        | 0  | 1,226,215  | * 31,745                         | 1,194,469  |
| Other services.....  | * 2,493  | * 3,194          | 0  | 97,718   | * 1,330                          | 96,388   |
| Repair and maintenance services.....   | 0  | 0                | 0  | * 8,353  | 0                                | * 8,353  |
| Personal services, religious, grantmaking,<br>civic, professional, etc.....          | * 2,493  | * 3,194          | 0  | 89,365   | * 1,330                          | 88,035   |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return | Foreign income and taxes--Continued |   |                   |  |                   |                                 |
|--|-------------------------------------|---|-------------------|--|-------------------|---------------------------------|
|  | Foreign taxes available for credit  |   |                   |  |                   |                                 |
|  | Total                               | Reduction for<br>certain foreign<br>taxes | Carryover         | Total paid,<br>accrued, and<br>deemed paid | Paid or accrued   |                                 |
|  |                                     |   |                   |  | Total             | Taxes withheld<br><br>Dividends |
| (39)   | (40)                                | (41)                                      | (42)              | (43)                                       | (44)              |                                 |
| <b>All industries.....</b>   | <b>57,135,700</b>                   | <b>1,844,165</b>                          | <b>17,496,759</b> | <b>41,483,106</b>                          | <b>17,290,924</b> | <b>1,522,361</b>                |
| <b>Agriculture, forestry, fishing, and hunting.....</b>                | <b>5,209</b>                        | <b>0</b>                                  | <b>* 2,569</b>    | <b>2,640</b>                               | <b>1,804</b>      | <b>927</b>                      |
| <b>Mining.....</b>   | <b>1,792,826</b>                    | <b>183,751</b>                            | <b>742,706</b>    | <b>1,233,871</b>                           | <b>684,442</b>    | <b>4,458</b>                    |
| Oil and gas extraction.....  | 369,117                             | * 110,950                                 | 146,818           | 333,248                                    | 230,191           | * 68                            |
| Coal mining and metal ore mining.....                                  | * 716,240                           | * 63,723                                  | * 474,941         | * 305,023                                  | * 279,826         | * 1,827                         |
| Nonmetallic minerals.....  | * 86,110                            | * 9,079                                   | * 62,393          | * 32,796                                   | * 15,500          | * 45                            |
| Support activities for mining.....                                     | 621,359                             | 0   | * 58,554          | 562,804                                    | 158,925           | * 2,518                         |
| <b>Utilities.....</b>  | <b>343,494</b>                      | <b>0</b>                                  | <b>* 243,662</b>  | <b>99,832</b>                              | <b>16,605</b>     | <b>* 4,399</b>                  |
| <b>Construction.....</b>   | <b>26,505</b>                       | <b>0</b>                                  | <b>4,535</b>      | <b>21,970</b>                              | <b>15,512</b>     | <b>343</b>                      |
| Building, developing, and general contracting.....                     | 4,124                               | 0   | * 844             | 3,280                                      | 1,315             | 258                             |
| Heavy construction.....  | 15,464                              | 0   | * 1,450           | 14,014                                     | 11,886            | * 67                            |
| Special trade contractors.....   | 6,917                               | 0   | * 2,241           | 4,676                                      | 2,311             | * 19                            |
| <b>Manufacturing.....</b>  | <b>39,026,598</b>                   | <b>1,642,048</b>                          | <b>13,306,004</b> | <b>27,362,642</b>                          | <b>9,867,130</b>  | <b>862,668</b>                  |
| Food manufacturing.....  | 1,511,611                           | * 738                                     | 232,401           | 1,279,948                                  | 169,659           | 29,666                          |
| Beverage and tobacco products.....                                     | 1,918,506                           | * 766                                     | * 10,566          | 1,908,706                                  | 450,318           | * 178,404                       |
| Tobacco manufacturing.....   | * 891,612                           | 0   | 0                 | * 891,612                                  | * 115,140         | * 85,328                        |
| Textile mills and textile product mills.....                           | * 27,521                            | 0   | * 2,845           | * 24,676                                   | * 1,292           | * 770                           |
| Apparel manufacturing.....   | 174,885                             | 0   | * 66,943          | 107,942                                    | * 34,498          | * 559                           |
| Leather and allied product manufacturing.....                          | * 10,086                            | 0   | * 5,040           | * 5,046                                    | * 3,378           | * 126                           |
| Wood product manufacturing.....  | 1,690                               | 0   | * 677             | 1,013                                      | 906               | * 19                            |
| Paper manufacturing.....   | 711,556                             | * 15                                      | * 101,323         | 610,247                                    | 96,694            | * 44,480                        |
| Printing and related support activities.....                           | 12,281                              | 0   | * 1,301           | 10,980                                     | 1,627             | * 881                           |
| Petroleum and coal products manufacturing.....                         | 15,047,762                          | * 1,638,468                               | 7,713,599         | 8,972,631                                  | 5,881,483         | 67,561                          |
| Chemical manufacturing.....  | 7,041,313                           | * 20                                      | 1,555,355         | 5,485,977                                  | 1,044,324         | 329,731                         |
| Pharmaceutical and medicine manufacturing.....                         | 3,618,102                           | * 1                                       | 680,309           | 2,937,794                                  | 513,552           | 174,850                         |
| Other chemical manufacturing.....                                      | 3,423,211                           | * 19                                      | 875,047           | 2,548,183                                  | 530,772           | 154,875                         |
| Plastics and rubber products manufacturing.....                        | 91,122                              | * 37                                      | 22,941            | 68,218                                     | 14,035            | * 2,872                         |
| Nonmetallic mineral product manufacturing.....                         | 70,655                              | 0   | 8,278             | 62,377                                     | 7,480             | 1,967                           |
| Primary metal manufacturing.....                                       | 319,632                             | * 1,745                                   | 46,258            | 275,118                                    | 79,799            | * 11,461                        |
| Fabricated metal products.....   | 764,435                             | * 29                                      | 214,998           | 549,466                                    | 205,628           | 36,454                          |
| Machinery manufacturing.....   | 1,597,768                           | * 128                                     | 437,211           | 1,160,685                                  | 257,349           | 16,504                          |
| Computer and electronic product manufacturing.....                     | 5,829,722                           | 0   | 2,518,310         | 3,311,412                                  | 853,392           | 71,245                          |
| Electrical equipment, appliance, and component<br>manufacturing.....   | 1,563,168                           | * 26                                      | 70,401            | 1,492,793                                  | 369,177           | 8,530                           |
| Transportation equipment manufacturing.....                            | 1,724,021                           | * 77                                      | 182,285           | 1,541,813                                  | 267,807           | 42,146                          |
| Motor vehicles and related manufacturing.....                          | 1,331,447                           | * 77                                      | 146,677           | 1,184,847                                  | 186,445           | 25,809                          |
| Other transportation equipment manufacturing.....                      | 392,575                             | 0   | * 35,608          | 356,967                                    | 81,363            | * 16,337                        |
| Furniture and related products.....                                    | 46,197                              | 0   | * 10,751          | 35,446                                     | * 4,179           | * 3,204                         |
| Miscellaneous manufacturing and manufacturing<br>not allocable.....    | 562,668                             | 0   | 104,520           | 458,147                                    | 124,104           | 16,088                          |
| <b>Wholesale and retail trade.....</b>                                 | <b>1,600,612</b>                    | <b>* 351</b>                              | <b>345,155</b>    | <b>1,255,809</b>                           | <b>454,954</b>    | <b>94,875</b>                   |
| Wholesale trade.....   | 1,153,722                           | * 351                                     | 238,950           | 915,123                                    | 310,748           | 53,384                          |
| Durable goods.....   | 269,698                             | * 236                                     | 65,314            | 204,620                                    | 116,528           | 4,001                           |
| Machinery, equipment, and supplies.....                                | 32,503                              | 0   | * 3,751           | 28,752                                     | 5,942             | * 1,534                         |
| Other miscellaneous durable goods.....                                 | 237,195                             | * 236                                     | 61,562            | 175,868                                    | 110,585           | 2,466                           |
| Nondurable goods.....  | 884,023                             | * 116                                     | 173,637           | 710,502                                    | 194,221           | 49,384                          |
| Drugs, chemicals, and allied products.....                             | 389,253                             | 0   | 110,611           | 278,642                                    | 82,738            | 24,969                          |
| Groceries and related products.....                                    | 7,135                               | 0   | * 3,398           | 3,738                                      | 3,090             | * 3                             |
| Petroleum and petroleum products.....                                  | * 358                               | 0   | * 80              | * 278                                      | * 278             | * 2                             |
| Other miscellaneous nondurable goods.....                              | 487,277                             | * 116                                     | 59,547            | 427,845                                    | 108,115           | 24,410                          |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return               | Foreign income and taxes--Continued |   |                  |  |                  |                                 |
|--|-------------------------------------|---|------------------|--|------------------|---------------------------------|
|  | Foreign taxes available for credit  |   |                  |  |                  |                                 |
|  | Total                               | Reduction for<br>certain foreign<br>taxes | Carryover        | Total paid,<br>accrued, and<br>deemed paid | Paid or accrued  |                                 |
|  |                                     |   |                  |  | Total            | Taxes withheld<br><br>Dividends |
| (39)   | (40)                                | (41)                                      | (42)             | (43)                                       | (44)             |                                 |
| <b>Wholesale and retail trade--continued</b>   |                                     |   |                  |  |                  |                                 |
| Retail trade.....  | 446,891                             | 0   | 106,205          | 340,686                                    | 144,205          | 41,490                          |
| Motor vehicle, parts dealers, and gas stations.....                                  | 35,752                              | 0   | * 1,521          | 34,231                                     | 2,352            | * 1,273                         |
| Furniture and home furnishing stores.....  | * 21,800                            | 0   | * 1,148          | * 20,653                                   | * 368            | 0                               |
| Building materials, garden equipment, and supplies.....                              | * 16,534                            | 0   | 0                | * 16,534                                   | * 16,534         | * 10,318                        |
| Food and beverages stores.....   | 1,993                               | 0   | * 622            | 1,371                                      | * 641            | * 2                             |
| Apparel and accessory stores.....  | 160,901                             | 0   | * 68,769         | 92,132                                     | 52,094           | * 701                           |
| General merchandise stores.....  | * 52,183                            | 0   | 0                | * 52,183                                   | * 42,427         | * 25,207                        |
| Miscellaneous retail trade.....  | 157,727                             | 0   | * 34,146         | 123,581                                    | 29,788           | 3,990                           |
| <b>Transportation and warehousing.....</b>   | <b>188,911</b>                      | <b>0</b>                                  | <b>45,368</b>    | <b>143,543</b>                             | <b>67,094</b>    | <b>3,262</b>                    |
| Air, rail, and water transportation.....   | 74,466                              | 0   | * 23,565         | 50,901                                     | 26,147           | * 62                            |
| Water transportation.....  | * 34,417                            | 0   | * 3,362          | * 31,054                                   | * 17,334         | * 62                            |
| Air and rail transportation.....   | * 40,050                            | 0   | * 20,203         | * 19,847                                   | * 8,813          | 0                               |
| Other transportation and warehousing.....  | 114,445                             | 0   | 21,803           | 92,642                                     | 40,947           | 3,200                           |
| <b>Information.....</b>  | <b>3,023,435</b>                    | <b>* 566</b>                              | <b>643,360</b>   | <b>2,380,642</b>                           | <b>1,350,194</b> | <b>90,896</b>                   |
| Publishing, motion picture, and sound recording.....                                 | 1,914,925                           | * 566                                     | 295,382          | 1,620,109                                  | 1,092,684        | 40,140                          |
| Broadcasting, Internet publishing.....   | 436,102                             | 0   | * 219,103        | 216,999                                    | * 167,028        | * 11,257                        |
| Telecommunications.....  | 491,255                             | 0   | * 86,244         | 405,011                                    | 50,984           | * 37,770                        |
| Internet service providers, Web search portals, and data<br>processing services..... | * 123,179                           | 0   | * 24,767         | * 98,411                                   | * 33,569         | * 1,555                         |
| Other information services.....  | 57,975                              | 0   | * 17,863         | 40,111                                     | 5,929            | * 173                           |
| <b>Finance, insurance, real estate, and rental and leasing...</b>                    | <b>4,890,148</b>                    | <b>0</b>                                  | <b>1,182,107</b> | <b>3,708,041</b>                           | <b>1,888,066</b> | <b>214,912</b>                  |
| Finance and insurance.....   | 4,864,796                           | 0   | 1,169,776        | 3,695,021                                  | 1,883,019        | 214,706                         |
| Commercial banking and other depository credit<br>agencies.....                      | 1,556                               | 0   | 0                | 1,556                                      | 1,547            | 28                              |
| Commercial banking.....  | * 1,348                             | 0   | 0                | * 1,348                                    | * 1,348          | * 2                             |
| Depository credit agencies other than banks.....                                     | 209                                 | 0   | 0                | 209  | 199              | 26                              |
| Nondepository credit intermediation.....   | 217,729                             | 0   | * 39,327         | 178,403                                    | 149,158          | * 11,791                        |
| Securities, commodity contracts, and other.....                                      | 1,873,750                           | 0   | 469,932          | 1,403,818                                  | 436,706          | 23,779                          |
| Insurance and related activities.....  | 2,481,368                           | 0   | 656,876          | 1,824,492                                  | 1,091,901        | 177,867                         |
| Insurance agencies and brokerages.....   | 378,507                             | 0   | * 28,065         | 350,442                                    | 39,313           | * 6,136                         |
| Funds, trusts, and other financial vehicles.....                                     | 290,392                             | 0   | * 3,640          | 286,752                                    | 203,707          | * 1,241                         |
| Real estate and rental and leasing.....  | 25,352                              | 0   | 12,332           | 13,020                                     | 5,048            | 207                             |
| Real estate.....   | 22,621                              | 0   | 11,588           | 11,034                                     | 3,124            | 207                             |
| Rentals and leasing.....   | 2,730                               | 0   | * 744            | 1,987                                      | 1,924            | 0                               |
| <b>Services.....</b>   | <b>6,237,961</b>                    | <b>* 17,448</b>                           | <b>981,292</b>   | <b>5,274,117</b>                           | <b>2,945,124</b> | <b>245,622</b>                  |
| Professional, scientific, and technical services.....                                | 713,069                             | * 65                                      | 129,782          | 583,353                                    | 286,902          | 13,578                          |
| Management of holding companies.....   | 4,535,638                           | * 17,382                                  | 523,489          | 4,029,531                                  | 2,257,642        | 208,980                         |
| Administrative and support and waste management<br>and remediation.....              | 175,899                             | 0   | 37,431           | 138,468                                    | 97,875           | 3,406                           |
| Education services, health care, and social assistance.....                          | 29,172                              | 0   | * 8,502          | 20,669                                     | 5,185            | * 518                           |
| Arts, entertainment, and recreation.....   | 44,885                              | 0   | * 1,773          | 43,112                                     | 32,496           | * 404                           |
| Accommodation and food services.....   | 696,824                             | 0   | 270,265          | 426,559                                    | 260,622          | 16,607                          |
| Accommodation.....   | 101,984                             | 0   | * 57,255         | 44,729                                     | 26,846           | * 639                           |
| Food services and drinking places.....   | 594,840                             | 0   | 213,010          | 381,830                                    | 233,776          | * 15,968                        |
| Other services.....  | 42,474                              | 0   | * 10,049         | 32,425                                     | 4,401            | 2,129                           |
| Repair and maintenance services.....   | * 536                               | 0   | 0                | * 536                                      | * 536            | * 7                             |
| Personal services, religious, grantmaking,<br>civic, professional, etc.....          | 41,938                              | 0   | * 10,049         | 31,889                                     | 3,865            | 2,122                           |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return | Foreign income and taxes--Continued           |  |                                  |  |                   |                  |                      |
|--|---|--|----------------------------------|--|-------------------|------------------|----------------------|
|  | Foreign taxes available for credit--Continued |  |                                  |  |                   |                  |                      |
|  | Paid or accrued--Continued                    |  |                                  |  |                   |                  | Taxes deemed<br>paid |
|  | Taxes withheld--Continued                     |  | Other taxes paid or accrued on-- |  |                   |                  |                      |
|  | Interest                                      | Rents,<br>royalties, and<br>license fees | Branch income                    | Specifically<br>allocable<br>income<br>(section<br>863(b)) | Service<br>income | Other income     |                      |
| (45)   | (46)  | (47)                                     | (48)                             | (49)   | (50)              | (51)             |                      |
| <b>All industries.....</b>   | <b>566,742</b>                                | <b>2,332,939</b>                         | <b>4,513,191</b>                 | <b>12,058</b>  | <b>494,755</b>    | <b>7,848,878</b> | <b>24,192,182</b>    |
| <b>Agriculture, forestry, fishing, and hunting.....</b>                | <b>* 33</b>                                   | <b>* 306</b>                             | <b>0</b>                         | <b>0</b>   | <b>[5]</b>        | <b>* 538</b>     | <b>* 836</b>         |
| <b>Mining.....</b>   | <b>8,341</b>                                  | <b>12,619</b>                            | <b>256,285</b>                   | <b>0</b>   | <b>10,580</b>     | <b>392,159</b>   | <b>549,429</b>       |
| Oil and gas extraction.....  | * 279   | * 63                                     | * 67,141                         | 0  | * 166             | 162,473          | * 103,058            |
| Coal mining and metal ore mining.....                                  | * 6,988                                       | * 3,157                                  | * 55,049                         | 0  | 0                 | * 212,805        | * 25,196             |
| Nonmetallic minerals.....  | * 569   | * 59                                     | 0                                | 0  | 0                 | * 14,827         | * 17,296             |
| Support activities for mining.....                                     | * 506   | * 9,339                                  | * 134,095                        | 0  | * 10,414          | * 2,053          | * 403,879            |
| <b>Utilities.....</b>  | <b>* 2,701</b>                                | <b>* 5,725</b>                           | <b>* 15</b>                      | <b>0</b>   | <b>* 1,764</b>    | <b>* 2,002</b>   | <b>* 83,227</b>      |
| <b>Construction.....</b>   | <b>* 929</b>                                  | <b>* 2,788</b>                           | <b>* 2,250</b>                   | <b>0</b>   | <b>* 7,763</b>    | <b>* 1,438</b>   | <b>6,458</b>         |
| Building, developing, and general contracting.....                     | * 484   | * 392                                    | 0                                | 0  | * 159             | * 23             | * 1,965              |
| Heavy construction.....  | * 445   | * 2,165                                  | * 1,508                          | 0  | * 6,294           | * 1,406          | * 2,128              |
| Special trade contractors.....   | 0   | * 231                                    | * 742                            | 0  | * 1,311           | * 9              | * 2,365              |
| <b>Manufacturing.....</b>  | <b>120,363</b>                                | <b>1,261,229</b>                         | <b>1,247,876</b>                 | <b>5,577</b>   | <b>72,905</b>     | <b>6,296,512</b> | <b>17,495,513</b>    |
| Food manufacturing.....  | 5,804   | 42,699                                   | * 58,078                         | * 26   | * 664             | 32,722           | 1,110,289            |
| Beverage and tobacco products.....                                     | * 1,908                                       | * 75,277                                 | * 174,269                        | * 699  | * 448             | * 19,313         | * 1,458,388          |
| Tobacco manufacturing.....   | 0   | * 15,774                                 | * 6,899                          | 0  | * 142             | * 6,997          | * 776,472            |
| Textile mills and textile product mills.....                           | * 235   | * 287                                    | 0                                | 0  | 0                 | 0                | * 23,384             |
| Apparel manufacturing.....   | * 134   | * 6,437                                  | * 13,211                         | 0  | * 665             | * 13,493         | * 73,444             |
| Leather and allied product manufacturing.....                          | * 54  | * 1,982                                  | * 712                            | 0  | * 51              | * 454            | * 1,667              |
| Wood product manufacturing.....  | * 242   | * 4                                      | 0                                | 0  | * 7               | * 633            | * 107                |
| Paper manufacturing.....   | * 594   | * 27,119                                 | * 3,651                          | * 33   | * 2,606           | * 18,210         | 513,554              |
| Printing and related support activities.....                           | * 186   | * 368                                    | 0                                | 0  | * 112             | * 79             | * 9,353              |
| Petroleum and coal products manufacturing.....                         | 31,259  | * 25,420                                 | * 170,844                        | 0  | * 139             | * 5,586,260      | 3,091,148            |
| Chemical manufacturing.....  | 18,317  | 283,138                                  | 316,215                          | 0  | 9,452             | 87,471           | 4,441,653            |
| Pharmaceutical and medicine manufacturing.....                         | 2,407   | 115,094                                  | * 166,382                        | 0  | * 2,982           | * 51,831         | 2,424,242            |
| Other chemical manufacturing.....                                      | 15,910  | 168,045                                  | 149,834                          | 0  | * 6,470           | 35,639           | 2,017,411            |
| Plastics and rubber products manufacturing.....                        | 1,703   | 7,329                                    | * 940                            | * 3  | * 220             | * 968            | 54,184               |
| Nonmetallic mineral product manufacturing.....                         | * 2,149                                       | * 2,246                                  | * 723                            | 0  | * 385             | * 11             | 54,897               |
| Primary metal manufacturing.....                                       | * 3,900                                       | * 2,880                                  | * 44,201                         | 0  | * 17,308          | * 48             | * 195,319            |
| Fabricated metal products.....   | 1,932   | 20,655                                   | 102,994                          | 0  | * 3,248           | 40,345           | 343,838              |
| Machinery manufacturing.....   | 8,378   | 60,191                                   | 113,728                          | * 1,519  | 6,281             | 50,748           | 903,336              |
| Computer and electronic product manufacturing.....                     | 11,390  | 563,609                                  | 156,548                          | * 147  | 26,706            | 23,748           | 2,458,019            |
| Electrical equipment, appliance, and component<br>manufacturing.....   | 20,379  | 16,519                                   | 15,663                           | * 1,476  | * 1,433           | 305,176          | 1,123,616            |
| Transportation equipment manufacturing.....                            | 8,647   | 57,641                                   | 48,928                           | * 1,594  | * 2,827           | 106,025          | 1,274,006            |
| Motor vehicles and related manufacturing.....                          | 8,266   | 38,283                                   | * 36,978                         | * 1,594  | * 974             | * 74,540         | 998,402              |
| Other transportation equipment manufacturing.....                      | * 381   | 19,358                                   | 11,950                           | 0  | * 1,852           | * 31,485         | 275,604              |
| Furniture and related products.....                                    | * 623   | * 353                                    | 0                                | 0  | 0                 | 0                | * 31,266             |
| Miscellaneous manufacturing and manufacturing<br>not allocable.....    | 2,529   | 67,074                                   | 27,171                           | * 79   | * 354             | 10,809           | 334,043              |
| <b>Wholesale and retail trade.....</b>                                 | <b>8,206</b>                                  | <b>154,659</b>                           | <b>122,234</b>                   | <b>* 158</b>   | <b>11,709</b>     | <b>63,114</b>    | <b>800,855</b>       |
| Wholesale trade.....   | 6,305   | 117,359                                  | 74,506                           | * 158  | 4,770             | 54,268           | 604,374              |
| Durable goods.....   | 3,056   | 73,229                                   | 17,773                           | 0  | 1,464             | 17,005           | 88,093               |
| Machinery, equipment, and supplies.....                                | * 206   | * 2,586                                  | * 880                            | 0  | * 665             | * 70             | * 22,810             |
| Other miscellaneous durable goods.....                                 | 2,850   | 70,643                                   | 16,892                           | 0  | 799               | 16,934           | 65,283               |
| Nondurable goods.....  | 3,249   | 44,130                                   | 56,733                           | * 158  | 3,305             | 37,263           | 516,281              |
| Drugs, chemicals, and allied products.....                             | 1,146   | 21,782                                   | * 32,788                         | * 158  | * 1,107           | * 788            | 195,904              |
| Groceries and related products.....                                    | * 114   | * 702                                    | * 1,900                          | 0  | * 324             | * 47             | * 648                |
| Petroleum and petroleum products.....                                  | * 187   | 0  | 0                                | 0  | 0                 | * 90             | 0                    |
| Other miscellaneous nondurable goods.....                              | 1,801   | 21,646                                   | 22,045                           | 0  | * 1,875           | 36,338           | 319,730              |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 1.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Total Assets, Income, Taxes, and Credits, and Foreign Income, Taxes, and Credit, by Major and Selected Minor Industry--Continued**

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

| Major and selected minor industry<br>of U.S. corporation filing return               | Foreign income and taxes--Continued           |  |                                  |  |                   |                 |                      |
|--|---|--|----------------------------------|--|-------------------|-----------------|----------------------|
|  | Foreign taxes available for credit--Continued |  |                                  |  |                   |                 |                      |
|  | Paid or accrued--Continued                    |  |                                  |  |                   |                 | Taxes deemed<br>paid |
|  | Taxes withheld--Continued                     |  | Other taxes paid or accrued on-- |  |                   |                 |                      |
|  | Interest                                      | Rents,<br>royalties, and<br>license fees | Branch income                    | Specifically<br>allocable<br>income<br>(section<br>863(b)) | Service<br>income | Other income    |                      |
| (45)   | (46)  | (47)                                     | (48)                             | (49)   | (50)              | (51)            |                      |
| <b>Wholesale and retail trade--continued</b>   |   |  |                                  |  |                   |                 |                      |
| Retail trade.....  | 1,901   | 37,299                                   | 47,728                           | 0  | * 6,940           | 8,847           | 196,481              |
| Motor vehicle, parts dealers, and gas stations.....                                  | * 19  | * 387                                    | * 619                            | 0  | 0                 | * 54            | * 31,879             |
| Furniture and home furnishing stores.....  | * 8   | * 360                                    | 0                                | 0  | 0                 | 0               | * 20,285             |
| Building materials, garden equipment, and supplies.....                              | * 19  | * 6,197                                  | 0                                | 0  | 0                 | 0               | 0                    |
| Food and beverages stores.....   | * 8   | 0  | 0                                | 0  | 0                 | * 631           | * 730                |
| Apparel and accessory stores.....  | * 900   | 7,318                                    | * 41,644                         | 0  | * 10              | * 1,522         | 40,038               |
| General merchandise stores.....  | * 1   | * 11,779                                 | * 523                            | 0  | 0                 | * 4,918         | * 9,756              |
| Miscellaneous retail trade.....  | 947   | 11,258                                   | * 4,942                          | 0  | * 6,930           | * 1,721         | * 93,793             |
| <b>Transportation and warehousing.....</b>   | <b>2,254</b>                                  | <b>8,708</b>                             | <b>* 24,767</b>                  | <b>* 2</b>   | <b>17,174</b>     | <b>* 10,927</b> | <b>76,450</b>        |
| Air, rail, and water transportation.....   | * 121   | * 2,421                                  | * 995                            | 0  | * 14,101          | * 8,447         | * 24,754             |
| Water transportation.....  | * 75  | 0  | * 995                            | 0  | * 14,035          | * 2,167         | * 13,721             |
| Air and rail transportation.....   | * 45  | * 2,421                                  | 0                                | 0  | * 66              | * 6,280         | * 11,034             |
| Other transportation and warehousing.....  | * 2,133                                       | * 6,286                                  | * 23,772                         | * 2  | * 3,073           | * 2,480         | * 51,695             |
| <b>Information.....</b>  | <b>5,233</b>                                  | <b>675,827</b>                           | <b>444,394</b>                   | <b>* 2,941</b>   | <b>28,407</b>     | <b>102,496</b>  | <b>1,030,448</b>     |
| Publishing, motion picture, and sound recording.....                                 | 3,479   | 499,602                                  | 437,046                          | * 2,941  | 8,989             | 100,487         | 527,425              |
| Broadcasting, Internet publishing.....   | * 38  | * 146,731                                | 0                                | 0  | * 8,637           | * 366           | * 49,970             |
| Telecommunications.....  | * 1,319                                       | * 7,037                                  | * 4,269                          | 0  | * 577             | * 11            | * 354,027            |
| Internet service providers, Web search portals, and data<br>processing services..... | * 364   | * 19,662                                 | * 1,953                          | 0  | * 10,035          | 0               | * 64,842             |
| Other information services.....  | * 32  | * 2,796                                  | * 1,126                          | 0  | * 169             | * 1,632         | * 34,183             |
| <b>Finance, insurance, real estate, and rental and leasing..</b>                     | <b>230,469</b>                                | <b>23,170</b>                            | <b>818,201</b>                   | <b>* 85</b>  | <b>24,439</b>     | <b>576,790</b>  | <b>1,819,974</b>     |
| Finance and insurance.....   | 230,080                                       | 21,724                                   | 818,108                          | * 1  | 24,356            | 574,043         | 1,812,002            |
| Commercial banking and other depository credit<br>agencies.....                      | * 1,503                                       | 0  | 0                                | 0  | [5]               | * 15            | * 10                 |
| Commercial banking.....  | * 1,330                                       | 0  | 0                                | 0  | [5]               | * 15            | 0                    |
| Depository credit agencies other than banks.....                                     | * 173   | 0  | 0                                | 0  | 0                 | 0               | * 10                 |
| Nondepository credit intermediation.....   | 6,883   | * 17,248                                 | * 93,066                         | 0  | * 14,066          | * 6,106         | * 29,244             |
| Securities, commodity contracts, and other.....                                      | 2,417   | * 2                                      | * 35,531                         | * 1  | 7,571             | 367,404         | 967,112              |
| Insurance and related activities.....  | 18,507  | * 4,474                                  | 689,512                          | 0  | 2,720             | 198,822         | 732,591              |
| Insurance agencies and brokerages.....   | * 392   | * 6                                      | * 27,437                         | 0  | * 332             | * 5,009         | * 311,129            |
| Funds, trusts, and other financial vehicles.....                                     | * 200,770                                     | 0  | 0                                | 0  | 0                 | * 1,696         | * 83,045             |
| Real estate and rental and leasing.....  | 390   | 1,445                                    | * 92                             | * 84   | * 83              | 2,747           | * 7,973              |
| Real estate.....   | 380   | * 370                                    | * 10                             | 0  | * 65              | * 2,092         | * 7,910              |
| Rentals and leasing.....   | * 10  | * 1,075                                  | * 82                             | * 84   | * 18              | * 655           | * 63                 |
| <b>Services.....</b>   | <b>188,214</b>                                | <b>187,909</b>                           | <b>1,597,169</b>                 | <b>* 3,295</b>   | <b>320,013</b>    | <b>402,902</b>  | <b>2,328,993</b>     |
| Professional, scientific, and technical services.....                                | 3,564   | 43,961                                   | 177,312                          | * 170  | 41,797            | 6,522           | 296,450              |
| Management of holding companies.....   | 174,692                                       | 18,228                                   | 1,283,469                        | 0  | * 214,127         | 358,145         | 1,771,889            |
| Administrative and support and waste management<br>and remediation.....              | 1,388   | 8,834                                    | 21,010                           | 0  | 51,107            | * 12,129        | 40,594               |
| Education services, health care, and social assistance.....                          | * 84  | * 4,104                                  | 0                                | 0  | * 194             | * 286           | * 15,484             |
| Arts, entertainment, and recreation.....   | * 178   | * 2,657                                  | 0                                | 0  | * 10,442          | * 18,814        | * 10,615             |
| Accommodation and food services.....   | 7,896   | 108,589                                  | * 115,361                        | * 3,126  | * 2,039           | 7,006           | 165,937              |
| Accommodation.....   | * 1,185                                       | * 4,782                                  | * 10,377                         | * 3,126  | * 1,862           | * 4,875         | * 17,883             |
| Food services and drinking places.....   | * 6,711                                       | 103,807                                  | * 104,984                        | 0  | * 177             | * 2,130         | * 148,054            |
| Other services.....  | * 411   | * 1,536                                  | * 18                             | 0  | * 307             | 0               | * 28,024             |
| Repair and maintenance services.....   | * 222   | 0  | 0                                | 0  | * 307             | 0               | 0                    |
| Personal services, religious, grantmaking,<br>civic, professional, etc.....          | * 189   | * 1,536                                  | * 18                             | 0  | * 307             | 0               | * 28,024             |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

## Footnotes to Table 1

\* Data should be used with caution because of the small number of sample returns on which they were based.

[1] Interest-Charge Domestic International Sales Corporation (IC-DISC) and Domestic International Sales Corporation (DISC).

[2] In addition to the credits shown in columns 12-14, this is after reduction by other credits, such as the jobs credit and the investment credit, which are not shown separately in this table.

[3] Included in gross income (less loss), columns 16-22. See notes below.

[4] Included in deductions, columns 25-34. See notes below.

[5] Less than \$500.

NOTES: Detail may not add to totals because of rounding. Columns 2 through 15 present statistics on assets, receipts, income, and taxes reported on the Form 1120, *Corporation Income Tax Return* series for corporations claiming a foreign tax credit. Columns 16 through 51 present statistics from Form 1118, *Foreign Tax Credit--Corporations*. Schedule references indicate the schedule of Form 1118 from which the data were obtained. Columns 16 through 35 present statistics on foreign income (i.e., income from sources outside the United States) and deductions reported primarily on Schedule A, Form 1118. Although the amounts of oil and gas income and deductions (columns 23 and 35, respectively) are contained in the summary columns (i.e., columns 16 through 22 and 25 through 34), these amounts are also reported separately (on Schedule I) because oil and gas income is subject to special rules under Internal Revenue Code section 907, which may result in a reduction of foreign taxes available for credit. Foreign branch income and code section 863(b) income (income partly within and partly without the United States) are also included in the summary amounts reported in columns 16 through 22. Foreign branch income is also reported separately on Schedule F, shown in column 24. Total deductions not allocable to specific types of income (column 31) are equal to the sum of columns 32 through 34 (any differences are due to taxpayer-reporting practices). Total foreign-source gross income less loss (column 16) less total foreign deductions (column 25) is equal to foreign-source taxable income before adjustments (column 36).

Adjustments to foreign-source taxable income (reported in column 37) include allocations of current-year U.S.-source losses and recapture of foreign losses, as well as other adjustments. These adjustments (reported on Schedule J) affect the numerator of the limitation fraction used to compute the foreign tax credit. The foreign-source taxable income after adjustments (the numerator of the limitation fraction) is reported in column 38. The limitation fraction, which represents the ratio of foreign-source taxable income after adjustments to total (U.S. and foreign) taxable income after adjustments, is applied to the total U.S. tax against which the credit is allowed to determine any limitation on the foreign tax credit.

Statistics on foreign taxes are reported in columns 39 through 51. Data on foreign taxes paid, accrued, and deemed paid (through related foreign corporations or their subsidiaries) from Schedule B, Form 1118, are reported in columns 42 through 51. Total foreign taxes paid or accrued (column 43) are the sum of columns 44 through 50 (any differences are due to taxpayer-reporting practices). Total foreign taxes paid, accrued, and deemed paid (column 42) are equal to the sum of total taxes paid or accrued (column 43) and taxes deemed paid (column 51). Total foreign taxes paid, accrued, and deemed paid are then adjusted for certain items (e.g., reductions of foreign taxes under Code section 907 related to oil and gas income), which are reported in column 40, as well as carryovers of foreign taxes not credited in prior years, which are reported in column 41. Thus, total foreign taxes available for credit (column 39) are equal to total foreign taxes paid, accrued, and deemed paid (column 42) less certain foreign taxes (column 40), plus any carryover of prior-year foreign taxes (column 41).

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid**

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

| Selected country                            | Number of returns | Foreign income and taxes |                   |   |                   |                                    |
|---|-------------------|--------------------------|-------------------|---|-------------------|------------------------------------|
|   |                   | Gross income (less loss) |                   |   |                   |                                    |
|   |                   | Total                    | Dividends         | Foreign dividend income from foreign taxes deemed paid (gross-up) | Interest          | Rents, royalties, and license fees |
| (1)   | (2)               | (3)                      | (4)               | (5)   | (6)               |                                    |
| <b>All geographic areas.....</b>            | <b>4,767</b>      | <b>330,848,675</b>       | <b>64,110,977</b> | <b>24,192,161</b>   | <b>44,540,804</b> | <b>57,250,191</b>                  |
| <b>Canada.....</b>                          | <b>1,346</b>      | <b>25,136,403</b>        | <b>6,989,081</b>  | <b>3,648,815</b>  | <b>3,534,997</b>  | <b>3,755,468</b>                   |
| <b>Latin America, total.....</b>            | <b>1,086</b>      | <b>31,119,896</b>        | <b>6,426,671</b>  | <b>2,735,699</b>  | <b>7,405,696</b>  | <b>3,874,440</b>                   |
| Mexico.....                                 | 629               | 9,523,361                | 1,745,735         | 818,216   | 1,191,957         | 2,030,675                          |
| Central America, total.....                 | 326               | 1,222,860                | 188,579           | 57,725  | 210,799           | 162,306                            |
| Belize.....                                 | 20                | 3,750                    | * 22              | * 1   | * 642             | * 21                               |
| Costa Rica.....                             | 119               | 186,272                  | 29,841            | 11,066  | 20,225            | 61,505                             |
| El Salvador.....                            | 86                | 152,042                  | 14,659            | 4,520   | 34,245            | 11,372                             |
| Guatemala.....                              | 199               | 410,536                  | 39,762            | 15,773  | 42,750            | 24,197                             |
| Honduras.....                               | 72                | 64,166                   | * 8,602           | * 1,630   | 6,708             | 7,158                              |
| Nicaragua.....                              | 53                | 49,958                   | * 489             | * 154   | * 2,307           | 2,751                              |
| Panama (including Canal Zone).....          | 141               | 336,864                  | 90,387            | 23,094  | 103,922           | 55,169                             |
| Central America not allocable.....          | 3                 | * 19,271                 | * 4,817           | * 1,487   | 0                 | * 133                              |
| Caribbean countries, total.....             | 294               | 6,970,760                | 2,092,183         | 737,121   | 1,849,775         | 170,530                            |
| Cayman Islands (British).....               | 141               | 4,352,349                | 1,595,953         | 662,540   | 1,708,598         | 85,003                             |
| Dominican Republic.....                     | 134               | 492,838                  | * 225,230         | * 52,449  | 71,478            | 14,358                             |
| Haiti.....                                  | 27                | 12,378                   | * 450             | 0   | * 6,746           | * 1,121                            |
| Jamaica.....                                | 64                | 144,672                  | * 2,134           | * 823   | 37,152            | 21,208                             |
| Trinidad.....                               | 107               | 1,615,532                | 45,816            | * 18,071  | 23,029            | 29,536                             |
| Other Caribbean countries.....              | 81                | 352,991                  | 222,601           | 3,238   | 2,772             | 19,304                             |
| South America, total.....                   | 683               | 12,840,417               | 2,398,492         | 1,122,093   | 4,029,329         | 1,510,929                          |
| Argentina.....                              | 322               | 915,759                  | 99,040            | 74,656  | 869,670           | 175,714                            |
| Bolivia.....                                | 64                | 139,103                  | 61,420            | 3,987   | 17,265            | 9,919                              |
| Brazil.....                                 | 446               | 6,597,670                | 1,533,898         | 810,236   | 2,264,305         | 871,702                            |
| Chile.....                                  | 215               | 1,783,560                | 350,217           | 80,131  | 434,221           | 103,706                            |
| Colombia.....                               | 212               | 1,285,967                | 108,865           | 66,843  | 62,644            | 93,407                             |
| Ecuador.....                                | 171               | 162,576                  | 12,855            | 4,271   | 27,020            | 32,580                             |
| Paraguay.....                               | 43                | 66,029                   | * 10,954          | * 2,977   | 41,752            | 2,487                              |
| Peru.....                                   | 177               | 530,801                  | 17,475            | 6,025   | 116,436           | 50,623                             |
| Uruguay.....                                | 100               | 203,470                  | 60,792            | 12,155  | 82,500            | 15,121                             |
| Venezuela.....                              | 266               | 1,079,189                | 131,165           | 56,207  | 107,714           | 154,777                            |
| Other South American countries.....         | 34                | 76,291                   | * 11,810          | * 4,605   | * 5,801           | 893                                |
| Latin America not allocable.....            | 12                | 562,497                  | * 1,682           | * 544   | * 123,836         | 0                                  |
| <b>Other Western Hemisphere, total.....</b> | <b>231</b>        | <b>4,930,057</b>         | <b>3,212,312</b>  | <b>285,709</b>  | <b>912,487</b>    | <b>667,939</b>                     |
| Bahamas.....                                | 82                | -438,789                 | 515,510           | * 85,239  | 330,985           | 46,614                             |
| Bermuda.....                                | 163               | 4,182,891                | 2,367,631         | 123,438   | 443,958           | 597,467                            |
| Netherlands Antilles.....                   | 58                | 721,660                  | 92,642            | 36,360  | 71,416            | 14,204                             |
| Other British West Indies.....              | 83                | 376,570                  | 235,687           | 40,671  | 50,541            | 4,666                              |
| All other Western Hemisphere.....           | 37                | 87,762                   | * 843             | 0   | * 15,586          | 4,987                              |
| <b>Europe, total.....</b>                   | <b>2,011</b>      | <b>135,980,775</b>       | <b>31,331,802</b> | <b>11,202,160</b>   | <b>18,314,125</b> | <b>25,668,433</b>                  |
| European Union, total.....                  | 1,957             | 111,846,436              | 28,008,041        | 10,013,687  | 15,913,981        | 20,888,014                         |
| Austria.....                                | 180               | 2,318,227                | 1,097,449         | 321,529   | 137,089           | 511,256                            |
| Belgium.....                                | 242               | 5,231,318                | 1,935,002         | 401,878   | 174,241           | 621,412                            |
| Denmark.....                                | 188               | 2,084,844                | 674,843           | 239,603   | 104,071           | 207,727                            |
| Finland.....                                | 206               | 529,999                  | 71,547            | 22,112  | 57,314            | 268,139                            |
| France (including Andorra).....             | 450               | 6,704,941                | 1,073,910         | 431,605   | 522,247           | 2,348,417                          |
| Germany.....                                | 479               | 13,096,133               | 1,454,975         | 709,502   | 887,481           | 3,322,918                          |
| Greece.....                                 | 129               | 443,548                  | 51,815            | 40,981  | 144,923           | 82,989                             |
| Ireland.....                                | 225               | 8,947,480                | 3,290,725         | 421,988   | 287,686           | 4,349,565                          |
| Italy (including San Marino).....           | 361               | 4,870,901                | 924,156           | 594,376   | 281,138           | 1,117,662                          |
| Luxembourg.....                             | 103               | 4,317,160                | 2,693,156         | 669,163   | 601,422           | 85,341                             |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country                                 | Number of returns | Foreign income and taxes |                  |   |                |                                    |
|--|-------------------|--------------------------|------------------|---|----------------|------------------------------------|
|  |                   | Gross income (less loss) |                  |   |                |                                    |
|  |                   | Total                    | Dividends        | Foreign dividend income from foreign taxes deemed paid (gross-up) | Interest       | Rents, royalties, and license fees |
| (1)  | (2)               | (3)                      | (4)              | (5)   | (6)            |                                    |
| <b>Europe--continued</b>                         |                   |                          |                  |   |                |                                    |
| European Union--continued                        |                   |                          |                  |   |                |                                    |
| Netherlands.....                                 | 743               | 10,576,790               | 4,236,889        | 1,322,724   | 1,061,303      | 1,993,401                          |
| Portugal.....                                    | 157               | 651,590                  | 190,853          | 56,677  | 29,612         | 193,593                            |
| Spain.....                                       | 320               | 4,104,352                | 1,365,162        | 1,071,760   | 90,211         | 701,720                            |
| Sweden.....                                      | 225               | 2,126,602                | 871,490          | 363,456   | 168,178        | 381,182                            |
| United Kingdom.....                              | 1,352             | 45,837,977               | 8,076,069        | 3,346,335   | 11,367,065     | 4,701,566                          |
| European Union not allocable.....                | 3                 | * 4,574                  | 0                | 0   | 0              | * 1,125                            |
| Other West European countries, total.....        | 349               | 16,782,443               | 2,678,360        | 958,323   | 877,930        | 3,855,523                          |
| Liechtenstein.....                               | 6                 | * 9,210                  | * 9,006          | * 84  | * 56           | * 19                               |
| Monaco.....                                      | 13                | 161,293                  | 0                | 0   | * 1,415        | * 90                               |
| Norway.....                                      | 152               | 5,998,811                | 182,137          | 188,361   | 218,012        | 95,867                             |
| Switzerland.....                                 | 274               | 8,872,842                | 2,420,983        | 742,495   | 339,589        | 2,759,991                          |
| Turkey.....                                      | 148               | 789,780                  | 60,219           | 27,341  | 313,768        | 67,898                             |
| Other West European countries not allocable..... | 67                | 950,508                  | * 6,015          | * 42  | 5,090          | 931,658                            |
| East European countries, total.....              | 299               | 5,234,570                | 636,624          | 220,909   | 399,029        | 829,824                            |
| Romania.....                                     | 67                | 156,327                  | 11,024           | 4,750   | 3,663          | 33,452                             |
| Former Soviet Union.....                         | 178               | 2,967,468                | 109,165          | 35,020  | 263,852        | 186,052                            |
| Other East European countries.....               | 229               | 2,110,775                | 516,435          | 181,139   | 131,514        | 610,320                            |
| Europe not allocable.....                        | 23                | 2,117,326                | * 8,777          | * 9,241   | * 1,123,184    | * 95,072                           |
| <b>Africa, total.....</b>                        | <b>332</b>        | <b>7,505,295</b>         | <b>1,151,044</b> | <b>525,647</b>  | <b>631,727</b> | <b>424,163</b>                     |
| North Africa, total.....                         | 145               | 1,536,772                | 42,770           | 13,899  | 190,926        | 86,119                             |
| Algeria.....                                     | 23                | 52,588                   | * 563            | * 113   | * 24,046       | * 808                              |
| Egypt.....                                       | 121               | 1,338,373                | 20,862           | 9,357   | 144,192        | 70,486                             |
| Libya.....                                       | 10                | * 13,357                 | * 9,953          | * 2,703   | * 619          | * 82                               |
| Morocco.....                                     | 54                | 84,150                   | * 8,907          | * 1,614   | 244            | 13,917                             |
| Other North African countries.....               | 33                | 48,304                   | * 2,486          | * 113   | * 21,824       | * 826                              |
| East Africa, total.....                          | 88                | 424,887                  | 87,192           | 16,176  | 238,182        | 8,325                              |
| Ethiopia.....                                    | 11                | 7,154                    | 0                | 0   | 0              | 936                                |
| Kenya.....                                       | 40                | 74,268                   | * 8,336          | * 4,991   | * 23,008       | 5,782                              |
| Tanzania.....                                    | 8                 | * 3,407                  | * 1,601          | * 609   | * 253          | * 48                               |
| Uganda.....                                      | 9                 | * 534                    | 0                | 0   | [2]            | * 497                              |
| Other East African countries.....                | 62                | 339,523                  | 77,256           | 10,575  | 214,920        | 1,061                              |
| West and Central Africa, total.....              | 115               | 4,484,183                | 924,020          | 443,747   | 57,103         | 22,479                             |
| Gabon.....                                       | 13                | 181,646                  | * 105,375        | * 56,033  | * 3,981        | * 327                              |
| Ghana.....                                       | 18                | 28,479                   | * 2,685          | * 1,333   | * 361          | * 550                              |
| Liberia.....                                     | 17                | 16,718                   | * 4,643          | 0   | * 9,051        | * 22                               |
| Nigeria.....                                     | 50                | 2,194,735                | 427,686          | * 191,503   | 15,496         | 14,467                             |
| Zaire.....                                       | 11                | 29,877                   | * 3,385          | * 6,891   | * 8            | * 952                              |
| Other West and Central African countries.....    | 76                | 2,032,728                | 380,245          | * 187,988   | 28,206         | 6,162                              |
| Southern Africa, total.....                      | 232               | 1,024,712                | 97,011           | 51,807  | 141,749        | 307,120                            |
| Malawi.....                                      | 8                 | * 1,944                  | * 827            | * 1,078   | * 3            | * 34                               |
| South Africa (including Namibia).....            | 225               | 933,648                  | 78,074           | 39,580  | 141,326        | 252,376                            |
| Zambia.....                                      | 12                | * 1,474                  | * 32             | 0   | 0              | * 404                              |
| Zimbabwe.....                                    | 24                | 31,586                   | * 16,925         | * 10,635  | * 420          | * 787                              |
| Other Southern African countries.....            | 12                | 56,060                   | * 1,153          | * 514   | 0              | 54,326                             |
| Africa not allocable.....                        | 3                 | * 34,741                 | * 51             | * 17  | * 3,768        | * 121                              |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country   | Number of returns | Foreign income and taxes |                   |   |                  |                                    |
|--|-------------------|--------------------------|-------------------|---|------------------|------------------------------------|
|  |                   | Gross income (less loss) |                   |   |                  |                                    |
|  |                   | Total                    | Dividends         | Foreign dividend income from foreign taxes deemed paid (gross-up) | Interest         | Rents, royalties, and license fees |
| (1)  | (2)               | (3)                      | (4)               | (5)   | (6)              |                                    |
| <b>Asia, total.....</b>  | <b>1,415</b>      | <b>68,792,611</b>        | <b>10,973,252</b> | <b>4,392,866</b>  | <b>6,208,610</b> | <b>14,333,742</b>                  |
| Middle East, total.....  | 282               | 5,330,317                | 452,825           | 64,818  | 485,189          | 435,545                            |
| Bahrain.....   | 54                | 385,207                  | * 133,525         | * 194   | * 171,488        | 3,055                              |
| Iran.....  | 18                | 19,355                   | * 7,736           | * 37  | * 468            | * 11,058                           |
| Iraq.....  | 8                 | * 5,089                  | * 2,854           | * 44  | * 346            | * 685                              |
| Israel.....  | 184               | 567,974                  | 81,747            | 38,374  | 160,546          | 162,567                            |
| Kuwait.....  | 62                | 76,319                   | * 1,904           | * 316   | * 524            | 6,522                              |
| Lebanon.....   | 54                | 70,879                   | * 852             | * 35  | 9,266            | 6,380                              |
| Qatar.....   | 54                | 599,369                  | * 23              | 0   | 12,936           | 1,734                              |
| Saudi Arabia.....  | 125               | 1,790,221                | 35,393            | 7,438   | 11,466           | 63,990                             |
| United Arab Emirates.....  | 106               | 852,249                  | 79,674            | * 8,651   | 77,544           | 85,796                             |
| Other areas of Arabian Peninsula.....  | 45                | 576,957                  | * 10,283          | * 4,242   | * 6,342          | 39,404                             |
| Other Middle East countries.....   | 105               | 386,699                  | 98,834            | 5,485   | 34,263           | 54,355                             |
| Southern and Southeast Asia, total.....  | 578               | 18,797,810               | 4,389,012         | 534,755   | 2,570,283        | 3,494,956                          |
| Bangladesh.....  | 31                | 89,739                   | * 1,276           | * 1,248   | * 25,760         | * 678                              |
| India.....   | 280               | 1,254,435                | 68,063            | 30,228  | 576,017          | 150,878                            |
| Indonesia.....   | 195               | 3,660,518                | 265,532           | 95,504  | 329,873          | 60,513                             |
| Malaysia.....  | 244               | 3,805,506                | 1,312,667         | 141,722   | 63,556           | 487,318                            |
| Pakistan.....  | 70                | 314,901                  | 10,285            | 7,798   | 100,020          | -3,029                             |
| Philippines.....   | 205               | 1,019,127                | 126,464           | 59,571  | 356,070          | 134,117                            |
| Singapore.....   | 334               | 7,309,054                | 2,444,168         | 150,472   | 772,702          | 2,500,429                          |
| Sri Lanka.....   | 33                | 44,275                   | * 1,466           | * 700   | * 17,337         | 1,281                              |
| Thailand.....  | 253               | 1,168,599                | 154,205           | 47,307  | 302,090          | 120,736                            |
| Vietnam.....   | 51                | 49,943                   | * 535             | * 192   | 18,014           | 5,470                              |
| Other Southern and Southeast Asian countries.....                                  | 49                | 81,714                   | * 4,350           | * 14  | * 8,843          | 36,566                             |
| Eastern Asia, total.....   | 1,236             | 44,318,462               | 6,130,599         | 3,793,029   | 3,090,133        | 10,386,893                         |
| China.....   | 313               | 4,136,471                | 954,372           | 109,604   | 127,996          | 1,465,289                          |
| Hong Kong.....   | 321               | 5,097,094                | 1,242,240         | 183,918   | 754,825          | 693,975                            |
| Japan (including Okinawa and Ryukyu Islands).....                                  | 1,019             | 25,807,673               | 3,067,927         | 3,175,150   | 667,206          | 6,267,809                          |
| South Korea, Republic of.....  | 316               | 3,397,109                | 460,893           | 211,033   | 661,191          | 1,033,878                          |
| Taiwan.....  | 278               | 5,664,011                | 405,167           | 113,323   | 839,755          | 920,354                            |
| Other Eastern Asian countries.....   | 20                | 216,105                  | [2]               | 0   | * 39,159         | * 5,589                            |
| Asia not allocable.....  | 9                 | * 346,022                | * 817             | * 264   | * 63,005         | * 16,348                           |
| <b>Oceania, total.....</b>   | <b>552</b>        | <b>8,677,352</b>         | <b>1,696,412</b>  | <b>717,739</b>  | <b>1,153,964</b> | <b>1,347,388</b>                   |
| Australia.....   | 520               | 7,679,625                | 1,375,390         | 646,802   | 974,770          | 1,259,684                          |
| New Zealand.....   | 220               | 776,641                  | 179,213           | 70,811  | 170,019          | 85,850                             |
| Other countries of Oceania.....  | 49                | 221,086                  | * 141,809         | * 126   | * 9,175          | 1,854                              |
| <b>Puerto Rico and U.S. Possessions, total.....</b>                                | <b>400</b>        | <b>6,159,081</b>         | <b>298,625</b>    | <b>60,421</b>   | <b>939,899</b>   | <b>2,156,551</b>                   |
| Puerto Rico.....   | 369               | 5,741,255                | 277,931           | 55,712  | 787,157          | 2,135,404                          |
| U.S. Possessions, total.....   | 121               | 417,825                  | * 20,695          | * 4,709   | 152,742          | 21,147                             |
| American Samoa.....  | 13                | 18,837                   | * 196             | * 98  | * 6,601          | * 10,217                           |
| Guam.....  | 86                | 215,741                  | * 14,799          | * 3,986   | 121,962          | 4,712                              |
| Virgin Islands, U.S.....   | 61                | 151,725                  | * 1,477           | * 221   | 7,291            | 5,314                              |
| Other U.S. Possessions.....  | 19                | 31,523                   | * 4,223           | * 404   | * 16,887         | * 904                              |
| <b>Country not stated.....</b>   | <b>1,916</b>      | <b>26,512,049</b>        | <b>1,750,296</b>  | <b>623,104</b>  | <b>5,435,449</b> | <b>5,007,208</b>                   |
| <b>Section 863(b) income.....</b>  | <b>202</b>        | <b>23,197,616</b>        | <b>0</b>          | <b>0</b>  | <b>* 3,849</b>   | <b>* 14,859</b>                    |
| <b>Foreign Sales Corporation dividends [1].....</b>                                | <b>20</b>         | <b>280,575</b>           | <b>280,575</b>    | <b>0</b>  | <b>0</b>         | <b>0</b>                           |
| <b>Interest-Charge Domestic International Sales Corporation dividends [1].....</b> | <b>7</b>          | <b>* 907</b>             | <b>* 907</b>      | <b>* 1</b>  | <b>0</b>         | <b>0</b>                           |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country                            | Foreign income and taxes--Continued |                    |                                   |                           |                    |
|---|-------------------------------------|--------------------|-----------------------------------|---------------------------|--------------------|
|   | Gross income (less loss)--Continued |                    |                                   |                           | Total deductions   |
|   | Service income                      | Other income       | Oil and gas extraction income [3] | Foreign branch income [3] |                    |
| (7)   | (8)                                 | (9)                | (10)                              | (11)                      |                    |
| <b>All geographic areas.....</b>            | <b>17,052,272</b>                   | <b>123,702,269</b> | <b>16,334,230</b>                 | <b>65,808,217</b>         | <b>169,993,066</b> |
| <b>Canada.....</b>                          | <b>1,167,108</b>                    | <b>6,040,934</b>   | <b>* 1,653,880</b>                | <b>3,036,581</b>          | <b>10,084,225</b>  |
| <b>Latin America, total.....</b>            | <b>1,163,225</b>                    | <b>9,514,163</b>   | <b>2,175,398</b>                  | <b>5,987,969</b>          | <b>16,417,583</b>  |
| Mexico.....                                 | 576,750                             | 3,160,028          | 0                                 | 2,419,650                 | 4,669,509          |
| Central America, total.....                 | 49,236                              | 554,215            | 0                                 | 360,252                   | 840,657            |
| Belize.....                                 | * 11                                | 3,051              | 0                                 | * 59                      | 1,519              |
| Costa Rica.....                             | 2,554                               | 61,082             | 0                                 | 62,533                    | 131,723            |
| El Salvador.....                            | * 2,034                             | 85,213             | 0                                 | * 15,465                  | 91,801             |
| Guatemala.....                              | * 36,717                            | 251,337            | 0                                 | * 107,580                 | 304,780            |
| Honduras.....                               | * 1,652                             | 38,415             | 0                                 | * 997                     | 37,346             |
| Nicaragua.....                              | * 258                               | 43,998             | 0                                 | * 1,525                   | 38,619             |
| Panama (including Canal Zone).....          | 6,010                               | 58,283             | 0                                 | 161,336                   | 230,122            |
| Central America not allocable.....          | 0                                   | * 12,835           | 0                                 | * 10,758                  | * 4,747            |
| Caribbean countries, total.....             | 133,402                             | 1,987,749          | * 1,211,422                       | 797,714                   | 2,667,550          |
| Cayman Islands (British).....               | * 42,298                            | 257,958            | 0                                 | 570,044                   | 1,192,028          |
| Dominican Republic.....                     | 17,866                              | 111,456            | 0                                 | 110,681                   | 156,258            |
| Haiti.....                                  | * 533                               | 3,528              | 0                                 | * 8,902                   | 9,709              |
| Jamaica.....                                | 29,183                              | 54,172             | 0                                 | 35,911                    | 113,627            |
| Trinidad.....                               | 37,162                              | 1,461,918          | * 1,161,129                       | 7,329                     | 1,036,223          |
| Other Caribbean countries.....              | * 6,360                             | 98,716             | * 50,293                          | 64,848                    | 159,705            |
| South America, total.....                   | 403,837                             | 3,375,738          | 963,976                           | 2,238,725                 | 7,732,935          |
| Argentina.....                              | 31,031                              | -334,353           | * 344,569                         | -543,757                  | 1,454,981          |
| Bolivia.....                                | * -2,406                            | 48,918             | * 54,142                          | * 20,559                  | 56,657             |
| Brazil.....                                 | 189,002                             | 928,526            | 43,947                            | 1,474,154                 | 3,095,990          |
| Chile.....                                  | 23,628                              | 791,657            | 0                                 | 377,626                   | 1,051,514          |
| Colombia.....                               | 15,276                              | 938,932            | * 362,752                         | 294,532                   | 609,454            |
| Ecuador.....                                | 28,622                              | 57,228             | * -2                              | 46,970                    | 97,013             |
| Paraguay.....                               | * 1,791                             | 6,069              | 0                                 | * 47,311                  | 52,729             |
| Peru.....                                   | 51,404                              | 288,839            | * 6,088                           | 117,159                   | 378,515            |
| Uruguay.....                                | * 4,738                             | 28,164             | 0                                 | 37,196                    | 163,351            |
| Venezuela.....                              | 55,733                              | 573,592            | * 152,480                         | 338,125                   | 718,438            |
| Other South American countries.....         | * 5,017                             | 48,165             | 0                                 | * 28,849                  | 54,292             |
| Latin America not allocable.....            | 0                                   | 436,434            | 0                                 | * 171,626                 | 506,933            |
| <b>Other Western Hemisphere, total.....</b> | <b>107,970</b>                      | <b>-256,360</b>    | <b>* 216,554</b>                  | <b>-586,534</b>           | <b>944,246</b>     |
| Bahamas.....                                | 69,812                              | -1,486,949         | 0                                 | * -1,084,370              | -221,361           |
| Bermuda.....                                | 24,994                              | 625,403            | * 88,620                          | 419,770                   | 952,744            |
| Netherlands Antilles.....                   | * 661                               | 506,376            | 0                                 | * 1,775                   | 65,960             |
| Other British West Indies.....              | * 11,470                            | 33,534             | * 127,934                         | 13,613                    | 108,326            |
| All other Western Hemisphere.....           | * 1,034                             | 65,313             | 0                                 | * 62,680                  | 38,629             |
| <b>Europe, total.....</b>                   | <b>5,824,923</b>                    | <b>43,639,333</b>  | <b>6,189,514</b>                  | <b>28,350,443</b>         | <b>64,086,856</b>  |
| European Union, total.....                  | 5,418,988                           | 31,603,724         | 3,660,001                         | 23,699,990                | 53,990,807         |
| Austria.....                                | 22,680                              | 228,223            | * 99,680                          | 163,692                   | 785,673            |
| Belgium.....                                | 77,040                              | 2,021,745          | 0                                 | 823,439                   | 2,629,017          |
| Denmark.....                                | 36,603                              | 821,997            | * 896,930                         | 198,291                   | 772,349            |
| Finland.....                                | 30,035                              | 80,852             | 0                                 | 33,687                    | 243,878            |
| France (including Andorra).....             | 683,720                             | 1,645,041          | 0                                 | 771,816                   | 4,017,261          |
| Germany.....                                | 1,319,439                           | 5,401,818          | 0                                 | 5,036,297                 | 9,010,438          |
| Greece.....                                 | 26,124                              | 96,715             | 0                                 | 224,065                   | 292,986            |
| Ireland.....                                | 184,475                             | 413,042            | * 165,472                         | 590,504                   | 2,702,229          |
| Italy (including San Marino).....           | 584,737                             | 1,368,831          | 0                                 | 1,200,392                 | 2,733,061          |
| Luxembourg.....                             | * 2,088                             | 265,991            | 0                                 | -64,531                   | 711,884            |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country                                 | Foreign income and taxes--Continued |                  |                                   |                           |                  |
|--|-------------------------------------|------------------|-----------------------------------|---------------------------|------------------|
|  | Gross income (less loss)--Continued |                  |                                   |                           | Total deductions |
|  | Service income                      | Other income     | Oil and gas extraction income [3] | Foreign branch income [3] |                  |
| (7)  | (8)                                 | (9)              | (10)                              | (11)                      |                  |
| <b>Europe--continued</b>                         |                                     |                  |                                   |                           |                  |
| European Union--continued                        |                                     |                  |                                   |                           |                  |
| Netherlands.....                                 | 86,364                              | 1,876,109        | * 137,278                         | 1,368,644                 | 3,512,891        |
| Portugal.....                                    | 8,361                               | 172,494          | 0                                 | 136,956                   | 287,594          |
| Spain.....                                       | 176,883                             | 698,616          | 0                                 | 344,210                   | 1,297,203        |
| Sweden.....                                      | 41,181                              | 301,115          | 0                                 | 246,498                   | 856,036          |
| United Kingdom.....                              | 2,139,264                           | 16,207,678       | * 2,360,641                       | 12,626,029                | 24,137,296       |
| European Union not allocable.....                | * -7                                | * 3,456          | 0                                 | 0                         | * 1,009          |
| Other West European countries, total.....        | 96,726                              | 8,315,582        | * 1,578,265                       | 3,115,057                 | 5,924,019        |
| Liechtenstein.....                               | 0                                   | * 44             | 0                                 | 0                         | * 271            |
| Monaco.....                                      | * 31                                | * 159,757        | 0                                 | 0                         | 678              |
| Norway.....                                      | 31,816                              | 5,282,618        | * 1,578,286                       | 1,649,338                 | 2,225,083        |
| Switzerland.....                                 | 47,735                              | 2,562,048        | 0                                 | 962,508                   | 2,748,171        |
| Turkey.....                                      | 8,112                               | 312,444          | * -21                             | 502,005                   | 473,517          |
| Other West European countries not allocable..... | * 9,032                             | -1,329           | 0                                 | * 1,207                   | 476,300          |
| East European countries, total.....              | 291,900                             | 2,856,283        | * 951,249                         | 1,494,719                 | 2,499,015        |
| Romania.....                                     | 3,816                               | 99,623           | 0                                 | 84,126                    | 106,075          |
| Former Soviet Union.....                         | 125,896                             | 2,247,482        | * 951,249                         | 916,351                   | 1,463,663        |
| Other East European countries.....               | 162,189                             | 509,178          | 0                                 | 494,242                   | 929,278          |
| Europe not allocable.....                        | * 17,308                            | 863,743          | 0                                 | * 40,676                  | 1,673,015        |
| <b>Africa, total.....</b>                        | <b>551,808</b>                      | <b>4,220,906</b> | <b>* 2,350,560</b>                | <b>1,625,033</b>          | <b>2,900,836</b> |
| North Africa, total.....                         | 87,624                              | 1,115,434        | * 672,295                         | 396,541                   | 774,564          |
| Algeria.....                                     | * 9,360                             | 17,698           | 0                                 | * -24,526                 | 22,483           |
| Egypt.....                                       | 55,078                              | 1,038,399        | * 664,701                         | 341,701                   | 667,871          |
| Libya.....                                       | 0                                   | [2]              | 0                                 | 0                         | 4,558            |
| Morocco.....                                     | * 21,056                            | 38,412           | 0                                 | * 42,830                  | 44,605           |
| Other North African countries.....               | * 2,130                             | 20,925           | * 7,594                           | * 36,536                  | 35,047           |
| East Africa, total.....                          | 2,194                               | 72,817           | [2]                               | 58,026                    | 106,760          |
| Ethiopia.....                                    | * 595                               | * 5,623          | 0                                 | * 1,540                   | 3,071            |
| Kenya.....                                       | * 1,549                             | 30,601           | 0                                 | * 41,135                  | 43,828           |
| Tanzania.....                                    | * 4                                 | * 892            | 0                                 | 0                         | * 1,393          |
| Uganda.....                                      | * 20                                | * 17             | 0                                 | * 20                      | * 333            |
| Other East African countries.....                | * 26                                | 35,684           | [2]                               | * 15,330                  | 58,135           |
| West and Central Africa, total.....              | 328,008                             | 2,708,826        | * 1,677,982                       | 771,973                   | 1,283,668        |
| Gabon.....                                       | * 499                               | * 15,431         | * 157,790                         | * 19,366                  | 13,045           |
| Ghana.....                                       | * 21,781                            | * 1,769          | 0                                 | * 22,076                  | 19,310           |
| Liberia.....                                     | * 199                               | * 2,804          | 0                                 | 0                         | 9,181            |
| Nigeria.....                                     | 6,505                               | 1,539,079        | * 614,780                         | * 71,070                  | 553,082          |
| Zaire.....                                       | * 8,757                             | * 9,883          | * 10,150                          | * 12,302                  | 14,742           |
| Other West and Central African countries.....    | 290,267                             | 1,139,860        | * 895,261                         | 647,158                   | 674,308          |
| Southern Africa, total.....                      | 133,981                             | 293,044          | * 284                             | 398,494                   | 701,347          |
| Malawi.....                                      | 0                                   | * 2              | 0                                 | 0                         | * 24             |
| South Africa (including Namibia).....            | 133,144                             | 289,147          | * 284                             | 396,550                   | 669,032          |
| Zambia.....                                      | 0                                   | * 1,846          | 0                                 | * 1                       | 1,002            |
| Zimbabwe.....                                    | * 492                               | * 2,327          | 0                                 | * 1,597                   | 5,147            |
| Other Southern African countries.....            | * 345                               | * -278           | 0                                 | * 345                     | 26,142           |
| Africa not allocable.....                        | 0                                   | * 30,785         | 0                                 | 0                         | * 34,497         |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country  | Foreign income and taxes--Continued |                   |                                   |                           |                   |
|---|-------------------------------------|-------------------|-----------------------------------|---------------------------|-------------------|
|   | Gross income (less loss)--Continued |                   |                                   |                           | Total deductions  |
|   | Service income                      | Other income      | Oil and gas extraction income [3] | Foreign branch income [3] |                   |
| (7)   | (8)                                 | (9)               | (10)                              | (11)                      |                   |
| <b>Asia, total</b> .....  | <b>1,702,769</b>                    | <b>31,181,372</b> | <b>2,674,464</b>                  | <b>22,650,108</b>         | <b>39,475,879</b> |
| Middle East, total.....   | 261,878                             | 3,630,062         | * 1,541,318                       | 1,369,178                 | 3,187,690         |
| Bahrain.....  | * 44,855                            | 32,089            | * -4,861                          | * 199,752                 | 174,891           |
| Iran.....   | 0                                   | * 56              | 0                                 | [2]                       | 12,933            |
| Iraq.....   | * 582                               | * 579             | 0                                 | 0                         | * 2,202           |
| Israel.....   | 82,857                              | 41,883            | 0                                 | 125,486                   | 332,092           |
| Kuwait.....   | * 5,699                             | 61,354            | * 20,225                          | 22,901                    | 54,231            |
| Lebanon.....  | * 168                               | 54,177            | 0                                 | 15,521                    | 55,979            |
| Qatar.....  | * 3,141                             | 581,536           | * 17,659                          | * 6,245                   | 208,001           |
| Saudi Arabia.....   | 73,385                              | 1,598,548         | * 1,071,475                       | 139,243                   | 1,212,133         |
| United Arab Emirates.....   | 33,307                              | 567,277           | * 172,246                         | 407,488                   | 658,616           |
| Other areas of Arabian Peninsula.....   | * 526                               | 516,160           | * 264,573                         | 343,821                   | 257,469           |
| Other Middle East countries.....  | * 17,359                            | 176,402           | 0                                 | 108,721                   | 219,142           |
| Southern and Southeast Asia, total.....   | 383,747                             | 7,425,057         | * 905,508                         | 4,772,133                 | 8,896,492         |
| Bangladesh.....   | * 108                               | 60,669            | 0                                 | * 62,529                  | 63,552            |
| India.....  | 39,200                              | 390,050           | 0                                 | 836,689                   | 907,591           |
| Indonesia.....  | 18,177                              | 2,890,918         | * 697,494                         | 533,701                   | 2,253,897         |
| Malaysia.....   | 79,562                              | 1,720,681         | 0                                 | 471,671                   | 1,023,098         |
| Pakistan.....   | * 6,151                             | 193,676           | * 100,789                         | 129,283                   | 171,751           |
| Philippines.....  | 14,176                              | 328,730           | * 9,470                           | 513,280                   | 588,601           |
| Singapore.....  | 127,533                             | 1,313,751         | * 10                              | 1,727,097                 | 3,134,528         |
| Sri Lanka.....  | * 2,122                             | 21,369            | 0                                 | * 18,309                  | 25,271            |
| Thailand.....   | 82,361                              | 461,900           | * 97,744                          | 422,184                   | 657,515           |
| Vietnam.....  | * 5,464                             | 20,267            | 0                                 | * 30,985                  | 37,602            |
| Other Southern and Southeast Asian countries.....                                   | * 8,893                             | 23,048            | 0                                 | 26,405                    | 33,086            |
| Eastern Asia, total.....  | 1,044,422                           | 19,873,387        | * 227,638                         | 16,393,665                | 27,099,327        |
| China.....  | 142,774                             | 1,336,437         | * 223,803                         | 584,791                   | 1,824,692         |
| Hong Kong.....  | 237,635                             | 1,984,502         | 0                                 | 1,539,164                 | 3,364,810         |
| Japan (including Okinawa and Ryukyu Islands).....                                   | 296,896                             | 12,332,684        | * 3,835                           | 11,710,896                | 15,358,459        |
| South Korea, Republic of.....   | 131,064                             | 899,049           | 0                                 | 1,078,638                 | 1,873,131         |
| Taiwan.....   | 221,257                             | 3,164,154         | 0                                 | 1,463,670                 | 4,492,688         |
| Other Eastern Asian countries.....  | * 14,795                            | 156,561           | 0                                 | * 16,505                  | 185,547           |
| Asia not allocable.....   | * 12,722                            | * 252,866         | 0                                 | * 115,132                 | * 292,371         |
| <b>Oceania, total</b> .....   | <b>286,583</b>                      | <b>3,475,266</b>  | <b>* 1,081,678</b>                | <b>* 1,315,399</b>        | <b>4,310,962</b>  |
| Australia.....  | 279,023                             | 3,143,956         | * 916,252                         | 1,107,663                 | 3,759,961         |
| New Zealand.....  | 6,226                               | 264,521           | * 17,967                          | 185,081                   | 497,991           |
| Other countries of Oceania.....   | * 1,334                             | 66,789            | * 147,459                         | * 22,655                  | 53,010            |
| <b>Puerto Rico and U.S. Possessions, total</b> .....                                | <b>634,642</b>                      | <b>2,068,943</b>  | <b>0</b>                          | <b>1,919,538</b>          | <b>3,526,984</b>  |
| Puerto Rico.....  | 601,903                             | 1,883,149         | 0                                 | 1,703,952                 | 3,206,062         |
| U.S. Possessions, total.....  | 32,739                              | 185,794           | 0                                 | 215,586                   | 320,923           |
| American Samoa.....   | * 461                               | * 1,264           | 0                                 | * 6,531                   | 15,577            |
| Guam.....   | 11,903                              | 58,379            | 0                                 | 138,015                   | 165,366           |
| Virgin Islands, U.S.....  | 19,240                              | 118,181           | 0                                 | 50,138                    | 120,974           |
| Other U.S. Possessions.....   | * 1,135                             | * 7,970           | 0                                 | * 20,901                  | 19,004            |
| <b>Country not stated</b> .....   | <b>5,598,629</b>                    | <b>8,097,362</b>  | <b>* -7,818</b>                   | <b>1,509,678</b>          | <b>18,840,540</b> |
| <b>Section 863(b) income</b> .....  | <b>* 14,615</b>                     | <b>23,164,292</b> | <b>0</b>                          | <b>0</b>                  | <b>16,624,083</b> |
| <b>Foreign Sales Corporation dividends [1]</b> .....                                | <b>0</b>                            | <b>0</b>          | <b>0</b>                          | <b>0</b>                  | <b>195,170</b>    |
| <b>Interest-Charge Domestic International Sales Corporation dividends [1]</b> ..... | <b>0</b>                            | <b>0</b>          | <b>0</b>                          | <b>0</b>                  | <b>0</b>          |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country                            | Foreign income and taxes--Continued               |   |  |                               |                               |                |
|---|---|---|--|-------------------------------|-------------------------------|----------------|
|   | Deductions from oil and gas extraction income [4] | Taxable income (less loss) before adjustments | Foreign taxes paid, accrued, and deemed paid |                               |                               |                |
|   |   |   | Total  | Foreign taxes paid or accrued |                               |                |
|   |   |   |  | Total                         | Taxes withheld at source on-- |                |
|   | (12)  | (13)  | (14)   | (15)                          | (16)                          | (17)           |
|   |   |   |  |                               | Dividends                     | Interest       |
| <b>All geographic areas.....</b>            | <b>7,067,522</b>                                  | <b>160,855,609</b>                            | <b>41,483,106</b>                            | <b>17,290,924</b>             | <b>1,522,361</b>              | <b>566,742</b> |
| <b>Canada.....</b>                          | <b>* 363,153</b>                                  | <b>15,052,178</b>                             | <b>4,747,040</b>                             | <b>1,098,202</b>              | <b>300,154</b>                | <b>63,679</b>  |
| <b>Latin America, total.....</b>            | <b>1,382,074</b>                                  | <b>14,702,312</b>                             | <b>4,848,777</b>                             | <b>2,113,078</b>              | <b>201,403</b>                | <b>168,053</b> |
| Mexico.....                                 | 0   | 4,853,852                                     | 1,385,227                                    | 567,011                       | 6,733                         | 23,074         |
| Central America, total.....                 | 0   | 382,203                                       | 118,362                                      | 60,637                        | 4,237                         | 541            |
| Belize.....                                 | 0   | 2,230   | * 122  | * 120                         | 0                             | * 83           |
| Costa Rica.....                             | 0   | 54,549  | 22,277                                       | 11,211                        | 2,114                         | * 62           |
| El Salvador.....                            | 0   | 60,241  | 9,424  | 4,904                         | * 119                         | * 72           |
| Guatemala.....                              | 0   | 105,756                                       | 31,572                                       | 15,799                        | * 225                         | * 52           |
| Honduras.....                               | 0   | 26,820  | 8,529  | 6,898                         | * 428                         | * 1            |
| Nicaragua.....                              | 0   | 11,339  | 1,361  | 1,207                         | 0                             | * -2           |
| Panama (including Canal Zone).....          | 0   | 106,742                                       | 40,497                                       | 17,403                        | * 634                         | * 273          |
| Central America not allocable.....          | 0   | * 14,524                                      | * 4,580                                      | * 3,093                       | * 717                         | 0              |
| Caribbean countries, total.....             | * 860,476   | 4,303,210                                     | 975,096                                      | 237,976                       | 21,464                        | 3,239          |
| Cayman Islands (British).....               | 0   | 3,160,321                                     | 665,810                                      | * 3,270                       | * 535                         | 0              |
| Dominican Republic.....                     | 0   | 336,581                                       | 87,257                                       | 34,808                        | * 15,015                      | * 2,238        |
| Haiti.....                                  | 0   | 2,669   | * 885  | * 885                         | * 126                         | 0              |
| Jamaica.....                                | 0   | 31,045  | 7,503  | 6,681                         | * 557                         | * 770          |
| Trinidad.....                               | * 785,334   | 579,309                                       | 206,841                                      | 188,770                       | * 4,368                       | * 231          |
| Other Caribbean countries.....              | * 75,142  | 193,285                                       | 6,799  | 3,561                         | * 864                         | 0              |
| South America, total.....                   | 521,598   | 5,107,482                                     | 2,369,547                                    | 1,247,454                     | 168,969                       | 141,199        |
| Argentina.....                              | * 240,916   | -539,222                                      | 192,829                                      | 118,173                       | * 269                         | 31,548         |
| Bolivia.....                                | * 19,264  | 82,447  | 8,381  | 4,395                         | * 72                          | * 160          |
| Brazil.....                                 | * 21,332  | 3,501,680                                     | 1,370,528                                    | 560,292                       | 26,856                        | 102,236        |
| Chili.....                                  | 0   | 732,046                                       | 281,061                                      | 200,930                       | 128,252                       | 2,207          |
| Columbia.....                               | * 116,547   | 676,513                                       | 258,264                                      | 191,421                       | 13,352                        | * 143          |
| Ecuador.....                                | * 631   | 65,564  | 25,651                                       | 21,380                        | * 28                          | * 394          |
| Paraguay.....                               | 0   | 13,300  | 4,592  | 1,615                         | [2]                           | * 55           |
| Peru.....                                   | * -20   | 152,286                                       | 40,752                                       | 34,727                        | * 6                           | 2,230          |
| Uruguay.....                                | 0   | 40,119  | 20,451                                       | 8,296                         | * 97                          | * 2            |
| Venezuela.....                              | * 122,928   | 360,750                                       | 148,511                                      | 92,304                        | * 33                          | 2,226          |
| Other South American countries.....         | 0   | 21,999  | * 18,527                                     | * 13,922                      | * 1                           | 0              |
| Latin America not allocable.....            | 0   | 55,565  | * 544  | 0                             | 0                             | 0              |
| <b>Other Western Hemisphere, total.....</b> | <b>* 16,000</b>                                   | <b>3,985,811</b>                              | <b>290,407</b>                               | <b>4,699</b>                  | <b>95</b>                     | <b>* 35</b>    |
| Bahamas.....                                | 0   | -217,428                                      | 85,351                                       | * 112                         | 0                             | * 6            |
| Bermuda.....                                | 0   | 3,230,147                                     | 123,460                                      | * 22                          | * 8                           | 0              |
| Netherlands Antilles.....                   | 0   | 655,700                                       | 36,373                                       | * 12                          | * 9                           | 0              |
| Other British West Indies.....              | * 16,000  | 268,244                                       | 41,809                                       | 1,138                         | * 78                          | * 29           |
| All other Western Hemisphere.....           | 0   | 49,133  | * 3,414                                      | * 3,414                       | 0                             | 0              |
| <b>Europe, total.....</b>                   | <b>2,145,402</b>                                  | <b>71,893,919</b>                             | <b>17,075,875</b>                            | <b>5,873,715</b>              | <b>449,454</b>                | <b>247,812</b> |
| European Union, total.....                  | 1,385,484   | 57,855,629                                    | 12,921,006                                   | 2,907,318                     | 272,339                       | 244,065        |
| Austria.....                                | * 2,928   | 1,532,553                                     | 344,935                                      | 23,406                        | 6,237                         | * 498          |
| Belgium.....                                | 0   | 2,602,301                                     | 456,479                                      | 54,601                        | 9,909                         | 1,117          |
| Denmark.....                                | * 145,062   | 1,312,495                                     | 407,597                                      | 167,994                       | 382                           | * 6            |
| Finland.....                                | 0   | 286,122                                       | 32,367                                       | 10,256                        | 1,231                         | * 49           |
| France (including Andorra).....             | 0   | 2,687,680                                     | 703,564                                      | 271,959                       | 28,057                        | * 236          |
| Germany.....                                | 0   | 4,085,695                                     | 1,170,197                                    | 460,695                       | 39,288                        | * 22,548       |
| Greece.....                                 | * 125   | 150,561                                       | 72,676                                       | 31,694                        | * 816                         | * 30           |
| Ireland.....                                | 0   | 6,245,251                                     | 455,930                                      | 33,942                        | 4,277                         | * 2,649        |
| Italy (including San Marino).....           | * 1,313   | 2,137,840                                     | 812,334                                      | 217,958                       | 25,984                        | 6,464          |
| Luxembourg.....                             | 0   | 3,605,276                                     | 703,168                                      | 34,005                        | * 20,632                      | 0              |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country                                 | Foreign income and taxes--Continued               |   |  |                               |                               |            |
|--|---|---|--|-------------------------------|-------------------------------|------------|
|  | Deductions from oil and gas extraction income [4] | Taxable income (less loss) before adjustments | Foreign taxes paid, accrued, and deemed paid |                               |                               |            |
|  |   |   | Total  | Foreign taxes paid or accrued |                               |            |
|  |   |   |  | Total                         | Taxes withheld at source on-- |            |
|  |   |   |  | Dividends                     | Interest                      |            |
|  | (12)  | (13)  | (14)   | (15)                          | (16)                          | (17)       |
| <b>Europe--continued</b>                         |   |   |  |                               |                               |            |
| European Union--continued                        |   |   |  |                               |                               |            |
| Netherlands.....                                 | * 70,293  | 7,063,899                                     | 1,492,294                                    | 169,570                       | 30,213                        | 967        |
| Portugal.....                                    | 0   | 363,996                                       | 96,618                                       | 39,941                        | 2,958                         | * 771      |
| Spain.....                                       | 0   | 2,807,149                                     | 1,201,965                                    | 130,205                       | 20,173                        | 1,099      |
| Sweden.....                                      | * 4   | 1,270,567                                     | 377,086                                      | 13,630                        | 958                           | * 89       |
| United Kingdom.....                              | * 1,165,759                                       | 21,700,681                                    | 4,593,529                                    | 1,247,194                     | 81,221                        | 207,544    |
| European Union not allocable.....                | 0   | * 3,565                                       | * 268  | * 268                         | 0                             | 0          |
| Other West European countries, total.....        | * 481,307   | 10,858,424                                    | 3,538,841                                    | 2,580,518                     | 150,572                       | * 274      |
| Liechtenstein.....                               | 0   | * 8,939                                       | * 84   | [2]                           | [2]                           | 0          |
| Monaco.....                                      | 0   | 160,615                                       | * 15   | * 15                          | 0                             | 0          |
| Norway.....                                      | * 480,418   | 3,773,728                                     | 2,519,137                                    | 2,330,775                     | 5,673                         | * 173      |
| Switzerland.....                                 | 0   | 6,124,671                                     | 926,350                                      | 183,855                       | 138,927                       | * 87       |
| Turkey.....                                      | * 880   | 316,264                                       | 93,194                                       | 65,854                        | 5,972                         | * 13       |
| Other West European countries not allocable..... | * 9   | 474,208                                       | * 61   | * 19                          | * 1                           | 0          |
| East European countries, total.....              | * 278,611   | 2,735,555                                     | 603,380                                      | 382,472                       | 26,543                        | 3,474      |
| Romania.....                                     | 0   | 50,253  | 25,302                                       | 20,552                        | * 4,361                       | * 259      |
| Former Soviet Union.....                         | * 278,611   | 1,503,805                                     | 312,403                                      | 277,383                       | 4,503                         | * 2,766    |
| Other East European countries.....               | 0   | 1,181,497                                     | 265,675                                      | 84,537                        | 17,679                        | 449        |
| Europe not allocable.....                        | 0   | 444,310                                       | * 12,648                                     | * 3,407                       | * 1                           | 0          |
| <b>Africa, total.....</b>                        | <b>* 586,736</b>                                  | <b>4,604,459</b>                              | <b>1,720,345</b>                             | <b>1,194,698</b>              | <b>10,908</b>                 | <b>867</b> |
| North Africa, total.....                         | * 238,253   | 762,208                                       | 212,625                                      | 198,726                       | * 65                          | * 802      |
| Algeria.....                                     | * 182   | 30,104  | * 16,196                                     | * 16,084                      | 0                             | 0          |
| Egypt.....                                       | * 237,111   | 670,502                                       | 181,398                                      | 172,041                       | 0                             | * 399      |
| Libya.....                                       | 0   | 8,799   | * 2,703                                      | 0                             | 0                             | 0          |
| Morocco.....                                     | * 4   | 39,545  | 9,643  | 8,029                         | * 65                          | * 403      |
| Other North African countries.....               | * 956   | 13,257  | * 2,685                                      | * 2,572                       | 0                             | 0          |
| East Africa, total.....                          | * 2   | 318,127                                       | 28,373                                       | 12,197                        | * 2,052                       | 0          |
| Ethiopia.....                                    | 0   | 4,083   | * 1,310                                      | * 1,310                       | 0                             | 0          |
| Kenya.....                                       | 0   | 30,440  | 11,901                                       | 6,910                         | * 961                         | 0          |
| Tanzania.....                                    | 0   | * 2,014                                       | * 910  | * 301                         | * 285                         | 0          |
| Uganda.....                                      | 0   | * 201   | 0  | 0                             | 0                             | 0          |
| Other East African countries.....                | * 2   | 281,388                                       | 14,252                                       | 3,676                         | * 806                         | 0          |
| West and Central Africa, total.....              | * 347,995   | 3,200,515                                     | 1,394,437                                    | 950,690                       | * 6,545                       | * 4        |
| Gabon.....                                       | 0   | 168,601                                       | * 60,361                                     | * 4,329                       | * 290                         | * 4        |
| Ghana.....                                       | 0   | 9,169   | * 1,554                                      | * 221                         | * 219                         | 0          |
| Liberia.....                                     | 0   | 7,537   | 0  | 0                             | 0                             | 0          |
| Nigeria.....                                     | * 170,831   | 1,641,653                                     | 917,549                                      | 726,047                       | * 4,249                       | 0          |
| Zaire.....                                       | * 6,409   | 15,135  | * 8,028                                      | * 1,137                       | * 108                         | 0          |
| Other West and Central African countries.....    | * 170,755   | 1,358,419                                     | 406,944                                      | 218,956                       | * 1,679                       | 0          |
| Southern Africa, total.....                      | * 486   | 323,364                                       | 84,892                                       | 33,085                        | 2,246                         | * 61       |
| Malawi.....                                      | 0   | * 1,919                                       | * 1,145                                      | * 67                          | * 67                          | 0          |
| South Africa (including Namibia).....            | * 486   | 264,616                                       | 68,168                                       | 28,587                        | * 510                         | * 42       |
| Zambia.....                                      | 0   | 473   | * 21   | * 21                          | * 5                           | 0          |
| Zimbabwe.....                                    | 0   | 26,439  | 14,838                                       | * 4,204                       | * 1,506                       | * 20       |
| Other Southern African countries.....            | 0   | 29,917  | * 720  | * 206                         | * 158                         | 0          |
| Africa not allocable.....                        | 0   | * 244   | * 17   | 0                             | 0                             | 0          |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country  | Foreign income and taxes--Continued               |   |  |                               |                               |               |
|---|---|---|--|-------------------------------|-------------------------------|---------------|
|   | Deductions from oil and gas extraction income [4] | Taxable income (less loss) before adjustments | Foreign taxes paid, accrued, and deemed paid |                               |                               |               |
|   |   |   | Total  | Foreign taxes paid or accrued |                               |               |
|   |   |   |  | Total                         | Taxes withheld at source on-- |               |
|   | Dividends   | Interest                                      |  |                               |                               |               |
|   | (12)  | (13)  | (14)   | (15)                          | (16)                          | (17)          |
| <b>Asia, total</b> .....  | <b>1,853,112</b>                                  | <b>29,316,732</b>                             | <b>9,318,942</b>                             | <b>4,926,078</b>              | <b>397,069</b>                | <b>44,103</b> |
| Middle East, total.....   | * 1,222,168                                       | 2,142,627                                     | 535,937                                      | 471,120                       | 12,914                        | 2,359         |
| Bahrain.....  | * 1,787   | 210,316                                       | * 637  | * 442                         | 0                             | 0             |
| Iran.....   | 0   | 6,422   | * 37   | 0                             | 0                             | 0             |
| Iraq.....   | 0   | * 2,887                                       | * 44   | 0                             | 0                             | 0             |
| Israel.....   | 0   | 235,882                                       | 83,188                                       | 44,814                        | 11,122                        | 2,166         |
| Kuwait.....   | * 20,450  | 22,087  | 10,763                                       | 10,447                        | 0                             | 0             |
| Lebanon.....  | 0   | 14,900  | 2,072  | 2,037                         | * 80                          | * 8           |
| Qatar.....  | * 4,374   | 391,368                                       | * 65,028                                     | * 65,028                      | 0                             | 0             |
| Saudi Arabia.....   | * 952,044   | 578,088                                       | 190,927                                      | 183,489                       | * 771                         | * 158         |
| United Arab Emirates.....   | * 163,181   | 193,633                                       | 47,471                                       | * 38,820                      | 0                             | 0             |
| Other areas of Arabian Peninsula.....   | * 80,331  | 319,488                                       | 121,431                                      | 117,189                       | 0                             | * 13          |
| Other Middle East countries.....  | 0   | 167,557                                       | 14,340                                       | 8,855                         | * 940                         | * 14          |
| Southern and Southeast Asia, total.....   | * 525,834   | 9,901,318                                     | 2,334,594                                    | 1,799,838                     | 41,458                        | 31,219        |
| Bangladesh.....   | * -309  | 26,187  | * 13,959                                     | * 12,711                      | * 107                         | 0             |
| India.....  | 0   | 346,844                                       | 171,412                                      | 141,185                       | 8,646                         | 1,162         |
| Indonesia.....  | * 471,210   | 1,406,620                                     | 708,897                                      | 613,393                       | 4,630                         | 5,495         |
| Malaysia.....   | 0   | 2,782,408                                     | 539,166                                      | 397,444                       | * 243                         | 433           |
| Pakistan.....   | * 26,902  | 143,150                                       | 52,010                                       | 44,212                        | * 954                         | * 85          |
| Philippines.....  | * 8,443   | 430,527                                       | 161,774                                      | 102,203                       | 17,799                        | 15,630        |
| Singapore.....  | * 1   | 4,174,526                                     | 420,386                                      | 269,915                       | 1,163                         | 2,897         |
| Sri Lanka.....  | 0   | 19,003  | * 2,671                                      | * 1,970                       | * 108                         | 0             |
| Thailand.....   | * 19,333  | 511,083                                       | 257,832                                      | 210,525                       | 7,807                         | 5,509         |
| Vietnam.....  | * 152   | 12,341  | 2,414  | 2,222                         | 0                             | * 5           |
| Other Southern and Southeast Asian countries.....                                   | * 102   | 48,629  | 4,072  | 4,058                         | 0                             | * 4           |
| Eastern Asia, total.....  | * 105,110   | 17,219,135                                    | 6,448,147                                    | 2,655,120                     | 342,698                       | 10,525        |
| China.....  | * 104,949   | 2,311,779                                     | 267,369                                      | 157,765                       | * 1,479                       | 1,836         |
| Hong Kong.....  | 0   | 1,732,284                                     | 486,169                                      | 302,251                       | * 125,553                     | * 129         |
| Japan (including Okinawa and Ryukyu Islands).....                                   | * 161   | 10,449,214                                    | 4,841,101                                    | 1,665,951                     | 130,539                       | 6,353         |
| South Korea, Republic of.....   | 0   | 1,523,978                                     | 504,688                                      | 293,654                       | 38,258                        | 1,132         |
| Taiwan.....   | 0   | 1,171,323                                     | 347,848                                      | 234,527                       | 46,869                        | 1,075         |
| Other Eastern Asian countries.....  | 0   | 30,558  | * 972  | * 972                         | 0                             | 0             |
| Asia not allocable.....   | 0   | * 53,652                                      | * 264  | 0                             | 0                             | 0             |
| <b>Oceania, total</b> .....   | <b>* 379,123</b>                                  | <b>4,366,390</b>                              | <b>1,288,498</b>                             | <b>570,759</b>                | <b>17,605</b>                 | <b>22,464</b> |
| Australia.....  | * 340,401   | 3,919,664                                     | 1,141,705                                    | 494,903                       | 3,489                         | 18,818        |
| New Zealand.....  | * 7,096   | 278,650                                       | 128,336                                      | 57,525                        | 14,116                        | 3,432         |
| Other countries of Oceania.....   | * 31,626  | 168,076                                       | 18,457                                       | 18,331                        | 0                             | * 214         |
| <b>Puerto Rico and U.S. Possessions, total</b> .....                                | <b>0</b>  | <b>2,632,096</b>                              | <b>382,692</b>                               | <b>322,271</b>                | <b>16,061</b>                 | <b>3,658</b>  |
| Puerto Rico.....  | 0   | 2,535,194                                     | 359,820                                      | 304,108                       | 16,061                        | 3,532         |
| U.S. Possessions, total.....  | 0   | 96,902  | 22,872                                       | 18,163                        | 0                             | * 126         |
| American Samoa.....   | 0   | 3,260   | * 706  | * 609                         | 0                             | 0             |
| Guam.....   | 0   | 50,374  | 16,364                                       | 12,378                        | 0                             | * 2           |
| Virgin Islands, U.S.....  | 0   | 30,750  | 2,087  | 1,865                         | 0                             | * 27          |
| Other U.S. Possessions.....   | 0   | 12,518  | * 3,715                                      | * 3,311                       | 0                             | * 97          |
| <b>Country not stated</b> .....   | <b>* 341,923</b>                                  | <b>7,671,509</b>                              | <b>1,804,393</b>                             | <b>1,181,289</b>              | <b>129,610</b>                | <b>16,037</b> |
| <b>Section 863(b) income</b> .....  | <b>0</b>  | <b>6,573,532</b>                              | <b>6,135</b>                                 | <b>6,135</b>                  | <b>0</b>                      | <b>* 34</b>   |
| <b>Foreign Sales Corporation dividends [1]</b> .....                                | <b>0</b>  | <b>* 85,405</b>                               | <b>0</b>                                     | <b>0</b>                      | <b>0</b>                      | <b>0</b>      |
| <b>Interest-Charge Domestic International Sales Corporation dividends [1]</b> ..... | <b>0</b>  | <b>* 907</b>                                  | <b>* 2</b>                                   | <b>* 2</b>                    | <b>* 2</b>                    | <b>0</b>      |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country                            | Foreign income and taxes--Continued                     |  |                |                |                  |                   |
|---|---|--|----------------|----------------|------------------|-------------------|
|   | Foreign taxes paid, accrued, and deemed paid--Continued |  |                |                |                  |                   |
|   | Foreign taxes paid or accrued--Continued                |  |                |                |                  | Taxes deemed paid |
|   | Taxes withheld at source on--<br>Continued              | Other taxes paid or accrued on--               |                |                |                  |                   |
| Branch income                               |   | Specifically allocable income [section 863(b)] | Service income | Other income   |                  |                   |
|   | (18)  | (19)   | (20)           | (21)           | (22)             | (23)              |
| <b>All geographic areas.....</b>            | <b>2,332,939</b>  | <b>4,513,191</b>                               | <b>12,058</b>  | <b>494,755</b> | <b>7,848,878</b> | <b>24,192,182</b> |
| <b>Canada.....</b>                          | <b>113,886</b>  | <b>248,449</b>                                 | <b>* 26</b>    | <b>43,470</b>  | <b>328,539</b>   | <b>3,648,838</b>  |
| <b>Latin America, total.....</b>            | <b>391,960</b>  | <b>556,321</b>                                 | <b>* 2,253</b> | <b>61,022</b>  | <b>732,065</b>   | <b>2,735,699</b>  |
| Mexico.....                                 | 144,041   | 265,434  | * 230          | 14,291         | 113,206          | 818,216           |
| Central America, total.....                 | 17,497  | 18,742   | * 261          | 4,414          | 14,945           | 57,725            |
| Belize.....                                 | * -5  | * 42   | 0              | 0              | 0                | * 1               |
| Costa Rica.....                             | 3,250   | * 2,561  | * 261          | * 412          | * 2,552          | 11,066            |
| El Salvador.....                            | 1,432   | * 599  | 0              | * 210          | * 2,471          | 4,520             |
| Guatemala.....                              | 7,302   | * 416  | 0              | * 3,517        | 4,287            | 15,773            |
| Honduras.....                               | 1,523   | * 256  | 0              | * 134          | * 4,556          | * 1,630           |
| Nicaragua.....                              | 387   | * 112  | 0              | * 13           | * 697            | * 154             |
| Panama (including Canal Zone).....          | 3,606   | * 12,380                                       | 0              | * 129          | * 381            | 23,094            |
| Central America not allocable.....          | 0   | * 2,377  | 0              | 0              | 0                | * 1,487           |
| Caribbean countries, total.....             | 12,681  | 22,155   | 0              | 4,076          | 174,359          | 737,121           |
| Cayman Islands (British).....               | * 2,702   | * 5  | 0              | 0              | * 29             | 662,540           |
| Dominican Republic.....                     | 2,969   | 12,576   | 0              | * 196          | * 1,815          | * 52,449          |
| Haiti.....                                  | * 2   | * 634  | 0              | * 5            | * 119            | 0                 |
| Jamaica.....                                | 803   | * 4,238  | 0              | * 33           | * 281            | * 823             |
| Trinidad.....                               | 6,177   | * 2,659  | 0              | * 3,585        | * 171,750        | * 18,071          |
| Other Caribbean countries.....              | * 29  | * 2,044  | 0              | * 258          | * 366            | * 3,238           |
| South America, total.....                   | 217,740   | 249,990  | * 1,762        | 38,240         | 429,554          | 1,122,093         |
| Argentina.....                              | 31,159  | 31,392   | * 21           | 5,692          | 18,092           | 74,656            |
| Bolivia.....                                | 922   | * 1,527  | 0              | 0              | * 1,713          | * 3,987           |
| Brazil.....                                 | 108,227   | 132,985  | 0              | 21,194         | 168,794          | 810,236           |
| Chile.....                                  | 22,162  | 11,974   | * 306          | 1,071          | 34,958           | 80,131            |
| Columbia.....                               | 23,252  | 20,205   | * 217          | 2,253          | 132,000          | 66,843            |
| Ecuador.....                                | 8,145   | 5,068  | * 33           | 4,220          | * 3,491          | 4,271             |
| Paraguay.....                               | 261   | * 1,130  | 0              | * 5            | * 164            | * 2,977           |
| Peru.....                                   | 10,484  | 15,665   | 0              | 1,780          | 4,562            | 6,025             |
| Uruguay.....                                | 1,899   | * 4,745  | * 1,185        | * 93           | * 275            | 12,155            |
| Venezuela.....                              | 10,870  | 12,219   | 0              | 1,932          | 65,024           | 56,207            |
| Other South American countries.....         | * 360   | * 13,081                                       | 0              | 0              | * 480            | * 4,605           |
| Latin America not allocable.....            | 0   | 0  | 0              | 0              | 0                | * 544             |
| <b>Other Western Hemisphere, total.....</b> | <b>* 391</b>  | <b>* 3,899</b>                                 | <b>* 26</b>    | <b>* 240</b>   | <b>* 13</b>      | <b>285,709</b>    |
| Bahamas.....                                | * 106   | 0  | 0              | 0              | 0                | * 85,239          |
| Bermuda.....                                | 0   | * 14   | 0              | 0              | [2]              | 123,438           |
| Netherlands Antilles.....                   | 0   | 0  | 0              | 0              | * 4              | 36,360            |
| Other British West Indies.....              | * 211   | * 550  | * 26           | * 240          | * 5              | 40,671            |
| All other Western Hemisphere.....           | * 75  | * 3,335  | 0              | 0              | * 5              | 0                 |
| <b>Europe, total.....</b>                   | <b>258,584</b>  | <b>1,281,616</b>                               | <b>* 725</b>   | <b>118,575</b> | <b>3,516,948</b> | <b>11,202,160</b> |
| European Union, total.....                  | 210,799   | 993,520  | * 725          | 104,784        | 1,081,086        | 10,013,687        |
| Austria.....                                | * 2,067   | 13,553   | 0              | 0              | * 1,051          | 321,529           |
| Belgium.....                                | * 513   | 34,242   | 0              | * 9            | 8,810            | 401,878           |
| Denmark.....                                | * 90  | 64,510   | 0              | * 778          | * 102,228        | 239,603           |
| Finland.....                                | 8,305   | * 275  | 0              | * 136          | * 260            | 22,112            |
| France (including Andorra).....             | 46,355  | 45,176   | 0              | 51,406         | 100,730          | 431,605           |
| Germany.....                                | 3,596   | 305,357  | 0              | * 891          | 89,015           | 709,502           |
| Greece.....                                 | 651   | * 29,046                                       | 0              | * 13           | * 1,139          | 40,981            |
| Ireland.....                                | * 4,250   | 20,739   | 0              | * 1,111        | * 917            | 421,988           |
| Italy (including San Marino).....           | 75,431  | 65,535   | 0              | * 11,661       | 32,883           | 594,376           |
| Luxembourg.....                             | * 716   | * 5,801  | 0              | 0              | * 6,855          | 669,163           |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country                                 | Foreign income and taxes--Continued                     |  |                |              |                |                   |
|--|---|--|----------------|--------------|----------------|-------------------|
|  | Foreign taxes paid, accrued, and deemed paid--Continued |  |                |              |                |                   |
|  | Foreign taxes paid or accrued--Continued                |  |                |              |                | Taxes deemed paid |
|  | Taxes withheld at source on--<br>Continued              | Other taxes paid or accrued on--               |                |              |                |                   |
| Branch income                                    |   | Specifically allocable income [section 863(b)] | Service income | Other income |                |                   |
|  | (18)  | (19)   | (20)           | (21)         | (22)           | (23)              |
| <b>Europe--continued</b>                         |   |  |                |              |                |                   |
| European Union--continued                        |   |  |                |              |                |                   |
| Netherlands.....                                 | 1,494   | 73,343   | 0              | * 1,729      | 61,824         | 1,322,724         |
| Portugal.....                                    | 13,635  | 6,965  | 0              | * 104        | 15,509         | 56,677            |
| Spain.....                                       | 39,976  | 15,871   | 0              | 2,076        | 51,010         | 1,071,760         |
| Sweden.....                                      | * 2,416   | 7,318  | 0              | * 338        | * 2,510        | 363,456           |
| United Kingdom.....                              | 11,303  | 305,790  | * 725          | 34,534       | 606,077        | 3,346,335         |
| European Union not allocable.....                | 0   | 0  | 0              | 0            | * 268          | 0                 |
| Other West European countries, total.....        | 11,878  | 107,152  | 0              | * 1,356      | 2,309,286      | 958,323           |
| Liechtenstein.....                               | 0   | 0  | 0              | 0            | 0              | * 84              |
| Monaco.....                                      | 0   | 0  | 0              | 0            | * 15           | 0                 |
| Norway.....                                      | * 2   | * 38,560                                       | 0              | * 193        | * 2,286,174    | 188,361           |
| Switzerland.....                                 | 5,899   | 15,809   | 0              | * 905        | 22,228         | 742,495           |
| Turkey.....                                      | 5,974   | 52,767   | 0              | * 259        | * 869          | 27,341            |
| Other West European countries not allocable..... | * 2   | * 16   | 0              | 0            | 0              | * 42              |
| East European countries, total.....              | 32,628  | 180,861  | 0              | 12,434       | 126,531        | 220,909           |
| Romania.....                                     | 2,362   | * 6,633  | 0              | * 301        | * 6,637        | 4,750             |
| Former Soviet Union.....                         | 3,299   | 149,765  | 0              | * 2,466      | 114,583        | 35,020            |
| Other East European countries.....               | 26,967  | 24,464   | 0              | 9,667        | 5,311          | 181,139           |
| Europe not allocable.....                        | * 3,280   | * 82   | 0              | 0            | * 45           | * 9,241           |
| <b>Africa, total.....</b>                        | <b>10,318</b>   | <b>188,802</b>                                 | <b>0</b>       | <b>6,486</b> | <b>977,317</b> | <b>525,647</b>    |
| North Africa, total.....                         | 3,882   | * 45,312                                       | 0              | * 755        | * 147,910      | 13,899            |
| Algeria.....                                     | 0   | * 16,084                                       | 0              | 0            | 0              | * 113             |
| Egypt.....                                       | 3,438   | * 23,895                                       | 0              | * 539        | * 143,771      | 9,357             |
| Libya.....                                       | 0   | 0  | 0              | 0            | 0              | * 2,703           |
| Morocco.....                                     | * 444   | * 5,308  | 0              | * 217        | * 1,592        | * 1,614           |
| Other North African countries.....               | 0   | * 25   | 0              | 0            | * 2,547        | * 113             |
| East Africa, total.....                          | 1,200   | * 5,712  | 0              | * 285        | * 2,948        | 16,176            |
| Ethiopia.....                                    | 0   | * 370  | 0              | 0            | * 940          | 0                 |
| Kenya.....                                       | * 348   | * 5,313  | 0              | * 284        | * 4            | * 4,991           |
| Tanzania.....                                    | * 15  | 0  | 0              | * 1          | 0              | * 609             |
| Uganda.....                                      | 0   | 0  | 0              | 0            | 0              | 0                 |
| Other East African countries.....                | * 837   | * 29   | 0              | 0            | * 2,004        | 10,575            |
| West and Central Africa, total.....              | 1,899   | 113,172  | 0              | 5,383        | * 823,687      | 443,747           |
| Gabon.....                                       | 0   | * 3,763  | 0              | * 272        | 0              | * 56,033          |
| Ghana.....                                       | * 2   | 0  | 0              | 0            | 0              | * 1,333           |
| Liberia.....                                     | 0   | 0  | 0              | 0            | 0              | 0                 |
| Nigeria.....                                     | * 699   | * 11,540                                       | 0              | * 1,929      | * 707,629      | * 191,503         |
| Zaire.....                                       | * 1,029   | 0  | 0              | 0            | 0              | * 6,891           |
| Other West and Central African countries.....    | * 170   | * 97,868                                       | 0              | * 3,182      | * 116,057      | * 187,988         |
| Southern Africa, total.....                      | 3,336   | 24,606   | 0              | * 63         | 2,772          | 51,807            |
| Malawi.....                                      | 0   | 0  | 0              | 0            | 0              | * 1,078           |
| South Africa (including Namibia).....            | 3,229   | 21,973   | 0              | 63           | 2,772          | 39,580            |
| Zambia.....                                      | * 2   | * 13   | 0              | 0            | 0              | 0                 |
| Zimbabwe.....                                    | * 57  | * 2,620  | 0              | 0            | * 1            | * 10,635          |
| Other Southern African countries.....            | * 48  | 0  | 0              | 0            | 0              | * 514             |
| Africa not allocable.....                        | 0   | 0  | 0              | 0            | 0              | * 17              |

Footnotes at end of table.

# Corporate Foreign Tax Credit, 2002

**Table 2.--U.S. Corporation Returns with a Foreign Tax Credit, 2002: Foreign Income, Deductions, and Taxes Reported on Form 1118, by Selected Country to Which Foreign Taxes Were Paid--Continued**

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

| Selected country   | Foreign income and taxes--Continued                     |  |                |                |                  | Taxes deemed paid |
|--|---|--|----------------|----------------|------------------|-------------------|
|  | Foreign taxes paid, accrued, and deemed paid--Continued |  |                |                |                  |                   |
|  | Foreign taxes paid or accrued--Continued                |  |                |                |                  |                   |
|  | Taxes withheld at source on--Continued                  | Other taxes paid or accrued on--               |                |                |                  |                   |
| Rents, royalties, and license fees   | Branch income   | Specifically allocable income [section 863(b)] | Service income | Other income   |                  |                   |
| (18)   | (19)  | (20)   | (21)           | (22)           | (23)             |                   |
| <b>Asia, total.....</b>  | <b>1,071,897</b>  | <b>1,819,188</b>                               | <b>* 730</b>   | <b>22,769</b>  | <b>1,570,321</b> | <b>4,392,864</b>  |
| Middle East, total.....  | 20,118  | 204,176  | 0              | * 2,856        | 228,697          | 64,818            |
| Bahrain.....   | * 2   | 0  | 0              | 0              | * 440            | * 194             |
| Iran.....  | 0   | 0  | 0              | 0              | 0                | * 37              |
| Iraq.....  | 0   | 0  | 0              | 0              | 0                | * 44              |
| Israel.....  | 17,728  | * 8,294  | 0              | * 349          | 5,154            | 38,374            |
| Kuwait.....  | * 60  | * 7,085  | 0              | * 1,325        | * 1,977          | * 316             |
| Lebanon.....   | 177   | * 1,745  | 0              | * 22           | * 4              | * 35              |
| Qatar.....   | [2]   | * 1,463  | 0              | * 265          | * 63,300         | 0                 |
| Saudi Arabia.....  | 1,724   | * 103,520                                      | 0              | * 734          | * 76,582         | 7,438             |
| United Arab Emirates.....  | [2]   | * 12,088                                       | 0              | 0              | * 26,732         | * 8,651           |
| Other areas of Arabian Peninsula.....  | * 24  | * 64,528                                       | 0              | * 84           | * 52,540         | * 4,242           |
| Other Middle East countries.....   | * 402   | * 5,453  | 0              | * 78           | * 1,968          | 5,485             |
| Southern and Southeast Asia, total.....  | 151,308   | 481,870  | * 297          | 14,298         | 1,079,388        | 534,755           |
| Bangladesh.....  | 0   | * 12,262                                       | 0              | 0              | * 342            | * 1,248           |
| India.....   | 9,244   | 110,339  | * 184          | 1,531          | 10,079           | 30,228            |
| Indonesia.....   | 4,214   | 60,164   | [2]            | 2,105          | 536,785          | 95,504            |
| Malaysia.....  | 30,825  | 11,593   | * 25           | 3,718          | 350,606          | 141,722           |
| Pakistan.....  | * 207   | * 23,083                                       | 0              | * 84           | * 19,799         | 7,798             |
| Philippines.....   | 13,093  | 35,973   | * 88           | 739            | 18,879           | 59,571            |
| Singapore.....   | 69,887  | 174,788  | 0              | 968            | 20,212           | 150,472           |
| Sri Lanka.....   | * 5   | * 1,791  | 0              | * 9            | * 58             | * 700             |
| Thailand.....  | 23,307  | 46,807   | 0              | 5,045          | 122,050          | 47,307            |
| Vietnam.....   | 88  | * 1,608  | 0              | * 34           | * 487            | * 192             |
| Other Southern and Southeast Asian countries.....                                  | * 435   | * 3,461  | 0              | * 66           | * 91             | * 14              |
| Eastern Asia, total.....   | 900,471   | 1,133,142                                      | * 434          | 5,615          | 262,236          | 3,793,027         |
| China.....   | 97,549  | 21,526   | 0              | 1,530          | 33,845           | 109,604           |
| Hong Kong.....   | 6,511   | 151,458  | 0              | * 719          | 17,881           | 183,918           |
| Japan (including Okinawa and Ryukyu Islands).....                                  | 592,489   | 792,771  | 0              | 1,063          | 142,736          | 3,175,150         |
| South Korea, Republic of.....  | 119,813   | 86,950   | * 365          | * 979          | 46,157           | 211,033           |
| Taiwan.....  | 84,104  | 79,470   | * 68           | 1,324          | 21,617           | 113,321           |
| Other Eastern Asian countries.....   | * 5   | * 967  | 0              | 0              | 0                | 0                 |
| Asia not allocable.....  | 0   | 0  | 0              | 0              | 0                | * 264             |
| <b>Oceania, total.....</b>   | <b>91,752</b>   | <b>95,056</b>                                  | <b>* 1,940</b> | <b>13,359</b>  | <b>328,583</b>   | <b>717,739</b>    |
| Australia.....   | 80,512  | 79,325   | * 1,940        | 12,815         | 298,004          | 646,802           |
| New Zealand.....   | 11,142  | 12,000   | 0              | * 504          | 16,331           | 70,811            |
| Other countries of Oceania.....  | * 97  | * 3,731  | 0              | * 41           | * 14,248         | * 126             |
| <b>Puerto Rico and U.S. Possessions, total.....</b>                                | <b>160,770</b>  | <b>94,509</b>                                  | <b>* 256</b>   | <b>18,938</b>  | <b>28,078</b>    | <b>60,421</b>     |
| Puerto Rico.....   | 160,137   | 80,398   | * 256          | 18,377         | 25,347           | 55,712            |
| U.S. Possessions, total.....   | * 633   | 14,111   | 0              | * 562          | 2,731            | * 4,709           |
| American Samoa.....  | * 1   | * 607  | 0              | 0              | 0                | * 98              |
| Guam.....  | * 15  | 9,887  | 0              | * 91           | * 2,384          | * 3,986           |
| Virgin Islands, U.S.....   | * 577   | * 444  | 0              | * 471          | * 347            | * 221             |
| Other U.S. Possessions.....  | * 40  | * 3,173  | 0              | 0              | 0                | * 404             |
| <b>Country not stated.....</b>   | <b>233,382</b>  | <b>225,349</b>                                 | <b>0</b>       | <b>209,895</b> | <b>367,015</b>   | <b>623,104</b>    |
| <b>Section 863(b) income.....</b>  | <b>0</b>  | <b>0</b>                                       | <b>6,101</b>   | <b>0</b>       | <b>0</b>         | <b>0</b>          |
| <b>Foreign Sales Corporation dividends [1].....</b>                                | <b>0</b>  | <b>0</b>                                       | <b>0</b>       | <b>0</b>       | <b>0</b>         | <b>0</b>          |
| <b>Interest-Charge Domestic International Sales Corporation dividends [1].....</b> | <b>0</b>  | <b>0</b>                                       | <b>0</b>       | <b>0</b>       | <b>0</b>         | <b>0</b>          |

\* Data should be used with caution because of the small number of sample returns on which they are based.

[1] Dividends from a Foreign Sales Corporation or an Interest-Charge Domestic International Sales Corporation were not reported for specific foreign countries.

[2] Less than \$500.

[3] Included in gross income (less loss), columns 2-8.

[4] Included in total deductions, column 11.

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

# Selected Historical and Other Data

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**Notice:** The data on the following pages represent the most recent and most accurate information available at time of publication. However, they are subject to continuous revision as more information becomes available. Data labeled as preliminary should be used with caution.

# Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004**

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

| Item  | 1995                 | 1999                 | 2000                 | 2001                 | 2002                 | 2003                 | 2004                 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | (1)                  | (2)                  | (3)                  | (4)                  | (5)                  | (6)                  | (7)                  |
| <b>All returns [1].....</b>                                       | <b>118,218,327</b>   | <b>127,075,145</b>   | <b>129,373,500</b>   | <b>130,255,237</b>   | <b>130,076,443</b>   | <b>130,423,626</b>   | <b>132,226,042</b>   |
| Form 1040 returns [1].....  | 64,774,724           | 74,165,814           | 78,846,102           | 80,500,011           | 80,748,948           | 80,420,043           | 80,603,689           |
| Form 1040A returns [1].....                                       | 24,463,262           | 26,961,302           | 28,826,589           | 28,293,817           | 28,714,328           | 29,631,494           | 30,572,631           |
| Form 1040EZ returns [1].....                                      | 21,644,177           | 20,752,420           | 21,700,809           | 21,461,409           | 20,613,167           | 20,372,089           | 21,049,722           |
| Form 1040PC returns [1].....                                      | 7,102,740            | 5,195,609            | N/A                  | N/A                  | N/A                  | N/A                  | N/A                  |
| Electronically-filed returns [1].....                             | 14,724,219           | 35,495,320           | 40,078,595           | 46,861,486           | 52,798,823           | 61,154,815           | 68,380,152           |
| Returns by filing status:   |                      |                      |                      |                      |                      |                      |                      |
| Joint returns.....  | 49,036,410           | 49,900,030           | 50,268,249           | 51,034,384           | 51,302,089           | 51,510,779           | 51,975,649           |
| Returns of married persons filing separately.....                 | 2,627,963            | 2,385,646            | 2,486,719            | 2,441,481            | 2,330,723            | 2,320,275            | 2,453,292            |
| Returns of heads of households.....                               | 15,551,213           | 17,781,482           | 18,208,359           | 18,493,710           | 19,170,266           | 19,506,611           | 19,647,748           |
| Returns of surviving spouses.....                                 | 115,370              | 80,870               | 63,800               | 74,242               | 73,577               | 83,179               | 82,188               |
| Returns of single persons.....                                    | 50,887,371           | 56,927,117           | 58,346,372           | 58,211,420           | 57,199,788           | 57,002,781           | 58,067,165           |
| Returns with Presidential Election Campaign Fund<br>checkoff: [2] |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 14,935,134           | 14,208,181           | 13,958,259           | 14,240,945           | 13,143,595           | 12,198,321           | 11,613,401           |
| Amount.....   | 67,860               | 61,090               | 60,685               | 60,801               | 56,567               | 52,361               | 50,202               |
| Number of boxes checked.....                                      | 21,443,077           | 18,306,408           | 19,741,877           | 20,266,894           | 18,857,672           | 17,453,770           | 16,733,962           |
| <b>Adjusted gross income (AGI) [3].....</b>                       | <b>4,189,353,615</b> | <b>5,855,467,909</b> | <b>6,365,376,648</b> | <b>6,170,603,942</b> | <b>6,033,585,532</b> | <b>6,207,108,793</b> | <b>6,788,805,130</b> |
| Salaries and wages:   |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 101,138,551          | 108,183,782          | 110,168,714          | 111,227,450          | 110,938,441          | 110,890,993          | 112,369,812          |
| Amount.....   | 3,201,456,569        | 4,132,473,459        | 4,456,167,438        | 4,565,229,218        | 4,559,690,903        | 4,649,900,493        | 4,921,806,344        |
| Taxable interest received: [4]                                    |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 67,028,830           | 67,218,877           | 68,046,458           | 67,479,816           | 63,584,806           | 59,459,344           | 57,605,888           |
| Amount.....   | 154,780,536          | 175,675,236          | 199,321,670          | 198,177,814          | 149,024,899          | 127,159,692          | 125,474,158          |
| Tax-exempt interest: [5]  |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 5,006,129            | 4,801,877            | 4,658,345            | 4,557,381            | 4,453,829            | 4,524,955            | 4,416,851            |
| Amount.....   | 48,518,428           | 52,513,007           | 53,951,877           | 55,582,376           | 54,564,465           | 53,750,230           | 52,031,763           |
| Dividends in AGI: [4,6]   |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 26,214,195           | 32,226,492           | 34,140,605           | 32,621,151           | 31,409,759           | 30,475,097           | 30,687,178           |
| Amount.....   | 94,592,325           | 132,465,522          | 146,987,679          | 119,533,324          | 103,241,332          | 115,141,232          | 146,838,808          |
| Qualified dividends in AGI: [6]                                   |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | n.a.                 | n.a.                 | n.a.                 | n.a.                 | n.a.                 | 22,449,379           | 24,549,867           |
| Amount.....   | n.a.                 | n.a.                 | n.a.                 | n.a.                 | n.a.                 | 80,994,736           | 110,500,411          |
| Business or profession net income: [7]                            |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 12,217,261           | 13,165,318           | 13,312,586           | 13,611,559           | 13,750,982           | 14,442,334           | 15,057,938           |
| Amount.....   | 191,809,620          | 233,746,237          | 244,598,112          | 249,507,231          | 256,878,740          | 268,581,833          | 290,224,776          |
| Business or profession net loss: [7,8]                            |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 3,955,590            | 4,146,807            | 4,287,423            | 4,406,790            | 4,846,323            | 4,973,314            | 5,194,140            |
| Amount.....   | 22,466,293           | 25,332,170           | 30,732,759           | 32,734,734           | 36,095,167           | 38,926,548           | 43,007,488           |
| Net capital gain in AGI: [6,9]                                    |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 14,829,385           | 22,497,646           | 22,645,728           | 12,630,577           | 9,969,731            | 9,081,384            | 10,875,231           |
| Amount.....   | 180,130,460          | 552,604,872          | 644,284,795          | 348,132,997          | 268,202,336          | 322,973,738          | 497,227,695          |
| Net capital loss in AGI: [6,10]                                   |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 5,133,540            | 5,202,857            | 6,875,037            | 10,839,824           | 13,279,894           | 12,808,303           | 11,513,428           |
| Amount.....   | 9,715,254            | 9,846,756            | 13,742,364           | 22,964,034           | 29,833,878           | 28,952,022           | 25,492,046           |
| Sales of property other than capital assets,<br>net gain: [11]    |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 802,688              | 834,575              | 827,490              | 772,632              | 789,392              | 798,662              | 857,903              |
| Amount.....   | 5,734,820            | 6,557,503            | 7,445,007            | 7,208,365            | 7,291,728            | 8,138,821            | 10,473,327           |
| Sales of property other than capital assets,<br>net loss: [11]    |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 974,545              | 898,350              | 872,562              | 843,253              | 938,985              | 955,198              | 892,031              |
| Amount.....   | 8,744,858            | 8,269,794            | 8,364,141            | 9,105,361            | 9,678,258            | 8,469,180            | 7,970,811            |
| Pensions and annuities in AGI: [12]                               |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 18,414,601           | 21,343,646           | 21,765,211           | 22,262,774           | 22,794,417           | 22,822,842           | 23,123,390           |
| Amount.....   | 221,053,045          | 304,310,714          | 325,827,702          | 338,745,409          | 357,840,960          | 372,931,442          | 394,285,849          |
| Unemployment compensation: [13]                                   |                      |                      |                      |                      |                      |                      |                      |
| Number of returns.....  | 7,985,322            | 6,775,723            | 6,478,292            | 8,799,886            | 10,334,639           | 10,065,230           | 9,094,911            |
| Amount.....   | 19,336,423           | 17,530,779           | 16,913,305           | 26,890,925           | 43,129,155           | 44,007,879           | 32,740,272           |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004--Continued**

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

| Item   | 1995        | 1999        | 2000        | 2001        | 2002        | 2003        | 2004        |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|  | (1)         | (2)         | (3)         | (4)         | (5)         | (6)         | (7)         |
| <b>Social Security benefits in AGI: [14]</b>   |             |             |             |             |             |             |             |
| Number of returns.....   | 6,598,033   | 9,459,189   | 10,608,572  | 10,779,280  | 10,702,502  | 10,975,002  | 11,691,859  |
| Amount.....  | 45,715,361  | 75,078,976  | 89,964,021  | 93,559,363  | 93,459,494  | 97,768,201  | 110,462,387 |
| <b>Rent net income: [7]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 4,358,760   | 4,355,533   | 4,200,588   | 4,226,121   | 4,228,529   | 4,086,160   | 4,078,981   |
| Amount.....  | 35,165,713  | 43,459,764  | 45,099,159  | 47,307,618  | 49,265,943  | 49,236,378  | 50,640,786  |
| <b>Rent net loss: [7]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 4,903,387   | 4,616,526   | 4,520,263   | 4,504,545   | 4,500,788   | 4,529,086   | 4,731,529   |
| Amount.....  | 27,437,709  | 28,341,505  | 30,309,122  | 31,057,269  | 34,253,712  | 37,558,496  | 44,672,209  |
| <b>Royalty net income: [15]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 1,096,821   | 1,117,408   | 1,103,851   | 1,133,409   | 1,118,018   | 1,242,840   | 1,296,467   |
| Amount.....  | 5,010,334   | 6,482,226   | 7,997,803   | 10,630,523  | 8,013,942   | 10,729,655  | 12,421,989  |
| <b>Royalty net loss: [15]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 36,680      | 46,926      | 36,033      | 46,313      | 38,389      | 32,790      | 31,654      |
| Amount.....  | 84,550      | 131,699     | 100,895     | 89,482      | 140,775     | 123,569     | 186,747     |
| <b>Partnership and S corporation net income: [16]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 3,566,632   | 4,154,776   | 4,179,537   | 4,356,933   | 4,329,316   | 4,453,988   | 4,738,228   |
| Amount.....  | 166,418,667 | 269,757,830 | 285,424,865 | 301,558,966 | 314,665,137 | 333,029,137 | 398,690,527 |
| <b>Partnership and S corporation net loss: [8,16]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 2,055,062   | 2,121,841   | 2,120,784   | 2,139,574   | 2,394,105   | 2,552,592   | 2,498,144   |
| Amount.....  | 40,666,189  | 58,685,867  | 72,511,266  | 76,448,871  | 76,697,948  | 78,972,015  | 82,697,364  |
| <b>Estate or trust net income:</b>   |             |             |             |             |             |             |             |
| Number of returns.....   | 506,584     | 516,024     | 556,534     | 493,247     | 539,946     | 499,416     | 507,008     |
| Amount.....  | 6,870,734   | 10,975,854  | 12,134,000  | 12,378,332  | 12,459,427  | 13,498,758  | 15,436,171  |
| <b>Estate or trust net loss:</b>   |             |             |             |             |             |             |             |
| Number of returns.....   | 41,050      | 40,071      | 39,026      | 44,096      | 41,508      | 33,117      | 35,710      |
| Amount.....  | 816,719     | 1,092,143   | 1,127,838   | 2,158,566   | 1,219,102   | 1,083,966   | 1,435,566   |
| <b>Farm net income:</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 726,065     | 725,782     | 703,083     | 649,173     | 556,331     | 592,019     | 588,823     |
| Amount.....  | 8,192,174   | 9,201,162   | 8,270,319   | 7,656,704   | 6,324,051   | 7,472,503   | 7,371,027   |
| <b>Farm net loss: [8]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 1,493,178   | 1,320,526   | 1,358,701   | 1,357,698   | 1,438,741   | 1,405,097   | 1,416,076   |
| Amount.....  | 16,041,814  | 15,444,078  | 17,305,037  | 18,661,484  | 20,743,770  | 19,843,995  | 20,610,232  |
| <b>Total statutory adjustments:</b>  |             |             |             |             |             |             |             |
| Number of returns [17].....  | 18,208,887  | 22,659,973  | 23,197,425  | 23,497,092  | 28,911,078  | 30,382,069  | 32,153,965  |
| Amount [17].....   | 41,139,577  | 56,698,800  | 58,609,518  | 60,572,768  | 77,161,432  | 87,575,677  | 98,046,679  |
| <b>Educator expenses:</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | N/A         | N/A         | N/A         | N/A         | 2,884,403   | 3,240,673   | 3,402,468   |
| Amount.....  | N/A         | N/A         | N/A         | N/A         | 712,505     | 805,734     | 858,457     |
| <b>Certain business expenses of reservists,<br/>Performing artists, and fee-basis government officials</b> |             |             |             |             |             |             |             |
| Number of returns.....   | N/A         | N/A         | N/A         | N/A         | N/A         | N/A         | 105,135     |
| Amount.....  | N/A         | N/A         | N/A         | N/A         | N/A         | N/A         | 252,597     |
| <b>Individual Retirement Arrangements: [18]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | 4,300,722   | 3,687,149   | 3,505,032   | 3,448,457   | 3,277,671   | 3,418,494   | 3,330,763   |
| Amount.....  | 8,338,014   | 7,883,438   | 7,477,074   | 7,406,866   | 9,462,404   | 10,006,814  | 10,028,607  |
| <b>Student loan interest deduction:</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | N/A         | 4,136,505   | 4,477,986   | 4,405,667   | 6,640,784   | 6,953,370   | 7,527,249   |
| Amount.....  | N/A         | 2,254,531   | 2,639,472   | 2,711,733   | 4,469,546   | 4,409,816   | 4,398,734   |
| <b>Tuition and fees deduction:</b>   |             |             |             |             |             |             |             |
| Number of returns.....   | N/A         | N/A         | N/A         | N/A         | 3,444,941   | 3,571,154   | 4,710,253   |
| Amount.....  | N/A         | N/A         | N/A         | N/A         | 6,154,145   | 6,683,631   | 10,589,279  |
| <b>Health savings account deduction: [19]</b>  |             |             |             |             |             |             |             |
| Number of returns.....   | N/A         | N/A         | N/A         | N/A         | N/A         | N/A         | 90,857      |
| Amount.....  | N/A         | N/A         | N/A         | N/A         | N/A         | N/A         | 190,732     |
| <b>Medical savings account deduction: [20]</b>   |             |             |             |             |             |             |             |
| Number of returns.....   | N/A         | 50,393      | 65,415      | 69,957      | 61,118      | 67,347      | 32,334      |
| Amount.....  | N/A         | 81,977      | 120,330     | 123,296     | 121,282     | 129,214     | 66,602      |

Footnotes at end of table.

# Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004--Continued**

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

| Item  | 1995          | 1999          | 2000          | 2001          | 2002          | 2003          | 2004          |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
|   | (1)           | (2)           | (3)           | (4)           | (5)           | (6)           | (7)           |
| <b>Keogh and self-employed retirement plans:</b>                                    |               |               |               |               |               |               |               |
| Number of returns .....   | 1,032,102     | 1,264,007     | 1,287,706     | 1,290,496     | 1,186,947     | 1,208,801     | 1,201,332     |
| Amount.....   | 8,734,145     | 11,928,242    | 12,475,396    | 13,114,412    | 16,349,738    | 17,795,957    | 19,295,952    |
| <b>Deduction for self-employment tax:</b>   |               |               |               |               |               |               |               |
| Number of returns .....   | 12,849,084    | 14,029,609    | 14,300,141    | 14,574,036    | 14,664,473    | 15,373,279    | 15,920,203    |
| Amount .....  | 13,341,810    | 16,689,650    | 17,392,967    | 18,134,959    | 18,687,162    | 19,791,285    | 21,109,366    |
| <b>Self-employed health insurance: [21]</b>   |               |               |               |               |               |               |               |
| Number of returns.....  | 3,011,145     | 3,491,539     | 3,564,624     | 3,559,792     | 3,571,152     | 3,802,277     | 3,883,687     |
| Amount.....   | 2,601,145     | 6,755,071     | 7,569,198     | 8,177,397     | 10,494,247    | 16,454,211    | 18,457,063    |
| <b>Exemptions:</b>  |               |               |               |               |               |               |               |
| Number of exemptions, total.....  | 237,164,486   | 248,657,119   | 252,332,427   | 256,186,046   | 258,716,374   | 261,126,373   | 263,896,304   |
| Amount [22].....  | 584,509,487   | 669,241,317   | 690,109,474   | 727,554,990   | 761,440,430   | 781,305,067   | 800,690,043   |
| <b>Number of boxes checked for taxpayer's age</b>                                   |               |               |               |               |               |               |               |
| 65 or over [22].....  | 19,450,417    | 21,785,802    | 22,475,999    | 22,825,923    | 22,948,745    | 23,178,832    | 23,790,587    |
| Primary taxpayer.....   | 13,875,464    | 15,760,847    | 16,159,749    | 16,443,262    | 16,444,649    | 16,626,808    | 16,961,345    |
| Spouse.....   | 5,574,953     | 6,024,955     | 6,316,250     | 6,382,661     | 6,504,096     | 6,552,024     | 6,829,242     |
| <b>Total deductions:</b>  |               |               |               |               |               |               |               |
| Number of returns [23].....   | 117,230,454   | 125,999,671   | 128,204,824   | 128,800,540   | 128,302,742   | 128,592,872   | 130,351,990   |
| Amount [23].....  | 940,958,666   | 1,205,337,338 | 1,293,181,391 | 1,366,435,851 | 1,390,114,852 | 1,457,644,886 | 1,559,171,075 |
| <b>Standard deductions: [24]</b>  |               |               |               |               |               |               |               |
| Number of returns.....  | 83,222,737    | 85,755,366    | 85,670,504    | 84,238,233    | 82,655,191    | 84,643,281    | 84,016,753    |
| Amount.....   | 413,584,632   | 463,960,491   | 470,820,881   | 466,971,032   | 477,170,045   | 539,921,089   | 545,082,218   |
| <b>Returns with additional standard deductions for age 65 or over or blindness:</b> |               |               |               |               |               |               |               |
| Number of returns.....  | 10,809,600    | 11,200,024    | 11,330,554    | 11,116,629    | 10,857,098    | 11,200,647    | 10,985,079    |
| Amount.....   | 12,319,288    | 14,264,309    | 14,735,998    | 14,936,559    | 14,897,487    | 15,858,963    | 15,850,401    |
| <b>Itemized deductions:</b>   |               |               |               |               |               |               |               |
| Number of returns [25].....   | 34,007,717    | 40,244,305    | 42,534,320    | 44,562,308    | 45,647,551    | 43,949,591    | 46,335,237    |
| Amount [25].....  | 527,374,034   | 741,376,847   | 822,360,510   | 884,528,260   | 898,047,320   | 901,864,834   | 998,238,457   |
| <b>Medical and dental expense: [26]</b>   |               |               |               |               |               |               |               |
| Number of returns.....  | 5,351,066     | 5,884,418     | 6,513,104     | 7,571,522     | 8,547,481     | 8,678,320     | 9,530,675     |
| Amount.....   | 26,964,295    | 35,375,998    | 39,251,004    | 47,071,726    | 52,276,395    | 56,007,076    | 61,503,014    |
| <b>Taxes paid: [27]</b>   |               |               |               |               |               |               |               |
| Number of returns.....  | 33,530,277    | 39,564,240    | 41,823,555    | 43,797,188    | 44,793,590    | 43,061,888    | 46,009,291    |
| Amount.....   | 188,643,888   | 265,365,133   | 294,711,547   | 307,974,817   | 302,653,989   | 310,896,704   | 362,608,853   |
| <b>Interest paid: [28]</b>  |               |               |               |               |               |               |               |
| Number of returns.....  | 28,704,828    | 33,705,780    | 35,405,336    | 36,800,610    | 37,637,017    | 36,211,578    | 38,110,298    |
| Amount.....   | 215,077,974   | 291,552,907   | 322,931,506   | 349,900,751   | 351,495,773   | 340,319,125   | 356,355,994   |
| <b>Home mortgage interest paid:</b>   |               |               |               |               |               |               |               |
| Number of returns.....  | 28,350,260    | 33,267,570    | 34,914,116    | 36,331,190    | 37,216,044    | 35,797,375    | 37,691,995    |
| Amount.....   | 203,074,312   | 272,148,740   | 299,963,368   | 330,692,376   | 336,570,649   | 325,191,983   | 340,476,440   |
| <b>Charitable contributions:</b>  |               |               |               |               |               |               |               |
| Number of returns.....  | 30,540,637    | 35,523,471    | 37,524,825    | 39,386,782    | 40,399,695    | 38,626,902    | 40,623,426    |
| Amount.....   | 74,991,519    | 125,798,548   | 140,681,631   | 139,241,476   | 140,571,365   | 145,702,137   | 165,564,388   |
| <b>Taxable income:</b>  |               |               |               |               |               |               |               |
| Number of returns.....  | 94,612,292    | 102,845,571   | 105,259,292   | 104,174,654   | 102,275,969   | 101,392,812   | 102,737,959   |
| Amount .....  | 2,813,826,386 | 4,136,119,714 | 4,544,242,424 | 4,268,506,425 | 4,096,127,651 | 4,200,218,439 | 4,670,165,637 |
| <b>Income tax before credits: [29,30]</b>   |               |               |               |               |               |               |               |
| Number of returns .....   | 94,497,909    | 102,834,362   | 105,277,966   | 104,195,834   | 102,293,722   | 101,412,777   | 102,740,921   |
| Amount .....  | 596,168,654   | 906,811,755   | 1,018,218,948 | 933,567,474   | 836,842,718   | 790,005,881   | 884,342,703   |
| <b>Tax credits:</b>   |               |               |               |               |               |               |               |
| Number of returns [31,32].....  | 15,240,064    | 36,621,595    | 37,736,095    | 49,792,710    | 40,614,049    | 41,091,029    | 41,694,252    |
| Total amount [31,32].....   | 10,040,198    | 35,892,344    | 37,722,293    | 45,631,198    | 39,862,411    | 41,995,756    | 52,366,870    |
| <b>Child care credit:</b>   |               |               |               |               |               |               |               |
| Number of returns.....  | 5,964,253     | 6,182,193     | 6,368,101     | 6,184,507     | 6,185,855     | 6,313,297     | 6,316,649     |
| Amount.....   | 2,517,962     | 2,675,147     | 2,793,860     | 2,721,061     | 2,706,539     | 3,206,890     | 3,337,984     |
| <b>Credit for the elderly or disabled:</b>  |               |               |               |               |               |               |               |
| Number of returns.....  | 251,524       | 181,813       | 155,796       | 139,097       | 133,538       | 123,147       | 107,914       |
| Amount.....   | 48,028        | 33,629        | 32,608        | 30,496        | 21,119        | 20,257        | 18,740        |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004--Continued**

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

| Item   | 1995        | 1999        | 2000          | 2001          | 2002        | 2003        | 2004          |
|--|-------------|-------------|---------------|---------------|-------------|-------------|---------------|
|  | (1)         | (2)         | (3)           | (4)           | (5)         | (6)         | (7)           |
| <b>Child tax credit: [33]</b>                                    |             |             |               |               |             |             |               |
| Number of returns.....   | N/A         | 26,016,019  | 26,404,521    | 26,452,875    | 25,939,801  | 25,672,254  | 25,988,711    |
| Amount.....  | N/A         | 19,398,625  | 19,689,359    | 22,427,229    | 21,520,271  | 22,788,025  | 32,300,455    |
| <b>Education credits:</b>  |             |             |               |               |             |             |               |
| Number of returns.....   | N/A         | 6,436,654   | 6,815,316     | 7,212,554     | 6,475,134   | 7,298,227   | 7,180,884     |
| Amount.....  | N/A         | 4,772,443   | 4,851,178     | 5,156,254     | 4,882,853   | 5,843,029   | 6,016,805     |
| <b>Retirement savings contributions credit:</b>                  |             |             |               |               |             |             |               |
| Number of returns.....   | N/A         | N/A         | N/A           | N/A           | 5,307,176   | 5,296,688   | 5,288,732     |
| Amount.....  | N/A         | N/A         | N/A           | N/A           | 1,058,219   | 1,034,394   | 1,011,506     |
| <b>Foreign tax credit:</b>                                       |             |             |               |               |             |             |               |
| Number of returns.....   | 1,730,566   | 3,266,544   | 3,935,699     | 3,942,604     | 3,748,974   | 4,145,174   | 4,700,259     |
| Amount.....  | 2,965,313   | 4,941,010   | 5,990,360     | 6,254,559     | 5,933,600   | 5,805,555   | 6,757,994     |
| <b>General business credit:</b>                                  |             |             |               |               |             |             |               |
| Number of returns.....   | 267,527     | 287,658     | 275,116       | 269,648       | 284,720     | 262,738     | 248,506       |
| Amount.....  | 702,906     | 783,920     | 764,253       | 713,974       | 750,855     | 612,744     | 635,391       |
| <b>Income tax after credits: [29]</b>                            |             |             |               |               |             |             |               |
| Number of returns.....   | 89,233,118  | 94,511,758  | 96,815,794    | 94,763,163    | 90,963,775  | 88,921,898  | 89,101,934    |
| Amount.....  | 586,128,456 | 870,919,411 | 980,496,655   | 887,936,276   | 796,980,307 | 748,010,125 | 831,975,834   |
| <b>Total income tax: [34]</b>                                    |             |             |               |               |             |             |               |
| Number of returns.....   | 89,252,989  | 94,546,080  | 96,817,602    | 94,763,530    | 90,963,896  | 88,921,904  | 89,101,934    |
| Amount.....  | 588,419,030 | 877,401,489 | 980,645,201   | 887,973,968   | 796,986,268 | 748,017,488 | 831,976,333   |
| <b>Alternative minimum tax: [35]</b>                             |             |             |               |               |             |             |               |
| Number of returns.....   | 414,106     | 1,018,063   | 1,304,198     | 1,120,047     | 1,910,789   | 2,357,975   | 3,096,299     |
| Amount.....  | 2,290,576   | 6,477,697   | 9,600,840     | 6,756,705     | 6,853,901   | 9,469,803   | 13,029,239    |
| <b>Earned income credit: [36]</b>                                |             |             |               |               |             |             |               |
| Number of returns.....   | 19,334,397  | 19,258,715  | 19,277,225    | 19,593,122    | 21,703,187  | 22,024,227  | 22,269,577    |
| Amount.....  | 25,955,575  | 31,901,107  | 32,296,341    | 33,375,971    | 38,198,572  | 38,657,067  | 40,024,050    |
| <b>Used to offset income tax before credits:</b>                 |             |             |               |               |             |             |               |
| Number of returns.....   | 7,850,841   | 5,352,300   | 5,416,246     | 4,412,721     | 4,168,977   | 3,606,251   | 2,975,197     |
| Amount.....  | 3,145,736   | 1,918,065   | 1,968,680     | 1,470,200     | 1,114,948   | 926,381     | 767,524       |
| <b>Used to offset other taxes:</b>                               |             |             |               |               |             |             |               |
| Number of returns.....   | 2,909,053   | 3,137,122   | 3,147,876     | 3,506,426     | 4,106,193   | 4,401,160   | 4,630,477     |
| Amount.....  | 1,980,998   | 2,378,860   | 2,523,703     | 2,862,938     | 3,346,682   | 3,718,355   | 3,957,021     |
| <b>Excess earned income credit (refundable):</b>                 |             |             |               |               |             |             |               |
| Number of returns.....   | 15,177,901  | 16,049,812  | 16,125,542    | 16,631,224    | 18,780,033  | 19,162,460  | 19,448,355    |
| Amount.....  | 20,828,840  | 27,604,182  | 27,803,959    | 29,042,833    | 33,736,942  | 34,012,332  | 35,299,505    |
| <b>Tax payments, total:</b>                                      |             |             |               |               |             |             |               |
| Number of returns [37].....                                      | 111,098,864 | 119,809,259 | 122,243,874   | 123,451,339   | 120,083,021 | 123,461,513 | 124,989,700   |
| Amount [37].....   | 670,131,074 | 981,100,157 | 1,084,868,447 | 1,076,500,696 | 953,697,397 | 974,543,079 | 1,036,118,363 |
| <b>Income tax withheld: [38]</b>                                 |             |             |               |               |             |             |               |
| Number of returns.....   | 102,436,220 | 111,193,931 | 113,733,442   | 114,798,386   | 114,861,744 | 114,861,706 | 116,312,978   |
| Amount.....  | 495,484,153 | 695,526,980 | 763,901,388   | 773,325,891   | 717,492,263 | 703,758,484 | 731,734,362   |
| <b>Excess Social Security tax withheld:</b>                      |             |             |               |               |             |             |               |
| Number of returns.....   | 1,033,189   | 1,377,613   | 1,640,582     | 1,436,746     | 1,145,352   | 1,121,141   | 1,242,604     |
| Amount.....  | 1,081,454   | 1,712,649   | 2,184,849     | 1,915,349     | 1,564,478   | 1,566,411   | 1,727,641     |
| <b>Estimated tax payments: [39]</b>                              |             |             |               |               |             |             |               |
| Number of returns.....   | 11,903,592  | 13,169,356  | 13,326,669    | 13,167,855    | 12,434,579  | 11,576,213  | 10,996,504    |
| Amount.....  | 122,489,252 | 196,915,946 | 221,621,893   | 220,195,712   | 198,177,595 | 182,906,911 | 188,770,357   |
| <b>Payments with requests for extension of filing time: [40]</b> |             |             |               |               |             |             |               |
| Number of returns.....   | 1,368,994   | 1,510,206   | 1,610,937     | 1,448,214     | 1,235,156   | 1,333,579   | 1,518,779     |
| Amount.....  | 24,929,343  | 53,984,319  | 63,396,711    | 42,495,018    | 36,321,934  | 38,303,188  | 59,268,206    |
| <b>Tax due at time of filing:</b>                                |             |             |               |               |             |             |               |
| Number of returns.....   | 29,734,331  | 29,200,902  | 30,624,423    | 24,581,130    | 22,818,761  | 21,072,333  | 24,452,350    |
| Amount.....  | 71,153,015  | 119,091,512 | 134,944,362   | 91,822,703    | 82,287,723  | 73,741,408  | 99,683,799    |
| <b>Tax overpayments, total: [41]</b>                             |             |             |               |               |             |             |               |
| Number of returns.....   | 85,348,771  | 94,827,237  | 95,921,082    | 102,310,896   | 103,462,884 | 105,361,848 | 103,706,648   |
| Amount.....  | 119,462,121 | 182,049,186 | 196,198,780   | 236,982,082   | 239,784,002 | 254,553,541 | 255,064,839   |
| <b>Overpayment refunds:</b>                                      |             |             |               |               |             |             |               |
| Number of returns.....   | 82,744,440  | 91,600,741  | 93,000,030    | 99,011,975    | 100,143,606 | 102,004,984 | 100,674,244   |
| Amount.....  | 104,537,379 | 155,513,635 | 167,577,365   | 202,274,032   | 205,987,348 | 219,751,889 | 221,371,474   |

## Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004--Continued**

### Footnotes

N/A - Not applicable.

n.a. - Not available.

- [1] Year-to-year comparability of the "all returns" total is affected by changes in dollar income filing thresholds, while year-to-year comparability of the number of returns by type of tax form used is affected by changes in the specific filing requirements, including adjustments for inflation, for each form. In general, the filing of "short forms" (mostly Forms 1040A and 1040EZ, and Form 1040-T for 1995 only) has been encouraged by IRS to simplify both taxpayer filing requirements and IRS processing. Filing requirements for each of the short forms have, therefore, been gradually liberalized to facilitate their use. Increases in the number of short forms have mostly been at the expense of "long form" 1040 usage (although increases in the number of each of the short forms have often been at the expense of one short form over another). While the number of 1040 (paper) returns has, therefore, increased over the time period shown, the rate of increase has been reduced by the use of the short forms, and, later, by electronic filing options (see below), including, for 1991-1999, use of Form 1040PC. For additional information about the return filing requirements, see the annual reports, Statistics of Income--Individual Income Tax Returns. Forms 1040, 1040A, and 1040EZ include "standard" electronically-filed ("ELF" or "e-file") returns, and Form 1040EZ returns filed electronically by telephone ("TeleFile" 1991-2004 only). Form 1040PC (computer-generated "paper") returns were not reclassified for Statistics of Income for 1994-1999; data for Forms 1040, 1040A, and 1040EZ for these years are not comparable with preceding years (Form 1040PC did not apply after 1999). Included in the "all returns" total for 1995, but not shown separately, are returns filed on Form 1040-T, a "short form" lending itself to IRS optical scanning, which was used for this 1 year only, on an experimental basis.
- [2] Starting with 1993, taxpayers could elect to assign \$3 of the income tax reported on their returns (\$6 on a joint return, if both spouses contributed) to help pay for the cost of Presidential election campaigns. To do so, a taxpayer had to check a box on the tax return. The relationship between (a) the number of returns and boxes checked and (b) the dollar amounts shown is only approximate because the frequencies and the amounts were obtained from different sources, the frequencies from Statistics of Income tax return data and the dollar amounts from IRS monthly tax collections, aggregated by calendar year. It should be noted that the frequencies and amounts are related to the tax year for which statistics are shown, even though the designation by the taxpayer occurred in the following year, when the income tax return was filed and processed.
- [3] Less deficit.
- [4] Taxable interest includes "dividends" on deposits and withdrawable shares in mutual savings banks, savings and loan associations, and credit unions, but excludes interest from Regulated Investment Companies on money market mutual funds, which is included in "dividends" in "adjusted gross income" (AGI).
- [5] Not included in AGI. Represents interest on State and local government obligations, including tax-exempt interest dividends from Regulated Investment Companies.
- [6] Dividends in AGI exclude capital gains and liquidating dividends, reflected in the statistics for net capital gain or loss in AGI, but include interest from Regulated Investment Companies on money market mutual funds. Qualified dividends are the ordinary dividends received after May 5, 2003 that met certain conditions. These included: the dividend must have been paid by a U.S. corporation or a "qualified" foreign corporation; the stock ownership must have met certain holding period requirements; the dividends were not from certain institutions, such as mutual savings banks, cooperative banks, credit unions, tax-exempt organizations, or farmer cooperatives; and the dividends were not for any share of stock which was a part of an employee stock ownership plan (ESOP).
- [7] Rent net income (or loss) excludes sole proprietorship (including farm) rental income or loss; these are included in business or profession net income or loss. Rental losses are before "passive loss" limitation and, therefore, exceed the amount included in AGI.
- [8] Losses are after "passive loss" limitation.
- [9] Includes capital gains from the sale of assets held for personal use or investment, and also net gains from the sale of certain business property treated as net capital gains and from "involuntary conversions" of property, such as by casualty or theft. Also includes capital gains received from partnerships and S corporations. See also footnote 15. Data represent total capital gains. Total includes capital gain distributions from Regulated Investment Companies. For other changes affecting capital gains, see Statistics of Income--Individual Income Tax Returns, various years. See also footnote 6.
- [10] Includes capital losses (after limitation) from the sale of assets held for personal use or investment, including losses in excess of net gains from the sale of certain business property treated as net capital losses and "involuntary conversions" of property, such as by casualty or theft. Also includes capital losses received from partnerships and S corporations. See also footnotes 6, 15, and 16.
- [11] Net gain or loss, not includable in capital gain or loss, from the sale of business property (excluding inventories and certain other assets) and "involuntary conversions" of property, such as by casualty or theft. See also footnote 15.
- [12] Excludes Individual Retirement Arrangement (IRA) distributions.
- [13] Represents total unemployment compensation.
- [14] Up to 85 percent of Social Security benefits were taxable.
- [15] Excludes certain royalties included in the computations of capital gain or loss and of ordinary gain or loss in sales of noncapital assets.
- [16] Excludes capital gains and losses.
- [17] Includes adjustments not shown separately in this table. Total excludes certain business-related expenses, deduction for two-earner married couples, and certain alimony payments, but includes the self-employment health insurance deductions (liberalized effective 1998).
- [18] Deductible Individual Retirement Arrangement (IRA) contributions were limited, then liberalized somewhat, starting with 1997 and 1998. Contributions to education and Roth IRAs, new starting with 1998, were nondeductible and are, therefore, not included in the statistics.
- [19] Beginning in tax year 2004, a taxpayer could have taken a deduction for contributions to a Health Savings Account. The deduction was limited to the annual deductible on the qualifying high deductible health plan and other criteria.
- [20] The limitation on the deduction was raised, starting with 1999.
- [21] The deduction was liberalized, starting with 1995, and again starting with 1998.

## Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004--Continued**

**Footnotes--Continued**

- [22] Exemption amounts were indexed for inflation. Amounts were also limited for taxpayers with high incomes. A check box on the return was used for taxpayers age 65 or over, in general, for use in establishing claims for the additional standard deductions, but many taxpayers not claiming the additional deductions also used the checkbox. The amount shown for exemptions excludes amounts in excess of AGI, which were reported but could not be used by the taxpayer. The number of exemptions and amounts also excludes the number and amounts reported on returns with no AGI, which did not figure into the computation of tax as a result.
- [23] In general, represents the sum of standard and itemized deductions from AGI to compute "taxable income" (the tax base for the regular income tax), but also includes deductions in excess of AGI that could not be used in the computation. Deductions erroneously reported on returns with no AGI were excluded from the deduction statistics. Includes revised itemized deductions (see also footnotes 25-26), "basic" standard deduction, and "additional" standard deductions for age 65 or over or for blindness (for changes in the standard deduction and its relation to the zero bracket amount, see Statistics of Income--Individual Income Tax Returns, for appropriate years). Total itemized deductions are after statutory limitation (see footnote 25).
- [24] Standard deductions were indexed for inflation. Statistics for taxpayers with the additional standard deduction for age 65 or over exclude those who checked the box on tax returns indicating age 65 or over, but then itemized their deductions instead of claiming standard deductions (see footnote 22). For the percentages of AGI used for the standard deduction and the limitation on the deduction, see Statistics of Income--Individual Income Tax Returns.
- [25] Includes itemized deductions not shown separately in this table, including revised deductions, for "miscellaneous expenses" after limitation and for employee moving expenses. In general, total itemized deductions were limited for certain high-income taxpayers. This limitation was indexed for inflation.
- [26] Deductible medical and dental expenses were limited, based on a revised percentage of AGI. The definition of expenses was expanded, effective 1997, to include payments for certain long-term care insurance premiums and for the unreimbursed cost of certain long-term care of a chronically ill individual.
- [27] For Tax Year 2004, a taxpayer could have elected to deduct state and local general sales taxes instead of state and local income taxes as itemized deductions on Schedule A.
- [28] Deductions for mortgage real estate loan interest were limited. Personal interest was no longer deductible.
- [29] Includes "alternative minimum tax" (AMT), starting with 2000. For previous years, AMT was excluded and was reflected only in "total income tax" (see footnote 34).
- [30] Different tax rate structures for the regular income tax applied to Tax Years 1995-2002, 2003, and 2004. Indexing of tax rate boundaries for inflation existed. The preferential maximum tax rate on net long-term capital gains under "alternative tax" was revised over the years. Alternative tax was abolished, but a maximum capital gain tax rate less than the maximum regular tax rate continued to apply under certain conditions, starting with 1991; the maximum rate was further reduced, effective 1997. For additional information on changes affecting tax computations, see Table A of the appendix to the historical section of this report and Statistics of Income--Individual Income Tax Returns.
- [31] Includes that portion of the "earned income credit" used to offset income tax before credits. Earned income credit is shown below in Table 1. See also footnote 36.
- [32] Includes credits such as the low-income housing credit, child adoption credit (introduced, effective 1997), and "empowerment zone employment" (EZE) credit not shown separately.
- [33] Allowable credit per child was increased, starting with 1999.
- [34] The statistics for all years shown are comparable. However, prior to Tax Year 2000, total income tax is the sum of two components, income tax after credits and "minimum tax" or "alternative minimum tax (AMT)"; see footnotes 29 and 35. Starting with Tax Year 2000, total income tax is, in general, the same as income tax after credits, which was redefined to include AMT. (The small difference between the two amounts for 2000 is due mainly to the inclusion in the statistics for Tax Year 2000 of prior-year returns filed in Calendar Year 2001 that were used as proxies for Tax Year 2000 returns filed after 2001; the AMT on these returns was included in total income tax, but not in income tax before or after credits, consistent with the reporting sequence on the tax return forms for these years. The same is true for Tax Year 2002 for prior returns filed in Calendar Year 2003 for Tax Year 2000 and earlier. To a far lesser extent, the difference between total income tax and income tax after credits represents the tax on accumulation distributions of trusts, which was included in total income tax only.) Total income tax reflects the amount reported on the tax return and is, therefore, before any examination or enforcement activities by the Internal Revenue Service. It represents the income tax liability that was payable to the U. S. Department of the Treasury.
- [35] Under "alternative minimum tax" (AMT), generally high-income taxpayers to whom the tax applied were required to pay the larger of the regular income tax or the AMT. As of 2004, examples of preferences or adjustments subject to recapture through the AMT were accelerated depreciation, incentive stock options, certain itemized deductions, personal exemptions, certain tax-exempt interest, and income loss from tax-shelter farm or "passive" investment activities. AMT is shown separately in the statistics for all years. However, starting with 2000, AMT is also included in "income tax before credits," as well as in "income tax after credits" and "total income tax." Previously, AMT was only included in "total income tax."
- [36] In Table 1, the amounts "used to offset income tax before credits" and "used to offset other taxes" (that are income-related) are reflected in the statistics for "total tax credits"; however, "excess earned income credit (refundable)" is reflected in the statistics for tax "overpayments." The refundable portion of the credit is the amount (in excess of the taxes) that could not be credited, including any "advance earned income credit payments" on those returns that had such an excess. ("Advance earned income credit payments" were made to employees electing to receive such payments currently through their paychecks. Such "payments" are included in the statistics only if the employees also met the tax return filing requirements; advance payments received by those not required to file are, therefore, excluded.)
- [37] Represents payments reflecting the sum of "total income tax" (see footnote 34), tax recapture of certain prior-year tax credits, tax applicable to Individual Retirement Arrangements (IRAs), and Social Security taxes on "self-employment income" and on certain employee tip income, as well as on other income-related taxes applicable to the years shown (see Statistics of Income--Individual Income Tax Returns). The total also includes the following not shown separately below in Table 1: "advance earned income credit payments" and credits for (a) capital gain tax paid by a Regulated Investment Company, but considered paid by shareholders, and (b) part of the purchase price of a diesel-powered highway vehicle.

## Selected Historical and Other Data

**Table 1.--Individual Income Tax Returns: Selected Income and Tax Items for Specified Tax Years, 1995-2004--Continued**

**Footnotes--Continued**

[38] Represents tax withheld on (a) salaries and wages; (b) certain tip income; (c) pensions and annuities; (d) certain gambling winnings; and (e) distributions from profit-sharing plans, retirement plans, and Individual Retirement Arrangements (IRAs). Also included are taxes withheld as a result of "backup withholding" on certain interest, dividends, and royalty payments, which otherwise were not subject to withholding.

[39] Represents the sum of (a) "estimated tax," generally paid quarterly throughout the tax year by self-employed and certain other taxpayers with insufficient or no tax withheld, and (b) prior-year tax overpayments taxpayers elected to credit to their current-year's "estimated tax" in lieu of requesting a refund.

[40] Represents the sum of payments made with a request for an "automatic" 4-month extension of time in which to file an income tax return, and payments with a request for an additional 2-month extension. Notwithstanding the timing of these requests, full payment of a tax estimate for the year had to be made with the original application; if adjustments to the amount thus paid were later necessitated, the difference was either refundable or payable subject to an interest charge (which is not reflected in the tax statistics).

[41] Includes refunds (shown separately), plus credits to the following year's "estimated tax" and the refundable portion of the "earned income credit" (see footnote 36). The taxes reflected in tax overpayments are the same as those listed in footnote 38.

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: Except for dollar amounts associated with the Presidential election campaign checkoff, data are from Statistics of Income--Individual Income Tax Returns, appropriate years. Depending on the year, dollar amounts associated with the Presidential election campaign checkoff were accumulated by calendar year either from U.S. Treasury Department, Internal Revenue Service, "Table S-1 Collections, Comparative Summary, Document 7038," Report NO-Treas-103, monthly, or from unpublished monthly data from Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems. See also "General notations and statements," preceding the footnotes section.

## Selected Historical and Other Data

**Table 3.--Number of Individual Income Tax Returns, Income, Exemptions and Deductions, Tax, and Average Tax, by Size of Adjusted Gross Income, Tax Years 2002-2004**

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

| Size of adjusted gross income       | Number of returns  |                    |                    | Adjusted gross income or deficit |                      |                      |
|-------------------------------------|--------------------|--------------------|--------------------|----------------------------------|----------------------|----------------------|
|                                     | 2002               | 2003               | 2004               | 2002                             | 2003                 | 2004                 |
|                                     | (1)                | (2)                | (3)                | (4)                              | (5)                  | (6)                  |
| <b>Total .....</b>                  | <b>130,076,443</b> | <b>130,423,626</b> | <b>132,226,042</b> | <b>6,033,585,532</b>             | <b>6,207,108,793</b> | <b>6,788,805,130</b> |
| No adjusted gross income [1].....   | 1,752,457          | 1,813,840          | 1,854,886          | -80,192,750                      | -80,477,587          | -86,318,215          |
| \$1 under \$1,000 .....             | 1,812,110          | 1,710,663          | 1,767,390          | 1,028,189                        | 954,013              | 984,991              |
| \$1,000 under \$3,000 .....         | 4,832,988          | 4,899,842          | 4,812,040          | 9,835,110                        | 9,777,515            | 9,793,284            |
| \$3,000 under \$5,000 .....         | 5,163,776          | 5,087,124          | 5,091,014          | 20,664,036                       | 20,307,229           | 20,318,047           |
| \$5,000 under \$7,000 .....         | 5,019,326          | 5,064,951          | 4,789,612          | 30,092,034                       | 30,293,817           | 28,729,457           |
| \$7,000 under \$9,000 .....         | 4,977,282          | 5,103,627          | 5,010,688          | 39,783,173                       | 40,745,684           | 39,981,535           |
| \$9,000 under \$11,000.....         | 5,061,799          | 4,972,862          | 4,813,678          | 50,702,341                       | 49,836,139           | 48,205,019           |
| \$11,000 under \$13,000 .....       | 4,748,173          | 4,644,450          | 4,619,552          | 56,974,191                       | 55,628,362           | 55,322,510           |
| \$13,000 under \$15,000 .....       | 4,808,347          | 4,719,522          | 4,558,080          | 67,289,532                       | 66,114,003           | 63,779,262           |
| \$15,000 under \$17,000 .....       | 4,632,156          | 4,655,029          | 4,598,321          | 74,014,744                       | 74,401,429           | 73,531,516           |
| \$17,000 under \$19,000 .....       | 4,508,626          | 4,459,546          | 4,504,928          | 81,156,450                       | 80,240,246           | 81,105,296           |
| \$19,000 under \$22,000 .....       | 6,522,571          | 6,318,493          | 6,160,471          | 133,706,690                      | 129,399,460          | 126,011,160          |
| \$22,000 under \$25,000 .....       | 5,650,213          | 5,692,051          | 5,722,762          | 132,575,256                      | 133,640,924          | 134,278,064          |
| \$25,000 under \$30,000 .....       | 8,574,575          | 8,541,753          | 8,512,113          | 234,951,863                      | 234,588,964          | 233,540,422          |
| \$30,000 under \$40,000 .....       | 13,980,104         | 13,957,258         | 13,915,453         | 485,696,239                      | 484,774,627          | 482,760,301          |
| \$40,000 under \$50,000 .....       | 10,550,457         | 10,452,445         | 10,571,409         | 472,821,957                      | 467,518,980          | 473,380,843          |
| \$50,000 under \$75,000 .....       | 17,396,916         | 17,372,492         | 18,047,126         | 1,066,616,794                    | 1,065,749,827        | 1,109,616,155        |
| \$75,000 under \$100,000.....       | 9,247,839          | 9,542,599          | 10,119,515         | 794,489,072                      | 820,884,076          | 872,398,173          |
| \$100,000 under \$200,000.....      | 8,422,603          | 8,878,643          | 9,735,569          | 1,109,689,065                    | 1,170,179,856        | 1,288,319,611        |
| \$200,000 under \$500,000 .....     | 1,908,466          | 1,999,016          | 2,348,163          | 548,814,753                      | 576,309,296          | 676,794,600          |
| \$500,000 under \$1,000,000.....    | 336,684            | 356,140            | 433,145            | 227,044,247                      | 241,211,330          | 293,369,864          |
| \$1,000,000 under \$1,500,000 ..... | 78,121             | 81,695             | 103,964            | 94,072,610                       | 98,875,460           | 125,552,749          |
| \$1,500,000 under \$2,000,000.....  | 31,316             | 34,016             | 45,104             | 53,782,124                       | 58,497,902           | 77,754,757           |
| \$2,000,000 under \$5,000,000 ..... | 44,205             | 48,278             | 65,548             | 130,305,117                      | 142,219,690          | 194,470,800          |
| \$5,000,000 under \$10,000,000..... | 10,026             | 11,168             | 15,835             | 68,251,296                       | 76,311,438           | 108,191,995          |
| \$10,000,000 or more .....          | 5,309              | 6,126              | 9,677              | 129,421,398                      | 159,126,112          | 256,932,933          |

| Size of adjusted gross income       | Personal exemptions and total deductions |                      |                      | Taxable income [2]   |                      |                      |
|-------------------------------------|--|----------------------|----------------------|----------------------|----------------------|----------------------|
|                                     | 2002                                     | 2003                 | 2004                 | 2002                 | 2003                 | 2004                 |
|                                     | (7)                                      | (8)                  | (9)                  | (10)                 | (11)                 | (12)                 |
| <b>Total .....</b>                  | <b>2,151,555,282</b>                     | <b>2,238,949,953</b> | <b>2,359,861,118</b> | <b>4,096,127,651</b> | <b>4,200,218,439</b> | <b>4,670,165,637</b> |
| No adjusted gross income [1].....   | 8,370,181                                | 8,675,128            | 9,328,549            | 0                    | 0                    | 0                    |
| \$1 under \$1,000 .....             | 8,855,810                                | 9,910,991            | 10,716,508           | 9,896                | 8,626                | 9,691                |
| \$1,000 under \$3,000 .....         | 28,389,468                               | 31,077,061           | 30,432,889           | 353,201              | 276,350              | 289,949              |
| \$3,000 under \$5,000 .....         | 39,960,916                               | 41,910,540           | 41,395,297           | 395,581              | 333,635              | 340,921              |
| \$5,000 under \$7,000 .....         | 45,600,646                               | 47,745,987           | 45,069,558           | 2,025,806            | 1,876,190            | 1,796,890            |
| \$7,000 under \$9,000 .....         | 50,502,811                               | 53,643,139           | 52,766,531           | 3,745,836            | 3,568,174            | 3,392,909            |
| \$9,000 under \$11,000.....         | 56,969,639                               | 56,589,271           | 55,587,385           | 7,217,563            | 7,286,496            | 6,675,881            |
| \$11,000 under \$13,000 .....       | 54,002,395                               | 54,874,304           | 56,458,759           | 11,611,674           | 10,881,335           | 10,408,324           |
| \$13,000 under \$15,000 .....       | 57,353,476                               | 57,758,092           | 57,684,267           | 16,184,372           | 16,085,533           | 14,476,845           |
| \$15,000 under \$17,000 .....       | 55,605,184                               | 59,112,693           | 59,722,085           | 21,888,062           | 20,146,006           | 19,767,376           |
| \$17,000 under \$19,000 .....       | 56,509,518                               | 58,750,540           | 59,605,274           | 27,351,521           | 25,175,830           | 25,136,857           |
| \$19,000 under \$22,000 .....       | 83,630,471                               | 84,710,975           | 84,290,194           | 52,623,811           | 47,896,951           | 45,497,638           |
| \$22,000 under \$25,000 .....       | 74,641,180                               | 78,328,558           | 79,677,101           | 59,627,203           | 57,639,442           | 56,725,067           |
| \$25,000 under \$30,000 .....       | 115,640,897                              | 122,775,717          | 122,805,010          | 121,068,620          | 114,185,800          | 113,029,248          |
| \$30,000 under \$40,000 .....       | 203,827,001                              | 213,265,987          | 215,492,251          | 284,041,793          | 273,848,438          | 269,409,156          |
| \$40,000 under \$50,000 .....       | 176,949,588                              | 181,704,244          | 184,621,322          | 296,662,439          | 286,911,458          | 290,236,146          |
| \$50,000 under \$75,000 .....       | 350,940,396                              | 359,053,564          | 381,425,867          | 716,811,409          | 707,527,353          | 729,503,069          |
| \$75,000 under \$100,000.....       | 233,730,324                              | 244,048,161          | 262,607,828          | 561,237,747          | 577,227,012          | 610,458,963          |
| \$100,000 under \$200,000.....      | 277,447,089                              | 295,030,870          | 326,060,860          | 832,980,233          | 875,871,197          | 962,802,185          |
| \$200,000 under \$500,000 .....     | 91,780,608                               | 93,872,172           | 111,781,085          | 457,567,015          | 482,851,392          | 565,602,397          |
| \$500,000 under \$1,000,000.....    | 28,020,122                               | 28,534,605           | 33,453,478           | 199,225,455          | 212,835,816          | 260,116,504          |
| \$1,000,000 under \$1,500,000 ..... | 10,634,396                               | 10,580,317           | 12,904,342           | 83,569,923           | 88,369,158           | 112,688,920          |
| \$1,500,000 under \$2,000,000.....  | 5,776,814                                | 6,038,155            | 7,839,873            | 48,059,469           | 52,503,976           | 69,942,269           |
| \$2,000,000 under \$5,000,000 ..... | 13,542,781                               | 14,117,760           | 18,613,228           | 116,903,427          | 128,218,696          | 176,063,515          |
| \$5,000,000 under \$10,000,000..... | 7,027,686                                | 7,809,742            | 10,354,672           | 61,268,835           | 68,513,593           | 97,901,784           |
| \$10,000,000 or more .....          | 15,845,882                               | 19,031,382           | 29,166,907           | 113,696,760          | 140,179,982          | 227,893,131          |

# Selected Historical and Other Data

**Table 3.--Number of Individual Income Tax Returns, Income, Exemptions and Deductions, Tax, and Average Tax, by Size of Adjusted Gross Income, Tax Years 2002-2004--Continued**

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

| Size of adjusted gross income       | Total income tax   |                    |                    | Percentage of returns showing no total income tax |             |             |
|-------------------------------------|--------------------|--------------------|--------------------|---|-------------|-------------|
|                                     | 2002               | 2003               | 2004               | 2002  | 2003        | 2004        |
|                                     | (13)               | (14)               | (15)               | (16)  | (17)        | (18)        |
| <b>Total</b> .....                  | <b>796,986,268</b> | <b>748,017,488</b> | <b>831,976,333</b> | <b>30.1</b>                                       | <b>31.8</b> | <b>32.6</b> |
| No adjusted gross income [1].....   | 124,380            | 78,578             | 86,064             | 99.7  | 99.8        | 99.8        |
| \$1 under \$1,000 .....             | 898                | 16,345             | 726                | 95.4  | 95.8        | 95.2        |
| \$1,000 under \$3,000 .....         | 39,664             | 25,999             | 22,658             | 91.2  | 92.6        | 92.3        |
| \$3,000 under \$5,000 .....         | 43,481             | 30,614             | 31,691             | 89.9  | 92.1        | 94.1        |
| \$5,000 under \$7,000 .....         | 215,288            | 187,811            | 171,582            | 70.4  | 72.3        | 70.1        |
| \$7,000 under \$9,000 .....         | 352,620            | 334,350            | 311,163            | 68.3  | 70.6        | 72.2        |
| \$9,000 under \$11,000.....         | 642,801            | 630,750            | 555,337            | 51.0  | 49.8        | 53.4        |
| \$11,000 under \$13,000 .....       | 1,090,930          | 971,360            | 921,669            | 47.8  | 49.6        | 50.8        |
| \$13,000 under \$15,000 .....       | 1,470,430          | 1,406,837          | 1,244,855          | 49.9  | 48.7        | 51.5        |
| \$15,000 under \$17,000 .....       | 2,085,024          | 1,785,236          | 1,733,670          | 39.7  | 47.7        | 49.1        |
| \$17,000 under \$19,000 .....       | 2,633,409          | 2,245,211          | 2,264,302          | 38.4  | 43.1        | 42.8        |
| \$19,000 under \$22,000 .....       | 4,944,001          | 4,367,181          | 4,023,617          | 58.8  | 39.8        | 41.3        |
| \$22,000 under \$25,000 .....       | 5,648,796          | 5,281,191          | 5,091,570          | 35.4  | 36.3        | 38.1        |
| \$25,000 under \$30,000 .....       | 12,329,287         | 11,036,040         | 10,675,321         | 23.8  | 28.7        | 31.3        |
| \$30,000 under \$40,000 .....       | 32,654,711         | 29,737,819         | 28,213,040         | 10.9  | 15.1        | 18.9        |
| \$40,000 under \$50,000 .....       | 38,114,016         | 34,635,213         | 33,915,520         | 4.9   | 7.5         | 10.4        |
| \$50,000 under \$75,000 .....       | 101,820,331        | 94,256,193         | 92,955,349         | 1.3   | 2.0         | 3.9         |
| \$75,000 under \$100,000.....       | 93,655,145         | 84,253,116         | 85,557,202         | 0.4   | 0.6         | 1.0         |
| \$100,000 under \$200,000.....      | 175,140,747        | 163,342,407        | 175,205,533        | 0.2   | 0.2         | 0.2         |
| \$200,000 under \$500,000 .....     | 124,764,596        | 120,711,552        | 139,227,163        | 0.1   | 0.1         | 0.1         |
| \$500,000 under \$1,000,000.....    | 63,370,780         | 60,180,642         | 71,339,306         | 0.1   | 0.1         | 0.1         |
| \$1,000,000 under \$1,500,000 ..... | 27,479,397         | 25,551,466         | 31,072,424         | 0.2   | 0.1         | 0.1         |
| \$1,500,000 under \$2,000,000.....  | 15,890,811         | 15,316,006         | 19,435,625         | 0.2   | 0.1         | 0.1         |
| \$2,000,000 under \$5,000,000 ..... | 38,692,291         | 36,905,426         | 47,962,105         | 0.1   | 0.1         | 0.1         |
| \$5,000,000 under \$10,000,000..... | 20,044,370         | 19,313,636         | 25,756,272         | 0.2   | 0.1         | 0.1         |
| \$10,000,000 or more .....          | 33,738,065         | 35,416,509         | 54,202,568         | 0.2   | 0.2         | 0.1         |

| Size of adjusted gross income       | Returns showing total income tax |              |              |                            |             |             |
|-------------------------------------|----------------------------------|--------------|--------------|----------------------------|-------------|-------------|
|                                     | Average tax (whole dollars)      |              |              | Tax as a percentage of AGI |             |             |
|                                     | 2002                             | 2003         | 2004         | 2002                       | 2003        | 2004        |
|                                     | (19)                             | (20)         | (21)         | (22)                       | (23)        | (24)        |
| <b>Total</b> .....                  | <b>8,762</b>                     | <b>8,412</b> | <b>9,337</b> | <b>14.1</b>                | <b>13.0</b> | <b>13.3</b> |
| No adjusted gross income [1].....   | 26,274                           | 17,377       | 18,890       | [3]                        | [3]         | [3]         |
| \$1 under \$1,000 .....             | 11                               | 229          | 9            | 1.2                        | 26.7        | 1.0         |
| \$1,000 under \$3,000 .....         | 94                               | 72           | 61           | 4.8                        | 4.0         | 2.7         |
| \$3,000 under \$5,000 .....         | 84                               | 76           | 105          | 1.9                        | 1.7         | 0.8         |
| \$5,000 under \$7,000 .....         | 145                              | 134          | 120          | 2.4                        | 2.3         | 1.4         |
| \$7,000 under \$9,000 .....         | 224                              | 223          | 223          | 2.7                        | 2.7         | 2.0         |
| \$9,000 under \$11,000.....         | 259                              | 253          | 247          | 2.6                        | 2.5         | 2.8         |
| \$11,000 under \$13,000 .....       | 441                              | 415          | 406          | 3.7                        | 3.5         | 3.9         |
| \$13,000 under \$15,000 .....       | 611                              | 582          | 563          | 4.4                        | 4.1         | 4.6         |
| \$15,000 under \$17,000 .....       | 747                              | 733          | 740          | 4.7                        | 4.6         | 6.0         |
| \$17,000 under \$19,000 .....       | 948                              | 884          | 879          | 5.3                        | 4.9         | 6.9         |
| \$19,000 under \$22,000 .....       | 1,214                            | 1,149        | 1,113        | 5.9                        | 5.6         | 4.7         |
| \$22,000 under \$25,000 .....       | 1,548                            | 1,457        | 1,437        | 6.6                        | 6.2         | 2.4         |
| \$25,000 under \$30,000 .....       | 1,886                            | 1,812        | 1,825        | 6.9                        | 6.6         | 8.5         |
| \$30,000 under \$40,000 .....       | 2,622                            | 2,508        | 2,500        | 7.5                        | 7.2         | 7.2         |
| \$40,000 under \$50,000 .....       | 3,800                            | 3,582        | 3,582        | 8.5                        | 8.0         | 8.0         |
| \$50,000 under \$75,000 .....       | 5,931                            | 5,536        | 5,357        | 9.7                        | 9.0         | 8.7         |
| \$75,000 under \$100,000.....       | 10,169                           | 8,882        | 8,538        | 11.8                       | 10.3        | 9.9         |
| \$100,000 under \$200,000.....      | 20,831                           | 18,432       | 18,028       | 15.8                       | 14.0        | 13.6        |
| \$200,000 under \$500,000 .....     | 65,452                           | 60,453       | 59,350       | 22.8                       | 21.0        | 20.6        |
| \$500,000 under \$1,000,000.....    | 188,463                          | 169,166      | 164,839      | 27.9                       | 25.0        | 24.3        |
| \$1,000,000 under \$1,500,000 ..... | 352,318                          | 313,177      | 299,098      | 29.3                       | 25.9        | 24.8        |
| \$1,500,000 under \$2,000,000.....  | 508,213                          | 450,683      | 431,280      | 29.6                       | 26.2        | 25.0        |
| \$2,000,000 under \$5,000,000 ..... | 876,541                          | 765,117      | 732,235      | 29.7                       | 26.0        | 24.7        |
| \$5,000,000 under \$10,000,000..... | 2,003,435                        | 1,730,613    | 1,627,363    | 29.4                       | 25.3        | 23.8        |
| \$10,000,000 or more .....          | 6,370,481                        | 5,792,690    | 5,604,070    | 26.1                       | 22.4        | 21.1        |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 3.--Number of Individual Income Tax Returns, Income, Exemptions and Deductions, Tax, and Average Tax, by Size of Adjusted Gross Income, Tax Years 2002-2004--Continued**

**Footnotes**

[1] In addition to low-income taxpayers, this size class (and others) includes taxpayers with "tax preferences," not reflected in "adjusted gross income" or "taxable income," which are subject to the "alternative minimum tax" (included in "total income tax"), defined in Table 1, footnote 34.

[2] "Adjusted gross income" (AGI) minus "personal exemptions and total deductions" will not equal "taxable income" because the total of deductions and exemptions could exceed AGI and, therefore, includes amounts that could not be used in computing "taxable income."

[3] Not computed.

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error. Tax law and tax form changes affect the year-to-year comparability of the data. Percentages shown in this table are based on dollar amounts rounded to the units indicated in the specific table heading. Therefore, they may not be as precise as percentages based on the fuller dollar amounts found in tables contained in the source publications or articles which underlie the historical tables presented in this section of the Bulletin.

SOURCE: Statistics of Income--Individual Income Tax Returns, appropriate years.

## Selected Historical and Other Data

**Table 4.--Comparison of Personal Income in the National Income and Product Accounts (NIPA) with Adjusted Gross Income (AGI), for Specified Tax Years, 1990-2004**

[All figures are estimates--money amounts are in billions of dollars]

| Income and adjustment items   | 1990           | 1995           | 2000           | 2002           | [r] 2003       | 2004           |
|---|----------------|----------------|----------------|----------------|----------------|----------------|
|   | (1)            | (2)            | (3)            | (4)            | (5)            | (6)            |
| <b>Personal income (per NIPA) [1].....</b>  | <b>4,878.6</b> | <b>6,152.3</b> | <b>8,429.7</b> | <b>8,881.9</b> | <b>9,163.6</b> | <b>9,731.4</b> |
| <b>Less: Portion of personal income not included in AGI.....</b>                        | <b>1,669.9</b> | <b>2,234.2</b> | <b>2,971.3</b> | <b>3,243.9</b> | <b>3,368.7</b> | <b>3,597.2</b> |
| Nontaxable transfer payments.....   | 551.2          | 797.5          | 962.0          | 1,126.5        | 1,187.3        | 1,266.4        |
| Employer contributions to employee pension<br>and insurance funds.....                  | 377.8          | 493.6          | 609.9          | 745.1          | 815.6          | 866.1          |
| Imputed income [2].....   | 114.1          | 186.7          | 265.8          | 294.8          | 271.6          | 287.4          |
| Investment income of life insurance carriers and<br>pension plans .....                 | 304.2          | 369.1          | 497.3          | 432.0          | 429.2          | 439.8          |
| Investment income received by nonprofit institutions or<br>retained by fiduciaries..... | 51.6           | 60.0           | 75.6           | 60.0           | 55.8           | 57.7           |
| Net differences in accounting treatment (NIPA vs. IRS) .....                            | 110.4          | 83.8           | 159.4          | 146.0          | 142.0          | 160.1          |
| Other excluded or tax-exempt income .....   | 160.6          | 243.4          | 401.4          | 439.5          | 467.2          | 519.7          |
| <b>Plus: Portion of AGI not included in personal income.....</b>                        | <b>589.7</b>   | <b>841.7</b>   | <b>1,667.1</b> | <b>1,338.9</b> | <b>1,440.0</b> | <b>1,742.8</b> |
| Personal contributions for social insurance .....                                       | 203.7          | 268.8          | 359.2          | 384.8          | 396.5          | 419.3          |
| Net gain from the sale of assets.....   | 115.7          | 167.4          | 645.4          | 236.4          | 294.0          | 476.2          |
| Taxable pensions .....  | 215.9          | 293.2          | 414.2          | 462.7          | 491.4          | 525.0          |
| Small business corporation income.....  | 36.4           | 79.2           | 128.2          | 138.5          | 148.6          | 195.1          |
| Other types of income.....  | 18.1           | 33.2           | 120.0          | 116.5          | 109.4          | 127.2          |
| <b>Equals: BEA-derived adjusted gross income.....</b>                                   | <b>3,798.4</b> | <b>4,759.8</b> | <b>7,125.4</b> | <b>6,976.8</b> | <b>7,234.9</b> | <b>7,877.0</b> |
| <b>Adjusted gross income, IRS.....</b>  | <b>3,405.4</b> | <b>4,189.4</b> | <b>6,365.4</b> | <b>6,033.6</b> | <b>6,207.1</b> | <b>6,788.8</b> |
| <b>Adjusted gross income (AGI) gap [3].....</b>   | <b>393.0</b>   | <b>570.4</b>   | <b>760.1</b>   | <b>943.2</b>   | <b>1,027.8</b> | <b>1,088.2</b> |
| <b>AGI gap as a percentage of</b>   |                |                |                |                |                |                |
| <b>BEA-derived AGI .....</b>  | <b>10.3</b>    | <b>12.0</b>    | <b>10.7</b>    | <b>13.5</b>    | <b>14.2</b>    | <b>13.8</b>    |
| <b>AGI of IRS as a percentage of</b>  |                |                |                |                |                |                |
| <b>BEA-derived AGI .....</b>  | <b>89.7</b>    | <b>88.0</b>    | <b>89.3</b>    | <b>86.5</b>    | <b>85.8</b>    | <b>86.2</b>    |

[r] - Revised or corrected.

[1] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis website at: <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.

[2] Consists of imputed rental income of owner-occupied non-farm dwellings (less actual rental income and subsidies); services to individuals furnished without payment by certain financial intermediaries; premium supplements to individuals for property and casualty insurance; farm products consumed on farms; food furnished to employees, including military and domestic service; clothing issued to military personnel; employee's lodging; and imputed income of individuals participating in the construction of their own housing.

[3] Consists of income earned by low-income individuals who are not required to file income tax returns, of unreported income that is included in the NIPA measure, and of errors and omissions which comprise items in the portion of personal income not included in AGI and the portion of AGI not included in personal income. Also includes the net effect of errors in the IRS adjusted gross income and NIPA personal income measures. Such errors can arise from the sample used by the IRS to estimate AGI and from the source data used by BEA to estimate personal income (per NIPA).

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: U.S. Department of Commerce, Bureau of Economic Analysis, National Income and Product Accounts (NIPAs), Table 7.19: Comparison of Personal Income in the National Income and Product Accounts with Adjusted Gross Income as Published by the Internal Revenue Service. This table appears periodically in the Survey of Current Business and can also be accessed on-line at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>.

## Selected Historical and Other Data

**Table 5.--Personal Income and Total Adjusted Gross Income Based on Individual Income Tax Returns per National Income and Product Accounts (NIPA), Tax Years 1950-2004**

[All figures are estimates--money amounts are in billions of dollars]

| Tax year      | Personal income<br>(per NIPA) [1,2] | Total<br>adjusted gross<br>income (AGI)<br>(per NIPA) [1,2,3] | Difference   |   |
|---------------|-------------------------------------|---|--------------|---|
|               |                                     |   | Amount [2,3] | Percentage of<br>personal<br>income [2,3] |
|               | (1)                                 | (2)   | (3)          | (4)                                       |
| 1950.....     | 229.0                               | 202.5   | 26.5         | 11.6                                      |
| 1951.....     | 258.0                               | 229.3   | 28.7         | 11.1                                      |
| 1952.....     | 275.4                               | 241.6   | 33.8         | 12.3                                      |
| 1953.....     | 291.9                               | 256.1   | 35.8         | 12.3                                      |
| 1954.....     | 294.5                               | 257.3   | 37.2         | 12.6                                      |
| 1955.....     | 316.1                               | 278.7   | 37.4         | 11.8                                      |
| 1956.....     | 339.6                               | 299.4   | 40.2         | 11.8                                      |
| 1957.....     | 358.7                               | 312.6   | 46.1         | 12.9                                      |
| 1958.....     | 369.0                               | 315.8   | 53.2         | 14.4                                      |
| 1959.....     | 392.8                               | 341.8   | 51.0         | 13.0                                      |
| 1960.....     | 411.5                               | 354.0   | 57.5         | 14.0                                      |
| 1961.....     | 429.0                               | 368.0   | 61.0         | 14.2                                      |
| 1962.....     | 456.7                               | 390.0   | 66.7         | 14.6                                      |
| 1963.....     | 479.6                               | 411.0   | 68.6         | 14.3                                      |
| 1964.....     | 514.6                               | 443.9   | 70.7         | 13.7                                      |
| 1965.....     | 555.7                               | 480.6   | 75.1         | 13.5                                      |
| 1966.....     | 603.9                               | 521.2   | 82.7         | 13.7                                      |
| 1967.....     | 648.3                               | 551.3   | 97.0         | 15.0                                      |
| 1968.....     | 712.0                               | 605.6   | 106.4        | 14.9                                      |
| 1969.....     | 778.5                               | 659.8   | 118.7        | 15.2                                      |
| 1970.....     | 838.8                               | 696.4   | 142.4        | 17.0                                      |
| 1971.....     | 903.5                               | 742.8   | 160.7        | 17.8                                      |
| 1972.....     | 992.7                               | 824.5   | 168.2        | 16.9                                      |
| 1973.....     | 1,110.7                             | 925.0   | 185.7        | 16.7                                      |
| 1974.....     | 1,222.6                             | 1,003.5   | 219.1        | 17.9                                      |
| 1975.....     | 1,335.0                             | 1,046.8   | 288.2        | 21.6                                      |
| 1976.....     | 1,474.8                             | 1,168.0   | 306.8        | 20.8                                      |
| 1977.....     | 1,633.2                             | 1,296.1   | 337.1        | 20.6                                      |
| 1978.....     | 1,837.7                             | 1,466.4   | 371.3        | 20.2                                      |
| 1979.....     | 2,062.2                             | 1,654.1   | 408.1        | 19.8                                      |
| 1980.....     | 2,307.9                             | 1,830.3   | 477.6        | 20.7                                      |
| 1981.....     | 2,591.3                             | 2,016.3   | 575.0        | 22.2                                      |
| 1982.....     | 2,775.3                             | 2,098.6   | 676.7        | 24.4                                      |
| 1983.....     | 2,960.7                             | 2,225.6   | 735.1        | 24.8                                      |
| 1984.....     | 3,289.5                             | 2,472.6   | 816.9        | 24.8                                      |
| 1985.....     | 3,526.7                             | 2,631.6   | 895.1        | 25.4                                      |
| 1986.....     | 3,722.4                             | 2,853.2   | 869.2        | 23.4                                      |
| 1987.....     | 3,947.4                             | 3,121.1   | 826.3        | 20.9                                      |
| 1988.....     | 4,253.7                             | 3,411.9   | 841.8        | 19.8                                      |
| 1989.....     | 4,587.8                             | 3,649.7   | 938.1        | 20.4                                      |
| 1990.....     | 4,878.6                             | 3,798.4   | 1,080.2      | 22.1                                      |
| 1991.....     | 5,051.0                             | 3,856.8   | 1,194.2      | 23.6                                      |
| 1992.....     | 5,362.0                             | 4,092.0   | 1,270.0      | 23.7                                      |
| 1993.....     | 5,558.5                             | 4,245.4   | 1,313.1      | 23.6                                      |
| 1994.....     | 5,842.5                             | 4,473.7   | 1,368.8      | 23.4                                      |
| 1995.....     | 6,152.3                             | 4,759.8   | 1,392.5      | 22.6                                      |
| 1996.....     | 6,520.6                             | 5,144.5   | 1,376.1      | 21.1                                      |
| 1997.....     | 6,915.1                             | 5,578.0   | 1,337.1      | 19.3                                      |
| 1998.....     | 7,423.0                             | 6,120.2   | 1,302.8      | 17.6                                      |
| 1999.....     | 7,802.4                             | 6,553.5   | 1,248.9      | 16.0                                      |
| 2000.....     | 8,429.7                             | 7,125.4   | 1,304.3      | 15.5                                      |
| 2001.....     | 8,724.1                             | 7,005.0   | 1,719.1      | 19.7                                      |
| 2002.....     | 8,881.9                             | 6,976.8   | 1,905.1      | 21.4                                      |
| 2003 [r]..... | 9,163.6                             | 7,234.9   | 1,928.7      | 21.0                                      |
| 2004.....     | 9,731.4                             | 7,877.0   | 1,854.4      | 19.1                                      |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 5.--Personal Income and Total Adjusted Gross Income Based on Individual Income Tax Returns per National Income and Product Accounts (NIPA), Tax Years 1950-2004--Continued**

### Footnotes

[r] - Revised or corrected.

[1] See Table 4 for the differences between "personal income" and "adjusted gross income" (AGI).

[2] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis website at <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.

[3] Data for years 1987 and after are not comparable to pre-1987 data because of major changes in the definition of "adjusted gross income" (AGI).

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error. Tax law and tax form changes affect the year-to-year comparability of the data. Percentages shown in this table are based on dollar amounts rounded to the units indicated in the specific table heading. Therefore, they may not be as precise as percentages based on the fuller dollar amounts found in tables contained in the source publications or articles which underlie the historical tables presented in this section of the Bulletin.

SOURCE: Data on "personal income" and "adjusted gross income" (AGI) (per NIPAs) are from U.S. Department of Commerce, Bureau of Economic Analysis, National Income and Product Accounts (NIPAs), Table 7.19: Comparison of Personal Income in the National Income and Product Accounts with Adjusted Gross Income as Published by the Internal Revenue Service. This table appears periodically in the Survey of Current Business and can also be accessed on-line at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>.

## Selected Historical and Other Data

**Table 6.--Total Adjusted Gross Income Estimated From National Income and Product Accounts (NIPA) and as Reported on Individual Income Tax Returns per Statistics of Income (SOI), Tax Years 1950-2004**

[All figures are estimates--money amounts are in billions of dollars]

| Tax year  | Adjusted gross income (AGI) |  | Difference |                                       |
|-----------|-----------------------------|--|------------|---------------------------------------|
|           | Total<br>(per NIPA) [1]     | Reported on tax<br>returns (per SOI) [2] | Amount [2] | Percentage<br>of total (per NIPA) [2] |
|           | (1)                         | (2)                                      | (3)        | (4)                                   |
| 1950..... | 202.5                       | 179.1                                    | 23.4       | 11.6                                  |
| 1951..... | 229.3                       | 202.3                                    | 27.0       | 11.8                                  |
| 1952..... | 241.6                       | 215.3                                    | 26.3       | 10.9                                  |
| 1953..... | 256.1                       | 228.7                                    | 27.4       | 10.7                                  |
| 1954..... | 257.3                       | 229.2                                    | 28.1       | 10.9                                  |
| 1955..... | 278.7                       | 248.5                                    | 30.2       | 10.8                                  |
| 1956..... | 299.4                       | 267.7                                    | 31.7       | 10.6                                  |
| 1957..... | 312.6                       | 280.3                                    | 32.3       | 10.3                                  |
| 1958..... | 315.8                       | 281.2                                    | 34.6       | 11.0                                  |
| 1959..... | 341.8                       | 305.1                                    | 36.7       | 10.7                                  |
| 1960..... | 354.0                       | 315.5                                    | 38.5       | 10.9                                  |
| 1961..... | 368.0                       | 329.9                                    | 38.1       | 10.4                                  |
| 1962..... | 390.0                       | 348.7                                    | 41.3       | 10.6                                  |
| 1963..... | 411.0                       | 368.8                                    | 42.2       | 10.3                                  |
| 1964..... | 443.9                       | 396.7                                    | 47.2       | 10.6                                  |
| 1965..... | 480.6                       | 429.2                                    | 51.4       | 10.7                                  |
| 1966..... | 521.2                       | 468.5                                    | 52.7       | 10.1                                  |
| 1967..... | 551.3                       | 504.8                                    | 46.5       | 8.4                                   |
| 1968..... | 605.6                       | 554.4                                    | 51.2       | 8.5                                   |
| 1969..... | 659.8                       | 603.5                                    | 56.3       | 8.5                                   |
| 1970..... | 696.4                       | 631.7                                    | 64.7       | 9.3                                   |
| 1971..... | 742.8                       | 673.6                                    | 69.2       | 9.3                                   |
| 1972..... | 824.5                       | 746.0                                    | 78.5       | 9.5                                   |
| 1973..... | 925.0                       | 827.1                                    | 97.9       | 10.6                                  |
| 1974..... | 1,003.5                     | 905.5                                    | 98.0       | 9.8                                   |
| 1975..... | 1,046.8                     | 947.8                                    | 99.0       | 9.5                                   |
| 1976..... | 1,168.0                     | 1,053.9                                  | 114.1      | 9.8                                   |
| 1977..... | 1,296.1                     | 1,158.5                                  | 137.6      | 10.6                                  |
| 1978..... | 1,466.4                     | 1,302.4                                  | 164.0      | 11.2                                  |
| 1979..... | 1,654.1                     | 1,465.4                                  | 188.7      | 11.4                                  |
| 1980..... | 1,830.3                     | 1,613.7                                  | 216.6      | 11.8                                  |
| 1981..... | 2,016.3                     | 1,772.6                                  | 243.7      | 12.1                                  |
| 1982..... | 2,098.6                     | 1,852.1                                  | 246.5      | 11.7                                  |
| 1983..... | 2,225.6                     | 1,942.6                                  | 283.0      | 12.7                                  |
| 1984..... | 2,472.6                     | 2,139.9                                  | 332.7      | 13.5                                  |
| 1985..... | 2,631.6                     | 2,306.0                                  | 325.6      | 12.4                                  |
| 1986..... | 2,853.2                     | 2,481.7                                  | 371.5      | 13.0                                  |
| 1987..... | 3,121.1                     | 2,773.8                                  | 347.3      | 11.1                                  |
| 1988..... | 3,411.9                     | 3,083.0                                  | 328.9      | 9.6                                   |
| 1989..... | 3,649.7                     | 3,256.4                                  | 393.3      | 10.8                                  |
| 1990..... | 3,798.4                     | 3,405.4                                  | 393.0      | 10.3                                  |
| 1991..... | 3,856.8                     | 3,464.5                                  | 392.3      | 10.2                                  |
| 1992..... | 4,092.0                     | 3,629.1                                  | 462.9      | 11.3                                  |
| 1993..... | 4,245.4                     | 3,723.3                                  | 522.1      | 12.3                                  |
| 1994..... | 4,473.7                     | 3,907.5                                  | 566.2      | 12.7                                  |
| 1995..... | 4,759.8                     | 4,189.4                                  | 570.4      | 12.0                                  |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 6.--Total Adjusted Gross Income Estimated From National Income and Product Accounts (NIPA) and as Reported on Individual Income Tax Returns per Statistics of Income (SOI), Tax Years 1950-2004--Continued**

[All figures are estimates--money amounts are in billions of dollars]

| Tax year      | Adjusted gross income (AGI) |  | Difference |                                       |
|---------------|-----------------------------|--|------------|---------------------------------------|
|               | Total<br>(per NIPA) [1]     | Reported on tax<br>returns (per SOI) [2] | Amount [2] | Percentage<br>of total (per NIPA) [2] |
|               | (1)                         | (2)                                      | (3)        | (4)                                   |
| 1996.....     | 5,144.5                     | 4,536.0                                  | 608.5      | 11.8                                  |
| 1997.....     | 5,578.0                     | 4,969.9                                  | 608.1      | 10.9                                  |
| 1998.....     | 6,120.2                     | 5,416.0                                  | 704.2      | 11.5                                  |
| 1999.....     | 6,553.5                     | 5,855.5                                  | 698.0      | 10.7                                  |
| 2000.....     | 7,125.4                     | 6,365.4                                  | 760.0      | 10.7                                  |
| 2001.....     | 7,005.0                     | 6,170.6                                  | 834.4      | 11.9                                  |
| 2002.....     | 6,976.8                     | 6,033.6                                  | 943.2      | 13.5                                  |
| 2003 [r]..... | 7,234.9                     | 6,207.1                                  | 1,027.8    | 14.2                                  |
| 2004.....     | 7,887.0                     | 6,788.8                                  | 1,098.2    | 13.9                                  |

[r] - Revised or corrected.

[1] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis website at <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.

[2] Data for years 1987 and after are not comparable to pre-1987 data because of major changes in the definition of "adjusted gross income" (AGI).

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error. Tax law and tax form changes affect the year-to-year comparability of the data. Percentages shown in this table are based on dollar amounts rounded to the units indicated in the specific table heading. Therefore, they may not be as precise as percentages based on the fuller dollar amounts found in tables contained in the source publications or articles which underlie the historical tables presented in this section of the Bulletin.

SOURCE: Data on "personal income" and "adjusted gross income" (AGI) (per NIPAs) are from U.S. Department of Commerce, Bureau of Economic Analysis, National Income and Product Accounts (NIPAs), Table 7.19: Comparison of Personal Income in the National Income and Product Accounts with Adjusted Gross Income as Published by the Internal Revenue Service. This table appears periodically in the Survey of Current Business and can also be accessed online at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>. Data on "adjusted gross income" (AGI) (per SOI) in Table 6 are from Statistics of Income-Individual Income Tax Returns, appropriate years.

## Selected Historical and Other Data

**Table 7.--Standard, Itemized, and Total Deductions Reported on Individual Income Tax Returns, Tax Years 1950-2004**

[All figures are estimates based on samples--number of returns is in millions; money amounts are in billions of dollars]

| Tax year  | Total number of returns | Total deductions |  | Standard deduction    |            | Itemized deductions   |            |
|-----------|-------------------------|------------------|--|-----------------------|------------|-----------------------|------------|
|           |                         | Amount [1]       | As a percentage of adjusted gross income (AGI) [2] | Number of returns [3] | Amount [4] | Number of returns [3] | Amount [5] |
|           | (1)                     | (2)              | (3)  | (4)                   | (5)        | (6)                   | (7)        |
| 1950..... | 53.1                    | 21.9             | 12.2   | 42.7                  | 12.0       | 10.3                  | 9.9        |
| 1951..... | 55.4                    | 25.2             | 12.5   | 43.9                  | 13.3       | 11.6                  | 11.9       |
| 1952..... | 56.5                    | 27.3             | 12.7   | 43.7                  | 13.7       | 12.8                  | 13.6       |
| 1953..... | 57.8                    | 29.8             | 13.0   | 43.4                  | 14.2       | 14.4                  | 15.6       |
| 1954..... | 56.7                    | 30.7             | 13.4   | 41.0                  | 13.3       | 15.7                  | 17.4       |
| 1955..... | 58.3                    | 33.6             | 13.5   | 40.9                  | 13.6       | 16.9                  | 20.0       |
| 1956..... | 59.2                    | 36.4             | 13.6   | 40.3                  | 13.8       | 18.5                  | 22.6       |
| 1957..... | 59.8                    | 39.5             | 14.1   | 39.3                  | 13.8       | 20.2                  | 25.7       |
| 1958..... | 59.1                    | 40.7             | 14.5   | 37.9                  | 13.2       | 20.8                  | 27.5       |
| 1959..... | 60.3                    | 45.4             | 14.9   | 37.3                  | 13.4       | 22.5                  | 32.0       |
| 1960..... | 61.0                    | 48.4             | 15.3   | 36.5                  | 13.1       | 24.1                  | 35.3       |
| 1961..... | 61.5                    | 51.3             | 15.6   | 35.8                  | 12.9       | 25.3                  | 38.4       |
| 1962..... | 62.7                    | 54.8             | 15.7   | 35.8                  | 13.1       | 26.5                  | 41.7       |
| 1963..... | 63.9                    | 59.2             | 16.1   | 35.4                  | 13.1       | 28.2                  | 46.1       |
| 1964..... | 65.4                    | 67.0             | 16.9   | 38.0                  | 20.2       | 26.9                  | 46.8       |
| 1965..... | 67.6                    | 71.4             | 16.6   | 39.3                  | 20.6       | 27.9                  | 50.7       |
| 1966..... | 70.2                    | 76.4             | 16.3   | 41.2                  | 21.8       | 28.6                  | 54.6       |
| 1967..... | 71.7                    | 81.7             | 16.2   | 41.5                  | 22.1       | 29.8                  | 59.6       |
| 1968..... | 73.7                    | 91.3             | 16.5   | 41.3                  | 22.1       | 32.0                  | 69.2       |
| 1969..... | 75.8                    | 101.8            | 16.9   | 40.5                  | 21.6       | 34.9                  | 80.2       |
| 1970..... | 74.3                    | 120.5            | 19.1   | 38.4                  | 32.4       | 35.4                  | 88.2       |
| 1971..... | 74.6                    | 139.9            | 20.8   | 43.5                  | 48.1       | 30.7                  | 91.9       |
| 1972..... | 77.6                    | 166.4            | 22.3   | 50.2                  | 69.8       | 27.0                  | 96.7       |
| 1973..... | 80.7                    | 180.6            | 21.8   | 52.2                  | 73.6       | 28.0                  | 107.0      |
| 1974..... | 83.3                    | 195.5            | 21.6   | 53.2                  | 76.1       | 29.6                  | 119.4      |
| 1975..... | 82.2                    | 233.2            | 24.6   | 55.5                  | 100.9      | 26.1                  | 122.3      |
| 1976..... | 84.7                    | 247.6            | 23.5   | 58.2                  | 113.8      | 26.0                  | 133.9      |
| 1977..... | 86.6                    | 276.2            | 23.8   | 58.8                  | 137.7      | 22.9                  | 138.5      |
| 1978..... | 89.8                    | 304.3            | 23.4   | 59.5                  | 139.8      | 25.8                  | 164.4      |
| 1979..... | 92.7                    | 333.0            | 22.7   | 60.7                  | 148.8      | 26.5                  | 184.2      |
| 1980..... | 93.9                    | 364.0            | 22.6   | 59.5                  | 146.0      | 29.0                  | 218.0      |
| 1981..... | 95.4                    | 401.2            | 22.6   | 58.7                  | 144.7      | 31.6                  | 256.4      |
| 1982..... | 95.3                    | 425.2            | 23.0   | 56.9                  | 140.2      | 33.4                  | 284.5      |
| 1983..... | 96.3                    | 448.7            | 23.1   | 56.2                  | 138.5      | 35.2                  | 309.6      |
| 1984..... | 99.4                    | 499.6            | 23.3   | 56.7                  | 139.5      | 38.2                  | 358.9      |
| 1985..... | 101.7                   | 554.7            | 24.1   | 57.0                  | 145.0      | 39.8                  | 405.0      |
| 1986..... | 103.0                   | 611.3            | 24.6   | 56.5                  | 151.0      | 40.7                  | 447.1      |
| 1987..... | 107.0                   | 607.2            | 21.9   | 69.1                  | 215.2      | 35.6                  | 392.0      |
| 1988..... | 109.7                   | 686.0            | 22.3   | 76.5                  | 289.6      | 31.9                  | 395.2      |
| 1989..... | 112.1                   | 740.4            | 22.7   | 79.3                  | 309.4      | 32.0                  | 431.0      |
| 1990..... | 113.7                   | 789.9            | 23.2   | 80.6                  | 331.5      | 32.2                  | 458.5      |
| 1991..... | 114.7                   | 818.8            | 23.6   | 81.3                  | 351.1      | 32.5                  | 467.7      |
| 1992..... | 113.6                   | 848.5            | 23.4   | 80.1                  | 366.5      | 32.5                  | 481.9      |
| 1993..... | 114.6                   | 872.5            | 23.4   | 80.8                  | 382.1      | 32.8                  | 490.4      |
| 1994..... | 115.9                   | 890.8            | 22.8   | 81.9                  | 397.1      | 33.0                  | 493.7      |
| 1995..... | 118.2                   | 941.0            | 22.5   | 83.2                  | 413.6      | 34.0                  | 527.4      |
| 1996..... | 120.4                   | 998.6            | 22.0   | 84.0                  | 426.1      | 35.4                  | 572.5      |
| 1997..... | 122.4                   | 1,062.5          | 21.4   | 84.8                  | 441.7      | 36.6                  | 620.8      |
| 1998..... | 124.8                   | 1,135.9          | 21.0   | 85.6                  | 459.5      | 38.2                  | 676.5      |
| 1999..... | 127.1                   | 1,205.3          | 20.6   | 85.8                  | 464.0      | 40.2                  | 741.4      |
| 2000..... | 129.4                   | 1,293.2          | 20.3   | 85.7                  | 470.8      | 42.5                  | 822.4      |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 7.--Standard, Itemized, and Total Deductions Reported on Individual Income Tax Returns, Tax Years 1950-2004--Continued**

[All figures are estimates based on samples--number of returns is in millions; money amounts are in billions of dollars]

| Tax year  | Total number of returns | Total deductions |  | Standard deduction    |            | Itemized deductions   |            |
|-----------|-------------------------|------------------|--|-----------------------|------------|-----------------------|------------|
|           |                         | Amount [1]       | As a percentage of adjusted gross income (AGI) [2] | Number of returns [3] | Amount [4] | Number of returns [3] | Amount [5] |
|           | (1)                     | (2)              | (3)  | (4)                   | (5)        | (6)                   | (7)        |
| 2001..... | 130.3                   | 1,366.4          | 22.1   | 84.2                  | 467.0      | 44.6                  | 884.5      |
| 2002..... | 130.1                   | 1,390.1          | 23.0   | 82.7                  | 477.2      | 45.6                  | 898.0      |
| 2003..... | 130.4                   | 1,457.6          | 23.5   | 84.6                  | 539.9      | 43.9                  | 901.9      |
| 2004..... | 132.2                   | 1,559.2          | 23.0   | 84.0                  | 545.1      | 46.3                  | 998.2      |

[1] Sum of standard and itemized deductions, plus charitable contributions deduction reported on standard deduction returns for Tax Years 1982-1986. Amount of total deductions for 1950-1957 was estimated by Joseph A. Pechman, The Brookings Institution, using his estimate of the standard deduction for these years (see footnote 4) plus the total for itemized deductions published in Statistics of Income--Part 1 for 1950-1953 and Statistics of Income--Individual Income Tax Returns for 1954-1957. Starting with 1958, total deductions were obtained directly from Statistics of Income--Individual Income Tax Returns. Deductions exclude amounts shown as "statutory adjustments" in Table 1. For Tax Years 1987-1988, total deductions also include the "zero bracket amount" reported on a small number of returns (see footnote 4). It includes total deductions as reported by taxpayers, even if the total exceeded "adjusted gross income" (AGI) and, therefore, could not be used.

[2] See Tables 5 and 6, footnote 3.

[3] Series revised, starting with the Spring 1997 Bulletin, to exclude from the standard deduction statistics the relatively small number of returns with no adjusted gross income and no deductions. Previously, these returns were classified as if they showed a standard deduction. For the 1977-1986 statistics, the standard deduction is the "zero bracket amount" (reported on returns with only a "zero bracket amount"). Such an amount was also included for a small number of returns for 1987-1988 (see footnote 4). For years in which the "zero bracket amount" was in effect, frequencies shown for standard deduction returns were derived by subtracting the number of returns reporting an income tax liability, but no itemized deductions, from the total of all returns. For 1950-1952, returns with itemized deductions include the small number of returns with no deductions and, for 1950-1954, the small number with no income, regardless of whether or not deductions were itemized. For later years, returns in these two categories were excluded from all the deduction statistics in this table.

[4] Amount of standard deduction for 1950-1957 was estimated by Joseph A. Pechman, The Brookings Institution, on the basis of the distribution of the number of returns by income class and marital status in Statistics of Income--Part 1 for 1950-1953 and Statistics of Income--Individual Income Tax Returns for 1954-1957, and, starting with 1958, was obtained directly from Statistics of Income--Individual Income Tax Returns. It represents the "zero bracket amount" for 1977-1986. Starting with 1987, it represents the sum of "basic" and "additional" standard deductions (for age 65 or over and for blindness); also includes the "zero bracket amount" reported on the small number of prior-year returns filed in 1988-1989 that were included in the 1987-1988 statistics as proxies for returns due but not received.

[5] For 1977-1986, total itemized deductions are before subtraction of the "zero bracket amount." Starting with 1991, total itemized deductions are after statutory limitation (see Table 1, footnote 25).

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Percentages shown in this table are based on dollar amounts rounded to the units indicated in the specific table heading. Therefore, they may not be as precise as percentages based on the fuller dollar amounts found in tables contained in the source publications or articles which underlie the historical tables presented in this section of the Bulletin.

SOURCE: Except as indicated in footnotes 1 and 4, Statistics of Income--Individual Income Tax Returns and unpublished tables, appropriate years. Data referred to in footnote 4 which are attributed to Joseph A. Pechman are from Pechman, Federal Tax Policy, fifth edition, The Brookings Institution, 1987. See also "General notations and statements," preceding the footnotes section.

## Selected Historical and Other Data

**Table 8.--Personal Income per National Income and Product Accounts (NIPA), and Taxable Income and Individual Income Tax per Statistics of Income (SOI), Tax Years 1950-2004**

[All figures are estimates--money amounts are in billions of dollars]

| Tax year  | Personal income (per NIPA) [1,2] | Taxable income (per SOI) [3] |                                    | Total income tax (per SOI) [3] |                      |                |
|-----------|----------------------------------|------------------------------|------------------------------------|--------------------------------|----------------------|----------------|
|           |                                  | Amount                       | As a percentage of personal income | Amount                         | As a percentage of-- |                |
|           |                                  |                              |                                    |                                | Personal income      | Taxable income |
| (1)       | (2)                              | (3)                          | (4)                                | (5)                            | (6)                  |                |
| 1950..... | 229.0                            | 84.3                         | 36.8                               | 18.4                           | 8.0                  | 21.8           |
| 1951..... | 258.0                            | 99.2                         | 38.4                               | 24.2                           | 9.4                  | 24.4           |
| 1952..... | 275.4                            | 107.2                        | 38.9                               | 27.8                           | 10.1                 | 25.9           |
| 1953..... | 291.9                            | 114.3                        | 39.2                               | 29.4                           | 10.1                 | 25.7           |
| 1954..... | 294.5                            | 115.3                        | 39.2                               | 26.7                           | 9.1                  | 23.2           |
| 1955..... | 316.1                            | 128.0                        | 40.5                               | 29.6                           | 9.4                  | 23.1           |
| 1956..... | 339.6                            | 141.5                        | 41.7                               | 32.7                           | 9.6                  | 23.1           |
| 1957..... | 358.7                            | 149.4                        | 41.7                               | 34.4                           | 9.6                  | 23.0           |
| 1958..... | 369.0                            | 149.3                        | 40.5                               | 34.3                           | 9.3                  | 23.0           |
| 1959..... | 392.8                            | 166.5                        | 42.4                               | 38.6                           | 9.8                  | 23.2           |
| 1960..... | 411.5                            | 171.6                        | 41.7                               | 39.5                           | 9.6                  | 23.0           |
| 1961..... | 429.0                            | 181.8                        | 42.4                               | 42.2                           | 9.8                  | 23.2           |
| 1962..... | 456.7                            | 195.3                        | 42.8                               | 44.9                           | 9.8                  | 23.0           |
| 1963..... | 479.6                            | 209.1                        | 43.6                               | 48.2                           | 10.1                 | 23.1           |
| 1964..... | 514.6                            | 229.9                        | 44.7                               | 47.2                           | 9.2                  | 20.5           |
| 1965..... | 555.7                            | 255.1                        | 45.9                               | 49.6                           | 8.9                  | 19.4           |
| 1966..... | 603.9                            | 286.3                        | 47.4                               | 56.1                           | 9.3                  | 19.6           |
| 1967..... | 648.3                            | 315.1                        | 48.6                               | 63.0                           | 9.7                  | 20.0           |
| 1968..... | 712.0                            | 352.8                        | 49.6                               | 76.7                           | 10.8                 | 21.7           |
| 1969..... | 778.5                            | 388.8                        | 49.9                               | 86.6                           | 11.1                 | 22.3           |
| 1970..... | 838.8                            | 401.2                        | 47.8                               | 83.9                           | 10.0                 | 20.9           |
| 1971..... | 903.5                            | 414.0                        | 45.8                               | 85.4                           | 9.5                  | 20.6           |
| 1972..... | 992.7                            | 447.6                        | 45.1                               | 93.6                           | 9.4                  | 20.9           |
| 1973..... | 1,110.7                          | 511.9                        | 46.1                               | 108.1                          | 9.7                  | 21.1           |
| 1974..... | 1,222.6                          | 573.6                        | 46.9                               | 123.6                          | 10.1                 | 21.5           |
| 1975..... | 1,335.0                          | 595.5                        | 44.6                               | 124.5                          | 9.3                  | 20.9           |
| 1976..... | 1,474.8                          | 674.9                        | 45.8                               | 141.8                          | 9.6                  | 21.0           |
| 1977..... | 1,633.2                          | 733.8                        | 44.9                               | 159.8                          | 9.8                  | 21.8           |
| 1978..... | 1,837.7                          | 846.4                        | 46.1                               | 188.2                          | 10.2                 | 22.2           |
| 1979..... | 2,062.2                          | 926.6                        | 44.9                               | 214.5                          | 10.4                 | 23.1           |
| 1980..... | 2,307.9                          | 1,045.2                      | 45.3                               | 250.3                          | 10.8                 | 23.9           |
| 1981..... | 2,591.3                          | 1,170.1                      | 45.2                               | 284.1                          | 11.0                 | 24.3           |
| 1982..... | 2,775.3                          | 1,231.9                      | 44.4                               | 277.6                          | 10.0                 | 22.5           |
| 1983..... | 2,960.7                          | 1,300.2                      | 43.9                               | 274.2                          | 9.3                  | 21.1           |
| 1984..... | 3,289.5                          | 1,447.0                      | 44.0                               | 301.9                          | 9.2                  | 20.9           |
| 1985..... | 3,526.7                          | 1,550.5                      | 44.0                               | 325.7                          | 9.2                  | 21.0           |
| 1986..... | 3,722.4                          | 1,665.6                      | 44.7                               | 367.3                          | 9.9                  | 22.1           |
| 1987..... | 3,947.4                          | 1,850.6                      | 46.9                               | 369.2                          | 9.4                  | 20.0           |
| 1988..... | 4,253.7                          | 2,070.0                      | 48.7                               | 412.9                          | 9.7                  | 19.9           |
| 1989..... | 4,587.8                          | 2,173.3                      | 47.4                               | 432.9                          | 9.4                  | 19.9           |
| 1990..... | 4,878.6                          | 2,263.7                      | 46.4                               | 447.1                          | 9.2                  | 19.8           |
| 1991..... | 5,051.0                          | 2,284.1                      | 45.2                               | 448.4                          | 8.9                  | 19.6           |
| 1992..... | 5,362.0                          | 2,395.7                      | 44.7                               | 476.2                          | 8.9                  | 19.9           |
| 1993..... | 5,558.5                          | 2,453.5                      | 44.1                               | 502.8                          | 9.0                  | 20.5           |
| 1994..... | 5,842.5                          | 2,598.0                      | 44.5                               | 534.9                          | 9.2                  | 20.6           |
| 1995..... | 6,152.3                          | 2,813.8                      | 45.7                               | 588.4                          | 9.6                  | 20.9           |
| 1996..... | 6,520.6                          | 3,089.7                      | 47.4                               | 658.2                          | 10.1                 | 21.3           |
| 1997..... | 6,915.1                          | 3,429.1                      | 49.6                               | 731.3                          | 10.6                 | 21.3           |
| 1998..... | 7,423.0                          | 3,780.8                      | 50.9                               | 788.5                          | 10.6                 | 20.9           |
| 1999..... | 7,802.4                          | 4,136.1                      | 53.0                               | 877.4                          | 11.2                 | 21.2           |
| 2000..... | 8,429.7                          | 4,544.2                      | 53.9                               | 980.6                          | 11.6                 | 21.6           |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 8.--Personal Income per National Income and Product Accounts (NIPA), and Taxable Income and Individual Income Tax per Statistics of Income (SOI), Tax Years 1950-2004--continued**

[All figures are estimates--money amounts are in billions of dollars]

| Tax year   | Personal income (per NIPA) [1,2] | Taxable income (per SOI) [3] |                                    | Total income tax (per SOI) [3] |                      |                |
|------------|----------------------------------|------------------------------|------------------------------------|--------------------------------|----------------------|----------------|
|            |                                  | Amount                       | As a percentage of personal income | Amount                         | As a percentage of-- |                |
|            |                                  |                              |                                    |                                | Personal income      | Taxable income |
|            | (1)                              | (2)                          | (3)                                | (4)                            | (5)                  | (6)            |
| 2001 ..... | 8,724.1                          | 4,268.5                      | 48.9                               | 888.0                          | 10.2                 | 20.8           |
| 2002.....  | 8,881.9                          | 4,096.1                      | 46.1                               | 797.0                          | 9.0                  | 19.5           |
| 2003.....  | [r] 9163.6                       | 4,200.2                      | 45.8                               | 748.0                          | 8.2                  | 17.8           |
| 2004.....  | 9,731.4                          | 4,670.2                      | 48.0                               | 832.0                          | 8.5                  | 17.8           |

[r] Revised or corrected.

[1] See Table 4 for differences between "personal income" and "adjusted gross income."

[2] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis Web site at <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.

[3] Note that the "taxable income" tax base excludes the base for computing both the "minimum tax" and "alternative minimum tax" components of "total income tax." Therefore, the percentages shown in column 6, starting with 1970, are only approximate. See also Table 1, footnote 34. Also, because conceptually "taxable income" did not exist prior to 1954, the taxable income shown for 1950-1953 and the percentages based on it in columns 3 and 6 are estimated, in part, by adjusting available statistics for statutory "net income" for these years.

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Percentages shown in this table are based on dollar amounts rounded to the units indicated in the specific table heading. Therefore, they may not be as precise as percentages based on the fuller dollar amounts found in tables contained in the source publications or articles which underlie the historical tables presented in this section of the Bulletin.

SOURCE: Data on "Personal income" are from the Bureau of Economic Analysis's National Income and Product Accounts, Table 2.1: Personal Income and Its Disposition. This table appears in the Survey of Current Business and can also be accessed online at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>. Data on "Taxable income (per SOI)" and "Total income tax (per SOI)" are from Statistics of Income--Individual Income Tax Returns, various years.

## Selected Historical and Other Data

**Table 9.--Number of Individual Income Tax Returns, by Type of Tax Settlement, Tax Years 1950-2004**

[All figures are estimates based on samples--number of returns is in millions]

| Tax year  | Total number of returns | Number of returns with--  |                  |  |
|-----------|-------------------------|---------------------------|------------------|--|
|           |                         | Tax due at time of filing | Overpayments [1] | No overpayments or tax due at time of filing |
|           | (1)                     | (2)                       | (3)              | (4)  |
| 1950..... | 53.1                    | 14.3                      | 32.0             | 6.8  |
| 1951..... | 55.4                    | 18.6                      | 31.0             | 5.8  |
| 1952..... | 56.5                    | 19.3                      | 32.1             | 5.1  |
| 1953..... | 57.8                    | 19.0                      | 32.7             | 6.2  |
| 1954..... | 56.7                    | 16.6                      | 35.2             | 5.0  |
| 1955..... | 58.3                    | 18.7                      | 35.4             | 4.2  |
| 1956..... | 59.2                    | 19.4                      | 36.1             | 3.7  |
| 1957..... | 59.8                    | 18.6                      | 37.6             | 3.6  |
| 1958..... | 59.1                    | 18.1                      | 37.4             | 3.6  |
| 1959..... | 60.3                    | 19.1                      | 38.4             | 2.8  |
| 1960..... | 61.0                    | 18.1                      | 39.4             | 3.5  |
| 1961..... | 61.5                    | 18.6                      | 40.0             | 2.9  |
| 1962..... | 62.7                    | 18.7                      | 40.9             | 3.1  |
| 1963..... | 63.9                    | 19.3                      | 41.4             | 3.3  |
| 1964..... | 65.4                    | 22.5                      | 39.3             | 3.5  |
| 1965..... | 67.6                    | 20.0                      | 44.3             | 3.2  |
| 1966..... | 70.2                    | 17.8                      | 49.4             | 3.0  |
| 1967..... | 71.7                    | 17.5                      | 51.2             | 3.0  |
| 1968..... | 73.7                    | 20.3                      | 50.6             | 2.8  |
| 1969..... | 75.8                    | 17.9                      | 54.9             | 3.0  |
| 1970..... | 74.3                    | 16.5                      | 55.3             | 2.5  |
| 1971..... | 74.6                    | 17.0                      | 55.3             | 2.4  |
| 1972..... | 77.6                    | 11.9                      | 63.3             | 2.3  |
| 1973..... | 80.7                    | 14.2                      | 64.2             | 2.2  |
| 1974..... | 83.3                    | 15.4                      | 65.8             | 2.1  |
| 1975..... | 82.2                    | 15.8                      | 63.8             | 2.6  |
| 1976..... | 84.7                    | 16.9                      | 65.0             | 2.8  |
| 1977..... | 86.6                    | 17.8                      | 66.0             | 2.8  |
| 1978..... | 89.8                    | 21.6                      | 65.5             | 2.7  |
| 1979..... | 92.7                    | 18.8                      | 71.4             | 2.4  |
| 1980..... | 93.9                    | 21.8                      | 69.9             | 2.3  |
| 1981..... | 95.4                    | 23.0                      | 70.0             | 2.4  |
| 1982..... | 95.3                    | 20.3                      | 72.4             | 2.6  |
| 1983..... | 96.3                    | 18.5                      | 75.0             | 2.9  |
| 1984..... | 99.4                    | 21.2                      | 75.6             | 2.7  |
| 1985..... | 101.7                   | 21.2                      | 77.4             | 3.0  |
| 1986..... | 103.0                   | 21.5                      | 78.1             | 3.5  |
| 1987..... | 107.0                   | 23.8                      | 79.8             | 3.4  |
| 1988..... | 109.7                   | 27.2                      | 79.1             | 3.4  |
| 1989..... | 112.1                   | 28.0                      | 80.9             | 3.2  |
| 1990..... | 113.7                   | 27.0                      | 83.5             | 3.2  |
| 1991..... | 114.7                   | 25.6                      | 85.6             | 3.5  |
| 1992..... | 113.6                   | 29.0                      | 81.0             | 3.6  |
| 1993..... | 114.6                   | 28.6                      | 82.4             | 3.6  |
| 1994..... | 115.9                   | 27.6                      | 85.1             | 3.2  |
| 1995..... | 118.2                   | 29.7                      | 85.3             | 3.2  |
| 1996..... | 120.4                   | 30.6                      | 86.5             | 3.3  |
| 1997..... | 122.4                   | 31.2                      | 88.3             | 2.9  |
| 1998..... | 124.8                   | 28.4                      | 93.4             | 3.0  |
| 1999..... | 127.1                   | 29.2                      | 94.8             | 3.1  |
| 2000..... | 129.4                   | 30.6                      | 95.9             | 2.9  |
| 2001..... | 130.3                   | 24.6                      | 102.3            | 3.4  |
| 2002..... | 130.1                   | 22.8                      | 103.5            | 3.8  |
| 2003..... | 130.4                   | 21.1                      | 105.4            | 4.0  |
| 2004..... | 132.2                   | 24.5                      | 103.7            | 4.0  |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 9.--Number of Individual Income Tax Returns, by Type of Tax Settlement, Tax Years  
1950-2004--Continued**

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[1] Starting with 1975, includes the refundable portion of the "earned income credit."

NOTES: Detail may not add to totals because of rounding. Most of the data are subject to sampling error. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: Statistics of Income--Individual Income Tax Returns and unpublished tables, appropriate years.

## Selected Historical and Other Data

**Table 10.--Nonfarm Sole Proprietorship Returns: Selected Income Statement Items for Income Years, 1998-2004**

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

| Item   | 1998               | 1999               | 2000                 | 2001                 | 2002                 | 2003                 | 2004                 |
|--|--------------------|--------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|  | (1)                | (2)                | (3)                  | (4)                  | (5)                  | (6)                  | (7)                  |
| <b>Number of returns with nonfarm business net income or deficit, total [1].....</b> | <b>17,408,809</b>  | <b>17,575,643</b>  | <b>17,904,731</b>    | <b>18,338,190</b>    | <b>18,925,517</b>    | <b>19,710,079</b>    | <b>20,590,691</b>    |
| Number with nonfarm business net income.....   | 13,080,498         | 13,165,318         | 13,307,842           | 13,603,907           | 13,750,798           | 14,447,889           | 15,053,252           |
| <b>Number of nonfarm businesses.....</b>   | <b>19,369,091</b>  | <b>19,516,047</b>  | <b>19,863,507</b>    | <b>20,378,335</b>    | <b>20,972,642</b>    | <b>21,875,950</b>    | <b>22,842,859</b>    |
| <b>Business receipts, total .....</b>  | <b>918,268,196</b> | <b>969,347,038</b> | <b>1,020,957,283</b> | <b>1,016,834,678</b> | <b>1,029,691,760</b> | <b>1,050,202,446</b> | <b>1,139,523,760</b> |
| Income from sales and operations .....   | 905,137,974        | 955,392,128        | 1,007,948,354        | 1,002,205,953        | 1,015,363,541        | 1,033,934,376        | 1,122,226,857        |
| <b>Total deductions [2].....</b>   | <b>716,157,430</b> | <b>761,427,577</b> | <b>806,386,102</b>   | <b>799,633,110</b>   | <b>808,900,651</b>   | <b>820,206,714</b>   | <b>892,402,428</b>   |
| Cost of goods sold.....  | 341,132,831        | 370,079,223        | 387,381,087          | 363,355,614          | 351,785,009          | 338,376,959          | 370,951,227          |
| Inventory, beginning-of-year.....  | 30,801,698         | 31,540,485         | 32,412,471           | 34,176,255           | 34,291,721           | 34,924,642           | 35,761,115           |
| Inventory, end-of-year.....  | 32,881,518         | 33,835,064         | 34,342,365           | 35,732,488           | 36,279,786           | 36,911,339           | 38,955,669           |
| Purchases .....  | 231,404,960        | 255,539,328        | 268,789,953          | 246,541,135          | 227,085,757          | 218,445,328          | 238,922,503          |
| Cost of labor.....   | 27,447,822         | 28,723,302         | 29,278,688           | 28,022,289           | 30,389,028           | 28,032,070           | 31,768,695           |
| Materials and supplies .....   | 42,161,782         | 41,757,379         | 43,195,524           | 43,798,283           | 45,589,230           | 46,554,634           | 53,267,879           |
| Advertising.....   | 9,413,989          | 9,453,659          | 10,148,700           | 10,774,079           | 11,237,979           | 12,340,084           | 12,888,316           |
| Car and truck expenses.....  | 39,715,702         | 40,786,963         | 45,711,214           | 47,351,940           | 50,489,359           | 53,466,645           | 58,980,274           |
| Commissions.....   | 10,722,131         | 11,228,396         | 11,621,490           | 12,130,077           | 14,066,786           | 13,502,446           | 13,267,025           |
| Depletion.....   | 380,149            | 387,000            | 684,974              | 693,669              | 461,938              | 639,008              | 775,567              |
| Depreciation .....   | 29,135,616         | 30,637,555         | 32,196,159           | 33,425,567           | 36,642,027           | 41,754,963           | 42,900,776           |
| Pension and profit-sharing plans .....   | 756,924            | 870,362            | 892,873              | 991,892              | 1,085,247            | 1,182,019            | 1,202,228            |
| Employee benefit programs.....   | 1,560,404          | 1,663,528          | 1,871,875            | 2,040,639            | 2,284,368            | 2,421,673            | 2,617,800            |
| Insurance.....   | 12,938,411         | 13,219,821         | 13,623,759           | 14,367,018           | 16,004,335           | 17,489,210           | 18,864,229           |
| Interest paid, total .....   | 11,159,401         | 11,224,488         | 12,232,846           | 12,509,547           | 11,439,539           | 10,581,245           | 11,023,766           |
| Mortgage interest.....   | 4,882,248          | 4,736,127          | 5,250,896            | 5,456,226            | 5,006,864            | 4,762,929            | 5,167,373            |
| Other interest.....  | 6,277,153          | 6,488,361          | 6,981,950            | 7,053,321            | 6,432,675            | 5,818,316            | 5,856,393            |
| Legal and professional services.....   | 6,669,029          | 6,818,392          | 7,312,694            | 7,482,619            | 8,365,930            | 8,284,557            | 8,959,140            |
| Meals and entertainment expenses before limitation.....                              | 7,526,850          | 7,987,445          | 9,183,825            | 9,314,840            | 10,020,243           | 10,897,636           | 11,792,887           |
| Meals and entertainment deduction.....   | 3,796,350          | 4,031,523          | 4,664,694            | 4,735,312            | 5,088,083            | 5,524,213            | 5,997,824            |
| Office expenses.....   | 9,611,633          | 9,921,297          | 10,456,415           | 10,604,805           | 11,331,733           | 11,849,079           | 12,362,672           |
| Rent paid, total .....   | 30,460,020         | 31,417,502         | 33,222,458           | 33,641,132           | 34,854,754           | 35,672,010           | 36,867,569           |
| On machinery.....  | 7,545,390          | 8,227,000          | 8,880,267            | 8,522,008            | 8,543,257            | 8,470,304            | 8,728,363            |
| On other business property.....  | 22,914,630         | 23,190,502         | 24,342,191           | 25,119,124           | 26,311,497           | 27,201,706           | 28,139,206           |
| Repairs .....  | 11,349,751         | 11,697,341         | 12,280,525           | 12,129,756           | 12,669,141           | 13,221,220           | 14,762,464           |
| Net salaries and wages (not deducted elsewhere).....                                 | 58,864,773         | 61,204,430         | 63,485,540           | 63,826,020           | 66,067,965           | 67,640,849           | 71,068,517           |
| Supplies.....  | 19,725,440         | 21,654,319         | 21,793,962           | 23,074,836           | 24,615,763           | 25,507,159           | 27,302,886           |
| Taxes paid .....   | 13,730,731         | 14,000,359         | 13,955,919           | 14,214,082           | 14,901,431           | 15,179,639           | 16,036,234           |
| Travel.....  | 7,624,311          | 8,089,635          | 8,457,317            | 8,657,266            | 9,110,193            | 9,313,708            | 10,317,557           |
| Utilities (including telephone) .....  | 18,431,400         | 18,466,170         | 19,381,881           | 20,482,680           | 20,674,727           | 21,661,093           | 21,477,462           |
| Bad debts .....  | 925,866            | 1,111,178          | 983,868              | 1,176,324            | 1,055,722            | n.a.                 | n.a.                 |
| Business use of home.....  | 4,138,364          | 4,785,849          | 5,642,543            | 5,981,403            | 6,474,145            | 7,047,483            | 7,807,037            |
| <b>Net income (less deficit) [2].....</b>  | <b>202,274,720</b> | <b>207,946,977</b> | <b>214,715,298</b>   | <b>217,385,116</b>   | <b>221,113,286</b>   | <b>230,308,100</b>   | <b>247,567,189</b>   |
| Net income [2].....  | 226,189,570        | 233,404,991        | 245,230,626          | 250,178,322          | 257,292,855          | 269,089,168          | 290,486,159          |
| Deficit [2].....   | 23,914,850         | 25,458,013         | 30,515,328           | 32,793,206           | 36,179,568           | 38,781,068           | 42,918,970           |

n.a. - Not available.

[1] Represents the number of returns, even if there was more than one business per return.

[2] "Total deductions" include amounts not shown separately in this table, as well as amounts not itemized separately on Schedule C-EZ (short form) used by certain of the smaller businesses. Most deductions for which statistics are shown are slightly understated to the extent that only total deductions had to be reported on Schedule C-EZ. Total deductions exclude disallowed "passive losses"; but net income (less deficit), net income, and deficit reflect these losses. In addition, net income (less deficit), net income, and deficit are after adjustment for the passive loss carryover from prior years. Therefore, "business receipts" minus "total deductions" do not equal "net income (less deficit)."

NOTES: There are slight differences between: (a) the number of individual income tax returns "with business or profession net income or loss" and the associated amounts, based on the summarized totals on the face of the tax return (Table 1), and (b) the related number of individual income tax returns "with nonfarm business net income or deficit" and the associated amounts, based on data from Schedules C filed in support of the total on the face of the return (Table 10). These differences result from the somewhat larger tax return samples underlying the sole proprietorship statistics for more recent years, and also from the taxpayer reporting variations and inconsistencies, e.g., in the occasional misreporting of farm versus nonfarm business activity on the face of the return compared to what was indicated in supporting schedules, and in the equating of certain partnership income or employee business expenses with the presence of sole proprietorship activity. Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data.

## Selected Historical and Other Data

**Table 11.--Partnership Returns: Selected Balance Sheet and Income Statement Items for Income Years, 1998-2004**

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

| Item  | 1998                 | 1999                 | 2000                 | 2001                 | 2002                 | 2003                 | 2004                  |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|
|   | (1)                  | (2)                  | (3)                  | (4)                  | (5)                  | (6)                  | (7)                   |
| <b>Total number of active partnerships</b> .....        | <b>1,855,348</b>     | <b>1,936,919</b>     | <b>2,057,500</b>     | <b>2,132,117</b>     | <b>2,242,169</b>     | <b>2,375,375</b>     | <b>2,546,877</b>      |
| Number with net income.....                             | 1,171,187            | 1,225,916            | 1,261,420            | 1,301,040            | 1,325,008            | 1,356,988            | 1,440,895             |
| Number with balance sheets [1].....                     | 1,303,970            | 1,392,405            | 1,504,978            | 1,591,450            | 1,682,072            | 1,768,302            | 1,890,134             |
| <b>Number of partners</b> .....                         | <b>15,663,372</b>    | <b>15,353,154</b>    | <b>13,659,967</b>    | <b>14,231,604</b>    | <b>14,328,108</b>    | <b>14,108,458</b>    | <b>15,556,553</b>     |
| <b>Number of limited partnerships [2]</b> .....         | <b>342,726</b>       | <b>354,295</b>       | <b>348,973</b>       | <b>369,150</b>       | <b>376,963</b>       | <b>378,921</b>       | <b>402,238</b>        |
| Number of partners [2].....                             | 9,325,111            | 8,944,693            | 6,468,292            | 7,023,431            | 6,918,515            | 6,262,103            | 7,023,921             |
| <b>Number of limited liability companies [2]</b> ....   | <b>470,657</b>       | <b>589,403</b>       | <b>718,704</b>       | <b>808,692</b>       | <b>946,130</b>       | <b>1,091,502</b>     | <b>1,270,236</b>      |
| Number of partners [2].....                             | 1,879,382            | 2,256,062            | 2,699,227            | 3,231,921            | 3,737,899            | 4,226,099            | 4,949,808             |
| <b>Total assets [3]</b> .....                           | <b>5,126,548,007</b> | <b>5,998,952,883</b> | <b>6,694,142,838</b> | <b>8,428,217,379</b> | <b>8,866,560,101</b> | <b>9,675,052,728</b> | <b>11,607,698,140</b> |
| Depreciable assets (net) .....                          | 1,153,222,498        | 1,314,251,428        | 1,487,182,018        | 1,646,477,441        | 1,791,511,841        | 1,845,514,643        | 1,988,468,476         |
| Inventories, end of year.....                           | 175,963,423          | 174,078,288          | 149,875,359          | 208,165,141          | 202,669,386          | 213,605,408          | 275,807,149           |
| Land.....   | 291,171,287          | 326,371,562          | 358,625,577          | 392,090,094          | 423,177,429          | 454,765,198          | 509,408,430           |
| <b>Total liabilities [3]</b> .....                      | <b>3,150,848,369</b> | <b>3,453,186,389</b> | <b>3,695,508,180</b> | <b>4,835,135,071</b> | <b>4,972,036,919</b> | <b>5,303,160,043</b> | <b>6,247,952,541</b>  |
| Accounts payable.....                                   | 190,689,535          | 243,769,049          | 229,893,243          | 361,748,491          | 346,350,802          | 275,560,392          | 336,393,755           |
| Short-term debt [4].....                                | 229,922,243          | 231,808,501          | 252,226,751          | 289,248,638          | 282,684,863          | 273,570,095          | 296,350,178           |
| Long-term debt [5].....                                 | 884,452,445          | 988,667,751          | 1,132,180,865        | 1,286,392,538        | 1,375,077,274        | 1,389,224,345        | 1,545,671,581         |
| Nonrecourse loans.....                                  | 523,403,560          | 582,151,975          | 639,417,006          | 699,883,406          | 770,277,980          | 799,599,369          | 854,466,687           |
| <b>Partners' capital account [3]</b> .....              | <b>1,975,699,638</b> | <b>2,545,766,494</b> | <b>2,998,634,658</b> | <b>3,593,082,308</b> | <b>3,894,523,181</b> | <b>4,371,892,684</b> | <b>5,359,745,599</b>  |
| <b>Total receipts [6]</b> .....                         | <b>1,603,027,268</b> | <b>1,907,171,104</b> | <b>2,405,356,195</b> | <b>2,665,156,204</b> | <b>2,772,829,505</b> | <b>2,922,723,256</b> | <b>3,260,264,592</b>  |
| Business receipts.....                                  | 1,356,655,904        | 1,615,762,245        | 2,061,764,235        | 2,278,200,526        | 2,414,187,093        | 2,545,612,266        | 2,818,861,323         |
| Interest received.....                                  | 51,454,743           | 61,769,762           | 82,322,875           | 84,801,548           | 70,225,315           | 70,702,884           | 87,942,510            |
| <b>Total deductions [6]</b> .....                       | <b>1,416,322,641</b> | <b>1,678,732,999</b> | <b>2,136,365,436</b> | <b>2,388,821,379</b> | <b>2,502,162,335</b> | <b>2,621,325,038</b> | <b>2,875,561,301</b>  |
| Cost of goods sold.....                                 | 737,235,839          | 902,157,018          | 1,225,628,897        | 1,338,114,656        | 1,430,213,629        | 1,522,806,503        | 1,666,146,493         |
| Purchases.....  | 461,144,704          | 585,068,938          | 797,038,243          | 887,515,286          | 903,589,600          | 987,652,150          | 1,130,541,265         |
| Cost of labor.....                                      | 33,411,962           | 42,089,216           | 46,714,175           | 53,029,403           | 58,736,031           | 63,434,283           | 67,483,580            |
| Net salaries and wages<br>(not deducted elsewhere)..... | 142,910,961          | 169,905,010          | 201,350,844          | 230,874,139          | 237,882,426          | 244,927,745          | 268,806,663           |
| Taxes paid .....  | 23,813,223           | 26,896,235           | 31,145,304           | 34,626,540           | 36,416,569           | 39,019,475           | 42,114,276            |
| Interest paid.....                                      | 73,406,067           | 74,428,567           | 92,751,748           | 97,278,387           | 68,127,690           | 64,619,863           | 64,457,049            |
| Depreciation [7].....                                   | 88,646,144           | 102,786,520          | 116,040,441          | 138,412,382          | 154,542,874          | 157,411,296          | 168,496,995           |
| <b>Net income (less deficit)</b> .....                  | <b>186,704,627</b>   | <b>228,438,105</b>   | <b>268,990,758</b>   | <b>276,334,824</b>   | <b>270,667,169</b>   | <b>301,398,218</b>   | <b>384,738,394</b>    |
| Net income .....  | 297,875,299          | 348,467,958          | 409,972,787          | 446,069,172          | 439,761,741          | 468,552,382          | 566,231,686           |
| Deficit .....   | 111,170,672          | 120,029,853          | 140,982,029          | 169,734,347          | 169,094,572          | 167,154,164          | 181,493,292           |

[1] Certain small partnerships were not required to file balance sheets.

[2] Number of limited partnerships, limited liability companies, and the associated number of partners are understated because some businesses failed to answer the question about type of partnership on their tax returns as originally filed.

[3] Total assets, total liabilities, and partners' capital account represent end-of-year amounts. Moreover, they are understated somewhat because not all partnerships included a complete balance sheet and because of the reporting requirement mentioned in footnote 1, above. However, certain partnerships with negative total assets, total liabilities, and/or total partners' capital are included in the statistics.

[4] Short-term debt is the abbreviated title for mortgages, notes, and bonds payable in less than 1 year.

[5] Long-term debt is the abbreviated title for mortgages, notes, and bonds payable in 1 year or more.

[6] "Total receipts" and "total deductions" include amounts not shown separately. Total receipts were computed for the statistics as the sum of trade or business income (gross receipts or sales less returns and allowances (business receipts); ordinary income from other partnerships, estates and trusts; farm net profit; net gain, noncapital assets; and other income from trade or business), as well as income distributed directly to partners (net rental real estate income; other net rental income; interest income; dividend income; and royalties). Total deductions were computed as the sum of trade or business expenses (cost of goods sold; ordinary loss from other partnerships; net farm loss; net loss, noncapital assets; other loss from trade or business; and total deductions from trade or business), as well as losses distributed directly to partners (net rental real estate loss; and other net rental loss). Starting in 2004, other portfolio income (loss) were not included in total receipts and deductions because it was no longer reported separately on the tax return. Portfolio net short-term capital gain (loss) and net long-term capital gain (loss) continue to be intentionally omitted from total receipts and total deductions in order to improve comparability with 1986 and prior data.

[7] Represents the more complete amounts reported in depreciation computation schedules, rather than the amounts reported as the depreciation deduction.

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: Statistics of Income--Partnership Returns, appropriate years, and Statistics of Income Bulletin, Summer or Fall issues (for most years).

## Selected Historical and Other Data

**Table 12.--Number of Business Income Tax Returns, by Size of Business for Income Years, 1998-2004 [1]**

[All figures are estimates based on samples--number of businesses is in thousands]

| Type and size of business                | 1998           | 1999           | 2000           | 2001           | 2002           | 2003           | 2004           |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|  | (1)            | (2)            | (3)            | (4)            | (5)            | (6)            | (7)            |
| <b>CORPORATIONS</b>                      |                |                |                |                |                |                |                |
| <b>Total</b> .....                       | <b>4,848.9</b> | <b>4,935.9</b> | <b>5,045.3</b> | <b>5,135.6</b> | <b>5,266.6</b> | <b>5,401.2</b> | <b>n.a.</b>    |
| <b>Receipt size [2]</b>                  |                |                |                |                |                |                |                |
| Under \$25,000 [3].....                  | 1,168.1        | 1,188.7        | 1,220.0        | 1,248.2        | 1,282.5        | 1,279.7        | n.a.           |
| \$25,000 under \$50,000 .....            | 289.0          | 296.9          | 305.4          | 295.8          | 314.3          | 346.3          | n.a.           |
| \$50,000 under \$100,000 .....           | 459.9          | 486.5          | 477.4          | 484.5          | 514.4          | 522.1          | n.a.           |
| \$100,000 under \$250,000.....           | 839.7          | 823.9          | 837.1          | 877.1          | 893.9          | 929.9          | n.a.           |
| \$250,000 under \$500,000 .....          | 645.5          | 676.1          | 677.5          | 672.6          | 688.8          | 719.6          | n.a.           |
| \$500,000 under \$1,000,000.....         | 553.1          | 546.2          | 581.9          | 601.5          | 610.7          | 622.6          | n.a.           |
| \$1,000,000 or more .....                | 893.5          | 917.5          | 946.0          | 955.9          | 962.1          | 981.1          | n.a.           |
| <b>Asset size [4]</b>                    |                |                |                |                |                |                |                |
| Under \$100,000 [5].....                 | 2,813.7        | 2,845.7        | 2,911.3        | n.a.           | n.a.           | n.a.           | n.a.           |
| Under \$500,000 [5].....                 | n.a.           | n.a.           | n.a.           | 4,289.8        | 4,415.3        | 4,544.5        | n.a.           |
| \$100,000 under \$1,000,000.....         | 1,562.7        | 1,600.2        | 1,631.0        | n.a.           | n.a.           | n.a.           | n.a.           |
| \$500,000 under \$1,000,000.....         | n.a.           | n.a.           | n.a.           | 342.2          | 344.5          | 342.8          | n.a.           |
| \$1,000,000 under \$10,000,000.....      | 399.8          | 413.3          | 422.5          | 424.0          | 427.1          | 432.3          | n.a.           |
| \$10,000,000 under \$25,000,000.....     | 33.0           | 35.0           | 37.0           | 36.4           | 36.8           | 37.7           | n.a.           |
| \$25,000,000 under \$50,000,000.....     | 13.0           | 13.6           | 14.4           | 14.1           | 13.9           | 14.1           | n.a.           |
| \$50,000,000 under \$100,000,000.....    | 8.9            | 9.3            | 9.6            | 9.5            | 9.3            | 9.3            | n.a.           |
| \$100,000,000 under \$250,000,000.....   | 8.2            | 8.4            | 8.7            | 8.7            | 8.6            | 8.7            | n.a.           |
| \$250,000,000 or more, total.....        | 9.7            | 10.4           | 10.9           | 11.0           | 11.1           | 11.8           | n.a.           |
| \$250,000,000 under \$500,000,000.....   | n.a.           | n.a.           | n.a.           | 4.2            | 4.2            | 4.4            | n.a.           |
| \$500,000,000 under \$2,500,000,000..... | n.a.           | n.a.           | n.a.           | 4.9            | 4.9            | 5.3            | n.a.           |
| \$2,500,000,000 or more.....             | n.a.           | n.a.           | n.a.           | 1.9            | 2.0            | 2.1            | n.a.           |
| <b>PARTNERSHIPS</b>                      |                |                |                |                |                |                |                |
| <b>Total</b> .....                       | <b>1,855.3</b> | <b>1,936.9</b> | <b>2,057.5</b> | <b>2,132.1</b> | <b>2,242.2</b> | <b>2,375.4</b> | <b>2,546.9</b> |
| <b>Receipt size [6]</b>                  |                |                |                |                |                |                |                |
| Under \$25,000 [3].....                  | 1,037.6        | 1,036.3        | 1,105.1        | 1,129.9        | 1,203.7        | 1,284.4        | 1,372.9        |
| \$25,000 under \$50,000.....             | 157.3          | 169.5          | 183.0          | 182.6          | 185.3          | 191.8          | 193.2          |
| \$50,000 under \$100,000.....            | 156.8          | 187.4          | 187.3          | 192.1          | 195.1          | 205.7          | 225.8          |
| \$100,000 under \$250,000 .....          | 206.4          | 212.4          | 225.8          | 233.9          | 248.5          | 262.4          | 275.5          |
| \$250,000 under \$500,000 .....          | 113.8          | 125.8          | 127.0          | 139.4          | 145.3          | 147.9          | 160.9          |
| \$500,000 under \$1,000,000 .....        | 76.6           | 83.8           | 92.4           | 102.8          | 105.0          | 110.7          | 120.8          |
| \$1,000,000 or more .....                | 106.8          | 121.6          | 136.9          | 151.4          | 159.3          | 172.4          | 197.9          |
| <b>Asset size</b>                        |                |                |                |                |                |                |                |
| Under \$25,000 [5].....                  | 794.4          | 793.3          | 827.9          | 825.5          | 865.5          | 925.9          | 982.4          |
| \$25,000 under \$50,000 .....            | 92.5           | 93.3           | 105.3          | 104.7          | 104.9          | 112.0          | 108.6          |
| \$50,000 under \$100,000.....            | 122.3          | 135.4          | 128.4          | 130.7          | 132.7          | 131.9          | 134.8          |
| \$100,000 under \$250,000.....           | 210.7          | 216.4          | 229.5          | 239.1          | 252.3          | 259.0          | 278.6          |
| \$250,000 under \$500,000 .....          | 162.0          | 175.8          | 196.5          | 205.9          | 205.5          | 227.7          | 248.1          |
| \$500,000 under \$1,000,000 .....        | 162.9          | 175.2          | 183.0          | 202.6          | 226.4          | 231.7          | 249.6          |
| \$1,000,000 or more.....                 | 310.5          | 347.5          | 386.9          | 423.7          | 454.9          | 487.2          | 544.8          |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 12.--Number of Business Income Tax Returns, by Size of Business for Income Years, 1998-2004 [1]--Continued**

[All figures are estimates based on samples--number of businesses is in thousands]

| Type and size of business               | 1998            | 1999            | 2000            | 2001            | 2002            | 2003            | 2004            |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
|   | (1)             | (2)             | (3)             | (4)             | (5)             | (6)             | (7)             |
| <b>NONFARM SOLE PROPRIETORSHIPS [7]</b> |                 |                 |                 |                 |                 |                 |                 |
| <b>Total .....</b>                      | <b>17,408.8</b> | <b>17,575.6</b> | <b>17,904.7</b> | <b>18,338.2</b> | <b>18,925.5</b> | <b>19,710.1</b> | <b>20,590.7</b> |
| <b>Receipt size</b>                     |                 |                 |                 |                 |                 |                 |                 |
| Under \$2,500 [3].....                  | 4,246.4         | 4,295.6         | 4,333.1         | 3,769.4         | [r] 4,546.4     | 4,539.7         | 4,883.5         |
| \$2,500 under \$5,000 .....             | 2,055.6         | 1,972.6         | 1,933.9         | 1,989.3         | 2,043.8         | 2,233.0         | 2,219.6         |
| \$5,000 under \$10,000.....             | 2,407.0         | 2,350.2         | 2,395.7         | 2,523.1         | 2,604.6         | 2,816.3         | 2,916.0         |
| \$10,000 under \$25,000 .....           | 3,058.3         | 3,202.2         | 3,334.0         | 3,448.4         | 3,521.6         | 3,719.1         | 3,896.7         |
| \$25,000 under \$50,000 .....           | 2,111.9         | 2,227.0         | 2,246.7         | 2,239.3         | 2,357.8         | 2,449.8         | 2,536.4         |
| \$50,000 under \$100,000.....           | 1,590.1         | 1,558.5         | 1,644.8         | 1,704.0         | 1,751.8         | 1,805.4         | 1,791.6         |
| \$100,000 under \$200,000 .....         | 1,019.7         | 1,020.3         | 1,052.9         | 1,109.7         | 1,115.4         | 1,145.7         | 1,270.8         |
| \$200,000 under \$500,000 .....         | 666.6           | 681.4           | 680.4           | 649.2           | 687.8           | 705.1           | 749.2           |
| \$500,000 under \$1,000,000 .....       | 175.1           | 182.2           | 189.5           | 197.8           | 203.3           | 199.7           | 217.6           |
| \$1,000,000 or more.....                | 78.1            | 85.7            | 91.7            | 92.9            | 93.0            | 96.3            | 109.3           |

n.a. - Not available.

[1] Excludes business income tax returns filed by tax-exempt organizations. See Table 16.

[2] Size classes for corporations are based on "business receipts," i.e., gross amounts from sales and operations, for industries (a) except those in the "finance, insurance, and real estate" industrial division, using the former Standard Industrial Classification or SIC system for years preceding 1998, (b) then, starting with 1998, except those in the "finance and insurance" industrial sector and those in the "management of companies (holding companies)" sector (which includes bank holding companies, as well as other holding companies), using the North American Industrial Classification System or NAICS. For the groupings comprising these two exceptions, "total receipts," which are the sum of business receipts and investment income, were used instead of "business receipts" as the basis for the size classification. Because of the differing treatment of holding companies (other than bank holding companies) and of real estate and rental and leasing, the statistics, starting with 1998, are not completely comparable with those for earlier years.

[3] Includes returns with no "business receipts" (or no "total receipts" in the case of certain corporations as described in footnote 2).

[4] Beginning Tax Year 2001, size of assets of under \$500,000 and \$500,000 under \$1,000,000 replaced size of assets of under \$100,000 and \$100,000 under \$1,000,000, of earlier years. Also, size of assets of \$250,000,000 under \$500,000,000; \$500,000,000 under \$2,500,000,000; and \$2,500,000,000 or more are shown beginning with Tax Year 2001.

[5] Includes corporations and partnerships with "zero assets and liabilities." For corporations, returns with zero assets represent final returns of liquidating or dissolving corporations which had disposed of all assets; final returns of merging corporations whose assets were included in the returns of the acquiring corporations; part-year returns of corporations changing accounting periods (except for certain newly-incorporated businesses); and returns of foreign corporations with income "effectively connected" with a U.S. business (except foreign insurance companies providing separate balance sheets for U.S. branches). For partnerships, returns with zero assets include final returns of liquidating or dissolving partnerships which had disposed of all assets, businesses not required to file balance sheets, as well as businesses that failed to provide balance sheets on their returns as originally filed. See also Table 11, footnote 1.

[6] Size classes for partnerships are affected by changes in the definition of receipts. (See Table 11, footnote 6.) Starting with 1988, only partnership net rental income is reflected in the size distribution.

[7] Sole proprietors are not required to provide balance sheet information.

NOTES: Statistics for corporations are for accounting periods ended July of one year through June of the next. Thus, for example, corporation data for 2003 are for accounting periods ended July 2003 through June 2005. Statistics for nonfarm sole proprietorships and partnerships are, in general, for the calendar year. Data may not add to totals because of rounding. Most of the data are subject to sampling errors. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: IRS, Statistics of Income Winter 2005-2006 Bulletin, Publication 1136, Expanded Version. (Rev. 03-06.). Also, Statistics of Income--Corporation Income Tax Returns; Statistics of Income--Partnership Returns, Sole Proprietorship Returns, and Business Income Tax Returns, depending on the year; and Statistics of Income Bulletin, Summer or Fall issues (for most years).

## Selected Historical and Other Data

**Table 13.--Corporation Income Tax Returns: Balance Sheet, Income Statement, and Tax Items for Income Years, 1998-2004**

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

| Item  | 1998                  | 1999                  | 2000                  | 2001                  | 2002                  | 2003                  | 2004 [p]              |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| (1)   | (2)                   | (3)                   | (4)                   | (5)                   | (6)                   | (7)                   |                       |
| <b>Number of returns, total [1].....</b>                                  | <b>4,848,888</b>      | <b>4,935,904</b>      | <b>5,045,274</b>      | <b>5,135,591</b>      | <b>5,266,607</b>      | <b>5,401,237</b>      | <b>5,614,795</b>      |
| Number with net income [1].....   | 2,760,814             | 2,812,175             | 2,819,153             | 2,822,302             | 2,800,517             | 2,932,115             | 3,124,249             |
| Consolidated returns [1,2,3].....   | 60,812                | 57,144                | 56,603                | 56,507                | 52,743                | 49,900                | 48,231                |
| S corporation returns [1,3,4].....  | 2,588,088             | 2,725,775             | 2,860,478             | 2,986,486             | 3,154,377             | 3,341,606             | 3,557,300             |
| <b>Total assets [5].....</b>  | <b>37,347,352,986</b> | <b>41,464,152,854</b> | <b>47,026,871,874</b> | <b>49,154,424,202</b> | <b>50,413,501,942</b> | <b>53,644,784,683</b> | <b>59,983,334,155</b> |
| Cash .....  | 1,336,424,483         | 1,596,525,490         | 1,819,788,484         | 1,926,059,284         | 1,923,414,875         | 2,119,555,828         | 2,735,990,654         |
| Notes and accounts receivable .....                                       | 7,061,547,469         | 7,744,960,605         | 8,754,425,366         | 8,755,544,213         | 8,885,603,717         | 8,995,395,904         | 10,598,989,483        |
| Less: Allowance for bad debts.....  | 128,129,657           | 139,597,391           | 148,289,201           | 180,317,404           | 184,924,054           | 166,436,901           | 167,727,887           |
| Inventories [6].....  | 1,139,210,381         | 1,198,184,825         | 1,271,967,443         | 1,208,206,944         | 1,221,112,550         | 1,267,289,489         | 1,395,942,813         |
| Investments in U.S. Government obligations .....                          | 1,365,651,984         | 1,340,484,175         | 1,236,229,842         | 1,392,035,604         | 1,527,139,020         | 1,656,326,948         | 1,640,846,150         |
| Tax-exempt securities [7].....  | 958,653,471           | 957,099,790           | 973,317,816           | 1,057,398,071         | 1,203,096,628         | 1,297,278,783         | 1,366,959,107         |
| Other current assets .....  | 2,738,441,339         | 2,639,764,762         | 3,206,893,449         | 3,663,607,042         | 3,509,562,061         | 3,868,061,886         | 4,620,295,079         |
| Loans to shareholders .....   | 135,052,180           | 126,016,307           | 157,029,888           | 189,958,748           | 194,543,759           | 212,364,720           | 175,784,666           |
| Mortgage and real estate loans.....                                       | 2,414,901,336         | 2,554,658,266         | 2,821,508,159         | 3,228,970,528         | 3,687,181,263         | 4,072,938,126         | 4,650,992,037         |
| Other investments .....   | 13,201,119,823        | 15,799,039,436        | 17,873,853,425        | 18,343,524,687        | 18,727,600,926        | 20,535,952,107        | 22,369,966,252        |
| Depreciable assets .....  | 6,541,280,743         | 6,935,503,013         | 7,291,998,758         | 7,613,590,480         | 7,677,626,201         | 7,804,548,186         | 8,027,295,283         |
| Less: Accumulated depreciation.....                                       | 3,031,634,536         | 3,227,243,753         | 3,369,214,883         | 3,549,239,594         | 3,699,383,948         | 3,812,960,901         | 3,950,448,033         |
| Depletable assets .....   | 192,668,634           | 183,593,413           | 191,353,340           | 198,775,908           | 226,336,112           | 237,004,322           | 271,017,610           |
| Less: Accumulated depletion.....  | 92,307,154            | 85,660,310            | 87,437,339            | 92,093,245            | 110,296,199           | 110,386,244           | 117,518,525           |
| Land .....  | 271,489,857           | 286,497,086           | 302,831,910           | 319,953,637           | 325,689,411           | 341,705,785           | 364,755,951           |
| Intangible assets (amortizable).....                                      | 1,376,300,094         | 1,717,251,430         | 2,246,509,413         | 2,474,758,111         | 2,353,465,751         | 2,421,707,223         | 2,736,420,117         |
| Less: Accumulated amortization.....                                       | 232,743,976           | 280,555,798           | 364,363,888           | 483,180,189           | 480,835,477           | 478,750,745           | 510,708,705           |
| Other assets .....  | 2,099,426,516         | 2,117,631,510         | 2,848,669,891         | 3,086,871,379         | 3,426,569,347         | 3,383,190,167         | 3,774,392,105         |
| <b>Total liabilities [5].....</b>   | <b>37,347,352,986</b> | <b>41,464,152,854</b> | <b>47,026,871,874</b> | <b>49,154,424,202</b> | <b>50,413,501,942</b> | <b>53,644,784,683</b> | <b>59,983,334,155</b> |
| Accounts payable [8].....   | 2,501,289,043         | 2,792,333,967         | 3,758,177,869         | 3,927,350,604         | 4,073,664,265         | 4,337,572,143         | 5,637,155,124         |
| Mortgages, notes, and bonds payable in<br>less than 1 year.....           | 3,215,524,383         | 3,658,308,770         | 4,019,704,844         | 4,131,856,961         | 3,814,481,517         | 4,001,969,180         | 4,384,439,109         |
| Other current liabilities [8].....  | 8,809,999,920         | 9,103,186,192         | 10,307,362,766        | 10,811,930,775        | 11,181,118,658        | 11,808,860,907        | 13,542,821,543        |
| Loans from shareholders.....  | 361,234,088           | 394,938,632           | 451,461,831           | 549,016,868           | 541,170,351           | 531,953,102           | 500,837,701           |
| Mortgages, notes, and bonds payable in<br>1 year or more .....            | 4,813,249,719         | 5,448,156,416         | 6,183,999,343         | 6,781,681,427         | 7,184,589,809         | 7,383,799,418         | 8,072,577,726         |
| Other liabilities .....   | 4,537,780,597         | 4,704,367,882         | 4,957,514,852         | 5,337,844,395         | 6,073,368,168         | 6,761,943,361         | 6,995,487,465         |
| Net worth.....  | 13,108,275,236        | 15,362,860,996        | 17,348,650,369        | 17,614,743,174        | 17,545,109,175        | 18,818,686,574        | 20,850,015,486        |
| Capital stock .....   | 3,244,023,916         | 3,521,992,715         | 3,966,282,789         | 4,253,450,013         | 3,999,980,176         | 3,150,571,907         | 2,351,940,259         |
| Additional paid-in capital .....  | 8,610,169,238         | 10,186,395,658        | 12,264,818,660        | 13,919,963,504        | 15,286,648,711        | 15,258,444,856        | 16,193,556,469        |
| Retained earnings, appropriated.....                                      | 185,163,160           | 210,792,152           | 181,838,405           | 140,283,315           | 116,673,731           | 167,723,931           | 216,097,962           |
| Retained earnings, unappropriated [9].....                                | 3,190,409,230         | 3,741,892,919         | 3,445,346,327         | 2,024,731,460         | 1,060,109,067         | 2,141,352,269         | 3,011,706,618         |
| Adjustments to shareholders' equity [9].....                              | -3,006,539            | 17,108,266            | -3,382,272            | -33,277,666           | -66,214,884           | -27,510,760           | -23,571,672           |
| Less: Cost of treasury stock .....  | 2,118,483,766         | 2,315,320,710         | 2,506,253,537         | 2,690,407,452         | 2,852,087,624         | 1,871,895,626         | 923,285,821           |
| <b>Total receipts [10].....</b>   | <b>17,323,955,004</b> | <b>18,892,385,694</b> | <b>20,605,808,071</b> | <b>20,272,957,624</b> | <b>19,749,426,052</b> | <b>20,689,574,291</b> | <b>22,743,098,111</b> |
| Business receipts [10,11].....  | 15,010,264,802        | 16,313,971,385        | 17,636,551,349        | 17,504,288,630        | 17,297,125,146        | 18,264,393,898        | 20,021,594,583        |
| Interest on State and local Government<br>obligations .....               | 49,128,679            | 51,780,203            | 51,940,598            | 49,227,853            | 48,212,626            | 48,996,780            | 45,389,665            |
| Other interest [10,12].....   | 1,227,640,206         | 1,301,772,282         | 1,576,100,843         | 1,499,683,236         | 1,233,298,115         | 1,132,675,179         | 1,337,055,032         |
| Dividends received from domestic<br>corporations [10,12].....             | 20,010,007            | 20,679,644            | 20,869,880            | 18,964,132            | 17,382,452            | 17,973,872            | 20,266,729            |
| Dividends received from foreign corporations [10].....                    | 49,232,904            | 64,905,407            | 60,203,391            | 49,997,670            | 45,580,553            | 44,921,527            | 53,462,156            |
| Rents [10].....   | 106,686,977           | 117,644,823           | 131,301,498           | 134,013,856           | 136,156,000           | 136,321,392           | 136,157,368           |
| Royalties [10].....   | 93,600,002            | 105,741,540           | 122,513,266           | 116,989,820           | 115,860,138           | 133,184,522           | 139,429,388           |
| Net short-term capital gain reduced by<br>net long-term capital loss..... | 37,302,058            | 94,913,405            | 85,003,779            | 20,770,292            | 14,655,834            | 22,725,799            | 25,018,736            |
| Net long-term capital gain reduced by<br>net short-term capital loss..... | 125,012,968           | 146,520,147           | 173,758,106           | 117,443,499           | 76,266,064            | 85,965,872            | 105,466,166           |
| Net gain, noncapital assets [11].....                                     | 69,519,362            | 64,698,446            | 70,035,992            | 61,890,648            | 69,144,256            | 76,272,207            | 84,699,524            |
| Other receipts.....   | 535,557,040           | 609,758,412           | 677,529,368           | 699,687,988           | 695,744,869           | 726,143,243           | 770,665,651           |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 13.--Corporation Income Tax Returns: Balance Sheet, Income Statement, and Tax Items for Income Years, 1998-2004--Continued**

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

| Item   | 1998                  | 1999                  | 2000                  | 2001                  | 2002                  | 2003                  | 2004 [p]              |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|  | (1)                   | (2)                   | (3)                   | (4)                   | (5)                   | (6)                   | (7)                   |
| <b>Total deductions [10]</b> .....   | <b>16,489,425,015</b> | <b>17,966,972,060</b> | <b>19,691,591,726</b> | <b>19,682,982,949</b> | <b>19,198,882,118</b> | <b>19,940,594,557</b> | <b>21,680,671,119</b> |
| Cost of goods sold [10].....   | 9,362,392,237         | 10,284,098,039        | 11,135,287,909        | 11,041,533,030        | 10,607,404,004        | 11,318,644,763        | 12,516,046,746        |
| Compensation of officers [10].....   | 356,850,517           | 373,735,141           | 401,416,310           | 382,813,379           | 381,235,331           | 388,661,740           | 424,272,377           |
| Repairs.....   | 130,298,655           | 133,209,853           | 139,591,861           | 144,239,688           | 132,998,715           | 134,963,543           | 144,288,181           |
| Bad debts [10].....  | 86,371,104            | 100,202,508           | 107,679,638           | 142,196,860           | 168,045,866           | 151,140,752           | 140,738,896           |
| Rent paid on business property [10].....                                   | 308,317,657           | 347,245,365           | 380,083,953           | 398,045,240           | 410,639,197           | 407,139,494           | 420,584,503           |
| Taxes paid [10].....   | 354,578,692           | 371,183,229           | 390,067,116           | 392,458,476           | 396,571,738           | 416,812,815           | 442,439,154           |
| Interest paid [10].....  | 966,659,473           | 1,018,972,484         | 1,271,678,744         | 1,203,045,923         | 912,751,562           | 818,016,806           | 942,097,344           |
| Contributions or gifts [10].....   | 8,667,513             | 10,732,153            | 10,657,214            | 11,414,505            | 10,334,666            | 10,823,373            | 11,609,580            |
| Amortization [10].....   | 74,336,292            | 86,124,690            | 98,333,079            | 110,454,488           | 115,006,680           | 121,284,821           | 129,695,182           |
| Depreciation [10].....   | 542,490,397           | 583,799,587           | 614,372,700           | 649,988,724           | 710,881,312           | 692,432,495           | 698,615,570           |
| Depletion [10,13].....   | 9,685,686             | 9,803,284             | 10,244,959            | 9,803,354             | 9,418,123             | 10,170,908            | 11,782,503            |
| Advertising [10].....  | 198,214,266           | 216,066,879           | 234,000,558           | 219,834,114           | 218,035,603           | 224,790,471           | 239,653,132           |
| Pension, profit-sharing, stock bonus,<br>and annuity plans [13].....       | 71,689,478            | 76,779,560            | 85,788,656            | 85,523,682            | 132,414,263           | 137,053,065           | 152,376,322           |
| Employee benefit programs [13].....  | 195,453,372           | 203,531,897           | 231,325,484           | 245,747,438           | 249,904,744           | 277,325,261           | 299,388,395           |
| Net loss, noncapital assets [10,11].....                                   | 21,309,505            | 29,065,260            | 31,314,500            | 40,969,394            | 51,879,801            | 51,799,134            | 44,368,877            |
| Other deductions [13].....   | 3,802,110,171         | 4,122,422,135         | 4,549,749,050         | 4,604,914,658         | 4,691,360,514         | 4,779,535,119         | 5,062,714,357         |
| <b>Total receipts less total deductions [10,14]</b> .....                  | <b>834,529,989</b>    | <b>925,413,634</b>    | <b>914,216,344</b>    | <b>589,974,675</b>    | <b>550,543,934</b>    | <b>748,979,734</b>    | <b>1,062,426,992</b>  |
| Constructive taxable income from related<br>foreign corporations [15]..... | 52,822,281            | 55,322,097            | 65,249,771            | 62,876,530            | 61,325,249            | 80,005,681            | 82,603,984            |
| <b>Net income (less deficit) [10,14,15,16]</b> .....                       | <b>838,223,591</b>    | <b>928,955,528</b>    | <b>927,525,517</b>    | <b>603,623,352</b>    | <b>563,656,558</b>    | <b>779,988,635</b>    | <b>1,099,641,409</b>  |
| Net income [16].....   | 1,091,150,050         | 1,229,295,911         | 1,336,619,605         | 1,112,480,550         | 1,053,126,217         | 1,175,608,990         | 1,444,032,773         |
| Deficit [16].....  | 252,926,459           | 300,340,383           | 409,094,088           | 508,857,198           | 489,469,660           | 395,620,355           | 344,391,364           |
| <b>Income subject to tax [17]:</b>   |                       |                       |                       |                       |                       |                       |                       |
| Number of returns.....   | 894,446               | 868,820               | 828,470               | 780,223               | 696,230               | 660,582               | 673,142               |
| Amount.....  | 663,385,528           | 693,735,694           | 760,404,334           | 635,257,416           | 600,553,517           | 699,336,915           | 843,602,986           |
| <b>Total income tax [18]</b> .....   | <b>231,399,671</b>    | <b>241,987,588</b>    | <b>266,281,801</b>    | <b>220,874,245</b>    | <b>209,691,130</b>    | <b>243,822,946</b>    | <b>295,260,975</b>    |
| Regular tax [19].....  | 228,021,519           | 238,722,344           | 262,232,738           | 218,675,610           | 207,056,104           | 241,275,165           | 291,788,943           |
| Recapture of prior-year investment credit.....                             | 3,356                 | 8,754                 | 9,594                 | 20,924                | 9,189                 | 10,740                | 10,804                |
| Alternative minimum tax: [20]  |                       |                       |                       |                       |                       |                       |                       |
| Number of returns.....   | 18,360                | 14,901                | 13,135                | 7,101                 | 7,066                 | 9,564                 | 10,377                |
| Amount.....  | 3,324,799             | 3,051,869             | 3,874,845             | 1,800,595             | 2,532,224             | 2,298,776             | 3,190,043             |
| <b>Tax credits: [21]</b>   |                       |                       |                       |                       |                       |                       |                       |
| <b>Total</b> .....   | <b>49,796,436</b>     | <b>48,959,947</b>     | <b>62,238,013</b>     | <b>54,162,256</b>     | <b>56,078,260</b>     | <b>66,305,542</b>     | <b>75,760,986</b>     |
| Foreign tax credit: [22]   |                       |                       |                       |                       |                       |                       |                       |
| Number of returns.....   | 5,922                 | 5,864                 | 5,937                 | 5,488                 | 4,726                 | 5,414                 | 5,695                 |
| Amount.....  | 37,396,469            | 38,389,989            | 48,505,841            | 41,063,165            | 42,021,526            | 50,033,590            | 56,865,878            |
| U.S. possessions tax credit [22].....                                      | 2,393,331             | 1,485,261             | 1,438,549             | 1,268,616             | 1,191,217             | 1,081,674             | 981,112               |
| Nonconventional source fuel credit.....                                    | 1,029,728             | 886,835               | 1,516,990             | 1,806,406             | 2,189,943             | 2,104,097             | 2,740,691             |
| Qualified electric vehicle credit.....                                     | 702                   | 1,191                 | 1,246                 | 231                   | 6,102                 | N/A                   | N/A                   |
| Qualified zone academy bond credit.....                                    | N/A                   | 2,170                 | 14,542                | 28,151                | 80,289                | 103,058               | 118,207               |
| Prior-year minimum tax credit.....   | 3,432,896             | 3,431,478             | 5,169,159             | 3,254,175             | 2,027,542             | 3,355,062             | 3,980,561             |
| General business credit.....   | 5,601,399             | 4,763,022             | 5,591,686             | 6,741,513             | 8,561,641             | 9,627,908             | 11,074,525            |
| Empowerment zone employment credit.....                                    | 19,118                | 21,645                | 23,501                | 23,401                | 59,776                | 92,900                | 107,175               |
| <b>General business current year<br/>credit items: [23]</b>                |                       |                       |                       |                       |                       |                       |                       |
| Investment credit.....   | 187,934               | 315,225               | 357,607               | 359,179               | 449,893               | 418,904               | 457,256               |
| Work opportunity credit/jobs credit.....                                   | 261,936               | 253,886               | 266,341               | 233,563               | 258,428               | 273,875               | 270,059               |
| Alcohol fuel credit.....   | 15,520                | 15,817                | 11,825                | 9,224                 | 8,467                 | 8,112                 | 11,523                |
| Research activities credit.....  | 5,342,779             | 5,410,932             | 7,235,621             | 6,518,136             | 5,818,383             | 5,659,746             | 6,016,339             |
| Orphan drug credit.....  | 80,392                | 109,435               | 112,954               | 134,846               | 146,900               | 173,848               | 231,398               |
| <b>Total income tax after credits [24]</b> .....                           | <b>181,545,146</b>    | <b>193,027,641</b>    | <b>204,043,788</b>    | <b>166,711,988</b>    | <b>153,612,870</b>    | <b>177,517,404</b>    | <b>219,499,989</b>    |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 13.--Corporation Income Tax Returns: Balance Sheet, Income Statement, and Tax Items for Income Years, 1998-2004--Continued**

N/A - Not applicable.

[p] - Preliminary

- [1] Excludes inactive corporation returns. Excludes taxable farmers' cooperatives; Real Estate Mortgage Investment Conduits (REMICs); Foreign Sales Corporations (FSCs) and Interest-Charge Domestic International Sales Corporations (IC-DISCs). "Number of returns" also excludes Personal Service Corporations for 1990-1993. Because of the omission of these categories of returns, annual totals for the income, financial, and tax items shown in the statistics (except those not applicable to IC-DISCs and FSCs, such as "income subject to tax," "income tax," and tax credits) are not altogether comparable. Starting with 1997, corporations that otherwise qualified as S corporations, but that had subsidiaries, could qualify, provided the subsidiaries also qualified as S corporations. These subsidiaries, which previously filed separate returns, are included in the income tax returns of the parent S corporations. Because of a change in the definition of S corporation net income totals for receipts and deductions are slightly understated to the extent that they were not directly related to the "income from a trade or business" reported by these companies. Comparability of data for "returns with net income" is also affected, as well as by a change in the Statistics of Income definition of Regulated Investment Company net income for certain years. For additional information about these changes and the estimated effect they have on the net income statistics, see footnote 16, below.
- [2] Consolidated returns were filed on an elective basis for groups of affiliated corporations (with exceptions), in general, if 80 percent or more of the stock of the affiliates was owned within the group, and a common parent corporation owned at least 80 percent of the stock of at least one of the affiliates. Consolidated returns exclude S corporations (defined in footnote 4), although, starting with 1997, S corporation returns could include subsidiaries that were also S corporations. Returns filed by parent S corporations which include qualifying subsidiaries are included in the S corporation frequencies shown below in Table 13. Consolidated returns also exclude all real estate investment trusts (REITs).
- [3] Included in "number of returns, total" and "number with net income."
- [4] In general, certain small qualifying corporations that elected to be taxed at the shareholder level. These corporations could have no more than 75 shareholders (mostly individuals), starting with Income Year 1997; no more than 35 for Income Years 1983-1996. Starting with 1997, S corporation returns could include subsidiaries if the subsidiaries also qualified as S corporations, with income and financial data for both parent and subsidiaries combined on the return of the parent corporation.
- [5] Balance sheet data are end-of-year amounts.
- [6] Inventories include amounts reported by real estate subdividers and developers.
- [7] Tax-exempt securities include not only investments in State and local government obligations, but also stock in investment companies that distributed dividends during the current year representing tax-exempt interest on such obligations.
- [8] After 1990, accounts payable of banking and savings and loan institutions could include deposits and withdrawable shares previously reported in "other current liabilities."
- [9] Starting with 1998, amounts for "adjustments to shareholders' equity" are reported separately on the tax return.
- [10] In general, Statistics of Income data for receipts, deductions, and net income (or deficit) of S corporations are limited to those attributable to a trade or business. Therefore, most investment income or loss, such as from taxable interest, dividends, rents, royalties, and gain (loss) from sales of investment property; the deductions related to this income; and deductions for charitable contributions, intangible drilling and development costs, oil and gas depletion, foreign taxes paid, and the limited expensing of the cost of depreciable assets (Code section 179) are not reflected in net income (because they were allocated directly to shareholders instead). See also footnote 4. Prior to 1992, statistics for the "cost of goods sold" represent the more inclusive "cost of sales and operations." Cost of goods sold applies when inventories are an income-determining factor, i.e., when the corporation was engaged in the production, manufacture, purchase, or sale of merchandise in the course of its trade or business. Cost of operations applies whenever inventories are not an income-determining factor, as in the case of certain utilities and services (see below). The statistics for the cost of goods sold after 1991, therefore, also exclude estimates of the cost of operations previously constructed for the statistics from expense data reported elsewhere on the tax return (often in "other deductions") by corporations reporting "business receipts" without a corresponding cost of goods sold. These corporations were operations that was not reported as such. Most of the companies involved were classified either in the transportation and public utility or services industries. For all years, identifiable amounts of depreciation, depletion, amortization, taxes paid, advertising, bad debts, compensation of officers, employee plan contributions, interest paid, and rent found in taxpayer schedules in support of the total cost of goods sold/cost of operations were transferred to their respective deduction headings for the statistics. This enabled more complete statistics for these expenditures to be produced.
- [11] "Business receipts" include the gross proceeds (netting during statistical processing against the cost of these sales) reported by stock and commodity brokers and exchanges, and by real estate subdividers, developers, and operative builders, even when they bought and sold securities, commodities, and real estate on their own account. Previously, such transactions were treated as "net gain (loss), noncapital assets." If gross amounts were reported by stock and commodity brokers and exchanges, costs and sales proceeds were netted during statistical processing.
- [12] "Other interest" includes any dividends reported in combination with interest on the Form 1120S tax return by S corporations, i.e., certain corporations that elect to be taxed through shareholders (see footnote 4).
- [13] Identifiable amounts reported on Form 1120-A are included in the statistics for the appropriate deduction. Starting with 1992, "other deductions" include certain amounts previously treated as part of the combined "cost of goods sold/cost of operations" for Statistics of Income. See also footnote 10.
- [14] In general, "total receipts less total deductions" include tax-exempt interest on State and local government obligations, but exclude income from related foreign corporations only "constructively" received. As such, "total receipts less total deductions" represent all income, taxable and nontaxable, "actually" received by the corporation, as reported on the corporation income tax return, and exclude all income only "constructively" or "deemed" received. In contrast, "net income (less deficit)" represents all taxable income, actually or constructively received. Therefore, in the statistics, "total receipts less total deductions" minus "nontaxable interest on State and local government obligations" plus "constructive taxable income from related foreign corporations" equal "net income (less deficit)." For the exception, due to Regulated Investment Companies, see footnote 16.

## Selected Historical and Other Data

**Table 13.--Corporation Income Tax Returns: Balance Sheet, Income Statement, and Tax Items for Income Years, 1998-2004--Continued**

**Footnotes--Continued**

- [15] Represents "income" that was only "constructively" or "deemed" received from foreign corporations and that was taxed to the U. S. corporation. (In general, such income was otherwise subject to U. S. income tax only when actually repatriated as dividends.) For the statistics, it is the sum of "includable income of Controlled Foreign Corporations" and the "foreign dividend gross-up," reported separately on the tax return. The "includable income" was comprised of specific types of undistributed income earned by a Controlled Foreign Corporation that were taxed under certain conditions to the U. S. shareholder corporations unless an actual "minimum distribution" was made. The foreign dividend gross-up represents a share of the foreign taxes paid on the profits of certain foreign subsidiaries out of which they paid dividends to their U. S. parent corporations and for which the parent corporation then claimed a foreign tax credit.
- [16] "Net income (less deficit)," "net income," and "deficit" exclude: (a) net long-term capital gain reduced by net short-term capital loss reported by Regulated Investment Companies (see footnote 14), and (b) amounts other than from a trade or business, i.e., portfolio and rental income, reported by S corporations (see footnote 4). For comparisons with earlier years, these amounts should, therefore, be added back. Regulated Investment Company net long-term capital gain (reduced by net short-term capital loss) was excluded from net income in the Table 13 statistics, starting with 1990. With respect to Table 13, the amounts excluded were: \$7.5 billion for 1990; \$12.8 Billion for 1991; \$20.9 billion for 1992; \$33.3 billion for 1993; \$31 billion for 1994; \$57.2 billion for 1995; \$92.5 billion for 1996; \$164.1 billion for 1997; \$192.6 billion for 1998; \$252.3 billion for 1999; \$296.6 billion for 2000; \$41.1 billion for 2001; \$12.9 billion for 2002 and \$20.2 billion for 2003. Estimates of the prior-year S corporation net income (less deficit) excluded from the statistics in Tables 13-14 were revised for the Summer 2002 Bulletin as follows: \$17.7 billion for 1994; \$22.2 billion for 1995; \$32.1 billion for 1996; \$41.3 billion for 1997; \$56.9 billion for 1998; \$56.4 billion for 1999 and \$59.4 billion for 2000; 45.1 billion for 2001; and 32.9 billion for 2002. Data with which to estimate S corporation net income (less deficit) excluded from the statistics prior to 1994 were not tabulated. For additional information about S corporation net income, see the various articles on S corporations in the Bulletin, starting with 1990.
- [17] For most years, "income subject to tax" (the corporate tax base) exceeds "net income (less deficit)" in the statistics, chiefly because of the deficits reported on returns without net income. Moreover, it is the sum of the several tax bases applicable over time to different classes of corporations, not all of which were directly related to net income. Income subject to tax thus includes the "taxable income" base used by most companies (and defined for the statistics as net income minus certain statutory special non-business deductions, such as for intercorporate dividends received and "net operating losses" carried forward from prior years). Profits of S corporations were mostly taxed through shareholders (who had to be individuals, estates, or trusts).
- [18] Includes Personal Holding Company tax; tax on "branch profits" of foreign corporations with U.S. operations; and certain lesser taxes, including special taxes applicable to Real Estate Investment Trusts (REITs) and foreign corporations with U.S.-source income. Starting with the statistics shown for 1990, total income tax includes an environmental excise tax reported on the corporation income tax return and collected as part of the corporation income tax. This tax was repealed, effective during 1996. "Total income tax" more closely represents worldwide income tax liability because it is before subtraction of the foreign tax credit, the largest of the tax credits. To the extent that foreign tax credits adequately reflect the total foreign income tax burden, total income tax includes these taxes. See also footnotes 19, 21, and 24.
- [19] Different tax rate structures applied for 1998-2004.
- [20] Under AMT, corporations are required to compute their regular tax liability and their "tentative minimum tax" liability. The difference between the "tentative minimum tax" and the regular tax is the legally defined alternative minimum tax. The AMT was designed to ensure that, at least, a minimum amount of income tax was paid in spite of the legitimate use of exclusions, deductions, and credits. The tax computation formula was modified in 1990. For tax years beginning after 1997, new corporations and certain small corporations were not subject to the AMT.
- [21] Tax credits are applied against "regular tax" only. See also footnote 22.
- [22] In publications prior to Fall 2003, data in this table for foreign tax credit for 1990, 1995, and 1998, and for U.S. possessions credit for 1995, were revised, based on results of special studies. Subsequently, the data have been restored to their original values to be consistent with published corporate data and to be comparable with data for 1999 - 2003.
- [23] The general business credit includes the following components and their years of implementation, almost all of which were subject to a combined overall limitation, therefore the amounts shown in the table for these credits are tentative: the alcohol fuel credit, the investment credit, the work opportunity credit, (formerly the "jobs credit"), the orphan drug credit (1996), increased research expenditures credit, low-income housing credit, "disabled access" credit (1990), enhanced oil recovery credit (1991), renewable electricity production credit (1992), Indian employment credit (1993), employer social security and Medicare taxes paid on certain employee tips credit (1993), contributions to selected community development corporations credit (1993), the trans-Alaska pipeline liability fund credit, and general credits from an electing large partnership (Schedule K-1 (Form 1065-B)), small employer pension plan startup costs credit (2002), employer-provided child care facilities and services credit (2002), and new markets credit (2002). The empowerment zone and renewal community employment credit (1994), and New York Liberty Zone business employee credit, while components of the general business credit, have separate tax liability limits and are not subject to the combined limitation. For other changes in the definition of components of the general business credit, see Statistics of Income--Corporation Income Tax Returns, for the years concerned.
- [24] "Total income tax after credits" is before any examination or enforcement activities by the Internal Revenue Service. It is the amount payable to the U.S. Government as reported on the income tax return. Because it is after subtraction of foreign tax credit, this total does not include income taxes paid to foreign governments. In publications prior to Fall 2003, amounts shown for 1990, 1995, and 1998 had been revised because of revisions to the foreign tax credit (for each of these years) and to the U.S. possessions credit (for 1995) based on special studies. Subsequently, the data have been restored to their original values to be consistent with published corporate data and to be comparable with data for 1999 - 2003.

NOTES: Statistics are for corporate accounting periods ended July of one year through June of the next. Thus, for example, data for 2003 are for accounting periods ended July 2003 through June 2004. Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: IRS, Statistics of Income Winter 2005-2006 Bulletin, Publication 1136, expanded version. Also, Statistics of Income--Corporation Income Tax Returns. Additional data on the foreign tax credit and U.S. Possessions Credit from special in-depth studies are included in various issues of the Statistics of Income Bulletin.

## Selected Historical and Other Data

**Table 14a.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997**

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

| Industrial division and item                  | 1985           | 1990           | 1995           | 1996           | 1997           |
|---|----------------|----------------|----------------|----------------|----------------|
|   | (1)            | (2)            | (3)            | (4)            | (5)            |
| <b>ALL INDUSTRIAL DIVISIONS [1]</b>           |                |                |                |                |                |
| Number of returns, total [2].....             | 3,277,219      | 3,716,650      | 4,474,167      | 4,631,370      | 4,710,083      |
| Number with net income [2].....               | 1,820,120      | 1,910,670      | 2,455,492      | 2,588,424      | 2,647,474      |
| Total assets [3].....                         | 12,773,093,888 | 18,190,057,609 | 26,013,689,001 | 28,642,263,127 | 33,029,652,126 |
| Net worth [3].....                            | 3,303,698,576  | 4,738,917,553  | 8,131,941,003  | 9,495,226,103  | 11,353,013,694 |
| Total receipts [4].....                       | 8,398,278,426  | 11,409,520,074 | 14,539,050,114 | 15,525,718,006 | 16,609,707,302 |
| Business receipts [4,5].....                  | 7,369,538,953  | 9,860,441,633  | 12,785,797,708 | 13,659,470,309 | 14,460,928,695 |
| Interest received [4,6].....                  | 637,786,939    | 977,402,674    | 1,039,496,772  | 1,082,071,703  | 1,186,893,564  |
| Total deductions [4].....                     | 8,158,144,126  | 11,032,574,630 | 13,821,277,581 | 14,728,089,018 | 15,704,242,236 |
| Cost of goods sold [4].....                   | 4,894,254,081  | 6,610,769,883  | 8,206,073,365  | 8,707,100,240  | 9,114,245,646  |
| Interest paid.....                            | 568,645,475    | 825,372,164    | 744,764,676    | 770,885,334    | 866,474,183    |
| Net income (less deficit) [4].....            | 240,119,020    | 370,632,632    | 714,193,371    | 806,484,990    | 915,396,637    |
| Net income [4].....                           | 363,867,384    | 552,526,789    | 880,653,345    | 986,782,683    | 1,117,825,239  |
| Deficit [4].....                              | 123,748,365    | 181,894,157    | 166,459,975    | 180,297,692    | 202,428,602    |
| Total income tax [7].....                     | 111,340,839    | 128,185,666    | 198,786,648    | 223,712,985    | 239,394,206    |
| Regular and alternative tax [8].....          | 109,106,358    | 119,434,430    | 193,564,219    | 219,756,610    | 235,325,362    |
| Total income tax after credits.....           | 63,348,204     | 96,403,099     | 156,392,780    | 170,620,945    | 184,175,993    |
| <b>AGRICULTURE, FORESTRY, AND FISHING [1]</b> |                |                |                |                |                |
| Number of returns, total [2].....             | 103,156        | 126,423        | 147,527        | 158,963        | 163,114        |
| Number with net income [2].....               | 52,776         | 70,965         | 79,320         | 90,012         | 91,984         |
| Total assets [3].....                         | 52,651,197     | 68,338,381     | 86,298,574     | 94,140,118     | 91,984,030     |
| Net worth [3].....                            | 15,406,221     | 23,360,455     | 30,102,131     | 32,757,173     | 32,990,807     |
| Total receipts [4].....                       | 70,491,486     | 88,101,065     | 107,581,973    | 119,737,058    | 117,387,555    |
| Business receipts [4].....                    | 65,419,402     | 82,114,836     | 100,630,952    | 111,727,224    | 107,930,422    |
| Interest received [4,6].....                  | 775,383        | 681,127        | 640,032        | 759,958        | 601,918        |
| Total deductions [4].....                     | 70,559,478     | 86,883,128     | 105,967,360    | 117,166,334    | 114,673,629    |
| Cost of goods sold [4].....                   | 45,085,526     | 52,758,720     | 56,765,231     | 63,581,911     | 60,245,509     |
| Interest paid.....                            | 2,758,952      | 2,852,242      | 2,892,302      | 3,008,936      | 2,978,589      |
| Net income (less deficit) [4].....            | -74,270        | 1,156,269      | 1,604,481      | 2,614,131      | 2,673,835      |
| Net income [4].....                           | 2,930,905      | 4,328,433      | 5,402,335      | 6,262,057      | 6,310,262      |
| Deficit [4].....                              | 3,005,175      | 3,172,164      | 3,797,857      | 3,647,926      | 3,636,427      |
| Total income tax [7].....                     | 540,641        | 589,866        | 661,579        | 764,345        | 659,642        |
| Regular and alternative tax [8].....          | 531,787        | 569,812        | 640,696        | 748,862        | 647,752        |
| Total income tax after credits.....           | 344,626        | 554,818        | 611,254        | 659,991        | 599,082        |
| <b>MINING [1]</b>                             |                |                |                |                |                |
| Number of returns, total [2].....             | 41,426         | 39,674         | 35,123         | 35,799         | 32,996         |
| Number with net income [2].....               | 18,031         | 18,436         | 18,776         | 18,098         | 17,281         |
| Total assets [3].....                         | 240,815,996    | 219,197,640    | 268,690,014    | 299,106,231    | 324,294,826    |
| Net worth [3].....                            | 104,772,797    | 110,339,579    | 132,123,209    | 151,720,805    | 165,095,652    |
| Total receipts [4].....                       | 142,038,595    | 111,444,457    | 126,760,491    | 141,278,092    | 150,318,265    |
| Business receipts [4].....                    | 126,710,610    | 97,321,579     | 114,163,493    | 127,583,639    | 134,379,404    |
| Interest received [4,6].....                  | 3,584,890      | 3,849,674      | 2,985,957      | 3,096,278      | 3,708,511      |
| Total deductions [4].....                     | 145,389,514    | 106,466,509    | 121,397,443    | 133,385,823    | 141,046,419    |
| Cost of goods sold [4].....                   | 87,972,035     | 62,070,361     | 70,550,767     | 78,022,883     | 78,465,626     |
| Interest paid.....                            | 7,789,995      | 6,674,114      | 6,071,863      | 6,179,872      | 6,768,047      |
| Net income (less deficit) [4].....            | -2,543,487     | 5,302,223      | 5,530,975      | 8,152,607      | 9,728,562      |
| Net income [4].....                           | 6,166,623      | 9,071,733      | 9,364,612      | 12,112,260     | 14,191,366     |
| Deficit [4].....                              | 8,710,110      | 3,769,511      | 3,833,637      | 3,959,653      | 4,462,804      |
| Total income tax [7].....                     | 1,810,559      | 2,223,977      | 2,119,370      | 2,525,467      | 3,141,128      |
| Regular and alternative tax [8].....          | 1,736,952      | 1,897,245      | 1,900,482      | 2,348,394      | 2,951,254      |
| Total income tax after credits.....           | 557,519        | 1,348,333      | 1,170,119      | 1,350,676      | 2,019,716      |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14a.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997**  
**--Continued**

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

| Industrial division and item                   | 1985          | 1990          | 1995          | 1996          | 1997          |
|--|---------------|---------------|---------------|---------------|---------------|
|  | (1)           | (2)           | (3)           | (4)           | (5)           |
| <b>CONSTRUCTION [1]</b>                        |               |               |               |               |               |
| Number of returns, total [2].....              | 318,276       | 406,874       | 449,882       | 471,230       | 487,783       |
| Number with net income [2].....                | 185,613       | 223,434       | 275,375       | 300,890       | 307,733       |
| Total assets [3].....                          | 215,297,771   | 243,829,026   | 265,812,616   | 284,595,206   | 314,551,349   |
| Net worth [3].....                             | 54,687,270    | 63,865,550    | 86,553,081    | 92,427,338    | 99,144,660    |
| Total receipts [4].....                        | 387,232,953   | 534,654,044   | 637,090,195   | 710,467,223   | 779,014,473   |
| Business receipts [4].....                     | 374,590,273   | 522,586,199   | 627,463,416   | 699,596,890   | 768,122,399   |
| Interest received [4,6].....                   | 3,851,628     | 3,621,561     | 2,068,327     | 2,089,412     | 2,079,884     |
| Total deductions [4].....                      | 382,823,113   | 527,800,795   | 622,621,984   | 692,581,515   | 758,429,123   |
| Cost of goods sold [4].....                    | 295,803,244   | 407,448,745   | 483,881,784   | 537,067,796   | 589,184,488   |
| Interest paid .....                            | 6,407,652     | 7,368,430     | 5,280,750     | 5,473,796     | 5,949,039     |
| Net income (less deficit) [4].....             | 4,370,924     | 6,824,608     | 14,458,024    | 17,878,460    | 20,522,439    |
| Net income [4].....                            | 11,053,145    | 15,859,977    | 20,986,981    | 25,036,702    | 27,816,466    |
| Deficit [4].....                               | 6,682,220     | 9,035,370     | 6,528,956     | 7,158,242     | 7,294,027     |
| Total income tax [7].....                      | 2,312,856     | 2,092,196     | 2,462,222     | 2,958,069     | 2,953,440     |
| Regular and alternative tax [8].....           | 2,243,786     | 1,983,902     | 2,358,661     | 2,847,146     | 2,846,960     |
| Total income tax after credits.....            | 1,662,563     | 1,906,537     | 2,281,929     | 2,667,923     | 2,817,961     |
| <b>MANUFACTURING [1]</b>                       |               |               |               |               |               |
| Number of returns, total [2].....              | 276,545       | 301,669       | 319,699       | 325,689       | 325,045       |
| Number with net income [2].....                | 159,778       | 167,509       | 185,590       | 191,254       | 195,038       |
| Total assets [3].....                          | 2,644,393,424 | 3,921,323,756 | 4,941,072,530 | 5,425,184,573 | 5,966,306,398 |
| Net worth [3].....                             | 1,099,645,876 | 1,392,233,318 | 1,739,529,985 | 1,966,848,773 | 2,110,695,629 |
| Total receipts [4].....                        | 2,831,062,496 | 3,688,693,895 | 4,585,549,761 | 4,902,669,122 | 5,177,663,770 |
| Business receipts [4].....                     | 2,656,345,750 | 3,434,141,360 | 4,290,704,760 | 4,567,209,064 | 4,794,291,330 |
| Interest received [4,6].....                   | 47,753,626    | 81,135,811    | 86,746,437    | 102,537,639   | 116,819,943   |
| Total deductions [4].....                      | 2,733,105,346 | 3,545,121,842 | 4,354,564,077 | 4,652,960,523 | 4,910,704,056 |
| Cost of goods sold [4].....                    | 1,797,852,805 | 2,377,226,499 | 2,932,256,224 | 3,125,013,437 | 3,241,577,938 |
| Interest paid .....                            | 90,452,072    | 151,214,835   | 145,509,470   | 156,862,195   | 175,064,011   |
| Net income (less deficit) [4].....             | 113,758,645   | 171,373,726   | 260,909,947   | 286,059,822   | 305,958,154   |
| Net income [4].....                            | 142,541,119   | 212,936,099   | 297,458,397   | 325,291,340   | 352,453,829   |
| Deficit [4].....                               | 28,782,474    | 41,562,373    | 36,548,450    | 39,231,518    | 46,495,675    |
| Total income tax [7].....                      | 56,687,476    | 64,385,522    | 83,817,532    | 95,502,448    | 101,849,787   |
| Regular and alternative tax [8].....           | 55,553,921    | 60,664,655    | 81,476,502    | 93,646,267    | 100,318,010   |
| Total income tax after credits.....            | 25,382,459    | 38,971,197    | 54,302,936    | 58,883,875    | 64,307,381    |
| <b>TRANSPORTATION AND PUBLIC UTILITIES [1]</b> |               |               |               |               |               |
| Number of returns, total [2].....              | 138,337       | 160,353       | 194,456       | 205,777       | 209,412       |
| Number with net income [2].....                | 69,938        | 81,418        | 107,285       | 111,811       | 110,657       |
| Total assets [3].....                          | 1,246,426,899 | 1,522,045,738 | 1,903,213,778 | 2,069,453,023 | 2,219,019,293 |
| Net worth [3].....                             | 490,481,127   | 508,667,821   | 633,131,635   | 714,120,889   | 762,083,589   |
| Total receipts [4].....                        | 772,358,188   | 936,277,062   | 1,156,709,979 | 1,257,010,639 | 1,330,726,431 |
| Business receipts [4].....                     | 733,943,970   | 874,111,070   | 1,086,623,231 | 1,183,959,691 | 1,247,593,251 |
| Interest received [4,6].....                   | 12,310,594    | 18,194,729    | 22,314,329    | 23,432,987    | 26,135,120    |
| Total deductions [4].....                      | 747,836,158   | 900,960,832   | 1,084,676,405 | 1,182,369,290 | 1,260,911,843 |
| Cost of goods sold [4].....                    | 381,028,354   | 405,924,209   | 405,708,040   | 453,455,420   | 482,982,473   |
| Interest paid .....                            | 44,880,858    | 59,190,735    | 61,601,762    | 64,006,991    | 69,385,093    |
| Net income (less deficit) [4].....             | 25,087,629    | 35,413,596    | 72,911,176    | 75,400,172    | 70,984,769    |
| Net income [4].....                            | 37,880,144    | 51,490,850    | 87,557,007    | 93,129,707    | 95,097,536    |
| Deficit [4].....                               | 12,792,516    | 16,077,254    | 14,645,831    | 17,729,536    | 24,112,767    |
| Total income tax [7].....                      | 15,214,129    | 17,114,547    | 27,186,351    | 28,376,759    | 28,506,843    |
| Regular and alternative tax [8].....           | 14,881,470    | 15,228,031    | 26,305,839    | 27,775,587    | 27,790,676    |
| Total income tax after credits.....            | 8,432,924     | 15,882,038    | 24,836,272    | 25,963,903    | 25,582,369    |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14a.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997**  
**--Continued**

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

| Industrial division and item                   | 1985          | 1990           | 1995           | 1996           | 1997           |
|--|---------------|----------------|----------------|----------------|----------------|
|  | (1)           | (2)            | (3)            | (4)            | (5)            |
| <b>WHOLESALE AND RETAIL TRADE [1]</b>          |               |                |                |                |                |
| Number of returns, total [2].....              | 917,301       | 1,023,057      | 1,132,409      | 1,142,491      | 1,149,132      |
| Number with net income [2].....                | 510,825       | 527,128        | 626,022        | 652,504        | 656,288        |
| Total assets [3].....                          | 1,009,965,739 | 1,447,296,828  | 1,919,717,823  | 2,016,232,163  | 1,947,931,949  |
| Net worth [3].....                             | 286,260,274   | 354,827,439    | 533,870,160    | 568,677,377    | 613,532,103    |
| Total receipts [4].....                        | 2,473,865,453 | 3,308,988,336  | 4,310,346,947  | 4,490,073,608  | 4,703,816,853  |
| Business receipts [4].....                     | 2,408,174,933 | 3,216,861,660  | 4,206,376,331  | 4,383,103,174  | 4,588,802,594  |
| Interest received [4,6].....                   | 21,633,480    | 29,851,239     | 30,425,682     | 31,317,702     | 31,259,696     |
| Total deductions [4].....                      | 2,440,403,373 | 3,279,066,687  | 4,247,560,773  | 4,418,321,110  | 4,624,196,186  |
| Cost of goods sold [4].....                    | 1,869,766,621 | 2,482,483,270  | 3,255,845,728  | 3,378,472,096  | 3,523,438,346  |
| Interest paid .....                            | 38,217,998    | 63,914,431     | 59,945,319     | 61,708,013     | 65,839,595     |
| Net income (less deficit) [4].....             | 33,126,702    | 30,094,078     | 63,566,712     | 73,353,268     | 81,584,637     |
| Net income [4].....                            | 51,434,500    | 65,383,876     | 97,018,112     | 107,999,874    | 117,042,233    |
| Deficit [4].....                               | 18,307,798    | 35,289,798     | 33,451,401     | 34,646,606     | 35,457,596     |
| Total income tax [7].....                      | 16,392,896    | 13,839,310     | 20,301,551     | 22,694,239     | 23,871,953     |
| Regular and alternative tax [8].....           | 16,130,885    | 13,324,360     | 20,030,374     | 22,435,178     | 23,550,018     |
| Total income tax after credits.....            | 13,396,555    | 12,615,991     | 18,475,921     | 20,732,232     | 21,959,617     |
| <b>FINANCE, INSURANCE, AND REAL ESTATE [1]</b> |               |                |                |                |                |
| Number of returns, total [2].....              | 518,432       | 609,138        | 683,211        | 723,754        | 744,545        |
| Number with net income [2].....                | 285,273       | 269,667        | 317,410        | 341,136        | 344,625        |
| Total assets [3].....                          | 7,029,452,681 | 10,193,295,357 | 15,677,286,629 | 17,360,053,164 | 20,905,619,903 |
| Net worth [3].....                             | 1,161,968,009 | 2,142,041,011  | 4,668,579,685  | 5,605,211,611  | 7,155,654,580  |
| Total receipts [4].....                        | 1,182,034,309 | 1,954,709,651  | 2,278,103,923  | 2,406,855,250  | 2,711,269,836  |
| Business receipts [5].....                     | 501,993,840   | 900,908,453    | 1,094,870,564  | 1,176,179,679  | 1,282,307,615  |
| Interest received [4,6].....                   | 541,268,193   | 830,451,126    | 879,763,014    | 901,666,932    | 987,114,539    |
| Total deductions [4].....                      | 1,104,572,202 | 1,809,867,575  | 1,985,795,615  | 2,076,613,597  | 2,304,339,835  |
| Cost of goods sold [4].....                    | 237,577,803   | 526,244,728    | 614,755,680    | 632,948,266    | 661,222,720    |
| Interest paid .....                            | 363,009,417   | 506,921,011    | 433,479,978    | 439,762,655    | 501,112,985    |
| Net income (less deficit) [4].....             | 60,670,526    | 109,901,881    | 256,810,767    | 299,149,193    | 373,482,032    |
| Net income [4].....                            | 90,546,934    | 158,458,842    | 295,423,415    | 337,822,090    | 413,000,341    |
| Deficit [4].....                               | 29,876,408    | 48,556,962     | 38,612,648     | 38,672,897     | 39,518,308     |
| Total income tax [7].....                      | 13,598,201    | 22,556,387     | 51,874,358     | 58,301,659     | 63,604,700     |
| Regular and alternative tax [8].....           | 13,369,981    | 20,709,720     | 50,691,121     | 57,556,938     | 62,650,267     |
| Total income tax after credits.....            | 10,193,877    | 20,511,294     | 45,988,431     | 50,181,634     | 54,777,098     |
| <b>SERVICES [1]</b>                            |               |                |                |                |                |
| Number of returns, total [2].....              | 939,390       | 1,029,447      | 1,504,230      | 1,557,401      | 1,592,854      |
| Number with net income [2].....                | 529,337       | 546,268        | 843,922        | 881,427        | 921,533        |
| Total assets [3].....                          | 330,982,941   | 572,842,266    | 950,737,457    | 1,092,310,137  | 1,259,381,543  |
| Net worth [3].....                             | 89,852,365    | 143,154,346    | 307,630,801    | 363,120,124    | 413,665,895    |
| Total receipts [4].....                        | 534,587,609   | 779,329,609    | 1,335,694,559  | 1,496,215,552  | 1,638,587,903  |
| Business receipts [4].....                     | 497,980,990   | 726,041,364    | 1,263,790,767  | 1,408,716,487  | 1,536,597,024  |
| Interest received [4,6].....                   | 6,561,301     | 9,526,124      | 14,541,126     | 17,157,456     | 19,166,408     |
| Total deductions [4].....                      | 528,685,613   | 769,035,909    | 1,297,475,364  | 1,453,204,496  | 1,589,010,688  |
| Cost of goods sold [4].....                    | 176,070,808   | 290,965,307    | 385,562,425    | 437,521,006    | 476,468,909    |
| Interest paid .....                            | 15,027,259    | 27,188,190     | 29,967,579     | 33,871,749     | 39,371,150     |
| Net income (less deficit) [4].....             | 5,883,782     | 10,616,792     | 38,407,562     | 43,952,204     | 50,470,448     |
| Net income [4].....                            | 21,124,460    | 34,850,560     | 67,389,184     | 79,102,121     | 91,879,768     |
| Deficit [4].....                               | 15,240,678    | 24,233,768     | 28,981,622     | 35,149,916     | 41,409,320     |
| Total income tax [7].....                      | 4,742,347     | 5,368,531      | 10,358,678     | 12,588,705     | 14,804,587     |
| Regular and alternative tax [8].....           | 4,621,875     | 5,041,377      | 10,155,538     | 12,397,017     | 14,568,298     |
| Total income tax after credits.....            | 3,343,830     | 4,597,561      | 8,720,911      | 10,179,417     | 12,110,639     |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14a.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by Standard Industrial Classification (SIC) Industrial Division, Specified Income Years, 1985-1997 --Continued**

[1] Industrial classification is based on the product or service accounting for the largest percentage of "total receipts." (Total receipts are the sum of business or gross receipts, plus capital gains and income from investments, including rentals.) Starting with 1998, this classification is based on the North American Industry Classification System (NAICS), which replaced the Standard Industrial Classification (SIC) system. The SIC, in its various versions, was used to classify statistics for the years before 1998. Both systems were intended for Government-wide use in classifying business statistics. (For information about NAICS and its usage in Canadian, Mexican, and U.S. Government statistics, see the Statistics of Income Bulletin, Summer 1997, Volume 17, Number 1, pp. 3-5.) Because there are substantial differences between NAICS and its predecessor SIC system, data by "industrial sector" for years beginning with 1998 (Table 14b) are shown apart from data for earlier years by "industrial division" (Table 14a). As an example of differences between the two systems, using NAICS, Statistics of Income classifies banks that were bank holding companies in the new "management of companies (holding companies)" sector, instead of in the "finance and insurance" sector. Using the SIC, bank holding companies had previously been classified in the "finance, insurance, and real estate" industrial division. For additional information about breaks in comparability caused by the changeover to NAICS, see Statistics of Income--1998, Corporation Income Tax Returns. If information for the business activity and product was not discernible from the corporation income tax return, the return was classified as with nature of business "not allocable." Data for nature of business "not allocable" are included in the totals for "all industrial divisions" (Table 14a) and "all industrial sectors" (Table 14b), but are not shown separately. Therefore, in addition to rounding differences, the statistics by industrial division or sector will not add to their respective grand totals.

[2] See Table 13, footnote 1.

[3] Balance sheet data are end-of-year amounts. Net worth is the sum of "capital stock," "additional paid-in capital," "retained earnings, appropriated," "retained earnings, unappropriated," and "adjustments to shareholders' equity" minus "cost of treasury stock." (Prior to 1997, data for "retained earnings, unappropriated" included "adjustments to shareholders' equity," not reported separately on the tax return.) Each of these amounts is presented separately in Table 13.

[4] See Table 13, footnotes 10 and 14.

[5] See Table 13, footnote 11.

[6] Interest received is the sum of "interest on State and local government obligations" (i.e., tax-exempt interest) and "other interest" (which includes interest paid by banking and savings institutions). Data for both of these amounts are presented separately in Table 13. See also Table 13, footnote 12.

[7] In addition to regular tax (and alternative tax) for years prior to 1988, includes certain other taxes either shown separately in Table 13 or mentioned in Table 13, footnote 18.

[8] Beginning with tax year 1987, "Alternative tax" was repealed. See also Table 13, footnote 19.

NOTES: Statistics are for corporate accounting periods ended July of one year through June of the next. Thus, for example, data for 1997 are for accounting periods ended July 1997 through June 1998. Data may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling errors. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: Statistics of Income--Corporation Income Tax Returns.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003**

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

| Industrial sector and item                                 | 1998           | 1999           | 2000           | 2001           | 2002           | 2003           |
|--|----------------|----------------|----------------|----------------|----------------|----------------|
|  | (1)            | (2)            | (3)            | (4)            | (5)            | (6)            |
| <b>ALL INDUSTRIAL SECTORS [1]</b>                          |                |                |                |                |                |                |
| Number of returns, total [2].....                          | 4,848,888      | 4,935,904      | 5,045,274      | 5,135,591      | 5,266,607      | 5,401,237      |
| Number with net income [2].....                            | 2,760,814      | 2,812,175      | 2,819,153      | 2,822,302      | 2,800,517      | 2,932,115      |
| Total assets [3].....                                      | 37,347,352,986 | 41,464,152,854 | 47,026,871,874 | 49,154,424,202 | 50,413,501,942 | 53,644,784,683 |
| Net worth [3].....   | 13,108,275,236 | 15,362,860,996 | 17,348,650,369 | 17,614,743,174 | 17,545,109,175 | 18,818,686,574 |
| Total receipts [4].....                                    | 17,323,955,004 | 18,892,385,694 | 20,605,808,071 | 20,272,957,624 | 19,749,426,052 | 20,689,574,291 |
| Business receipts [4,5].....                               | 15,010,264,802 | 16,313,971,385 | 17,636,551,349 | 17,504,288,630 | 17,297,125,146 | 18,264,393,898 |
| Interest received [4,6].....                               | 1,276,768,885  | 1,353,552,485  | 1,628,041,441  | 1,499,683,236  | 1,233,298,115  | 1,132,675,179  |
| Total deductions [4].....                                  | 16,489,425,015 | 17,966,972,060 | 19,691,591,726 | 19,682,982,949 | 19,198,882,118 | 19,940,594,557 |
| Cost of goods sold [4].....                                | 9,362,392,237  | 10,284,098,039 | 11,135,287,909 | 11,041,533,030 | 10,607,404,004 | 11,318,644,763 |
| Interest paid.....   | 966,659,473    | 1,018,972,484  | 1,271,678,744  | 1,203,045,923  | 912,751,562    | 818,016,806    |
| Net income (less deficit) [4].....                         | 838,223,591    | 928,955,528    | 927,525,517    | 603,623,352    | 563,656,558    | 779,988,635    |
| Net income [4].....  | 1,091,150,050  | 1,229,295,911  | 1,336,619,605  | 1,112,480,551  | 1,053,126,217  | 1,175,608,990  |
| Deficit [4].....   | 252,926,459    | 300,340,383    | 409,094,088    | 508,857,198    | 489,469,660    | 395,620,355    |
| Total income tax [7].....                                  | 231,399,671    | 241,987,588    | 266,281,801    | 220,874,245    | 209,691,130    | 243,822,946    |
| Regular tax.....   | 228,021,519    | 238,722,344    | 262,232,738    | 218,675,610    | 207,056,104    | 241,275,165    |
| Total income tax after credits.....                        | 181,545,146    | 193,027,641    | 204,043,788    | 166,711,988    | 153,612,870    | 177,517,404    |
| <b>AGRICULTURE, FORESTRY,<br/>HUNTING, AND FISHING [1]</b> |                |                |                |                |                |                |
| Number of returns, total [2].....                          | 135,107        | 141,678        | 140,851        | 140,806        | 140,223        | 143,019        |
| Number with net income [2].....                            | 71,439         | 73,861         | 79,678         | 74,106         | 65,499         | 77,281         |
| Total assets [3].....                                      | 96,299,993     | 102,896,414    | 105,715,035    | 104,902,187    | 105,500,630    | 111,325,927    |
| Net worth [3].....   | 36,418,247     | 37,991,103     | 38,692,638     | 36,636,289     | 35,767,420     | 37,169,357     |
| Total receipts [4].....                                    | 110,588,698    | 115,897,645    | 117,135,698    | 115,434,441    | 119,151,243    | 125,741,451    |
| Business receipts [4].....                                 | 100,398,430    | 104,645,084    | 106,085,760    | 102,909,416    | 107,931,393    | 113,828,382    |
| Interest received [4,6].....                               | 627,434        | 677,020        | 622,013        | 541,280        | 374,767        | 368,971        |
| Total deductions [4].....                                  | 110,125,234    | 114,521,646    | 115,914,854    | 114,621,084    | 119,774,426    | 124,462,063    |
| Cost of goods sold [4].....                                | 56,835,616     | 58,439,010     | 59,844,373     | 54,841,323     | 60,121,105     | 62,045,324     |
| Interest paid.....   | 3,117,877      | 3,460,472      | 3,580,884      | 3,280,134      | 2,923,041      | 2,733,424      |
| Net income (less deficit) [4].....                         | 529,117        | 1,388,996      | 1,220,273      | 1,064,909      | -587,571       | 1,332,547      |
| Net income [4].....  | 5,485,926      | 5,938,589      | 6,135,371      | 5,981,691      | 4,852,284      | 6,339,974      |
| Deficit [4].....   | 4,956,809      | 4,549,592      | 4,915,098      | 4,916,782      | 5,439,855      | 5,007,428      |
| Total income tax [7].....                                  | 620,915        | 602,018        | 563,797        | 619,708        | 403,902        | 644,189        |
| Regular tax.....   | 610,268        | 592,430        | 553,484        | 615,617        | 399,926        | 635,750        |
| Total income tax after credits.....                        | 547,808        | 544,293        | 553,231        | 514,046        | 386,944        | 592,886        |
| <b>MINING [1]</b>  |                |                |                |                |                |                |
| Number of returns, total [2].....                          | 31,467         | 30,849         | 32,578         | 31,776         | 30,287         | 30,252         |
| Number with net income [2].....                            | 16,045         | 15,291         | 18,430         | 18,942         | 15,095         | 17,152         |
| Total assets [3].....                                      | 344,842,939    | 358,374,736    | 410,747,979    | 448,910,140    | 449,429,859    | 421,276,319    |
| Net worth [3].....   | 170,579,986    | 178,084,613    | 198,479,943    | 231,706,800    | 233,250,469    | 196,639,943    |
| Total receipts [4].....                                    | 131,071,579    | 124,847,341    | 158,618,629    | 169,539,555    | 157,298,844    | 194,190,254    |
| Business receipts [4].....                                 | 116,905,970    | 109,685,715    | 140,917,053    | 151,151,906    | 142,247,484    | 178,319,223    |
| Interest received [4,6].....                               | 3,873,591      | 4,710,874      | 4,926,125      | 4,088,184      | 3,225,286      | 3,174,095      |
| Total deductions [4].....                                  | 130,388,596    | 125,494,571    | 149,060,709    | 160,816,530    | 156,911,742    | 184,237,912    |
| Cost of goods sold [4].....                                | 66,380,586     | 63,289,692     | 75,033,998     | 80,548,021     | 78,092,277     | 98,177,788     |
| Interest paid.....   | 7,911,568      | 9,008,339      | 10,125,194     | 9,923,985      | 9,016,218      | 9,240,463      |
| Net income (less deficit) [4].....                         | 1,091,102      | -134,901       | 10,355,698     | 9,406,304      | 1,344,239      | 10,683,846     |
| Net income [4].....  | 8,826,382      | 8,519,139      | 15,616,089     | 16,240,479     | 9,851,990      | 17,265,488     |
| Deficit [4].....   | 7,735,280      | 8,654,040      | 5,260,391      | 6,834,176      | 8,507,752      | 6,581,642      |
| Total income tax [7].....                                  | 2,116,331      | 1,770,981      | 3,231,554      | 3,026,385      | 2,087,504      | 3,547,275      |
| Regular tax.....   | 1,987,944      | 1,615,297      | 3,091,343      | 2,900,460      | 1,993,356      | 3,453,291      |
| Total income tax after credits.....                        | 1,382,782      | 1,064,375      | 2,050,087      | 2,064,114      | 1,010,103      | 2,030,356      |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

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

| Industrial sector and item                | 1998          | 1999          | 2000          | 2001          | 2002          | 2003          |
|---|---------------|---------------|---------------|---------------|---------------|---------------|
|   | (1)           | (2)           | (3)           | (4)           | (5)           | (6)           |
| <b>WHOLESALE AND RETAIL TRADE [1]</b>     |               |               |               |               |               |               |
| Number of returns, total [2].....         | 956,803       | 948,371       | 959,575       | 963,403       | 964,523       | 975,011       |
| Number with net income [2].....           | 562,107       | 567,059       | 547,118       | 552,571       | 514,346       | 538,287       |
| Total assets [3].....                     | 1,955,833,869 | 2,136,070,543 | 2,307,635,980 | 2,311,538,349 | 2,412,864,112 | 2,458,482,333 |
| Net worth [3].....                        | 630,317,171   | 697,058,437   | 752,937,787   | 775,273,224   | 812,930,683   | 859,282,017   |
| Total receipts [4].....                   | 4,626,956,885 | 4,913,443,742 | 5,397,024,981 | 5,312,289,788 | 5,403,353,886 | 5,736,011,994 |
| Business receipts [4].....                | 4,516,670,915 | 4,789,438,632 | 5,267,581,834 | 5,183,197,415 | 5,278,843,887 | 5,601,105,942 |
| Interest received [4,6].....              | 23,303,872    | 25,791,809    | 27,158,306    | 21,959,651    | 19,509,672    | 17,660,874    |
| Total deductions [4].....                 | 4,541,306,580 | 4,823,250,170 | 5,314,154,542 | 5,239,282,835 | 5,318,817,046 | 5,631,362,037 |
| Cost of goods sold [4].....               | 3,500,642,975 | 3,713,954,583 | 4,116,888,584 | 4,036,920,370 | 4,083,064,952 | 4,352,429,283 |
| Interest paid.....                        | 56,868,644    | 59,036,213    | 68,090,598    | 59,251,050    | 50,534,463    | 46,478,485    |
| Net income (less deficit) [4].....        | 86,950,940    | 91,938,690    | 85,176,192    | 75,366,514    | 87,018,582    | 108,098,908   |
| Net income [4].....                       | 119,780,848   | 133,647,997   | 139,241,630   | 128,763,355   | 135,027,304   | 154,567,691   |
| Deficit [4].....                          | 32,829,908    | 41,709,307    | 54,065,438    | 53,396,841    | 48,008,722    | 46,468,782    |
| Total income tax [7].....                 | 25,333,188    | 27,897,471    | 29,752,161    | 26,419,726    | 27,469,057    | 32,256,691    |
| Regular tax.....                          | 25,050,231    | 27,586,344    | 29,389,721    | 26,309,437    | 27,296,326    | 32,120,034    |
| Total income tax after credits.....       | 23,551,505    | 25,958,590    | 27,782,180    | 24,749,298    | 25,568,842    | 29,692,890    |
| <b>TRANSPORTATION AND WAREHOUSING [1]</b> |               |               |               |               |               |               |
| Number of returns, total [2].....         | 159,646       | 160,195       | 160,437       | 164,492       | 177,745       | 182,881       |
| Number with net income [2].....           | 94,327        | 85,618        | 84,271        | 84,837        | 91,226        | 95,352        |
| Total assets [3].....                     | 460,299,605   | 495,262,107   | 531,565,047   | 531,565,543   | 536,270,300   | 558,278,543   |
| Net worth [3].....                        | 157,718,753   | 168,809,002   | 166,587,366   | 156,710,830   | 144,702,207   | 156,846,724   |
| Total receipts [4].....                   | 488,074,225   | 506,307,909   | 527,167,358   | 516,415,672   | 533,613,159   | 571,417,174   |
| Business receipts [4].....                | 469,626,605   | 485,223,550   | 505,713,781   | 493,765,699   | 510,816,998   | 547,730,745   |
| Interest received [4,6].....              | 5,211,712     | 4,952,614     | 5,821,233     | 4,819,977     | 3,982,958     | 3,026,793     |
| Total deductions [4].....                 | 472,624,631   | 496,110,964   | 519,789,746   | 523,754,808   | 542,412,614   | 570,180,006   |
| Cost of goods sold [4].....               | 145,243,592   | 144,954,534   | 162,300,008   | 143,664,961   | 151,927,768   | 193,253,719   |
| Interest paid.....                        | 12,890,808    | 14,114,833    | 15,623,451    | 14,544,173    | 19,266,450    | 12,624,295    |
| Net income (less deficit) [4].....        | 15,813,288    | 10,441,695    | 7,913,968     | -7,061,072    | -8,648,139    | 1,608,015     |
| Net income [4].....                       | 21,950,223    | 18,783,289    | 19,125,558    | 14,117,899    | 14,490,713    | 15,802,242    |
| Deficit [4].....                          | 6,136,935     | 8,341,594     | 11,211,590    | 21,178,971    | 23,138,852    | 14,194,227    |
| Total income tax [7].....                 | 5,220,126     | 4,556,134     | 4,328,980     | 3,061,717     | 2,915,569     | 3,165,216     |
| Regular tax.....                          | 4,974,510     | 4,442,795     | 4,238,681     | 2,965,899     | 2,817,395     | 3,152,330     |
| Total income tax after credits.....       | 4,465,867     | 3,944,800     | 3,745,610     | 2,836,333     | 2,725,995     | 2,740,308     |
| <b>INFORMATION [1]</b>                    |               |               |               |               |               |               |
| Number of returns, total [2].....         | 100,977       | 107,628       | 118,073       | 115,435       | 120,271       | 119,875       |
| Number with net income [2].....           | 46,604        | 50,591        | 51,357        | 47,156        | 49,492        | 54,608        |
| Total assets [3].....                     | 1,657,751,562 | 2,321,203,242 | 3,034,923,999 | 3,149,915,940 | 2,993,759,005 | 2,691,139,228 |
| Net worth [3].....                        | 630,069,085   | 967,927,509   | 1,343,743,493 | 1,361,280,253 | 1,273,397,574 | 1,182,146,927 |
| Total receipts [4].....                   | 759,064,134   | 889,706,510   | 967,190,036   | 946,598,108   | 909,195,188   | 938,674,058   |
| Business receipts [4].....                | 667,610,273   | 760,824,421   | 817,186,647   | 815,772,817   | 799,441,224   | 822,160,145   |
| Interest received [4,6].....              | 26,513,904    | 31,706,595    | 40,293,352    | 37,267,880    | 32,097,945    | 28,478,715    |
| Total deductions [4].....                 | 728,192,854   | 851,795,719   | 963,202,354   | 986,220,330   | 946,955,633   | 947,864,644   |
| Cost of goods sold [4].....               | 184,295,336   | 202,700,271   | 220,902,262   | 213,276,295   | 205,183,275   | 213,052,675   |
| Interest paid.....                        | 52,171,340    | 61,139,001    | 73,850,231    | 76,883,082    | 69,536,498    | 62,442,478    |
| Net income (less deficit) [4].....        | 32,662,060    | 39,705,442    | 5,888,634     | -37,658,246   | -33,996,597   | -3,996,010    |
| Net income [4].....                       | 68,476,679    | 94,470,726    | 92,587,270    | 59,616,076    | 48,623,452    | 55,309,436    |
| Deficit [4].....                          | 35,814,619    | 54,765,284    | 86,698,635    | 97,274,322    | 82,620,049    | 59,305,447    |
| Total income tax [7].....                 | 20,501,328    | 25,266,589    | 25,616,216    | 16,406,635    | 12,104,214    | 14,026,180    |
| Regular tax.....                          | 20,274,203    | 25,200,587    | 24,990,024    | 16,309,070    | 12,076,847    | 13,897,774    |
| Total income tax after credits.....       | 18,440,210    | 23,070,009    | 21,997,317    | 11,797,175    | 7,795,636     | 10,295,637    |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

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

| Industrial sector and item  | 1998          | 1999          | 2000          | 2001          | 2002          | 2003           |
|---|---------------|---------------|---------------|---------------|---------------|----------------|
|   | (1)           | (2)           | (3)           | (4)           | (5)           | (6)            |
| <b>MANAGEMENT OF COMPANIES</b>  |               |               |               |               |               |                |
| <b>(HOLDING COMPANIES) [1]</b>  |               |               |               |               |               |                |
| Number of returns, total [2].....   | 30,931        | 43,246        | 47,542        | 47,866        | 48,053        | 46,887         |
| Number with net income [2].....   | 14,278        | 17,304        | 20,979        | 19,818        | 21,267        | 18,786         |
| Total assets [3].....   | 6,036,081,553 | 5,936,042,852 | 7,917,530,297 | 9,356,898,892 | 9,739,201,697 | 10,094,909,965 |
| Net worth [3].....  | 794,827,208   | 937,394,942   | 1,237,344,020 | 1,386,169,730 | 1,482,596,398 | 1,311,562,906  |
| Total receipts [4].....   | 550,818,360   | 518,531,619   | 693,453,386   | 788,062,467   | 689,799,466   | 677,082,366    |
| Business receipts [4] .....   | 90,497,966    | 91,583,476    | 127,242,280   | 175,450,783   | 170,514,329   | 190,225,987    |
| Interest received [4,6].....  | 354,245,184   | 327,262,346   | 435,503,757   | 457,053,813   | 361,954,366   | 339,679,108    |
| Total deductions [4].....   | 491,555,673   | 457,651,453   | 613,412,225   | 702,054,817   | 602,603,758   | 581,498,091    |
| Cost of goods sold [4].....   | 4,093,481     | 1,341,171     | 7,403,101     | 18,585,287    | 11,077,288    | 9,517,497      |
| Interest paid .....   | 227,006,009   | 198,179,812   | 293,846,786   | 290,735,669   | 186,561,412   | 158,380,777    |
| Net income (less deficit) [4].....  | 56,727,056    | 58,098,072    | 78,208,116    | 83,216,188    | 84,572,187    | 93,462,818     |
| Net income [4].....   | 61,617,002    | 63,362,066    | 83,529,280    | 89,526,734    | 94,494,581    | 100,808,637    |
| Deficit [4].....  | 4,889,946     | 5,263,994     | 5,321,164     | 6,310,546     | 9,922,394     | 7,345,819      |
| Total income tax [7].....   | 19,773,001    | 20,151,630    | 26,800,031    | 28,535,815    | 30,444,748    | 32,182,303     |
| Regular tax .....   | 19,528,114    | 20,060,393    | 26,708,372    | 28,461,711    | 30,408,844    | 32,122,396     |
| Total income tax after credits.....   | 16,608,717    | 17,557,723    | 21,745,792    | 23,256,377    | 24,905,354    | 25,674,080     |
| <b>ADMINISTRATIVE AND SUPPORT AND WASTE MANAGEMENT AND REMEDIATION SERVICES [1]</b> |               |               |               |               |               |                |
| Number of returns, total [2].....   | 200,449       | 205,011       | 211,993       | 223,999       | 231,412       | 242,904        |
| Number with net income [2].....   | 122,276       | 120,197       | 128,738       | 135,234       | 134,003       | 151,327        |
| Total assets [3].....   | 188,316,699   | 203,660,243   | 218,894,160   | 231,139,131   | 258,705,414   | 274,758,410    |
| Net worth [3].....  | 68,348,928    | 63,853,465    | 61,423,215    | 64,950,551    | 77,291,090    | 80,911,300     |
| Total receipts [4].....   | 277,178,204   | 296,911,229   | 325,399,872   | 352,935,179   | 350,216,846   | 377,940,515    |
| Business receipts [4] .....   | 263,655,627   | 283,700,509   | 313,932,798   | 339,002,912   | 338,209,323   | 359,890,965    |
| Interest received [4,6].....  | 3,181,418     | 2,466,255     | 2,281,559     | 1,790,626     | 1,881,731     | 2,080,683      |
| Total deductions [4].....   | 270,127,054   | 290,332,899   | 321,181,269   | 345,441,035   | 345,261,614   | 370,864,108    |
| Cost of goods sold [4].....   | 124,986,629   | 132,743,416   | 138,959,356   | 152,621,002   | 149,702,110   | 170,893,885    |
| Interest paid .....   | 5,863,680     | 6,037,846     | 7,500,383     | 7,002,692     | 6,199,583     | 6,503,972      |
| Net income (less deficit) [4].....  | 7,311,477     | 7,193,907     | 4,337,453     | 7,609,771     | 5,036,076     | 7,194,381      |
| Net income [4].....   | 12,520,454    | 12,185,525    | 12,211,170    | 14,784,895    | 13,491,618    | 14,226,924     |
| Deficit [4].....  | 5,208,977     | 4,991,618     | 7,873,717     | 7,175,123     | 8,455,542     | 7,032,543      |
| Total income tax [7].....   | 2,060,959     | 1,759,550     | 1,544,394     | 1,951,046     | 1,605,012     | 1,304,340      |
| Regular tax .....   | 2,030,934     | 1,724,934     | 1,530,854     | 1,928,166     | 1,586,118     | 1,270,470      |
| Total income tax after credits.....   | 1,768,277     | 1,345,004     | 1,278,157     | 1,520,665     | 1,393,675     | 1,092,221      |
| <b>EDUCATIONAL SERVICES [1]</b>   |               |               |               |               |               |                |
| Number of returns, total [2].....   | 36,959        | 35,196        | 36,756        | 38,480        | 41,317        | 44,059         |
| Number with net income [2].....   | 24,011        | 22,139        | 23,516        | 19,336        | 20,525        | 21,688         |
| Total assets [3].....   | 12,015,998    | 13,290,030    | 15,347,835    | 16,497,219    | 16,492,830    | 19,947,248     |
| Net worth [3].....  | 4,711,049     | 4,890,418     | 5,899,320     | 6,192,337     | 6,195,219     | 7,265,582      |
| Total receipts [4].....   | 25,845,444    | 23,083,618    | 25,236,070    | 26,922,736    | 25,972,274    | 30,684,279     |
| Business receipts [4] .....   | 23,196,929    | 20,532,679    | 22,021,416    | 25,148,309    | 24,509,009    | 29,746,218     |
| Interest received [4,6].....  | 93,441        | 108,347       | 159,191       | 113,946       | 90,703        | 86,397         |
| Total deductions [4].....   | 25,001,911    | 22,520,730    | 24,488,516    | 26,509,597    | 24,969,680    | 29,222,310     |
| Cost of goods sold [4].....   | 5,567,853     | 4,264,602     | 4,195,289     | 4,820,315     | 3,955,244     | 4,895,886      |
| Interest paid .....   | 247,281       | 288,455       | 346,595       | 338,259       | 322,399       | 312,979        |
| Net income (less deficit) [4].....  | 841,910       | 559,735       | 743,338       | 420,744       | 1,005,660     | 1,457,306      |
| Net income [4].....   | 1,363,597     | 1,303,279     | 1,758,495     | 1,641,837     | 1,877,456     | 2,352,880      |
| Deficit [4].....  | 521,687       | 743,543       | 1,015,157     | 1,221,094     | 871,796       | 895,575        |
| Total income tax [7].....   | 172,739       | 176,634       | 297,442       | 229,931       | 264,236       | 341,140        |
| Regular tax .....   | 170,401       | 175,768       | 296,332       | 229,079       | 263,846       | 337,968        |
| Total income tax after credits.....   | 160,680       | 169,169       | 287,334       | 218,742       | 248,573       | 331,442        |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

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

| Industrial sector and item          | 1998          | 1999          | 2000          | 2001          | 2002          | 2003          |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|
|                                     | (1)           | (2)           | (3)           | (4)           | (5)           | (6)           |
| <b>UTILITIES [1]</b>                |               |               |               |               |               |               |
| Number of returns, total [2].....   | 8,067         | 7,044         | 7,968         | 7,802         | 7,863         | 8,504         |
| Number with net income [2].....     | 4,556         | 4,620         | 4,276         | 3,855         | 3,934         | 4,425         |
| Total assets [3].....               | 1,034,143,980 | 1,171,606,471 | 1,556,911,256 | 1,515,428,318 | 1,458,642,427 | 1,454,677,579 |
| Net worth [3].....                  | 345,181,633   | 374,868,607   | 382,030,374   | 381,352,597   | 381,185,739   | 364,426,969   |
| Total receipts [4].....             | 475,839,324   | 516,184,353   | 756,808,494   | 1,051,655,475 | 578,342,692   | 560,857,066   |
| Business receipts [4].....          | 450,830,225   | 478,836,511   | 707,815,083   | 1,004,358,112 | 537,883,736   | 521,884,927   |
| Interest received [4,6].....        | 7,797,767     | 9,222,895     | 12,932,306    | 13,035,317    | 12,550,519    | 10,492,402    |
| Total deductions [4].....           | 445,297,488   | 477,659,203   | 728,553,279   | 1,036,080,852 | 580,005,825   | 566,004,187   |
| Cost of goods sold [4].....         | 276,406,488   | 301,858,130   | 517,574,723   | 795,765,082   | 340,182,014   | 324,140,437   |
| Interest paid.....                  | 28,451,377    | 30,445,753    | 39,224,772    | 42,280,631    | 41,316,770    | 38,760,041    |
| Net income (less deficit) [4].....  | 31,509,342    | 39,017,164    | 29,169,974    | 16,804,566    | -1,046,609    | -4,728,496    |
| Net income [4].....                 | 37,950,376    | 42,332,613    | 35,279,980    | 28,734,461    | 22,596,105    | 14,461,224    |
| Deficit [4].....                    | 6,441,034     | 3,315,449     | 6,110,006     | 11,929,895    | 23,642,715    | 19,189,721    |
| Total income tax [7].....           | 12,854,663    | 14,087,853    | 10,617,977    | 9,151,930     | 6,504,039     | 4,565,498     |
| Regular tax.....                    | 12,763,441    | 13,916,825    | 10,420,441    | 9,071,527     | 6,382,751     | 4,483,781     |
| Total income tax after credits..... | 11,257,262    | 12,912,267    | 9,383,513     | 7,718,038     | 5,296,222     | 3,502,071     |
| <b>CONSTRUCTION [1]</b>             |               |               |               |               |               |               |
| Number of returns, total [2].....   | 551,935       | 580,302       | 597,902       | 624,478       | 648,535       | 676,120       |
| Number with net income [2].....     | 350,586       | 374,809       | 373,746       | 376,822       | 382,349       | 401,721       |
| Total assets [3].....               | 415,679,597   | 463,072,728   | 504,719,698   | 525,704,293   | 540,502,611   | 566,392,613   |
| Net worth [3].....                  | 124,212,135   | 139,215,432   | 149,948,101   | 150,498,208   | 163,014,462   | 154,875,559   |
| Total receipts [4].....             | 875,357,103   | 990,661,562   | 1,051,896,139 | 1,102,724,183 | 1,098,818,871 | 1,147,627,639 |
| Business receipts [4].....          | 859,139,558   | 973,521,174   | 1,034,087,166 | 1,084,579,920 | 1,080,555,117 | 1,128,834,453 |
| Interest received [4,6].....        | 2,858,133     | 3,050,095     | 3,466,222     | 3,062,738     | 2,474,298     | 2,565,635     |
| Total deductions [4].....           | 846,846,638   | 957,850,706   | 1,019,743,542 | 1,070,080,498 | 1,070,369,680 | 1,118,068,122 |
| Cost of goods sold [4].....         | 646,521,716   | 734,146,024   | 776,692,461   | 809,614,689   | 799,324,059   | 832,053,060   |
| Interest paid.....                  | 8,234,453     | 8,717,303     | 10,202,001    | 10,270,932    | 9,289,390     | 9,720,872     |
| Net income (less deficit) [4].....  | 28,385,998    | 32,654,317    | 32,067,010    | 32,537,032    | 28,357,934    | 29,368,117    |
| Net income [4].....                 | 37,355,248    | 42,285,794    | 43,775,887    | 46,179,690    | 45,359,266    | 48,125,249    |
| Deficit [4].....                    | 8,969,250     | 9,631,477     | 11,708,877    | 13,642,657    | 17,001,332    | 18,757,132    |
| Total income tax [7].....           | 3,848,773     | 4,375,585     | 4,460,645     | 4,543,459     | 4,221,133     | 4,598,022     |
| Regular tax.....                    | 3,720,221     | 4,280,010     | 4,373,768     | 4,497,744     | 4,178,296     | 4,560,661     |
| Total income tax after credits..... | 3,671,586     | 4,142,447     | 4,308,656     | 4,435,401     | 4,104,446     | 4,471,956     |
| <b>MANUFACTURING [1]</b>            |               |               |               |               |               |               |
| Number of returns, total [2].....   | 309,912       | 297,714       | 288,506       | 278,995       | 280,185       | 281,239       |
| Number with net income [2].....     | 187,502       | 184,923       | 168,580       | 147,291       | 149,710       | 145,867       |
| Total assets [3].....               | 6,407,878,676 | 6,812,198,288 | 7,830,525,859 | 8,100,072,543 | 8,202,169,904 | 8,827,565,222 |
| Net worth [3].....                  | 2,176,868,544 | 2,347,201,417 | 2,919,128,199 | 2,949,917,887 | 2,975,211,477 | 3,259,807,483 |
| Total receipts [4].....             | 4,967,763,340 | 5,207,025,164 | 5,741,290,322 | 5,315,598,814 | 5,257,106,442 | 5,642,551,645 |
| Business receipts [4].....          | 4,591,071,027 | 4,801,823,220 | 5,259,173,394 | 4,862,174,424 | 4,822,650,951 | 5,194,506,715 |
| Interest received [4,6].....        | 110,421,209   | 113,423,902   | 136,081,123   | 130,752,374   | 119,947,354   | 117,887,111   |
| Total deductions [4].....           | 4,758,096,862 | 4,996,507,899 | 5,514,263,661 | 5,228,295,401 | 5,178,748,932 | 5,509,877,426 |
| Cost of goods sold [4].....         | 3,128,946,941 | 3,278,506,854 | 3,646,003,664 | 3,402,032,548 | 3,353,642,529 | 3,691,657,743 |
| Interest paid.....                  | 172,772,207   | 184,827,327   | 216,950,701   | 210,704,804   | 184,028,822   | 175,745,011   |
| Net income (less deficit) [4].....  | 246,022,462   | 247,281,612   | 271,917,037   | 129,096,121   | 119,275,059   | 186,085,821   |
| Net income [4].....                 | 300,629,903   | 311,008,480   | 355,433,559   | 269,346,456   | 245,134,412   | 284,701,913   |
| Deficit [4].....                    | 54,607,441    | 63,726,868    | 83,516,521    | 140,250,335   | 125,859,352   | 98,616,092    |
| Total income tax [7].....           | 85,160,606    | 87,650,593    | 102,107,461   | 76,141,754    | 68,531,196    | 82,534,697    |
| Regular tax.....                    | 84,044,758    | 86,663,477    | 100,717,097   | 75,778,613    | 67,606,219    | 82,027,984    |
| Total income tax after credits..... | 51,821,656    | 56,836,653    | 62,146,298    | 43,292,557    | 34,400,275    | 42,840,125    |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

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

| Industrial sector and item          | 1998           | 1999           | 2000           | 2001           | 2002           | 2003           |
|-------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
|                                     | (1)            | (2)            | (3)            | (4)            | (5)            | (6)            |
| <b>FINANCE AND INSURANCE [1]</b>    |                |                |                |                |                |                |
| Number of returns, total [2].....   | 218,193        | 217,780        | 221,394        | 220,895        | 224,352        | 234,746        |
| Number with net income [2].....     | 139,109        | 134,024        | 140,245        | 140,018        | 141,771        | 153,780        |
| Total assets [3].....               | 17,305,086,833 | 19,824,587,927 | 20,812,549,796 | 21,088,851,299 | 21,937,110,016 | 24,336,630,885 |
| Net worth [3].....                  | 7,518,173,882  | 8,940,180,581  | 9,508,950,313  | 9,559,259,468  | 9,422,754,290  | 10,639,646,968 |
| Total receipts [4].....             | 2,357,691,805  | 3,008,131,381  | 2,915,539,562  | 2,621,771,654  | 2,605,571,614  | 2,575,206,914  |
| Business receipts [4,5].....        | 1,285,017,559  | 1,740,167,487  | 1,525,629,096  | 1,430,898,834  | 1,573,271,535  | 1,571,588,951  |
| Interest received [4,6].....        | 720,794,899    | 811,320,049    | 936,422,920    | 806,514,689    | 660,002,353    | 593,235,118    |
| Total deductions [4].....           | 2,037,238,331  | 2,610,951,725  | 2,499,971,633  | 2,321,050,152  | 2,324,723,707  | 2,240,823,839  |
| Cost of goods sold [4].....         | 744,162,763    | 1,162,852,049  | 875,995,480    | 828,320,672    | 835,466,854    | 818,675,183    |
| Interest paid.....                  | 344,911,753    | 392,893,417    | 474,253,886    | 421,275,484    | 291,740,227    | 249,072,837    |
| Net income (less deficit) [4].....  | 285,178,258    | 360,667,738    | 379,017,708    | 268,142,171    | 247,012,845    | 303,014,325    |
| Net income [4].....                 | 317,490,397    | 393,580,700    | 422,936,185    | 328,604,216    | 304,543,767    | 341,858,827    |
| Deficit [4].....                    | 32,312,139     | 32,912,962     | 43,918,477     | 60,462,045     | 57,530,922     | 38,844,502     |
| Total income tax [7].....           | 40,155,581     | 40,300,522     | 43,609,913     | 39,068,012     | 41,867,335     | 52,991,696     |
| Regular tax.....                    | 39,623,438     | 39,435,856     | 42,763,433     | 37,998,253     | 40,872,057     | 51,620,051     |
| Total income tax after credits..... | 35,809,588     | 33,861,687     | 36,939,212     | 34,189,718     | 36,100,698     | 44,306,591     |
| <b>REAL ESTATE AND</b>              |                |                |                |                |                |                |
| <b>RENTAL AND LEASING [1]</b>       |                |                |                |                |                |                |
| Number of returns, total [2].....   | 521,917        | 521,447        | 532,426        | 539,965        | 570,639        | 577,400        |
| Number with net income [2].....     | 212,436        | 207,998        | 212,683        | 203,699        | 207,925        | 219,872        |
| Total assets [3].....               | 496,174,007    | 555,038,279    | 562,512,765    | 553,968,402    | 538,584,064    | 559,092,671    |
| Net worth [3].....                  | 138,405,897    | 148,473,459    | 155,887,764    | 151,968,943    | 147,198,160    | 161,103,312    |
| Total receipts [4].....             | 205,765,416    | 215,874,696    | 235,179,818    | 239,598,864    | 230,647,035    | 233,291,211    |
| Business receipts [4,5].....        | 175,701,248    | 185,450,183    | 204,519,672    | 207,454,856    | 205,206,751    | 207,243,701    |
| Interest received [4,6].....        | 6,601,541      | 6,782,681      | 5,525,181      | 4,864,674      | 4,046,822      | 4,213,588      |
| Total deductions [4].....           | 196,769,688    | 209,273,861    | 228,930,442    | 234,230,846    | 227,363,978    | 227,270,188    |
| Cost of goods sold [4].....         | 44,622,040     | 44,747,394     | 50,813,666     | 48,227,121     | 50,124,303     | 47,394,165     |
| Interest paid.....                  | 15,839,859     | 16,981,007     | 18,199,502     | 19,896,544     | 14,123,528     | 13,675,965     |
| Net income (less deficit) [4].....  | 8,872,883      | 6,486,094      | 6,137,855      | 5,360,069      | 3,253,378      | 6,062,925      |
| Net income [4].....                 | 19,183,985     | 17,966,220     | 19,286,447     | 18,754,185     | 18,134,864     | 21,144,158     |
| Deficit [4].....                    | 10,311,103     | 11,480,126     | 13,148,592     | 13,394,117     | 14,881,486     | 15,081,233     |
| Total income tax [7].....           | 2,789,218      | 2,530,093      | 2,454,250      | 2,361,366      | 2,012,011      | 2,370,340      |
| Regular tax.....                    | 2,615,409      | 2,377,866      | 2,376,474      | 2,321,058      | 1,974,547      | 2,314,379      |
| Total income tax after credits..... | 2,664,038      | 2,395,153      | 2,347,572      | 2,218,940      | 1,958,106      | 2,308,035      |
| <b>PROFESSIONAL, SCIENTIFIC,</b>    |                |                |                |                |                |                |
| <b>AND TECHNICAL SERVICES [1]</b>   |                |                |                |                |                |                |
| Number of returns, total [2].....   | 623,784        | 657,153        | 689,412        | 709,837        | 736,005        | 760,087        |
| Number with net income [2].....     | 384,536        | 409,951        | 409,706        | 416,900        | 429,535        | 444,869        |
| Total assets [3].....               | 299,636,432    | 373,290,013    | 499,987,766    | 483,351,824    | 484,691,832    | 507,815,971    |
| Net worth [3].....                  | 110,823,199    | 139,391,301    | 213,025,814    | 189,543,565    | 171,783,018    | 181,546,066    |
| Total receipts [4].....             | 563,742,939    | 604,083,026    | 658,747,358    | 665,085,183    | 683,879,755    | 720,418,313    |
| Business receipts [4].....          | 540,924,209    | 576,276,292    | 623,368,137    | 631,691,343    | 651,992,903    | 691,608,915    |
| Interest received [4,6].....        | 3,875,671      | 4,427,474      | 7,621,540      | 6,196,145      | 4,668,720      | 3,889,678      |
| Total deductions [4].....           | 545,623,562    | 591,035,814    | 666,570,144    | 671,016,867    | 681,976,681    | 711,836,442    |
| Cost of goods sold [4].....         | 185,899,820    | 183,976,411    | 202,015,796    | 189,914,383    | 199,415,154    | 202,329,198    |
| Interest paid.....                  | 6,192,565      | 7,612,211      | 10,317,850     | 9,404,961      | 9,040,336      | 8,682,585      |
| Net income (less deficit) [4].....  | 18,166,687     | 13,263,768     | -7,551,100     | -5,614,567     | 2,463,356      | 9,277,744      |
| Net income [4].....                 | 36,794,790     | 39,516,735     | 42,508,155     | 41,323,639     | 42,831,929     | 44,316,435     |
| Deficit [4].....                    | 18,628,103     | 26,252,968     | 50,059,255     | 46,938,207     | 40,368,574     | 35,038,691     |
| Total income tax [7].....           | 4,892,809      | 4,784,997      | 4,910,603      | 3,943,006      | 3,769,108      | 3,671,651      |
| Regular tax.....                    | 4,848,521      | 4,735,208      | 4,879,740      | 3,931,563      | 3,736,566      | 3,682,859      |
| Total income tax after credits..... | 4,277,480      | 4,088,564      | 4,394,637      | 3,277,227      | 3,191,317      | 3,066,840      |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

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

| Industrial sector and item                                   | 1998        | 1999        | 2000        | 2001        | 2002        | 2003        |
|--|-------------|-------------|-------------|-------------|-------------|-------------|
|  | (1)         | (2)         | (3)         | (4)         | (5)         | (6)         |
| <b>HEALTH CARE AND SOCIAL ASSISTANCE [1]</b>                 |             |             |             |             |             |             |
| Number of returns, total [2].....                            | 307,258     | 303,499     | 306,352     | 327,338     | 334,305     | 354,603     |
| Number with net income [2].....                              | 178,952     | 179,919     | 188,153     | 207,968     | 209,306     | 224,155     |
| Total assets [3].....  | 217,705,783 | 216,011,347 | 220,349,973 | 213,775,949 | 214,329,877 | 229,814,061 |
| Net worth [3].....   | 70,205,539  | 65,619,372  | 64,661,550  | 56,901,435  | 61,960,368  | 64,342,783  |
| Total receipts [4].....                                      | 372,531,571 | 385,912,697 | 417,490,766 | 443,351,714 | 463,253,527 | 503,083,460 |
| Business receipts [4].....                                   | 357,156,938 | 371,442,071 | 403,580,914 | 429,190,484 | 448,427,967 | 488,409,511 |
| Interest received [4,6].....                                 | 1,768,297   | 1,808,445   | 2,067,609   | 1,798,075   | 1,320,255   | 1,270,834   |
| Total deductions [4].....                                    | 368,324,288 | 380,770,874 | 409,842,606 | 430,956,238 | 446,522,542 | 484,367,139 |
| Cost of goods sold [4].....                                  | 45,407,694  | 46,030,202  | 53,847,300  | 54,435,340  | 54,589,386  | 58,438,250  |
| Interest paid.....   | 7,379,882   | 7,731,279   | 8,324,621   | 7,640,537   | 6,462,090   | 6,582,610   |
| Net income (less deficit) [4].....                           | 4,133,910   | 5,076,755   | 7,649,931   | 12,335,681  | 16,631,149  | 18,630,604  |
| Net income [4].....  | 13,914,520  | 15,190,047  | 17,011,710  | 20,364,434  | 23,695,054  | 25,543,515  |
| Deficit [4].....   | 9,780,610   | 10,113,292  | 9,361,779   | 8,028,753   | 7,063,905   | 6,912,911   |
| Total income tax [7].....                                    | 1,769,004   | 1,779,862   | 1,663,812   | 1,774,653   | 2,059,337   | 2,137,289   |
| Regular tax.....   | 1,751,998   | 1,762,161   | 1,651,580   | 1,771,057   | 2,053,582   | 2,123,128   |
| Total income tax after credits.....                          | 1,732,053   | 1,726,157   | 1,559,356   | 1,741,421   | 2,011,275   | 2,087,431   |
| <b>ARTS, ENTERTAINMENT, AND RECREATION [1]</b>               |             |             |             |             |             |             |
| Number of returns, total [2].....                            | 92,966      | 93,922      | 97,866      | 102,631     | 110,609     | 110,119     |
| Number with net income [2].....                              | 45,831      | 44,376      | 44,318      | 48,884      | 53,390      | 50,037      |
| Total assets [3].....  | 73,334,657  | 81,870,705  | 75,631,069  | 78,565,805  | 79,600,495  | 79,164,279  |
| Net worth [3].....   | 18,208,673  | 22,987,987  | 19,953,303  | 19,144,846  | 19,238,866  | 17,869,953  |
| Total receipts [4].....                                      | 67,273,020  | 76,849,223  | 70,085,901  | 75,491,312  | 78,918,432  | 76,855,082  |
| Business receipts [4].....                                   | 60,387,702  | 70,756,712  | 64,157,666  | 69,089,923  | 72,674,159  | 69,877,627  |
| Interest received [4,6].....                                 | 1,016,055   | 1,001,877   | 1,067,454   | 1,000,658   | 811,809     | 743,741     |
| Total deductions [4].....                                    | 65,413,634  | 76,004,686  | 69,649,259  | 75,071,517  | 78,066,513  | 75,624,795  |
| Cost of goods sold [4].....                                  | 13,913,998  | 15,558,840  | 14,012,402  | 14,108,775  | 15,445,331  | 14,036,996  |
| Interest paid.....   | 2,859,173   | 3,153,120   | 3,133,918   | 3,330,751   | 2,936,172   | 2,784,090   |
| Net income (less deficit) [4].....                           | 1,864,448   | 821,493     | 413,339     | 402,181     | 852,149     | 1,227,441   |
| Net income [4].....  | 5,242,957   | 4,931,288   | 5,038,654   | 5,233,174   | 5,346,441   | 5,338,360   |
| Deficit [4].....   | 3,378,510   | 4,109,794   | 4,625,314   | 4,830,992   | 4,494,292   | 4,110,919   |
| Total income tax [7].....                                    | 613,745     | 498,551     | 508,011     | 396,641     | 349,418     | 299,303     |
| Regular tax.....   | 588,320     | 452,837     | 494,747     | 392,960     | 344,655     | 291,786     |
| Total income tax after credits.....                          | 535,839     | 452,800     | 447,722     | 351,460     | 294,113     | 252,586     |
| <b>ACCOMMODATION, FOOD SERVICES, AND DRINKING PLACES [1]</b> |             |             |             |             |             |             |
| Number of returns, total [2].....                            | 245,334     | 252,113     | 257,525     | 259,465     | 271,527     | 278,722     |
| Number with net income [2].....                              | 118,510     | 122,757     | 134,231     | 134,539     | 136,427     | 135,243     |
| Total assets [3].....  | 257,795,912 | 307,607,229 | 326,257,810 | 344,864,784 | 352,661,519 | 357,413,221 |
| Net worth [3].....   | 82,797,524  | 97,933,991  | 99,048,857  | 103,668,236 | 108,766,030 | 113,180,184 |
| Total receipts [4].....                                      | 317,528,271 | 342,083,590 | 375,040,371 | 353,715,274 | 399,787,328 | 407,107,664 |
| Business receipts [4].....                                   | 295,686,536 | 318,528,271 | 346,989,626 | 328,552,525 | 372,418,853 | 382,358,626 |
| Interest received [4,6].....                                 | 3,649,732   | 3,924,941   | 4,529,172   | 3,978,882   | 3,834,780   | 3,306,364   |
| Total deductions [4].....                                    | 309,897,224 | 332,848,457 | 364,913,806 | 345,725,252 | 391,952,542 | 400,097,877 |
| Cost of goods sold [4].....                                  | 126,010,805 | 131,317,833 | 143,111,384 | 122,785,758 | 152,332,352 | 158,705,517 |
| Interest paid.....   | 11,177,826  | 12,290,148  | 14,325,258  | 13,229,659  | 12,583,288  | 11,730,733  |
| Net income (less deficit) [4].....                           | 7,895,034   | 10,066,516  | 10,316,662  | 8,198,950   | 8,033,793   | 7,157,592   |
| Net income [4].....  | 15,097,570  | 16,629,585  | 17,113,147  | 15,491,509  | 15,772,353  | 15,472,058  |
| Deficit [4].....   | 7,202,537   | 6,563,069   | 6,796,485   | 7,292,559   | 7,738,560   | 8,314,466   |
| Total income tax [7].....                                    | 2,679,119   | 3,128,707   | 3,104,821   | 2,623,444   | 2,567,514   | 2,509,150   |
| Regular tax.....   | 2,608,377   | 3,036,759   | 3,049,904   | 2,576,230   | 2,551,626   | 2,501,073   |
| Total income tax after credits.....                          | 2,051,196   | 2,315,528   | 2,390,708   | 1,947,518   | 1,740,440   | 1,711,725   |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 14b.--Corporation Income Tax Returns: Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Industrial Sector, Income Years 1998-2003--Continued**

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

| Industrial sector and item          | 1998        | 1999        | 2000        | 2001        | 2002        | 2003        |
|-------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|
|                                     | (1)         | (2)         | (3)         | (4)         | (5)         | (6)         |
| <b>OTHER SERVICES [1]</b>           |             |             |             |             |             |             |
| Number of returns, total [2].....   | 300,313     | 305,725     | 316,138     | 325,602     | 321,134     | 329,336     |
| Number with net income [2].....     | 180,851     | 183,395     | 182,268     | 187,784     | 173,951     | 176,351     |
| Total assets [3].....               | 87,416,961  | 90,106,610  | 93,844,830  | 98,164,009  | 92,666,071  | 95,847,187  |
| Net worth [3].....                  | 30,679,258  | 30,783,792  | 30,704,809  | 33,548,788  | 27,827,023  | 29,946,557  |
| Total receipts [4].....             | 148,369,892 | 151,673,526 | 170,060,184 | 174,835,529 | 164,353,067 | 170,732,940 |
| Business receipts [4].....          | 143,395,451 | 146,498,454 | 164,175,721 | 168,989,458 | 159,401,281 | 164,976,728 |
| Interest received [4,6].....        | 928,360     | 907,132     | 1,561,266   | 840,414     | 522,003     | 515,071     |
| Total deductions [4].....           | 143,776,511 | 147,324,436 | 165,502,185 | 170,800,214 | 161,284,099 | 166,821,367 |
| Cost of goods sold [4].....         | 60,956,443  | 61,680,640  | 68,810,776  | 70,937,697  | 63,754,139  | 66,924,017  |
| Interest paid.....                  | 2,731,937   | 2,844,964   | 3,748,882   | 3,035,734   | 2,472,820   | 2,538,029   |
| Net income (less deficit) [4].....  | 4,591,932   | 4,317,819   | 4,547,256   | 4,039,477   | 3,094,837   | 4,062,491   |
| Net income [4].....                 | 7,237,035   | 7,191,706   | 7,811,408   | 7,750,193   | 6,976,867   | 7,962,590   |
| Deficit [4].....                    | 2,645,103   | 2,873,886   | 3,264,152   | 3,710,716   | 3,882,031   | 3,900,100   |
| Total income tax [7].....           | 824,431     | 665,085     | 697,705     | 616,629     | 515,266     | 677,787     |
| Regular tax.....                    | 817,298     | 658,064     | 694,957     | 614,779     | 513,131     | 679,269     |
| Total income tax after credits..... | 785,562     | 637,689     | 674,380     | 580,567     | 480,323     | 520,041     |

[1] Industrial classification is based on the product or service accounting for the largest percentage of "total receipts." (Total receipts are the sum of business or gross receipts, plus capital gains and income from investments, including rentals.) Starting with 1998, this classification is based on the North American Industry Classification System (NAICS), which replaced the Standard Industrial Classification (SIC) system. The SIC, in its various versions, was used to classify statistics for the years before 1998. Both systems were intended for Government-wide use in classifying business statistics. (For information about NAICS and its usage in Canadian, Mexican, and U.S. Government statistics, see the Statistics of Income Bulletin, Summer 1997, Volume 17, Number 1, pp. 3-5.) Because there are substantial differences between NAICS and its predecessor SIC system, data by "industrial sector" for years beginning with 1998 (Table 14b) are shown apart from data for earlier years by "industrial division" (Table 14a). As an example of differences between the two systems, using NAICS, Statistics of Income classifies banks that were bank holding companies in the new "management of companies (holding companies)" sector, instead of in the "finance and insurance" sector. Using the SIC, bank holding companies had previously been classified in the "finance, insurance, and real estate" industrial division. For additional information about breaks in comparability caused by the changeover to NAICS, see Statistics of Income--1998, Corporation Income Tax Returns. If information for the business activity and product was not discernible from the corporation income tax return, the return was classified as with nature of business "not allocable." Data for nature of business "not allocable" are included in the totals for "all industrial divisions" (Table 14a) and "all industrial sectors" (Table 14b), but are not shown separately. Therefore, in addition to rounding differences, the statistics by industrial division or sector will not add to their respective grand totals.

[2] See Table 13, footnote 1.

[3] Balance sheet data are end-of-year amounts. Net worth is the sum of "capital stock," "additional paid-in capital," "retained earnings, appropriated," "retained earnings, unappropriated," and "adjustments to shareholders' equity" minus "cost of treasury stock." Each of these amounts is presented separately in Table 13.

[4] See Table 13, footnotes 10 and 14.

[5] See Table 13, footnote 11.

[6] Interest received is the sum of "interest on State and local government obligations" (i.e., tax-exempt interest) and "other interest" (which includes interest paid by banking and savings institutions). Data for both of these amounts are presented separately in Table 13. See also Table 13, footnote 12.

[7] In addition to regular tax, includes certain other taxes either shown separately in Table 13 or mentioned in Table 13, footnote 18.

NOTES: Statistics are for corporate accounting periods ended July of one year through June of the next. Thus, for example, data for 2003 are for accounting periods ended July 2003 through June 2004. Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: Statistics of Income--Corporation Income Tax Returns.

## Selected Historical and Other Data

**Table 15.--Corporation Profits Before Tax per National Income and Product Accounts (NIPA) and per Statistics of Income (SOI), and Income Subject to Tax per SOI, Income Years 1960-2004**

[All figures are estimates--money amounts are in billions of dollars]

| Income year | Profits<br>before tax<br>(per NIPA) [1,2] | Net income<br>(less deficit)<br>(per SOI) [3] | Income<br>subject<br>to tax (per SOI) [3,4] |
|-------------|---|---|---|
|             | (1)                                       | (2)   | (3)   |
| 1960.....   | 51.6                                      | 43.5  | 47.2  |
| 1961.....   | 51.6                                      | 45.9  | 47.9  |
| 1962.....   | 57.0                                      | 49.6  | 51.7  |
| 1963.....   | 62.1                                      | 54.3  | 54.3  |
| 1964.....   | 69.1                                      | 61.6  | 60.4  |
| 1965.....   | 80.2                                      | 73.9  | 70.8  |
| 1966.....   | 86.7                                      | 80.5  | 77.1  |
| 1967.....   | 83.5                                      | 78.2  | 74.8  |
| 1968.....   | 92.4                                      | 86.0  | 81.4  |
| 1969.....   | 91.4                                      | 80.2  | 81.2  |
| 1970.....   | 81.0                                      | 65.9  | 72.4  |
| 1971.....   | 92.9                                      | 79.7  | 83.2  |
| 1972.....   | 107.8                                     | 96.8  | 95.1  |
| 1973.....   | 134.8                                     | 120.4   | 115.5                                       |
| 1974.....   | 147.8                                     | 148.2   | 144.0                                       |
| 1975.....   | 145.5                                     | 142.6   | 146.6                                       |
| 1976.....   | 179.7                                     | 185.4   | 183.5                                       |
| 1977.....   | 210.4                                     | 219.2   | 212.5                                       |
| 1978.....   | 246.1                                     | 246.9   | 239.6                                       |
| 1979.....   | 271.9                                     | 284.6   | 279.4                                       |
| 1980.....   | 253.5                                     | 239.0   | 246.6                                       |
| 1981.....   | 243.7                                     | 213.6   | 241.5                                       |
| 1982.....   | 198.5                                     | 154.3   | 205.2                                       |
| 1983.....   | 233.9                                     | 188.3   | 218.7                                       |
| 1984.....   | 268.6                                     | 232.9   | 257.1                                       |
| 1985.....   | 257.4                                     | 240.1   | 266.1                                       |
| 1986.....   | 246.0                                     | 269.5   | 276.2                                       |
| 1987.....   | 317.6                                     | 328.2   | 311.8                                       |
| 1988.....   | 386.1                                     | 413.0   | 383.2                                       |
| 1989.....   | 383.7                                     | 389.0   | 371.1                                       |
| 1990.....   | 409.5                                     | 370.6   | 366.4                                       |
| 1991.....   | 423.0                                     | 344.9   | 350.0                                       |
| 1992.....   | 461.1                                     | 402.0   | 377.9                                       |
| 1993.....   | 517.1                                     | 498.2   | 436.8                                       |
| 1994.....   | 577.1                                     | 577.3   | 494.0                                       |
| 1995.....   | 674.3                                     | 714.2   | 564.7                                       |
| 1996.....   | 733.0                                     | 806.5   | 639.8                                       |
| 1997.....   | 798.2                                     | 915.4   | 683.8                                       |
| 1998.....   | 718.3                                     | 838.2   | 663.4                                       |
| 1999.....   | 775.9                                     | 929.0   | 693.7                                       |
| 2000.....   | 773.4                                     | 927.5   | 760.4                                       |
| 2001.....   | 707.9                                     | 603.6   | 635.3                                       |
| 2002.....   | 768.4                                     | 563.7   | 600.6                                       |
| 2003.....   | [r] 908.1                                 | 780.0   | 699.3                                       |
| 2004.....   | 1,144.3                                   | [p]1,099.6                                    | [p]843.6                                    |

[p] Preliminary

[r] - Revised or corrected.

[1] In general, includes profits of U.S. corporations filing income tax returns as recorded in Statistics of Income, but with exceptions and adjustments (see below). Also includes profits of nonprofit institutions that primarily serve business and income of Federal Reserve Banks and Federally-sponsored credit agencies. However, profits of S corporations, only partially included in Statistics of Income data for recent years, are excluded from profits in the National Income and Product Accounts (NIPAs) and are treated, instead, as "personal income" (see Table 4). For other corporations excluded in NIPA profits, see footnote 2, below, and footnote 1, Table 13. Compared to Statistics of Income net income, profits for NIPA purposes are defined to include tax-exempt interest on State and local government obligations, but to exclude capital gains and losses, intercorporate dividends received, depletion, and bad debt losses. Consistent with Statistics of Income, NIPA profits reflect the inventory and depreciation accounting practices used for tax purposes. NIPA profits include income earned abroad by U.S. corporations, but exclude profits earned in the United States by foreign corporations.

[2] Reflects changes made to data as part of the 2003 Comprehensive Revision of the National Income and Product Accounts (NIPAs). For details of this revision, see the Bureau of Economic Analysis Web site at <http://www.bea.gov/bea/dn/2003benchmark/CR2003content.htm>.

## Selected Historical and Other Data

**Table 15.--Corporation Profits Before Tax per National Income and Product Accounts (NIPA) and per Statistics of Income (SOI), and Income Subject to Tax per SOI, Income Years 1960-2004--Continued**

**Footnotes-continued**

[3] For Statistics of Income, "net income (less deficit)" and "income subject to tax" exclude taxable cooperatives, starting with the 1985 data; Real Estate Mortgage Investment Conduits (REMICs), starting with 1987; and Personal Service Corporations for 1988-1993. Net income (less deficit), starting with 1985, excludes Foreign Sales Corporations (FSCs) and Interest-Charge Domestic International Sales Corporations (IC-DISCs). See also Table 13, footnote 1. For changes in the definition of Regulated Investment Company and S corporation net income, see Table 13, footnote 16. For the coverage of corporations and the definition of corporate profits used for the National Income and Product Accounts, see footnote 1, above.

[4] For the definition of "income subject to tax," see Table 13, footnote 17. See also footnote 3, above.

NOTES: All amounts are in current dollars. Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: Data on corporate "Profits before tax (per NIPA)" are from the Bureau of Economic Analysis's National Income and Product Accounts, Table 1.12: National Income by Type of Income. This table appears in the Survey of Current Business and can also be accessed online at: <http://www.bea.gov/bea/dn/nipaweb/index.asp>. Data on "Net income (less deficit) (per SOI)" and "Income subject to tax (per SOI)" are from Statistics of Income--Corporation Income Tax Returns, various years.

## Selected Historical and Other Data

**Table 16.--Nonprofit Charitable Organization and Domestic Private Foundation Information Returns, and Exempt Organization Business Income Tax Returns: Selected Financial Data, 1996-2003**

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

| Type of return or item   | 1996      | 1997      | 1998      | 1999      | 2000      | 2001      | 2002      | 2003      |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
|  | (1)       | (2)       | (3)       | (4)       | (5)       | (6)       | (7)       | (8)       |
| <b>NONPROFIT CHARITABLE ORGANIZATION INFORMATION RETURNS [1]</b>     |           |           |           |           |           |           |           |           |
| Number of returns.....   | 192,059   | 198,957   | 207,272   | 211,615   | 230,159   | 240,569   | 251,676   | 263,353   |
| Total assets, book value [2].....                                    | 1,293,439 | 1,438,977 | 1,351,541 | 1,453,675 | 1,562,536 | 1,631,719 | 1,733,852 | 1,899,857 |
| Total liabilities [2].....   | 564,566   | 624,978   | 459,188   | 481,444   | 539,367   | 611,390   | 693,576   | 735,600   |
| Net assets [2].....  | 728,873   | 813,998   | 892,353   | 972,232   | 1,023,169 | 1,020,329 | 1,040,275 | 1,164,257 |
| Total revenue.....   | 704,346   | 754,616   | 752,044   | 800,676   | 866,208   | 896,974   | 955,267   | 1,072,171 |
| Program service revenue [3].....                                     | 467,559   | 486,407   | 502,832   | 518,111   | 579,081   | 630,817   | 691,791   | 754,585   |
| Contributions, gifts, and grants.....                                | 137,666   | 146,171   | 161,751   | 174,992   | 199,076   | 212,427   | 214,484   | 229,987   |
| Membership dues and assessments.....                                 | 6,347     | 6,823     | 6,952     | 6,331     | 6,660     | 7,239     | 7,879     | 8,155     |
| Other.....   | 92,774    | 115,215   | 80,508    | 101,242   | 81,392    | 46,491    | 4,113     | 79,444    |
| Total expenses.....  | 637,917   | 677,143   | 684,566   | 714,487   | 796,434   | 862,721   | 934,672   | 1,009,675 |
| Excess of revenue over expenses (net).....                           | 66,429    | 77,473    | 67,478    | 86,189    | 69,775    | 34,253    | 20,595    | 62,496    |
| <b>DOMESTIC PRIVATE FOUNDATION INFORMATION RETURNS</b>               |           |           |           |           |           |           |           |           |
| Number of returns, total.....  | 50,774    | 55,113    | 56,658    | 62,694    | 66,738    | 70,787    | 73,255    | 76,348    |
| Nonoperating foundations.....  | 46,066    | 50,541    | 52,460    | 58,840    | 61,501    | 63,650    | 67,101    | 70,004    |
| Operating foundations.....   | 4,708     | 4,572     | 4,198     | 3,854     | 5,238     | 7,137     | 6,154     | 6,344     |
| Total assets, book value [2].....                                    | 232,565   | 280,920   | 325,672   | 384,565   | 409,524   | 413,577   | 383,516   | 418,510   |
| Total assets, fair market value [2].....                             | 288,588   | 342,689   | 397,084   | 466,863   | 471,646   | 455,423   | 413,007   | 474,952   |
| Investments in securities [2].....                                   | 225,087   | 272,412   | 317,900   | 363,442   | 361,418   | 329,353   | 294,385   | 344,314   |
| Total revenue.....   | 48,247    | 55,460    | 59,735    | 83,286    | 72,780    | 45,264    | 27,775    | 48,391    |
| Total expenses.....  | 19,852    | 22,414    | 25,902    | 33,876    | 37,434    | 36,661    | 34,392    | 35,099    |
| Contributions, gifts, and grants paid [4].....                       | 14,519    | 16,421    | 19,394    | 22,763    | 27,564    | 27,383    | 26,303    | 26,667    |
| Excess of revenue over expenses (net).....                           | 28,395    | 33,046    | 33,833    | 49,410    | 35,346    | 8,602     | -6617.7   | 13,292    |
| Net investment income [5].....                                       | 26,189    | 34,801    | 39,313    | 57,142    | 48,830    | 25,719    | 17,648    | 25,193    |
| <b>EXEMPT ORGANIZATION UNRELATED BUSINESS INCOME TAX RETURNS [6]</b> |           |           |           |           |           |           |           |           |
| Number of returns, total.....  | 40,621    | 39,302    | 46,208    | 42,151    | 38,567    | 35,540    | 35,103    | 36,064    |
| With unrelated business taxable income.....                          | 19,511    | 20,827    | 24,332    | 20,718    | 19,336    | 15,277    | 14,495    | 15,580    |
| Without unrelated business taxable income.....                       | 21,109    | 18,475    | 21,876    | 21,433    | 19,231    | 20,264    | 20,608    | 20,484    |
| Gross unrelated business income [7].....                             | 7,295     | 7,809     | 7,585     | 7,722     | 8,413     | 7,900     | 7,776     | 8,436     |
| Total deductions [7,8,9].....  | 6,619     | 6,903     | 6,484     | 6,835     | 7,703     | 7,883     | 7,922     | 8,413     |
| Unrelated business taxable income (less deficit) [8].....            | 676       | 906       | 1,100     | 887       | 710       | 18        | -146      | 23        |
| Unrelated business taxable income.....                               | 1,170     | 1,375     | 1,670     | 1,485     | 1,427     | 792       | 647       | 780       |
| Deficit [8].....   | 494       | 469       | 569       | 598       | 717       | 774       | 793       | 757       |
| Unrelated business income tax.....                                   | 372       | 418       | 506       | 423       | 406       | 226       | 194       | 220       |
| Total tax [10].....  | 373       | 423       | 464       | 422       | 403       | 222       | 193       | 221       |

[1] Includes data reported by organizations described in Internal Revenue Code section 501(c)(3), excluding private foundations and most religious organizations. Organizations with receipts under \$25,000 were not required to file.

[2] Balance sheet data are end-of-year amounts.

[3] Represents fees collected by organizations in support of their tax-exempt purposes, and income such as tuition and fees at educational institutions, hospital patient charges, and admission and activity fees collected by museums and other nonprofit organizations or institutions.

[4] The amount of contributions, gifts, and grants shown reflects the amount actually disbursed, on a cash basis, for charitable purposes.

[5] Represents income not considered related to a foundation's charitable purpose, e.g., interest, dividends, and capital gains. Foundations could be subject to an excise tax on such income.

[6] Includes returns filed by or for entities described in Internal Revenue Code sections 401(a) (qualified pension, profit-sharing, or stock bonus plans), 408(e) (Individual Retirement Arrangements, or IRAs), 408A (Roth IRAs), and 501(c)(2) through 501(c)(27) (charitable and most other types of tax-exempt organizations).

[7] The primary reason for the drop in gross unrelated business income (UBI) and total deductions between Tax Years 1997 and 1998 is the exclusion from the 1998 statistics of one association, which reported relatively large amounts of gross UBI and deductions for 1997 and prior years. The tax-exempt status of this association was terminated, effective 1998. For additional information see Riley, Margaret, "Unrelated Business Income Tax Returns, 1998," Statistics of Income Bulletin, Spring 2002, Volume 21, Number 4.

[8] Aggregate amounts of total deductions, unrelated business taxable income (less deficit), and deficit previously published in various issues of the Statistics of Income Bulletin have been adjusted in Table 16 for years prior to 1999. The revisions were required to take into account certain adjustments made to reported amounts of the "net operating loss deduction." During processing of the SOI sample of Tax Year 1999 returns, it was discovered that many Form 990-T filers were deducting the entire amount of any previous years' net operating loss carryover from net income (even when net income was zero or negative), rather than deducting only the part of the carryover amount needed to offset any positive net income amount.

[9] Excludes cost of sales and services, which was subtracted from gross receipts from sales and services in computing gross profit from sales and services. Gross profit from sales and services is a component of "gross unrelated business income" (upon which the filing requirement is based).

## Selected Historical and Other Data

### **Table 16.--Nonprofit Charitable Organization and Domestic Private Foundation Information Returns, and Exempt Organization Business Income Tax Returns: Selected Financial Data, 1996-2003**

#### **Footnotes--Continued**

[10] Total tax was unrelated business income tax less the foreign tax credit, general business credit, credit for prior-year minimum tax, and other allowable credits, plus the proxy tax on certain lobbying expenditures (applicable only to tax years after 1993), the "alternative minimum tax," and the environmental tax (applicable only to tax years prior to 1996). Beginning with Tax Year 2001, total tax also can include interest due, computed under the look-back method for certain depreciated property and completed long-term contracts, and "other" taxes, as described by the return filer.

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error. Tax law and tax form changes affect the year-to-year comparability of the data.

## Selected Historical and Other Data

**Table 17.--Taxable Estate Tax Returns as a Percentage of Adult Deaths, Selected Years of Death, 1934-2003**

[Money amounts are in thousands of dollars [1]]

| Selected year of death [2] | Total adult deaths [3] | Taxable estate tax returns [4,5] |                            |                                     |                          |
|----------------------------|------------------------|----------------------------------|----------------------------|-------------------------------------|--------------------------|
|                            |                        | Number                           | Percentage of adult deaths | Total gross estate at date of death | Estate tax after credits |
|                            |                        | (1)                              | (2)                        | (3)                                 | (4)                      |
| 1934.....                  | 983,970                | 8,655                            | 0.88                       | 2,197,941                           | 153,763                  |
| 1935.....                  | 1,172,245              | 9,137                            | 0.78                       | 2,084,269                           | 195,301                  |
| 1936.....                  | 1,257,290              | 12,010                           | 0.96                       | 2,561,906                           | 305,784                  |
| 1937.....                  | 1,237,585              | 13,220                           | 1.07                       | 2,844,112                           | 314,620                  |
| 1938.....                  | 1,181,275              | 12,720                           | 1.08                       | 2,564,072                           | 276,707                  |
| 1939.....                  | 1,205,072              | 12,907                           | 1.07                       | 2,441,960                           | 250,360                  |
| 1940.....                  | 1,237,186              | 13,336                           | 1.08                       | 2,578,314                           | 291,758                  |
| 1941.....                  | 1,216,855              | 13,493                           | 1.11                       | 2,550,473                           | 308,342                  |
| 1942.....                  | 1,211,391              | 12,726                           | 1.05                       | 2,452,340                           | 362,164                  |
| 1943.....                  | 1,277,009              | 12,154                           | 0.95                       | 2,720,000                           | 404,638                  |
| 1944.....                  | 1,238,917              | 13,869                           | 1.12                       | 3,245,624                           | 531,052                  |
| 1946.....                  | 1,239,713              | 18,232                           | 1.47                       | 3,993,298                           | 621,966                  |
| 1947.....                  | 1,278,856              | 19,742                           | 1.54                       | 4,445,326                           | 714,707                  |
| 1948.....                  | 1,283,601              | 17,469                           | 1.36                       | 4,271,852                           | 567,421                  |
| 1949.....                  | 1,285,684              | 17,411                           | 1.35                       | 4,126,358                           | 483,520                  |
| 1950.....                  | 1,304,343              | 18,941                           | 1.45                       | 4,655,892                           | 577,401                  |
| 1953.....                  | 1,237,741              | 24,997                           | 2.02                       | 6,287,867                           | 778,504                  |
| 1954.....                  | 1,332,412              | 25,143                           | 1.89                       | 6,387,246                           | 778,342                  |
| 1956.....                  | 1,289,193              | 32,131                           | 2.49                       | 8,903,611                           | 1,176,710                |
| 1958.....                  | 1,358,375              | 38,515                           | 2.84                       | 9,995,884                           | 1,185,620                |
| 1960.....                  | 1,426,148              | 45,439                           | 3.19                       | 12,733,459                          | 1,618,548                |
| 1962.....                  | 1,483,846              | 55,207                           | 3.72                       | 14,713,504                          | 1,840,972                |
| 1965.....                  | 1,578,813              | 67,404                           | 4.27                       | 18,820,065                          | 2,414,310                |
| 1969.....                  | 1,796,055              | 93,424                           | 5.20                       | 23,459,524                          | 2,999,965                |
| 1972.....                  | 1,854,146              | 120,761                          | 6.51                       | 33,293,565                          | 4,153,250                |
| 1976.....                  | 1,819,107              | 139,115                          | 7.65                       | 40,578,379                          | 4,979,112                |
| 1982.....                  | 1,897,820              | 34,426                           | 1.81                       | 31,903,845                          | 4,937,216                |
| 1983.....                  | 1,945,913              | 34,899                           | 1.79                       | 33,434,470                          | 5,073,787                |
| 1984.....                  | 1,968,128              | 30,436                           | 1.55                       | 34,201,557                          | 5,012,750                |
| 1985.....                  | 2,015,070              | 22,326                           | 1.11                       | 35,168,822                          | 6,044,292                |
| 1986.....                  | 2,033,978              | 21,923                           | 1.08                       | 37,799,304                          | 6,276,800                |
| 1987.....                  | 2,053,084              | 18,157                           | 0.88                       | 40,907,217                          | 6,392,989                |
| 1988.....                  | 2,096,704              | 20,864                           | 1.00                       | 43,413,056                          | 7,432,376                |
| 1989.....                  | 2,079,035              | 23,096                           | 1.11                       | 51,062,975                          | 8,953,181                |
| 1990.....                  | 2,079,034              | 24,647                           | 1.19                       | 53,698,028                          | 9,217,499                |
| 1991.....                  | 2,101,746              | 26,680                           | 1.27                       | 55,363,655                          | 9,617,366                |
| 1992.....                  | 2,111,617              | 27,235                           | 1.29                       | 59,707,135                          | 10,474,949               |
| 1993.....                  | 2,204,366              | 32,062                           | 1.45                       | 72,047,377                          | 12,559,769               |
| 1994.....                  | 2,216,736              | 32,565                           | 1.47                       | 69,492,783                          | 12,312,421               |
| 1995.....                  | 2,252,471              | 36,651                           | 1.63                       | 78,756,293                          | 14,259,048               |
| 1996.....                  | 2,314,254              | 41,714                           | 1.80                       | 95,003,317                          | 16,336,256               |
| 1997.....                  | 2,258,366              | 47,800                           | 2.12                       | 104,860,580                         | 19,957,705               |
| 1998.....                  | 2,282,055              | 49,913                           | 2.19                       | 117,965,303                         | 22,676,230               |
| 1999.....                  | 2,336,840              | 53,819                           | 2.30                       | 135,076,422                         | 24,809,821               |
| 2000.....                  | 2,349,361              | 51,159                           | 2.18                       | 126,095,812                         | 24,032,595               |
| 2001.....                  | 2,363,100              | 49,911                           | 2.11                       | 132,301,775                         | 23,393,255               |
| 2002.....                  | 2,389,533              | 28,074                           | 1.17                       | 105,339,413                         | 18,841,122               |
| 2003.....                  | 2,394,749              | 27,309                           | 1.14                       | 90,429,009                          | 18,709,021               |

[1] Starting with 1965, number of returns, total gross estate at date of death, and estate tax after credits are estimates based on samples. Beginning with 1982, numbers in columns 2-5 have been revised to reflect returns filed more than 3 calendar years after a decedent's death.

[2] Prior to 1982, year of death figures were approximated, using data from returns filed in a single calendar year. While many of the returns filed in a given calendar year represent returns of decedents who died in the immediately preceding year, others represent returns of decedents who died in earlier years. Starting with 1982, the statistics are by year of death, using the year of death reported on the estate tax returns filed during periods of at least 3 successive years.

## Selected Historical and Other Data

**Table 17.--Taxable Estate Tax Returns as a Percentage of Adult Deaths, Selected Years of Death, 1934-2003--Continued**

**Footnotes--Continued**

[3] Total adult deaths represent those of individuals age 20 and over, plus deaths for which age was unavailable.

[4] Prior to 1964, a return was taxable if it showed an estate tax before credits. Starting with 1964, the classification was based on estate tax after credits.

[5] Year-to-year comparability of the data is affected by changes in the gross estate filing threshold which is based on year of death: 1934 (\$50,000); 1935 (\$50,000 changing to \$40,000); 1936-1941 (\$40,000); 1942 (\$40,000 changing to \$60,000); 1943-1976 (\$60,000); 1977 (\$120,000); 1978 (\$134,000); 1979 (\$147,000); 1980 (\$161,000); 1981 (\$175,000); 1982 (\$225,000); 1983 (\$275,000); 1984 (\$325,000); 1985 (\$400,000); 1986 (\$500,000); 1987-1997 (\$600,000); 1998 (\$625,000); 1999 (\$650,000); 2000-2001 (\$675,000); 2002-2003 (\$1,000,000); 2004-2005 (\$1,500,000); 2006-2008 (\$2,000,000); 2009 (\$3,500,000); and 2010 (no estate tax).

NOTES: The title of this table has been changed from "Estate Tax Returns as a Percentage of Adult Deaths," in some previously published versions, to "Taxable Estate Tax Returns as a Percentage of Adult Deaths." However, the data contained in the table have not changed. Detail may not add to totals because of rounding. All amounts are in current dollars. Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: Data are shown only for years for which Statistics of Income data are available. For years after 1953, Statistics of Income--Estate Tax Returns; Estate and Gift Tax Returns; or Fiduciary, Estate, and Gift Tax Returns, depending on the year, and Statistics of Income Bulletin, various issues; also unpublished tabulations for certain years. For years prior to 1954, Statistics of Income--Part I. Adult deaths are from the Centers for Disease Control and Prevention, National Center for Health Statistics, U.S. Department of Health and Human Services, Vital Statistics of the United States, Report Number 11, Supplement 2, Table 2, and National Vital Statistics Report: Volume 50, Number 15, Table 3, September 2002; Volume 52, Number 3, Table 3, September 2003; Volume 53, Number 5, Table 3, October 2004; and Volume 54, Number 13, Table 3, April 2006.

## Selected Historical and Other Data

**Table 18.--Treasury Department Gross Tax Collections: Amount Collected by Quarter and Fiscal Year, 1987-2006**

[Money amounts are in millions of dollars]

| Quarter and fiscal year                 | Amount collected by type of return |                             |                              |                                |  |                      |                       |
|---|------------------------------------|-----------------------------|------------------------------|--------------------------------|--|----------------------|-----------------------|
|   | Total [1]                          | Individual income taxes [2] | Corporation income taxes [3] | Excise taxes                   |  | Employment taxes [5] | Estate and gift taxes |
|   |                                    |                             |                              | Internal Revenue Service [1,4] | Alcohol and Tobacco Tax and Trade Bureau [4] |                      |                       |
|   | (1)                                | (2)                         | (3)                          | (4)                            | (5)  | (6)                  | (7)                   |
| <b>FISCAL YEAR 1987, TOTAL [4].....</b> | <b>886,290</b>                     | <b>465,452</b>              | <b>102,859</b>               | <b>33,311</b>                  | <b>[4]</b>                                   | <b>277,000</b>       | <b>7,668</b>          |
| October 1986 - December 1986 .....      | 180,580                            | 92,346                      | 22,466                       | 8,281                          | N/A  | 55,615               | 1,872                 |
| January 1987 - March 1987.....          | 209,032                            | 105,483                     | 22,649                       | 7,925                          | N/A  | 71,156               | 1,819                 |
| April 1987 - June 1987.....             | 285,477                            | 164,008                     | 29,748                       | 8,493                          | N/A  | 81,139               | 2,089                 |
| July 1987 - September 1987 [4].....     | 211,201                            | 103,615                     | 27,996                       | 8,612                          | [4]  | 69,090               | 1,888                 |
| <b>FISCAL YEAR 1988, TOTAL.....</b>     | <b>945,614</b>                     | <b>473,667</b>              | <b>109,683</b>               | <b>25,934</b>                  | <b>10,507</b>                                | <b>318,039</b>       | <b>7,784</b>          |
| October 1987 - December 1987.....       | 200,006                            | 97,479                      | 24,828                       | 6,475                          | 2,911  | 66,500               | 1,813                 |
| January 1988 - March 1988.....          | 222,784                            | 111,215                     | 22,006                       | 5,304                          | 2,337  | 80,161               | 1,761                 |
| April 1988 - June 1988.....             | 298,938                            | 160,018                     | 35,991                       | 6,550                          | 2,763  | 91,426               | 2,190                 |
| July 1988 - September 1988.....         | 223,886                            | 104,955                     | 26,858                       | 7,605                          | 2,496  | 79,952               | 2,020                 |
| <b>FISCAL YEAR 1989, TOTAL.....</b>     | <b>1,024,718</b>                   | <b>515,732</b>              | <b>117,015</b>               | <b>25,977</b>                  | <b>11,397</b>                                | <b>345,626</b>       | <b>8,973</b>          |
| October 1988 - December 1988.....       | 216,503                            | 104,522                     | 29,551                       | 6,657                          | 2,985  | 70,632               | 2,156                 |
| January 1989 - March 1989.....          | 238,279                            | 114,475                     | 20,760                       | 6,098                          | 2,395  | 92,587               | 1,964                 |
| April 1989 - June 1989.....             | 334,878                            | 180,947                     | 40,825                       | 6,899                          | 3,401  | 100,077              | 2,729                 |
| July 1989 - September 1989.....         | 235,059                            | 115,788                     | 25,879                       | 6,324                          | 2,615  | 82,329               | 2,124                 |
| <b>FISCAL YEAR 1990, TOTAL.....</b>     | <b>1,066,600</b>                   | <b>540,228</b>              | <b>110,017</b>               | <b>27,139</b>                  | <b>10,235</b>                                | <b>367,219</b>       | <b>11,762</b>         |
| October 1989 - December 1989.....       | 222,867                            | 110,077                     | 26,390                       | 6,184                          | 2,790  | 74,982               | 2,444                 |
| January 1990 - March 1990.....          | 251,924                            | 127,277                     | 21,433                       | 5,868                          | 2,187  | 92,868               | 2,291                 |
| April 1990 - June 1990.....             | 343,976                            | 181,180                     | 37,398                       | 8,143                          | 2,690  | 110,281              | 4,284                 |
| July 1990 - September 1990.....         | 247,833                            | 121,694                     | 24,796                       | 6,944                          | 2,568  | 89,088               | 2,743                 |
| <b>FISCAL YEAR 1991, TOTAL.....</b>     | <b>1,099,746</b>                   | <b>546,877</b>              | <b>113,599</b>               | <b>30,452</b>                  | <b>12,895</b>                                | <b>384,451</b>       | <b>11,473</b>         |
| October 1990 - December 1990.....       | 242,792                            | 118,047                     | 29,248                       | 6,363                          | 2,753  | 83,646               | 2,735                 |
| January 1991 - March 1991.....          | 257,078                            | 119,891                     | 22,974                       | 7,107                          | 2,919  | 101,569              | 2,618                 |
| April 1991 - June 1991.....             | 338,591                            | 181,949                     | 35,953                       | 7,545                          | 3,545  | 106,426              | 3,173                 |
| July 1991 - September 1991.....         | 261,284                            | 126,990                     | 25,423                       | 9,436                          | 3,678  | 92,810               | 2,947                 |
| <b>FISCAL YEAR 1992, TOTAL.....</b>     | <b>1,134,195</b>                   | <b>557,723</b>              | <b>117,951</b>               | <b>33,566</b>                  | <b>13,395</b>                                | <b>400,081</b>       | <b>11,479</b>         |
| October 1991 - December 1991.....       | 249,845                            | 117,980                     | 28,571                       | 8,238                          | 3,572  | 88,749               | 2,735                 |
| January 1992 - March 1992.....          | 266,984                            | 136,220                     | 19,751                       | 8,159                          | 2,823  | 97,425               | 2,606                 |
| April 1992 - June 1992.....             | 348,986                            | 173,437                     | 41,930                       | 8,311                          | 3,539  | 118,503              | 3,266                 |
| July 1992 - September 1992.....         | 268,380                            | 130,086                     | 27,699                       | 8,858                          | 3,461  | 95,404               | 2,872                 |
| <b>FISCAL YEAR 1993, TOTAL.....</b>     | <b>1,190,673</b>                   | <b>585,774</b>              | <b>131,548</b>               | <b>34,962</b>                  | <b>13,987</b>                                | <b>411,511</b>       | <b>12,891</b>         |
| October 1992 - December 1992.....       | 262,404                            | 124,812                     | 30,324                       | 8,388                          | 3,581  | 92,284               | 3,015                 |
| January 1993 - March 1993.....          | 285,925                            | 154,596                     | 21,124                       | 8,317                          | 3,074  | 96,042               | 2,772                 |
| April 1993 - June 1993.....             | 354,070                            | 168,977                     | 47,920                       | 8,739                          | 3,776  | 120,767              | 3,891                 |
| July 1993 - September 1993.....         | 288,274                            | 137,389                     | 32,180                       | 9,518                          | 3,556  | 102,418              | 3,213                 |
| <b>FISCAL YEAR 1994, TOTAL.....</b>     | <b>1,290,246</b>                   | <b>619,819</b>              | <b>154,205</b>               | <b>43,005</b>                  | <b>13,779</b>                                | <b>443,831</b>       | <b>15,607</b>         |
| October 1993 - December 1993.....       | 282,891                            | 132,790                     | 36,088                       | 9,907                          | 3,525  | 97,012               | 3,569                 |
| January 1994 - March 1994.....          | 309,746                            | 160,382                     | 24,883                       | 9,932                          | 3,009  | 108,037              | 3,503                 |
| April 1994 - June 1994.....             | 386,403                            | 182,996                     | 55,652                       | 10,629                         | 3,592  | 128,665              | 4,869                 |
| July 1994 - September 1994.....         | 311,205                            | 143,651                     | 37,582                       | 12,536                         | 3,653  | 110,117              | 3,666                 |
| <b>FISCAL YEAR 1995, TOTAL.....</b>     | <b>1,390,048</b>                   | <b>675,779</b>              | <b>174,422</b>               | <b>44,981</b>                  | <b>14,317</b>                                | <b>465,405</b>       | <b>15,144</b>         |
| October 1994 - December 1994.....       | 301,238                            | 138,454                     | 40,811                       | 11,029                         | 3,791  | 103,537              | 3,616                 |
| January 1995 - March 1995.....          | 329,624                            | 169,977                     | 26,137                       | 10,791                         | 2,982  | 116,503              | 3,234                 |
| April 1995 - June 1995.....             | 432,556                            | 214,105                     | 65,995                       | 11,116                         | 3,603  | 133,357              | 4,380                 |
| July 1995 - September 1995.....         | 326,630                            | 153,243                     | 41,479                       | 12,045                         | 3,941  | 112,008              | 3,914                 |
| <b>FISCAL YEAR 1996, TOTAL.....</b>     | <b>1,500,351</b>                   | <b>745,313</b>              | <b>189,055</b>               | <b>42,222</b>                  | <b>13,805</b>                                | <b>492,365</b>       | <b>17,592</b>         |
| October 1995 - December 1995.....       | 320,038                            | 148,203                     | 46,823                       | 11,409                         | 3,411  | 106,200              | 3,992                 |
| January 1996 - March 1996.....          | 349,683                            | 184,419                     | 27,971                       | 9,939                          | 2,959  | 120,783              | 3,612                 |
| April 1996 - June 1996.....             | 474,823                            | 242,754                     | 68,509                       | 9,835                          | 3,532  | 144,825              | 5,368                 |
| July 1996 - September 1996.....         | 355,808                            | 169,937                     | 45,752                       | 11,039                         | 3,903  | 120,557              | 4,620                 |

Footnotes at end of tables.

## Selected Historical and Other Data

**Table 18.--Treasury Department Gross Tax Collections: Amount Collected by Quarter and Fiscal Year, 1987-2006--Continued**

[Money amounts are in millions of dollars]

| Quarter and fiscal year              | Amount collected by type of return |                             |                              |                                |  |                      |                       |
|--------------------------------------|------------------------------------|-----------------------------|------------------------------|--------------------------------|--|----------------------|-----------------------|
|                                      | Total [1]                          | Individual income taxes [2] | Corporation income taxes [3] | Excise taxes                   |  | Employment taxes [5] | Estate and gift taxes |
|                                      |                                    |                             |                              | Internal Revenue Service [1,4] | Alcohol and Tobacco Tax and Trade Bureau [4] |                      |                       |
|                                      | (1)                                | (2)                         | (3)                          | (4)                            | (5)  | (6)                  | (7)                   |
| <b>FISCAL YEAR 1997, TOTAL</b> ..... | <b>1,637,157</b>                   | <b>825,021</b>              | <b>204,492</b>               | <b>44,806</b>                  | <b>13,883</b>                                | <b>528,597</b>       | <b>20,356</b>         |
| October 1996 - December 1996.....    | 345,447                            | 157,767                     | 49,612                       | 10,052                         | 3,261  | 120,284              | 4,471                 |
| January 1997 - March 1997.....       | 379,827                            | 197,477                     | 31,359                       | 10,762                         | 3,052  | 132,838              | 4,339                 |
| April 1997 - June 1997.....          | 526,490                            | 285,884                     | 75,093                       | 11,600                         | 3,524  | 144,048              | 6,341                 |
| July 1997 - September 1997.....      | 385,392                            | 183,893                     | 48,428                       | 12,393                         | 4,046  | 131,426              | 5,206                 |
| <b>FISCAL YEAR 1998, TOTAL</b> ..... | <b>1,782,997</b>                   | <b>928,066</b>              | <b>213,270</b>               | <b>45,643</b>                  | <b>13,588</b>                                | <b>557,799</b>       | <b>24,631</b>         |
| October 1997 - December 1997.....    | 381,995                            | 180,507                     | 56,228                       | 12,424                         | 3,181  | 124,315              | 5,340                 |
| January 1998 - March 1998.....       | 412,808                            | 216,994                     | 33,640                       | 11,424                         | 2,968  | 142,512              | 5,270                 |
| April 1998 - June 1998.....          | 578,540                            | 319,050                     | 75,714                       | 12,575                         | 3,581  | 159,632              | 7,988                 |
| July 1998 - September 1998.....      | 409,655                            | 211,515                     | 47,688                       | 9,220                          | 3,858  | 131,341              | 6,033                 |
| <b>FISCAL YEAR 1999, TOTAL</b> ..... | <b>1,917,643</b>                   | <b>1,002,186</b>            | <b>216,325</b>               | <b>58,586</b>                  | <b>13,490</b>                                | <b>598,670</b>       | <b>28,386</b>         |
| October 1998 - December 1998.....    | 410,884                            | 192,843                     | 56,474                       | 18,017                         | 3,216  | 133,695              | 6,639                 |
| January 1999 - March 1999.....       | 444,224                            | 239,680                     | 33,958                       | 12,179                         | 2,915  | 149,408              | 6,084                 |
| April 1999 - June 1999.....          | 616,626                            | 351,720                     | 72,904                       | 13,366                         | 3,457  | 166,086              | 9,093                 |
| July 1999 - September 1999.....      | 445,908                            | 217,943                     | 52,989                       | 15,023                         | 3,903  | 149,480              | 6,570                 |
| <b>FISCAL YEAR 2000, TOTAL</b> ..... | <b>2,112,755</b>                   | <b>1,137,078</b>            | <b>235,655</b>               | <b>54,811</b>                  | <b>15,838</b>                                | <b>639,652</b>       | <b>29,722</b>         |
| October 1999 - December 1999.....    | 442,745                            | 222,369                     | 57,122                       | 12,611                         | 3,523  | 139,310              | 7,810                 |
| January 2000 - March 2000.....       | 490,661                            | 265,193                     | 39,584                       | 13,107                         | 3,540  | 162,816              | 6,421                 |
| April 2000 - June 2000.....          | 690,101                            | 403,071                     | 79,583                       | 13,608                         | 4,217  | 180,645              | 8,977                 |
| July 2000 - September 2000.....      | 489,248                            | 246,445                     | 59,366                       | 15,484                         | 4,558  | 156,881              | 6,514                 |
| <b>FISCAL YEAR 2001, TOTAL</b> ..... | <b>2,144,654</b>                   | <b>1,178,210</b>            | <b>186,732</b>               | <b>52,419</b>                  | <b>15,822</b>                                | <b>682,223</b>       | <b>29,248</b>         |
| October 2000 - December 2000.....    | 466,710                            | 228,483                     | 64,597                       | 12,574                         | 3,782  | 150,175              | 7,099                 |
| January 2001 - March 2001.....       | 523,566                            | 285,417                     | 38,239                       | 13,436                         | 3,472  | 176,339              | 6,663                 |
| April 2001 - June 2001.....          | 709,403                            | 425,471                     | 64,709                       | 12,369                         | 4,137  | 193,561              | 9,156                 |
| July 2001 - September 2001.....      | 444,976                            | 238,839                     | 19,187                       | 14,040                         | 4,531  | 162,148              | 6,331                 |
| <b>FISCAL YEAR 2002, TOTAL</b> ..... | <b>2,033,661</b>                   | <b>1,037,734</b>            | <b>211,438</b>               | <b>52,137</b>                  | <b>17,034</b>                                | <b>688,077</b>       | <b>27,242</b>         |
| October 2001 - December 2001.....    | 477,215                            | 235,729                     | 71,783                       | 8,070                          | 3,756  | 151,079              | 6,798                 |
| January 2002 - March 2002.....       | 494,506                            | 250,689                     | 38,760                       | 15,632                         | 3,957  | 178,982              | 6,486                 |
| April 2002 - June 2002.....          | 599,650                            | 324,735                     | 55,496                       | 13,486                         | 4,480  | 194,045              | 7,408                 |
| July 2002 - September 2002.....      | 462,289                            | 226,580                     | 45,399                       | 14,949                         | 4,841  | 163,971              | 6,549                 |
| <b>FISCAL YEAR 2003, TOTAL</b> ..... | <b>1,969,648</b>                   | <b>987,209</b>              | <b>194,146</b>               | <b>52,771</b>                  | <b>16,719</b>                                | <b>695,976</b>       | <b>22,827</b>         |
| October 2002 - December 2002.....    | 444,259                            | 209,947                     | 51,821                       | 12,461                         | 3,791  | 160,448              | 5,792                 |
| January 2003 - March 2003.....       | 480,840                            | 252,412                     | 31,309                       | 12,017                         | 3,808  | 175,609              | 5,684                 |
| April 2003 - June 2003.....          | 596,078                            | 310,723                     | 67,381                       | 12,821                         | 4,336  | 194,902              | 5,916                 |
| July 2003 - September 2003.....      | 448,471                            | 214,128                     | 43,636                       | 15,473                         | 4,783  | 165,016              | 5,435                 |
| <b>FISCAL YEAR 2004, TOTAL</b> ..... | <b>2,035,761</b>                   | <b>990,249</b>              | <b>230,619</b>               | <b>54,807</b>                  | <b>17,260</b>                                | <b>717,247</b>       | <b>25,579</b>         |
| October 2003 - December 2003.....    | 453,910                            | 211,414                     | 59,746                       | 12,613                         | 4,243  | 159,894              | 6,000                 |
| January 2004 - March 2004.....       | 489,927                            | 253,054                     | 33,289                       | 13,018                         | 3,745  | 180,871              | 5,950                 |
| April 2004 - June 2004.....          | 612,808                            | 308,822                     | 81,800                       | 13,554                         | 4,481  | 197,486              | 6,665                 |
| July 2004 - September 2004.....      | 479,116                            | 216,958                     | 55,784                       | 15,623                         | 4,790  | 178,996              | 6,965                 |
| <b>FISCAL YEAR 2005, TOTAL</b> ..... | <b>2,286,837</b>                   | <b>1,107,501</b>            | <b>307,095</b>               | <b>57,252</b>                  | <b>17,942</b>                                | <b>771,442</b>       | <b>25,606</b>         |
| October 2004 - December 2004.....    | 492,020                            | 224,307                     | 74,547                       | 12,692                         | 4,107  | 170,425              | 5,942                 |
| January 2005 - March 2005.....       | 531,435                            | 271,686                     | 43,355                       | 13,593                         | 3,706  | 192,825              | 6,270                 |
| April 2005 - June 2005.....          | 713,819                            | 367,673                     | 103,079                      | 14,282                         | 4,404  | 217,592              | 6,789                 |
| July 2005 - September 2005.....      | 549,564                            | 243,835                     | 86,114                       | 16,685                         | 5,725  | 190,600              | 6,604                 |
| <b>FISCAL YEAR 2006, TOTAL</b> ..... | <b>2,536,771</b>                   | <b>1,236,259</b>            | <b>107,783</b>               | <b>57,990</b>                  | <b>18,090</b>                                | <b>814,819</b>       | <b>28,687</b>         |
| October 2005 - December 2005.....    | 531,599                            | 240,961                     | 89,694                       | 13,269                         | 4,357  | 176,954              | 6,364                 |
| January 2006 - March 2006.....       | 598,921                            | 302,873                     | 58,503                       | 13,783                         | 4,053  | 212,001              | 7,707                 |
| April 2006 - June 2006.....          | 809,903                            | 427,823                     | 124,945                      | 14,903                         | 4,727  | 229,789              | 7,716                 |
| July 2006-September 2006.....        | 596,348                            | 264,602                     | 107,783                      | 16,035                         | 4,953  | 196,075              | 6,900                 |

N/A Not Applicable.

[1] Includes not only taxes collected by the Internal Revenue Service (IRS) but, starting in Fiscal Year 1988 and the second quarter of Fiscal Year 1991, excise taxes collected by the Alcohol and Tobacco Tax and Trade Bureau (TTB) and the Customs Service, respectively. These excise taxes were formerly administered by IRS. See footnote 4, below, for an explanation of the revisions to the excise tax data, starting with the Summer 1997 issue of the Bulletin.

## Selected Historical and Other Data

**Table 18.--Treasury Department Gross Tax Collections: Amount Collected by Quarter and Fiscal Year, 1987-2006--Continued**

**Footnotes--Continued**

[2] Includes income taxes of estates and most trusts which are taxed at the individual income tax rates. See footnote 3 for additional information on the taxation of trusts.

Individual income tax collections include that portion of the individual income tax transferred to the Presidential Election Campaign Fund based on elections made by taxpayers on their income tax returns. Presidential election campaign designations and associated amounts are shown in Table 1 for recent calendar-year tax years; designation amounts in recent fiscal years, without regard to tax year, are as follows:

| Fiscal year | Millions of dollars |
|-------------|---------------------|-------------|---------------------|-------------|---------------------|-------------|---------------------|
| 2005        | \$53.3              | 2000        | 60.7                | 1995        | 68.5                | 1990        | 32.5                |
| 2004        | 55.9                | 1999        | 61.0                | 1994        | 69.7                | 1989        | 32.3                |
| 2003        | 55.2                | 1998        | 63.3                | 1993        | 27.7                | 1988        | 33.2                |
| 2002        | 67.0                | 1997        | 66.9                | 1992        | 29.6                | 1987        | 33.2                |
| 2001        | 58.1                | 1996        | 66.3                | 1991        | 32.3                |             |                     |

Collections of income tax of estates and trusts in fiscal years, without regard to tax year, are as follows:

| Fiscal year | Billions of dollars |
|-------------|---------------------|-------------|---------------------|-------------|---------------------|-------------|---------------------|
| 2005        | \$13.9              | 2000        | 16.7                | 1995        | 5.3                 | 1990        | 5.9                 |
| 2004        | 10.7                | 1999        | 14.3                | 1994        | 6.2                 | 1989        | 6.0                 |
| 2003        | 8.4                 | 1998        | 14.2                | 1993        | 6.0                 | 1988        | 6.5                 |
| 2002        | 10.8                | 1997        | 11.2                | 1992        | 6.1                 | 1987        | 8.4                 |
| 2001        | 17.5                | 1996        | 8.0                 | 1991        | 4.8                 |             |                     |

[3] Includes various taxes collected from otherwise Federally tax-exempt corporations and trusts, mainly the "unrelated business income" tax (UBIT) imposed on organizations that engage in activities that are unrelated to their charitable purposes. Trusts with UBI are taxed at individual income tax rates; however, these taxes were combined with the corporation income tax collections when tabulated. Following are total taxes and UBIT collected from tax-exempt organizations in recent fiscal years:

| Fiscal year | Total<br>(Millions of dollars) | Unrelated<br>business<br>income tax | Fiscal year | Total<br>(Millions of dollars) | Unrelated<br>business<br>income tax |
|-------------|--------------------------------|-------------------------------------|-------------|--------------------------------|-------------------------------------|
|             |                                |                                     |             |                                |                                     |
| 2004        | 510.7                          | 347.1                               | 1994        | 571.5                          | 372.4                               |
| 2003        | 386.0                          | 270.4                               | 1993        | 342.7                          | 173.6                               |
| 2002        | 494.5                          | 319.2                               | 1992        | 379.5                          | 181.6                               |
| 2001        | 652.1                          | 523.3                               | 1991        | 288.2                          | 155.6                               |
| 2000        | 674.8                          | 553.6                               | 1990        | 304.0                          | 127.9                               |
| 1999        | 810.8                          | 665.9                               | 1989        | 271.4                          | 115.6                               |
| 1998        | 689.8                          | 473.2                               | 1988        | 284.0                          | 137.5                               |
| 1997        | 666.8                          | 484.9                               | 1987        | 244.3                          | 119.9                               |
| 1996        | 699.9                          | 501.9                               |             |                                |                                     |

[4] Data shown for the Alcohol and Tobacco Tax and Trade Bureau (TTB) also include data for the Customs Service. To preserve the historical time series interrupted by transferring collection of the manufacturers' excise taxes paid on alcohol and tobacco and of the manufacturers' excise taxes on recreational products for the taxes paid on firearms from IRS to TTB, starting in July 1987 and January 1991, respectively, the combined excise taxes for these two Treasury agencies are shown in Table 18 collections, for fiscal years beginning with 1988. They have also been added to the total tax collections reported by IRS to show a grand total of all Treasury Department tax alongside the IRS excise tax collections (with the exception of a cargo excise tax collected by the Customs Service). Although responsibility for the administration of alcohol and tobacco excise taxes was transferred to the Alcohol and Tobacco Tax and Trade Bureau (TTB) and the Customs Service, effective July 1, 1987, i.e., with the beginning of the fourth quarter of Fiscal Year 1987, the taxes collected were treated as Internal Revenue Service tax collections (column 4) through September 30, 1987, i.e., through the end of the fourth quarter of Fiscal Year 1987, rather than as TTB/Customs collections (column 5), as a transitional measure.

[5] Employment taxes include:

(a) Old-Age, Survivors, Disability, and Hospital Insurance (OASDHI) taxes, i.e., Social Security taxes, levied on salaries and wages (under the Federal Insurance Contributions Act, (FICA)). Amounts collected in recent fiscal years are as follows:

| Fiscal year | Billions of dollars |
|-------------|---------------------|-------------|---------------------|-------------|---------------------|-------------|---------------------|
| 2005        | \$716.9             | 2000        | 593.3               | 1995        | 394.4               | 1990        | 336.3               |
| 2004        | 664.9               | 1999        | 555.3               | 1994        | 409.6               | 1989        | 317.8               |
| 2003        | 647.9               | 1998        | 513.9               | 1993        | 381.1               | 1988        | 289.9               |
| 2002        | 639.7               | 1997        | 484.0               | 1992        | 365.2               | 1987        | 252.6               |
| 2001        | 634.2               | 1996        | 455.2               | 1991        | 349.3               |             |                     |

(b) Social Security taxes levied on "self-employment income" (under the Self-Employment Insurance Contributions Act, (SECA)). Amounts collected in recent fiscal years are as follows:

| Fiscal year | Billions of dollars |
|-------------|---------------------|-------------|---------------------|-------------|---------------------|-------------|---------------------|
| 2005        | \$43.1              | 2000        | 34.6                | 1995        | 60.9                | 1990        | 21.3                |
| 2004        | 41.2                | 1999        | 32.2                | 1994        | 24.4                | 1989        | 19.0                |
| 2003        | 37.1                | 1998        | 32.6                | 1993        | 20.6                | 1988        | 17.7                |
| 2002        | 37.1                | 1997        | 34.0                | 1992        | 24.4                | 1987        | 14.0                |
| 2001        | 36.3                | 1996        | 26.9                | 1991        | 25.5                |             |                     |

## Selected Historical and Other Data

**Table 18.--Treasury Department Gross Tax Collections: Amount Collected by Quarter and Fiscal Year, 1987-2006--Continued**

**Footnotes--Continued**

(c) Unemployment insurance taxes (under the Federal Unemployment Tax Act, (FUTA)). Amounts collected in recent fiscal years are as follows:

| Fiscal year | Billions of dollars |
|-------------|---------------------|-------------|---------------------|-------------|---------------------|-------------|---------------------|
| 2005        | \$6.9               | 2000        | 7.0                 | 1995        | 5.8                 | 1990        | 5.5                 |
| 2004        | 6.7                 | 1999        | 6.7                 | 1994        | 5.6                 | 1989        | 4.7                 |
| 2003        | 6.6                 | 1998        | 6.5                 | 1993        | 5.6                 | 1988        | 6.2                 |
| 2002        | 6.7                 | 1997        | 6.2                 | 1992        | 5.8                 | 1987        | 6.2                 |
| 2001        | 7.1                 | 1996        | 6.0                 | 1991        | 5.5                 |             |                     |

(d) Railroad Retirement (carriers) tax. Amounts collected in recent fiscal years are as follows:

| Fiscal year | Billions of dollars |
|-------------|---------------------|-------------|---------------------|-------------|---------------------|-------------|---------------------|
| 2005        | \$4.5               | 2000        | 4.8                 | 1995        | 4.3                 | 1990        | 4.2                 |
| 2004        | 4.4                 | 1999        | 4.5                 | 1994        | 4.2                 | 1989        | 4.1                 |
| 2003        | 4.4                 | 1998        | 4.8                 | 1993        | 4.3                 | 1988        | 4.3                 |
| 2002        | 4.6                 | 1997        | 4.4                 | 1992        | 4.4                 | 1987        | 4.2                 |
| 2001        | 4.7                 | 1996        | 4.3                 | 1991        | 4.2                 |             |                     |

NOTES: In general, collections represent the gross amounts before refunds and include (a) amounts paid with the tax return, (b) amounts paid prior to filing the return, as applicable (income tax withheld by employers and "estimated tax" payments), and (c) amounts paid subsequent to filing the return (chiefly the result of initial IRS administrative return processing or later examination and enforcement activities). Collections also include interest and penalties, but do not reflect any revisions to the IRS data for specific fiscal years made after the close of the fiscal year. Instead, revisions are reflected in the data for the later fiscal year in which the revision was made. However, revisions to the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms (ATF)) and Customs Service excise tax collections are treated differently. See the "Notes" to Table 21. Collection statistics reported by the Internal Revenue Service are not altogether comparable to those published by the Financial Management Service, also in the Treasury Department, because of timing differences resulting from the definitions each agency uses. The Internal Revenue Service counts the monies as they are received (to reflect the status of its tax collection operation); the Financial Management Service counts these amounts as received, but only after discrepancies (such as between what the employer reports as tax withheld and the amount actually withheld) are resolved. Also, the Financial Management Service classifies the tax collected according to the Federal Budget account to which the tax receipts are assigned. For purposes of Table 18 (and to facilitate comparisons with Table 21), the grand totals of all excise taxes were obtained by accumulating data from the Treasury Monthly Statement. See also the citation under "Source," below. Totals for excise taxes collected by IRS were then subtracted from these grand totals to derive the combined totals shown as having been collected by the TTB and the Customs Service. This subtraction is not precise because of definitional differences between the two agencies. Detail may not add to totals because of rounding. All amounts are in current dollars. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: U.S. Department of the Treasury, Internal Revenue Service, Internal Revenue Service Data Book and Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems; and Financial Management Service, Monthly Statement on Receipts and Outlays of the United States Government, monthly.

## Selected Historical and Other Data

**Table 19.--Internal Revenue Tax Refunds: Amount Refunded by Quarter and Fiscal Year, 1987-2006**

[Money amounts are in millions of dollars]

| Quarter and fiscal year              | Amount refunded by type of return |                             |                              |                    |                      |                       |
|--------------------------------------|-----------------------------------|-----------------------------|------------------------------|--------------------|----------------------|-----------------------|
|                                      | Total [1]                         | Individual income taxes [2] | Corporation income taxes [3] | Excise taxes [1,4] | Employment taxes [5] | Estate and gift taxes |
|                                      | (1)                               | (2)                         | (3)                          | (4)                | (5)                  | (6)                   |
| <b>FISCAL YEAR 1987, TOTAL</b> ..... | <b>96,969</b>                     | <b>73,583</b>               | <b>19,891</b>                | <b>1,381</b>       | <b>1,900</b>         | <b>214</b>            |
| October 1986 - December 1986 .....   | 8,668                             | 3,406                       | 4,789                        | 111                | 312                  | 50                    |
| January 1987 - March 1987.....       | 28,422                            | 22,198                      | 5,296                        | 479                | 393                  | 56                    |
| April 1987 - June 1987 .....         | 50,063                            | 42,858                      | 5,948                        | 332                | 869                  | 57                    |
| July 1987 - September 1987.....      | 9,816                             | 5,121                       | 3,858                        | 459                | 326                  | 52                    |
| <b>FISCAL YEAR 1988, TOTAL</b> ..... | <b>94,480</b>                     | <b>74,399</b>               | <b>16,477</b>                | <b>1,114</b>       | <b>2,263</b>         | <b>227</b>            |
| October 1987 - December 1987.....    | 7,701                             | 3,437                       | 3,727                        | 207                | 275                  | 55                    |
| January 1988 - March 1988.....       | 27,798                            | 21,744                      | 5,248                        | 198                | 553                  | 55                    |
| April 1988 - June 1988.....          | 49,202                            | 43,769                      | 3,848                        | 421                | 1,114                | 50                    |
| July 1988 - September 1988.....      | 9,776                             | 5,449                       | 3,654                        | 288                | 321                  | 67                    |
| <b>FISCAL YEAR 1989, TOTAL</b> ..... | <b>93,613</b>                     | <b>73,597</b>               | <b>14,921</b>                | <b>2,054</b>       | <b>2,771</b>         | <b>269</b>            |
| October 1988 - December 1988.....    | 8,380                             | 3,362                       | 4,461                        | 118                | 359                  | 80                    |
| January 1989 - March 1989.....       | 32,041                            | 26,759                      | 4,462                        | 182                | 570                  | 67                    |
| April 1989 - June 1989.....          | 43,538                            | 38,895                      | 3,849                        | 350                | 381                  | 63                    |
| July 1989 - September 1989.....      | 9,654                             | 4,581                       | 2,149                        | 1,404              | 1,461                | 59                    |
| <b>FISCAL YEAR 1990, TOTAL</b> ..... | <b>99,656</b>                     | <b>76,065</b>               | <b>18,324</b>                | <b>2,261</b>       | <b>2,677</b>         | <b>329</b>            |
| October 1989 - December 1989.....    | 8,487                             | 3,094                       | 4,605                        | 300                | 409                  | 79                    |
| January 1990 - March 1990.....       | 37,121                            | 31,367                      | 4,922                        | 342                | 423                  | 67                    |
| April 1990 - June 1990.....          | 43,308                            | 36,952                      | 4,209                        | 549                | 1,492                | 106                   |
| July 1990 - September 1990.....      | 10,740                            | 4,652                       | 4,588                        | 1,070              | 353                  | 77                    |
| <b>FISCAL YEAR 1991, TOTAL</b> ..... | <b>104,380</b>                    | <b>82,877</b>               | <b>17,440</b>                | <b>1,188</b>       | <b>2,471</b>         | <b>404</b>            |
| October 1990 - December 1990.....    | 8,284                             | 3,367                       | 4,148                        | 344                | 323                  | 102                   |
| January 1991 - March 1991.....       | 38,020                            | 32,811                      | 4,286                        | 293                | 538                  | 92                    |
| April 1991 - June 1991.....          | 47,962                            | 41,638                      | 4,748                        | 226                | 1,249                | 101                   |
| July 1991 - September 1991.....      | 10,114                            | 5,061                       | 4,258                        | 325                | 361                  | 109                   |
| <b>FISCAL YEAR 1992, TOTAL</b> ..... | <b>113,108</b>                    | <b>88,624</b>               | <b>19,688</b>                | <b>1,997</b>       | <b>2,398</b>         | <b>401</b>            |
| October 1991 - December 1991.....    | 10,072                            | 3,607                       | 5,639                        | 379                | 346                  | 101                   |
| January 1992 - March 1992 .....      | 44,657                            | 38,183                      | 5,750                        | 201                | 430                  | 93                    |
| April 1992 - June 1992.....          | 47,817                            | 42,231                      | 4,596                        | 476                | 399                  | 115                   |
| July 1992 - September 1992.....      | 10,562                            | 4,603                       | 3,703                        | 941                | 1,223                | 92                    |
| <b>FISCAL YEAR 1993, TOTAL</b> ..... | <b>93,580</b>                     | <b>74,234</b>               | <b>16,035</b>                | <b>958</b>         | <b>1,969</b>         | <b>384</b>            |
| October 1992 - December 1992.....    | 7,891                             | 3,081                       | 4,190                        | 208                | 324                  | 88                    |
| January 1993 - March 1993.....       | 37,213                            | 31,503                      | 4,971                        | 239                | 396                  | 104                   |
| April 1993 - June 1993.....          | 39,325                            | 35,353                      | 3,195                        | 290                | 397                  | 90                    |
| July 1993 - September 1993.....      | 9,151                             | 4,297                       | 3,679                        | 221                | 852                  | 102                   |
| <b>FISCAL YEAR 1994, TOTAL</b> ..... | <b>96,980</b>                     | <b>75,935</b>               | <b>16,251</b>                | <b>1,877</b>       | <b>2,477</b>         | <b>441</b>            |
| October 1993 - December 1993.....    | 7,329                             | 2,322                       | 4,176                        | 394                | 324                  | 113                   |
| January 1994 - March 1994.....       | 34,614                            | 27,859                      | 5,800                        | 403                | 445                  | 107                   |
| April 1994 - June 1994.....          | 43,804                            | 40,876                      | 2,109                        | 333                | 393                  | 93                    |
| July 1994 - September 1994.....      | 11,233                            | 4,878                       | 4,165                        | 747                | 1,315                | 128                   |
| <b>FISCAL YEAR 1995, TOTAL</b> ..... | <b>108,035</b>                    | <b>84,056</b>               | <b>19,350</b>                | <b>2,223</b>       | <b>1,972</b>         | <b>434</b>            |
| October 1994 - December 1994.....    | 9,086                             | 3,440                       | 4,909                        | 319                | 304                  | 114                   |
| January 1995 - March 1995.....       | 35,791                            | 27,642                      | 6,370                        | 926                | 753                  | 101                   |
| April 1995 - June 1995.....          | 53,388                            | 47,433                      | 4,904                        | 500                | 443                  | 108                   |
| July 1995 - September 1995.....      | 9,770                             | 5,541                       | 3,167                        | 478                | 472                  | 111                   |
| <b>FISCAL YEAR 1996, TOTAL</b> ..... | <b>132,710</b>                    | <b>107,361</b>              | <b>19,201</b>                | <b>2,075</b>       | <b>3,584</b>         | <b>489</b>            |
| October 1995 - December 1995.....    | 11,149                            | 4,133                       | 5,391                        | 361                | 1,152                | 112                   |
| January 1996 - March 1996.....       | 48,625                            | 41,633                      | 6,103                        | 239                | 538                  | 112                   |
| April 1996 - June 1996.....          | 61,612                            | 56,319                      | 4,363                        | 355                | 454                  | 121                   |
| July 1996 - September 1996.....      | 11,324                            | 5,276                       | 3,344                        | 1,120              | 1,440                | 144                   |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 19.--Internal Revenue Tax Refunds: Amount Refunded by Quarter and Fiscal Year, 1987-2006--Continued**

[Money amounts are in millions of dollars]

| Quarter and fiscal year              | Amount refunded by type of return |                             |                              |                    |                      |                       |
|--------------------------------------|-----------------------------------|-----------------------------|------------------------------|--------------------|----------------------|-----------------------|
|                                      | Total [1]                         | Individual income taxes [2] | Corporation income taxes [3] | Excise taxes [1,4] | Employment taxes [5] | Estate and gift taxes |
|                                      | (1)                               | (2)                         | (3)                          | (4)                | (5)                  | (6)                   |
| <b>FISCAL YEAR 1997, TOTAL</b> ..... | <b>142,599</b>                    | <b>113,083</b>              | <b>24,046</b>                | <b>1,790</b>       | <b>3,104</b>         | <b>576</b>            |
| October 1996 - December 1996.....    | 13,306                            | 4,460                       | 8,082                        | 155                | 433                  | 176                   |
| January 1997 - March 1997.....       | 58,345                            | 51,442                      | 5,771                        | 493                | 552                  | 87                    |
| April 1997 - June 1997.....          | 57,421                            | 51,980                      | 4,399                        | 375                | 522                  | 146                   |
| July 1997 - September 1997.....      | 13,525                            | 5,201                       | 5,794                        | 767                | 1,596                | 167                   |
| <b>FISCAL YEAR 1998, TOTAL</b> ..... | <b>153,828</b>                    | <b>119,499</b>              | <b>27,560</b>                | <b>1,600</b>       | <b>4,562</b>         | <b>609</b>            |
| October 1997 - December 1997.....    | 10,680                            | 4,369                       | 5,496                        | 165                | 499                  | 151                   |
| January 1998 - March 1998.....       | 66,516                            | 56,124                      | 9,326                        | 266                | 670                  | 130                   |
| April 1998 - June 1998.....          | 59,172                            | 52,613                      | 5,506                        | 188                | 683                  | 182                   |
| July 1998 - September 1998.....      | 17,460                            | 6,393                       | 7,232                        | 981                | 2,708                | 146                   |
| <b>FISCAL YEAR 1999, TOTAL</b> ..... | <b>185,282</b>                    | <b>146,406</b>              | <b>34,062</b>                | <b>1,690</b>       | <b>2,470</b>         | <b>654</b>            |
| October 1998 - December 1998.....    | 15,684                            | 5,010                       | 9,885                        | 143                | 455                  | 191                   |
| January 1999 - March 1999.....       | 77,493                            | 65,467                      | 10,648                       | 508                | 741                  | 129                   |
| April 1999 - June 1999.....          | 76,729                            | 68,418                      | 7,139                        | 369                | 646                  | 157                   |
| July 1999 - September 1999.....      | 15,376                            | 7,511                       | 6,390                        | 670                | 628                  | 177                   |
| <b>FISCAL YEAR 2000, TOTAL</b> ..... | <b>195,751</b>                    | <b>157,837</b>              | <b>30,382</b>                | <b>1,802</b>       | <b>4,957</b>         | <b>773</b>            |
| October 1999 - December 1999.....    | 16,453                            | 6,590                       | 8,844                        | 176                | 613                  | 230                   |
| January 2000 - March 2000.....       | 94,728                            | 84,290                      | 8,933                        | 539                | 791                  | 175                   |
| April 2000 - June 2000.....          | 67,353                            | 59,386                      | 6,625                        | 388                | 773                  | 181                   |
| July 2000 - September 2000.....      | 17,217                            | 7,571                       | 5,980                        | 699                | 2,780                | 187                   |
| <b>FISCAL YEAR 2001, TOTAL</b> ..... | <b>252,787</b>                    | <b>205,690</b>              | <b>37,941</b>                | <b>1,948</b>       | <b>6,283</b>         | <b>925</b>            |
| October 2000 - December 2000.....    | 17,859                            | 6,685                       | 10,148                       | 232                | 549                  | 245                   |
| January 2001 - March 2001.....       | 102,741                           | 87,193                      | 13,984                       | 468                | 897                  | 199                   |
| April 2001 - June 2001.....          | 75,813                            | 66,964                      | 7,409                        | 465                | 789                  | 186                   |
| July 2001 - September 2001.....      | 56,374                            | 44,848                      | 6,400                        | 783                | 4,048                | 295                   |
| <b>FISCAL YEAR 2002, TOTAL</b> ..... | <b>257,644</b>                    | <b>183,891</b>              | <b>66,758</b>                | <b>2,248</b>       | <b>3,944</b>         | <b>803</b>            |
| October 2001 - December 2001.....    | 26,567                            | 8,665                       | 16,659                       | 321                | 700                  | 222                   |
| January 2002 - March 2002.....       | 94,761                            | 76,571                      | 16,658                       | 545                | 821                  | 166                   |
| April 2002 - June 2002.....          | 107,211                           | 87,192                      | 18,498                       | 625                | 668                  | 228                   |
| July 2002 - September 2002.....      | 29,105                            | 11,463                      | 14,942                       | 758                | 1,754                | 188                   |
| <b>FISCAL YEAR 2003, TOTAL</b> ..... | <b>296,064</b>                    | <b>223,317</b>              | <b>65,332</b>                | <b>2,026</b>       | <b>4,445</b>         | <b>944</b>            |
| October 2002 - December 2002.....    | 32,964                            | 11,292                      | 20,580                       | 215                | 609                  | 268                   |
| January 2003 - March 2003.....       | 126,113                           | 105,124                     | 19,587                       | 526                | 685                  | 191                   |
| April 2003 - June 2003.....          | 98,530                            | 81,958                      | 14,958                       | 607                | 789                  | 217                   |
| July 2003 - September 2003.....      | 38,457                            | 24,943                      | 10,207                       | 677                | 2,362                | 268                   |
| <b>FISCAL YEAR 2004, TOTAL</b> ..... | <b>270,893</b>                    | <b>218,667</b>              | <b>45,850</b>                | <b>1,955</b>       | <b>3,638</b>         | <b>783</b>            |
| October 2003 - December 2003.....    | 30,851                            | 10,930                      | 18,913                       | 220                | 562                  | 226                   |
| January 2004 - March 2004.....       | 127,181                           | 116,146                     | 9,528                        | 580                | 755                  | 172                   |
| April 2004 - June 2004.....          | 92,443                            | 81,049                      | 10,062                       | 499                | 646                  | 188                   |
| July 2004 - September 2004.....      | 20,418                            | 10,542                      | 7,347                        | 656                | 1,675                | 198                   |
| <b>FISCAL YEAR 2005, TOTAL</b> ..... | <b>255,439</b>                    | <b>212,966</b>              | <b>34,332</b>                | <b>2,132</b>       | <b>5,126</b>         | <b>883</b>            |
| October 2004 - December 2004.....    | 24,050                            | 10,242                      | 12,911                       | 184                | 483                  | 229                   |
| January 2005 - March 2005.....       | 126,559                           | 116,060                     | 8,530                        | 576                | 1,185                | 207                   |
| April 2005 - June 2005.....          | 83,244                            | 76,170                      | 5,578                        | 597                | 700                  | 200                   |
| July 2005 - September 2005.....      | 21,586                            | 10,494                      | 7,313                        | 774                | 2,758                | 246                   |
| <b>FISCAL YEAR 2006</b>              |                                   |                             |                              |                    |                      |                       |
| October 2005 - December 2005.....    | 20,693                            | 9,767                       | 9,863                        | 262                | 591                  | 210                   |
| January 2006 - March 2006.....       | 142,453                           | 131,514                     | 9,484                        | 508                | 786                  | 161                   |
| April 2005 - June 2005.....          | 75,558                            | 69,509                      | 4,372                        | 686                | 713                  | 278                   |
| July 2006 - September 2006.....      | n.a.                              | 14,950                      | 6,112                        | 706                | n.a.                 | 202                   |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 19.--Internal Revenue Tax Refunds: Amount Refunded by Quarter and Fiscal Year, 1987-2006--Continued**

n.a. - not available

- [1] Even though the Alcohol and Tobacco Tax and Trade Bureau (TTB) and the Customs Service have had responsibility for collecting and refunding excise taxes on alcohol and tobacco since July 1987 and for excise taxes on firearms since January 1991, the Internal Revenue Service (IRS) continues to be responsible for recording refunds of these taxes. Consequently, IRS statistics for excise tax refunds include refunds made by TTB and the Customs Service in years subsequent to the dates on which organizational responsibility was transferred. In contrast, TTB and Customs Service excise tax collections are recorded by these two Treasury agencies and are, therefore, shown separately in Table 18 under the heading, Alcohol and Tobacco Tax and Trade Bureau. See also footnote 4.
- [2] Includes special statutory refunds and refunds of taxes paid on the "unrelated business income" of certain tax-exempt trusts. Also, to preserve the year-to-year comparability of the historical series, individual income tax refund data have been revised, as necessary, starting with 1996, to include net refunds due to the "earned income credit" in addition to overpayment and other refunds. This credit is already reflected in the refund statistics for previous years. Therefore, refund data may not always agree with those presented in the annual Internal Revenue Service Data Book, for certain years starting with 1996, although, conceptually, they agree with refund data published in the Treasury Department's Monthly Statement of Receipts and Outlays of the United States Government. See also the citation under "Source," below. Individual income tax refunds are net of offsets under laws that require the Department of the Treasury to act as collecting agent for delinquent payments owed various U.S. Government agencies under specific programs. See Table 20 (which, however, is by calendar year rather than by fiscal year).
- [3] Includes refunds of taxes on the "unrelated business income" of tax-exempt organizations, except for certain trusts.
- [4] See footnote 1. Also, as further explained in the "Notes" to Table 21, taxpayers can offset certain refundable excise tax payments against the tax of subsequent time periods and claim certain other refunds as a credit against income tax; however, these amounts are not reflected in the excise tax refund statistics.
- [5] The kinds of employment taxes subject to refund are listed in Table 18, footnote 5.

NOTES: Detail may not add to totals because of rounding. Most of the data are subject to sampling error; tax law and tax form changes affect the year-to-year comparability of the data. All amounts are in current dollars. Refund data include interest paid on the refunds by IRS or the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms (ATF)) as shown below. See also the "Notes" to Table 18.

| Fiscal year | Total | Individuals           | Corporations | Fiscal year | Total | Individuals           | Corporations |
|-------------|-------|-----------------------|--------------|-------------|-------|-----------------------|--------------|
|             |       | (Billions of dollars) |              |             |       | (Billions of dollars) |              |
| 2005        | \$6.1 | \$0.5                 | \$5.5        | 1996        | 2.2   | 0.3                   | 1.6          |
| 2004        | 5.1   | 0.4                   | 4.6          | 1995        | 2.7   | 0.4                   | 1.7          |
| 2003        | 3.3   | 0.5                   | 2.6          | 1994        | 3.1   | 0.3                   | 2.3          |
| 2002        | 4.2   | 0.6                   | 3.4          | 1993        | 2.1   | 0.4                   | 1.6          |
| 2001        | 2.7   | 0.5                   | 2.0          | 1992        | 3.2   | 0.4                   | 2.1          |
| 2000        | 2.6   | 0.6                   | 2.0          | 1991        | 2.8   | 0.5                   | 2.0          |
| 1999        | 2.7   | 0.4                   | 2.2          | 1990        | 2.4   | 0.5                   | 1.4          |
| 1998        | 2.6   | 0.3                   | 2.1          | 1989        | 1.8   | 0.5                   | n.a.         |
| 1997        | 2.4   | 0.4                   | 1.8          | 1988        | 1.7   | 0.4                   | n.a.         |
|             |       |                       |              | 1987        | 2.0   | 0.4                   | n.a.         |

SOURCE: U.S. Department of the Treasury, Internal Revenue Service, Internal Revenue Service Data Book and Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems.

## Selected Historical and Other Data

**Table 20.--Individual Income Tax Refund Offsets for Repayment of Specific Outstanding Taxpayer Obligations or Debts, by Selected Type of Program or U.S. Government Agency to Which Amount Was Owed, Calendar Years of Offset, 1988-2005 [1]**

[Money amounts are in thousands of dollars]

| Selected program or agency                       | Number of        | Refund offset    | Number of        | Refund offset    | Number of        | Refund offset    |
|--|------------------|------------------|------------------|------------------|------------------|------------------|
|  | offsets [2]      | amount [3]       | offsets [2]      | amount [3]       | offsets [2]      | amount [3]       |
|  | 1988             |                  | 1989             |                  | 1990             |                  |
|  | (1)              | (2)              | (3)              | (4)              | (5)              | (6)              |
| <b>Total</b> .....                               | <b>1,194,901</b> | <b>637,504</b>   | <b>1,259,297</b> | <b>708,545</b>   | <b>1,402,111</b> | <b>804,906</b>   |
| Department of Health and Human Services [4]..... | 737,731          | 407,815          | 779,554          | 449,627          | 831,966          | 483,474          |
| Child support (TANF) [5].....                    | 604,645          | 320,298          | 627,403          | 350,598          | 651,893          | 365,613          |
| Child support (non-TANF) [6].....                | 132,875          | 87,201           | 151,680          | 98,407           | 179,611          | 117,249          |
| Program support center [7].....                  | 211              | 316              | 471              | 622              | 462              | 612              |
| Social Security Administration [4].....          | N/A              | N/A              | N/A              | N/A              | N/A              | N/A              |
| Department of Veterans Affairs.....              | 52,602           | 23,268           | 56,085           | 27,209           | 50,004           | 23,265           |
| Department of Education.....                     | 315,742          | 167,990          | 334,740          | 191,940          | 432,139          | 257,392          |
| Small Business Administration.....               | 3,949            | 2,530            | 3,816            | 2,648            | 3,403            | 2,307            |
| Department of Housing and Urban Development..... | 10,653           | 7,948            | 11,441           | 8,602            | 10,850           | 8,076            |
| Department of Agriculture.....                   | 4,838            | 2,669            | 66,269           | 24,189           | 7,548            | 6,056            |
| Food and Consumer Service.....                   | N/A              | N/A              | N/A              | N/A              | N/A              | N/A              |
| Department of Defense [8].....                   | 59,533           | 18,202           | 61,804           | 21,622           | 57,952           | 19,777           |
| All other.....                                   | 9,853            | 6,951            | 7,392            | 4,330            | 8,249            | 4,559            |
|  | 1991             |                  | 1992             |                  | 1993             |                  |
|  | (7)              | (8)              | (9)              | (10)             | (11)             | (12)             |
| <b>Total</b> .....                               | <b>1,565,432</b> | <b>946,210</b>   | <b>1,921,944</b> | <b>1,262,622</b> | <b>1,758,162</b> | <b>1,160,397</b> |
| Department of Health and Human Services [4]..... | 869,941          | 523,953          | 1,070,999        | 683,656          | 947,133          | 619,648          |
| Child support (TANF) [5].....                    | 672,801          | 392,802          | 737,254          | 464,462          | 701,598          | 448,560          |
| Child support (non-TANF) [6].....                | 196,381          | 130,348          | 254,435          | 178,198          | 244,780          | 170,404          |
| Program support center [7].....                  | 759              | 803              | 618              | 646              | 755              | 684              |
| Social Security Administration [4].....          | N/A              | N/A              | 78,692           | 40,350           | 28,791           | 13,931           |
| Department of Veterans Affairs.....              | 38,987           | 17,684           | 29,103           | 13,122           | 33,844           | 10,914           |
| Department of Education.....                     | 575,578          | 363,968          | 720,326          | 516,213          | 651,056          | 472,928          |
| Small Business Administration.....               | 2,374            | 1,640            | 2,218            | 1,609            | 1,853            | 1,355            |
| Department of Housing and Urban Development..... | 11,250           | 8,380            | 13,520           | 10,815           | 11,399           | 8,963            |
| Department of Agriculture.....                   | 8,559            | 7,551            | 20,262           | 12,034           | 28,969           | 13,075           |
| Food and Consumer Service.....                   | N/A              | N/A              | 9,740            | 3,061            | 21,828           | 7,213            |
| Department of Defense [8].....                   | 49,085           | 18,116           | 54,509           | 19,198           | 46,125           | 14,829           |
| All other.....                                   | 9,628            | 4,918            | 11,007           | 5,975            | 8,992            | 4,754            |
|  | 1994             |                  | 1995             |                  | 1996             |                  |
|  | (13)             | (14)             | (15)             | (16)             | (17)             | (18)             |
| <b>Total</b> .....                               | <b>2,009,877</b> | <b>1,379,675</b> | <b>2,188,257</b> | <b>1,505,736</b> | <b>2,120,935</b> | <b>1,678,504</b> |
| Department of Health and Human Services [4]..... | 1,017,452        | 701,529          | 1,165,444        | 828,631          | 1,241,395        | 1,019,612        |
| Child support (TANF) [5].....                    | 749,269          | 507,047          | 848,166          | 591,854          | 879,143          | 716,637          |
| Child support (non-TANF) [6].....                | 267,546          | 193,939          | 316,707          | 236,198          | 361,453          | 302,146          |
| Program support center [7].....                  | 637              | 543              | 571              | 579              | 799              | 829              |
| Less: Child support reversals.....               | n.a.             | n.a.             | n.a.             | n.a.             | n.a.             | n.a.             |
| Social Security Administration [4].....          | 19,722           | 10,297           | 16,092           | 8,696            | 30,190           | 17,961           |
| Department of Veterans Affairs.....              | 35,368           | 9,973            | 45,761           | 11,830           | 49,989           | 12,743           |
| Department of Education.....                     | 781,829          | 582,662          | 778,446          | 571,280          | 573,308          | 517,169          |
| Small Business Administration.....               | 2,228            | 1,834            | 2,567            | 2,359            | 3,503            | 3,638            |
| Department of Housing and Urban Development..... | 10,454           | 9,090            | 10,676           | 9,745            | 6,228            | 6,738            |
| Department of Agriculture.....                   | 73,452           | 33,382           | 73,644           | 30,295           | 93,884           | 42,504           |
| Food and Consumer Service.....                   | 66,726           | 27,618           | 66,449           | 24,166           | 87,203           | 35,843           |
| Department of Defense [8].....                   | 59,459           | 25,345           | 85,023           | 35,970           | 111,207          | 53,404           |
| All other.....                                   | 9,913            | 5,563            | 10,594           | 6,930            | 11,231           | 4,735            |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 20.--Individual Income Tax Refund Offsets for Repayment of Specific Outstanding Taxpayer Obligations or Debts, by Selected Type of Program or U.S. Government Agency to Which Amount Was Owed, Calendar Years of Offset, 1988-2005 [1]--Continued**

[Money amounts are in thousands of dollars]

| Selected program or agency                       | Number of        | Refund offset    | Number of        | Refund offset    | Number of        | Refund offset    |
|--|------------------|------------------|------------------|------------------|------------------|------------------|
|  | offsets [2]      | amount [3]       | offsets [2]      | amount [3]       | offsets [2]      | amount [3]       |
|  | 1997             |                  | 1998             |                  | 1999             |                  |
|  | (19)             | (20)             | (21)             | (22)             | (23)             | (24)             |
| <b>Total</b> .....                               | <b>2,162,102</b> | <b>1,758,154</b> | <b>2,375,081</b> | <b>1,963,834</b> | <b>2,764,424</b> | <b>2,606,366</b> |
| Department of Health and Human Services [4]..... | 1,303,676        | 1,108,125        | 1,309,352        | 1,130,941        | 1,440,993        | 1,479,598        |
| Child support (TANF) [5].....                    | 902,766          | 764,700          | 876,609          | 754,205          | 936,622          | 953,682          |
| Child support (non-TANF) [6].....                | 400,198          | 342,696          | 432,101          | 376,171          | 503,589          | 525,002          |
| Program support center [7].....                  | 712              | 729              | 642              | 565              | 782              | 914              |
| Less: Child support reversals.....               | n.a.             | n.a.             | n.a.             | n.a.             | 116,742          | 131,913          |
| Social Security Administration [4].....          | 27,996           | 17,584           | 62,487           | 39,282           | 77,672           | 52,080           |
| Department of Veterans Affairs.....              | 45,479           | 12,476           | 43,290           | 11,430           | 51,861           | 15,467           |
| Department of Education.....                     | 518,844          | 482,241          | 653,997          | 623,914          | 963,409          | 1,084,905        |
| Small Business Administration.....               | 3,952            | 4,206            | 4,036            | 4,504            | 571              | 776              |
| Department of Housing and Urban Development..... | 6,876            | 7,602            | 6,032            | 7,679            | 10,909           | 15,382           |
| Department of Agriculture.....                   | 115,076          | 53,680           | 159,633          | 78,056           | 208,794          | 103,252          |
| Food and Consumer Service.....                   | 108,612          | 47,162           | 146,127          | 65,476           | 192,312          | 86,927           |
| Department of Defense [8].....                   | 127,103          | 63,052           | 129,409          | 62,770           | 201,756          | 100,280          |
| All other.....                                   | 13,100           | 9,188            | 6,845            | 5,259            | 7,467            | 5,143            |
| Less: Reversals, except child support.....       | n.a.             | n.a.             | n.a.             | n.a.             | 82,266           | 118,604          |
|  | 2000             |                  | 2001             |                  | 2002             |                  |
|  | (25)             | (26)             | (27)             | (28)             | (29)             | (30)             |
| <b>Total</b> .....                               | <b>2,869,130</b> | <b>2,763,530</b> | <b>4,307,006</b> | <b>3,101,507</b> | <b>2,921,769</b> | <b>2,608,905</b> |
| Department of Health and Human Services [4]..... | 1,426,635        | 1,479,598        | 2,200,333        | 1,714,968        | 1,402,665        | 1,511,070        |
| Child support (TANF) [5].....                    | 885,635          | 902,037          | 1,262,018        | 965,864          | 774,281          | 802,393          |
| Child support (non-TANF) [6].....                | 540,342          | 581,805          | 937,381          | 746,668          | 627,927          | 707,504          |
| Program support center [7].....                  | 658              | 1,210            | 934              | 2,436            | 457              | 1,172            |
| Less: Child support reversals.....               | 53,051           | 64,819           | 51,037           | 59,379           | 49,118           | 58,072           |
| Social Security Administration [4].....          | 102,480          | 81,891           | 153,134          | 100,759          | 96,621           | 86,752           |
| Department of Veterans Affairs.....              | 50,409           | 16,106           | 139,526          | 33,717           | 97,371           | 26,871           |
| Department of Education.....                     | 853,175          | 932,575          | 1,217,876        | 1,029,539        | 696,006          | 772,975          |
| Small Business Administration.....               | 2,227            | 3,834            | 2,105            | 2,478            | 1,591            | 2,924            |
| Department of Housing and Urban Development..... | 10,565           | 15,988           | 16,062           | 16,593           | 8,310            | 12,058           |
| Department of Agriculture.....                   | 214,279          | 120,238          | 41,255           | 37,272           | 27,663           | 30,416           |
| Food and Consumer Service.....                   | 196,366          | 97,389           | 175,177          | 80,438           | 157,737          | 74,575           |
| Department of Defense [8].....                   | 140,588          | 71,008           | 210,102          | 100,654          | 123,325          | 78,471           |
| All other.....                                   | 68,772           | 36,838           | 255,334          | 118,883          | 410,617          | 140,054          |
| Less: Reversals, except child support.....       | 54,247           | 80,064           | 52,861           | 74,414           | 51,019           | 69,189           |
|  | 2003             |                  | 2004             |                  | 2005             |                  |
|  | (31)             | (32)             | (33)             | (34)             | (35)             | (36)             |
| <b>Total</b> .....                               | <b>3,236,882</b> | <b>2,824,433</b> | <b>2,890,975</b> | <b>2,935,073</b> | <b>4,574,058</b> | <b>2,927,529</b> |
| Department of Health and Human Services [4]..... | 1,611,570        | 1,618,028        | 1,389,261        | 1,544,059        | 1,429,213        | 1,653,153        |
| Child support (TANF) [5].....                    | 829,999          | 799,569          | 699,992          | 732,937          | 685,397          | 735,852          |
| Child support (non-TANF) [6].....                | 781,274          | 817,971          | 688,921          | 810,420          | 742,524          | 913,881          |
| Program support center [7].....                  | 297              | 488              | 348              | 702              | 1,292            | 3,420            |
| Less: Child support reversals.....               | -44,024          | -60,757          | -43,537          | 60,189           | -34,447          | -55,986          |
| Social Security Administration [4].....          | 87,075           | 80,421           | 73,997           | 74,408           | 72,386           | 75,193           |
| Department of Veterans Affairs.....              | 127,502          | 32,900           | 116,805          | 33,635           | 588,464          | 87,439           |
| Department of Education.....                     | 753,690          | 818,264          | 623,340          | 722,733          | 926,175          | 759,372          |
| Small Business Administration.....               | 3,170            | 5,173            | 2,984            | 5,467            | 5,766            | 6,570            |
| Department of Housing and Urban Development..... | 9,150            | 12,030           | 6,244            | 9,480            | 20,694           | 12,394           |
| Department of Agriculture.....                   | 29,489           | 25,175           | 20,226           | 20,233           | 12,730           | 7,311            |
| Food and Consumer Service.....                   | 152,034          | 69,711           | 124,371          | 62,449           | 162,804          | 72,910           |
| Department of Defense [8].....                   | 166,798          | 97,272           | 157,449          | 89,007           | 196,364          | 104,704          |
| All other.....                                   | 384,898          | 197,376          | 462,501          | 245,126          | 1,234,159        | 270,030          |
| Less: Reversals, except child support.....       | -44,470          | -71,160          | -42,666          | 68,287           | -40,250          | -65,560          |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 20.--Individual Income Tax Refund Offsets for Repayment of Specific Outstanding Taxpayer Obligations or Debts, by Selected Type of Program or U.S. Government Agency to Which Amount Was Owed, Calendar Years of Offset, 1988-2005 [1]--Continued**

N/A - Not Applicable.

n.a. - Not available.

- [1] Represents repayments to specific Federal agencies (or State treasuries) for debts, such as student loans, mortgage and loan foreclosures, dishonored checks, and overpayments of benefits. There was no refund offset program prior to Fiscal Year 1982. Data are shown by year in which the offset was made, regardless of tax year. Starting January 1999, the IRS tax refund offset program was merged into the Treasurywide offset program. This combined U.S. Government debt collection program is administered by the Financial Management Service (FMS), Department of the Treasury. (The sharp increase in tax refund offsets, starting with 1999--to \$2.6 billion in 1999--was attributed by FMS to (1) system enhancements which include offset matching on the Social Security numbers of both husbands and wives as reported on joint individual income tax returns, (2) increased debt referrals for child support and Federal non-tax debt, (3) system flexibility allowing creditor agencies to add and update debt records on a continuous basis, and (4) increases in the average number and amount of tax refund payments due in part to new tax credits. For additional information, see U.S. Department of the Treasury, Financial Management Service, Annual Report to the Congress: U.S. Government Debt Collection Activities of Federal Agencies, Fiscal Year 1999.)
- [2] After 1990, number of offsets includes adjustments for injured spouse claims filed with the original tax return.
- [3] For all years, data exclude fees charged by the Internal Revenue Service or the Financial Management Service. For years preceding 1999, data by program or Federal agency represent the net amounts offset against refunds, after injured spouse claims and other types of reversals. Starting with 1999, the totals by program or Federal agency are the gross amounts before injured spouse claims and other types of reversals, with the reversals shown separately as summarized totals.
- [4] From 1992 through 1994, the Social Security Administration (SSA) participated in the refund offset program as part of the Department of Health and Human Services (HHS), but, starting in 1995, SSA became an independent agency. Nevertheless, SSA refund offsets are shown separately for all these years, and are not included in the HHS totals for 1992-1994.
- [5] Represents repayments to State treasuries for funds disbursed to families receiving State assistance and for funds distributed under the Temporary Assistance for Needy Families (TANF) program, before 1997 known as the Aid to Families with Dependent Children (AFDC) program.
- [6] Represents repayments to State treasuries for distribution to custodial parents (non-TANF). See also footnote 5, above.
- [7] Before 1996, known as the Public Health Service.
- [8] Includes affiliated exchange services.

NOTES: Detail may not add to totals because of rounding. All amounts are in current dollars.

SOURCE: U.S. Department of the Treasury. For years starting with 1999, Financial Management Service. For previous years, Internal Revenue Service.

# Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1999-2005**

[Money amounts are in thousands of dollars]

| Type of excise tax by agency to which tax was reported or paid                               | Fiscal year       |                   |                   |                   |                   |                   |                   |   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|---|
|  | 1999              | 2000              | 2001              | 2002              | 2003              | 2004              | 2005              |   |
|  |                   |                   |                   |                   |                   |                   | Total             | by quarter ending--<br>December<br>2004 |
|  | (1)               | (2)               | (3)               | (4)               | (5)               | (6)               | (7)               | (8)                                     |
| <b>Total excise tax collections.....</b>   | <b>72,076,000</b> | <b>70,648,000</b> | <b>68,241,000</b> | <b>69,171,000</b> | <b>69,490,000</b> | <b>71,781,000</b> | <b>75,194,000</b> | <b>16,799,000</b>                       |
| <b>Excise tax collections or liabilities reported by the Internal Revenue Service [1]</b>    |                   |                   |                   |                   |                   |                   |                   |   |
| <b>Total excise tax collections.....</b>   | <b>58,585,763</b> | <b>54,810,038</b> | <b>52,418,848</b> | <b>52,136,835</b> | <b>52,771,160</b> | <b>54,807,225</b> | <b>57,252,098</b> | <b>12,691,788</b>                       |
| <b>Retail excise taxes:</b>  |                   |                   |                   |                   |                   |                   |                   |   |
| Luxury taxes:  |                   |                   |                   |                   |                   |                   |                   |   |
| Passenger vehicles (expired, January 1, 2003).....   | 401,535           | 407,222           | 341,981           | 252,834           | 65,162            | 3,032             | 1,503             | -224                                    |
| Boats (repealed, January 1, 1993).....   | 0                 | 0                 | 19                | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Aircraft (repealed, January 1, 1993).....  | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 1                 | 0                                       |
| Jewelry (repealed, January 1, 1993).....   | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Furs (repealed, January 1, 1993).....  | 12                | 0                 | 1                 | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Dyed diesel fuel used in trains:   |                   |                   |                   |                   |                   |                   |                   |   |
| Total, excluding floor stocks.....   | 170,463           | 170,960           | 167,161           | 147,408           | 162,654           | 127,169           | 93,032            | 30,094                                  |
| Floor stocks.....  | 7                 | 0                 | 0                 | 1                 | 0                 | 1                 | 0                 | 0                                       |
| Dyed diesel fuel for certain intercity or local buses.....                                   | 2,458             | 2,317             | 2,380             | 1,731             | 1,266             | 1,139             | -1,122            | 245                                     |
| Special motor fuels:   |                   |                   |                   |                   |                   |                   |                   |   |
| Total, excluding floor stocks.....   | 23,757            | 19,535            | 18,404            | 17,570            | 14,226            | 12,990            | 12,724            | 3,626                                   |
| Floor stocks.....  | -17               | -1                | 0                 | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Compressed natural gas.....  | 865               | 1,145             | 1,026             | 895               | 1,735             | 1,406             | 1,401             | 414                                     |
| Alcohol fuels [2].....   | -377              | 807               | 5,462             | 408               | -9,986            | 7,367             | 2,715             | 636                                     |
| Fuels used commercially on inland waterways.....   | 121,903           | 118,666           | 114,110           | 111,311           | 111,058           | 110,364           | 103,375           | 29,091                                  |
| Truck, trailer, and semitrailer chassis and bodies, and tractors.....                        | 2,956,880         | 2,775,788         | 1,573,968         | 1,574,947         | 1,608,208         | 2,235,178         | 3,008,461         | 712,353                                 |
| <b>Manufacturer's excise taxes:</b>  |                   |                   |                   |                   |                   |                   |                   |   |
| Gas guzzlers [2].....  | 68,327            | 70,788            | 78,157            | 79,705            | 126,685           | 140,834           | 163,825           | 53,185                                  |
| Highway-type tires [2].....  | 416,658           | 420,299           | 354,769           | 372,800           | 403,892           | 433,116           | 471,066           | 113,951                                 |
| Aviation gasoline [3].....   | 57,832            | 58,472            | 49,687            | 62,574            | 57,953            | 44,611            | 39,357            | 9,657                                   |
| Gasoline except for use in gasohol:  |                   |                   |                   |                   |                   |                   |                   |   |
| Total, excluding floor stocks.....   | 21,236,659        | 21,040,777        | 20,619,195        | 20,942,138        | 20,169,608        | 18,232,507        | 23,725,624        | 4,427,573                               |
| Floor stocks.....  | -65               | 2                 | -21               | 2                 | 0                 | 0                 | 0                 | 0                                       |
| Diesel fuel, except for trains and intercity buses:  |                   |                   |                   |                   |                   |                   |                   |   |
| Total, excluding floor stocks [2].....   | 7,895,919         | 8,229,762         | 8,208,994         | 8,214,559         | 8,581,467         | 9,016,694         | 9,376,555         | 2,302,426                               |
| Floor stocks.....  | 121               | -133              | 0                 | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Gasoline for use in gasohol by alcohol content:  |                   |                   |                   |                   |                   |                   |                   |   |
| Total, excluding floor stocks:   |                   |                   |                   |                   |                   |                   |                   |   |
| 5.7 percent under 7.7 percent.....   | 42                | 65                | 9                 | 77                | 2,320             | 15,436            | 3,601             | 3,737                                   |
| 7.7 percent under 10 percent.....  | 13,228            | 4,266             | 4,839             | 4,835             | 946               | 503               | 90                | 210                                     |
| 10 percent or more.....  | 231,114           | 265,273           | 243,702           | 302,407           | 358,002           | 306,441           | 73,182            | 73,258                                  |
| Floor stocks.....  | 0                 | 0                 | 1                 | -1                | 0                 | 0                 | 0                 | 0                                       |
| Gasohol by alcohol content:  |                   |                   |                   |                   |                   |                   |                   |   |
| Total, excluding floor stocks:   |                   |                   |                   |                   |                   |                   |                   |   |
| 5.7 percent under 7.7 percent.....   | 81,873            | 25,934            | 297,763           | 406,578           | 1,296,991         | 2,363,320         | 608,812           | 608,411                                 |
| 7.7 percent under 10 percent.....  | 180,025           | 59,104            | 146,196           | 176,148           | 91,017            | 97,098            | 35,462            | 37,983                                  |
| 10 percent or more.....  | 1,537,235         | 2,039,428         | 1,918,995         | 1,932,347         | 2,313,542         | 2,899,287         | 833,017           | 813,845                                 |
| Floor stocks.....  | 0                 | 0                 | -4                | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Aviation-grade kerosene (except gasoline) for noncommercial use:                             |                   |                   |                   |                   |                   |                   |                   |   |
| Total, excluding floor stocks.....   | 173,117           | 159,314           | 187,318           | 287,664           | 286,559           | 322,440           | 1,027,883         | 77,411                                  |
| Floor stocks.....  | 58                | 1                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Aviation-grade kerosene (except gasoline) for commercial use (other than foreign trade)..... | 649,900           | 667,647           | 620,044           | 509,944           | 453,361           | 503,696           | -98,244           | 115,485                                 |
| Floor stocks.....  | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                                       |
| Kerosene (effective July 1, 1998).....   | 77,726            | 79,591            | 90,331            | 62,857            | 72,128            | 62,085            | 52,802            | 20,538                                  |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1999-2005--Continued**

[Money amounts are in thousands of dollars]

| Type of excise tax by agency to which tax was reported or paid                               | Fiscal year         |                   |                   |  |                     |                   |
|--|---------------------|-------------------|-------------------|--|---------------------|-------------------|
|  | 2005                |                   |                   | 2006   |                     |                   |
|  | by quarter ending-- |                   |                   | Tax rates in effect on<br>October 1, 2005                                    | by quarter ending-- |                   |
|  | March<br>2005       | June<br>2005      | September<br>2005 |  | December<br>2005    | March<br>2006     |
|  | (9)                 | (10)              | (11)              | (12)   | (13)                | (14)              |
| <b>Total excise tax collections.....</b>   | <b>17,299,000</b>   | <b>18,686,000</b> | <b>22,410,000</b> | <b>various</b>   | <b>17,626,000</b>   | <b>17,836,000</b> |
| <b>Excise tax collections or liabilities reported by the Internal Revenue Service [1]</b>    |                     |                   |                   |  |                     |                   |
| <b>Total excise tax collections.....</b>   | <b>13,592,926</b>   | <b>14,282,139</b> | <b>16,685,245</b> | <b>various</b>   | <b>13,268,974</b>   | <b>13,782,938</b> |
| <b>Retail excise taxes:</b>  |                     |                   |                   |  |                     |                   |
| Luxury taxes:  |                     |                   |                   | 3 percent of price in excess of--  |                     |                   |
| Passenger vehicles (expired, January 1, 2003).....   | 387                 | 604               | 736               | \$40,000, expired 1/1/03   | -315                | 330               |
| Boats (repealed, January 1, 1993).....   | 0                   | 0                 | 0                 | N/A  | 0                   | 0                 |
| Aircraft (repealed, January 1, 1993).....  | 0                   | 1                 | 0                 | N/A  | 0                   | 0                 |
| Jewelry (repealed, January 1, 1993).....   | 0                   | 0                 | 0                 | N/A  | 0                   | 2                 |
| Furs (repealed, January 1, 1993).....  | 0                   | 0                 | 0                 | N/A  | 0                   | 0                 |
| Dyed diesel fuel used in trains:   |                     |                   |                   |  |                     |                   |
| Total, excluding floor stocks.....   | 25,766              | 23,948            | 13,224            | \$0.044 per gallon; reduced to \$.034 on 1/1/05; reduced to \$.024 on 7/1/05 | 14,115              | 16,071            |
| Floor stocks .....   | 0                   | 0                 | 0                 | N/A  | 0                   | 0                 |
| Dyed diesel fuel for certain intercity or local buses.....                                   | -183                | -640              | -544              | \$0.074 per gallon; repealed 1/1/05  | -901                | -908              |
| Special motor fuels:   |                     |                   |                   |  |                     |                   |
| Total, excluding floor stocks.....   | 2,988               | 2,865             | 3,245             | \$0.136 per gallon   | 3,214               | 2,869             |
| Floor stocks.....  | 0                   | 0                 | 0                 | N/A  | 0                   | 0                 |
| Compressed natural gas.....  | 324                 | 299               | 364               | \$0.4854 per 1000 cubic feet   | 373                 | 353               |
| Alcohol fuels [2].....   | 568                 | 634               | 877               | various  | 546                 | 309               |
| Fuels used commercially on inland waterways.....   | 25,220              | 26,670            | 22,394            | \$0.244 per gallon; reduced to \$.234 on 1/1/05; reduced to \$.224 on 7/1/05 | 25,066              | 23,774            |
| Truck, trailer, and semitrailer chassis and bodies, and tractors.....                        | 668,710             | 830,121           | 797,277           | 12 percent of price  | 841,957             | 839,903           |
| <b>Manufacturer's excise taxes:</b>  |                     |                   |                   |  |                     |                   |
| Gas guzzlers [2].....  | 39,233              | 37,868            | 33,539            | various  | 54,747              | 44,816            |
| Highway-type tires [2].....  | 109,075             | 124,438           | 123,602           | various  | 119,204             | 8,292             |
| Aviation gasoline [3].....   | 10,283              | 5,812             | 13,605            | \$0.194 per gallon   | 8,771               | 8,327             |
| Gasoline except for use in gasohol:  |                     |                   |                   |  |                     |                   |
| Total, excluding floor stocks.....   | 6,122,300           | 6,547,038         | 6,628,713         | \$0.184 per gallon   | 6,416,483           | 6,131,592         |
| Floor stocks.....  | 0                   | 8                 | -8                | N/A  | 0                   | 0                 |
| Diesel fuel, except for trains and intercity buses:  |                     |                   |                   |  |                     |                   |
| Total, excluding floor stocks [2].....   | 2,231,481           | 2,402,691         | 2,439,957         | \$0.244 per gallon   | 2,396,552           | 2,306,951         |
| Floor stocks.....  | 0                   | 0                 | 0                 | N/A  | 0                   | 0                 |
| Gasoline for use in gasohol by alcohol content:  |                     |                   |                   |  |                     |                   |
| Total, excluding floor stocks:   |                     |                   |                   |  |                     |                   |
| 5.7 percent under 7.7 percent .....  | 0                   | -135              | -1                | \$0.16369 per gallon; repealed 1/1/05  | -2                  | 0                 |
| 7.7 percent under 10 percent .....   | 0                   | -70               | -50               | \$0.15596 per gallon; repealed 1/1/05  | 1                   | -3                |
| 10 percent or more .....   | -22                 | -42               | -12               | \$0.14666 per gallon; repealed 1/1/05  | 17,000              | 0                 |
| Floor stocks.....  | 0                   | 0                 | 0                 | N/A  | 0                   | 0                 |
| Gasohol by alcohol content:  |                     |                   |                   |  |                     |                   |
| Total, excluding floor stocks:   |                     |                   |                   |  |                     |                   |
| 5.7 percent under 7.7 percent .....  | 351                 | 103               | -53               | \$0.15436 per gallon; repealed 1/1/05  | 414                 | 311               |
| 7.7 percent under 10 percent .....   | -2,468              | -22               | -31               | \$0.14396 per gallon; repealed 1/1/05  | 8                   | 4                 |
| 10 percent or more .....   | 12,389              | 13,454            | -6,671            | \$0.132 per gallon; repealed 1/1/05  | 681                 | 14                |
| Floor stocks .....   | 0                   | 0                 | 0                 | N/A  | 0                   | 0                 |
| Aviation-grade kerosene (except gasoline) for noncommercial use:                             |                     |                   |                   |  |                     |                   |
| Total, excluding floor stocks.....   | 305,850             | 320,297           | 324,325           | \$0.219 per gallon increased to \$.244 10/1005                               | 159,973             | -164,732          |
| Floor stocks .....   | 0                   | 0                 | 0                 | \$0.219 per gallon increased to \$.244 10/1005                               | 0                   | 0                 |
| Aviation-grade kerosene (except gasoline) for commercial use (other than foreign trade)..... | -46,633             | -82,234           | -84,862           | \$0.044 per gallon increased to \$.244 10/1005                               | 107,299             | 118,138           |
| Floor stocks .....   | 0                   | 0                 | 0                 | \$0.044 per gallon increased to \$.244 10/1005                               | 0                   | 0                 |
| Kerosene (effective July 1, 1998).....   | 25,383              | 3,671             | 3,210             | \$0.244 per gallon   | 285,948             | 280,331           |

Footnotes at end of table.

# Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1999-2005--Continued**

[Money amounts are in thousands of dollars]

| Type of excise tax by agency to which tax was reported or paid                                | Fiscal year    |                |                |                |                |                |                | 2005                |                      |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|---------------------|----------------------|
|   | 1999           | 2000           | 2001           | 2002           | 2003           | 2004           | Total          | by quarter ending-- |                      |
|   | (1)            | (2)            | (3)            | (4)            | (5)            | (6)            |                | (7)                 | December 2004<br>(8) |
| <b>Manufacturer's excise taxes--continued:</b>  |                |                |                |                |                |                |                |                     |                      |
| Coal:   |                |                |                |                |                |                |                |                     |                      |
| Mined underground:  |                |                |                |                |                |                |                |                     |                      |
| At 4.4 percent of sales price.....  | 190,133        | 197,478        | 183,531        | 155,966        | 134,588        | 125,536        | 85,816         | 28,824              |                      |
| At \$1.10 per ton .....   | 162,442        | 115,291        | 135,189        | 149,366        | 147,646        | 194,585        | 261,097        | 53,540              |                      |
| Surface mined:  |                |                |                |                |                |                |                |                     |                      |
| At 4.4 percent of sales price.....  | 78,397         | 79,842         | 90,122         | 103,502        | 109,537        | 120,012        | 134,071        | 32,705              |                      |
| At \$0.55 per ton.....  | 138,019        | 132,526        | 140,004        | 139,634        | 125,760        | 127,877        | 131,451        | 32,396              |                      |
| Certain vaccines [2].....   | 169,046        | 163,528        | 152,349        | 161,764        | 179,009        | 171,471        | 196,426        | 37,542              |                      |
| Sport fishing equipment.....  | 97,548         | 100,539        | 100,642        | 97,901         | 97,986         | 103,339        | 101,563        | 20,620              |                      |
| Fishing tackle boxes.....   | 0              | 0              | 0              | 0              | 0              | 0              | 0              | 617                 |                      |
| Electric outboard motors, sonar devices.....  | 1,922          | 2,022          | 2,477          | 2,725          | 2,585          | 3,240          | 2,358          | 708                 |                      |
| Bows and arrows.....  | 19,792         | 20,502         | 19,094         | 20,297         | 20,947         | 22,058         | 23,881         | 3,924               |                      |
| Arrow shafts .....  | 0              | 0              | 0              | 0              | 0              | 0              | 1,905          | 0                   |                      |
| <b>Taxes on facilities and services:</b>  |                |                |                |                |                |                |                |                     |                      |
| Telephone and teletypewriter services.....  | 5,248,965      | 5,645,239      | 5,737,027      | 5,803,631      | 5,809,503      | 5,792,246      | 5,851,530      | 1,458,318           |                      |
| Transportation of persons by air.....   | 6,588,088      | 6,963,617      | 6,670,357      | 6,157,264      | 6,185,415      | 6,675,981      | 7,047,808      | 1,629,478           |                      |
| Use of international air travel facilities.....   | 1,272,725      | 1,323,558      | 1,450,458      | 1,406,192      | 1,452,015      | 1,609,445      | 1,881,355      | 422,208             |                      |
| Transportation of property by air.....  | 371,487        | 520,576        | 400,286        | 372,119        | 455,209        | 483,691        | 477,826        | 119,683             |                      |
| <b>Taxes on policies issued by foreign insurers.....</b>                                      | <b>117,584</b> | <b>131,672</b> | <b>152,221</b> | <b>195,634</b> | <b>292,897</b> | <b>350,790</b> | <b>373,580</b> | <b>79,769</b>       |                      |
| <b>Taxes related to wagering:</b>   |                |                |                |                |                |                |                |                     |                      |
| Certain wagers [2].....   | 13,805         | 10,726         | [4]            | [4]            | [4]            | [4]            | [4]            | [4]                 |                      |
| Occupational taxes [2].....   | [4]            | [4]            | [4]            | [4]            | [4]            | [4]            | [4]            | [4]                 |                      |
| <b>Certain other excise taxes:</b>  |                |                |                |                |                |                |                |                     |                      |
| Passenger transportation by water.....  | 25,554         | 24,922         | 27,919         | 31,069         | 33,252         | 34,721         | 36,083         | 6,398               |                      |
| Use tax on heavy vehicles [1,2].....  | 849,226        | 893,457        | 867,345        | 899,367        | 911,445        | [r] 934,073    | 1,327,257      | 86,225              |                      |
| <b>Environmental taxes:</b>   |                |                |                |                |                |                |                |                     |                      |
| Domestic petroleum (Superfund) (expired effective January 1, 1996).....                       | -3,637         | 4              | 14             | -4             | 1              | -21            | 2              | 0                   |                      |
| Imported petroleum (Superfund) (expired effective January 1, 1996).....                       | 1,071          | 2,660          | 337            | 641            | -4             | -11            | 0              | 0                   |                      |
| Domestic petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995) ..... | -128           | -3             | 6              | 0              | 0              | -4             | 0              | 0                   |                      |
| Imported petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995).....  | 13             | 253            | 0              | 0              | 0              | -3             | 0              | 0                   |                      |
| Certain chemicals (Superfund) (expired effective January 1, 1996) [2].....                    | 12,687         | 2,395          | -2,258         | -2,842         | -687           | -52            | 1              | 0                   |                      |
| Certain imported substances (Superfund) (expired effective January 1, 1996) [2].....          | -322           | 349            | -492           | -7             | 0              | -1             | 0              | 0                   |                      |
| Ozone-depleting chemicals: [2]  |                |                |                |                |                |                |                |                     |                      |
| Total, excluding floor stocks.....  | 120,400        | 42,552         | 12,076         | 3,995          | 7,519          | 1,457          | 1,766          | 1,024               |                      |
| Floor stocks.....   | 6,306          | 2,273          | 1,313          | 1,182          | 905            | 934            | 506            | -175                |                      |
| Imported taxable products containing or manufactured using ozone-depleting chemicals [2]..... | -6,166         | 17,580         | 11,978         | -945           | 6,869          | 4,352          | 9,296          | 2,281               |                      |
| <b>Taxes on Private Foundations:</b>  |                |                |                |                |                |                |                |                     |                      |
| Net investment income [5].....  | 502,675        | 503,453        | 720,047        | 490,425        | 262,662        | 240,508        | 384,554        | 157,046             |                      |
| Additional excise taxes [6].....  | 1,951          | 2,445          | 3,072          | 4,520          | 5,059          | 4,498          | 7,405          | 3,235               |                      |
| <b>Taxes on Black Lung Benefit Trusts [2].....</b>  | <b>2</b>       | <b>2</b>       | <b>-1</b>      | <b>0</b>       | <b>0</b>       | <b>0</b>       | <b>0</b>       | <b>0</b>            |                      |
| <b>Taxes on qualified pension and other plans:</b>  |                |                |                |                |                |                |                |                     |                      |
| Failure to meet minimum funding standards.....  | 5,307          | 388            | 652            | 1,851          | 54             | 3              | 0              | 0                   |                      |
| Nondeductible contributions.....  | 3,770          | 38             | 12,145         | -25            | 6              | 0              | 0              | 0                   |                      |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1999-2005--Continued**

(Money amounts are in thousands of dollars)

| Type of excise tax by agency to which tax was reported or paid                                | Fiscal year         |               |                   |  |                     |               |
|---|---------------------|---------------|-------------------|--|---------------------|---------------|
|   | 2005                |               |                   | 2006   |                     |               |
|   | by quarter ending-- |               |                   | Tax rates in effect on<br>October 1, 2005  | by quarter ending-- |               |
|   | March<br>2005       | June<br>2005  | September<br>2005 |  | December<br>2005    | March<br>2006 |
|   | (9)                 | (10)          | (11)              | (12)   | (13)                | (14)          |
| <b>Manufacturer's excise taxes--continued:</b>  |                     |               |                   |  |                     |               |
| Coal:   |                     |               |                   |  |                     |               |
| Mined underground:  |                     |               |                   |  |                     |               |
| At 4.4 percent of sales price.....  | 21,327              | 17,638        | 18,027            | 4.4 percent of value   | 17,495              | 12,230        |
| At \$1.10 per ton .....   | 67,149              | 71,379        | 69,029            | \$1.10 per ton if less than 4.4 percent of value   | 63,969              | 70,037        |
| Surface mined:  |                     |               |                   |  |                     |               |
| At 4.4 percent of sales price.....  | 33,584              | 32,803        | 34,979            | 4.4 percent of value   | 34,425              | 36,155        |
| At \$0.55 per ton.....  | 31,114              | 33,270        | 34,671            | \$0.55 per ton if less than 4.4 percent of value   | 32,694              | 32,411        |
| Certain vaccines [2].....   | 44,163              | 36,535        | 78,186            | \$0.75 per dose  | 66,480              | 50,208        |
| Sport fishing equipment.....  | 29,166              | 30,940        | 20,837            | 10 percent of sales price  | 16,860              | 21,923        |
| Fishing tackle boxes.....   | 0                   | 375           | 242               | 10 percent; reduced to 3 percent on 1/1/05   | 86                  | 519           |
| Electric outboard motors, sonar devices.....  | 882                 | 353           | 415               | 3 percent of sales price; tax on sonar devices repealed on 1/1/05                        | 518                 | 828           |
| Bows and arrows.....  | 5,545               | 5,292         | 9,066             | 11-12.4 percent of sales price; tax on arrows repealed on 11/22/05                       | 4,257               | 6,014         |
| Arrow shafts .....  | 0                   | 613           | 1,292             | \$.39 per shaft as of 4/1/05   | 0                   | 924           |
| <b>Taxes on facilities and services:</b>  |                     |               |                   |  |                     |               |
| Telephone and teletypewriter services.....  | 1,441,623           | 1,494,552     | 1,457,037         | 3 percent  | 1,488,586           | 1,458,028     |
| Transportation of persons by air.....   | 1,637,485           | 1,904,384     | 1,876,461         | 7.5 percent of the price plus \$3.10 flight segment for non-rural airports [7]           | 1,814,914           | 1,768,211     |
| Use of international air travel facilities.....   | 442,716             | 520,723       | 495,708           | \$13.70 per person, \$6.90 for domestic segments beginning or ending in Alaska or Hawaii | 454,075             | 459,281       |
| Transportation of property by air.....  | 126,401             | 107,532       | 124,210           | 6.25 percent   | 131,890             | 121,368       |
| <b>Taxes on policies issued by foreign insurers.....</b>                                      | <b>83,526</b>       | <b>96,365</b> | <b>113,920</b>    | <b>1 percent or 4 percent of premium paid</b>  | <b>97,531</b>       | <b>90,820</b> |
| <b>Taxes related to wagering:</b>   |                     |               |                   |  |                     |               |
| Certain wagers [2].....   | [4]                 | [4]           | [4]               | \$0.25 or 2.0 percent of wager   | [4]                 | [4]           |
| Occupational taxes [2].....   | [4]                 | [4]           | [4]               | \$50 or \$500 per person per year  | [4]                 | [4]           |
| <b>Certain other excise taxes:</b>  |                     |               |                   |  |                     |               |
| Passenger transportation by water.....  | 10,080              | 9,576         | 10,029            | \$3.00 per passenger   | 8,571               | 9,215         |
| Use tax on heavy vehicles [1,2].....  | 221,527             | 159,223       | 860,282           | \$75-\$550 per vehicle per year  | 78,606              | 77,133        |
| <b>Environmental taxes:</b>   |                     |               |                   |  |                     |               |
| Domestic petroleum (Superfund) (expired effective January 1, 1996).....                       | 0                   | 0             | 2                 | \$0.097 per barrel   | 0                   | 0             |
| Imported petroleum (Superfund) (expired effective January 1, 1996).....                       | 0                   | 0             | 0                 | \$0.097 per barrel   | 0                   | -147          |
| Domestic petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995) ..... | 0                   | 0             | 0                 | \$0.05 per barrel  | 0                   | 0             |
| Imported petroleum (Oil Spill Liability Trust Fund) (expired effective January 1, 1995).....  | 0                   | 0             | 0                 | \$0.05 per barrel  | 0                   | 0             |
| Certain chemicals (Superfund) (expired effective January 1, 1996) [2].....                    | 0                   | 0             | 1                 | \$0.22-\$4.87 per ton  | 0                   | 147           |
| Certain imported substances (Superfund) (expired effective January 1, 1996) [2].....          | 0                   | 0             | 0                 | various, per ton   | 3                   | 0             |
| Ozone-depleting chemicals: [2]  |                     |               |                   |  |                     |               |
| Total, excluding floor stocks.....  | 1,183               | -542          | 101               | various, per pound   | -85                 | 281           |
| Floor stocks.....   | -29                 | 700           | 10                | various, per pound   | 11                  | -14           |
| Imported taxable products containing or manufactured using ozone-depleting chemicals [2]..... | 1,701               | 2,823         | 2,491             | various  | 2,381               | 1,211         |
| <b>Taxes on Private Foundations:</b>  |                     |               |                   |  |                     |               |
| Net investment income [5].....  | 38,235              | 126,204       | 63,069            | 1 or 2 percent   | 211,475             | 51,353        |
| Additional excise taxes [6].....  | 468                 | 2,478         | 1,224             | various  | 2,071               | 360           |
| <b>Taxes on Black Lung Benefit Trusts [2].....</b>  | <b>0</b>            | <b>0</b>      | <b>0</b>          | <b>various</b>   | <b>0</b>            | <b>0</b>      |
| <b>Taxes on qualified pension and other plans:</b>  |                     |               |                   |  |                     |               |
| Failure to meet minimum funding standards.....  | 0                   | 0             | 0                 | 5 or 10 percent  | 0                   | 0             |
| Nondeductible contributions.....  | 0                   | 0             | 0                 | 10 percent   | 0                   | 0             |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1999-2005--Continued**

[Money amounts are in thousands of dollars]

| Type of excise tax by agency to which tax was reported or paid  | Fiscal year       |                   |                   |                   |                   |                   |                   |                                      |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------------------------|
|   | 1999              | 2000              | 2001              | 2002              | 2003              | 2004              | 2005              |                                      |
|   |                   |                   |                   |                   |                   |                   | Total             | by quarter ending--<br>December 2004 |
|   | (1)               | (2)               | (3)               | (4)               | (5)               | (6)               | (7)               | (8)                                  |
| <b>Taxes on qualified pension and other plans</b>   |                   |                   |                   |                   |                   |                   |                   |                                      |
| <b>--continued:</b>   |                   |                   |                   |                   |                   |                   |                   |                                      |
| Excess contributions to Individual Retirement   |                   |                   |                   |                   |                   |                   |                   |                                      |
| Accounts and others.....  | 8,279             | 10,228            | [4]               | [4]               | [4]               | [4]               | [4]               | [4]                                  |
| Prohibited transactions.....  | 576               | 432               | 1,091             | 207               | 1,476             | 5                 | 0                 | 0                                    |
| Certain excess contributions.....   | 6,281             | 1,696             | 542               | 34                | 17                | -18               | 0                 | 0                                    |
| Reversion of qualified plan assets to employer.....   | 22,258            | 46,392            | 2,127             | 175               | 80                | 0                 | 0                 | 0                                    |
| Penalties [2] .....   | 3,662             | 1,857             | 3,958             | 1,887             | 2,446             | 0                 | 0                 | 0                                    |
| <b>Taxes on undistributed income of qualified investment entities:</b>  |                   |                   |                   |                   |                   |                   |                   |                                      |
| Real Estate Investment Trusts.....  | 324               | 62                | 249               | 73                | 152               | 0                 | 0                 | 0                                    |
| Regulated Investment Companies.....   | 5,412             | 42                | 6,068             | 1,872             | 3,892             | 0                 | 0                 | 0                                    |
| <b>Windfall profits tax on domestic crude oil (repealed August 23, 1988) [1].....</b>   | <b>79</b>         | <b>0</b>                             |
| <b>Miscellaneous IRS taxes [2].....</b>   | <b>47,385</b>     | <b>40,226</b>     | <b>131,718</b>    | <b>106,214</b>    | <b>35,543</b>     | <b>104</b>        | <b>0</b>          | <b>0</b>                             |
| <b>Unclassified [9].....</b>  | <b>6,204,178</b>  | <b>1,191,890</b>  | <b>335,652</b>    | <b>369,406</b>    | <b>318,582</b>    | <b>869,695</b>    | <b>-359,285</b>   | <b>-917,866</b>                      |
| <b>Excise tax collections or liabilities reported by the Customs Service and the Alcohol and Tobacco Tax and Trade Bureau</b> |                   |                   |                   |                   |                   |                   |                   |                                      |
| <b>Total excise tax collections.....</b>  | <b>13,490,237</b> | <b>15,837,962</b> | <b>15,822,152</b> | <b>17,034,165</b> | <b>16,718,840</b> | <b>16,973,775</b> | <b>17,941,902</b> | <b>4,107,212</b>                     |
| <b>Tax liabilities by type of excise tax [10].....</b>  | <b>13,478,757</b> | <b>15,636,428</b> | <b>15,771,195</b> | <b>16,989,022</b> | <b>16,678,051</b> | <b>16,953,918</b> | <b>16,974,462</b> | <b>4,161,013</b>                     |
| <b>Distilled spirits:</b>   |                   |                   |                   |                   |                   |                   |                   |                                      |
| Domestic.....   | 2,974,674         | 3,043,375         | 3,004,527         | 3,138,705         | 3,132,577         | 3,220,871         | 3,315,979         | 891,728                              |
| Imported.....   | 758,726           | 816,922           | 892,230           | 901,173           | 982,016           | 1,074,631         | 1,135,410         | 336,477                              |
| <b>Wine:</b>  |                   |                   |                   |                   |                   |                   |                   |                                      |
| Domestic.....   | 504,042           | 517,812           | 498,537           | 513,559           | 534,927           | 547,505           | 566,816           | 162,350                              |
| Imported.....   | 154,876           | 174,327           | 168,675           | 193,737           | 215,803           | 220,386           | 239,976           | 66,767                               |
| <b>Beer:</b>  |                   |                   |                   |                   |                   |                   |                   |                                      |
| Domestic.....   | 3,168,158         | 3,216,402         | 3,171,384         | 3,236,231         | 3,189,580         | 3,218,708         | 3,192,447         | 677,752                              |
| Imported.....   | 321,317           | 350,924           | 383,793           | 414,895           | 415,280           | 441,713           | 450,723           | 99,842                               |
| <b>Tobacco products: [11]</b>   |                   |                   |                   |                   |                   |                   |                   |                                      |
| Domestic [11].....  | 5,189,723         | 7,019,884         | 7,120,255         | 7,879,499         | 7,435,391         | 7,440,242         | 7,408,184         | 1,740,955                            |
| Cigarettes [11].....  | 5,148,512         | 6,684,361         | [r] 7,012,908     | [r] 7,646,535     | [r] 7,293,490     | [r] 7,250,838     | 7,166,885         | [r] 1,830,047                        |
| Cigars [11] .....   | 67,779            | 94,044            | 114,615           | [r] 139,618       | [r] 154,261       | 171,461           | 189,745           | [r] 43,528                           |
| Papers/tubes [11].....  | 1,201             | 1,318             | 929               | 954               | 1,018             | 1,374             | 3,614             | 273                                  |
| Chewing tobacco and snuff [11].....   | 29,853            | 40,565            | [r] 43,571        | [r] 49,504        | [r] 52,094        | [r] 53,387        | 54,085            | 13,272                               |
| Pipe/roll-your-own tobacco [11].....  | 3,917             | 12,511            | [r] 14,141        | [r] 15,478        | [r] 18,236        | [r] 17,790        | 20,125            | [r] 4,473                            |
| Floor stocks.....   | 0                 | 261,917           | 528               | 115,835           | 1,628             | 0                 | 10                | 0                                    |
| Imported .....  | 114,524           | 196,141           | 252,229           | 404,308           | 475,278           | 470,017           | 429,077           | 127,949                              |
| <b>Firearms and ammunition.....</b>   | <b>187,977</b>    | <b>197,840</b>    | <b>175,959</b>    | <b>205,025</b>    | <b>193,420</b>    | <b>214,987</b>    | <b>225,817</b>    | <b>55,337</b>                        |
| <b>Special occupations.....</b>   | <b>104,740</b>    | <b>102,801</b>    | <b>103,606</b>    | <b>101,890</b>    | <b>103,779</b>    | <b>94,053</b>     | <b>10,191</b>     | <b>1,856</b>                         |
| <b>Alcohol and Tobacco Tax and Trade Bureau and Customs Service collections less reported amounts.....</b>                    | <b>11,480</b>     | <b>201,534</b>    | <b>50,957</b>     | <b>45,143</b>     | <b>40,789</b>     | <b>19,857</b>     | <b>967,440</b>    | <b>-53,801</b>                       |
| <b>Total collections less reported amounts.....</b>   | <b>11,480</b>     | <b>201,534</b>    | <b>50,957</b>     | <b>45,143</b>     | <b>40,789</b>     | <b>19,857</b>     | <b>967,440</b>    | <b>-53,801</b>                       |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1999-2005--Continued**

[Money amounts are in thousands of dollars]

| Type of excise tax by agency to which tax was reported or paid  | Fiscal year         |                  |                  |  |                     |                  |
|---|---------------------|------------------|------------------|--|---------------------|------------------|
|   | 2005                |                  |                  | 2006   |                     |                  |
|   | by quarter ending-- |                  |                  | Tax rates in effect on October 1, 2004             | by quarter ending-- |                  |
|   | March 2005          | June 2005        | September 2005   |  | December 2005       | March 2006       |
|   | (9)                 | (10)             | (11)             | (12)   | (13)                | (14)             |
| <b>Taxes on qualified pension and other plans</b>   |                     |                  |                  |  |                     |                  |
| <b>--continued:</b>   |                     |                  |                  |  |                     |                  |
| Excess contributions to Individual Retirement Accounts and others.....  | [4]                 | [4]              | [4]              | 6 percent  | [4]                 | [4]              |
| Prohibited transactions.....  | 0                   | 0                | 0                | 5 percent  | 0                   | 0                |
| Certain excess contributions.....   | 0                   | 0                | 0                | 10 percent   | 0                   | 0                |
| Reversion of qualified plan assets to employer.....   | 0                   | 0                | 0                | 20 percent   | 0                   | 0                |
| Penalties [2] .....   | 0                   | 0                | 0                | various  | 0                   | 0                |
| <b>Taxes on undistributed income of qualified investment entities:</b>  |                     |                  |                  |  |                     |                  |
| Real Estate Investment Trusts.....  | 0                   | 0                | 0                | 4 percent  | 0                   | 0                |
| Regulated Investment Companies.....   | 0                   | 0                | 0                | 4 percent  | 0                   | 0                |
| <b>Windfall profits tax on domestic crude oil (repealed August 23, 1988) [1].....</b>   | <b>0</b>            | <b>0</b>         | <b>0</b>         | <b>--</b>  | <b>0</b>            | <b>0</b>         |
| <b>Miscellaneous IRS taxes [2].....</b>   | <b>0</b>            | <b>0</b>         | <b>0</b>         | <b>various</b>                                     | <b>0</b>            | <b>0</b>         |
| <b>Unclassified [9].....</b>  | <b>-175,922</b>     | <b>-628,559</b>  | <b>1,035,486</b> | <b>various</b>                                     | <b>1,317,801</b>    | <b>138,657</b>   |
| <b>Excise tax collections or liabilities reported by the Customs Service and the Alcohol and Tobacco Tax and Trade Bureau</b> |                     |                  |                  |  |                     |                  |
| <b>Total excise tax collections.....</b>  | <b>3,706,074</b>    | <b>4,403,861</b> | <b>5,724,755</b> | <b>various</b>                                     | <b>4,357,026</b>    | <b>4,053,062</b> |
| <b>Tax liabilities by type of excise tax [10].....</b>  | <b>3,621,489</b>    | <b>4,379,180</b> | <b>4,809,788</b> | <b>various</b>                                     | <b>4,063,101</b>    | <b>3,824,290</b> |
| <b>Distilled spirits:</b>   |                     |                  |                  |  |                     |                  |
| Domestic.....   | 656,020             | 867,291          | 900,864          | \$13.50 per proof gallon                           | 882,207             | 716,368          |
| Imported.....   | 255,294             | 274,496          | 269,143          | \$13.50 per proof gallon                           | 339,488             | 274,844          |
| <b>Wine:</b>  |                     |                  |                  |  |                     |                  |
| Domestic.....   | 124,684             | 132,337          | 147,166          | \$1.07 to \$13.50 per gallon                       | 162,116             | 127,988          |
| Imported.....   | 50,928              | 59,913           | 62,368           | \$1.07 to \$3.40 per proof gallon                  | 115,147             | 54,991           |
| <b>Beer:</b>  |                     |                  |                  |  |                     |                  |
| Domestic.....   | 697,551             | 846,242          | 970,868          | \$7 or \$18 per barrel                             | 667,716             | 715,775          |
| Imported.....   | 95,129              | 126,768          | 128,984          | \$18 per barrel                                    | 115,147             | 105,839          |
| <b>Tobacco products: [11]</b>   |                     |                  |                  |  |                     |                  |
| Domestic [11].....  | 1,591,992           | 1,911,509        | 2,163,613        | various  | 1,666,157           | 1,681,560        |
| Cigarettes [11].....  | 1,593,104           | [r] 1,900,036    | [r] 1,842,568    | \$19.50 to \$40.95 per thousand                    | 1,744,601           | 1,692,861        |
| Cigars [11] .....   | [r] 44,906          | [r] 50,639       | [r] 49,614       | \$1.828 to \$48.75 per thousand                    | 48,394              | 49,196           |
| Papers/tubes [11].....  | [r] 265             | [r] 207          | [r] 2,539        | \$0.0122 to \$0.0244 per 50                        | 202                 | 21               |
| Chewing tobacco and snuff [11].....   | 12,669              | [r] 14,230       | 14,096           | \$0.195 to \$0.585 per pound                       | 13,368              | 13,952           |
| Pipe/roll-your-own tobacco [11].....  | [r] 4,796           | [r] 5,045        | [r] 5,673        | \$1.0969 per pound                                 | 5,518               | 5,410            |
| Floor stocks.....   | 10                  | 0                | 0                | N/A  | 0                   | 0                |
| Imported .....  | 95,389              | 104,699          | 101,041          | various  | 95,639              | 86,139           |
| <b>Firearms and ammunition.....</b>   | <b>53,351</b>       | <b>51,479</b>    | <b>64,225</b>    | <b>10 or 11 percent of sales price</b>             | <b>58,509</b>       | <b>60,683</b>    |
| <b>Special occupations.....</b>   | <b>1,151</b>        | <b>4,446</b>     | <b>1,516</b>     | <b>\$250 to \$1,000 per dealer or manufacturer</b> | <b>92</b>           | <b>103</b>       |
| <b>Alcohol and Tobacco Tax and Trade Bureau and Customs Service collections less reported amounts.....</b>                    | <b>84,585</b>       | <b>24,681</b>    | <b>914,967</b>   | <b>N/A</b>   | <b>293,925</b>      | <b>228,772</b>   |
| <b>Total collections less reported amounts.....</b>   | <b>84,585</b>       | <b>24,681</b>    | <b>914,967</b>   | <b>N/A</b>   | <b>293,925</b>      | <b>228,772</b>   |

[r] - Revised.

N/A - Not applicable.

[1] Tax "liability" statistics also include "collections" of the use tax on heavy highway vehicles and of the "crude oil windfall profit tax." See also the "Notes" below.

[2] Represents aggregates for two or more specific taxes for which amounts have either been combined or are not available separately.

[3] This tax is in addition to the regular tax on gasoline.

[4] Data for this and certain other taxes are combined and included in the totals for excise taxes "unclassified," shown below in Table 21. Data for the specific taxes were not separately tabulated.

[5] Based on information obtained from Forms 990-PF as recorded by the Tax Exempt/Government Entities Returns Inventory and Control System (RICS). Excludes data from nonexempt charitable trusts and foreign private foundations that file Form 990-PF.

## Selected Historical and Other Data

**Table 21.--Federal Excise Taxes Reported to or Collected by the Internal Revenue Service, Alcohol and Tobacco Tax and Trade Bureau, and Customs Service, by Type of Excise Tax, Fiscal Years 1999-2005--Continued**

**Footnoted--Continued**

- [6] Based on information obtained from Forms 4720 as recorded by the Tax Exempt/Government Entities Returns Inventory and Control System (RICS). Includes data for initial taxes on self-dealing, required distributions, excess business holdings, jeopardizing investments, and taxable expenditures as reported on Forms 4720 filed by organizations, other than nonexempt charitable trusts, that were also required to file Form 990-PF.
- [7] The flight segment charged for nonrural airports changed, effective January 1, 2006. The domestic flight segment increased from \$3.20 to \$3.30 per person. The 7.5-percent rate is still in effect. There is no flight segment tax on rural airports.
- [8] The taxes on the use of international air facilities changed, effective January 1, 2006. The rate increased from \$14.10 to \$14.50 per person. For domestic flight segments beginning or ending in Alaska or Hawaii, the rate increased from \$7.00 to \$7.30.
- [9] Includes excise taxes collected through the Federal Tax Deposit (FTD) system, which the Internal Revenue Service had not yet classified by type of excise tax. Classification is based on returns filed in the quarter following tax payment. Negative amounts for "unclassified" taxes result from subsequent classification of the previously unclassified taxes. See also the "Notes," below.
- [10] Tax "liability" statistics shown for the Customs Service/Alcohol and Tobacco Tax and Trade Bureau (TTB) include tax "collections" on imported items for which the Customs Service is responsible. See also the "Notes," below.
- [11] Taxes shown for the different types of domestic tobacco products are before post-filing tax adjustments. Therefore, the statistics by type of tax for domestic tobacco products will not add to the total tax on domestic tobacco products, which is after these adjustments. For additional information, see the "Notes," below, under "Statistics on Excise Taxes Administered by the Alcohol and Tobacco Tax and Trade Bureau (TTB) and the Customs Service."

NOTES: Grand totals for taxes shown for the Internal Revenue Service (IRS), the Alcohol and Tobacco Tax and Trade Bureau (TTB) (formerly the Bureau of Alcohol, Tobacco and Firearms [ATF]), and the Customs Service represent tax "collections." (Fees for the Harbor Maintenance tax treated as excise taxes under the Internal Revenue Code are also collected by the Customs Service, but are excluded from Table 21 for consistency with the excise tax definitions and totals published in the Federal Budget.) For the grand totals, collections rounded to millions of dollars are all that are available. In general, amounts shown are the gross amounts, i.e., before refunds. However, as explained below, refunds are sometimes claimed as a credit against the tax reported on the excise tax return of a subsequent quarter so that, to this extent, the data are after refunds. "Floor stocks taxes" are shown separately in Table 21 because they are nonrecurring. They are generally imposed on holders of inventories on the date a new excise tax is imposed or a tax rate increased. Total collections represent tax payments made during the indicated fiscal year (or quarter), either through: (a) the semimonthly tax deposits required of most taxpayers with significant excise tax liabilities using Federal Tax Deposit (FTD) coupons, in the case of taxes collected by IRS, or Electronic Funds Transfers (EFTs), in the case of taxes collected by TTB/Customs, or (b) payments attached to quarterly excise tax returns. Statistics for both the total for taxes administered by the IRS and the taxes by type of tax represent tax "collections" (see below). Also, statistics on the types of tax take into account the normal lag that exists between the time most taxes are collected (through FTDs, the means by which most excise taxes are collected), and the recording of tax liabilities by type of tax as reported on excise tax returns and "certified" by IRS, as described below. For additional information, see the notes to Table 20, Statistics of Income Bulletin, Fall 1998, Volume 18, Number 2, and also, "Federal Excise Taxes, Fiscal Years 1994 and 1995," Fall 1996, Volume 16, Number 2.

- a. Statistics on excise taxes administered by the Internal Revenue Service: Corrections to the IRS data are reflected in the quarter(s) and year in which the corrections were made, rather than in the data for the quarter(s) and year in which the original tax liability arose (unlike the TTB/Customs data). The certified tax is net of refund credits reported on excise tax returns, not only for this reason, but for conformity with the Internal Revenue Code. As examples, tax can be offset for commodities exported that were previously taxed (exports are usually nontaxable), or for the sale of previously-taxed gasoline to a State or local government (or, in the case of TTB taxes, for alcohol used for a nonbeverage purpose). Other taxpayers apply directly for refunds and, for some of the taxes, are allowed to claim refunds by means of a credit against income tax. Because such refundable amounts were not reported on the excise tax return, they are not reflected in the Table 21 totals. (Other corrections to the IRS data for certain specific taxes are assumed to be due to misclassification and have been adjusted for as additions (or subtractions) to "Unclassified IRS taxes.")
- b. Statistics on excise taxes administered by the Alcohol and Tobacco Tax and Trade Bureau (TTB) and the Customs Service: Excise taxes on alcoholic beverages and tobacco products are collected by both Customs Service (on imports) and TTB (on domestic production). Taxes on firearms and certain occupational taxes are also collected by TTB. So, TTB statistics represent tax "collections" on domestic alcohol and tobacco productions, as well as tax "collections" on firearms and certain occupations. By contrast, the tax statistics for the detailed types of taxes on domestic tobacco products are tax "liabilities". The grand totals for TTB and Customs Service tax "collections," as presented in Table 21, are residual amounts. They were derived by subtracting total IRS tax collections, which are available before most refunds, from the grand total of all excise tax gross collections reported in the Monthly Treasury Statement, rounded to millions of dollars, as shown at the beginning of Table 21. This subtraction is not precise because of definitional differences between IRS and TTB or Customs Service. In Table 21, TTB data have been rearranged so that tax liabilities are matched with tax collections in that same quarter. Previously, tax liabilities arising in a given quarter were not directly related to reported tax collections during that same quarter. Also, as previously noted, TTB amounts are often revised slightly as late returns are processed or post-filing adjustments are made to the tax. As a result, tax reported for prior periods is updated on a continuing basis, although the updated prior-year collections data are actually retabulated only for the one, most recent, prior year. Retabulated post-filing tax revisions for these earlier years are included for the first time in Table 21 of the Spring 2002 issue of the Bulletin and affect previously published data for fiscal years, beginning with 1996. However, as stated in footnote 11, above, post-filing revisions to the data for the immediately preceding fiscal year are not available for the detailed types of taxes on domestic tobacco products. Therefore, because revisions are available and are reflected in the total presented as the sum of these taxes, adding up the (unrevised) detail by type of tax will not yield the (revised) total. Detail may not add to totals because of rounding. All amounts are in current dollars. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: U.S. Department of the Treasury, Financial Management Service, Monthly Treasury Statement of Receipts and Outlays of the United States Government; Alcohol and Tobacco Tax and Trade Bureau, Statistical Release: Alcohol, Tobacco and Firearms Tax Collections, quarterly (this release also includes data for the Customs Service), and previously unpublished special tabulations; Internal Revenue Service, Internal Revenue Service Data Book, and its predecessor, Annual Report, Commissioner and Chief Counsel, Internal Revenue Service; also Chief Financial Officer, Office of Finance, Revenue Accounting Division, Office of Revenue Systems, Internal Revenue Report of Excise Taxes. Also see Francis, Brian D., "Federal Excise Taxes, Including the Slow Death of Expired Taxes," Statistics of Income Bulletin, Summer 1999, Volume 19, Number 1. Also see Henry, Eric, "Excise Taxes and the Airport and Airway Trust Fund, 1970-2002" Statistics of Income Bulletin, Winter 2004, Volume 23, Number 3. For additional information about the process used to match quarterly excise tax "collections" with excise tax "liabilities" as reported on quarterly excise tax returns, see the "Notes" to Table 20 in the Fall 1998 (Volume 18, Number 2) issue of the Statistics of Income Bulletin.

## Selected Historical and Other Data

**Table 22.--Selected Returns and Forms Filed or To Be Filed by Type During Specified Calendar Years, 1990-2007**

| Type of return or form   | Number filed in calendar year-- |                    |                    |                    |                    |                    |
|--|---------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|  | 1990                            | 1995               | 1998               | 1999               | 2000               | 2001               |
|  | (1)                             | (2)                | (3)                | (4)                | (5)                | (6)                |
| <b>Individual income [1].....</b>                                    | <b>112,596,000</b>              | <b>116,466,900</b> | <b>123,049,600</b> | <b>125,389,700</b> | <b>127,657,400</b> | <b>130,094,300</b> |
| Forms 1040, 1040A, 1040EZ, and 1040PC.....                           | 112,305,000                     | 116,059,700        | 122,546,900        | 124,887,100        | 127,097,200        | 129,444,900        |
| Paper returns.....   | 108,100,900                     | 104,252,800        | 97,966,600         | 95,557,600         | 91,695,100         | 89,238,100         |
| Electronically-filed returns.....                                    | 4,204,200                       | 11,806,900         | 24,580,300         | 29,329,500         | 35,402,200         | 40,206,800         |
| Business returns.....  | 16,170,200                      | 18,058,600         | 19,031,300         | 19,176,200         | 19,350,400         | 19,664,500         |
| Schedule C or C-EZ.....  | 14,149,000                      | 16,157,000         | 17,183,700         | 17,377,100         | 17,570,500         | 17,904,900         |
| Schedule F.....  | 2,021,300                       | 1,901,600          | 1,847,600          | 1,799,200          | 1,779,900          | 1,759,600          |
| Nonbusiness returns.....   | 96,134,800                      | 98,001,100         | 103,515,700        | 105,710,900        | 107,746,800        | 109,780,500        |
| Forms 1040C, 1040NR, 1040PR, and 1040SS.....                         | 291,000                         | 407,200            | 502,700            | 502,500            | 560,200            | 649,300            |
| <b>Corporation income [2].....</b>                                   | <b>4,319,500</b>                | <b>4,817,900</b>   | <b>5,241,200</b>   | <b>5,398,300</b>   | <b>5,469,600</b>   | <b>5,561,300</b>   |
| Form 1120.....   | 2,334,600                       | 2,197,000          | 2,207,600          | 2,202,400          | 2,161,700          | 2,128,700          |
| Form 1120A.....  | 332,000                         | 319,100            | 272,500            | 260,800            | 245,500            | 235,800            |
| Form 1120S.....  | 1,536,100                       | 2,161,000          | 2,599,800          | 2,767,000          | 2,887,100          | 3,022,600          |
| Other.....   | 116,800                         | 140,800            | 161,300            | 168,100            | 175,300            | 174,200            |
| <b>Partnership, Forms 1065 and 1065B [3].....</b>                    | <b>1,750,900</b>                | <b>1,580,300</b>   | <b>1,861,000</b>   | <b>1,974,700</b>   | <b>2,066,800</b>   | <b>2,165,000</b>   |
| <b>Estate and trust income, Forms 1041 and 1041S [4].....</b>        | <b>2,680,900</b>                | <b>3,190,900</b>   | <b>3,397,600</b>   | <b>3,403,300</b>   | <b>3,528,900</b>   | <b>3,918,900</b>   |
| <b>Estate tax, Forms 706, 706NA, 706GS(D), and 706GS(T) [5].....</b> | <b>60,800</b>                   | <b>81,400</b>      | <b>110,100</b>     | <b>116,400</b>     | <b>123,600</b>     | <b>122,400</b>     |
| <b>Gift tax, Form 709.....</b>                                       | <b>147,700</b>                  | <b>216,200</b>     | <b>261,200</b>     | <b>291,900</b>     | <b>308,600</b>     | <b>303,800</b>     |
| <b>Tax-exempt organizations [6].....</b>                             | <b>487,400</b>                  | <b>572,600</b>     | <b>618,300</b>     | <b>692,600</b>     | <b>699,100</b>     | <b>724,200</b>     |
| Forms 990 and 990EZ.....   | 359,700                         | 406,400            | 412,000            | 458,100            | 461,700            | 481,000            |
| Form 990-PF.....   | 44,700                          | 51,300             | 61,800             | 64,900             | 70,000             | 73,300             |
| Form 990-T.....  | 39,100                          | 49,800             | 50,200             | 62,800             | 52,600             | 48,200             |
| Forms 990C, 4720, and 5227.....                                      | 43,900                          | 65,100             | 94,300             | 106,800            | 114,900            | 121,700            |
| <b>Employment [7].....</b>   | <b>28,911,300</b>               | <b>28,654,900</b>  | <b>29,106,400</b>  | <b>28,973,600</b>  | <b>28,841,200</b>  | <b>28,935,800</b>  |
| Forms 940, 940EZ, 940PR.....   | 5,367,400                       | 5,482,600          | 5,483,300          | 5,479,100          | 5,463,100          | 5,545,400          |
| Forms 941, 941PR/SS, 944.....  | 21,632,100                      | 22,219,100         | 23,098,500         | 22,985,100         | 22,890,300         | 22,919,800         |
| Forms 943, 943PR.....  | 385,400                         | 354,700            | 330,900            | 316,200            | 305,500            | 291,000            |
| Other.....   | 1,526,400                       | 598,500            | 193,700            | 193,200            | 182,300            | 179,600            |
| <b>Excise [8].....</b>   | <b>852,000</b>                  | <b>788,600</b>     | <b>821,900</b>     | <b>822,300</b>     | <b>852,500</b>     | <b>815,100</b>     |
| Form 2290.....   | 440,700                         | 490,300            | 562,500            | 577,800            | 610,800            | 588,700            |
| Form 720.....  | 339,100                         | 225,300            | 194,000            | 183,800            | 174,700            | 164,900            |
| Other.....   | 72,200                          | 73,000             | 65,400             | 60,700             | 67,100             | 61,500             |

Footnotes at end of table.

## Selected Historical and Other Data

**Table 22.--Selected Returns and Forms Filed or To Be Filed by Type During Specified Calendar Years, 1990-2007--Continued**

| Type of return or form   | Number filed in calendar year-- |                    |                    |                    |                         |                         |
|--|---------------------------------|--------------------|--------------------|--------------------|-------------------------|-------------------------|
|  | 2002                            | 2003               | 2004               | 2005               | 2006 (projected)<br>[r] | 2007 (projected)<br>[r] |
|  | (7)                             | (8)                | (9)                | (10)               | (11)                    | (12)                    |
| <b>Individual income [1].....</b>  | <b>130,977,500</b>              | <b>130,836,700</b> | <b>131,297,500</b> | <b>133,023,100</b> | <b>134,717,900</b>      | <b>136,319,600</b>      |
| Forms 1040, 1040A, 1040EZ, and 1040PC.....                               | 130,341,200                     | 130,134,300        | 130,576,900        | 132,275,800        | 133,956,800             | 135,509,000             |
| Paper returns.....   | 83,505,100                      | 77,265,300         | 69,148,600         | 63,811,900         | 60,941,800              | 56,271,200              |
| Electronically-filed returns.....  | 46,836,100                      | 52,869,000         | 61,428,300         | 68,463,900         | 73,015,000              | 79,237,800              |
| Business returns .....   | 20,072,000                      | 20,658,500         | 21,475,200         | 22,315,700         | 22,697,200              | 23,092,500              |
| Schedule C or C-EZ.....  | 18,336,500                      | 18,944,500         | 19,770,600         | 20,627,100         | 20,979,700              | 21,345,100              |
| Schedule F .....   | 1,735,500                       | 1,713,900          | 1,704,700          | 1,688,600          | 1,717,500               | 1,747,400               |
| Nonbusiness returns.....   | 110,269,100                     | 109,475,800        | 109,101,600        | 109,960,100        | 111,259,600             | 112,416,500             |
| Forms 1040C, 1040NR, 1040PR, and 1040SS.....                             | 636,400                         | 702,400            | 720,700            | 747,300            | 761,100                 | 810,500                 |
| <b>Corporation income [2].....</b>                                       | <b>5,738,800</b>                | <b>5,919,600</b>   | <b>6,018,300</b>   | <b>6,164,600</b>   | <b>6,358,500</b>        | <b>6,511,700</b>        |
| Form 1120 .....  | 2,131,900                       | 2,119,000          | 2,066,800          | 2,012,700          | 2,004,700               | 1,975,100               |
| Form 1120A .....   | 229,700                         | 225,300            | 214,700            | 210,900            | 204,800                 | 198,800                 |
| Form 1120S.....  | 3,191,100                       | 3,369,100          | 3,523,900          | 3,715,200          | 3,909,800               | 4,089,900               |
| Other .....  | 186,200                         | 206,200            | 212,800            | 225,700            | 239,200                 | 247,900                 |
| <b>Partnership, Forms 1065 and 1065B [3].....</b>                        | <b>2,271,800</b>                | <b>2,405,400</b>   | <b>2,546,400</b>   | <b>2,720,300</b>   | <b>2,888,400</b>        | <b>3,051,200</b>        |
| <b>Estate and trust income, Forms 1041 and 1041S [4].....</b>            | <b>3,658,000</b>                | <b>3,705,000</b>   | <b>3,722,400</b>   | <b>3,698,600</b>   | <b>3,761,000</b>        | <b>3,823,300</b>        |
| <b>Estate tax, Forms 706, 706NA, 706GS(D),<br/>and 706GS(T) [5].....</b> | <b>114,000</b>                  | <b>87,100</b>      | <b>74,200</b>      | <b>54,900</b>      | <b>53,100</b>           | <b>32,900</b>           |
| <b>Gift tax, Form 709.....</b>   | <b>282,600</b>                  | <b>284,900</b>     | <b>262,200</b>     | <b>265,500</b>     | <b>264,600</b>          | <b>263,500</b>          |
| <b>Tax-exempt organizations [6].....</b>                                 | <b>744,400</b>                  | <b>818,200</b>     | <b>807,300</b>     | <b>819,300</b>     | <b>830,700</b>          | <b>861,600</b>          |
| Forms 990 and 990EZ.....   | 495,000                         | 548,000            | 533,000            | 537,400            | 544,000                 | 568,900                 |
| Form 990-PF.....   | 76,900                          | 86,000             | 85,700             | 87,700             | 89,800                  | 92,900                  |
| Form 990-T.....  | 46,400                          | 55,200             | 57,700             | 63,400             | 64,200                  | 65,000                  |
| Forms 990C, 4720, and 5227.....  | 126,200                         | 129,000            | 131,000            | 130,700            | 132,700                 | 134,800                 |
| <b>Employment [7].....</b>   | <b>29,514,200</b>               | <b>30,091,200</b>  | <b>30,463,600</b>  | <b>31,058,000</b>  | <b>30,145,300</b>       | <b>29,814,700</b>       |
| Forms 940, 940EZ, 940PR.....   | 5,546,300                       | 5,705,600          | 5,757,200          | 5,936,800          | 6,096,900               | 6,142,700               |
| Forms 941, 941PR/SS, 944.....  | 23,510,100                      | 23,942,300         | 24,278,400         | 24,705,900         | 23,637,500              | 23,272,900              |
| Forms 943, 943PR.....  | 283,300                         | 276,600            | 269,400            | 262,600            | 258,300                 | 251,900                 |
| Other.....   | 174,600                         | 166,700            | 158,600            | 152,800            | 152,600                 | 147,300                 |
| <b>Excise [8].....</b>   | <b>836,400</b>                  | <b>844,500</b>     | <b>834,800</b>     | <b>838,900</b>     | <b>848,000</b>          | <b>858,900</b>          |
| Form 2290.....   | 615,200                         | 642,400            | 660,600            | 678,700            | 694,600                 | 710,500                 |
| Form 720.....  | 161,100                         | 142,100            | 118,000            | 107,000            | 100,700                 | 97,100                  |
| Other.....   | 60,000                          | 59,900             | 56,200             | 53,100             | 52,700                  | 51,300                  |

[r] - Revised or corrected.

[1] Form 1040 is the "long form," and Form 1040A is one of the two "short forms." Starting with Calendar Year 1991, use of Form 1040A was expanded to reflect provisions designed to facilitate usage by elderly taxpayers. Prior to 1994, Form 1040EZ, the other "short form," was for single taxpayers with no dependents; starting in 1994, certain married taxpayers with no dependents could also use this form. The types of income that could be reported on Form 1040EZ were also expanded, starting in 1996, to include unemployment compensation. Form 1040PC, introduced in 1992 and discontinued after 2000, was the equivalent of a "paper" Form 1040, 1040A, or 1040EZ return for which an IRS-approved computer software-generated compressed format was used. Schedule C is for reporting nonfarm sole proprietorship business profits, and Schedule F is for reporting farm sole proprietorship business profits. The reported data for total Forms 1040, 1040A, 1040EZ, and 1040PC returns, as well as the totals for nonbusiness and business Form 1040 returns with Schedules C or F attached, are comprised of "paper" returns, plus "standard" electronically-filed ("e-file") returns. Standard e-file returns are filed by authorized third parties, such as paid preparers and, starting in 1994, approved "online" tax filing companies, as well. For 1992 through 2005, the electronically-filed totals also include returns filed by touch-tone telephone ("TeleFile"). IRS discontinued TeleFile after 2005. The last category under individual income tax returns is comprised of Form 1040C (departing alien) for filing years preceding 1992; 1040NR (nonresident alien); 1040PR (self-employment tax, Puerto Rico); and 1040SS (self-employment tax, U.S. Virgin Islands, Guam, American Samoa, and the Northern Mariana Islands). Amended returns filed on Form 1040X are excluded.

## Selected Historical and Other Data

**Table 22.--Selected Returns and Forms Filed or To Be Filed by Type During Specified Calendar Years, 1990-2007--Continued**

**Footnotes--Continued**

- [2] Form 1120 is the basic corporation income tax return. Form 1120A is the "short form." Form 1120S is for S corporations (certain qualifying corporations electing to be taxed through shareholders). "Other" includes Forms 1120-F (most foreign companies with U.S. income); Forms 1120-L (domestic and foreign life insurance companies), which are combined with Form 1120 statistics for years before 1995; Forms 1120POL (certain political associations); Forms 1120-H (homeowners' associations); Forms 1120-FSC (Foreign Sales Corporations, or FSCs); Forms 1120-REIT (Real Estate Investment Trusts) and 1120-RIC (Regulated Investment Companies), and Forms 1120-PC (Property and Casualty Insurance Companies). "Other" also includes Form 1120DF (for nuclear decommissioning trust funds and related persons). These funds were then included on Form 1120SF (for certain settlement funds), starting in 1994. "Other" excludes Form 1120-DISC for Domestic International Sales Corporations, which were discontinued and mostly replaced by FSCs (see above); and Form 1120 IC-DISC for Interest-Charge Domestic International Sales Corporations (which was used by certain other DISCs after 1985). Amended returns filed on Form 1120X are excluded.
- [3] Includes Form 1065B for certain large partnerships, starting in 1999.
- [4] Form 1041 is the regular income tax return filed for estates and trusts. For 1990, includes former Form 1041S (short form).
- [5] Form 706 is the regular estate tax return; Form 706NA is for U.S. estates of nonresident aliens; Forms 706 GS(D) and 706 GS(T) are for estate tax returns for which the generation-skipping transfer tax applies to distributions and to trust terminations, respectively.
- [6] Form 990 is for tax-exempt organizations, except private foundations (Form 990-PF). Form 990EZ is the short form. Form 990-T is the income tax return filed for businesses conducted by tax-exempt organizations. Form 990-C is for farmers' co-operatives. Form 4720 is for computing the special excise taxes applicable to certain private foundations, and Form 5227 is for split-interest trusts treated as private foundations.
- [7] Form 940 is the annual unemployment (FUTA) tax return filed by employers; Form 940PR is used by employers in Puerto Rico; and Form 940EZ is a shorter version of Form 940. Form 941 is the employer's quarterly return for income tax withheld; Form 941PR is used by employers in Puerto Rico; and Form 941SS by employers in the U.S. Virgin Islands, Guam, American Samoa, and the Northern Mariana Islands; Form 944 is the employer's annual return for income tax withheld (starting in Calendar Year 2007). Form 943 is filed to report income tax withheld by employers for agricultural employees. Form 943PR is used by employers in Puerto Rico. "Other" includes Form 945 (annual tax withholding from nonpayroll distributions), included in 1995 and subsequent years; Form 942 (quarterly return for household employees) and Form 942PR (quarterly return for household employees filed by Puerto Rico employers), both discontinued after 1995; Form CT-1 (annual Railroad Retirement and Unemployment Tax Return).
- [8] Form 720 is the IRS quarterly excise tax return. Form 2290 is the IRS return used to report heavy highway vehicle use tax. "Other" includes Form 730 (tax on wagering); Form 11C (occupational tax and registration return for wagering). (Excise tax returns exclude those now filed with the Alcohol and Tobacco Tax and Trade Bureau (TTB), and the Customs Service.

NOTES: Detail may not add to totals because of rounding. Tax law and tax form changes affect the year-to-year comparability of the data.

SOURCE: U.S. Department of the Treasury, Internal Revenue Service, Office of Research, Analysis, and Statistics, Office of Research, Projections and Forecasting Group.

## Selected Historical and Other Data

**Table 23.--Taxpayers Receiving Assistance, Paid and Unpaid, Tax Years 1999-2004**

[Some estimates based on samples--all data are in thousands]

| Type of assistance   | Tax year |         |        |        |        |        |
|--|----------|---------|--------|--------|--------|--------|
|  | 1999     | 2000    | 2001   | 2002   | 2003   | 2004   |
|  | (1)      | (2)     | (3)    | (4)    | (5)    | (6)    |
| <b>Returns with paid preparer signature: [1]</b>   |          |         |        |        |        |        |
| All returns .....  | 69,250   | 69,115  | 72,477 | 72,519 | 76,818 | 78,418 |
| Form 1040EZ .....  | 761      | 958     | 2,096  | 1,953  | 1,690  | 1,719  |
| Form 1040A .....   | 3,746    | 4,180   | 3,854  | 3,460  | 3,328  | 3,023  |
| Form 1040, total .....   | 64,743   | 63,977  | 66,526 | 67,106 | 71,800 | 73,675 |
| Form 1040 Business, total .....  | 14,198   | 13,855  | 14,194 | 14,461 | 15,897 | 16,456 |
| Nonfarm .....  | 12,462   | 12,154  | 12,517 | 12,805 | 14,169 | 14,701 |
| Farm .....   | 1,735    | 1,701   | 1,677  | 1,656  | 1,728  | 1,754  |
| Form 1040 Nonbusiness, total.....  | 50,546   | 50,121  | 52,332 | 52,644 | 55,903 | 57,219 |
| With itemized deductions .....   | 19,239   | 19,678  | 20,889 | 21,252 | 21,425 | 22,539 |
| Without itemized deductions.....   | 31,307   | 30,444  | 31,443 | 31,392 | 34,479 | 34,680 |
| Electronically-filed [2].....  | 22,894   | 26,223  | 30,501 | 33,810 | 40,910 | 45,865 |
| <b>Assistance provided by IRS: [3]</b>   |          |         |        |        |        |        |
| Telephone inquiries (including recorded telephone information) .....                     | 93,212   | 110,524 | 85,593 | 88,510 | 77,579 | 59,099 |
| Office walk-ins, information.....  | 9,663    | 9,362   | 9,211  | 8,589  | 7,320  | 6,629  |
| Written inquiries.....   | 61       | 48      | 35     | 27     | 12     | n.a.   |
| Number of taxpayers assisted by selected special programs:                               |          |         |        |        |        |        |
| Outreach taxpayers assisted [4].....   | 1,416    | 577     | 11,029 | 36,957 | 72,031 | 85,977 |
| Volunteer Income Tax Assistance (VITA) and Tax Counseling for the Elderly (TCE) [5]..... | 3,790    | 3,587   | 3,611  | 1,607  | 1,935  | 2,111  |

n.a. - Not available.

[1] Number of returns with a paid preparer signature is based on the sample used for Statistics of Income--Individual Income Tax Returns.

[2] Data on electronically-filed returns are included in the counts of Form 1040 returns, shown above in Table 23, for all years. Data are based on the full SOI samples of returns filed throughout the entire year.

[3] Data on IRS taxpayer assistance programs are actually for the fiscal year. Assistance rendered in a given fiscal year may be associated with returns due on April 15 of that fiscal year and is, therefore, for the tax year ending with the previous December. Thus, data in Table 23 on taxpayer assistance, for example, shown as for Tax Year 2004, are actually for Fiscal Year 2005.

[4] The number of outreach taxpayers assisted has increased significantly. This was a result of both expanded partner activity and a revision in this classification. Prior to Tax Year 2001, "Outreach taxpayers assisted" included estimates of both direct (IRS) and indirect (partner) contacts through seminars, training classes, mail-out campaigns, etc.

[5] Beginning with Tax Year 2002, only return preparation activity was captured and reported for VITA and TCE sites. In prior years, the number of taxpayers assisted through VITA and TCE included the number of questions answered and returns prepared.

NOTES: Data on IRS assistance represent taxpayer contacts, unless indicated. Some taxpayers are contacted more than once. The number of taxpayers assisted (versus those contacted) is not known. Detail may not add to totals because of rounding.

SOURCE: Data on paid preparers were obtained from Statistics of Income and from Assistant Deputy Commissioner, Modernization/Chief Information Officer. Data on IRS assistance were obtained from the Internal Revenue Service Data Book.



# Selected Historical and Other Data

**Table A.--U.S. Individual Income Tax: Personal Exemptions and Lowest and Highest Bracket Tax Rates, and Tax Base for Regular Tax, Tax Years 1913-2005**

[Amounts are in dollars.]

| Tax year  | Personal exemptions [1] |                 |            | Tax rates for regular tax-- |                            |                        |                          |
|-----------|-------------------------|-----------------|------------|-----------------------------|----------------------------|------------------------|--------------------------|
|           |                         |                 |            | Lowest bracket              |                            | Highest bracket        |                          |
|           | Single persons          | Married couples | Dependents | Tax rate [2] (percent)      | Taxable income under-- [3] | Tax rate [2] (percent) | Taxable income over--[3] |
| (1)       | (2)                     | (3)             | (4)        | (5)                         | (6)                        | (7)                    |                          |
| 1913..... | 3,000                   | 4,000           | N/A        | 1.0                         | 20,000                     | 7.0                    | 500,000                  |
| 1914..... | 3,000                   | 4,000           | N/A        | 1.0                         | 20,000                     | 7.0                    | 500,000                  |
| 1915..... | 3,000                   | 4,000           | N/A        | 1.0                         | 20,000                     | 7.0                    | 500,000                  |
| 1916..... | 3,000                   | 4,000           | N/A        | 2.0                         | 20,000                     | 15.0                   | 2,000,000                |
| 1917..... | 1,000                   | 2,000           | 200        | 2.0                         | 2,000                      | 67.0                   | 2,000,000                |
| 1918..... | 1,000                   | 2,000           | 200        | 6.0                         | 4,000                      | 77.0                   | 1,000,000                |
| 1919..... | 1,000                   | 2,000           | 200        | 4.0                         | 4,000                      | 73.0                   | 1,000,000                |
| 1920..... | 1,000                   | 2,000           | 200        | 4.0                         | 4,000                      | 73.0                   | 1,000,000                |
| 1921..... | 1,000                   | [4] 2500        | 400        | 4.0                         | 4,000                      | 73.0                   | 1,000,000                |
| 1922..... | 1,000                   | [4] 2500        | 400        | 4.0                         | 4,000                      | 58.0                   | 200,000                  |
| 1923..... | 1,000                   | [4] 2500        | 400        | [5] 3.0                     | 4,000                      | [5] 43.5               | 200,000                  |
| 1924..... | 1,000                   | 2,500           | 400        | [6] 1.5                     | 4,000                      | 46.0                   | 500,000                  |
| 1925..... | 1,500                   | 3,500           | 400        | [7] 1.125                   | 4,000                      | 25.0                   | 100,000                  |
| 1926..... | 1,500                   | 3,500           | 400        | [7] 1.125                   | 4,000                      | 25.0                   | 100,000                  |
| 1927..... | 1,500                   | 3,500           | 400        | [7] 1.125                   | 4,000                      | 25.0                   | 100,000                  |
| 1928..... | 1,500                   | 3,500           | 400        | [8] 1.125                   | 4,000                      | 25.0                   | 100,000                  |
| 1929..... | 1,500                   | 3,500           | 400        | [8] 0.375                   | 4,000                      | 24.0                   | 100,000                  |
| 1930..... | 1,500                   | 3,500           | 400        | [8] 1.125                   | 4,000                      | 25.0                   | 100,000                  |
| 1931..... | 1,500                   | 3,500           | 400        | [8] 1.125                   | 4,000                      | 25.0                   | 100,000                  |
| 1932..... | 1,000                   | 2,500           | 400        | 4.0                         | 4,000                      | 63.0                   | 1,000,000                |
| 1933..... | 1,000                   | 2,500           | 400        | 4.0                         | 4,000                      | 63.0                   | 1,000,000                |
| 1934..... | 1,000                   | 2,500           | 400        | [9] 4.0                     | 4,000                      | 63.0                   | 1,000,000                |
| 1935..... | 1,000                   | 2,500           | 400        | [9] 4.0                     | 4,000                      | 63.0                   | 1,000,000                |
| 1936..... | 1,000                   | 2,500           | 400        | [9] 4.0                     | 4,000                      | 79.0                   | 5,000,000                |
| 1937..... | 1,000                   | 2,500           | 400        | [9] 4.0                     | 4,000                      | 79.0                   | 5,000,000                |
| 1938..... | 1,000                   | 2,500           | 400        | [9] 4.0                     | 4,000                      | 79.0                   | 5,000,000                |
| 1939..... | 1,000                   | 2,500           | 400        | [9] 4.0                     | 4,000                      | 79.0                   | 5,000,000                |
| 1940..... | 800                     | 2,000           | 400        | [9,10] 4.4                  | 4,000                      | [10] 81.1              | 5,000,000                |
| 1941..... | 750                     | 1,500           | 400        | [9] 10.0                    | 2,000                      | 81.0                   | 5,000,000                |
| 1942..... | 500                     | 1,200           | 350        | [9] 19.0                    | 2,000                      | 88.0                   | 200,000                  |
| 1943..... | 500                     | 1,200           | 350        | [9] 19.0                    | 2,000                      | 88.0                   | 200,000                  |
| 1944..... | [11] 500                | [11] 1000       | [11] 500   | 23.0                        | 2,000                      | [12] 94.0              | 200,000                  |
| 1945..... | [11] 500                | [11] 1000       | [11] 500   | 23.0                        | 2,000                      | [12] 94.0              | 200,000                  |
| 1946..... | 500                     | 1,000           | 500        | [13] 19.0                   | 2,000                      | [13] 86.45             | 200,000                  |
| 1947..... | 500                     | 1,000           | 500        | [13] 19.0                   | 2,000                      | [13] 86.45             | 200,000                  |
| 1948..... | [14] 600                | [14] 1,200      | 600        | [15] 16.6                   | 4,000                      | [15] 82.13             | 400,000                  |
| 1949..... | [14] 600                | [14] 1,200      | 600        | [15] 16.6                   | 4,000                      | [15] 82.13             | 400,000                  |
| 1950..... | [14] 600                | [14] 1,200      | 600        | [16] 17.4                   | 4,000                      | [16] 84.36             | 400,000                  |
| 1951..... | [14] 600                | [14] 1,200      | 600        | 20.4                        | 4,000                      | [17] 91.0              | 400,000                  |
| 1952..... | [14] 600                | [14] 1,200      | 600        | 22.2                        | 4,000                      | [18] 92.0              | 400,000                  |
| 1953..... | [14] 600                | [14] 1,200      | 600        | 22.2                        | 4,000                      | [18] 92.0              | 400,000                  |
| 1954..... | [14] 600                | [14] 1,200      | 600        | 20.0                        | 4,000                      | [19] 91.0              | 400,000                  |
| 1955..... | [14] 600                | [14] 1,200      | 600        | 20.0                        | 4,000                      | [19] 91.0              | 400,000                  |

Footnotes at end of table.

## Selected Historical and Other Data

**Table A.--U.S. Individual Income Tax: Personal Exemptions and Lowest and Highest Bracket Tax Rates, and Tax Base for Regular Tax, Tax Years 1913-2005--Continued**

[Amounts are in dollars.]

| Tax year  | Personal exemptions [1] |                  |                  | Tax rates for regular tax-- |                          |                        |                          |
|-----------|-------------------------|------------------|------------------|-----------------------------|--------------------------|------------------------|--------------------------|
|           |                         |                  |                  | Lowest bracket              |                          | Highest bracket        |                          |
|           | Single persons          | Married couples  | Dependents       | Tax rate [2] (percent)      | Taxable income over--[3] | Tax rate [2] (percent) | Taxable income over--[3] |
|           | (1)                     | (2)              | (3)              | (4)                         | (5)                      | (6)                    | (7)                      |
| 1956..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1957..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1958..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1959..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1960..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1961..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1962..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1963..... | [14] 600                | [14] 1,200       | 600              | 20.0                        | 4,000                    | [19] 91.0              | 400,000                  |
| 1964..... | [14] 600                | [14] 1,200       | 600              | 16.0                        | 1,000                    | 77.0                   | 400,000                  |
| 1965..... | [14] 600                | [14] 1,200       | 600              | 14.0                        | 1,000                    | 70.0                   | 200,000                  |
| 1966..... | [14] 600                | [14] 1,200       | 600              | 14.0                        | 1,000                    | 70.0                   | 200,000                  |
| 1967..... | [14] 600                | [14] 1,200       | 600              | 14.0                        | 1,000                    | 70.0                   | 200,000                  |
| 1968..... | [14] 600                | [14] 1,200       | 600              | 14.0                        | 1,000                    | [20] 75.25             | 200,000                  |
| 1969..... | [14] 600                | [14] 1,200       | 600              | 14.0                        | 1,000                    | [21] 77.0              | 200,000                  |
| 1970..... | [14] 625                | [14] 1,250       | 625              | 14.0                        | 1,000                    | [22] 71.75             | 200,000                  |
| 1971..... | [14] 675                | [14] 1,350       | 675              | 14.0                        | 1,000                    | [23] 70.0              | 200,000                  |
| 1972..... | [14] 750                | [14] 1,500       | 750              | 14.0                        | 1,000                    | [24] 70.0              | 200,000                  |
| 1973..... | [14] 750                | [14] 1,500       | 750              | 14.0                        | 1,000                    | [24] 70.0              | 200,000                  |
| 1974..... | [14] 750                | [14] 1,500       | 750              | [25] 14.0                   | 1,000                    | [24, 25] 70.0          | 200,000                  |
| 1975..... | [14,26] 750             | [14,26] 1,500    | [26] 750         | 14.0                        | 1,000                    | [24] 70.0              | 200,000                  |
| 1976..... | [14,27] 750             | [14,27] 1,500    | [27] 750         | 14.0                        | 1,000                    | [24] 70.0              | 200,000                  |
| 1977..... | [14,27] 750             | [14,27] 1,500    | [27] 750         | [28] 14.0                   | [28] 3,200               | [24] 70.0              | 203,200                  |
| 1978..... | [14,27] 750             | [14,27] 1,500    | [27] 750         | [28] 14.0                   | [28] 3,200               | [24] 70.0              | 203,200                  |
| 1979..... | [14] 1,000              | [14] 2,000       | 1,000            | [28] 14.0                   | [28] 3,400               | [24] 70.0              | 215,400                  |
| 1980..... | [14] 1,000              | [14] 2,000       | 1,000            | [28] 14.0                   | [28] 3,400               | [24] 70.0              | 215,400                  |
| 1981..... | [14] 1,000              | [14] 2,000       | 1,000            | [28,29] 14.0                | [28] 3,400               | [24,29] 69.125         | 215,400                  |
| 1982..... | [14] 1,000              | [14] 2,000       | 1,000            | [28] 12.0                   | [28] 3,400               | 50.0                   | 85,600                   |
| 1983..... | [14] 1,000              | [14] 2,000       | 1,000            | [28] 11.0                   | [28] 3,400               | 50.0                   | 109,400                  |
| 1984..... | [14] 1,000              | [14] 2,000       | 1,000            | [28] 11.0                   | [28] 3,400               | 50.0                   | 162,400                  |
| 1985..... | [14,30] 1,040           | [14,30] 2,080    | [30] 1,040       | [28] 11.0                   | [28, 31] 3,540           | 50.0                   | [31] 169,020             |
| 1986..... | [14,30] 1,080           | [14,30] 2,160    | [30] 1,080       | [28] 11.0                   | [28,31] 3,670            | 50.0                   | [31] 175,250             |
| 1987..... | [30] 1,900              | [30] 3,800       | [30] 1,900       | 11.0                        | [31] 3,000               | 38.5                   | [31] 90,000              |
| 1988..... | [30,32,33] 1,950        | [30,32,33] 3,900 | [30,32,33] 1,950 | [34] 15.0                   | [31,35] 29,750           | [34,35] 28.0           | [31,35] 29,750           |
| 1989..... | [30,32,33] 2,000        | [30,32,33] 4,000 | [30,32,33] 2,000 | [34,35] 15.0                | [31,35] 30,950           | [34,35] 28.0           | [31,35] 30,950           |
| 1990..... | [30,32,33] 2,050        | [30,32,33] 4,100 | [30,32,33] 2,050 | [34,35] 15.0                | [31,35] 32,450           | [34,35] 28.0           | [31,35] 32,450           |
| 1991..... | [30,32] 2,150           | [30,32] 4,300    | [30,32] 2,150    | 15.0                        | [31] 34,000              | 31.0                   | [31] 82,150              |
| 1992..... | [30,32] 2,300           | [30,32] 4,600    | [30,32] 2,300    | 15.0                        | [31] 35,800              | 31.0                   | [31] 86,500              |
| 1993..... | [30,32] 2,350           | [30,32] 4,700    | [30,32] 2,350    | 15.0                        | [31] 36,900              | 39.6                   | [31] 250,000             |
| 1994..... | [30,32] 2,450           | [30,32] 4,900    | [30,32] 2,450    | 15.0                        | [31] 38,000              | 39.6                   | [31] 250,000             |
| 1995..... | [30,32] 2,500           | [30,32] 5,000    | [30,32] 2,500    | 15.0                        | [31] 39,000              | 39.6                   | [31] 256,500             |
| 1996..... | [30,32] 2,550           | [30,32] 5,100    | [30,32] 2,550    | 15.0                        | [31] 40,100              | 39.6                   | [31] 263,750             |
| 1997..... | [30,32] 2,650           | [30,32] 5,300    | [30,32] 2,650    | 15.0                        | [31] 41,200              | 39.6                   | [31] 271,050             |
| 1998..... | [30,32] 2,700           | [30,32] 5,400    | [30,32] 2,700    | 15.0                        | [31] 42,350              | 39.6                   | [31] 278,450             |
| 1999..... | [30,32] 2,750           | [30,32] 5,500    | [30,32] 2,750    | 15.0                        | [31] 43,050              | 39.6                   | [31] 283,150             |
| 2000..... | [30,32] 2,800           | [30,32] 5,600    | [30,32] 2,800    | [36] 15.0                   | [31] 43,850              | [36] 39.6              | [31] 288,350             |
| 2001..... | [30,32] 2,900           | [30,32] 5,800    | [30,32] 2,900    | [37] 10.0                   | [31,38] 6,000            | [37] 39.1              | [31,38] 297,350          |
| 2002..... | [30,32] 3,000           | [30,32] 6,000    | [30,32] 3,000    | 10.0                        | [31] 12,000              | 38.6                   | [31] 307,050             |
| 2003..... | [30,32] 3,050           | [30,32] 6,100    | [30,32] 3,050    | 10.0                        | [31] 14,000              | 35.0                   | [31,] 311,950            |
| 2004..... | [30,32] 3,100           | [30,32] 6,200    | [30,32] 3,100    | 10.0                        | [31] 14,300              | 35.0                   | [31] 319,100             |
| 2005..... | [30,32] 3,200           | [30,32] 6,400    | [30,32] 3,200    | 10.0                        | [31] 14,600              | 35.0                   | [31] 326,450             |

N/A—Not applicable.

## Selected Historical and Other Data

**Table A.--U.S. Individual Income Tax: Personal Exemptions and Lowest and Highest Bracket Tax Rates, and Tax Base for Regular Tax, Tax Years 1913-2005--Continued**

**Footnotes--continued**

- [1] Personal exemption amounts were deducted at different points in the tax computation, depending on the tax year. For some of the earlier years, they were deducted only from the statutory "net income" subject to the basic "normal tax," for other years, only from the "net income" subject to the "surtax," and, for still other years, from the "net income" subject to both normal tax and surtax. (Footnote 2, below, includes a description of "normal tax" and "surtax.") For more recent years, personal exemptions have been deducted in computing "taxable income," the current tax base for "regular" tax purposes.
- [2] Tax rates shown in this table are for the "regular" income tax, i.e., for "normal tax" and "surtax," applicable to U.S. citizens and residents. Therefore, the rates exclude provisions unique to nonresident aliens. Tax rates exclude the effect of credits (which reduce the tax liability), except as noted, and several specific add-on or other taxes applicable to all or some tax years. Excluded are the "war excess profits tax" (1917), "victory tax" (1942-1943), Social Security "selfemployment tax" (starting with 1951), tax under the "income averaging" provisions (1964-1986) and under the farm income averaging provisions (starting with 1998), and the "recapture taxes" resulting from having to recompute and pay back certain tax credits in later years (starting with 1963), the "maximum tax" on "earned income" or on "personal service income" (1971-1981), the "minimum tax" on "tax preferences" (1970-1983), and the "alternative minimum tax" on "tax preferences" (starting with 1979). Also excluded are such other taxes as the tax on recipients of accumulation distributions of trusts (starting with 1954) and the "special averaging tax" or "multiple recipient special averaging tax" on recipients of lump-sum distributions from qualified retirement plans (starting with 1974). In addition, Table A excludes the taxes associated with the preferential treatment of capital gains, starting with 1922 (although certain gains received preferential treatment as early as 1918). At various times, these treatments have taken the form of special tax rates; special definitions; different asset holding periods; ceilings on taxes; and exclusions from income. Included among these special treatments were "alternative tax" (1938-1986) and its variations for the earlier years, although all of these taxes were in some way tied to the structure for regular tax. Until 1948, a single set of tax rates applied to all taxpayers, regardless of marital or filing status, and married couples filing joint returns were taxed on the combined income of each spouse. However, a second, lower set of rates was introduced, starting with 1948, for married couples filing jointly. (To simplify the Table A presentation for these more recent years, only the lowest and highest tax rates for married persons filing jointly are shown.) Under this change, the combined tax of husband and wife became twice the combined tax that would have applied if their combined "taxable income" ("net income" for years before 1954) were cut in half. Thus, taxpayers using the joint return filing status "split" their incomes for tax purposes, in effect doubling the width of their taxable income (or net income) size "brackets." The lowest and highest tax rate brackets shown in columns 4 and 6 in Table A are, therefore, the brackets for married couples filing jointly that result from taking into account this doubling of the bracket widths. Starting with 1952, a third set of rates was introduced (not shown) for "heads of household," i.e., for unmarried individuals who paid over half the cost of maintaining a home for a qualifying person (e.g., a child or parent), or for certain married individuals who had lived apart from their spouses for the last 6 months of the tax year. This filing status was liberalized, starting with 1970, and provides approximately half the advantage of the income-splitting described above. Starting with 1954, the full benefits of income splitting allowed married couples filing jointly (i.e., the same tax rates and taxable income brackets) were extended to a new, fourth filing status, "surviving spouse" (i.e., individuals widowed for 1 to 2 years following the death of a spouse, provided they had a dependent child and had not remarried). The remaining filing status was for "single persons," who used the rates formerly applicable to taxpayers in general. However, these latter rates were moderated, starting with 1969, by limiting the tax so that it would not exceed 20 percent more than the tax on married couples filing jointly. One result of the 1969 law change was that certain married couples filing jointly had to pay more tax than they would have paid if each spouse had filed separately. To help mitigate this effect, a special deduction in computing adjusted gross income was allowed for 1982-1986 for two-earner couples filing jointly. This deduction was initially 5 percent of the lesser of \$30,000 or the "earned income" of the spouse with the lesser earnings. The percentage was increased to 10 percent, starting with 1983. The deduction provision was repealed, starting with 1987, when new, lower rates and a reduced number of tax brackets began. For tax years preceding 1954, the lowest tax rate, as shown in Table A, was either the rate for the basic "normal tax" (if there was just one rate for normal tax) or the lowest of these several rates for "normal tax" (if there was more than one rate for normal tax). The highest tax rate was the sum of the uppermost of the graduated rates (if any) for normal tax, plus the uppermost of the additional, graduated "surtax" rates, provided that both rates were applied to the same income. For example, for 1932, there were two graduated rates for normal tax, 4 percent (on the first \$4,000 of income) and 8 percent (on all income over \$4,000), and graduated rates for "surtax" that ranged from 1 percent to 55 percent. In Table A, the lowest rate for 1932 is, therefore, shown as 4 percent (the lower of the two normal tax rates) and the highest rate as 63 percent (the sum of the 8-percent higher, graduated rate for normal tax on income over \$4,000, plus 55 percent, the highest of the graduated, surtax rates, on income over \$1 million.). As another example, for 1941, there was just one rate for normal tax, 4 percent, but it applied to all income. The lowest of the surtax rates, 6 percent, was applied to all income under \$2,000, so that income under \$2,000 was taxed at both the 4-percent normal tax rate and the 6-percent surtax rate. Therefore, the lowest rate shown in Table A for 1941 is 10 percent, the sum of these two tax rates. The highest rate is the sum of the 4-percent normal tax on total statutory "net income," plus the highest graduated surtax rate, 77 percent on income over \$5 million, so that income over \$5 million was taxed at 81.0 percent, the sum of the two rates. For tax years starting with 1954, normal tax and surtax rates were, in effect, combined into a single rate structure.
- [3] The definition of the income base (and, thus, the tax "bracket" boundaries) to which the tax rates were applied differs over the years, depending on how the following were determined and figured: statutory adjustments to or exclusions from income; personal exemptions; itemized deductions expenditures, were sometimes described as income "credits"; standard deductions; the various thresholds and ceilings; and statutory "taxable income" (and its predecessor "net income"). Therefore, the lowest and highest taxable income amounts, as shown in Table A, are not comparable for all years, and the amounts described as for statutory taxable income for tax years preceding 1954 are actually for statutory net income. (Statutory net income was income after subtracting deductions but, for most years, was before subtracting personal exemptions. Statutory taxable income was after subtracting both deductions and personal exemptions. Taxable income is the tax base for recent years. Net income required certain adjustments to arrive at the tax base, depending on whether the income was subject to normal tax, surtax, or both). See also footnote 2, above.
- [4] For 1921-1923, the personal exemption amount for married couples (column 2) increased to \$2,000 if statutory "net income" exceeded \$5,000.
- [5] For 1923, the tax rates shown (columns 4 and 6) are after a 25-percent statutory credit or refund.
- [6] For 1924, the lowest tax rate (column 4) is after reduction by an "earned income credit," equal to 25 percent of the "normal tax" on the first \$5,000 of total statutory "net income" and the normal tax on the first \$10,000 of "earned net income," but limited to 25 percent of the normal tax on total net income.
- [7] For 1925-1927, the lowest tax rate (column 4) is after reduction by an "earned income credit" equal to 25 percent of the total tax on the first \$5,000 of total statutory "net income" and the total tax on the first \$20,000 of "earned net income," but limited to 25 percent of the total tax on earned net income (not to exceed 25 percent of the sum of "normal tax" on total net income plus the "surtax" on earned net income.)
- [8] For 1928-1931, the lowest tax rate (column 4) is after reduction by an "earned income credit" equal to 25 percent of the total tax on the first \$5,000 of total statutory "net income" and the total tax on the first \$30,000 of "earned net income," but subject to the same limitations described in footnote 7, above. For 1929 only there was a special reduction in normal tax rates as provided for in a joint resolution of congress.
- [9] For 1934-1943, the tax rate (column 4) excludes the effect of an "earned income credit," allowed as a deduction equal to 10 percent of the first \$14,000 of "earned net income" (before credit) and the first \$3,000 of total statutory "net income" (before credit), but limited to 10 percent of earned net income (not to exceed 10 percent of total net income).

## Selected Historical and Other Data

**Table A.--U.S. Individual Income Tax: Personal Exemptions and Lowest and Highest Bracket Tax Rates, and Tax Base for Regular Tax, Tax Years 1913-2005--Continued**

**Footnotes--continued**

- [10] For 1940, tax rates (columns 4 and 6) include "defense tax," computed as 10 percent of the total "regular" tax, but limited to 10 percent of statutory "net income" in excess of the total regular tax.
- [11] For 1944-1945, the personal exemption amounts (columns 1-3) were for "surtax" purposes only. The exemption for basic "normal tax" purposes was \$500 per tax return, augmented by the "earned income" of the spouse, up to \$500, on joint returns.
- [12] For 1944-1945, the highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 90 percent of statutory "net income."
- [13] For 1946-1947, tax rates (columns 4 and 6) are the effective rates after a statutory 5-percent reduction of combined "tentative normal tax and surtax." The highest rate (column 6) was subject to a maximum effective rate limitation equal to 85.5 percent of statutory "net income."
- [14] For 1948-1986, in addition to the personal exemptions (columns 1-2), there were additional personal exemptions for blind taxpayer(s) and for taxpayers(s) age 65 or over.
- [15] For 1948-1949, tax rates (columns 4 and 6) are the effective rates after statutory reductions ranging from 17.0 percent of the first \$400 of combined "tentative normal tax and surtax" to 9.75 percent of combined tentative normal tax and surtax over \$100,000. The highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 77.0 percent of statutory "net income."
- [16] For 1950, tax rates (columns 4 and 6) are the effective rates after statutory reductions ranging from 13.0 percent of the first \$400 of combined "tentative normal tax and surtax" to 7.3 percent of combined tentative normal tax and surtax over \$100,000. The highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 87.0 percent of statutory "net income."
- [17] For 1951, the highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 87.2 percent of statutory "net income."
- [18] For 1952-1953, the highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 88.0 percent of statutory "net income."
- [19] For 1954-1963, the highest tax rate (column 6) was subject to a maximum effective rate limitation equal to 87.0 percent of statutory "taxable income."
- [20] For 1968, the highest tax rate (column 6) includes a Vietnam War surcharge equal to 7.5 percent of tax (as defined for this purpose). However, this surcharge did not apply to "regular" tax generated at the lowest rate.
- [21] For 1969, the highest tax rate (column 6) includes a Vietnam War surcharge equal to 10 percent of tax (as defined for this purpose). However, this surcharge did not apply to "regular" tax generated at the lowest rate.
- [22] For 1970, the highest tax rate (column 6) includes a Vietnam War surcharge equal to 2.5 percent of tax (as defined for this purpose). However, this surcharge did not apply to "regular" tax generated at the lowest rate.
- [23] For 1971, "earned net income" was subject to a "maximum tax" of 60 percent (not shown in column 6).
- [24] For 1972-1981, "earned net income" (broadened to become "personal service net income" after 1976) was subject to a "maximum tax" of 50 percent (not shown in column 6).
- [25] For 1974, tax rates (columns 4 and 6) do not take into account a statutory rebate of 10 percent of total income tax after credits. In general, the minimum rebate was \$100 and the maximum, \$200, but could not exceed the tax liability.
- [26] For 1975, a \$30-per-capita tax credit was allowed in addition to the personal exemptions shown in columns 1-3.
- [27] For 1976-1978, a tax credit was allowed, in addition to the personal exemptions shown in columns 1-3, that was equal to the larger of \$35 per capita or 2 percent of the first \$9,000 of statutory "taxable income."
- [28] For 1977-1986, in order to help preserve the conceptual comparability of the amounts shown with those for earlier and later years, the lowest tax rates in column 4 and the lowest "taxable income" amounts in column 5 exclude the so called "zero tax rate" and the "zero bracket amount," which were unique to the tax computation for these 10 years.
- [29] For 1981, tax rates (columns 4 and 6) are after a 1.25-percent statutory tax credit.
- [30] Starting with 1985, the personal exemption amounts (columns 1-3) reflect annual adjustments for inflation, using the U.S. Department of Labor Consumer Price Index for Urban Consumers ("CPS-U").
- [31] Starting with 1985, tax "bracket" boundaries (columns 5 and 7) were indexed for inflation, using the U.S. Department of Labor Consumer Price Index (as described in footnote 30).
- [32] Starting with 1988, the amount eligible to be deducted for personal exemptions (columns 1-3) was phased out for certain high-income taxpayers. For 1988-1990, this was accomplished as part of the tax computation (see footnote 34, below).
- [33] For 1988-1990, excludes the effect on certain high-income taxpayers of the phaseout of the amount deductible for personal exemptions (columns 1-3).
- [34] For 1988-1990, the tax rates (columns 4 and 6) exclude the effects on certain high-income taxpayers of the phaseout both of the benefit of the 15-percent tax rate (compared to the 28-percent rate) and the amount deductible for personal exemptions. This phaseout was accomplished by imposing an additional, 5-percent tax on income above certain levels, based on filing status, thus creating a "temporary" 33-percent tax rate. At the point where the taxpayer had completely phased out the two benefits by use of the 33-percent rate, the tax rate on any remaining taxable income above the phaseout range returned to 28 percent (see also footnote 35). As Table A shows, beginning with 1991, this phaseout was replaced by including an additional, 31-percent, graduated rate for taxable incomes above certain levels. Two other, higher, graduated rates were subsequently added, starting with 1993, the higher of which is shown in Table A.
- [35] For 1988-1990, the 15-percent tax rate (column 4), which applied to the first \$29,750 of statutory "taxable income" (column 5), gradually increased to the top "brackets" rate, 28 percent (column 6), when taxable income (included in column 7) reached between \$71,900 and \$149,250. This was the range at which the 15-percent rate was phased out for certain high-income taxpayers, all of whose income was then effectively taxed at the higher 28-percent rate through use of the "temporary" 33-percent rate (see footnote 34, above, for additional information). The boundaries of the phaseout range were adjusted for inflation for 1989-1990, although the top tax rate on the taxable income above that covered by the phaseout range remained 28 percent. Therefore, the top taxable income and top tax bracket rate shown in Table A for 1988-1990 do not take into account the higher, 33-percent, "temporary" phaseout rate.

## Selected Historical and Other Data

**Table A.--U.S. Individual Income Tax: Personal Exemptions and Lowest and Highest Bracket Tax Rates, and Tax Base for Regular Tax, Tax Years 1913-2005--Continued**

**Footnotes-continued**

[36] For 2000, the tax rates (columns 4 and 6) do not reflect a special statutory refund, partially offset for 2001, of between \$300 and \$600, depending on the size of income tax for 2000 and filing status. See also footnote 37, below.

[37] For 2001, the tax rate (columns 4 and 6) does not reflect a 5-percent tax credit of up to \$300, \$500, or \$1,000, depending on the filing status. This credit effectively reduced the lowest rate on the income shown in column 5 from 15 percent to 10 percent, in lieu of an explicit 10-percent rate. However, the credit was reduced by the amount of the special statutory refund made in 2001 (based on tax for 2000), described in footnote 36, above. The 10 percent rate was only for dependents.

[38] For the change in the lowest tax "bracket" boundary (columns 5 and 7) for 2001, see footnotes 36 and 37, above.

SOURCE: Advisory Commission on Intergovernmental Relations, Significant Features of Fiscal Federalism, Volume I, Budget Processes and Tax Systems, 1995, September 1996 (based, in part, on Tax Foundation, Facts and Figures on Government Finance, 1988-89 edition, 1988); Pechman, Joseph A., Federal Tax Policy, fifth edition, The Brookings Institution, 1987 (based on relevant public laws and reports prepared by the Congressional Joint Economic Committee, including The Federal Revenue System: Facts and Problems, 1961, and The Federal Tax System: Facts and Problems, 1964); Statistics of Income--Part I (in particular, the historical synopses of laws included as appendices in the reports for 1949-1953) and Statistics of Income--Individual Income Tax Returns (annually, for 1954-1988); and relevant public laws and reports issued by the Congressional Joint Committee on Taxation for subsequent years, as well as reports, such as Overview of the Federal Tax System for 1990, 1991, and 1994, Committee on Ways and Means, U.S. House of Representatives, and reports issued by the Congressional Joint Committee on Taxation for subsequent years, including Overview of Present Law and Economic Analysis Relating to Marginal Tax Rates and the President's Individual Income Tax Rate Proposals, 2001.

## Selected Historical and Other Data

**Table B.--U.S. Corporation Income Tax: Tax Brackets and Rates, 1909-2004 [1]**

| Year [2]                        | Taxable income brackets [3]                            | Rates (percent) |
|---------------------------------|--|-----------------|
| 1909-1913 (February 28).....    | First \$5,000  | 0               |
|                                 | Over \$5,000   | 1.00            |
| 1913 (March 1)-1915.....        | All taxable income                                     | 1.00            |
| 1916.....                       | All taxable income                                     | 2.00            |
| 1917 [4] .....                  | All taxable income                                     | 6.00            |
| 1918 [4].....                   | First \$2,000  | 0               |
|                                 | Over \$2,000   | 12.00           |
| 1919-1921 [4].....              | First \$2,000  | 0               |
|                                 | Over \$2,000   | 10.00           |
| 1922-1924.....                  | First \$2,000  | 0               |
|                                 | Over \$2,000   | 12.50           |
| 1925.....                       | First \$2,000  | 0               |
|                                 | Over \$2,000   | 13.00           |
| 1926-1927.....                  | First \$2,000  | 0               |
|                                 | Over \$2,000   | 13.50           |
| 1928.....                       | First \$3,000  | 0               |
|                                 | Over \$3,000   | 12.00           |
| 1929.....                       | First \$3,000  | 0               |
|                                 | Over \$3,000   | 11.00           |
| 1930-1931.....                  | First \$3,000  | 0               |
|                                 | Over \$3,000   | 12.00           |
| 1932-1935 [5].....              | All taxable income                                     | 13.75           |
| 1936-1937 [5,6] .....           | First \$2,000  | 8.00            |
|                                 | Over \$2,000, not over \$15,000                        | 11.00           |
|                                 | Over \$15,000, not over \$40,000                       | 13.00           |
|                                 | Over \$40,000  | 15.00           |
| 1938-1939 [5].....              | Taxable income \$25,000 or less:                       |                 |
|                                 | First \$5,000  | 12.50           |
|                                 | Next \$15,000  | 14.00           |
|                                 | Next \$5,000   | 16.00           |
|                                 | Taxable income over \$25,000                           | 19.00           |
| 1940 [5,7].....                 | Taxable income \$31,964.30 or less:                    |                 |
|                                 | First \$5,000  | [8] 14.85       |
|                                 | Next \$15,000  | [8] 16.5        |
|                                 | Next \$5,000   | [8] 18.7        |
|                                 | Next \$6,964.30  | [8] 38.3        |
|                                 | Taxable income over \$31,964.30, not over \$38,565.84: |                 |
|                                 | First \$5,000  | [8] 15.4        |
|                                 | Next \$15,000  | [8] 16.9        |
|                                 | Next \$5,000   | [8] 18.9        |
|                                 | Next \$13,565.84                                       | [8] 36.9        |
| Taxable income over \$38,565.84 | [8] 24   |                 |
| 1941 [5,7].....                 | Taxable income \$38,461.54 or less:                    |                 |
|                                 | First \$5,000  | [9] 21          |
|                                 | Next \$15,000  | [9] 23          |
|                                 | Next \$5,000   | [9] 25          |
|                                 | Next \$13,461.54                                       | [9] 44          |
| Taxable income over \$38,461.54 | [9] 31   |                 |

Footnotes at the end of table.

# Selected Historical and Other Data

**Table B.--U.S. Corporation Income Tax: Tax Brackets and Rates, 1909-2004 [1]--Continued**

| Year [2]             | Taxable income brackets [3]      | Rates (percent) |
|----------------------|----------------------------------|-----------------|
| 1942-1945 [5,7]..... | Taxable income \$50,000 or less: |                 |
|                      | First \$5,000                    | [9] 25          |
|                      | Next \$15,000                    | [9,10] 27       |
|                      | Next \$5,000                     | [9,10] 29       |
|                      | Next \$25,000                    | [9,10] 53       |
| 1946-1949.....       | Taxable income over \$50,000     | [9,10] 40       |
|                      | Taxable income \$50,000 or less: |                 |
|                      | First \$5,000                    | [9] 21          |
|                      | Next \$15,000                    | [9] 23          |
|                      | Next \$5,000                     | [9] 25          |
| 1950 [11].....       | Next \$25,000                    | [9,10] 53       |
|                      | Taxable income over \$50,000     | [9,10] 38       |
|                      | First \$25,000                   | 23.00           |
| 1951 [11].....       | Over \$25,000                    | [10] 42         |
|                      | First \$25,000                   | [12] 28.75      |
| 1952-1963 [11].....  | Over \$25,000                    | [12] 50.75      |
|                      | First \$25,000                   | [13] 30         |
| 1964.....            | Over \$25,000                    | [13] 52         |
|                      | First \$25,000                   | 22.00           |
| 1965-1967.....       | Over \$25,000                    | [13] 50         |
|                      | First \$25,000                   | 22.00           |
| 1968-1969 [14].....  | Over \$25,000                    | [13] 48         |
|                      | First \$25,000                   | [15] 24.2       |
| 1970 [14].....       | Over \$25,000                    | [13,15] 52.8    |
|                      | First \$25,000                   | [16] 22.55      |
| 1971-1974 [14].....  | Over \$25,000                    | [16,17] 49.2    |
|                      | First \$25,000                   | 22.00           |
| 1975-1978 [14].....  | Over \$25,000                    | [18] 48         |
|                      | First \$25,000                   | 20.00           |
|                      | \$25,000-\$50,000                | 22.00           |
|                      | Over \$50,000                    | [19] 48         |
| 1979-1981 [14].....  | First \$25,000                   | 17.00           |
|                      | \$25,000-\$50,000                | 20.00           |
|                      | \$50,000-\$75,000                | [20] 30         |
|                      | \$75,000-\$100,000               | [20] 40         |
|                      | Over \$100,000                   | [20] 46         |
| 1982 [14].....       | First \$25,000                   | 16.00           |
|                      | \$25,000-\$50,000                | 19.00           |
|                      | \$50,000-\$75,000                | [20] 30         |
|                      | \$75,000-\$100,000               | [20] 40         |
|                      | Over \$100,000                   | [20] 46         |
| 1983 [14, 21].....   | First \$25,000                   | 15.00           |
|                      | \$25,000-\$50,000                | 18.00           |
|                      | \$50,000-\$75,000                | [20] 30         |
|                      | \$75,000-\$100,000               | [20] 40         |
|                      | Over \$100,000                   | [20] 46         |
| 1984-1986 [14].....  | First \$25,000                   | 15.00           |
|                      | \$25,000-\$50,000                | 18.00           |
|                      | \$50,000-\$75,000                | [20] 30         |
|                      | \$75,000-\$100,000               | [20] 40         |
|                      | \$100,000-\$1,000,000            | [20] 46         |
|                      | \$1,000,000-\$1,405,000          | [20] 51         |
|                      | Over \$1,405,000                 | [20] 46         |

Footnotes at the end of table.

## Selected Historical and Other Data

**Table B.--U.S. Corporation Income Tax: Tax Brackets and Rates, 1909-2004 [1]--Continued**

| Year [2]          | Taxable income brackets [3] | Rates (percent) |
|-------------------|-----------------------------|-----------------|
| 1987 [22,23]..... | First \$25,000              | 15.00           |
|                   | \$25,000-\$50,000           | 16.50           |
|                   | \$50,000-\$75,000           | 27.50           |
|                   | \$75,000-\$100,000          | [24] 37         |
|                   | \$100,000-\$335,000         | [24] 42.5       |
|                   | \$335,000-\$1,000,000       | [24] 40         |
|                   | \$1,000,000-\$1,405,000     | [24] 42.5       |
| 1988-1992.....    | Over \$1,405,000            | [24] 40         |
|                   | First \$50,000              | 15.00           |
|                   | \$50,000-\$75,000           | 25.00           |
|                   | \$75,000-\$100,000          | 34.00           |
|                   | \$100,000-\$335,000         | 39.00           |
| 1993-2004.....    | Over \$335,000              | 34.00           |
|                   | First \$50,000              | 15.00           |
|                   | \$50,000-\$75,000           | 25.00           |
|                   | \$75,000-\$100,000          | 34.00           |
|                   | \$100,000-\$335,000         | 39.00           |
|                   | \$335,000-\$10,000,000      | 34.00           |
|                   | \$10,000,000-\$15,000,000   | 35.00           |
|                   | \$15,000,000-\$18,333,333   | 38.00           |
|                   | Over \$18,333,333           | 35.00           |

[1] The rates shown are the "standard" or "ordinary" rates, applying to all taxable corporate net income unless otherwise provided. However, there have always been numerous exceptions and special rates based on the type of corporation, the type of income, and other factors. In addition, there have been, at various times, additional taxes related to income that increased the statutory rates. When possible, these are noted in other footnotes to this table for the years for which they were effective. Credits, deductions, and other alterations in the definition of taxable income also effectively alter the tax rate, but these are too numerous and too frequent to include in a table such as this. The most important types of corporations to which these rates have not always applied, or not applied as they did to other corporations, are: *section 501(c) and similar nonprofit corporations: Corporations not organized or operated for profit are generally exempt from the corporation income tax except, since 1950, on business income unrelated to their exempt purposes.* Mutual and cooperative organizations: Most of these were treated as nonprofits in the early days of the income tax. Most have long since been made taxable as ordinary corporations, but there are still some exceptions. Credit unions and small mutual property insurance companies are exempt. Rural electrical and telephone cooperatives are exempt on income generated in transactions with their members. Farmers' cooperatives are not taxed on income distributed to their members. Insurance companies: Because of the nature of insurance, determining taxable income has often been a problem for the tax system. Insurance companies have been subjected to a number of different tax structures since 1921, including special rates and complete exemption of premium income. They are currently taxed at the same rates as other corporations on income calculated using reserve deductions (which other corporations are not allowed). Regulated Investment Companies (since 1936) and Real Estate Investment Trusts (since 1961): These investment companies are not taxed on profits distributed to shareholders if they distribute substantially all of their incomes annually. S Corporations: Since 1958, certain closely held corporations could elect to be taxed through their shareholders, as partnerships are, and not pay the corporate tax at all (except in special, unusual circumstances). Foreign corporations: Companies incorporated outside the U.S. are taxed on business income earned in the U.S. at the regular corporate rates, but may be taxed on investment income at special statutory or treaty rates. U.S. corporations with foreign-source income: The U.S. taxes the worldwide income of U.S. corporations; however, since 1918, taxes paid to foreign governments on foreign-source income can be credited against the U.S. tax otherwise due on that income. (Before 1918, the foreign taxes were allowed as a deduction against worldwide income.) U.S. Possessions Corporations: Since 1921, corporations earning most of their incomes in a U.S. possession were subject to reduced taxes. From 1921 to 1976, they were taxable only on U.S.-source income; since 1976, they have received a credit for manufacturing income earned in a possession (including Puerto Rico). The credit is now being phased out and is scheduled to end after 2005. Affiliated groups: Corporations that are closely affiliated through stock ownership have usually been allowed to consolidate their financial statements for tax purposes and file one return for the group, but there have always been restrictions and, sometimes, they have been charged an additional tax for the privilege. In 1932 and 1933, consolidated returns were subject to an additional tax of .75 percent. In 1934 and 1935, only railroad companies were allowed to file consolidated returns, and the additional tax was 1 percent. From 1936 to 1941, there was no additional tax, but the privilege was restricted to railroads and a few other companies. From 1942 to 1964, most domestic affiliated groups that met the stock ownership and other requirements could file consolidated returns, but the surtax on such a group was increased by 2 percentage points. The additional tax on consolidated returns was repealed, effective December 31, 1963. The most important type of income to have received special rates was "long-term" capital gains. From 1942 through 1987, the tax rate was capped at a maximum rate lower than the highest corporate rate. (The rates are noted in footnotes to the table.) Although there is currently no special rate for corporations' capital gains, long-term capital gains are still treated separately from other income in the tax code. During World War I, the Great Depression, World War II, and the Korean War, additional taxes were imposed on what were called "war profits" or "excess profits." These are noted in the table in footnotes to the applicable years. In addition to taxes based on net income, there have been from time to time taxes based on accumulated earnings that were not distributed to shareholders, designed to limit tax avoidance at the individual stockholder level. Taxes on "undue" accumulations have been imposed (though seldom paid) since the inception of the income tax. These were supplemented, since 1934, by a "personal holding company" tax, equal to the highest individual income tax rate, on the undistributed earnings of closely held companies accumulating investment income. There was also a Depression-era tax on accumulated earnings (noted below). In recent years, there have also been "minimum taxes" designed to supplement the regular taxes. These have the effect of a separate set of tax rates. These are noted in footnotes to the table.

[2] Calendar year unless otherwise noted. Taxpayers whose fiscal years spanned years with different rates were required to prorate the year's income between the two rate structures. Before 1933, the proration was based on the number of months in each year; after 1932, it was based on the number of days in each year.

[3] "Taxable income" is used here to mean the amount of income to which the rates shown were applied. The concept has had various names and various meanings over the years covered; so, brackets for one year are not necessarily comparable with those for another.

## Selected Historical and Other Data

**Table B.--U.S. Corporation Income Tax: Tax Brackets and Rates, 1909-2004 [1]--Continued**

**Footnotes--Continued**

- [4] An additional tax on "excess profits" and /or "war profits" was in effect from 1917 to 1922. It was allowed as a deduction in computing income tax.
- [5] An additional "declared value" excess profits tax, based on profits in excess of a percentage of the value of corporate stock, was in effect from 1933 through 1945. It was a deduction for income tax purposes.
- [6] An additional surtax ranging from 7 percent to 27 percent was imposed on undistributed profits.
- [7] From June 1940 to the end of 1945, a tax on profits in excess of average prewar earnings was also imposed. It was taken into account, as either a deduction or a credit, for the income tax and the other excess profits tax.
- [8] The rates for 1940 include extra "defense tax" rates that are integrated with the regular rates in later years.
- [9] These rates are the sum of the "normal tax" rates and the "surtax" rates, which actually applied to slightly different definitions of taxable income.
- [10] Beginning with Tax Year 1942, gains on the sale of assets held for more than 6 months (long-term capital gains) could be treated separately from other taxable income and taxed at a maximum rate of 25 percent.
- [11] An excess profits tax was also in effect from July 1950 through Calendar Year 1953. The tax was 30 percent of an adjusted profits figure reduced by credits for the level of prewar profits. It was not offset against income tax, but the sum of income and excess profits taxes was capped at a given percentage of income (from 62 percent to 70 percent).
- [12] These rates reflect a tax increase (for the Korean War), effective March 31, 1951. The maximum capital gains tax rate was also increased to 26 percent.
- [13] From April 1, 1954, through Calendar Year 1969, the maximum tax rate on capital gains was 25 percent.
- [14] From 1969 through 1986, corporations were also subject to an "add-on minimum tax" on certain "tax preference" items (such as percentage depletion, accelerated depreciation, etc.) above a certain amount. For Tax Years 1969 through 1976, the tax was 10 percent of tax preferences in excess of \$30,000; after 1976, the tax was 15 percent of preferences in excess of the greater of \$10,000 or regular income tax.
- [15] Rates include the Vietnam War surcharge of 10 percent.
- [16] Includes a 2.5-percent Vietnam War surcharge.
- [17] The maximum tax rate on long-term capital gains was increased to 28 percent.
- [18] The maximum tax rate on long-term capital gains was increased to 30 percent.
- [19] The holding period for long-term capital gain treatment of assets was increased from 6 to 9 months in 1977 and 12 months in 1978. The rate remained at 30 percent.
- [20] The maximum tax rate on long-term capital gains was 28 percent.
- [21] Beginning in 1983, incorporated professional practices ("personal service corporations") have been taxed on all taxable income at the corporate tax rate applicable to the highest income bracket.
- [22] The Tax Reform Act of 1986 (TRA86) established a new rate structure effective for Tax Year 1988 and made the rates for Transition Year 1987 an average of the pre-TRA rates for 1986 and the post-TRA rates for 1988.
- [23] A new "alternative minimum tax" (AMT) replaced the add-on minimum tax, effective in 1987. It required a calculation of an alternative measure of taxable income that reduced or eliminated many tax preference items. The tax was 20 percent of the excess of this "alternative minimum taxable income" (AMTI) over \$40,000. The \$40,000 exemption was reduced by 25 percent of the excess of AMTI over \$150,000. AMT in excess of regular tax could be carried over as a credit against regular tax in future years. In 1998, "small" corporations (generally, those with average gross receipts of less than \$5 million) were exempted from the AMT.
- [24] The maximum tax rate on capital gains was capped at 34 percent for 1987, which was to be the rate on the highest corporate tax bracket in 1988 and after, according to TRA86. The maximum capital gain rate was raised to 35 percent when the highest corporate rate bracket was increased in 1993.

SOURCES: Blakey, Roy G. and Blakey, Gladys C. (1940), *The Federal Income Tax*, New York. Gravelle, Jane G. (1994), *The Economic Effects of Taxing Capital Income*, Appendix A, *History of Capital Income Taxation in the United States*, MIT. Internal Revenue Service, Form 1120 series and Instructions, various years. Internal Revenue Service, *Statistics of Income for 1949*, Part 2, Appendix A.U.S. Congress, Joint Committee on Taxation, *Explanations of various tax acts*, published after each major tax act since the 1960's.U.S. Senate, Committee on the Budget, *Tax Expenditures: Compendium of Background Materials on Individual Provisions*, published periodically.



# SOI Sampling Methodology and Data Limitations

## Appendix

**T**his appendix discusses typical sampling procedures used in most Statistics of Income (SOI) programs.

Aspects covered briefly include sampling criteria, selection techniques, methods of estimation, and sampling variability. Some of the nonsampling error limitations of the data are also described, as well as the tabular conventions employed.

Additional information on sample design and data limitations for specific SOI studies can be found in the separate SOI reports (see pages 409-410 at the end of this *Bulletin*). More technical information is available, on request, by writing to the Director, Statistics of Income Division RAS:S, Internal Revenue Service, P.O. Box 2608, Washington, DC 20013-2608.

### Sample Criteria and Selection of Returns

Statistics compiled for the SOI studies are generally based on stratified probability samples of income tax returns or other forms filed with the Internal Revenue Service (IRS). The statistics do not reflect any changes made by the taxpayer through an amended return or by the IRS as a result of an audit. As returns are filed and processed for tax purposes, they are assigned to sampling classes (strata) based on such criteria as: industry, presence or absence of a tax form or schedule, and various income factors or other measures of economic size (such as total assets, total receipts, size of gift, and size of estate). The samples are selected from each stratum over the appropriate filing periods. Thus, sample selection can continue for a given study for several calendar years--3 for corporations because of the incidence of fiscal (non-calendar) year reporting and extensions of filing time. Because sampling must take place before the population size is known precisely, the rates of sample selection within each stratum are fixed. This means, in practice, that both the population and the sample size can differ from those planned. However, these factors do not compromise the validity of the estimates.

The probability of a return's selection depends on its sample class or stratum and may range from a fraction of 1 percent to 100 percent. Considerations in determining the selection probability for each stratum include the number of returns in the stratum, the diversity of returns

in the stratum, and interest in the stratum as a separate subject of study. All this is subject to constraints based on the estimated processing costs or the target size of the total sample for the program.

For most SOI studies, returns are designated by computer from the IRS Master Files based on the taxpayer identification number (TIN), which is either the Social Security number (SSN) or the Employer Identification Number (EIN). A fixed and essentially random number is associated with each possible TIN. If that random number falls into a range of numbers specified for a return's sample stratum, then it is selected and processed for the study. Otherwise, it is counted (for estimation purposes), but not selected. In some cases, the TIN is used directly by matching specified digits of it against a predetermined list for the sample stratum. A match is required for designation.

Under either method of selection, the TIN's designated from one year's sample are, for the most part, selected for the next year's, so that a very high proportion of the returns selected in the current year's sample are from taxpayers whose previous years' returns were included in earlier samples. This longitudinal character of the sample design improves the estimates of change from one year to the next.

### Method of Estimation

As noted above, the probability with which a return is selected for inclusion in a sample depends on the sampling rate prescribed for the stratum in which it is classified.

"Weights" are computed by dividing the count of returns filed for a given stratum by the number of population sample returns for that same stratum. These weights are usually adjusted for unavailable returns, outliers, or trimming weights. Weights are used to adjust for the various sampling rates used, relative to the population--the lower the rate, the larger the weight. For some studies, it is possible to improve the estimates by subdividing the original sampling classes into "post-strata," based on additional criteria or refinements of those used in the original stratification. Weights are then computed for these post-strata using additional population counts. The data on

**Sample returns are designated by computer from the IRS Master Files based on the taxpayer identification number.**

*Information for this appendix was compiled under the direction of Beth Kilss, Chief, Statistical Data Section. Major contributions were made by Paul McMahan and Tamara Rib, Statistical Computing Branch, Mathematical Statistics Section, under the direction of Yahia Ahmed, Chief.*

## SOI Sampling Methodology and Data Limitations

each sample return in a stratum are then multiplied by that weight. To produce the tabulated estimates, the weighted data are summed to produce the published statistical totals.

**In transcribing and tabulating data from tax returns, checks are imposed to improve the quality of the statistics.**

### Sampling Variability

The particular sample used in a study is only one of a large number of possible random samples that could have been selected using the same sample design. Estimates derived from the different samples usually vary. The standard error of the estimate is a measure of the variation among the estimates

from all possible samples and is used to measure the precision with which an estimate from a particular sample approximates the average result of the possible samples. The sample estimate and an estimate of its standard error permit the construction of interval estimates with prescribed confidence that this interval includes the actual population value.

In SOI reports, the standard error is not directly presented. Instead, the ratio of the standard error to the estimate itself is presented in percentage form. This ratio is called the coefficient of variation (CV). The user of SOI data may multiply an estimate by its CV to recreate the standard error and to construct confidence intervals.

For example, if a sample estimate of 150,000 returns is known to have a coefficient of variation of 2 percent, then the following arithmetic procedure would be followed to construct a 68-percent confidence interval estimate:

$$\begin{aligned} &150,000 \text{ (sample estimate)} \\ &\quad \times 0.02 \text{ (coefficient of variation)} \\ &= 3,000 \text{ (standard error of estimate)} \end{aligned}$$

then:

$$\begin{aligned} &150,000 \text{ (sample estimate)} \\ &\quad + \text{ or } - 3,000 \text{ (standard error)} \\ &= \{147,000, 153,000\} \text{ (68-percent confidence interval).} \end{aligned}$$

Based on these data, the interval estimate is from 147 to 153 thousand returns. This means that the average estimate of the number of returns lies within an interval computed in this way. Such an estimate would be correct for

approximately two-thirds of all possible samples similarly selected. To obtain this interval estimate with 95-percent confidence, the standard error should be multiplied by 2 before adding to and subtracting from the sample estimate. (In this particular case, the resulting interval would be from 144 to 156 thousand returns.)

Further details concerning sample design, sample selection, estimation method, and sampling variability for a particular SOI study may be obtained, on request, by writing to the Director, Statistics of Income Division, at the address given above.

### Nonsampling Error Controls and Limitations

Although the previous discussion focuses on sampling methods and the limitations of the data caused by sampling error, there are other sources of error that may be significant in evaluating the usefulness of SOI data. These include taxpayer reporting errors and inconsistencies, processing errors, and the effects of any early cutoff of sampling. Additional information on nonsampling error as it applies to individual and corporation income tax returns is presented in the separate SOI reports on these returns.

In transcribing and tabulating the information from returns or forms selected for the sample, steps are taken to improve the quality of the resultant estimates. Tax return data may be disaggregated or recombined during the statistical abstracting and “editing” process that takes place in IRS submission processing centers. This is done to improve data consistency from return to return and to achieve definitions of the data items more in keeping with the needs of major users. In some cases, not all of the data are available from the tax return as originally filed. Sometimes, the missing data can be obtained by the Statistics of Income Division in Washington, DC, through field followup. More often, though, they are obtained through manual or computerized imputation. For this purpose, other information in the return or in accompanying schedules may be sufficient to serve as the basis for making an estimate. Prior-year data for the same taxpayer can be used for this same purpose; or comparable data from business reference books may be substituted.

Data abstracted or “edited” from returns for statistical use are subjected to a number of validation checks, including systematic verifications of a sampling of the work of each tax examiner involved in the SOI process. Data

## SOI Sampling Methodology and Data Limitations

reported on sampled returns and previously transcribed as part of processing for the IRS Master Files are subject to validation as part of the administrative process before SOI processing begins. However, during the administrative process, it is only practical to transcribe corrections to errors that have a direct bearing on the tax reported or the refund claimed. Therefore, during the SOI process, checks must also be made to correct any errors or inconsistencies left in the administrative data before the data can be accepted for the statistics.

The Statistics of Income program includes many more tax return items than are transcribed and perfected for IRS tax administration needs, especially for items reported in tax return schedules in support of the various summary totals reported on the return. Therefore, checks must also be designed to validate these additional data items and to assure that they are consistent with other data entries.

Most of the data validation checks made during the SOI process take the form of computerized tests of each record. In addition to verifying that internal consistency and proper balance and relationships among the tax return items and statistical classifications are maintained, this process is intended to check on consistency with tax law provisions, acceptable reporting practices, and generally accepted accounting principles. Most testing occurs during the data abstracting and editing operation, while the tax return source document is still on hand, although some testing for certain programs occurs later on. Records failing the tests are subjected to further review and correction.

Finally, before publication, the statistics are reviewed for accuracy and reasonableness in light of the tax law provisions, taxpayer reporting variations and other limitations, tolerances and statistical techniques allowed or employed in data processing and estimating, economic conditions, and comparability with other statistical series. However, these controls do not completely eliminate the possibility of error. When discovered, errors in *Bulletin* tables are corrected, usually through published errata.

### Table Conventions

Published estimates subject to excessive sampling variability are identified for most of the statistics by means of an asterisk (\*) presented alongside the estimate or in place of an estimate. Presence of an asterisk means that the sampling rate was less than 100 percent of the population and that there were fewer than 10 sample observations available for estimation purposes. This method produces a rough indication of excessive sampling variability. However, the results will differ somewhat from more precise indicators of excessive sampling variability based on the standard statistical formula. For some of the statistics based on samples, asterisking was not possible because of resource and other constraints. Users should keep this limitation in mind when using these data.

A dash, in place of a frequency or an amount, in any given table cell presenting data based on an SOI sample, indicates either that (1) there were no returns in the population with the particular characteristic, or (2) because of its rarity, instances of the characteristic were not present among the sampled returns. However, for statistics based on returns selected for the sample at the 100-percent rate, a dash indicates a presumption of no returns with the particular characteristic in the population.

In addition to sampling variability, Statistics of Income is required to prevent disclosure of information about specific taxpayers or businesses in its tables. Therefore, a weighted frequency (and the associated amount, where applicable) of less than 3 is either combined with data in an adjacent cell(s) so as to meet the criteria, or deleted altogether. Similar steps are taken to prevent indirect disclosure through subtraction. However, any combined or deleted data are included in the appropriate totals. (A double asterisk is used in a cell where a frequency or amount has been deleted.) Most data on tax-exempt, non-profit organizations are excluded from disclosure review because the Internal Revenue Code and regulations permit public access to most of the information reported by these organizations.

# SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: sis@irs.gov**

| <b>Planned Projects, Year*</b>   | <b>Primary Analysts</b>                                   | <b>Frequency and Program Content</b>  |
|--|---|---|
| <b>Americans Living Abroad:</b><br>2006 Program                            | Scott Hollenbeck<br>Maureen Keenan Kahr                   | This periodic study is conducted every 5 years. It covers foreign income, foreign taxes paid, and foreign tax credit shown on individual income tax returns. Data are classified by size of adjusted gross income and country.  |
| <b>Controlled Foreign Corporations:</b><br>2004 Program                    | Randy Miller  | This semiannual study provides data on activities of foreign corporations that are controlled by U.S. corporations. Data are classified by industry group and country.  |
| <b>Controlled Foreign Partnerships:</b><br>2004 Program                    | Bill States   | This study provides data on activities of foreign partnerships that are controlled by U.S. corporations or partnerships. Frequency of this study has not been determined.   |
| <b>Corporation Foreign Tax Credit:</b><br>2003 Program<br>2004 Program     | Rob Singmaster<br>Scott Luttrell                          | This annual study provides data on foreign income, taxes paid, and foreign tax credit reported on corporation foreign income tax returns. Data are classified by industry group and country.  |
| <b>Corporation Income Tax Returns:</b><br>2004 Program<br><br>2005 Program | Bill Rush<br>Glenn Hentz<br>Heather Parisi<br>Ellen Legel | Basic data are produced annually and cover complete income statement, balance sheet, tax, tax credits, and details from supporting schedules. Data are classified chiefly by industry group or asset size.  |
| <b>Entity Classification Election ("Check-the-Box"):</b>                   | John Comisky<br>Lawrence Sao                              | This annual study includes data from all Entity Classification Elections including the type of election, and whether the entity is foreign or domestic.   |
| <b>Estate Tax:</b><br>2004-2006 Program                                    | Martha Gangi<br>Brian Raub                                | This annual study includes information on a gross estate and its composition, deductions, and tax; and information on the age, sex, and marital status of decedents. Basic estate tax return data by year in which returns are filed are produced each year. Also included are data on nonresident aliens who had more than \$60,000 of assets in the United States. Other statistics are available on a year-of-death basis (approximately every 3 years). The most recent study is based on decedents who died in 2004 with returns filed in 2004-2006. The most recent data available are for returns filed in 2005. |
| <b>Excise Taxes:</b>   | Melissa Laine   | Basic data are collected and processed by three Department of the Treasury agencies: the Internal Revenue Service, the Alcohol and Tobacco Tax and Trade Bureau (formerly the Bureau of Alcohol, Tobacco, Firearms, and Explosives), and the Customs Service. Data by type of tax are shown by Fiscal Year (FY) for 1998-2004 and quarterly for FY 2005 and the first two quarters of FY 2006.  |

## SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: sis@irs.gov**

| <b>Planned Projects, Year*</b>  | <b>Primary Analysts</b> | <b>Frequency and Program Content</b>   |
|---|-------------------------|--|
| <b>Exempt Organizations (Charitable and Other, Except Private Foundations):</b><br>2003 Program<br>2004 Program<br>2005 Program | Paul Arnsberger         | This annual study includes balance sheet and income statement data for organizations classified as tax-exempt under subsections 501(c)(3)-(9) of the Internal Revenue Code. The most recent data are for Reporting Year 2003 returns filed in Calendar Years 2004-2005.  |
| <b>Exempt Organizations (Private Foundations):</b><br>2003 Program<br>2004 Program<br>2005 Program                              | Melissa Ludlum          | This annual study includes balance sheet and income statement data for domestic private foundations and charitable trusts filing a Form 990-PF. The most recent data are for Reporting Year 2003 returns filed in Calendar Years 2004-2005.  |
| <b>Exempt Organizations Unrelated Business Income:</b><br>2003 Program<br>2004 Program<br>2005 Program                          | Peggy Riley             | This annual study includes tabulations of "unrelated business" income and deductions for organizations classified as tax-exempt under the Internal Revenue Code. The most recent data are for Reporting Year 2003 returns filed in Calendar Years 2004-2005.   |
| <b>Foreign-Controlled Domestic Corporations:</b><br>2002 Program  | James Hobbs             | This annual study covers domestic corporations with 50-percent-or-more stock ownership by a single foreign "person." It covers balance sheet, income statement, and tax-related data, which are classified by industry group, country, and size and age of the corporations. Data are compared to those for other domestic corporations. |
| <b>Foreign Recipients of U.S. Income:</b><br>2003 Program   | Scott Luttrell          | This annual study provides data by country on income paid to nonresident aliens and the amount of tax withheld for the U.S. Government.  |
| <b>Foreign Trusts:</b><br>2002 Program  | Dan Holik               | This periodic study, conducted every 4 years, provides data on foreign trusts that have U.S. "persons" as grantors, transferors, or beneficiaries. Data include country where the trust was created, value of transfer to the trust, and year the trust was created. The most recent study is for Tax Year 1998.                         |
| <b>Gift Tax:</b><br>2005 Program<br>2006 Program<br>2007 Program  | Darien Jacobson         | This annual study provides data for type and amount of gift; information on donee; and tax computation items. Information about the donor and gift splitting are also available. Most recent data are for Gift Year 2005.  |

## SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: sis@irs.gov**

| <b>Planned Projects, Year*</b>   | <b>Primary Analysts</b>                  | <b>Frequency and Program Content</b>  |
|--|--|---|
| <b>Individual Income Tax Return Public-Use File:</b>   | Mario Fernandez<br>Mike Weber            | Microdata on CD-ROM's are produced annually and contain detailed information obtained from the individual income tax return statistics program, with identifiable taxpayer information omitted to make the file available for public dissemination on a reimbursable basis. |
| <b>Individual Income Tax Returns:</b><br>2004 Program<br>2005 Program<br>2006 Program            | Maureen Keenan Kahr<br><br>Mike Strudler | Basic data are produced annually and cover income, deductions, tax, and credits reported on individual income tax returns and associated schedules. Data are classified by size of adjusted gross income, marital status, or type of tax computation.                       |
| <b>Individual Income Tax Returns Special Tabulations:</b><br>Individuals<br>Sole Proprietorships | Mike Parisi<br>Mario Fernandez           | Special tabulations of selected individual income, deduction, and tax data are produced on a reimbursable basis.  |
| <b>Interest-Charge Domestic International Sales Corporations (IC-DISC's):</b><br>2004 Program    | Dan Holik                                | These corporations replaced the Domestic International Sales Corporations, or DISC's, as of 1985. Balance sheet, income statement, and export-related data are tabulated every 4 years. The most recent study is for Tax Year 2000.   |
| <b>International Boycott Reports:</b><br>2004 Program  | Lissa Redmiles                           | This study provides data on business operations of U.S. "persons" in boycotting countries, as well as the requests and agreements to participate in, or cooperate with, international boycotts not sanctioned by the U.S. Government.                                       |
| <b>Migration Flow and County Income Data:</b>  | Emily Gross                              | Migration flow data (based on year-to-year changes in individual income tax return addresses) and county or State income data are available annually on a reimbursable basis. The most recent data are for 2004-2005.   |
| <b>Noncash Charitable Contributions:</b><br>2003 Program   | Janette Wilson                           | This study of Individual income tax returns provides detailed asset donations, descriptions of the donees, donor cost, fair market value and deduction claimed on Form 8283, <i>Noncash Charitable Contributions</i> .  |
| <b>Occupation Studies:</b>   | Terry Nuriddin                           | This periodic study classifies individual income tax returns by occupation and contains a dictionary of occupational titles that can be used to enhance the economic data of other individual income tax return studies.  |
| <b>Partnership Returns of Income:</b>  | Tim Wheeler<br>Nina Shumofsky            | Basic data, produced annually, cover income statement, balance sheet, and details from supporting schedules. Data are classified chiefly by industry group.   |

## SOI Projects and Contacts

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| <b>Planned Projects, Year*</b>  | <b>Primary Analysts</b>        | <b>Frequency and Program Content</b>  |
|---|--------------------------------|---|
| <b>Partnership Withholding Study:</b><br>2004 Program   | Scott Luttrell                 | This annual study includes data on U.S. partnership payments to foreign partners. Data are classified by country and recipient type.  |
| <b>Personal Wealth Study:</b><br>2001 Program   | Brian Raub<br>Barry Johnson    | This periodic study provides estimates of personal wealth of top wealth holders that are generated from estate tax return data using the "estate multiplier" technique, in conjunction with both filing-year and year-of-death estate data bases. The most recent data, 2001, are based on returns filed from 2001 to 2003. |
| <b>S Corporations:</b>  | Kelly Luttrell<br>Matt Scoffic | Annual study data are collected for the income statement and balance sheet, and from supporting schedules. Data are classified by industry group or asset size.   |
| <b>Sales of Capital Assets:</b><br>2004 Program<br>2005 Program<br>2006 Program                 | Janette Wilson                 | This periodic study provides detailed data on the sales of capital assets reported in the capital gains schedule of the individual income tax return, and on sales of residences and personal or depreciable business property.   |
| <b>Sales of U.S. Real Property Interest by Foreign Persons:</b><br>2002 Program                 | Chris Carson                   | This annual study provides data on transfers of U.S. real property interests acquired from foreign "persons." Data include the amount realized on transfers, U.S. tax withheld, and countries of foreign persons.   |
| <b>Sole Proprietorships:</b><br>2004 Program<br>2005 Program<br>2006 Program                    | Mike Parisi<br>Mike Strudler   | Basic data, produced annually, cover business receipts, deductions, and net income reported on Schedule C (for nonfarm proprietors), classified by industry group.  |
| <b>Split-Interest Trust Information Return:</b><br>2005 Program<br>2006 Program<br>2007 Program | Lisa Schreiber                 | This annual study provides information on charitable remainder trusts, charitable lead trusts and pooled income funds. Data include balance sheet, income, deductions, and detail from accumulation and distribution schedules. The most recent data are for Filing Year 2005.  |
| <b>Tax-Exempt Bond Issues:</b><br>2004 Program<br>2005 Program<br>2006 Program                  | Cynthia Belmonte               | This annual study provides information on private activity and Governmental bond issues by type of property financed, size of face amount, and State. The most recent data are for Tax Year 2004 public purpose bonds and private activity bonds.   |
| <b>Taxpayer Usage Study:</b>  | Mike Weber<br>Peter Sailer     | Produced annually, this program provides weekly frequencies of specific line entries made by taxpayers, the use of various return schedules and associated forms, and general characteristics of the individual taxpayer population, for returns received during the primary filing season (January through April).         |

## SOI Projects and Contacts

**General Statistical Information: (202) 874-0410 Fax: (202) 874-0964 e-mail: [sis@irs.gov](mailto:sis@irs.gov)**

| <b>Planned Projects, Year*</b>  | <b>Primary Analysts</b> | <b>Frequency and Program Content</b>  |
|---|-------------------------|---|
| <b>Transactions of Foreign-Controlled Corporations:</b><br>2004 Program | Mark Lowe               | This biennial study includes data on transactions between U.S. corporations and their foreign owners. Data are classified by country and industry group.  |
| <b>U.S. Possessions Corporations:</b><br>2003 Program<br>2005 Program   | Dan Holik               | This periodic study, planned for every 2 years, provides data on income statements, balance sheets, tax, and "possessions tax credit" for qualifying U. S. possessions corporations. (Most of these corporations are located in Puerto Rico.)   |
| <b>ZIP Code Area Data:</b>  | Mike Weber              | Statistics on CD-ROM show number of individual income tax returns, exemptions, and several income items by State and 5-digit ZIP code. Data are available for 2002 and 2004 on a reimbursable basis. (Data for Tax Years 1991, 1998, and 2001 are also available, free of charge, on the IRS Web site: <a href="http://www.irs.gov/taxstats/article/0,,id=96947,00.html">http://www.irs.gov/taxstats/article/0,,id=96947,00.html</a> .) |

\*Most projects shown are currently in progress and, therefore, may not be completed. Many of the data release dates, i.e., the months in which the Statistics of Income Division expects to release data to users, ahead of publication, on request, are published annually in the Fall issue of the *SOI Bulletin*. For more information about data availability for a particular project, call or fax the numbers shown at the top of the page.

# SOI Products & Services

**S**tatistics of Income (SOI) data are available in electronic formats and in printed publications. For further information on any of the following products and services, or for answers to questions on the availability of SOI data, other statistical services, or release dates for data, contact SOI's **Statistical Information Services (SIS) Office**:

**Statistical Information Services** (sis@irs.gov)  
Statistics of Income Division  
Internal Revenue Service  
P.O. Box 2608 • Washington, DC 20013-2608  
(202) 874-0410 • **Fax:** (202) 874-0964

As its name implies, SIS is best able to answer questions about data. It does not supply tax forms or information about the status of an individual's tax refund or audit examination. Media requests should be directed to the IRS Media Relations Branch, Communications Division, on (202) 622-4000.

## Electronic Products and Services

### Products Available Free on the Internet

SOI's Internet site offers a combination of files presenting SOI tables, articles about SOI data, and information about SOI products and services, as well as non-SOI products, including annual *IRS Data Book* tables, Compliance Research projections, and nonprofit Master File microdata records. At present, over 6,181 files reside there.

**Web site:** [www.irs.gov/taxstats](http://www.irs.gov/taxstats)

There is also a direct link to our Web site from FedStats, the gateway to official statistics from the Federal Government: [www.fedstats.gov](http://www.fedstats.gov).

### Tax Stats

On the Tax Stats Home Page you will find the following list of topics that will lead you to a wide range of tables, articles, and data that describe and measure elements of the U.S. tax system. There is also a link to check out What's New.

### Business Tax Statistics

Corporations • International • Partnerships  
Nonfarm Sole Proprietorships  
S Corporations • All Topics

### Charitable and Exempt Organization Statistics

Charities • Exempt Organization Master File  
Private Foundations • Trusts  
Tax-Exempt Bonds • All Topics

### Individual Tax Statistics

Filing Season Statistics • Estate and Gift Tax  
Individual Income Tax • International  
Personal Wealth • All Topics

### Products, Publications, and Papers

SOI Bulletins • IRS Data Books  
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All Topics

### IRS Operations, Budget, and Compliance

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706 • 709 • 990 • 990-PF • 990-T  
1040 • 1041 • 1065 • 1118 • 1120  
5471 • 5472 • 8038 • All Forms

### Statistics of Income (SOI)

About SOI • Careers With SOI  
SOI Services • SOI Studies  
All Topics

### Additional Information

Tax Statistics at a Glance  
Join SOI Tax Stats E-Mail List  
Questions On Tax Statistics?

### Products Available From SOI

Many of SOI's data files are available for sale on CD-ROM, diskette, tape, or via e-mail through the Statistical Information Services Office. **Prepayment is required for orders of \$100 or more**, with checks made payable to the **IRS Accounting Section**. Contact SIS for information on specific products, prices, sources, media, and ordering instructions.

The following files are currently available on a reimbursable basis and include data from returns covering corporations, individuals, exempt organizations, and private foundations and charitable trusts. Most of these files are tabulations of aggregated data, but some are files of microdata records.

## SOI Products & Services

### Corporation Income Tax Returns

#### Corporation Source Book

A magnetic tape, PC-diskettes, or CD-ROM containing the tabular statistics from the *Corporation Source Book*, for years 1996-2003. Price is \$1,500 per year for 2002 and 2003; earlier years are \$250 per year. Tables from the 2000 and 2003 *Source Books* are also available for free from the Tax Stats Web site at: [www.irs.gov/taxstats/bustaxstats/article/0,,id=150481,00.html](http://www.irs.gov/taxstats/bustaxstats/article/0,,id=150481,00.html). See also *Printed Publications* section below.

### Individual Income Tax Returns

#### Individual Public-Use Microdata Files

These files include individual income tax returns for 1960, 1962, 1964, and 1966-2001. All of the files have been edited to protect the confidentiality of individual taxpayers. Public-use files of individual income tax returns for 1960, 1962, 1964, and 1966-1991 are available for sale by writing to the Center for Electronic Records at the National Archives and Records Administration, 8601 Adelphi Road, College Park, MD 20740-6001, or by calling toll-free (866) 272-6272. Files for 1992 through 2002 are available on CD-ROM from the SOI Division. Price for the SOI microdata files is \$4,000 per year.

#### County-to-County Migration Data

One table, based on the year-to-year changes in the addresses shown on the population of returns from the IRS Individual Master File system. This table presents data on migration patterns by county for the entire United States, including inflows and outflows. The data include the number of returns (which approximates the number of households); the number of personal exemptions (which approximates the population); total "adjusted gross income" and "median adjusted gross income" (starting with Filing Year 1996); total money income and median total money income (for Filing Years 1993 through 1996). Available for Filing Years 1984-2005. Price is \$200 per year for the entire United States or \$10 per State per year. (All years for the entire United States are also available for \$500.)

#### State-to-State Migration Data

One table, based on the year-to-year changes in the addresses shown on the population of returns from the IRS Individual Master File system. This table presents data on migration patterns by State for the entire United States, including inflows and outflows. The data include the number of returns (which approximates the number of households); the number of personal exemptions (which ap-

proximates the population); total "adjusted gross income" and "median adjusted gross income" (starting with Filing Year 1996); total money income and median total money income (for Filing Years 1993 through 1996). Available for Filing Years 1989-2005. Price is \$50 per year for the entire United States or \$10 per State per year.

#### County Income Data

One table, based on the population of returns from the IRS Individual Master File system. This table presents data for adjusted gross income (total and for selected sources), number of returns (which approximates the number of households), and number of personal exemptions (which approximates the population). The data are presented by county (including State totals) and are available for Tax Years 1989-2004 for the entire United States. Price is \$50 per year for the entire United States or \$10 per State per year.

#### ZIP Code Area Data

Statistics are available for Tax Years 2002 and 2004 on CD-ROM showing the number of individual income tax returns; the total number of exemptions and number of dependent exemptions (which approximates population); adjusted gross income; salaries and wages; taxable interest; total tax; contributions; number of returns with Schedules C and F; and number of returns with Schedule A, by State and 5-digit ZIP code. In addition to these items, data for Tax Year 2004 also show the amount of taxable dividends; net capital gain/loss; IRA payment adjustment; self-employed pension adjustment; taxes paid deduction; alternative minimum tax; income tax before credits; earned income credit; and number of returns prepared by paid preparers. Price is \$500 for the entire United States; \$25 for a single State. (Data for Tax Years 1991, 1998, and 2001 are available free on SOI's Internet site.) Go to [www.irs.gov](http://www.irs.gov), select the **Tax Stats** option; Individual Tax Statistics; Individual Income Tax; Zip Code Data (SOI) under Data by Geographic Areas.

### Tax-Exempt Organizations

#### Compendium of Studies of Tax-Exempt Organizations, 1989-1998

This is a compilation of articles on SOI studies of charitable and other nonprofit organizations described in Internal Revenue Code sections 501(c)(3)-(c)(9), private foundations, charitable remainder trusts, and nonprofit organizations' unrelated business income. All of these articles were published previously in various issues of the *Statistics of Income Bulletin*. In addition, the *Compendium* includes

## SOI Products & Services

papers on statistical sampling of tax-exempt organization returns, and other topics relating to tax-exempt organizations and philanthropy that were authored by IRS staff and others who use SOI study data for research. Available at no charge on CD-ROM.

### **Microdata Records for Tax Year 2003**

Microdata records of all Forms 990 and 990-EZ sampled for the annual SOI study of tax-exempt organizations. The samples include 14,415 Internal Revenue Code section 501(c)(3) organizations and 6,494 section 501(c)(4)-(9) organizations. All returns for organizations with assets of \$50,000,000 or more are included in the sample. Microdata records contain information on balance sheets and income statements, as well as weights (to estimate the population), for each organization. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html), or may be purchased on CD-ROM for \$20.

### **Microdata Records for Tax Years 1992-2002**

Microdata records of all Forms 990 and 990-EZ sampled for the annual SOI study of tax-exempt organizations. Micro-data records contain information on balance sheets and income statements, as well as weights (to estimate the population), for each organization. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=97176,00.html), or may be purchased on CD-ROM for \$20.

### **Private Foundations (and Charitable Trusts)**

#### **Microdata Records for Tax Year 2003**

Microdata records of all Forms 990-PF sampled for the annual SOI study covering private foundations and Internal Revenue Code section 4947 (a)(1) charitable trusts. The file contains both operating and nonoperating foundations and trusts. The sample includes 10,337 returns. (All returns filed by foundations with assets of \$10 million or more, as well as, the population of returns filed by nonexempt charitable trusts, are included in the sample.) Microdata records contain information on revenue, expenses, assets, and distributions, as well as weights, for each foundation or trust. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html), or may be purchased for \$20.

#### **Microdata Records for Tax Years 1992-2002**

Microdata records of all Forms 990-PF sampled for the annual SOI study covering private foundations and Inter-

nal Revenue Code section 4947 (a)(1) charitable trusts. Microdata records contain information on revenue, expenses, assets, and distributions, as well as weights, for each foundation or trust. Available for download from SOI's Tax Stats Web site at [www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html](http://www.irs.gov/taxstats/charitablestats/article/0,,id=96996,00.html), or may be purchased for \$20.

## Printed Publications

### **Publications Available for Sale From GPO**

Recent SOI publications are available from the Superintendent of Documents, U.S. Government Printing Office, Washington, DC, **by calling (202) 512-1800, or faxing (202) 512-2250.** (Credit cards are accepted.) Publications may also be obtained by using the order form at the end of this *Bulletin* or write to:

#### **Superintendent of Documents**

P.O. Box 371954  
Pittsburgh, PA 15250-7954

If you determine from the Government Printing Office that any of the next four items is out of print, telephone the **Statistical Information Services Office on (202) 874-0410** for assistance.

#### **IRS Data Book 2005**

*Annually, Publication 55B, Stock No. 048-004-02489-6  
Price \$9.50*

This volume pertains to Fiscal Year 2005-October 1, 2004, through September 30, 2005. The report provides data on collecting the revenue, enforcing the law, assisting the tax-payer, and managing the system, as well as lists and a chart about the structure and administration of the IRS itself.

#### **Statistics of Income (SOI) Bulletin**

*Quarterly, Publication 1136, Stock No. 7048-005-00087-1  
Subscription price: \$53; Single copy price: \$39*

This series provides the earliest published financial statistics from individual and corporation income tax returns. The *Bulletin* also includes annual data on nonfarm sole proprietorships and partnerships, as well as periodic or special studies of particular interest to tax analysts, administrators, and economists. Historical tables include data

## SOI Products & Services

from SOI, as well as tax collections and refunds by type of tax.

### **Statistics of Income--2003, Corporation Income Tax Returns**

*Publication 16, Stock No. 048-004-02491-8*  
Price \$45

This report presents more comprehensive data on corporation income tax returns with accounting periods that ended July 2003 through June 2004 than those published earlier in the *SOI Bulletin*.

Presents information on:

- receipts
- deductions
- net income
- taxable income
- income tax
- tax credits
- assets
- liabilities

Classifies data by:

- industry
- accounting period
- size of total assets
- size of business receipts
- size of income tax after credits

### **Statistics of Income--2004, Individual Income Tax Returns**

*Publication 1304, Stock No. 048-004-02492-6*  
Price: \$36 Foreign \$50.40

This report presents more comprehensive and complete data on individual income tax returns for Tax Year 2004 than those published earlier in the *SOI Bulletin*.

Presents information on:

- sources of income
- exemptions
- itemized deductions
- tax computations

Classifies data by:

- size of adjusted gross income
- marital status
- type of tax computation

### **Publications Available From SOI**

Other SOI periodicals and one-time reports are available for sale from the Statistical Information Services Office. These reports include data from returns covering corporations, exempt organizations, international income and taxes, and estate taxes. The report from the IRS methodology reports series is available free while supplies last.

### **Corporation Source Book, 2003**

*Publication 1053--Price: \$175, plus \$10 for shipping and handling*

This 612-page document presents detailed income statement, balance sheet, tax, and selected items, by sector, major and minor industrial groups, and size of total assets for all returns and separately for returns with net income. Separate statistics on S corporations are included by sector. Industry detail is based on the North American Industry Classification System (NAICS). The report, which underlies the *Statistics of Income--Corporation Income Tax Returns* publication, is part of an annual series and can be purchased in its entirety or by page. *Corporation Source Book* industry pages and notes for 1963 through present are available at a cost of \$30, plus \$1 per page copying charge (free for orders under 5 pages). The complete, printed version of the *Source Book* for selected prior years, 1984-2002, is also for sale at \$175 per year, plus \$10 for shipping and handling. See also *Electronic Products and Services* section.

### **Compendium of Federal Estate Tax and Personal Wealth Studies**

*Publication 1773--Price: \$26, plus \$10 for shipping and handling*

Part I of this report focuses on data from estate tax returns, describing decedents, their beneficiaries, and the composition of their estates. It contains a methodological discussion of the strategy used in weighting sample data for the estate studies and presents statistics on selected components of decedents' estates, 1916-1990. Information on charitable giving is also included.

Part II presents a series of articles describing the estate-multiplier technique and its applications for personal wealth estimates, estimates of personal wealth for selected years 1962-1989, and a discussion of the relationship among realized income, wealth, and well-being.

### **Special Studies in Federal Tax Statistics--2005**

*Publication 1299--No charge*

This is the fifth edition of a new set in the IRS Methodology Report series, now entitled *Special Studies in Federal Tax Statistics* (previous volumes in the series were called

## SOI Products & Services

*Turning Administrative Systems Into Information Systems and Statistics of Income and Related Administrative Record Research*). The title was changed to more clearly reflect the nature of the papers prepared by SOI as it adapts to better meet the data and information needs of its wide-ranging customers.

This year's compilation has been divided into seven major sections, each focusing on a somewhat different area of research:

- new research from the IRS;
- corporate tax issues: book-tax differences and measuring tax avoidance;
- behavioral responses to corporate taxation;
- issues in quantifying measurement error;
- interesting methodological topics related to Internal Revenue Service tax statistics;
- estate and personal wealth sample design;
- IRS area-to-area migration data.

# IRS METHODOLOGY REPORT

## *Special Studies in Federal Tax Statistics: 2005*

**Includes papers presented at:**

The Annual  
Meeting of the American  
Statistical Association  
(ASA)

August 7-11, 2005  
Minneapolis, Minnesota  
&

National Tax Association  
(NTA) Conference

November 17-19, 2005  
Miami, Florida

STATISTICS OF INCOME

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### Special Studies in Federal Tax Statistics: 2005

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- ▲ New Research from the IRS
- ▲ Corporate Tax Issues: Book-Tax Differences and Measuring Tax Avoidance
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- ▲ Issues in Quantifying Measurement
- ▲ Interesting Methodological Topics Related to Internal Revenue Service Tax Statistics
- ▲ Estate and Personal Wealth Sample
- ▲ IRS Area-to-Area Migration Data

*To obtain copies free of charge, contact:*

Statistical Information Services (SIS)  
Statistics of Income Division

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*Phone:* 202-874-0410

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