

Corporation Income Tax Returns, 1998

by Patrice Treubert and William P. Jauquet

Despite the continued growth in the U.S. economy in 1998, corporate pre-tax profits reported on income tax returns for 1998 declined from 1997 levels, ending 6 years of growth. The growth rate in the gross domestic product, or GDP (determined by the U.S. Bureau of Economic Analysis) was 5.7 percent for 1998 (in constant dollars), but overall pre-tax profits (less losses) on corporate tax returns for Tax Year 1998 were down by 8.4 percent to \$838.2 billion. Although total receipts increased by \$0.7 trillion to \$17.3 trillion, total deductions, including cost of goods sold, increased by \$0.8 trillion to \$16.5 trillion. The number of corporations reporting pre-tax profits increased by 4.3 percent to 2.8 million; their pre-tax profits, however, dropped by \$0.03 trillion to \$1.09 trillion. In contrast, the number of corporations reporting net losses increased only 1.2 percent even though their net losses increased by \$0.05 trillion to \$0.25 trillion.

The overall decline in pre-tax profits was reflected in the amount reported as “income subject to tax” (the tax base for income purposes), which dropped to \$663.4 billion, a decline of \$20.4 billion from 1997 levels. Paralleling the decline in income subject to tax, “total income tax before credits” declined 3.3 percent to \$231.4 billion. “Total income tax after credits” (the amount payable to the U.S. Government) decreased as well, but only by 1.4 percent to \$181.5 billion. Income tax after credits did not decrease as much as income tax before credits because tax credits also decreased significantly. Most of the decrease in tax credits was from the foreign tax credit, which dropped 11.4 percent to \$37.4 billion.

Tax Year 1998 was the first year corporate filers reported their primary business activities using the North American Industry Classification System (NAICS). NAICS, which was developed as a result of the North American Free Trade Agreement (NAFTA), was designed to more accurately describe

current business activities and to standardize business categories for operations in the United States, Mexico, and Canada. Tax Year 1997 was the last year that Standard Industrial Classification (SIC) codes were used on corporate tax returns to classify corporations, causing a break in the year-to-year comparability of SOI data. In order to make comparisons for the purposes of this article, Tax Year 1998 data under NAICS were reclassified to their SIC equivalents as far as possible. The year-to-year industrial comparisons which follow employ the reclassified data by SIC and corresponding SIC terminology. Unless otherwise stated, comparisons are made to Tax Year 1997 statistics. The tabulations and figures in this article contain industry details that are based, as labeled, on either the NAICS or the SIC system.

Corporation Returns Overview

Corporate tax returns are divided among the eight principal form types (Figure A). The different form types represent different taxable entities, (except for Form 1120-A, a short form of the regular Form 1120) with varying characteristics and relative importance. Form 1120S filers are by far the most numerous, while regular Form 1120 filers are responsible for the majority of assets, total receipts, and “net income (less deficit).” The remaining forms (Forms 1120-RIC, -REIT, -F, -L, and -PC) concern more specifically defined legal entities. The estimated number of all active corporation income tax returns filed for Tax Year 1998 increased 2.9 percent to 4,848,888 from 1997[1].

The largest corporations tend to be Form 1120 filers, and, thus, Form 1120 filers were responsible for 66.9 percent of total corporate assets for 1998. Form 1120 filers can be consolidated (having a parent company and at least one subsidiary) or non-consolidated, whereas Form 1120-A filers must be non-consolidated. Corporations under certain thresholds for income and assets are allowed to file Form 1120-A, a short form on which certain tax credits may not be claimed.

Some corporations pass through reported income and deductions to their shareholders and, in general, pay no Federal income taxes directly. These corporations, called pass-through entities, file Forms 1120S (the subchapter S tax return), 1120-RIC (the tax return for regulated investment companies), or 1120-

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Figure A

Number of Returns, Total Assets, Total Receipts, and Net Income (Less Deficit), by Return Type, Tax Year 1998

[Money amounts are in thousands of dollars]

| Return type | Number of returns | Total assets | Total receipts ¹ | Net income (less deficit) ¹ |
|--------------------------------|-------------------|-----------------------|-----------------------------|--|
| | (1) | (2) | (3) | (4) |
| All return types..... | 4,848,888 | 37,347,352,986 | 17,323,955,004 | 838,223,591 |
| Regular Form 1120 filers..... | 2,233,729 | 24,969,419,440 | 12,611,690,795 | 476,520,736 |
| Form 1120..... | 2,021,928 | 24,957,875,065 | 12,588,599,956 | 476,233,105 |
| Form 1120-A..... | 211,801 | 11,544,375 | 23,090,839 | 287,631 |
| Form 1120S..... | 2,588,088 | 1,455,483,439 | 3,061,133,169 | 124,859,425 |
| Form 1120-RIC..... | 9,897 | 5,872,146,635 | 224,686,615 | 157,834,251 |
| Form 1120-REIT..... | 932 | 480,022,293 | 41,635,675 | 23,283,687 |
| Form 1120-F ² | 10,996 | -- | 87,754,676 | -1,759,178 |
| Form 1120-L..... | 1,621 | 3,172,259,821 | 748,937,752 | 31,948,169 |
| Form 1120-PC..... | 3,624 | 1,398,021,357 | 548,116,322 | 25,536,499 |

¹ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies (Form 1120-RIC) and investment income, including capital gains, of S corporations (Form 1120S, qualifying corporations electing to be taxed through their shareholders).

² Income from foreign corporations (Form 1120-F) which are effectively connected with the conduct of a trade or business in the U.S. is included in the statistics, while assets reported on 1120-F returns are not included in the statistics on the assumption that they may include large amounts of assets held abroad that have little to do with U.S. operations.

REIT (the tax return for real estate investment trusts). S and REIT corporations must meet specific ownership requirements in order to file their respective forms, while RIC and REIT corporations must also meet certain requirements in terms of purpose (restricting the business activity of these corporations to types of investing), income (regulating their sources of income), and assets (regulating the type of assets held).

As their name implies, Regulated Investment Companies (RIC's) and Real Estate Investment Trusts (REIT's) make investment decisions for their owners. REIT's make up a small portion of the total number of returns, only 932 returns for 1998. RIC's are mutual funds and must file a separate return for each type of fund. Since RIC's are more popular, have wider investment options, and also have the requirement not to consolidate, their numbers and assets are more than 10 times that of REIT's. For the purpose of these statistics, net long-term capital gain (reduced by net short-term capital loss) for RIC's was excluded from income and pre-tax profits, or "net income (less deficit)" in the statistics. These gains are not included in ordinary income, and, therefore, no deductions may be taken against them. In addition, RIC net long-term capital gains were not included in the statistics because they are taxed at a rate different from ordinary income.

Despite predictions that S filings would drop when the Revenue Reconciliation Act of 1993 in-

creased the personal income tax rates (making corporation tax rates more attractive and assuming S filers would switch to filing Forms 1120), the number of 1120S returns continued to increase and finally surpassed the number of all other corporate return types starting with Tax Year 1997 (Figure B). The number of 1120S returns accounted for 53.4 percent of all corporate returns filed. For purposes of these statistics, investment income (including capital gains) of S corporations was excluded from income, deductions, and pre-tax profits because these amounts were not derived from an S corporation's trade or business [2].

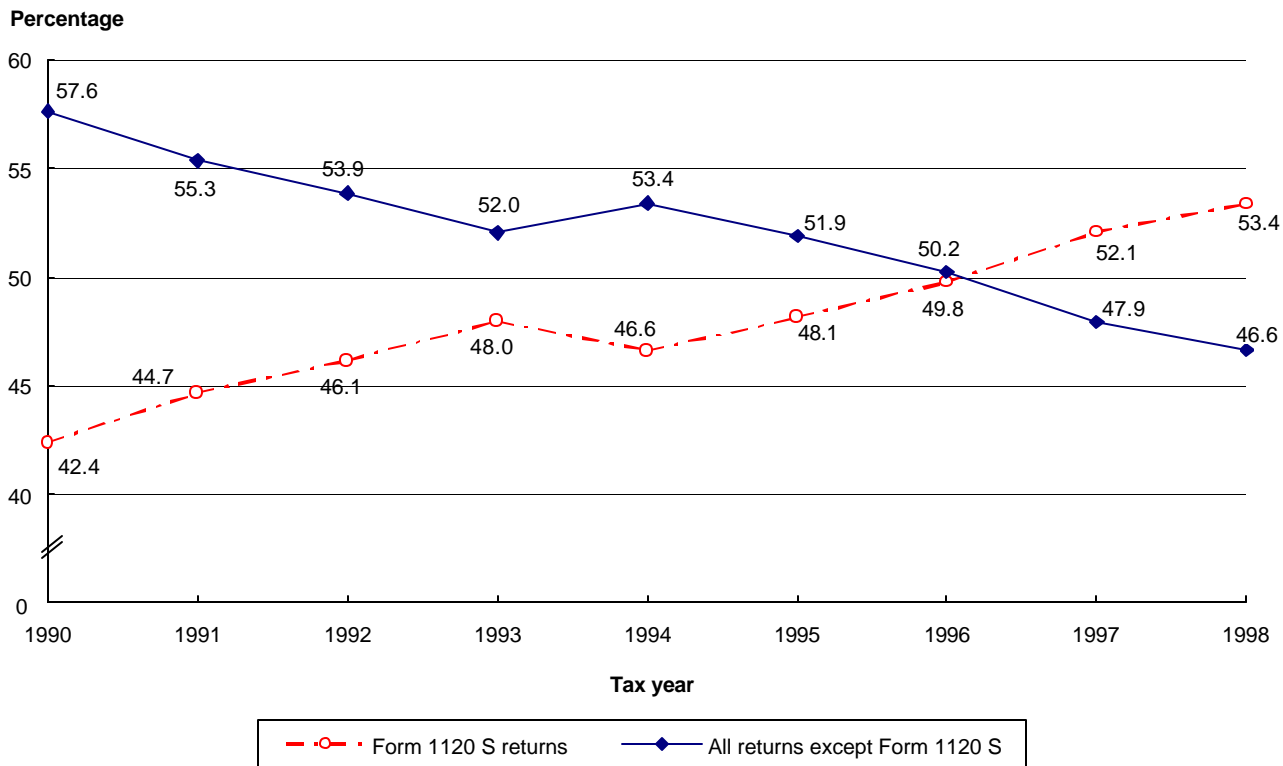
Form 1120-F filers are generally corporations incorporated abroad but owning U.S. operations. Income from foreign corporations (that file Form 1120-F) effectively connected with the conduct of a trade or business in the U.S. was included in the statistics. Balance sheet data were not included in the statistics on the assumption that they may include large amounts of assets and liabilities held abroad that have little to do with U.S. operations. There were 10,996 Forms 1120-F filed for 1998 with a total of \$87.8 billion in total receipts.

Insurance companies file Forms 1120-PC (the property and casualty insurance tax return) and 1120-L (the life insurance tax return). Life insurance companies generally issue life insurance and annuity contracts, either separately or combined with health and accident insurance. To file an 1120-L, a firm

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Figure B

Percentage of Returns by Type, Tax Years 1990-1998



must also satisfy a specific test concerning the amount of assets held in reserve to cover payments pursuant to these contracts. 1120-PC filers are generally insurance companies other than those that meet the requirements for filing the 1120-L. The statistics for Forms 1120-L and PC do not include insurance companies that filed as an affiliate of a non life-insurance company, where the non-life businesses reported the most total receipts in the consolidation. The number of insurance returns, excluding these affiliates, makes up about 0.1 percent of the total filings and about 12 percent of the total assets.

As shown in Figure C, the number of returns increased in seven out of the eight industrial divisions. For the first time since 1994, the finance, insurance, and real estate division, led by security and commodity brokers and services, surpassed the services division as the division with the largest increase in the number of returns. While the finance, insurance, and real estate division gained 27,317 returns to 771,862, the transportation and public utilities division reported

the next largest gain, increasing 21,444 to 230,856. The services division's increase dropped to third largest (by 19,902 to 1,612,756) due to decreases in business services and amusement and recreation services. Returns in these two classifications decreased in total by 47,637 to 521,041. However, personal services offset a large portion of the loss by increasing 37,016 to 132,823.

Net Income and Income Statement

Pre-tax corporate profits for Tax Year 1998 decreased for the first time since 1991 (Figure D). Pre-tax profits, or "net income (less deficit)" in the statistics, decreased from \$915.4 billion for 1997 to \$838.2 billion for 1998, an 8.4-percent decline (Figure C). Net income (less deficit) does not include either long-term capital gains reported by regulated investment companies or investment and portfolio income, including capital gains, for S corporations [3].

Pre-tax profits excluding that of pass-through entities (or filers of Forms 1120-RIC, 1120-REIT and

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Figure C

Number of Returns and Net Income (Less Deficit), by Standard Industrial Classification (SIC) Division, Tax Years 1997-1998 ¹

[Money amounts are in thousands of dollars]

| Industrial division | Number of returns | | | | Net income (less deficit) ² | | | |
|--|-------------------|-------------------|-------------------------|-------------------------------|--|--------------------|-------------------------|-------------------------------|
| | 1997 | 1998 ¹ | Number change from 1997 | Percentage increase over 1997 | 1997 | 1998 ¹ | Amount change from 1997 | Percentage increase over 1997 |
| | | | | | Amount | Amount | | |
| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | |
| All industries ³ | 4,710,083 | 4,848,888 | 138,805 | 2.9 | 915,396,637 | 838,223,591 | -77,173,046 | -8.4 |
| Agriculture, forestry, and fishing..... | 163,114 | 172,223 | 9,109 | 5.6 | 2,673,835 | 1,532,363 | -1,141,472 | -42.7 |
| Mining..... | 32,996 | 31,467 | -1,529 | -4.6 | 9,728,562 | 1,091,102 | -8,637,460 | -88.8 |
| Construction..... | 487,783 | 503,139 | 15,356 | 3.1 | 20,522,439 | 26,764,834 | 6,242,395 | 30.4 |
| Manufacturing..... | 325,045 | 342,186 | 17,141 | 5.3 | 305,958,154 | 256,485,950 | -49,472,204 | -16.2 |
| Transportation and public utilities..... | 209,412 | 230,856 | 21,444 | 10.2 | 70,984,769 | 70,354,109 | -630,660 | -0.9 |
| Wholesale and retail trade..... | 1,149,132 | 1,167,529 | 18,397 | 1.6 | 81,584,637 | 93,335,921 | 11,751,284 | 14.4 |
| Finance, insurance, and real estate.... | 744,545 | 771,862 | 27,317 | 3.7 | 373,482,032 | 351,246,698 | -22,235,334 | -6.0 |
| Services..... | 1,592,854 | 1,612,756 | 19,902 | 1.2 | 50,470,448 | 37,736,926 | -12,733,522 | -25.2 |

¹ The 1998 data used in this figure have been reclassified to Standard Industrial Classification (SIC) industry codes in order to facilitate comparisons with 1997.

² Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment income, including capital gains, of S corporations (Form 1120S, qualifying corporations electing to be taxed through their shareholders).

³ Includes corporations not allocable by industrial division, not shown separately.

1120S) decreased by about the same amount as for corporations in general, down by \$75.3 billion. Pre-tax profits excluding that of pass-through entities were \$532.2 billion, compared to \$607.5 billion for 1997 (Figure D). Although the number of deficit returns (returns without net income) did not increase significantly, the net loss they reported was more than the decrease in pre-tax profits for returns with net income. Deficit filers reported \$50.5 billion more loss, from \$202.4 billion to \$252.9 billion for 1998. Total positive net income for returns that did report pre-tax profits decreased \$26.7 billion, from \$1,117.8 billion to \$1,091.2 billion. Classified by asset size (Table 3), 9,669 returns with total assets of \$250 million or more (0.2 percent of the total) contributed 78.7 percent of total pre-tax profits.

Based on business activity (determined by converting Tax Year 1998 NAICS codes to their SIC equivalents), manufacturers, as well as corporations classified in finance, insurance, and real estate, were primarily responsible for the decrease in pre-tax profits for 1998. Manufacturers, led by petroleum and coal product refiners and manufacturers of electrical and electronic equipment, showed the largest decreases in pre-tax profits. The pre-tax profits in the manufacturing division fell \$49.5 billion, declining from \$306.0 billion to \$256.5 billion (Table

1). Underlying this decrease, total receipts, defined as the sum of business receipts from sales and operations and investment income, was down 1.1 percent for manufacturing, from \$5.2 trillion to \$5.1 trillion.

Manufacturers of electrical and electronic equipment, probably affected by falling prices of computers and peripheral equipment, reported less than two-thirds the pre-tax profits reported for 1997, dropping from \$38.6 billion to \$13.6 billion [4]. Perhaps due in part to competitive pricing, total receipts also dropped for these manufacturers, from \$83.8 billion to \$505.8 billion.

Petroleum and coal products refiners, possibly affected by a significant decline in crude oil prices, reported a \$14.6-billion pre-tax profit decline, which fell 71.1 percent to \$20.5 billion for 1998 [5]. Their total receipts were significantly reduced from 1997 levels and were the net income components most responsible for the change. Total receipts fell by more than one-fourth, decreasing \$149.8 billion to \$433.8 billion, for 1998.

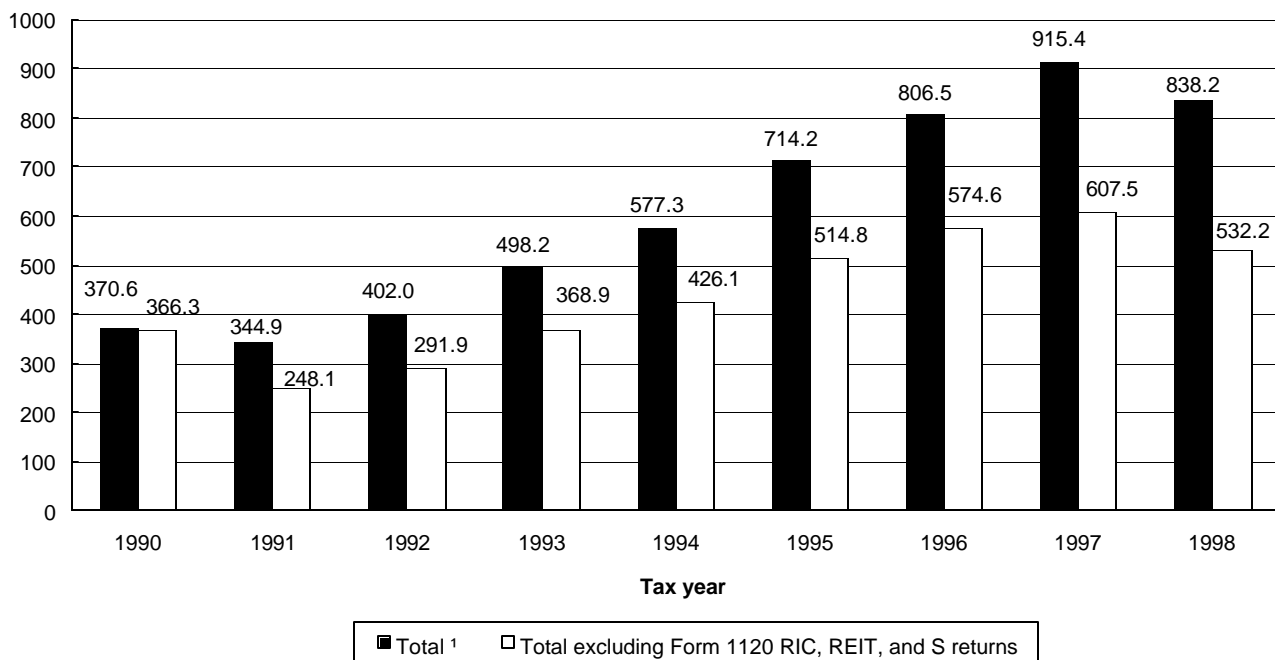
Corporations classified in finance, insurance, and real estate also showed substantial declines in pre-tax profits. For 1998, these corporations reported \$351.2 billion in pre-tax profits, a decline of \$22.2 billion from 1997 levels. Unlike manufacturing, the finance, insurance, and real estate division reported increased

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Figure D

Corporate Pre-Tax Profits, Tax Years 1990-1998

Billions of dollars



¹ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment income, including capital gains, of S corporations (qualifying corporations electing to be taxed through their shareholders).

NOTE: The term "pre-tax profits" is used interchangeably with "net income (less deficit)." Net income (less deficit) is used primarily in the figures and tables of this article

deductions that exceeded the reduction in total receipts. Total deductions increased by \$364.5 billion, from \$2,304.3 billion to \$2,668.9 billion, primarily due to increases reported by corporations classified in insurance and services involving securities and commodities industrial groups. Together, insurance corporations and security and commodity brokerages accounted for only 21.5 percent of finance, insurance, and real estate pre-tax profits but 57.5 percent of the total deductions. For security and commodity brokerages, total deductions increased by \$116.6 billion to \$302.1 billion, with the interest paid deduction component accounting for the largest increase, from \$43.2 billion to \$122.1 billion. Insurance corporations reported \$1.2 trillion in total deductions, an increase of just under \$0.2 trillion. Cost of goods sold, which is reported death benefits for insurance corporations, was primarily responsible for the increase in total deductions for insurance. Insurance death benefits increased by \$89.0 billion to \$680.9 billion.

Increases in total deductions for finance, insurance, and real estate did not always represent the main source of decreased pre-tax profits for the division. In fact, the major group that lost the most in pre-tax profits did so because of the decline in total receipts. Holding and other investment corporations, primarily regulated investment companies, accounted for more than three-fourths of the \$22.2 billion decline in pre-tax profits reported by finance, insurance, and real estate corporations. Their pre-tax profits fell from \$205.5 billion for 1997 to \$188.4 billion for 1998. Holding and other investment corporations' total receipts dropped from \$309.9 billion to \$290.7 billion, largely due to a decrease in net short-term capital gain (reduced by net long-term capital loss). This capital gain dropped from \$58.5 billion to \$26.7 billion. The regulated investment companies' net short-term capital gain was \$57.8 billion for 1997 and \$26.4 billion for 1998.

The banking industry also reported reduced pre-tax profits, which decreased by \$14.8 billion to \$50.8

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billion for 1998. However, this change was a result of the increase in total deductions exceeding the increase in total receipts. Total deductions increased by \$30.5 billion to \$563.5 billion for banks. Almost half of the increase in total deductions was from interest paid. Interest paid for banking increased by \$15.1 billion to \$277.6 billion.

Pre-tax profits continued to fall for communications industries, especially in telecommunications, decreasing by \$1.2 billion to \$21.2 billion.

Service corporations also reported a substantial drop in pre-tax profits for 1998. Pre-tax profits declined \$12.7 billion, from \$50.5 billion to \$37.7 billion. Most of the change was accounted for by business service corporations, which reported larger tax deductions possibly due to higher expenditures and a

tight labor market for 1998 [6]. Business service corporations accounted for over half the decrease of pre-tax profits for the services industrial division, reporting \$24.1 billion for 1997 and only \$12.6 billion for 1998. Increased salaries and wages (as reported on the tax return) and cost of goods sold were the underlying cause of decreased pre-tax profits for the group [7]. Between Tax Years 1997 and 1998, salaries and wages increased from \$119.5 billion to \$136.8 billion, and cost of goods sold rose from \$191.1 billion to \$207.7 billion for business services.

In contrast, pre-tax profits for the wholesale and retail trade combined continued their upward trend, increasing by \$11.8 billion, from \$81.6 billion to \$93.3 billion for 1998. The greatest gains were in retail trade, up by \$10.0 billion from \$45.7 billion to \$55.7 billion, as retailers profited from economic conditions that resulted in increased consumer spending for 1998 [8]. General merchandise retail stores accounted for the largest increases in pre-tax profits as their pre-tax profits increased from \$10.9 billion to \$14.4 billion for 1998. The total receipts for general merchandise retail stores increased from \$44.5 billion to \$439.1 billion. Nearly all types of retail businesses experienced gains in both pre-tax profits and total receipts.

Wholesale trade gains were not as impressive as retail trade growth. Pre-tax profits of wholesalers (distributors) were up by only \$1.9 billion from \$35.8 billion to \$37.7 billion, and their total receipts decreased by \$0.1 trillion, from \$2.2 trillion to \$2.1 trillion. The decrease in total receipts was concentrated in businesses distributing nondurable goods, especially wholesalers of petroleum and petroleum products, whose total receipts dropped by \$65.1 billion to \$128.1 billion. Therefore, the crude oil price decline that may have affected the pre-tax profits of petroleum and petroleum refiners may have also contributed to the decline in pre-tax profits for oil distributors as well [9].

Pre-tax profits for the transportation and public utilities were relatively flat, decreasing slightly from \$71.0 billion for 1997 to \$70.4 billion for 1998. Pre-tax profits continued to fall for the communications industries, especially in telecommunications, decreasing by \$1.2 billion to \$21.2 billion. The decreasing pre-tax profits for communications began for Tax Year 1995 and may be related, in part, to the Telecommunications Act of 1996, which increased competition and lowered prices for telecommunications service in the United States [10]. Communications corporations reporting net losses were primarily responsible for the decrease in their industry, as their losses increased by \$7.0 billion to a \$19.9-billion loss for 1998. Although corporations reporting net losses in the communications industry reported \$17.8 billion more in total receipts, a total of \$107.2 billion for 1998, the total deductions increase exceeded the total receipts change. Total deductions for communications corporations reporting net losses increased by \$24.8 billion to \$127.2 billion. Almost all of the components of total deductions increased for the corporations reporting net losses in the industry, especially miscellaneous deductions (up by \$7.8 billion to \$38.7 billion) and the interest paid deduction (up by \$5.6 billion to \$15.7 billion).

Income Tax and Credits

Income subject to tax (the base on which the regular corporation income tax is computed) declined to \$663.4 billion, a 3.0-percent drop from 1997. For most returns, income subject to tax equaled positive net income minus certain "statutory special deductions" [11]. The reduced income subject to tax

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resulted in a drop in the corporation income tax (before reduction by credits) to \$231.4 billion, a fall of 3.3 percent, or \$8.0 billion less than for 1997 [12]. This drop in corporation income tax followed 2 consecutive years of record highs for 1996 and 1997.

Total statutory special deductions decreased 7.9 percent to \$261.3 billion for 1998 (Figure E). Approximately 70 percent of this total and 76 percent of the current year's decrease were accounted for by holding and other investment companies. This major group includes regulated investment companies and real estate investment trusts, which are required to distribute most of their net incomes to shareholders for taxation and are allowed special deductions for dividends paid as a result.

One-fifth of total statutory special deductions was accounted for by the \$52.7-billion net operating loss deduction (NOLD), a decrease of 12.8 percent

from \$60.4 billion for 1997. The NOLD had been increasing prior to 1998 primarily because rising pre-tax profits had allowed many corporations with positive net income to deduct much of their accumulated NOL carryovers. In general, "net operating loss deductions" were the net deficits shown in the prior years' statistics (excluding those of S corporations whose deficits were allocated to their shareholders in the year they occurred), augmented by "unused" portions of the deductions for intercorporate dividends received and for dividends paid on certain preferred stock of public utilities. With a marginal increase in corporations reporting net losses and less positive net income for 1998, fewer companies were able to claim the deduction for 1998.

Manufacturers led the decrease in the NOLD, claiming \$15.6 billion of the deduction for 1998, which was \$2.9 billion less than for 1997. Within manufac-

Figure E

Statutory Special Deductions, Income Subject to Tax, Selected Tax, and Tax Credit Items, Tax Years 1997-1998

[Money amounts are in thousands of dollars]

| Item | 1997 | 1998 | Percentage increase |
|---|--------------------|--------------------|---------------------|
| | (1) | (2) | (3) |
| Statutory special deductions, total..... | 283,617,063 | 261,305,651 | -7.9 |
| Net operating loss deduction..... | 60,396,894 | 52,678,450 | -12.8 |
| Dividends received deduction..... | 23,043,548 | 23,951,279 | 3.9 |
| Public utility dividends paid deduction..... | 51,983 | 37,798 | -27.3 |
| Deduction for dividends paid by regulated investment companies and real estate investment trusts..... | 199,804,800 | 184,261,445 | -7.8 |
| Income subject to tax ¹..... | 683,792,847 | 663,385,528 | -3.0 |
| Total income tax before credits ^{2,3}..... | 239,394,206 | 231,399,671 | -3.3 |
| Income tax..... | 235,325,362 | 228,021,519 | -3.1 |
| Personal Holding Company tax..... | 13,641 | 12,937 | -5.2 |
| Recapture taxes ⁴ | 5,313 | 3,938 | -25.9 |
| Alternative minimum tax..... | 3,917,084 | 3,324,799 | -15.1 |
| Tax credits, total ⁵..... | 55,218,213 | 49,854,525 | -9.7 |
| Foreign tax credit..... | 42,199,558 | 37,396,469 | -11.4 |
| U.S. possessions tax credit..... | 2,722,179 | 2,393,331 | -12.1 |
| Nonconventional source fuel credit..... | 1,083,331 | 1,029,728 | -4.9 |
| General business credit..... | 5,086,368 | 5,601,399 | 10.1 |
| Prior-year minimum tax credit..... | 4,125,990 | 3,432,896 | -16.8 |
| Total income tax after credits..... | 184,175,992 | 181,545,146 | -1.4 |

¹ Net income of S corporations is distributed (with few exceptions) through their shareholders and is taxed as the shareholders' income. This income is not a part of the corporation's income subject to tax. Also excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies.

² Includes certain other taxes, not shown separately.

³ For purposes of the statistics, all of the taxes shown below (except the income tax), plus certain others not shown, are included in total income tax before and after credits.

By law, tax credits could offset only income tax.

⁴ The amount shown for "recapture taxes" includes recapture taxes of investment, low income housing, qualified electric vehicle, and Indian employment credits.

⁵ Includes certain other credits, not shown separately.

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

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turing, electrical and electronic equipment manufacturers claimed less than half the deduction they had claimed for 1997, down \$2.0 billion. Insurance companies and transportation companies were largely responsible for the rest of the decrease, declining \$2.4 billion, or 56.2 percent (to \$1.9 billion), and \$1.9 billion, or 40.4 percent (to \$2.8 billion), respectively.

For 1998, income tax before credits decreased by 3.3 percent to \$231.4 billion. The decrease was concentrated primarily in the manufacturing division, where income tax before credits dropped by \$13.1 billion to \$88.7 billion. Nearly half of the decline, \$6.5 billion, for the manufacturing division was accounted for by electrical and electronic equipment manufacturers, which had also been responsible for the largest increase for 1997. Income tax after credits, the amount payable to the U.S. Government, also declined, dropping 1.4 percent to \$181.5 billion.

Income tax liability was reduced by tax credits, with the principal credits being the foreign tax, U.S. possessions tax, nonconventional source fuel, general business, and prior-year minimum tax credits. By far, the largest tax credit for 1998 was still the foreign tax credit, which declined by 11.4 percent, from \$42.2 billion to \$37.4 billion. In the manufacturing division, the credit shrank by \$3.4 billion to \$26.9 billion, with petroleum refiners showing the largest decline, decreasing by 36.7 percent, or \$2.5 billion, to \$4.3 billion. Overall, manufacturers accounted for 72.1 percent of the foreign tax credit claimed.

The U.S. possessions tax credit decreased 12.1 percent, from \$2.7 billion to \$2.4 billion for 1998. No new companies were allowed to claim this credit for tax years beginning after December 1995, and special phaseout rules gradually reduced the amount that existing credit users could claim each year thereafter; the credit is to be completely eliminated after 2005. The possessions credit had dropped every year since 1993, with the exception of a slight increase for 1996 [13]. Historically, manufacturers have claimed the majority of this credit, principally pharmaceutical companies operating in Puerto Rico.

The general business credit was the only credit in Figure E to increase for 1998. It increased by \$0.5 billion to \$5.6 billion. Manufacturers claimed \$2.7 billion, about half of the total general business credit. Finance, insurance, and real estate corporations, however, accounted for most of the credit's growth, with a \$0.3-billion increase over 1997 to \$1.2 billion

for 1998. The general business credit included: the investment credit (i.e. the sum of the rehabilitation credit, the energy credit, and the reforestation credit); the work opportunity credit; the credit for alcohol used as a fuel; the credit for increasing research activities; the low-income housing credit; the enhanced oil recovery credit; the disabled access credit; the renewable electricity production credit; the Indian employment credit; the credit for Social Security and Medicare taxes paid on certain employee tips; the "orphan drug credit"; the credit for contributions to selected community development corporations; the welfare to work credit; and the Trans-Alaskan pipeline credit [14].

The Alternative Minimum Tax (AMT) was instituted in its present form by the Tax Reform Act of 1986, partly to address the perceived problem of high profit corporations that paid no tax. For 1997, corporations reported \$3.9 billion of AMT. For 1998, the number of corporations reporting the tax decreased 26.7 percent to 18,360 and reported \$3.3 billion of AMT, a decline of 15.1 percent. Part of the decline may be due to the repeal of the AMT for new corporations and small firms with gross receipts under a certain threshold, established by the Taxpayer Relief Act of 1997 for taxable years beginning after December 31, 1997 [15]. As with previous years, corporations without a current-year "alternative minimum tax" liability that reported AMT in prior years could generally elect to take a credit for the previously paid AMT against a portion of regular income tax liability. A corporation's potential credit was limited to the excess of its current-year regular income tax over its current-year "tentative" AMT. The number of corporations claiming the credit for prior-year AMT increased 5.1 percent to 17,019. Despite this increase in the number of companies claiming the credit, the amount claimed declined by \$0.7 billion to \$3.4 billion. Most of the decline took place in the manufacturing division, where a \$0.4-billion decrease occurred.

Assets

Tax Year 1998 saw a continuation of several major trends with respect to the composition of the assets of U.S. corporations. The total book value of assets reported on corporate tax returns increased from \$33.0 trillion for 1997 to \$37.3 trillion for 1998. This 13.1-percent increase (\$4.3 trillion) was the second

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largest percentage increase in recent years. All asset items grew for 1998, though to varying degrees (the largest percentage increase was for intangible assets, and the smallest percentage increase was for investments in U.S. Government obligations). The finance, insurance, and real estate division continued to dominate total corporate assets, accounting for 63.6 percent of the total and was primarily responsible for the large increases in "other investments" for 1998 and for all recent years [16].

For 1998, no industrial division showed a decrease in total assets, while some reported dramatic increases. By industrial division, the largest percentage increase in total assets was 19.3 percent for transportation and public utilities, an increase of \$428.2 billion to \$2.6 trillion, while the smallest percentage increase was 2.4 percent for wholesale trade, an increase of only \$22.2 billion to \$950.6 billion. The large increase in total assets for transportation and public utilities was primarily due to communications companies and, to a lesser extent, electric, gas, and sanitary service corporations. Finance, insurance, and real estate corporations accounted for \$23.8 trillion (63.6 percent) of total assets in 1998, continuing the trend of an increasing concentration of total corporate assets held by those companies. Not surprisingly, the largest dollar increase in assets for any division was the \$2.8-trillion increase, or 13.6 percent, for corporations classified in finance, insurance, and real estate.

The majority of the increase in total corporate assets came from a \$2.4-trillion increase in "other investments," which accounted for \$13.2 trillion of total corporate assets. "Other investments" generally include long-term, non-government securities, or securities that could not be categorized as short- or long-term. Some examples of "other investments" include stocks, bonds, and treasury stock reported as assets. The large increase in other investments was driven by a \$1.8-trillion increase for finance, insurance, and real estate corporations. Within the finance, insurance, and real estate division, three major groups showed particularly notable increases: holding and other investment companies (increasing by \$913.9 billion to \$5,041.4 billion); insurance (increasing by \$370.4 billion to \$2,691.0 billion); and security and commodity brokerages that virtually doubled their holdings of other investments (increasing by \$365.8 billion to \$800.4 billion). The strong increase in other

investments could presumably be attributable to rising stock prices during the year; the Dow Jones Industrial Average and the NASDAQ composite index both recovered from the effects of the Asian financial crisis to post gains of 16.1 and 39.6 percent for the year, respectively [17].

Manufacturers reported total assets of almost \$6.7 trillion, increasing 11.7 percent from 1997. The largest percentage increases in total assets among manufacturers were for machinery, except electrical (increasing 40.0 percent to \$530.0 billion), and motor vehicles and equipment (increasing 22.6 percent to \$937.2 billion). As with finance, insurance, and real estate corporations, manufacturers reported their largest increases among all types of assets in "other investments," reporting an increase of \$348.0 billion. Other investments for manufacturers increased 24.3 percent from \$1.4 trillion for 1997 to \$1.8 trillion for 1998.

The 23.2-percent, \$259.3-billion growth in intangible assets for 1998 continued a growth trend that started with 1992. For 1998, corporations reported intangible assets of \$1.4 trillion. The division with the largest dollar increase in intangible assets was transportation and public utilities (increasing \$93.5 billion to \$294.6 billion). The construction and manufacturing divisions also showed strong increases. Intangible assets for the construction division grew to \$6.9 billion, a \$3.0-billion increase, while the manufacturing division (which was responsible for more than 40 percent of all intangible assets for 1998), grew to \$591.2 billion, a \$85.8-billion increase.

For 1998, no asset account posted an overall decrease, while the smallest percentage increase was realized in U.S. Government obligations, where the total of \$1.4 trillion represented a \$22.2-billion, or 1.6-percent increase from 1997. Increased holdings of U.S. Government obligations for finance, insurance, and real estate corporations and transportation and public utilities were largely offset by the decreases for every other division. Holdings of U.S. Government obligations in the finance, insurance, and real

The majority of the increase in total corporate assets came from a \$2.4-trillion increase in "other investments."

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estate division increased 2.0 percent, which translated into a \$26.3-billion rise to \$1.3 trillion. Within this division, holdings of U.S. Government obligations increased most notably for other holding and investment companies (increasing 33.1 percent to \$427.9 billion), but dropped significantly for credit agencies other than banks (declining 43.0 percent to \$53.0 billion).

Liabilities and Shareholders' Equity

Liabilities plus shareholders' equity increased \$4.3 trillion (13.1 percent) to \$37.3 trillion for 1998. While no item among the liabilities or shareholders' equity decreased, the increase in liabilities and shareholders' equity was led by the large growth in additional paid-in-capital, which increased from \$7.3 trillion to \$8.6 trillion for 1998, an increase of 18.7 percent. Short-term and long-term mortgages, or liabilities requiring collateral, accounted for the largest dollar and percentage increases among short-term and long-term liability accounts, respectively. For 1998, net worth (shareholders' equity) continued to grow at a rate that exceeded the growth rate for liabilities.

The \$14.5-trillion total for corporate short-term debt (the sum of accounts payable, mortgages, notes, and bonds payable in less than 1 year, and "other current liabilities") represented an increase of 10.5 percent over 1997. Of the three components of short-term debt, the largest increase was for mortgages and notes payable in less than 1 year, which grew \$633.4 billion, or 24.5 percent, to \$3.2 trillion. Half of the increase, \$318.2 billion, was accounted for by credit agencies other than banks, which include savings and loan associations and credit unions; mortgages payable in less than 1 year increased by 49.3 percent to \$964.1 billion for these corporations.

The \$9.7 trillion total for corporate long-term debt (the sum of long-term mortgages, notes, and bonds payable in 1 year or more; loans from stockholders; and "other liabilities") represented an increase of 13.8 percent over 1997. For the first time in the most recent 5-year period, long-term mortgages made up a greater percentage of long-term debt than did "other liabilities." This change in the composition of long-term debt was due to the \$741.2-billion (18.2 percent) increase in long-term mortgages, which was a broad-based increase across divisions, but was led by finance, insurance, and real estate corporations. Long-term mortgages increased by 25.3 percent to \$1.8 trillion for finance, insurance, and real estate; 15.6 percent

to \$1.3 trillion for manufacturing; and 16.1 percent to \$0.8 trillion for transportation and public utilities.

The \$13.1-trillion total for shareholders' equity (the sum of capital stock, additional paid-in capital, retained earnings appropriated, retained earnings unappropriated, and adjustments to shareholders' equity, less the cost of treasury stock) represented an increase of 15.5 percent over 1997. Net worth (shareholders' equity) continued to increase over the most recent 5 years at a rate greater than that of either short-term or long-term debt; shareholders' equity comprised a larger percentage of the total for liabilities and shareholders' equity for 1998 (35.1 percent) than for 1997 (34.4 percent) or 1994 (30.0 percent). Additional paid-in-capital increased by \$1.4 trillion, from \$7.3 trillion to \$8.6 trillion. Of the increase in additional paid-in capital, \$916.0 billion were accounted for by finance, insurance, and real estate corporations (virtually mirroring the division's increase in "other investments"), of which \$800.6 billion were reported by holding and other investment companies.

Industrial Sectors under NAICS

The United States, Mexico, and Canada designed the North American Industry Classification System (NAICS) in response to the North American Free Trade Agreement (NAFTA). The signing countries developed this new classification system in order to standardize business categories and to more accurately describe the types of businesses within each economy [18]. NAICS groups together economic units that have similar production processes (a production-oriented system), while the previously used Standard Industrial Classification (SIC) grouped economic units based on end products (a product-oriented system). NAICS places greater emphasis than SIC on separately identifying service industries (shown in a dramatically increased number of industries in that area) [18]. The emphasis reflects the shift in the relative importance to the U.S. economy of services versus manufacturing, particularly technology-based services.

Tax Year 1998 was the first year for which corporations used NAICS on tax returns to classify their primary business activities, and, thus, was the first year for which Statistics of Income (SOI) compiled data according to NAICS [19]. Data based on NAICS are presented in Figure F, and Tables 2 and

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3; data based on SIC are reported in Table 1. Tabulations for all corporations can be located for the most part in Tables 2 and 3. Data at the SIC division and major group levels were based on the conversion of Tax Year 1998 data from NAICS-based industry codes to SIC-based codes, and, therefore, will not coincide with the industry totals in Table 2 and Table 3.

Within NAICS, the highest level for aggregated industry data consists of nine divisions: Raw materials and energy production; Goods production; Distribution and transportation of goods; Information; Finance, insurance, real estate, and rental and leasing; Professional and business services; Education, health, and social assistance; Leisure, accommodation,

Figure F

Comparison of the Number of Corporation Returns and Total Assets by the Standard Industrial Classification (SIC) System and the North American Industry Classification System (NAICS) Industry Codes, by NAICS Sector, Tax Year 1998

[Money amounts are in thousands of dollars]

| NAICS sector | Number of returns | | Percentage difference between NAICS/SIC | Total assets | | Percentage difference between NAICS/SIC |
|---|-------------------|------------------|---|-----------------------|-----------------------|---|
| | SIC | NAICS | | SIC | NAICS | |
| | (1) | (2) | (3) | (4) | (5) | (6) |
| All industries..... | 4,848,888 | 4,848,888 | -- | 37,347,352,986 | 37,347,352,986 | -- |
| Raw material and energy production..... | 222,965 | 174,640 | -21.7 | 1,554,879,127 | 1,475,286,912 | -5.1 |
| Agriculture, forestry, fishing, and hunting..... | 172,223 | 135,107 | -21.6 | 97,193,855 | 96,299,993 | -0.9 |
| Mining..... | 31,467 | 31,467 | -- | 344,842,939 | 344,842,939 | -- |
| Utilities..... | 19,275 | 8,067 | -58.2 | 1,112,842,333 | 1,034,143,980 | -7.1 |
| Goods production..... | 845,325 | 861,846 | 2.1 | 7,014,208,961 | 6,823,558,273 | -2.7 |
| Construction..... | 503,139 | 551,935 | 9.7 | 351,339,286 | 415,679,597 | 18.3 |
| Manufacturing..... | 342,186 | 309,912 | -9.4 | 6,662,869,675 | 6,407,878,676 | -3.8 |
| Distribution and transportation of goods..... | 1,348,519 | 1,116,449 | -17.2 | 2,552,800,146 | 2,416,133,475 | -5.4 |
| Wholesale and retail trade..... | 1,167,529 | 956,803 | -18.1 | 2,082,589,083 | 1,955,833,869 | -6.1 |
| Wholesale trade..... | 338,021 | 338,021 | -- | 950,645,217 | 950,645,217 | -- |
| Retail trade..... | 826,483 | 615,758 | -25.5 | 1,130,947,013 | 1,004,191,800 | -11.2 |
| Wholesale and retail trade, not allocable..... | 3,024 | 3,024 | -- | 996,853 | 996,853 | -- |
| Transportation and warehousing..... | 180,990 | 159,646 | -11.8 | 470,211,063 | 460,299,605 | -2.1 |
| Information ¹..... | 30,591 | 100,977 | 230.1 | 1,064,192,922 | 1,657,751,562 | 55.8 |
| Finance, insurance, real estate, and rental and leasing..... | 771,862 | 740,110 | -4.1 | 23,754,253,253 | 17,801,260,840 | -25.1 |
| Finance and insurance..... | 250,550 | 218,193 | -12.9 | 23,343,567,161 | 17,305,086,833 | -25.9 |
| Real estate and rental and leasing..... | 521,312 | 521,917 | 0.1 | 410,686,092 | 496,174,007 | 20.8 |
| Services..... | 1,612,756 | 1,837,994 | 14.0 | 1,405,960,647 | 7,172,303,995 | 410.1 |
| Professional and business services..... | 781,494 | 855,164 | 9.4 | 663,985,515 | 6,524,034,684 | 882.6 |
| Professional, scientific, and technical services..... | 663,515 | 623,784 | -6.0 | 571,411,986 | 299,636,432 | -47.6 |
| Management of companies (holding companies) ² | -- | 30,931 | 100.0 | -- | 6,036,081,553 | 100.0 |
| Administrative and support and waste management and remediation services..... | 117,979 | 200,449 | 69.9 | 92,573,529 | 188,316,699 | 103.4 |
| Education, health, and social assistance..... | 322,753 | 344,217 | 6.7 | 225,905,962 | 229,721,781 | 1.7 |
| Educational services..... | 36,959 | 36,959 | -- | 12,015,998 | 12,015,998 | -- |
| Health care and social assistance..... | 285,794 | 307,258 | 7.5 | 213,889,964 | 217,705,783 | 1.8 |
| Leisure, accommodation, and food services..... | 133,530 | 338,301 | 153.4 | 369,767,590 | 331,130,569 | -10.4 |
| Arts, entertainment, and recreation..... | 98,922 | 92,966 | -6.0 | 238,726,891 | 73,334,657 | -69.3 |
| Accommodation and food services..... | 34,608 | 245,334 | 608.9 | 131,040,699 | 257,795,912 | 96.7 |
| Other services..... | 374,979 | 300,313 | -19.9 | 146,301,580 | 87,416,961 | -40.2 |
| Not allocable..... | 16,870 | 16,870 | -- | 1,057,930 | 1,057,930 | -- |

¹ The Communications group under SIC is classified in the Information Sector under NAICS.

² Management of companies is included in the finance and insurance sector under SIC.

NOTE: Detail may not add to totals due to rounding.

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and food services; and Other services. These groupings, added to the NAICS structure, were devised as an aggregated structure for discretionary use by statistical agencies in the U.S. in order to allow comparability of statistics across agencies and programs and is employed for the purposes of this article. The aggregation of NAICS sectors into divisions is apparent in Figure F, Figure G, and Table 2.

Figure F reports the number of corporation income tax returns and total assets for both the SIC-based industry groupings and the NAICS-based industry groupings, according to the NAICS-based equivalents. In four NAICS sectors (*Mining, Wholesale Trade, Wholesale and Retail trade not allocable, and Educational Services*), there were no differences in the number of returns from their SIC equivalents because the two systems coincide.

The following six NAICS sectors show percentage differences less than 15 percent between NAICS and SIC for the number of returns:

- ❑ **Construction:** The increases of 9.7 percent in the number of returns and 18.4 percent in total assets under NAICS are a result of 'Subdividers and developers' (renamed under NAICS as 'Land subdivision and land development') moving from Real Estate, under the SIC *Finance, insurance, and real estate* division, to the NAICS *Construction* sector.
- ❑ **Manufacturing:** The decrease of 9.4 percent in the number of returns, under NAICS, is due to the move of 'Publishing' to the new NAICS *Information* sector.
- ❑ **Transportation and Warehousing:** Under NAICS, the number of returns decreased 11.8 percent due to the move of 'Travel arrangements and reservations' to *Administrative, support, waste management, and remediation services* within Services. Under SIC, transportation is combined with public utilities, and, in NAICS, it is reported as a separate sector, **Transportation and Warehousing**.
- ❑ The *Services* division has been converted into eight major subsectors for NAICS,

increasing the total number of returns by 14 percent, due mainly to the addition of the sector *Management of Companies (Holding Companies)*.

- ❑ The *Finance, Insurance, and Real Estate* SIC division splits into two NAICS sectors: the **Finance and Insurance** sector and the **Real Estate, Rental, and Leasing** sector.
- ❑ **Finance and Insurance:** The decrease of 12.9 percent in the number of returns is the result of the move of 'Offices of other holding companies,' and the decrease of 25.9 percent in total assets is the result of the move of 'Bank holding companies' to the new NAICS Services sector, *Management of Companies (holding companies)*.
- ❑ **Real Estate, Rental, and Leasing:** The slight increase in number of returns, but large increase of 20.8 percent in total assets are due to the movements of 'Land subdivision and land development' from *Real Estate* to *Construction*, and of 'Rental and leasing' from *Services* to *Real Estate*.

The following sectors show differences greater than 20 percent for the number of returns:

- ❑ **Agriculture:** The 21.6-percent decrease in the number of returns is the result of the move to *Services* for 'Landscaping services' and 'Landscaping architecture services' within the *Professional and Business Services* and 'Pet care services' within *Other Services*. The slight 5.1-percent decrease in total assets is the result of the additional movement of 'Logging' to *Agriculture* from *Manufacturing*.
- ❑ **Utilities:** The 58.2-percent decrease in the number of returns and 7.1-percent decrease in total assets are due to the transfer of 'Other sanitary services' to *Administrative, Support, Waste Management, and Remediation Services*. Under SIC, the *Utilities* division was reported with *Transportation and Public Utilities*, while, under NAICS, it is reported separately.

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- ❑ **Retail Trade:** The 25.5-percent decrease in the number of returns and 11.2-percent decrease in total assets are primarily due to reclassifying 'Restaurants' in the new *Accommodation and Food Services* sector.
- ❑ **Information:** The increases of over 230 percent in the number of returns and 55.8 percent in total assets under NAICS were caused by the addition of 'Publishing' (in manufacturing under SIC), 'Motion picture and sound recording' (part of the Services division under SIC), and 'Information services and data processing' (part of the Services division under SIC). Under SIC, 'Communications' was part of the *Transportation and Public Utilities* division, but, under NAICS, 'Communications' is reported as 'Broadcasting and Telecommunications' under the new **Information** sector. For statistical purposes, the 'Communications' group is classified under the Information sector since the industries are comparable.

The directions of the changes in total assets for all sectors reflected changes in the direction of the number of returns. The most significant change in total assets occurred in the following sectors:

- ❑ **Services:** The 410.1-percent increase in total assets is due to the movement of 'Management of companies (holding companies),' from *Finance and Insurance* (25.9-percent decrease), to its own sector within **Professional and Business Services**, causing an 882.6-percent increase. 'Bank holding companies' are responsible for the substantial increase in total assets, while increasing the number of returns in *Professional and Business Services* by only 9.4 percent.
- ❑ **Arts, entertainment, and recreation:** The 69.3-percent decrease in total assets is caused by the move of 'Motion picture and video industries' from the *Services* division to 'Publishing Industries' within the new **Information** sector.

- ❑ **Accommodation and food services:** The 96.7-percent increase in total assets and substantial 608.9-percent increase in number of returns are the result of the movement of *Food Services* to the *Services* division from *Retail Trade*. Accommodation and food services under the SIC included only 'Hotels and other lodging places.'

Summary

Despite a growing economy, corporate pre-tax profits, as reported on income tax returns for 1998, were down for the first time in 6 years, decreasing 8.4 percent to \$838.2 billion. Both profit-reporting and loss-reporting corporations were affected. Positive net income fell only slightly to \$1.09 trillion, while net losses increased from \$202.4 billion to \$252.9 billion.

Income subject to tax, the tax base, decreased along with "positive" net income, from \$683.8 billion to \$663.4 billion. Therefore, income tax before credits declined 3.3 percent to \$231.4 billion, and income tax after credits, the amount payable to the U.S. Government, dropped 1.4 percent to \$181.5 billion, with the majority of the decline in income tax after credits due to a drop in the foreign tax credit.

The introduction of North American Industrialized Classification System (NAICS), beginning with Tax Year 1998, ushers in an opportunity to analyze the service and technical support industries more thoroughly in the future. In the meantime, comparison of 1998 to 1997 based on the former Standard Industrial Classification (SIC) system allows for analysis of industry-level changes between the 2 years.

Data Sources and Limitations, Form 1120, Tax Year 1998

Estimates for Tax Year 1998 are based on a sample of corporation income tax returns with accounting periods ending July 1998 through June 1999 that posted to the Internal Revenue Service Business Master File from the beginning of July 1998 through the end of June 2000. These returns represent domestic corporations filing Form 1120 or 1120-A (short form); foreign corporations with income "effectively connected" with a U.S. business filing Form 1120-F; life insurance companies filing Form 1120-L; property and casualty insurance companies

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filing Form 1120-PC; S corporations filing Form 1120S; regulated investment companies filing Form 1120-RIC; and real estate investment trusts filing Form 1120-REIT.

A stratified probability sample was used to produce the statistics. A sample of 137,600 corporation income tax returns was drawn from a total population of 5,204,706. Based on the 131,566 returns of active corporations in the sample, the population estimate of corporation returns was 4,848,888. The sample was selected after administrative processing was complete, but before any amendments or audit examinations, and was stratified based on combinations of total assets and a measure of income at rates ranging

from 0.25 percent to 100 percent.

Because the estimates are based on a sample, they are subject to sampling error. Coefficients of variation (CV's) are used to measure the magnitude of this sampling error. The smaller the CV, the more reliable the estimate is judged to be. The CV is defined in the section on sampling variability in the "SOI Sampling Methodology and Data Limitations" appendix of this publication. Figure G presents the CV's for total assets, business receipts, total income tax before credits, and total income tax after credits by industrial division and sector. The estimates corresponding to the CV's in Figure G can be found in Table 2.

Figure G

Coefficients of Variation for Total Assets, Business Receipts, Total Income Tax Before Credits, and Total Income Tax After Credits, by Industrial Division and North American Industry Classification System (NAICS) Sector, Tax Year 1998

| Industrial division and sector | Total assets | Business receipts | Total income tax before credits | Total income tax after credits |
|---|--------------|-------------------|---------------------------------|--------------------------------|
| | (1) | (2) | (3) | (4) |
| All Industries ¹ | 0.01 | 0.15 | 0.07 | 0.09 |
| Raw materials and energy production..... | 0.09 | 0.50 | 0.19 | 0.23 |
| Agriculture, forestry, fishing, and hunting..... | 1.02 | 2.85 | 3.40 | 3.84 |
| Mining..... | 0.23 | 1.08 | 0.71 | 1.08 |
| Utilities..... | 0.04 | 0.22 | 0.12 | 0.13 |
| Goods production..... | 0.05 | 0.19 | 0.11 | 0.17 |
| Construction..... | 0.51 | 0.94 | 1.51 | 1.56 |
| Manufacturing..... | 0.04 | 0.16 | 0.09 | 0.14 |
| Distribution and transportation of goods..... | 0.12 | 0.39 | 0.25 | 0.27 |
| Wholesale and retail trade..... | 0.15 | 0.41 | 0.28 | 0.30 |
| Transportation and warehousing..... | 0.23 | 1.18 | 0.53 | 0.61 |
| Information..... | 0.07 | 0.44 | 0.14 | 0.15 |
| Finance, insurance, real estate, and rental and leasing..... | 0.02 | 0.25 | 0.16 | 0.18 |
| Finance and insurance..... | 0.01 | 0.22 | 0.12 | 0.13 |
| Real estate and rental and leasing..... | 0.47 | 1.81 | 1.85 | 1.92 |
| Professional and business services..... | 0.03 | 0.81 | 0.24 | 0.28 |
| Professional, scientific, and technical services..... | 0.57 | 1.60 | 1.07 | 1.20 |
| Management of companies (holding companies)..... | 0.01 | 0.05 | 0.12 | 0.14 |
| Administrative and support and waste management and remediation services..... | 0.61 | 2.60 | 1.40 | 1.62 |
| Education, health, and social assistance..... | 0.55 | 2.40 | 1.45 | 1.48 |
| Educational services..... | 3.86 | 12.42 | 4.78 | 4.92 |
| Health care and social assistance..... | 0.56 | 2.44 | 1.53 | 1.56 |
| Leisure, accommodation, and food services..... | 0.45 | 1.06 | 0.88 | 1.09 |
| Arts, entertainment, and recreation..... | 1.20 | 2.89 | 2.57 | 2.92 |
| Accommodation and food services..... | 0.48 | 1.14 | 0.91 | 1.14 |
| Other services..... | 1.38 | 2.40 | 2.90 | 3.01 |

¹ Includes returns not allocable by industrial division, which are not shown separately.

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Footnotes

- [1] Numbers used in this article were extracted from the *Source Books of Statistics of Income—Corporation Income Tax returns* for 1997 and 1998, as well as from special tabulations from Statistics of Income data files for Tax Year 1998.
- [2] For more information on Form 1120-S returns, see Wittman, Susan M., “S Corporation Returns, 1998,” *Statistics of Income Bulletin*, Spring 2001, Volume 21, Number 4.
- [3] Starting with Tax Year 1987, SOI corporate statistics for “net income (less deficit)” (pre-tax profits) and for receipts and deductions of S corporations are limited to those derived “from a trade or business.” Investment or portfolio income (or loss), such as from interest, dividends, rents, royalties, and gain (loss) from sales of investment property, and the deductions related to this income are not included in the SOI corporate statistics. Therefore, the overall statistics for receipts, deductions, and net income or deficit are slightly understated; it is estimated that, for 1998, total net income (less deficit) alone is understated by \$56.9 billion as a result (see Wittman, Susan M., “S Corporation Returns, 1998,” *Statistics of Income Bulletin*, Spring 2001, Volume 21, Number 4).
- Net income (or deficit) and receipts also excluded regulated investment company (RIC) net long-term capital gain (reduced by net short-term capital losses), which were not tabulated. If tabulated, these gains would have totaled \$164.1 billion for 1997 and \$192.6 billion for 1998. Including RIC gain and S investment income less deductions in the computation of overall pre-tax profits would have reduced corporate pre-tax profits by 2.2 percent from \$1,111.6 billion to \$1,087.8 billion.
- [4] *Economic Report of the President*, 1999, p. 73. See online at <http://www.gpo.upcop.edu/catalog/erp99.html>.
- [5] *ibid.*, p. 54.
- [6] *ibid.*, pp. 51-54.
- [7] Salaries and wages as reported for Statistics of Income do not include all types of compensation for employees. For a full definition of salaries and wages, see “Explanation of Terms,” *Statistics of Income—1997, Corporation Income Tax Returns*.
- [8] *Economic Report of the President*, 1999, p. 48. See online at <http://www.gpo.upcop.edu/catalog/erp99.html>.
- [9] *ibid.*, p. 54.
- [10] For specifics on the Telecommunications Act of 1996, see *Commission Implements Telecom Act’s Universal Service Provisions*, May 7, 1997. See online at http://www.fcc.gov/bureaus/common_carrier/news_releases/1997/nrcc7032.html.
- [11] For 1998, statutory special deductions included the following: net operating loss deduction (NOLD); the various dividends received deductions; the deductions for dividends paid on certain preferred stock of public utilities; the deduction for dividends paid by regulated investment companies and real estate investment trusts; the special deduction for taxes paid by real estate investment trusts allowed under section 857; and the special deduction allowed for small life insurance companies.
- [12] The statistics for statutory special deductions include the unused portions of deductions reported by corporations that had no positive income subject to tax, either because they had no positive net income or because their deductions were sufficient to completely offset their net income. In addition, the relationship between net income and income subject to tax was defined differently for life insurance businesses and real estate investment trusts. Therefore, the net income shown in the statistics (which also includes the net income of S corporations, which do not bear entity level income taxes), minus statutory special deductions will not yield the statistics shown for income subject to tax.
- [13] *Source Books of Statistics of Income—Corporation Income Tax Returns* for 1993-1998.

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[14] The purpose of combining these credits into the general business credit was to provide a single combined limitation on these component credits and to establish uniform rules for the unused amounts in excess of this limitation for the carryback and carryforward to other years. However, each of the current year's components of the general business credit was computed separately. (Since the limitation applies to the total, the sum of the current year's components is generally larger than the actual credit claimed.) Because the empowerment zone employment (EZE) credit can offset 25 percent of the alternative minimum tax liability, the limitation varies from the other general business credits. The empowerment zone employment credit was computed separately after the general business credit was calculated. The amount of the EZE credit was then added to the general business credit, and the combined amount was taken against the income tax. It is this combined amount that is reported as the general business credit in Figure E.

[15] For a detailed explanation of IR Code Section 55(e), "Exemption for small corporations," see 1999 *U.S. Master Tax Guide*, ¶1401, November 1998.

[16] For a discussion of the increase in "other investments" as it relates to the finance division in previous years, see Contos, George and Legel, Ellen, "Corporation Income Tax Returns, 1997," *Statistics of Income Bulletin*, Summer 2000, Volume 20, Number 1. Scoffic, Matthew and Treubert, Patrice, "Corporation Income Tax Returns, 1996," *Statistics of Income Bulletin*, Summer 1999, Volume 19, Number 1.

[17] The NASDAQ return for 1998 was taken from *1999 NASDAQ-AMEX Fact Book & Company Directory*. See online at <http://www.nasdaqnews.com/about/99factbook.pdf>. The return for the Dow Jones Industrial Average (DJIA) was taken from company's website. See online at <http://www.djindexes.com/jsp/uiCumumReturnRep.jsp>.

[18] *North American Industry Classification System United States, 1997*, Executive Office of the President, Office of Management and Budget, 1998.

[19] The primary business activity of returns within the corporation study is based on the business activity that produces the largest total receipts.

SOURCE: IRS, *Statistics of Income Bulletin*, Summer 2001, Publication 1136 (Rev. 08-2001).

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Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by Industrial Division and Selected Major Industrial Group under the Standard Industrial Classification (SIC) System

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

| Industrial division and selected major industrial group | Number of returns | Total assets | Total receipts ¹ | Total deductions | Net income (less deficit) ¹ | Income subject to tax ¹ | Total income tax after credits |
|---|-------------------|-----------------------|-----------------------------|-----------------------|--|------------------------------------|--------------------------------|
| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| All Industries..... | 4,848,888 | 37,347,352,986 | 17,323,955,004 | 16,489,425,015 | 838,223,591 | 663,385,528 | 181,545,146 |
| Agriculture, forestry, and fishing..... | 172,223 | 97,193,855 | 120,572,395 | 119,105,554 | 1,532,363 | 2,253,964 | 581,102 |
| Mining..... | 31,467 | 344,842,939 | 131,071,579 | 130,388,596 | 1,091,102 | 5,741,036 | 1,382,782 |
| Metal mining..... | 1,528 | 60,756,421 | 16,370,784 | 16,436,334 | -14,466 | 765,669 | 158,755 |
| Coal mining..... | 620 | 34,004,395 | 20,375,494 | 20,470,889 | -97,810 | 319,419 | 133,317 |
| Oil and gas extraction..... | 17,075 | 156,878,232 | 40,852,597 | 43,076,917 | -2,184,584 | 1,348,125 | 246,128 |
| Nonmetallic minerals, except fuels..... | 12,244 | 93,203,891 | 53,472,705 | 50,404,455 | 3,387,962 | 3,307,824 | 844,581 |
| Construction..... | 503,139 | 351,339,286 | 841,204,095 | 814,323,893 | 26,764,834 | 11,402,740 | 3,395,377 |
| Manufacturing..... | 342,186 | 6,662,869,675 | 5,118,555,806 | 4,898,613,684 | 256,485,950 | 251,971,931 | 55,203,251 |
| Food and kindred products..... | 19,136 | 625,009,912 | 490,810,254 | 470,859,454 | 22,295,083 | 20,556,347 | 4,963,682 |
| Tobacco manufactures..... | 45 | 165,715,251 | 75,703,629 | 68,646,043 | 9,254,074 | 8,992,055 | 1,861,256 |
| Textile mill products..... | 7,868 | 62,682,642 | 82,393,505 | 80,344,243 | 2,076,564 | 1,891,428 | 617,181 |
| Apparel and other textile products..... | 16,893 | 42,096,300 | 71,465,030 | 69,569,672 | 2,121,666 | 2,490,533 | 618,342 |
| Lumber and wood products..... | 23,040 | 71,601,183 | 92,789,902 | 90,079,405 | 2,709,116 | 2,097,772 | 708,551 |
| Furniture and fixtures..... | 12,564 | 33,241,583 | 60,394,583 | 57,267,979 | 3,230,122 | 2,675,844 | 853,182 |
| Paper and allied products..... | 3,182 | 240,535,748 | 189,284,175 | 185,387,588 | 4,566,622 | 5,771,640 | 1,343,142 |
| Printing and publishing..... | 56,200 | 313,658,770 | 238,883,957 | 224,359,997 | 14,708,551 | 13,149,438 | 4,357,682 |
| Chemical and allied products..... | 12,227 | 930,534,117 | 604,590,588 | 561,939,431 | 51,769,184 | 50,844,770 | 9,909,279 |
| Petroleum and coal products..... | 1,564 | 756,572,604 | 433,784,429 | 417,277,063 | 20,512,797 | 21,128,605 | 2,586,979 |
| Rubber and miscellaneous plastics products..... | 13,168 | 97,753,017 | 126,230,399 | 120,611,143 | 5,989,998 | 4,261,631 | 1,012,310 |
| Leather and leather products..... | 1,997 | 9,064,871 | 14,205,648 | 13,815,744 | 397,320 | 451,970 | 121,913 |
| Stone, clay, and glass products..... | 10,194 | 112,275,290 | 99,902,585 | 94,364,598 | 5,924,658 | 4,837,201 | 1,516,713 |
| Primary metal industries..... | 5,806 | 171,583,372 | 164,907,887 | 159,838,207 | 5,614,225 | 4,786,747 | 1,271,250 |
| Fabricated metal products..... | 53,853 | 233,426,276 | 268,299,682 | 253,369,265 | 15,508,204 | 10,751,171 | 3,036,854 |
| Machinery, except electrical..... | 33,211 | 529,998,282 | 577,376,210 | 544,830,627 | 39,569,870 | 40,547,305 | 7,602,465 |
| Electrical and electronic equipment..... | 20,588 | 882,843,343 | 505,762,353 | 495,075,062 | 13,563,475 | 20,662,314 | 4,406,667 |
| Motor vehicles and equipment..... | 6,265 | 937,151,683 | 586,202,343 | 571,366,910 | 19,456,983 | 18,959,554 | 3,655,536 |
| Transportation equipment, except motor vehicles..... | 4,678 | 192,643,048 | 197,718,967 | 191,048,293 | 7,085,081 | 5,981,353 | 1,683,487 |
| Instruments and related products..... | 12,212 | 179,484,609 | 138,137,503 | 132,621,546 | 6,088,523 | 7,700,979 | 2,089,876 |
| Miscellaneous manufacturing and manufacturing not allocable..... | 27,497 | 74,997,778 | 99,712,177 | 95,941,416 | 4,043,832 | 3,433,275 | 986,902 |
| Transportation and public utilities..... | 230,856 | 2,647,246,318 | 1,481,748,255 | 1,414,093,171 | 70,354,109 | 90,228,973 | 28,570,078 |
| Transportation..... | 180,990 | 470,211,063 | 525,648,414 | 509,755,417 | 16,243,288 | 14,991,273 | 4,598,117 |
| Communication..... | 30,591 | 1,064,192,922 | 440,272,820 | 420,276,483 | 21,163,065 | 37,268,108 | 12,346,383 |
| Electric, gas, and sanitary services..... | 19,275 | 1,112,842,333 | 515,827,020 | 484,061,271 | 32,947,755 | 37,969,592 | 11,625,578 |
| Wholesale and retail trade..... | 1,167,529 | 2,082,589,083 | 4,848,220,633 | 4,756,414,703 | 93,335,920 | 79,862,244 | 24,747,579 |
| Wholesale trade..... | 338,021 | 950,645,217 | 2,141,292,714 | 2,104,642,776 | 37,655,492 | 29,607,381 | 9,110,245 |
| Retail trade..... | 826,483 | 1,130,947,013 | 2,703,381,744 | 2,648,203,308 | 55,702,874 | 50,228,226 | 15,629,216 |
| Building materials, garden supplies, and mobile home dealers..... | 49,188 | 72,662,220 | 170,960,443 | 165,038,268 | 5,937,724 | 4,803,347 | 1,550,355 |
| General merchandise stores..... | 12,406 | 259,372,412 | 439,062,523 | 424,717,037 | 14,433,985 | 15,455,710 | 5,150,070 |
| Food stores..... | 72,573 | 128,181,533 | 383,582,848 | 376,762,189 | 6,757,038 | 5,912,858 | 1,991,973 |
| Automotive dealers and service stations..... | 126,296 | 203,112,225 | 780,071,673 | 772,327,419 | 7,727,301 | 3,767,571 | 1,165,059 |
| Apparel and accessory stores..... | 35,984 | 64,471,985 | 111,239,232 | 106,742,280 | 4,800,875 | 5,486,527 | 1,633,864 |
| Furniture and home furnishing stores..... | 56,867 | 56,646,359 | 127,031,482 | 124,773,291 | 2,242,086 | 1,929,356 | 593,226 |
| Eating and drinking places..... | 210,726 | 126,755,213 | 221,263,748 | 215,108,123 | 6,384,981 | 5,117,159 | 1,196,074 |
| Miscellaneous retail stores..... | 262,444 | 219,745,066 | 470,169,794 | 462,734,700 | 7,418,885 | 7,755,699 | 2,348,596 |
| Wholesale and retail trade not allocable..... | 3,024 | 996,853 | 3,546,175 | 3,568,620 | -22,445 | 26,637 | 8,118 |
| Finance, insurance, and real estate..... | 771,862 | 23,754,253,253 | 3,058,050,150 | 2,668,870,397 | 351,246,698 | 177,782,709 | 54,769,970 |
| Banking..... | 8,898 | 6,053,578,677 | 617,946,188 | 563,486,272 | 50,812,613 | 54,451,259 | 16,541,976 |
| Credit agencies other than banks..... | 43,351 | 2,852,577,911 | 294,213,786 | 271,037,753 | 21,862,245 | 23,737,854 | 7,796,824 |
| Security, commodity brokers, and services..... | 70,733 | 3,080,708,015 | 319,602,776 | 302,144,818 | 18,068,765 | 19,875,867 | 5,323,422 |
| Insurance..... | 5,453 | 4,574,778,466 | 1,297,700,177 | 1,231,655,513 | 57,557,890 | 60,164,836 | 19,329,131 |
| Insurance agents, brokers, and service..... | 82,026 | 127,832,566 | 89,408,097 | 83,959,769 | 5,534,545 | 4,565,429 | 1,384,916 |
| Real estate..... | 521,312 | 410,686,092 | 148,511,171 | 139,378,492 | 9,010,554 | 7,376,688 | 2,239,947 |
| Holding and other investments companies, except bank holding companies..... | 40,088 | 6,654,091,526 | 290,667,955 | 77,207,781 | 188,400,086 | 7,610,776 | 2,153,753 |
| Services..... | 1,612,756 | 1,405,960,647 | 1,722,037,296 | 1,684,796,761 | 37,736,926 | 44,097,806 | 12,881,969 |
| Hotels and other lodging places..... | 34,608 | 131,040,699 | 96,264,523 | 94,789,101 | 1,510,053 | 2,641,947 | 855,122 |
| Personal services..... | 132,823 | 51,677,651 | 65,904,171 | 62,289,048 | 3,612,391 | 2,683,628 | 855,354 |
| Business services..... | 422,119 | 522,763,769 | 591,470,139 | 579,288,813 | 12,642,835 | 21,056,538 | 5,758,657 |
| Auto repair; miscellaneous repair services..... | 148,613 | 77,975,150 | 121,609,241 | 119,106,991 | 2,498,199 | 1,477,077 | 416,714 |
| Amusement and recreation services..... | 98,922 | 238,726,891 | 124,782,380 | 122,242,734 | 2,632,289 | 4,234,342 | 1,302,986 |
| Other services..... | 775,671 | 383,776,487 | 722,006,844 | 707,080,074 | 14,841,159 | 12,004,274 | 3,693,137 |
| Nature of business not allocable..... | 16,870 | 1,057,930 | 2,494,796 | 2,818,256 | -324,310 | 44,125 | 13,039 |

¹ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment income, including capital gains of S corporations (qualifying corporations electing to be taxed through their shareholders).

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Total | Size of total assets | | | | |
|--|----------------|--------------------------|---------------------------|---------------------------------|---------------------------------|-----------------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | (1) | (2) | (3) | (4) | (5) | (6) |
| ALL INDUSTRIES ² | | | | | | |
| Number of returns..... | 4,848,888 | 304,172 | 2,509,500 | 776,565 | 463,431 | 322,730 |
| Total assets..... | 37,347,352,986 | -- | 75,220,851 | 126,417,360 | 163,814,039 | 226,872,923 |
| Net worth..... | 13,108,275,236 | -- | -13,935,786 | 26,185,609 | 42,463,518 | 66,251,285 |
| Total receipts ³ | 17,323,955,004 | 412,489,344 | 539,788,649 | 448,077,953 | 441,806,636 | 524,998,052 |
| Business receipts..... | 15,010,264,802 | 248,260,900 | 528,719,939 | 438,879,809 | 432,288,500 | 509,863,086 |
| Interest paid..... | 966,659,473 | 94,065,566 | 3,302,831 | 4,072,227 | 4,680,512 | 5,928,769 |
| Net income (less deficit) ³ | 838,223,591 | 5,906,399 | 17,056,225 | 11,997,706 | 10,300,564 | 11,198,253 |
| Total income tax before credits..... ⁴ | 231,399,671 | 6,187,427 | 604,060 | 689,987 | 905,226 | 1,352,264 |
| Total Income tax after credits..... ⁴ | 181,545,146 | 5,129,643 | 597,085 | 677,333 | 884,724 | 1,320,803 |
| RAW MATERIALS AND ENERGY PRODUCTION | | | | | | |
| Number of returns..... | 174,640 | 7,868 | 66,041 | 31,994 | 25,791 | 21,651 |
| Total assets..... | 1,475,286,912 | -- | 2,085,343 | 5,492,113 | 9,078,698 | 15,398,474 |
| Net worth..... | 552,179,866 | -- | -264,466 | 1,212,086 | 2,993,926 | 6,176,752 |
| Total receipts ³ | 717,499,601 | 9,111,597 | 7,896,081 | 10,626,890 | 10,939,942 | 19,453,675 |
| Business receipts..... | 668,134,625 | 8,028,598 | 7,073,119 | 9,541,970 | 9,478,817 | 17,652,635 |
| Interest paid..... | 39,480,822 | 518,639 | 112,963 | 252,791 | 341,764 | 445,616 |
| Net income (less deficit) ³ | 33,129,560 | 230,758 | 257,639 | 115,851 | 19,704 | 442,423 |
| Total income tax before credits..... ⁴ | 15,591,908 | 307,409 | 30,493 | 28,840 | 38,885 | 67,747 |
| Total Income tax after credits..... ⁴ | 13,187,852 | 243,692 | 29,960 | 28,835 | 38,459 | 67,137 |
| AGRICULTURE, FORESTRY, FISHING, AND HUNTING | | | | | | |
| Number of returns..... | 135,107 | 5,895 | 48,080 | 26,578 | 21,991 | 17,591 |
| Total assets..... | 96,299,993 | -- | 1,577,345 | 4,503,243 | 7,711,296 | 12,547,577 |
| Net worth..... | 36,418,247 | -- | -422,101 | 940,389 | 2,748,856 | 5,100,092 |
| Total receipts ³ | 110,588,698 | 724,070 | 6,013,434 | 8,862,979 | 9,334,958 | 15,857,021 |
| Business receipts..... | 100,398,430 | 574,724 | 5,540,483 | 7,876,528 | 7,953,353 | 14,329,649 |
| Interest paid..... | 3,117,877 | 23,790 | 89,075 | 217,310 | 291,830 | 380,072 |
| Net income (less deficit) ³ | 529,117 | -252,565 | 66,251 | 95,447 | -27,080 | 282,566 |
| Total income tax before credits..... ⁴ | 620,915 | 23,466 | 12,682 | 28,261 | 36,037 | 45,201 |
| Total Income tax after credits..... ⁴ | 547,808 | 23,117 | 12,151 | 28,259 | 35,611 | 44,620 |
| MINING | | | | | | |
| Number of returns..... | 31,467 | 1,431 | 14,463 | 4,185 | 3,086 | 3,443 |
| Total assets..... | 344,842,939 | -- | 434,860 | 771,293 | 1,131,411 | 2,424,011 |
| Net worth..... | 170,579,986 | -- | 151,434 | 195,253 | 158,431 | 958,687 |
| Total receipts ³ | 131,071,579 | 5,264,916 | 1,510,698 | 1,272,790 | 1,331,634 | 3,235,345 |
| Business receipts..... | 116,905,970 | 4,516,593 | 1,230,863 | 1,179,915 | 1,257,105 | 3,004,920 |
| Interest paid..... | 7,911,568 | 316,398 | 19,358 | 34,070 | 42,958 | 52,204 |
| Net income (less deficit) ³ | 1,091,102 | 155,438 | 111,394 | 31,640 | 21,555 | 126,061 |
| Total income tax before credits..... ⁴ | 2,116,331 | 139,715 | 5,844 | *292 | *1,445 | 20,380 |
| Total Income tax after credits..... ⁴ | 1,382,782 | 78,280 | *5,841 | *289 | *1,445 | 20,353 |
| UTILITIES | | | | | | |
| Number of returns..... | 8,067 | 542 | 3,498 | *1,231 | *714 | 617 |
| Total assets..... | 1,034,143,980 | -- | 73,139 | *217,578 | *235,991 | 426,885 |
| Net worth..... | 345,181,633 | -- | 6,202 | *76,444 | *86,639 | 117,973 |
| Total receipts ³ | 475,839,324 | 3,122,611 | 371,949 | *491,120 | *273,351 | 361,308 |
| Business receipts..... | 450,830,225 | 2,937,282 | 301,773 | *485,527 | *268,358 | 318,065 |
| Interest paid..... | 28,451,377 | 178,451 | *4,531 | *1,412 | *6,976 | 13,340 |
| Net income (less deficit) ³ | 31,509,342 | 327,885 | 79,994 | *-11,236 | *25,229 | 33,797 |
| Total income tax before credits..... ⁴ | 12,854,663 | 144,228 | *11,968 | *287 | *1,404 | *2,166 |
| Total Income tax after credits..... ⁴ | 11,257,262 | 142,295 | *11,968 | *287 | *1,404 | *2,165 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Total | Size of total assets | | | | |
|---|---------------|--------------------------|---------------------------|---------------------------------|---------------------------------|-----------------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | (1) | (2) | (3) | (4) | (5) | (6) |
| GOODS PRODUCTION | | | | | | |
| Number of returns..... | 861,846 | 40,090 | 387,759 | 127,598 | 96,035 | 76,827 |
| Total assets..... | 6,823,558,273 | -- | 11,875,877 | 21,251,416 | 34,351,059 | 54,723,866 |
| Net worth..... | 2,301,080,679 | -- | -2,703,234 | 3,650,910 | 11,006,915 | 17,252,749 |
| Total receipts ³ | 5,843,120,442 | 60,531,926 | 87,534,341 | 82,748,667 | 102,022,760 | 142,957,483 |
| Business receipts..... | 5,450,210,584 | 56,929,611 | 86,612,494 | 81,687,936 | 101,049,588 | 141,288,985 |
| Interest paid..... | 181,006,660 | 1,711,839 | 628,984 | 718,320 | 987,340 | 1,405,844 |
| Net income (less deficit) ³ | 274,408,460 | -497,108 | 3,016,593 | 2,045,297 | 3,107,072 | 3,616,293 |
| Total income tax before credits..... ⁴ | 89,009,380 | 552,273 | 75,164 | 125,467 | 221,925 | 420,613 |
| Total Income tax after credits..... ⁴ | 55,493,242 | 441,586 | 74,170 | 124,069 | 217,325 | 411,911 |
| CONSTRUCTION | | | | | | |
| Number of returns..... | 551,935 | 26,207 | 276,791 | 85,628 | 59,101 | 43,964 |
| Total assets..... | 415,679,597 | -- | 8,239,356 | 14,275,538 | 21,209,357 | 31,117,559 |
| Net worth..... | 124,212,135 | -- | 420,663 | 2,579,451 | 7,232,445 | 9,699,595 |
| Total receipts ³ | 875,357,103 | 9,282,388 | 68,918,620 | 56,372,925 | 65,120,799 | 80,197,969 |
| Business receipts..... | 859,139,558 | 8,853,094 | 68,430,573 | 55,689,954 | 64,500,325 | 79,153,811 |
| Interest paid..... | 8,234,453 | 126,725 | 429,473 | 492,149 | 572,645 | 699,675 |
| Net income (less deficit) ³ | 28,385,998 | 169,404 | 2,737,502 | 1,851,763 | 2,363,351 | 2,164,453 |
| Total income tax before credits..... ⁴ | 3,848,773 | 49,797 | 54,479 | 93,292 | 132,653 | 217,974 |
| Total Income tax after credits..... ⁴ | 3,671,586 | 47,090 | 54,478 | 92,784 | 128,601 | 212,201 |
| MANUFACTURING | | | | | | |
| Number of returns..... | 309,912 | 13,883 | 110,968 | 41,970 | 36,934 | 32,863 |
| Total assets..... | 6,407,878,676 | -- | 3,636,521 | 6,975,877 | 13,141,702 | 23,606,307 |
| Net worth..... | 2,176,868,544 | -- | -3,123,897 | 1,071,459 | 3,774,470 | 7,553,155 |
| Total receipts ³ | 4,967,763,340 | 51,249,538 | 18,615,721 | 26,375,742 | 36,901,961 | 62,759,515 |
| Business receipts..... | 4,591,071,027 | 48,076,518 | 18,181,921 | 25,997,983 | 36,549,263 | 62,135,174 |
| Interest paid..... | 172,772,207 | 1,585,115 | 199,511 | 226,171 | 414,695 | 706,169 |
| Net income (less deficit) ³ | 246,022,462 | -666,513 | 279,091 | 193,534 | 743,721 | 1,451,840 |
| Total income tax before credits..... ⁴ | 85,160,606 | 502,476 | 20,685 | 32,176 | 89,271 | 202,639 |
| Total Income tax after credits..... ⁴ | 51,821,656 | 394,496 | 19,692 | 31,285 | 88,724 | 199,710 |
| DISTRIBUTION AND TRANSPORTATION OF GOODS | | | | | | |
| Number of returns..... | 1,116,449 | 62,088 | 478,917 | 211,747 | 132,594 | 94,744 |
| Total assets..... | 2,416,133,475 | -- | 16,957,008 | 34,421,378 | 47,020,486 | 66,220,841 |
| Net worth..... | 788,035,924 | -- | -4,082,810 | 5,362,614 | 13,612,838 | 24,223,345 |
| Total receipts ³ | 5,115,031,110 | 83,465,779 | 110,192,848 | 153,352,619 | 165,258,081 | 218,779,582 |
| Business receipts..... | 4,986,297,520 | 80,053,732 | 108,650,974 | 151,435,874 | 163,135,968 | 215,854,828 |
| Interest paid..... | 69,759,453 | 1,035,161 | 680,109 | 1,083,720 | 1,285,430 | 1,682,465 |
| Net income (less deficit) ³ | 102,764,227 | -192,018 | 913,167 | 2,295,569 | 2,381,455 | 3,825,787 |
| Total income tax before credits..... ⁴ | 30,553,314 | 230,190 | 102,103 | 145,350 | 229,530 | 387,202 |
| Total Income tax after credits..... ⁴ | 28,017,372 | 215,892 | 102,088 | 144,609 | 228,195 | 381,719 |
| WHOLESALE AND RETAIL TRADE | | | | | | |
| Number of returns..... | 956,803 | 47,957 | 394,796 | 187,907 | 117,256 | 85,549 |
| Total assets..... | 1,955,833,869 | -- | 14,303,376 | 30,599,631 | 41,474,786 | 59,846,170 |
| Net worth..... | 630,317,171 | -- | -4,172,937 | 4,946,295 | 12,472,247 | 22,378,328 |
| Total receipts ³ | 4,626,956,885 | 79,408,229 | 95,734,601 | 133,590,964 | 145,477,113 | 201,262,751 |
| Business receipts..... | 4,516,670,915 | 76,351,370 | 94,472,850 | 132,009,075 | 143,557,143 | 198,755,483 |
| Interest paid..... | 56,868,644 | 940,872 | 544,385 | 909,349 | 1,049,541 | 1,437,164 |
| Net income (less deficit) ³ ⁴ | 86,950,940 | -211,601 | 540,118 | 1,834,831 | 2,045,279 | 3,338,863 |
| Total income tax before credits..... ⁴ | 25,333,188 | 205,642 | 89,805 | 115,572 | 200,901 | 345,453 |
| Total Income tax after credits..... ⁴ | 23,551,505 | 191,365 | 89,794 | 114,840 | 199,839 | 341,077 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Total | Size of total assets | | | | |
|--|----------------|--------------------------|---------------------|---------------------------|---------------------------|-----------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | (1) | (2) | (3) | (4) | (5) | (6) |
| TRANSPORTATION AND WAREHOUSING | | | | | | |
| Number of returns..... | 159,646 | 14,131 | 84,121 | 23,839 | 15,338 | 9,195 |
| Total assets..... | 460,299,605 | -- | 2,653,632 | 3,821,747 | 5,545,700 | 6,374,671 |
| Net worth..... | 157,718,753 | -- | 90,126 | 416,318 | 1,140,591 | 1,845,017 |
| Total receipts ³ | 488,074,225 | 4,057,550 | 14,458,248 | 19,761,655 | 19,780,968 | 17,516,831 |
| Business receipts..... | 469,626,605 | 3,702,362 | 14,178,124 | 19,426,799 | 19,578,825 | 17,099,345 |
| Interest paid..... | 12,890,808 | 94,289 | 135,724 | 174,371 | 235,889 | 245,301 |
| Net income (less deficit) ³ | 15,813,288 | 19,583 | 373,049 | 460,738 | 336,176 | 486,924 |
| Total income tax before credits ⁴ | 5,220,126 | 24,548 | 12,297 | 29,778 | 28,629 | 41,749 |
| Total Income tax after credits ⁴ | 4,465,867 | 24,526 | 12,294 | 29,769 | 28,356 | 40,642 |
| INFORMATION | | | | | | |
| Number of returns..... | 100,977 | 8,927 | 57,403 | 11,494 | 6,160 | 6,459 |
| Total assets..... | 1,657,751,562 | -- | 1,475,838 | 1,829,418 | 2,227,341 | 4,472,465 |
| Net worth..... | 630,069,085 | -- | -739,020 | -1,063,489 | -1,573,547 | 128,068 |
| Total receipts ³ | 759,064,134 | 22,076,552 | 8,891,886 | 6,297,901 | 6,219,052 | 8,042,017 |
| Business receipts..... | 667,610,273 | 18,710,164 | 8,660,938 | 6,147,605 | 5,870,436 | 7,508,185 |
| Interest paid..... | 52,171,340 | 1,077,227 | 55,288 | 69,831 | 81,654 | 135,735 |
| Net income (less deficit) ³ | 32,662,060 | -501,142 | 103,561 | -95,380 | -121,888 | -269,003 |
| Total income tax before credits ⁴ | 20,501,328 | 495,504 | 7,277 | 10,277 | 16,994 | 33,487 |
| Total Income tax after credits ⁴ | 18,440,210 | 484,730 | 7,277 | 10,277 | 16,982 | 32,093 |
| FINANCE, INSURANCE, REAL ESTATE, AND RENTAL AND LEASING | | | | | | |
| Number of returns..... | 740,110 | 54,969 | 320,946 | 121,689 | 86,281 | 61,913 |
| Total assets..... | 17,801,260,840 | -- | 9,542,422 | 19,754,846 | 30,578,864 | 43,882,945 |
| Net worth..... | 7,656,579,780 | -- | -2,158,393 | 5,329,856 | 6,223,671 | 6,555,321 |
| Total receipts ³ | 2,563,457,220 | 122,258,755 | 34,607,450 | 29,768,491 | 24,790,879 | 23,023,881 |
| Business receipts..... | 1,460,718,807 | 41,727,865 | 33,171,672 | 28,443,198 | 23,093,686 | 20,492,082 |
| Interest paid..... | 360,751,612 | 53,252,816 | 470,917 | 517,712 | 649,970 | 977,035 |
| Net income (less deficit) ³ | 294,051,141 | 4,124,215 | 2,457,162 | 1,862,753 | 1,560,644 | 1,043,552 |
| Total income tax before credits ⁴ | 42,944,799 | 2,271,302 | 84,576 | 110,334 | 142,611 | 170,443 |
| Total Income tax after credits ⁴ | 38,473,626 | 2,219,983 | 83,262 | 107,770 | 141,361 | 165,268 |
| FINANCE AND INSURANCE | | | | | | |
| Number of returns..... | 218,193 | 14,623 | 102,819 | 29,863 | 20,781 | 13,168 |
| Total assets..... | 17,305,086,833 | -- | 2,762,813 | 4,647,704 | 7,332,281 | 9,462,930 |
| Net worth..... | 7,518,173,882 | -- | -1,735,956 | -72,612 | -1,325,771 | -2,937,846 |
| Total receipts ³ | 2,357,691,805 | 115,735,586 | 14,252,872 | 12,855,435 | 13,420,009 | 11,367,461 |
| Business receipts..... | 1,285,017,559 | 37,584,878 | 13,849,025 | 12,353,927 | 12,834,092 | 10,205,804 |
| Interest paid..... | 344,911,753 | 52,496,857 | 197,778 | 182,420 | 274,928 | 346,617 |
| Net income (less deficit) ³ | 285,178,258 | 4,186,097 | 1,051,504 | 669,914 | 742,882 | 307,629 |
| Total income tax before credits ⁴ | 40,155,581 | 1,950,991 | 34,320 | 32,910 | 61,449 | 49,894 |
| Total Income tax after credits ⁴ | 35,809,588 | 1,908,317 | 33,054 | 32,908 | 61,041 | 49,223 |
| REAL ESTATE AND RENTAL AND LEASING | | | | | | |
| Number of returns..... | 521,917 | 40,345 | 218,128 | 91,826 | 65,500 | 48,746 |
| Total assets..... | 496,174,007 | -- | 6,779,608 | 15,107,141 | 23,246,583 | 34,420,015 |
| Net worth..... | 138,405,897 | -- | -422,437 | 5,402,467 | 7,549,442 | 9,493,168 |
| Total receipts ³ | 205,765,416 | 6,523,169 | 20,354,578 | 16,913,056 | 11,370,870 | 11,656,420 |
| Business receipts..... | 175,701,248 | 4,142,987 | 19,322,647 | 16,089,270 | 10,259,594 | 10,286,278 |
| Interest paid..... | 15,839,859 | 755,959 | 273,140 | 335,292 | 375,042 | 630,418 |
| Net income (less deficit) ³ | 8,872,883 | -61,882 | 1,405,657 | 1,192,839 | 817,762 | 735,924 |
| Total income tax before credits ⁴ | 2,789,218 | 320,311 | 50,256 | 77,424 | 81,162 | 120,549 |
| Total Income tax after credits ⁴ | 2,664,038 | 311,667 | 50,208 | 74,862 | 80,320 | 116,045 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Total | Size of total assets | | | | |
|---|---------------|--------------------------|------------------------|------------------------------|------------------------------|--------------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | (1) | (2) | (3) | (4) | (5) | (6) |
| PROFESSIONAL AND BUSINESS SERVICES | | | | | | |
| Number of returns..... | 855,164 | 60,208 | 589,306 | 102,473 | 42,577 | 23,790 |
| Total assets..... | 6,524,034,684 | -- | 14,213,251 | 16,486,348 | 14,815,077 | 16,420,232 |
| Net worth..... | 973,999,336 | -- | -2,123,257 | 4,979,382 | 4,144,740 | 4,613,011 |
| Total receipts ³ | 1,391,739,503 | 96,198,416 | 127,662,281 | 70,259,924 | 58,982,159 | 52,120,872 |
| Business receipts..... | 895,077,802 | 26,761,301 | 124,739,699 | 68,920,951 | 57,767,318 | 50,247,297 |
| Interest paid..... | 239,062,254 | 34,939,712 | 663,031 | 517,633 | 400,586 | 421,340 |
| Net income (less deficit) ³ | 82,205,220 | 3,941,550 | 6,555,869 | 3,315,058 | 2,145,746 | 882,580 |
| Total income tax before credits ⁴ | 26,726,770 | 2,205,750 | 166,136 | 151,068 | 126,822 | 160,967 |
| Total Income tax after credits ⁴ | 22,654,475 | 1,407,286 | 164,178 | 149,996 | 124,833 | 157,857 |
| PROFESSIONAL, SCIENTIFIC, AND TECHNICAL SERVICES | | | | | | |
| Number of returns..... | 623,784 | 44,406 | 442,454 | 70,992 | 29,571 | 15,779 |
| Total assets..... | 299,636,432 | -- | 10,191,371 | 11,368,264 | 10,277,781 | 10,785,831 |
| Net worth..... | 110,823,199 | -- | -1,384,855 | 3,208,580 | 2,413,926 | 2,967,147 |
| Total receipts ³ | 563,742,939 | 10,260,348 | 85,507,356 | 50,759,599 | 42,245,856 | 37,007,474 |
| Business receipts..... | 540,924,209 | 9,606,114 | 83,267,388 | 49,728,227 | 41,323,226 | 36,220,308 |
| Interest paid..... | 6,192,565 | 120,732 | 457,563 | 363,499 | 259,729 | 262,157 |
| Net income (less deficit) ³ | 18,166,687 | -699,983 | 5,451,688 | 2,432,561 | 1,712,620 | 642,545 |
| Total income tax before credits ⁴ | 4,892,809 | 98,929 | 126,956 | 110,368 | 95,273 | 123,630 |
| Total Income tax after credits ⁴ | 4,277,480 | 94,058 | 125,150 | 109,320 | 95,009 | 122,454 |
| MANAGEMENT OF COMPANIES (HOLDING COMPANIES) | | | | | | |
| Number of returns..... | 30,931 | 3,078 | 10,616 | 3,713 | 2,434 | 1,949 |
| Total assets..... | 6,036,081,553 | -- | 321,976 | 604,628 | 867,542 | 1,397,511 |
| Net worth..... | 794,827,208 | -- | 23,874 | 432,238 | 370,615 | 524,598 |
| Total receipts ³ | 550,818,360 | 79,773,019 | 123,357 | 74,862 | 134,886 | 195,421 |
| Business receipts..... | 90,497,966 | 11,355,486 | *59,698 | *1,552 | *10,652 | *12,196 |
| Interest paid..... | 227,006,009 | 34,661,740 | 25,733 | *5,543 | 48,277 | 35,590 |
| Net income (less deficit) ³ | 56,727,056 | 4,650,232 | -74,948 | -16,711 | -6,515 | -38,217 |
| Total income tax before credits ⁴ | 19,773,001 | 2,056,832 | *15,004 | 6,028 | 7,915 | 11,306 |
| Total Income tax after credits ⁴ | 16,608,717 | 1,263,702 | *15,004 | 6,028 | *6,215 | 9,599 |
| ADMINISTRATIVE AND SUPPORT AND WASTE MANAGEMENT AND REMEDIATION SERVICES | | | | | | |
| Number of returns..... | 200,449 | 12,724 | 136,236 | 27,768 | 10,572 | 6,062 |
| Total assets..... | 188,316,699 | -- | 3,699,904 | 4,513,456 | 3,669,754 | 4,236,890 |
| Net worth..... | 68,348,928 | -- | -762,275 | 1,338,564 | 1,360,199 | 1,121,267 |
| Total receipts ³ | 277,178,204 | 6,165,050 | 42,031,568 | 19,425,464 | 16,601,416 | 14,917,977 |
| Business receipts..... | 263,655,627 | 5,799,701 | 41,412,613 | 19,191,172 | 16,433,439 | 14,014,794 |
| Interest paid..... | 5,863,680 | 157,240 | 179,735 | 148,591 | 92,580 | 123,593 |
| Net income (less deficit) ³ | 7,311,477 | -8,698 | 1,179,128 | 899,207 | 439,642 | 278,252 |
| Total income tax before credits ⁴ | 2,060,959 | 49,989 | 24,176 | 34,672 | 23,633 | 26,030 |
| Total Income tax after credits ⁴ | 1,768,277 | 49,526 | 24,025 | 34,648 | 23,608 | 25,804 |
| EDUCATION, HEALTH, AND SOCIAL ASSISTANCE | | | | | | |
| Number of returns..... | 344,217 | 21,484 | 231,017 | 56,752 | 17,982 | 7,154 |
| Total assets..... | 229,721,781 | -- | 7,288,078 | 8,832,518 | 6,320,392 | 4,989,844 |
| Net worth..... | 74,916,588 | -- | 361,802 | 2,145,933 | 1,039,948 | 1,094,358 |
| Total receipts ³ | 398,377,015 | 7,008,123 | 95,678,181 | 41,674,797 | 27,841,321 | 21,236,298 |
| Business receipts..... | 380,353,867 | 6,421,902 | 93,812,547 | 40,286,382 | 27,248,628 | 18,762,948 |
| Interest paid..... | 7,627,163 | 127,472 | 269,467 | 360,092 | 268,476 | 178,887 |
| Net income (less deficit) ³ | 4,975,820 | -95,090 | 2,333,458 | 1,471,711 | 578,230 | 493,729 |
| Total income tax before credits ⁴ | 1,941,743 | 34,270 | 76,379 | 54,564 | 43,164 | 35,299 |
| Total Income tax after credits ⁴ | 1,892,733 | 33,611 | 74,782 | 52,741 | 42,883 | 35,299 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Total | Size of total assets | | | | |
|--|-------------|--------------------------|---------------------------|---------------------------------|---------------------------------|-----------------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | (1) | (2) | (3) | (4) | (5) | (6) |
| EDUCATIONAL SERVICES | | | | | | |
| Number of returns..... | 36,959 | 1,569 | 28,148 | 3,353 | 2,021 | 836 |
| Total assets..... | 12,015,998 | -- | 838,464 | 512,575 | 707,786 | 607,239 |
| Net worth..... | 4,711,049 | -- | 147,735 | 159,614 | -21,901 | 56,974 |
| Total receipts ³ | 25,845,444 | 234,547 | 7,178,809 | 1,631,408 | 2,075,677 | 2,891,956 |
| Business receipts..... | 23,196,929 | 203,062 | 7,122,720 | 1,593,983 | 2,043,257 | 937,395 |
| Interest paid..... | 247,281 | *828 | 20,970 | 19,268 | 20,116 | 26,193 |
| Net income (less deficit) ³ | 841,910 | 9,041 | 154,963 | 84,818 | 73,769 | -2,614 |
| Total income tax before credits ⁴ | 172,739 | *1,435 | 4,569 | *2,225 | *5,954 | *5,506 |
| Total Income tax after credits ⁴ | 160,680 | *1,435 | 4,569 | *2,003 | *5,954 | *5,506 |
| HEALTH CARE AND SOCIAL ASSISTANCE | | | | | | |
| Number of returns..... | 307,258 | 19,914 | 202,869 | 53,399 | 15,961 | 6,318 |
| Total assets..... | 217,705,783 | -- | 6,449,615 | 8,319,943 | 5,612,606 | 4,382,605 |
| Net worth..... | 70,205,539 | -- | 214,067 | 1,986,319 | 1,061,849 | 1,037,384 |
| Total receipts ³ | 372,531,571 | 6,773,576 | 88,499,372 | 40,043,389 | 25,765,644 | 18,344,342 |
| Business receipts..... | 357,156,938 | 6,218,840 | 86,689,827 | 38,692,399 | 25,205,371 | 17,825,553 |
| Interest paid..... | 7,379,882 | 126,643 | 248,497 | 340,824 | 248,360 | 152,694 |
| Net income (less deficit) ³ | 4,133,910 | -104,131 | 2,178,496 | 1,386,892 | 504,461 | 496,343 |
| Total income tax before credits ⁴ | 1,769,004 | 32,836 | 71,810 | 52,339 | 37,210 | 29,793 |
| Total Income tax after credits ⁴ | 1,732,053 | 32,176 | 70,213 | 50,738 | 36,930 | 29,793 |
| LEISURE, ACCOMMODATION, AND FOOD SERVICES | | | | | | |
| Number of returns..... | 338,301 | 22,996 | 179,453 | 64,052 | 31,694 | 18,578 |
| Total assets..... | 331,130,569 | -- | 5,944,422 | 10,574,720 | 11,028,453 | 12,628,926 |
| Net worth..... | 101,006,197 | -- | -3,490,020 | 1,525,749 | 2,178,287 | 3,156,742 |
| Total receipts ³ | 384,801,292 | 9,014,943 | 35,512,752 | 31,964,807 | 28,143,494 | 23,991,800 |
| Business receipts..... | 356,074,237 | 7,047,960 | 34,827,319 | 31,464,272 | 27,535,162 | 23,203,073 |
| Interest paid..... | 14,036,999 | 1,344,421 | 249,285 | 357,882 | 375,170 | 430,790 |
| Net income (less deficit) ³ | 9,759,481 | -1,090,080 | 397,186 | 328,885 | 659,432 | 741,413 |
| Total income tax before credits ⁴ | 3,292,864 | 75,890 | 24,518 | 31,552 | 48,540 | 32,424 |
| Total Income tax after credits ⁴ | 2,587,035 | 68,601 | 24,511 | 27,156 | 37,936 | 26,418 |
| ARTS, ENTERTAINMENT, AND RECREATION | | | | | | |
| Number of returns..... | 92,966 | 6,323 | 52,815 | 15,613 | 7,889 | 4,462 |
| Total assets..... | 73,334,657 | -- | 1,173,498 | 2,594,171 | 2,901,656 | 3,055,319 |
| Net worth..... | 18,208,673 | -- | -1,521,855 | 617,532 | 374,096 | 898,878 |
| Total receipts ³ | 67,273,020 | 1,539,043 | 7,156,749 | 6,013,208 | 5,058,799 | 4,522,719 |
| Business receipts..... | 60,387,702 | 963,752 | 7,112,285 | 5,839,021 | 4,885,236 | 4,179,848 |
| Interest paid..... | 2,859,173 | 101,548 | 47,771 | 75,788 | 89,721 | 72,718 |
| Net income (less deficit) ³ | 1,864,448 | 9,975 | 263,956 | 130,620 | 117,443 | 89,282 |
| Total income tax before credits ⁴ | 613,745 | 17,056 | 11,561 | 5,639 | 14,019 | 4,763 |
| Total Income tax after credits ⁴ | 535,839 | 16,740 | 11,555 | 5,639 | 13,123 | 4,271 |
| ACCOMMODATION AND FOOD SERVICES | | | | | | |
| Number of returns..... | 245,334 | 16,673 | 126,638 | 48,439 | 23,805 | 14,116 |
| Total assets..... | 257,795,912 | -- | 4,770,924 | 7,980,548 | 8,126,797 | 9,573,607 |
| Net worth..... | 82,797,524 | -- | -1,968,166 | 908,217 | 1,804,190 | 2,257,865 |
| Total receipts ³ | 317,528,271 | 7,475,900 | 28,356,003 | 25,951,600 | 23,084,694 | 19,469,081 |
| Business receipts..... | 295,686,536 | 6,084,208 | 27,715,034 | 25,625,251 | 22,649,926 | 19,023,225 |
| Interest paid..... | 11,177,826 | 1,242,872 | 201,515 | 282,093 | 285,449 | 358,072 |
| Net income (less deficit) ³ | 7,895,034 | -1,100,055 | 133,230 | 198,265 | 541,989 | 652,132 |
| Total income tax before credits ⁴ | 2,679,119 | 58,834 | 12,957 | 25,913 | 34,521 | 27,661 |
| Total Income tax after credits ⁴ | 2,051,196 | 51,860 | 12,956 | 21,517 | 24,813 | 22,147 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Total | Size of total assets | | | | |
|--|-------------|--------------------------|---------------------------|---------------------------------|---------------------------------|-----------------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | (1) | (2) | (3) | (4) | (5) | (6) |
| OTHER SERVICES | | | | | | |
| Number of returns..... | 300,313 | 21,639 | 188,375 | 47,086 | 23,682 | 11,329 |
| Total assets..... | 87,416,961 | -- | 5,694,493 | 7,541,575 | 8,169,707 | 7,971,379 |
| Net worth..... | 30,679,258 | -- | 1,209,332 | 3,059,616 | 3,299,010 | 2,980,875 |
| Total receipts ³ | 148,369,892 | 2,526,682 | 31,489,132 | 20,199,614 | 17,395,321 | 15,294,266 |
| Business receipts..... | 143,395,451 | 2,282,751 | 30,859,717 | 19,819,097 | 16,896,224 | 14,755,444 |
| Interest paid..... | 2,731,937 | 53,309 | 167,073 | 193,089 | 282,162 | 246,281 |
| Net income (less deficit) ³ | 4,591,932 | -36,468 | 1,009,393 | 587,878 | 446,373 | 420,380 |
| Total income tax before credits ⁴ | 824,431 | 14,316 | 37,415 | 32,019 | 36,755 | 43,614 |
| Total Income tax after credits ⁴ | 785,562 | 13,740 | 36,857 | 31,363 | 36,750 | 42,631 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Size of total assets--continued | | | | | | |
|--|-------------------------------------|--------------------------------------|---------------------------------------|---------------------------------------|--|---|-----------------------------|
| | \$1,000,000 under \$5,000,000 | \$5,000,000 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 under \$250,000,000 | \$250,000,000 or more |
| | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| ALL INDUSTRIES ² | | | | | | | |
| Number of returns..... | 347,416 | 52,411 | 32,977 | 12,948 | 8,862 | 8,208 | 9,669 |
| Total assets..... | 731,984,452 | 363,016,963 | 506,967,578 | 455,366,076 | 629,654,520 | 1,294,209,522 | 32,773,828,703 |
| Net worth..... | 213,895,337 | 108,044,721 | 160,540,907 | 164,058,388 | 242,227,675 | 556,294,800 | 11,542,248,785 |
| Total receipts ³ | 1,554,200,931 | 751,537,041 | 878,602,162 | 545,850,843 | 529,568,062 | 790,116,879 | 9,906,918,450 |
| Business receipts..... | 1,518,864,579 | 733,657,776 | 852,813,234 | 522,037,985 | 492,533,393 | 714,404,628 | 8,017,940,972 |
| Interest paid..... | 19,428,286 | 8,970,280 | 13,371,265 | 11,159,101 | 15,817,182 | 30,482,565 | 755,380,891 |
| Net income (less deficit) ³ | 30,230,776 | 15,167,172 | 17,061,143 | 11,567,093 | 16,387,195 | 31,871,533 | 659,479,533 |
| Total income tax before credits ⁴ | 5,651,814 | 3,241,430 | 4,771,411 | 4,082,543 | 5,491,351 | 10,490,105 | 187,932,053 |
| Total Income tax after credits ⁴ | 5,481,631 | 3,105,822 | 4,549,447 | 3,823,080 | 5,041,075 | 9,296,441 | 141,638,062 |
| RAW MATERIALS AND ENERGY PRODUCTION | | | | | | | |
| Number of returns..... | 17,257 | 1,812 | 1,109 | 357 | 233 | 177 | 349 |
| Total assets..... | 32,983,337 | 12,486,648 | 17,081,284 | 12,398,822 | 16,373,987 | 28,028,858 | 1,323,879,347 |
| Net worth..... | 11,857,336 | 5,039,114 | 7,111,996 | 5,080,955 | 6,642,744 | 9,575,333 | 496,754,090 |
| Total receipts ³ | 35,700,491 | 12,922,579 | 16,141,480 | 10,685,808 | 14,033,482 | 19,098,423 | 550,889,153 |
| Business receipts..... | 31,843,243 | 11,938,436 | 14,623,301 | 9,998,299 | 13,277,162 | 17,629,312 | 517,049,733 |
| Interest paid..... | 1,105,559 | 317,390 | 439,399 | 297,535 | 402,322 | 950,906 | 34,295,935 |
| Net income (less deficit) ³ | 44,639 | 192,890 | 92,886 | -31,368 | -58,413 | -148,283 | 31,970,834 |
| Total income tax before credits ⁴ | 142,346 | 86,030 | 130,509 | 91,595 | 106,105 | 303,413 | 14,258,535 |
| Total Income tax after credits ⁴ | 136,537 | 80,953 | 123,008 | 83,853 | 87,548 | 262,092 | 12,005,778 |
| AGRICULTURE, FORESTRY, FISHING, AND HUNTING | | | | | | | |
| Number of returns..... | 13,151 | 1,034 | 520 | 130 | 73 | 44 | 19 |
| Total assets..... | 24,514,304 | 6,983,933 | 7,925,828 | 4,489,114 | 5,070,888 | 6,539,906 | 14,436,559 |
| Net worth..... | 8,941,988 | 2,732,902 | 3,004,735 | 1,949,252 | 1,989,783 | 2,406,638 | 7,025,713 |
| Total receipts ³ | 26,689,510 | 7,433,201 | 8,557,072 | 5,325,048 | 6,409,047 | 7,537,442 | 7,844,916 |
| Business receipts..... | 23,659,492 | 6,958,009 | 8,031,239 | 5,085,081 | 6,133,723 | 7,161,128 | 7,095,021 |
| Interest paid..... | 860,698 | 191,617 | 234,925 | 113,319 | 133,120 | 183,355 | 398,767 |
| Net income (less deficit) ³ | 22,057 | 35,736 | -23,294 | 56,307 | -33,448 | 49,298 | 257,842 |
| Total income tax before credits ⁴ | 85,624 | 38,691 | 47,542 | 32,835 | 18,691 | 71,947 | 179,939 |
| Total Income tax after credits ⁴ | 82,027 | 37,586 | 46,266 | 30,173 | 17,841 | 69,711 | 120,446 |
| MINING | | | | | | | |
| Number of returns..... | 3,216 | 612 | 474 | 192 | 120 | 94 | 150 |
| Total assets..... | 6,629,533 | 4,315,781 | 7,364,214 | 6,706,798 | 8,512,712 | 15,349,574 | 291,202,752 |
| Net worth..... | 2,399,797 | 1,937,333 | 3,522,098 | 2,970,843 | 4,047,602 | 5,461,608 | 148,776,899 |
| Total receipts ³ | 7,477,190 | 3,194,638 | 5,545,299 | 4,147,682 | 4,014,969 | 8,032,876 | 86,043,541 |
| Business receipts..... | 6,783,327 | 2,764,433 | 5,001,677 | 3,783,449 | 3,605,473 | 7,127,506 | 76,650,708 |
| Interest paid..... | 164,251 | 100,492 | 161,693 | 161,455 | 184,218 | 515,351 | 6,159,120 |
| Net income (less deficit) ³ | 29,362 | 71,978 | 15,441 | -153,041 | -59,915 | -416,094 | 1,157,283 |
| Total income tax before credits ⁴ | 43,541 | 20,730 | 49,931 | 36,615 | 62,877 | 170,044 | 1,564,917 |
| Total Income tax after credits ⁴ | 42,231 | 18,403 | 46,402 | 31,915 | 45,723 | 137,195 | 954,704 |
| UTILITIES | | | | | | | |
| Number of returns..... | 891 | 166 | 115 | 34 | 39 | 39 | 180 |
| Total assets..... | 1,839,500 | 1,186,935 | 1,791,241 | 1,202,909 | 2,790,388 | 6,139,378 | 1,018,240,037 |
| Net worth..... | 515,551 | 368,878 | 585,163 | 160,860 | 605,359 | 1,707,087 | 340,951,478 |
| Total receipts ³ | 1,533,792 | 2,294,739 | 2,039,109 | 1,213,079 | 3,609,466 | 3,528,105 | 457,000,696 |
| Business receipts..... | 1,400,423 | 2,215,995 | 1,590,385 | 1,129,769 | 3,537,965 | 3,340,678 | 433,304,004 |
| Interest paid..... | 80,611 | 25,281 | 42,782 | 22,761 | 84,985 | 252,201 | 27,738,048 |
| Net income (less deficit) ³ | -6,780 | 85,175 | 100,739 | 65,366 | 34,951 | 218,513 | 30,555,709 |
| Total income tax before credits ⁴ | 13,182 | 26,608 | 33,036 | 22,145 | 24,536 | 61,423 | 12,513,679 |
| Total Income tax after credits ⁴ | 12,279 | 24,964 | 30,339 | 21,765 | 23,983 | 55,186 | 10,930,628 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Size of total assets--continued | | | | | | |
|--|-------------------------------------|--------------------------------------|---------------------------------------|---------------------------------------|--|---|-----------------------------|
| | \$1,000,000 under \$5,000,000 | \$5,000,000 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 under \$250,000,000 | \$250,000,000 or more |
| | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| GOODS PRODUCTION | | | | | | | |
| Number of returns..... | 98,006 | 16,631 | 10,217 | 3,616 | 1,935 | 1,529 | 1,603 |
| Total assets..... | 212,216,731 | 115,854,453 | 156,411,978 | 125,768,396 | 135,560,298 | 237,057,021 | 5,718,487,179 |
| Net worth..... | 72,279,043 | 42,426,843 | 60,711,373 | 51,260,012 | 56,060,096 | 94,087,591 | 1,895,048,380 |
| Total receipts ³ | 463,721,462 | 234,866,104 | 283,271,107 | 202,843,702 | 196,504,069 | 298,821,798 | 3,687,297,022 |
| Business receipts..... | 458,048,449 | 231,491,958 | 278,715,974 | 198,857,798 | 191,393,156 | 288,978,632 | 3,335,156,004 |
| Interest paid..... | 4,909,234 | 2,506,639 | 3,560,883 | 2,984,477 | 3,505,314 | 6,830,563 | 151,257,223 |
| Net income (less deficit) ³ | 13,759,826 | 7,751,009 | 9,012,441 | 5,850,512 | 7,503,707 | 11,828,220 | 207,414,598 |
| Total income tax before credits ⁴ | 2,138,160 | 1,273,754 | 1,959,862 | 1,705,348 | 2,259,365 | 4,468,842 | 73,808,606 |
| Total Income tax after credits ⁴ | 2,049,070 | 1,218,198 | 1,842,542 | 1,544,664 | 1,991,527 | 3,710,245 | 41,867,935 |
| CONSTRUCTION | | | | | | | |
| Number of returns..... | 49,465 | 6,457 | 3,012 | 752 | 285 | 169 | 103 |
| Total assets..... | 102,615,722 | 44,340,478 | 44,574,207 | 25,615,686 | 19,392,069 | 25,697,524 | 78,602,102 |
| Net worth..... | 29,825,522 | 12,608,901 | 13,415,702 | 7,933,513 | 6,052,734 | 7,482,701 | 26,960,908 |
| Total receipts ³ | 219,373,451 | 92,685,475 | 85,998,569 | 46,900,739 | 33,016,844 | 37,167,893 | 80,321,429 |
| Business receipts..... | 216,527,888 | 91,528,724 | 84,580,994 | 45,916,276 | 32,240,645 | 35,806,390 | 75,910,886 |
| Interest paid..... | 1,975,239 | 654,931 | 638,628 | 365,682 | 335,552 | 609,914 | 1,333,841 |
| Net income (less deficit) ³ | 6,447,060 | 3,124,553 | 2,667,967 | 1,549,274 | 862,500 | 1,123,588 | 3,324,583 |
| Total income tax before credits ⁴ | 905,323 | 393,988 | 399,314 | 186,039 | 162,116 | 266,928 | 986,871 |
| Total Income tax after credits ⁴ | 858,105 | 376,049 | 386,090 | 179,343 | 159,136 | 236,886 | 940,824 |
| MANUFACTURING | | | | | | | |
| Number of returns..... | 48,541 | 10,174 | 7,205 | 2,864 | 1,650 | 1,360 | 1,500 |
| Total assets..... | 109,601,009 | 71,513,976 | 111,837,772 | 100,152,710 | 116,168,229 | 211,359,496 | 5,639,885,077 |
| Net worth..... | 42,453,521 | 29,817,943 | 47,295,671 | 43,326,498 | 50,007,362 | 86,604,890 | 1,868,087,472 |
| Total receipts ³ | 244,348,010 | 142,180,629 | 197,272,538 | 155,942,963 | 163,487,225 | 261,653,905 | 3,606,975,593 |
| Business receipts..... | 241,520,561 | 139,963,235 | 194,134,980 | 152,941,521 | 159,152,511 | 253,172,242 | 3,259,245,118 |
| Interest paid..... | 2,933,996 | 1,851,708 | 2,922,255 | 2,618,795 | 3,169,763 | 6,220,649 | 149,923,382 |
| Net income (less deficit) ³ | 7,312,767 | 4,626,456 | 6,344,473 | 4,301,238 | 6,641,207 | 10,704,632 | 204,090,015 |
| Total income tax before credits ⁴ | 1,232,837 | 879,767 | 1,560,549 | 1,519,309 | 2,097,249 | 4,201,914 | 72,821,736 |
| Total Income tax after credits ⁴ | 1,190,965 | 842,149 | 1,456,452 | 1,365,321 | 1,832,391 | 3,473,359 | 40,927,111 |
| DISTRIBUTION AND TRANSPORTATION OF GOODS | | | | | | | |
| Number of returns..... | 104,788 | 16,791 | 9,412 | 2,566 | 1,202 | 866 | 736 |
| Total assets..... | 225,970,104 | 115,190,059 | 141,937,367 | 87,889,708 | 83,762,322 | 134,093,321 | 1,462,670,880 |
| Net worth..... | 72,390,828 | 32,089,387 | 41,512,873 | 27,653,628 | 28,644,643 | 42,572,043 | 504,056,535 |
| Total receipts ³ | 739,394,786 | 394,433,969 | 438,040,358 | 229,247,634 | 196,129,227 | 267,271,864 | 2,119,464,363 |
| Business receipts..... | 729,033,950 | 388,652,381 | 431,218,810 | 225,157,104 | 192,265,660 | 261,724,310 | 2,039,113,929 |
| Interest paid..... | 6,103,567 | 3,135,158 | 3,753,293 | 2,322,618 | 2,204,650 | 3,957,271 | 42,516,011 |
| Net income (less deficit) ³ | 10,757,087 | 6,163,689 | 7,556,658 | 3,684,242 | 3,654,608 | 5,073,714 | 56,650,268 |
| Total income tax before credits ⁴ | 1,678,460 | 905,861 | 1,271,775 | 956,002 | 1,037,537 | 1,728,639 | 21,880,666 |
| Total Income tax after credits ⁴ | 1,653,778 | 884,326 | 1,235,290 | 924,302 | 974,020 | 1,650,127 | 19,623,027 |
| WHOLESALE AND RETAIL TRADE | | | | | | | |
| Number of returns..... | 94,597 | 15,467 | 8,561 | 2,289 | 1,061 | 735 | 628 |
| Total assets..... | 204,836,688 | 106,550,518 | 129,046,349 | 78,278,737 | 73,635,021 | 113,993,143 | 1,103,269,450 |
| Net worth..... | 67,132,468 | 29,471,594 | 37,605,608 | 24,442,611 | 25,079,604 | 35,421,057 | 375,540,296 |
| Total receipts ³ | 690,674,693 | 376,828,885 | 414,769,180 | 215,139,270 | 181,708,665 | 244,030,536 | 1,848,331,999 |
| Business receipts..... | 681,413,752 | 371,476,554 | 408,546,968 | 211,569,116 | 178,332,762 | 239,159,063 | 1,781,026,778 |
| Interest paid..... | 5,361,023 | 2,846,272 | 3,349,025 | 2,066,327 | 1,924,081 | 3,406,264 | 33,034,341 |
| Net income (less deficit) ³ | 9,851,604 | 5,755,026 | 7,152,380 | 3,255,598 | 3,289,615 | 4,204,796 | 45,894,430 |
| Total income tax before credits ⁴ | 1,486,727 | 795,983 | 1,126,301 | 814,492 | 913,293 | 1,472,059 | 17,766,959 |
| Total Income tax after credits ⁴ | 1,471,210 | 779,789 | 1,098,833 | 788,223 | 855,769 | 1,403,698 | 16,217,069 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Size of total assets--continued | | | | | | |
|--|-------------------------------------|--------------------------------------|---------------------------------------|---------------------------------------|--|---|-----------------------------|
| | \$1,000,000 under \$5,000,000 | \$5,000,000 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 under \$250,000,000 | \$250,000,000 or more |
| | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| TRANSPORTATION AND WAREHOUSING | | | | | | | |
| Number of returns..... | 10,191 | 1,324 | 851 | 277 | 140 | 130 | 108 |
| Total assets..... | 21,133,416 | 8,639,542 | 12,891,018 | 9,610,971 | 10,127,302 | 20,100,177 | 359,401,430 |
| Net worth..... | 5,258,360 | 2,617,793 | 3,907,265 | 3,211,017 | 3,565,039 | 7,150,986 | 128,516,239 |
| Total receipts ³ | 48,720,093 | 17,605,083 | 23,271,179 | 14,108,363 | 14,420,562 | 23,241,328 | 271,132,364 |
| Business receipts..... | 47,620,197 | 17,175,827 | 22,671,842 | 13,587,988 | 13,932,898 | 22,565,247 | 258,087,151 |
| Interest paid..... | 742,543 | 288,886 | 404,268 | 256,291 | 280,570 | 551,007 | 9,481,670 |
| Net income (less deficit) ³ | 905,483 | 408,663 | 404,278 | 428,644 | 364,993 | 868,918 | 10,755,838 |
| Total income tax before credits ⁴ | 191,733 | 109,877 | 145,474 | 141,510 | 124,245 | 256,580 | 4,113,706 |
| Total Income tax after credits ⁴ | 182,568 | 104,537 | 136,457 | 136,079 | 118,252 | 246,429 | 3,405,958 |
| INFORMATION | | | | | | | |
| Number of returns..... | 6,904 | 1,316 | 1,070 | 393 | 275 | 225 | 352 |
| Total assets..... | 14,819,306 | 9,497,432 | 16,638,305 | 13,458,106 | 19,437,600 | 34,754,545 | 1,539,141,206 |
| Net worth..... | 2,921,207 | 2,730,971 | 5,757,743 | 5,003,448 | 6,368,386 | 7,218,030 | 603,317,288 |
| Total receipts ³ | 24,452,956 | 11,898,053 | 16,647,427 | 10,963,474 | 14,296,568 | 23,493,738 | 605,784,510 |
| Business receipts..... | 23,521,717 | 11,414,048 | 15,599,264 | 10,297,428 | 13,295,606 | 21,367,900 | 525,216,982 |
| Interest paid..... | 410,596 | 245,326 | 404,727 | 364,365 | 508,572 | 1,388,517 | 47,429,503 |
| Net income (less deficit) ³ | -845,616 | -139,037 | -93,206 | 278,710 | 473,579 | -519,934 | 34,391,417 |
| Total income tax before credits ⁴ | 141,879 | 131,320 | 256,413 | 180,505 | 340,648 | 425,594 | 18,461,429 |
| Total Income tax after credits ⁴ | 139,144 | 126,327 | 243,026 | 173,526 | 327,326 | 374,356 | 16,505,147 |
| FINANCE, INSURANCE, REAL ESTATE, AND RENTAL AND LEASING | | | | | | | |
| Number of returns..... | 62,966 | 9,214 | 6,662 | 3,663 | 3,086 | 3,533 | 5,188 |
| Total assets..... | 130,614,235 | 64,506,427 | 104,628,192 | 131,288,914 | 220,591,034 | 569,007,578 | 16,476,865,385 |
| Net worth..... | 26,388,591 | 12,120,115 | 24,788,021 | 52,920,879 | 108,987,460 | 344,975,165 | 7,070,449,093 |
| Total receipts ³ | 57,225,476 | 26,464,473 | 33,661,994 | 31,039,197 | 36,086,685 | 74,207,246 | 2,070,322,692 |
| Business receipts..... | 50,000,844 | 22,192,623 | 26,458,772 | 22,809,105 | 20,774,422 | 38,542,886 | 1,133,011,653 |
| Interest paid..... | 3,208,031 | 1,519,549 | 3,358,227 | 2,831,125 | 4,775,088 | 8,349,794 | 280,841,348 |
| Net income (less deficit) ³ | 2,338,823 | 1,009,858 | 308,652 | 1,510,131 | 3,420,001 | 11,080,473 | 263,334,877 |
| Total income tax before credits ⁴ | 686,037 | 394,948 | 551,901 | 546,157 | 739,565 | 1,482,571 | 35,764,353 |
| Total Income tax after credits ⁴ | 670,764 | 372,723 | 538,049 | 527,487 | 718,992 | 1,429,760 | 31,498,207 |
| FINANCE AND INSURANCE | | | | | | | |
| Number of returns..... | 15,468 | 3,771 | 3,743 | 2,825 | 2,729 | 3,348 | 5,056 |
| Total assets..... | 33,742,935 | 26,864,071 | 60,715,105 | 102,226,739 | 195,662,147 | 539,255,622 | 16,322,414,486 |
| Net worth..... | 746,025 | 1,416,797 | 12,099,928 | 44,286,284 | 101,542,959 | 335,383,272 | 7,028,770,802 |
| Total receipts ³ | 26,538,326 | 15,619,800 | 20,271,817 | 22,236,442 | 29,222,398 | 65,249,047 | 2,010,922,612 |
| Business receipts..... | 23,194,972 | 13,380,071 | 15,393,555 | 15,615,068 | 15,637,848 | 31,546,563 | 1,083,421,755 |
| Interest paid..... | 1,101,162 | 483,319 | 2,097,717 | 1,995,011 | 3,985,836 | 7,460,673 | 274,289,436 |
| Net income (less deficit) ³ | 938,951 | 504,482 | -120,673 | 1,207,285 | 3,084,813 | 10,412,591 | 262,192,783 |
| Total income tax before credits ⁴ | 259,069 | 193,320 | 326,346 | 355,840 | 591,656 | 1,238,610 | 35,061,174 |
| Total Income tax after credits ⁴ | 248,479 | 184,311 | 318,625 | 343,789 | 580,906 | 1,199,022 | 30,849,914 |
| REAL ESTATE AND RENTAL AND LEASING | | | | | | | |
| Number of returns..... | 47,498 | 5,443 | 2,919 | 838 | 357 | 184 | 132 |
| Total assets..... | 96,871,300 | 37,642,356 | 43,913,087 | 29,062,174 | 24,928,887 | 29,751,956 | 154,450,899 |
| Net worth..... | 25,642,566 | 10,703,318 | 12,688,093 | 8,634,595 | 7,444,501 | 9,591,894 | 41,678,291 |
| Total receipts ³ | 30,687,150 | 10,844,673 | 13,390,178 | 8,802,755 | 6,864,287 | 8,958,199 | 59,400,080 |
| Business receipts..... | 26,805,872 | 8,812,552 | 11,065,218 | 7,194,037 | 5,136,574 | 6,996,322 | 49,589,897 |
| Interest paid..... | 2,106,868 | 1,036,230 | 1,260,510 | 836,114 | 789,252 | 889,121 | 6,551,913 |
| Net income (less deficit) ³ | 1,399,871 | 505,376 | 429,324 | 302,847 | 335,188 | 667,881 | 1,142,095 |
| Total income tax before credits ⁴ | 426,967 | 201,628 | 225,555 | 190,316 | 147,909 | 243,961 | 703,179 |
| Total Income tax after credits ⁴ | 422,285 | 188,411 | 219,425 | 183,698 | 138,086 | 230,739 | 648,293 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Size of total assets--continued | | | | | | |
|---|---------------------------------|----------------------|-----------------------|-----------------------|-----------------------|------------------------|-----------------------------|
| | \$1,000,000 under | \$5,000,000 under | \$10,000,000 under | \$25,000,000 under | \$50,000,000 under | \$100,000,000 under | \$250,000,000 or more |
| | \$5,000,000 | \$10,000,000 | \$25,000,000 | \$50,000,000 | \$100,000,000 | \$250,000,000 | |
| (7) | (8) | (9) | (10) | (11) | (12) | (13) | |
| PROFESSIONAL AND BUSINESS SERVICES | | | | | | | |
| Number of returns..... | 24,216 | 3,479 | 2,713 | 1,776 | 1,793 | 1,632 | 1,200 |
| Total assets..... | 50,530,826 | 23,571,051 | 42,838,217 | 64,453,415 | 129,442,377 | 253,419,887 | 5,897,844,003 |
| Net worth..... | 16,234,950 | 8,765,786 | 13,246,931 | 16,085,591 | 28,543,215 | 47,328,747 | 832,180,240 |
| Total receipts ³ | 123,209,438 | 39,906,676 | 54,207,465 | 36,665,357 | 46,863,676 | 73,555,001 | 612,108,238 |
| Business receipts..... | 119,165,988 | 38,251,547 | 51,535,951 | 32,024,929 | 37,797,821 | 55,387,390 | 232,477,610 |
| Interest paid..... | 1,160,972 | 445,271 | 915,500 | 1,684,043 | 3,597,482 | 7,618,899 | 186,697,783 |
| Net income (less deficit) ³ | 2,123,077 | 157,004 | 176,936 | 400,912 | 1,546,619 | 4,434,638 | 56,525,230 |
| Total income tax before credits ⁴ | 570,485 | 328,486 | 413,773 | 461,533 | 778,265 | 1,766,283 | 19,597,202 |
| Total Income tax after credits ⁴ | 548,325 | 309,727 | 389,372 | 439,625 | 727,976 | 1,593,336 | 16,641,965 |
| PROFESSIONAL, SCIENTIFIC, AND TECHNICAL SERVICES | | | | | | | |
| Number of returns..... | 15,939 | 2,122 | 1,412 | 497 | 310 | 191 | 111 |
| Total assets..... | 33,282,345 | 14,339,247 | 21,485,627 | 17,492,063 | 22,218,523 | 30,409,620 | 117,785,759 |
| Net worth..... | 9,392,459 | 4,945,535 | 6,992,418 | 6,562,772 | 9,945,283 | 12,841,082 | 52,938,854 |
| Total receipts ³ | 87,743,030 | 27,634,135 | 38,206,349 | 24,912,026 | 22,589,327 | 35,880,845 | 100,996,595 |
| Business receipts..... | 85,031,867 | 26,986,382 | 36,872,628 | 23,557,503 | 21,413,546 | 33,178,480 | 93,738,540 |
| Interest paid..... | 748,846 | 251,836 | 407,053 | 318,729 | 338,771 | 737,772 | 1,925,877 |
| Net income (less deficit) ³ | 1,060,726 | -225,375 | -298,226 | -196,475 | -135,219 | 927,562 | 7,494,263 |
| Total income tax before credits ⁴ | 375,526 | 170,744 | 245,313 | 233,633 | 285,502 | 555,084 | 2,471,850 |
| Total Income tax after credits ⁴ | 357,409 | 163,885 | 233,391 | 219,612 | 259,644 | 510,085 | 1,987,463 |
| MANAGEMENT OF COMPANIES (HOLDING COMPANIES) | | | | | | | |
| Number of returns..... | 2,595 | 706 | 907 | 1,140 | 1,393 | 1,377 | 1,022 |
| Total assets..... | 5,675,688 | 4,926,712 | 15,273,873 | 42,154,646 | 100,846,628 | 212,934,993 | 5,651,077,355 |
| Net worth..... | 3,276,984 | 2,567,926 | 4,689,821 | 8,065,666 | 16,559,623 | 30,792,384 | 727,523,480 |
| Total receipts ³ | 904,916 | 720,472 | 1,563,496 | 3,555,957 | 8,799,265 | 19,625,455 | 435,347,255 |
| Business receipts..... | 356,056 | 165,022 | 558,654 | 639,698 | 1,777,303 | 4,846,539 | 70,715,110 |
| Interest paid..... | 113,557 | 71,795 | 361,211 | 1,231,296 | 3,093,296 | 6,610,957 | 180,747,015 |
| Net income (less deficit) ³ | 145,671 | 204,517 | 162,701 | 478,273 | 1,324,292 | 2,942,039 | 46,955,724 |
| Total income tax before credits ⁴ | 63,032 | 98,136 | 90,897 | 177,459 | 382,844 | 1,034,766 | 15,828,783 |
| Total Income tax after credits ⁴ | 60,650 | 87,845 | 79,680 | 172,988 | 363,614 | 914,616 | 13,628,777 |
| ADMINISTRATIVE AND SUPPORT AND WASTE MANAGEMENT AND REMEDIATION SERVICES | | | | | | | |
| Number of returns..... | 5,683 | 651 | 393 | 138 | 90 | 64 | 67 |
| Total assets..... | 11,572,793 | 4,305,092 | 6,078,717 | 4,806,706 | 6,377,226 | 10,075,274 | 128,980,889 |
| Net worth..... | 3,565,507 | 1,252,325 | 1,564,692 | 1,457,152 | 2,038,310 | 3,695,282 | 51,717,907 |
| Total receipts ³ | 34,561,492 | 11,552,069 | 14,437,620 | 8,197,375 | 15,475,084 | 18,048,701 | 75,764,388 |
| Business receipts..... | 33,778,065 | 11,100,143 | 14,104,669 | 7,827,728 | 14,606,972 | 17,362,372 | 68,023,960 |
| Interest paid..... | 298,569 | 121,640 | 147,237 | 134,018 | 165,415 | 270,170 | 4,024,892 |
| Net income (less deficit) ³ | 916,680 | 177,862 | 312,461 | 119,114 | 357,547 | 565,037 | 2,075,244 |
| Total income tax before credits ⁴ | 131,927 | 59,606 | 77,563 | 50,441 | 109,920 | 176,433 | 1,296,570 |
| Total Income tax after credits ⁴ | 130,266 | 57,998 | 76,301 | 47,024 | 104,718 | 168,635 | 1,025,724 |
| EDUCATION, HEALTH, AND SOCIAL ASSISTANCE | | | | | | | |
| Number of returns..... | 7,972 | 823 | 553 | 202 | 133 | 76 | 69 |
| Total assets..... | 16,063,106 | 5,912,983 | 8,539,584 | 6,919,466 | 9,645,216 | 11,751,950 | 143,458,644 |
| Net worth..... | 531,318 | 589,381 | 1,584,743 | 1,842,728 | 2,452,013 | 3,690,326 | 59,584,038 |
| Total receipts ³ | 45,799,089 | 12,901,214 | 14,785,365 | 10,569,501 | 10,960,260 | 11,913,991 | 98,008,875 |
| Business receipts..... | 44,465,710 | 12,392,346 | 13,986,398 | 9,929,643 | 10,317,597 | 10,929,812 | 91,799,955 |
| Interest paid..... | 541,126 | 214,610 | 260,670 | 239,096 | 314,778 | 367,661 | 4,484,830 |
| Net income (less deficit) ³ | 359,627 | -357,940 | -514,347 | -433,620 | -477,297 | -50,958 | 1,668,317 |
| Total income tax before credits ⁴ | 83,045 | 34,978 | 53,440 | 48,777 | 70,717 | 106,080 | 1,301,029 |
| Total Income tax after credits ⁴ | 81,096 | 34,436 | 50,993 | 46,267 | 67,313 | 98,849 | 1,274,462 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Size of total assets--continued | | | | | | |
|--|-------------------------------------|--------------------------------------|---------------------------------------|---------------------------------------|--|---|-----------------------------|
| | \$1,000,000 under \$5,000,000 | \$5,000,000 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 under \$250,000,000 | \$250,000,000 or more |
| | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| EDUCATIONAL SERVICES | | | | | | | |
| Number of returns..... | 837 | 74 | 68 | 24 | 14 | 8 | 6 |
| Total assets..... | 1,796,420 | 538,445 | 1,072,092 | 841,111 | 1,050,761 | 1,050,332 | 3,000,772 |
| Net worth..... | 840,674 | 197,321 | 221,999 | 120,657 | 570,317 | 521,922 | 1,895,737 |
| Total receipts ³ | 4,065,904 | 857,308 | 1,978,829 | 1,249,522 | 991,084 | 1,074,013 | 1,616,386 |
| Business receipts..... | 3,917,211 | 838,006 | 1,861,459 | 1,220,982 | 938,357 | 1,028,890 | 1,491,607 |
| Interest paid..... | 25,377 | 10,334 | 31,125 | 42,077 | 11,604 | 10,547 | 28,843 |
| Net income (less deficit) ³ | 215,302 | 28,312 | 23,735 | -5,078 | 65,771 | 40,913 | 152,979 |
| Total income tax before credits ⁴ | 10,697 | *6,745 | 7,675 | 9,353 | 30,915 | 26,415 | 61,252 |
| Total Income tax after credits ⁴ | 9,714 | *6,743 | 7,529 | 8,131 | 30,274 | 21,723 | 57,100 |
| HEALTH CARE AND SOCIAL ASSISTANCE | | | | | | | |
| Number of returns..... | 7,135 | 749 | 485 | 177 | 119 | 68 | 63 |
| Total assets..... | 14,266,686 | 5,374,538 | 7,467,492 | 6,078,355 | 8,594,454 | 10,701,618 | 140,457,873 |
| Net worth..... | -309,356 | 392,060 | 1,362,744 | 1,722,071 | 1,881,696 | 3,168,404 | 57,688,301 |
| Total receipts ³ | 41,733,185 | 12,043,907 | 12,806,536 | 9,319,979 | 9,969,176 | 10,839,978 | 96,392,489 |
| Business receipts..... | 40,548,499 | 11,554,340 | 12,124,939 | 8,708,660 | 9,379,240 | 9,900,922 | 90,308,348 |
| Interest paid..... | 515,749 | 204,276 | 229,545 | 197,019 | 303,174 | 357,114 | 4,455,988 |
| Net income (less deficit) ³ | 144,325 | -386,253 | -538,082 | -428,541 | -543,067 | -91,870 | 1,515,337 |
| Total income tax before credits ⁴ | 72,349 | 28,233 | 45,765 | 39,424 | 39,803 | 79,665 | 1,239,777 |
| Total Income tax after credits ⁴ | 71,382 | 27,693 | 43,464 | 38,137 | 37,039 | 77,126 | 1,217,362 |
| LEISURE, ACCOMMODATION, AND FOOD SERVICES | | | | | | | |
| Number of returns..... | 17,991 | 1,835 | 957 | 291 | 161 | 150 | 143 |
| Total assets..... | 35,726,110 | 12,468,943 | 14,702,510 | 10,216,411 | 11,549,635 | 23,130,054 | 183,160,384 |
| Net worth..... | 5,786,236 | 2,946,883 | 4,248,669 | 2,972,101 | 3,608,070 | 5,896,377 | 72,177,104 |
| Total receipts ³ | 42,325,987 | 13,277,733 | 16,182,444 | 9,704,510 | 11,562,371 | 19,324,475 | 143,795,977 |
| Business receipts..... | 41,138,341 | 12,704,576 | 15,247,914 | 8,982,684 | 10,455,818 | 17,538,860 | 125,928,259 |
| Interest paid..... | 1,625,284 | 508,833 | 572,182 | 377,094 | 409,321 | 921,669 | 6,865,069 |
| Net income (less deficit) ³ | 1,028,314 | 220,494 | 307,926 | 177,905 | 321,928 | 233,256 | 6,432,822 |
| Total income tax before credits ⁴ | 109,506 | 41,718 | 91,884 | 62,516 | 135,857 | 196,172 | 2,442,287 |
| Total Income tax after credits ⁴ | 103,677 | 36,548 | 86,274 | 54,921 | 123,334 | 168,841 | 1,828,817 |
| ARTS, ENTERTAINMENT, AND RECREATION | | | | | | | |
| Number of returns..... | 4,705 | 579 | 337 | 102 | 64 | 46 | 31 |
| Total assets..... | 9,432,268 | 4,018,618 | 5,151,228 | 3,543,760 | 4,457,958 | 6,938,380 | 30,067,800 |
| Net worth..... | 1,108,777 | 764,286 | 2,049,310 | 1,318,338 | 1,533,358 | 1,593,463 | 9,472,490 |
| Total receipts ³ | 9,663,532 | 3,435,019 | 3,730,817 | 2,327,917 | 4,414,169 | 5,054,097 | 14,356,951 |
| Business receipts..... | 9,248,788 | 3,118,614 | 3,241,276 | 1,924,047 | 3,726,424 | 4,289,455 | 11,858,956 |
| Interest paid..... | 374,260 | 134,390 | 138,871 | 94,865 | 138,176 | 303,585 | 1,287,480 |
| Net income (less deficit) ³ | 179,467 | 23,191 | 67,016 | 60,091 | 252,359 | 36,431 | 634,616 |
| Total income tax before credits ⁴ | 47,639 | 11,269 | 39,705 | 20,893 | 73,769 | 67,082 | 300,350 |
| Total Income tax after credits ⁴ | 46,993 | 10,700 | 38,341 | 20,117 | 71,567 | 65,114 | 231,679 |
| ACCOMMODATION AND FOOD SERVICES | | | | | | | |
| Number of returns..... | 13,285 | 1,256 | 620 | 188 | 97 | 104 | 112 |
| Total assets..... | 26,293,842 | 8,450,325 | 9,551,282 | 6,672,651 | 7,091,677 | 16,191,674 | 153,092,584 |
| Net worth..... | 4,677,459 | 2,182,596 | 2,199,359 | 1,653,763 | 2,074,711 | 4,302,914 | 62,704,614 |
| Total receipts ³ | 32,662,454 | 9,842,714 | 12,451,627 | 7,376,593 | 7,148,202 | 14,270,378 | 129,439,026 |
| Business receipts..... | 31,889,553 | 9,585,962 | 12,006,638 | 7,058,637 | 6,729,395 | 13,249,404 | 114,069,303 |
| Interest paid..... | 1,251,024 | 374,443 | 433,311 | 282,229 | 271,145 | 618,084 | 5,577,589 |
| Net income (less deficit) ³ | 848,847 | 197,303 | 240,910 | 117,813 | 69,569 | 196,826 | 5,798,207 |
| Total income tax before credits ⁴ | 61,867 | 30,449 | 52,179 | 41,623 | 62,088 | 129,090 | 2,141,937 |
| Total Income tax after credits ⁴ | 56,684 | 25,848 | 47,933 | 34,804 | 51,767 | 103,727 | 1,597,138 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item, industrial sector | Size of total assets--continued | | | | | | |
|--|-------------------------------------|--------------------------------------|---------------------------------------|---------------------------------------|--|---|-----------------------------|
| | \$1,000,000 under \$5,000,000 | \$5,000,000 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 under \$250,000,000 | \$250,000,000 or more |
| | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| OTHER SERVICES | | | | | | | |
| Number of returns..... | 7,240 | 510 | 273 | 85 | 44 | 20 | 29 |
| Total assets..... | 12,934,558 | 3,528,967 | 4,023,410 | 2,972,839 | 3,292,052 | 2,966,308 | 28,321,674 |
| Net worth..... | 5,480,852 | 1,336,241 | 1,520,035 | 1,239,047 | 921,048 | 951,185 | 8,682,015 |
| Total receipts ³ | 22,193,006 | 4,866,240 | 5,464,284 | 4,131,661 | 3,131,724 | 2,430,343 | 19,247,619 |
| Business receipts..... | 21,485,593 | 4,619,860 | 5,247,243 | 3,980,996 | 2,956,151 | 2,305,526 | 18,186,848 |
| Interest paid..... | 360,226 | 77,505 | 103,416 | 58,748 | 99,654 | 97,285 | 993,188 |
| Net income (less deficit) ³ | 645,811 | 169,206 | 185,651 | 129,669 | 2,463 | -59,594 | 1,091,170 |
| Total income tax before credits ⁴ | 95,180 | 44,335 | 36,942 | 30,109 | 23,290 | 12,511 | 417,944 |
| Total Income tax after credits ⁴ | 92,526 | 42,585 | 36,078 | 28,435 | 23,039 | 8,834 | 392,724 |

* Estimates should be used with caution because of the small number of sample returns on which they were based.

¹ Zero-assets class includes returns of liquidating or dissolving corporations that disposed of all assets, final returns of merging companies whose assets were included in the returns of the acquiring corporations, part-year returns (except those of newly-incorporated businesses), and returns of foreign corporations with income "effectively connected" with a U.S. trade or business (except foreign insurance companies providing separate data for U.S. branches, assets for which are included in the appropriate size class).

² Includes returns where the nature of business is not allocable, which are not shown separately.

³ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment income, including capital gains, of S corporations (qualifying corporations electing to be taxed through shareholders).

⁴ For purposes of the statistics, includes not only income tax, but alternative minimum tax, tax from recapture of investment and low-income housing credits, and certain other taxes. By law, only income tax could be reduced by tax credits.

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

Corporation Income Tax Returns, 1998

Table 3.--Selected Balance Sheet, Income Statement, and Tax Items by Asset Size

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item | Total | Size of total assets | | | | |
|---|-----------------------|--------------------------|---------------------------|---------------------------------|---------------------------------|-----------------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | | (1) | (2) | (3) | (4) | (5) |
| Number of returns..... | 4,848,888 | 304,172 | 2,509,500 | 776,565 | 463,431 | 322,730 |
| Total assets..... | 37,347,352,986 | -- | 75,220,851 | 126,417,360 | 163,814,039 | 226,872,923 |
| Cash..... | 1,336,424,483 | -- | 20,555,117 | 24,261,640 | 26,858,753 | 33,599,781 |
| Notes and accounts receivable..... | 7,061,547,469 | -- | 6,699,416 | 15,821,027 | 25,028,284 | 39,491,106 |
| Less: Allowance for bad debts..... | 128,129,657 | -- | 160,299 | 315,833 | 332,329 | 334,983 |
| Inventories..... | 1,139,210,381 | -- | 7,463,745 | 16,146,662 | 22,256,935 | 33,408,583 |
| Investments in U.S. Government obligations..... | 1,365,651,984 | -- | 42,864 | 193,033 | 450,920 | 510,263 |
| Tax-exempt securities..... | 958,653,471 | -- | 31,445 | 105,734 | 166,655 | 543,983 |
| Other current assets..... | 2,738,441,339 | -- | 3,299,562 | 5,985,990 | 7,861,957 | 12,120,813 |
| Loans to stockholders..... | 135,052,180 | -- | 5,648,736 | 7,057,299 | 6,374,977 | 6,905,623 |
| Mortgage and real estate loans..... | 2,414,901,336 | -- | 455,759 | 1,333,461 | 2,091,007 | 2,376,577 |
| Other investments..... | 13,201,119,823 | -- | 2,533,597 | 6,356,565 | 9,538,891 | 14,564,811 |
| Depreciable assets..... | 6,541,280,743 | -- | 89,955,048 | 103,080,884 | 115,984,765 | 143,621,760 |
| Less: Accumulated depreciation..... | 3,031,634,536 | -- | 66,270,350 | 66,293,851 | 70,173,647 | 83,798,984 |
| Depletable assets..... | 192,668,634 | -- | 396,959 | 502,868 | 399,491 | 1,055,547 |
| Less: Accumulated depletion..... | 92,307,154 | -- | 243,759 | 298,970 | 141,536 | 530,278 |
| Land..... | 271,489,857 | -- | 1,642,608 | 5,425,653 | 9,535,564 | 15,526,196 |
| Intangible assets (amortizable)..... | 1,376,300,094 | -- | 4,205,924 | 6,897,754 | 5,905,084 | 6,623,377 |
| Less: Accumulated amortization..... | 232,743,976 | -- | 2,233,941 | 2,672,690 | 2,070,779 | 2,439,460 |
| Other assets..... | 2,099,426,516 | -- | 1,198,420 | 2,830,132 | 4,079,047 | 3,628,207 |
| Total liabilities..... | 37,347,352,986 | -- | 75,220,851 | 126,417,360 | 163,814,039 | 226,872,923 |
| Accounts payable..... | 2,501,289,043 | -- | 9,023,166 | 14,305,891 | 20,280,462 | 30,196,113 |
| Mortgages, notes, and bonds payable in less than 1 year..... | 3,215,524,383 | -- | 8,384,940 | 12,428,864 | 14,618,832 | 22,511,736 |
| Other current liabilities..... | 8,809,999,920 | -- | 11,303,868 | 11,276,469 | 15,431,355 | 18,371,313 |
| Loans from stockholders..... | 361,234,088 | -- | 37,763,824 | 26,558,457 | 24,718,007 | 26,082,288 |
| Mortgages, notes, and bonds payable in 1 year or more..... | 4,813,249,719 | -- | 18,795,128 | 30,717,169 | 37,397,750 | 51,667,930 |
| Other liabilities..... | 4,537,780,597 | -- | 3,885,712 | 4,944,901 | 8,904,116 | 11,792,258 |
| Net worth..... | 13,108,275,236 | -- | -13,935,786 | 26,185,609 | 42,463,518 | 66,251,285 |
| Capital stock..... | 3,244,023,916 | -- | 17,385,662 | 15,568,705 | 15,649,635 | 18,918,476 |
| Paid-in or capital surplus..... | 8,610,169,238 | -- | 23,876,527 | 20,158,986 | 19,076,788 | 23,704,382 |
| Retained earnings, appropriated..... | 185,163,160 | -- | 275,323 | 394,222 | 805,891 | 1,102,563 |
| Retained earnings, unappropriated..... | 3,190,409,230 | -- | -51,526,550 | -6,012,604 | 11,118,251 | 28,991,759 |
| Adjustments to shareholders equity..... | -3,006,539 | -- | -261,848 | 358,664 | 173,623 | 268,323 |
| Less: Cost of treasury stock..... | 2,118,483,766 | -- | 3,684,900 | 4,282,363 | 4,360,670 | 6,734,218 |
| Total receipts..... | 17,323,955,004 | 412,489,344 | 539,788,649 | 448,077,953 | 441,806,636 | 524,998,052 |
| Business receipts..... | 15,010,264,802 | 248,260,900 | 528,719,939 | 438,879,809 | 432,288,500 | 509,863,086 |
| Interest..... | 1,227,640,206 | 119,935,428 | 491,441 | 686,718 | 965,338 | 1,296,027 |
| Interest on State and local Government obligations..... | 49,128,679 | 669,226 | 10,003 | 25,212 | 21,505 | 87,783 |
| Rents..... | 106,686,977 | 5,038,592 | 350,720 | 341,468 | 568,139 | 695,854 |
| Royalties..... | 93,600,002 | 753,100 | 104,578 | 43,146 | 55,528 | 51,846 |
| Net short-term capital gain less net long-term capital loss..... | 37,302,058 | 907,682 | 46,790 | 197,595 | 124,355 | 104,419 |
| Net long-term capital gain less net short-term capital loss ² | 125,012,968 | 6,737,626 | 734,289 | 793,750 | 890,180 | 1,115,875 |
| Net gain, noncapital assets..... | 69,519,362 | 5,299,456 | 917,912 | 900,622 | 713,865 | 1,137,503 |
| Dividends, domestic corporations..... | 20,010,007 | 242,711 | 15,993 | 87,723 | 110,310 | 116,726 |
| Dividends, foreign corporations..... | 49,232,904 | 523,107 | *1,337 | *36 | 795 | *2,814 |
| Other receipts..... | 535,557,040 | 24,121,517 | 8,395,647 | 6,121,875 | 6,068,121 | 10,526,121 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 3.--Selected Balance Sheet, Income Statement, and Tax Items by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item | Total | Size of total assets | | | | |
|---|-----------------------|--------------------------|---------------------------|---------------------------------|---------------------------------|-----------------------------------|
| | | Zero assets ¹ | \$1 under \$100,000 | \$100,000 under \$250,000 | \$250,000 under \$500,000 | \$500,000 under \$1,000,000 |
| | | (1) | (2) | (3) | (4) | (5) |
| Total deductions..... | 16,489,425,015 | 406,262,133 | 522,722,422 | 436,057,930 | 431,484,568 | 513,712,908 |
| Cost of goods sold..... | 9,362,392,237 | 134,488,404 | 182,083,263 | 209,385,019 | 224,462,674 | 297,833,193 |
| Compensation of officers..... | 356,850,517 | 9,005,325 | 75,826,820 | 40,892,005 | 32,576,465 | 31,482,835 |
| Salaries and wages ³ | 1,613,559,231 | 36,903,726 | 79,974,793 | 59,728,790 | 57,466,070 | 61,905,484 |
| Repairs..... | 130,298,655 | 2,191,470 | 5,057,363 | 4,298,266 | 4,579,690 | 4,782,078 |
| Bad debts..... | 86,371,104 | 10,204,480 | 848,843 | 823,273 | 1,117,500 | 1,347,721 |
| Rent paid on business property..... | 308,317,657 | 7,613,174 | 26,977,148 | 18,403,643 | 14,980,626 | 14,357,047 |
| Taxes paid..... | 354,578,692 | 7,794,100 | 16,562,167 | 13,367,797 | 12,839,309 | 13,723,234 |
| Interest paid..... | 966,659,473 | 94,065,566 | 3,302,831 | 4,072,227 | 4,680,512 | 5,928,769 |
| Contributions or gifts..... | 8,667,513 | 137,324 | 88,276 | 76,791 | 86,564 | 111,695 |
| Amortization..... | 74,336,292 | 2,031,689 | 446,673 | 554,942 | 443,789 | 510,639 |
| Depreciation..... | 542,490,397 | 12,755,666 | 7,447,959 | 8,298,166 | 8,629,263 | 10,263,308 |
| Depletion..... | 9,685,686 | 210,724 | 25,110 | 19,050 | 15,956 | 31,722 |
| Advertising..... | 198,214,266 | 3,461,760 | 5,816,308 | 4,432,509 | 4,287,635 | 4,488,714 |
| Pension, profit-sharing, stock bonus, and annuity plans..... | 71,689,478 | 1,165,570 | 5,243,494 | 2,568,708 | 2,240,481 | 2,536,110 |
| Employee benefit programs..... | 195,453,372 | 4,686,521 | 4,536,033 | 3,545,508 | 3,806,947 | 4,538,864 |
| Net loss, noncapital assets..... | 21,309,505 | 3,010,762 | 510,012 | 184,526 | 218,038 | 464,615 |
| Other deductions..... | 2,188,550,940 | 76,535,872 | 107,975,331 | 65,406,709 | 59,053,050 | 59,406,879 |
| Total receipts less total deductions..... | 834,529,989 | 6,227,211 | 17,066,227 | 12,020,024 | 10,322,068 | 11,285,144 |
| Constructive taxable income from related foreign corporations..... | 52,822,281 | 348,414 | -- | 2,894 | (⁴) | *892 |
| Net income (less deficit), total..... | 838,223,591 | 5,906,399 | 17,056,225 | 11,997,706 | 10,300,564 | 11,198,253 |
| Net income, total..... | 1,091,150,050 | 27,738,732 | 31,794,659 | 20,856,168 | 19,017,025 | 20,957,639 |
| Deficit, total..... | 252,926,459 | 21,832,333 | 14,738,435 | 8,858,462 | 8,716,462 | 9,759,386 |
| Net income (less deficit), Form 1120-A..... | 287,631 | 35,716 | 140,766 | 81,179 | 29,970 | -- |
| Net income (less deficit), Form 1120-F..... | -1,759,178 | -1,759,178 | -- | -- | -- | -- |
| Net income (less deficit), Form 1120S..... ⁵ | 124,859,425 | 404,208 | 18,167,901 | 10,627,945 | 8,494,674 | 9,590,645 |
| Statutory special deductions, total..... | 261,305,651 | 6,592,847 | 2,566,019 | 1,978,553 | 1,790,933 | 1,766,695 |
| Net operating loss deduction..... | 52,678,450 | 4,094,072 | 2,543,814 | 1,914,837 | 1,717,888 | 1,664,599 |
| Dividends received deduction..... | 23,951,279 | 261,451 | 11,985 | 60,042 | 71,027 | 82,107 |
| Public utility dividends paid deduction..... | 37,798 | 129 | -- | -- | -- | -- |
| Income subject to tax ⁷..... | 663,385,528 | 17,512,482 | 3,099,873 | 3,661,521 | 4,552,926 | 5,754,675 |
| Total income tax before credits ⁸..... | 231,399,671 | 6,187,427 | 604,060 | 689,987 | 905,226 | 1,352,264 |
| Income tax..... | 228,021,519 | 6,004,405 | 601,351 | 684,682 | 905,245 | 1,344,198 |
| Personal Holding Company tax..... | 12,937 | *54 | *810 | *1,453 | *693 | *946 |
| Recapture taxes..... ⁹ | 3,938 | *28 | -- | -- | -- | -- |
| Alternative minimum tax..... | 3,324,799 | 98,251 | 5,866 | 4,105 | 5,300 | 6,783 |
| Foreign tax credit..... | 37,396,469 | 846,992 | *391 | *1,674 | *678 | *1,349 |
| U.S. possessions tax credit..... | 2,393,331 | 1,738 | 102 | 11 | 1,281 | 35 |
| Nonconventional source fuel credit..... | 1,029,728 | 13,605 | 3 | 2 | *413 | *7 |
| General business credit..... | 5,601,399 | 152,081 | 5,778 | 8,767 | 14,513 | 16,655 |
| Prior-year minimum tax credit..... ¹⁰ | 3,432,896 | 43,368 | *700 | *2,200 | 3,617 | 13,415 |
| Total income tax after credits..... | 181,545,146 | 5,129,643 | 597,085 | 677,333 | 884,724 | 1,320,803 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 3.--Selected Balance Sheet, Income Statement, and Tax Items by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item | Size of total assets--continued | | | | | | |
|--|---------------------------------|----------------------|-----------------------|-----------------------|-----------------------|------------------------|-----------------------------|
| | \$1,000,000 under | \$5,000,000 under | \$10,000,000 under | \$25,000,000 under | \$50,000,000 under | \$100,000,000 under | \$250,000,000 or more |
| | \$5,000,000 | \$10,000,000 | \$25,000,000 | \$50,000,000 | \$100,000,000 | \$250,000,000 | more |
| (7) | (8) | (9) | (10) | (11) | (12) | (13) | |
| Number of returns..... | 347,416 | 52,411 | 32,977 | 12,948 | 8,862 | 8,208 | 9,669 |
| Total assets..... | 731,984,452 | 363,016,963 | 506,967,578 | 455,366,076 | 629,654,520 | 1,294,209,522 | 32,773,828,703 |
| Cash..... | 82,390,193 | 37,000,923 | 48,280,348 | 35,975,437 | 41,082,509 | 64,314,388 | 922,105,394 |
| Notes and accounts receivable..... | 153,537,614 | 80,657,706 | 114,784,600 | 110,837,690 | 155,892,757 | 290,109,548 | 6,068,687,722 |
| Less: Allowance for bad debts..... | 2,312,988 | 1,394,605 | 2,837,014 | 2,829,517 | 4,100,361 | 6,907,939 | 106,603,790 |
| Inventories..... | 130,483,290 | 73,515,273 | 84,653,640 | 51,880,867 | 50,576,792 | 76,173,162 | 592,651,432 |
| Investments in U.S. Government obligations..... | 3,245,495 | 2,808,000 | 8,160,120 | 17,679,938 | 35,515,367 | 75,662,399 | 1,221,383,584 |
| Tax-exempt securities..... | 1,971,265 | 1,671,271 | 4,374,336 | 9,457,270 | 22,329,192 | 67,917,942 | 850,084,379 |
| Other current assets..... | 42,080,281 | 21,104,098 | 29,252,230 | 25,395,528 | 30,662,233 | 58,100,202 | 2,502,578,444 |
| Loans to stockholders..... | 11,689,481 | 3,902,217 | 4,084,739 | 2,331,163 | 2,239,519 | 3,192,658 | 81,625,769 |
| Mortgage and real estate loans..... | 7,479,633 | 3,843,239 | 6,068,776 | 10,174,059 | 26,045,443 | 74,772,521 | 2,280,260,862 |
| Other investments..... | 54,333,526 | 32,907,572 | 61,966,584 | 76,731,954 | 131,337,333 | 348,404,653 | 12,462,444,339 |
| Depreciable assets..... | 396,068,268 | 166,070,726 | 214,335,818 | 154,218,808 | 163,304,928 | 257,354,945 | 4,737,284,792 |
| Less: Accumulated depreciation..... | 215,201,291 | 86,156,114 | 107,104,883 | 74,030,001 | 75,387,627 | 111,088,579 | 2,076,129,209 |
| Depletable assets..... | 2,493,820 | 1,133,295 | 2,685,040 | 2,894,652 | 4,610,555 | 8,920,765 | 167,575,642 |
| Less: Accumulated depletion..... | 1,119,502 | 543,573 | 1,117,679 | 1,216,664 | 2,227,616 | 3,933,442 | 80,934,136 |
| Land..... | 40,609,849 | 14,018,633 | 16,541,427 | 10,699,793 | 10,186,771 | 13,850,754 | 133,452,608 |
| Intangible assets (amortizable)..... | 18,373,127 | 8,993,276 | 17,018,694 | 18,962,418 | 29,825,988 | 63,651,537 | 1,195,842,915 |
| Less: Accumulated amortization..... | 6,576,973 | 2,871,818 | 5,064,943 | 4,213,681 | 6,283,708 | 10,573,088 | 187,742,895 |
| Other assets..... | 12,439,362 | 6,356,844 | 10,885,746 | 10,416,362 | 14,044,447 | 24,287,097 | 2,009,260,851 |
| Total liabilities..... | 731,984,452 | 363,016,963 | 506,967,578 | 455,366,076 | 629,654,520 | 1,294,209,522 | 32,773,828,703 |
| Accounts payable..... | 104,059,142 | 51,112,777 | 66,260,530 | 49,177,782 | 57,008,308 | 93,394,952 | 2,006,469,920 |
| Mortgages, notes, and bonds payable in less than 1 year..... | 95,007,000 | 59,288,862 | 71,652,672 | 45,432,458 | 43,808,858 | 69,308,033 | 2,773,082,128 |
| Other current liabilities..... | 68,158,027 | 37,350,501 | 65,346,184 | 89,700,495 | 162,612,931 | 345,689,026 | 7,984,759,751 |
| Loans from stockholders..... | 55,291,760 | 16,747,231 | 16,385,584 | 9,000,791 | 7,047,947 | 8,877,253 | 132,760,945 |
| Mortgages, notes, and bonds payable in 1 year or more..... | 160,884,346 | 69,079,601 | 92,612,909 | 73,258,354 | 88,303,856 | 170,307,972 | 4,020,224,705 |
| Other liabilities..... | 34,688,840 | 21,393,268 | 34,168,792 | 24,737,808 | 28,644,946 | 50,337,486 | 4,314,282,469 |
| Net worth..... | 213,895,337 | 108,044,721 | 160,540,907 | 164,058,388 | 242,227,675 | 556,294,800 | 11,542,248,785 |
| Capital stock..... | 53,156,239 | 25,037,445 | 38,998,602 | 35,718,796 | 48,036,540 | 98,776,379 | 2,876,777,438 |
| Paid-in or capital surplus..... | 96,267,933 | 55,263,296 | 99,461,105 | 109,513,940 | 176,311,277 | 408,806,871 | 7,577,728,133 |
| Retained earnings, appropriated..... | 1,853,159 | 645,254 | 1,192,417 | 959,997 | 1,596,409 | 4,533,209 | 171,804,717 |
| Retained earnings, unappropriated..... | 79,651,643 | 33,164,629 | 29,509,222 | 23,766,835 | 31,289,833 | 64,428,740 | 2,946,027,471 |
| Adjustments to shareholders equity..... | 357,582 | 126,317 | -629,229 | -160,824 | 331,296 | 736,827 | -4,307,270 |
| Less: Cost of treasury stock..... | 17,391,220 | 6,192,220 | 7,991,209 | 5,740,355 | 15,337,681 | 20,987,226 | 2,025,781,705 |
| Total receipts..... | 1,554,200,931 | 751,537,041 | 878,602,162 | 545,850,843 | 529,568,062 | 790,116,879 | 9,906,918,450 |
| Business receipts..... | 1,518,864,579 | 733,657,776 | 852,813,234 | 522,037,985 | 492,533,393 | 714,404,628 | 8,017,940,972 |
| Interest..... | 4,040,555 | 2,289,197 | 4,702,365 | 7,557,480 | 14,874,535 | 36,923,457 | 1,033,877,665 |
| Interest on State and local Government obligations..... | 276,808 | 182,768 | 412,625 | 629,473 | 1,428,940 | 4,127,771 | 41,256,565 |
| Rents..... | 1,725,127 | 870,633 | 1,469,874 | 1,189,154 | 1,429,415 | 2,744,405 | 90,263,595 |
| Royalties..... | 405,242 | 290,419 | 476,920 | 601,277 | 1,001,425 | 2,083,449 | 87,733,073 |
| Net short-term capital gain less net long-term capital loss..... | 328,163 | 162,743 | 344,687 | 442,992 | 689,313 | 2,332,981 | 31,620,339 |
| Net long-term capital gain less net short-term capital loss ² | 3,500,636 | 2,038,240 | 3,348,984 | 1,987,916 | 2,917,790 | 3,821,400 | 97,126,281 |
| Net gain, noncapital assets..... | 2,709,875 | 1,326,651 | 1,572,817 | 1,049,319 | 1,182,987 | 2,049,020 | 50,659,336 |
| Dividends, domestic corporations..... | 391,788 | 160,107 | 254,974 | 225,688 | 301,577 | 586,220 | 17,516,192 |
| Dividends, foreign corporations..... | 48,458 | 64,918 | 157,880 | 170,535 | 345,461 | 1,192,433 | 46,725,131 |
| Other receipts..... | 21,909,699 | 10,493,590 | 13,047,802 | 9,959,025 | 12,863,226 | 19,851,116 | 392,199,301 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 3.--Selected Balance Sheet, Income Statement, and Tax Items by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

| Item | Size of total assets--continued | | | | | | |
|---|---------------------------------|----------------------|-----------------------|-----------------------|-----------------------|------------------------|-----------------------------|
| | \$1,000,000 under | \$5,000,000 under | \$10,000,000 under | \$25,000,000 under | \$50,000,000 under | \$100,000,000 under | \$250,000,000 or more |
| | \$5,000,000 | \$10,000,000 | \$25,000,000 | \$50,000,000 | \$100,000,000 | \$250,000,000 | more |
| | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| Total deductions..... | 1,523,705,415 | 736,230,643 | 861,199,610 | 533,743,410 | 511,935,488 | 754,830,764 | 9,257,539,723 |
| Cost of goods sold..... | 1,011,173,839 | 534,914,034 | 617,621,782 | 366,331,509 | 333,948,696 | 475,685,549 | 4,974,464,275 |
| Compensation of officers..... | 58,263,849 | 16,928,959 | 16,691,541 | 8,638,142 | 7,082,177 | 8,475,274 | 50,987,124 |
| Salaries and wages ³ | 150,819,850 | 62,981,371 | 73,784,615 | 48,983,589 | 49,313,377 | 75,040,619 | 856,656,948 |
| Repairs..... | 10,276,835 | 3,995,754 | 4,128,438 | 2,677,757 | 2,679,958 | 4,470,721 | 81,160,326 |
| Bad debts..... | 4,100,699 | 1,864,685 | 2,353,377 | 1,661,509 | 2,230,976 | 3,053,828 | 56,764,215 |
| Rent paid on business property..... | 32,806,117 | 11,042,577 | 13,365,700 | 8,456,326 | 8,608,351 | 12,894,127 | 138,812,822 |
| Taxes paid..... | 33,967,360 | 13,677,903 | 15,483,065 | 9,744,248 | 9,790,299 | 15,017,382 | 192,611,828 |
| Interest paid..... | 19,428,286 | 8,970,280 | 13,371,265 | 11,159,101 | 15,817,182 | 30,482,565 | 755,380,891 |
| Contributions or gifts..... | 298,129 | 125,783 | 178,439 | 157,792 | 179,684 | 331,094 | 6,895,942 |
| Amortization..... | 1,584,549 | 833,016 | 1,442,852 | 1,509,048 | 1,997,791 | 3,879,166 | 59,102,139 |
| Depreciation..... | 29,040,296 | 12,207,740 | 16,570,223 | 12,078,769 | 13,218,378 | 21,445,281 | 390,535,348 |
| Depletion..... | 117,247 | 96,444 | 223,322 | 266,780 | 294,887 | 539,398 | 7,845,045 |
| Advertising..... | 12,787,934 | 6,027,504 | 8,110,262 | 5,702,988 | 5,852,791 | 8,490,164 | 128,755,697 |
| Pension, profit-sharing, stock bonus, and annuity plans..... | 5,797,543 | 2,328,866 | 2,660,772 | 1,768,973 | 1,727,404 | 2,678,003 | 40,973,554 |
| Employee benefit programs..... | 13,598,090 | 6,033,964 | 7,713,298 | 5,558,697 | 5,830,881 | 9,598,332 | 126,006,236 |
| Net loss, noncapital assets..... | 1,093,598 | 498,385 | 853,063 | 890,602 | 814,582 | 1,857,304 | 10,914,017 |
| Other deductions..... | 138,551,195 | 53,703,378 | 66,647,597 | 48,157,582 | 52,548,073 | 80,891,957 | 1,379,673,316 |
| Total receipts less total deductions..... | 30,495,515 | 15,306,398 | 17,402,552 | 12,107,433 | 17,632,574 | 35,286,116 | 649,378,727 |
| Constructive taxable income from related foreign corporations..... | 12,069 | 43,542 | 71,216 | 89,133 | 183,561 | 713,189 | 51,357,371 |
| Net income (less deficit), total..... | 30,230,776 | 15,167,172 | 17,061,143 | 11,567,093 | 16,387,195 | 31,871,533 | 659,479,533 |
| Net income, total..... | 58,040,402 | 27,570,279 | 35,260,977 | 24,393,300 | 28,182,559 | 50,239,705 | 747,098,605 |
| Deficit, total..... | 27,809,626 | 12,403,106 | 18,199,834 | 12,826,207 | 11,795,364 | 18,368,172 | 87,619,072 |
| Net income (less deficit), Form 1120-A..... | -- | -- | -- | -- | -- | -- | -- |
| Net income (less deficit), Form 1120-F..... | -- | -- | -- | -- | -- | -- | -- |
| Net income (less deficit), Form 1120-S ⁵ | 25,487,957 | 13,079,886 | 14,934,966 | 7,968,303 | 5,849,835 | 5,942,177 | 4,310,927 |
| Statutory special deductions, total..... | 4,422,716 | 1,915,054 | 3,239,041 | 3,266,234 | 5,563,977 | 13,632,212 | 214,571,371 |
| Net operating loss deduction..... | 3,959,193 | 1,607,617 | 2,446,467 | 1,847,880 | 2,657,153 | 4,049,960 | 24,174,970 |
| Dividends received deduction..... | 308,984 | 144,606 | 250,422 | 261,275 | 376,260 | 806,012 | 21,317,108 |
| Public utility dividends paid deduction..... | -- | -- | 65 | 276 | ⁽⁴⁾ | 3 | 37,325 |
| Income subject to tax ⁷..... | 18,393,364 | 9,534,685 | 13,814,282 | 11,737,371 | 15,692,539 | 29,703,059 | 529,928,750 |
| Total income tax before credits ⁸..... | 5,651,814 | 3,241,430 | 4,771,411 | 4,082,543 | 5,491,351 | 10,490,105 | 187,932,053 |
| Income tax..... | 5,576,336 | 3,192,475 | 4,682,390 | 4,000,106 | 5,384,166 | 10,275,211 | 185,370,955 |
| Personal Holding Company tax..... | 3,064 | 2,813 | 1,838 | 1,081 | 83 | 27 | 76 |
| Recapture taxes ⁹ | *473 | 7 | 268 | 139 | 522 | 18 | 2,481 |
| Alternative minimum tax..... | 71,555 | 51,536 | 86,167 | 75,482 | 107,479 | 203,747 | 2,608,529 |
| Foreign tax credit..... | 13,173 | 32,134 | 53,964 | 57,836 | 153,311 | 499,144 | 35,735,824 |
| U.S. possessions tax credit..... | 9,395 | 18,035 | 48,119 | 74,803 | 127,075 | 415,465 | 1,697,272 |
| Nonconventional source fuel credit..... | *441 | *1,855 | 3,424 | 2,132 | 4,083 | 10,308 | 993,454 |
| General business credit..... | 44,641 | 33,585 | 51,305 | 59,992 | 91,083 | 158,411 | 4,964,587 |
| Prior-year minimum tax credit..... | 102,533 | 50,000 | 65,150 | 64,700 | 74,724 | 110,336 | 2,902,152 |
| Total income tax after credits ¹⁰..... | 5,481,631 | 3,105,822 | 4,549,447 | 3,823,080 | 5,041,075 | 9,296,441 | 141,638,062 |

Footnotes at end of table.

Corporation Income Tax Returns, 1998

Table 3.--Selected Balance Sheet, Income Statement, and Tax Items by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Footnotes

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

¹ Zero-assets class includes returns of liquidating or dissolving corporations that had disposed of all assets, final returns of merging companies whose assets were included in the returns of the acquiring corporations, part-year returns (except those of newly-incorporated businesses), and returns of foreign corporations with income "effectively connected" with a U.S. trade or business (except foreign insurance companies providing separate data for U.S. branches, assets for which are included in the appropriate size class).

² For purposes of the statistics, gains from regulated investment companies and S corporations are excluded.

³ Prior to the publication of the *Source Book of Statistics of Income--1994, Corporation Income Tax Returns*, data for "salaries and wages" were included in the totals for "other deductions." The figure shown here excludes amounts in the cost of goods sold, as well as amounts in certain other deductions.

⁴ Amount is less than \$500.

⁵ Net income of S corporations is distributed (with few exceptions) through their shareholders and is taxed as shareholder income. This income is not a part of the corporation's income subject to tax.

⁶ Also includes deductions for dividends paid by regulated investment companies and real estate investment trusts. These deductions are not shown separately.

⁷ See Footnote 5. Also excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies.

⁸ For purposes of the statistics, all of the taxes shown below (except the income tax), plus certain others not shown, are included in total income tax before and after credits.

By law, tax credits could only offset income tax.

⁹ The amount shown for "Recapture taxes" includes recapture taxes of investments, low-income housing, qualified electric vehicle, and Indian employment credits.

¹⁰ Amount for total income tax after credits includes certain other credits not shown separately.

NOTE: Detail may not add to totals due to rounding.