

Sole Proprietorship Returns, 2006

by Jonathan Dent, Jeff Curry, and Justin Bryan

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

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

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

profits in the real estate and rental and leasing sector decreased by 18.5 percent in 2006.¹ In dollar terms, these profits fell from \$33.3 billion reported in 2005 to \$27.2 billion in 2006. This sector also reported the largest percentage decrease in receipts for 2006, dropping from \$82.9 billion in 2005 to \$77.2 billion for 2006, a 6.9-percent decrease. In 2005, this sector had reported the largest percentage increase in receipts for all sectors, at 17.4 percent.

The North American Industry Classification System (NAICS) for industrial coding was introduced in Tax Year 1998. Due to coding changes, comparisons between data by industries from 1998–2006 with 1997 and prior years may show inconsistencies. A reason for this was that many sole proprietorships under the NAICS system were classified in completely different industrial groups, which makes prior-year comparisons inappropriate. For example, in 1997, finance, insurance, and real estate were grouped by Standard Industrial Classification (SIC) codes as one industry, while, under the NAICS system, the group has been split into two industrial sectors. The industrial sectors based on the NAICS codes are reported in Tables 1 and 2.

Returns and Receipts

The number of individual income tax returns reporting nonfarm sole proprietorship activity for 2006 increased 2.8 percent to almost 22.1 million (Figure A).² The largest sector (in terms of number of returns), professional, scientific, and technical services, increased 1.6 percent to 2.9 million returns. Similarly, the construction sector, which was the second largest sector, also reported roughly 2.9 million returns, with an increase of 3.4 percent. The largest reported increase in number of returns for any industrial sector was in the administrative and support and waste management and remediation services sector, increasing 11.8 percent to 2.1 million returns.³ The real estate and rental and leasing sector, which last

Jonathan Dent and Jeff Curry are economists with the Individual Research Section. Justin Bryan is an economist with the Individual Returns Analysis Section. This article was prepared under the direction of Mike Strudler, Chief of Individual Research, and Jeff Hartzok, Chief of Individual Returns Analysis.

¹ Curry, Jeff and Justin Bryan, "Sole Proprietorship Returns, 2005," *Statistics of Income Bulletin*, Summer 2007, Volume 27, Number 1, pp. 6-64. Profits in the real estate and rental and leasing sector increased from \$27.9 million in 2004 to \$33.3 million in 2005.

² For 2006, the 22,074,953 nonfarm sole proprietorship returns accounted for an estimated 24,603,249 nonfarm businesses. For purposes of the statistics, if a proprietor owned more than one business, the statistics for each business were combined with those of the proprietor's dominant business and included in the industrial group for that business activity. When this occurred, the sum of net incomes (for businesses reporting a positive net income) reduced by the sum of net deficits (for businesses reporting a deficit) yielded the profits for a specific industrial group.

The North American Industry Classification System (NAICS) was used to classify data by industries for 2006. These classifications were applied on a "per business" (rather than on a "per establishment") basis for Statistics of Income by combining various industry groups, although businesses were further combined as described above. While the wording of the industry titles used for the sole proprietorship statistics diverges somewhat from those appearing in NAICS, the definitions are consistent.

³ Based on NAICS, the full name of the administrative and support services sector is the administrative and support and waste management and remediation services sector. The waste management and remediation services portion makes up a small percentage of the overall numbers reported under this classification, which are detailed in Table 1.

Figure A

Nonfarm Sole Proprietorship Returns, Receipts, and Deductions, by Selected Industrial Sectors, Tax Years 2005 and 2006

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

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

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

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

year reported a 14.4-percent increase in number of returns, showed a more modest increase of 2.4 percent for 2006.

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

Many of the industries with the highest percentage increases in receipts for 2006 were those sectors that made up a relatively small segment of total busi-

ness receipts. Consequently, they had very little effect on the overall growth in total receipts. Among these, the finance and insurance sector, despite reporting a 2.4-percent decrease in number of returns, showed the highest percentage increase in total business receipts among all industrial sectors, with a 13.8-percent increase.

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

⁴ Statistics for "business receipts, total" in Table 2 represent the total receipts of the business, mainly gross receipts from sales and operations. Business receipts also include miscellaneous business receipts, such as incidental sales of scrap, shown separately in the statistics as "other business income." However, business receipts exclude incidental investment income received through the business. Examples of such incidental investment income are interest, dividends, income or loss from rents or royalties, and capital or ordinary gain or loss from the sale of investment and business property. Sole proprietors report incidental investment income, in combination with nonbusiness related investment income, as part of their total incomes on their individual income tax returns.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

Deductions

Total business deductions (“cost of sales and operations” plus business expenses, including expenses for home office) in current dollars increased 5.0 percent

from \$953.4 billion for 2005 to \$1,001.1 billion for 2006 (Figure A).^{6, 7} In addition to reporting the largest percentage increase in receipts, the finance and insurance sector also reported the largest percentage increase in total business deductions, with 18.9 percent. The largest sector in terms of total business deductions, the construction sector, reported a 6.3-percent increase in deductions. The retail trade sector was the only sector to show a percentage decrease

Figure B

Nonfarm Sole Proprietorship Receipts, Deductions, and Profits, Tax Years 1988-2006

[Money amounts are in billions of dollars]

Tax year	Total business receipts			Total business deductions [1]			Net income less deficit (profits)		
	Current dollars	Constant dollars [2]		Current dollars	Constant dollars [2]		Current dollars	Constant dollars [2]	
		Amount	Percentage increase		Amount	Percentage increase		Amount	Percentage increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1988	672.0	887.8	[3]	545.7	720.9	[3]	126.3	166.9	[3]
1989	692.8	881.9	-0.7	560.2	713.1	-1.1	132.7	168.9	1.2
1990	730.6	895.5	1.5	589.2	722.1	1.3	141.4	173.3	2.6
1991	712.6	843.9	-5.8	571.2	676.4	-6.3	141.5	167.6	-3.3
1992	737.1	853.3	1.1	583.1	675.0	-0.2	154.0	178.3	6.4
1993	757.2	856.8	0.4	600.8	679.7	0.7	156.5	177.0	-0.7
1994	790.6	876.0	2.2	623.8	691.2	1.7	166.8	184.8	4.4
1995	807.4	876.6	0.1	638.1	692.8	0.2	169.3	183.8	-0.6
1996	843.2	898.5	2.5	666.5	710.1	2.5	176.8	188.3	2.5
1997	870.4	912.2	1.5	683.9	716.7	0.9	186.6	195.6	3.9
1998	918.3	951.8	4.3	716.2	742.3	3.6	202.3	209.7	7.2
1999	969.3	990.5	4.1	761.4	778.0	4.8	207.9	212.5	1.3
2000	1,021.0	1,021.0	3.1	806.4	806.4	3.6	214.7	214.7	1.1
2001	1,016.8	993.3	-2.7	799.6	781.1	-3.1	217.4	212.3	-1.1
2002	1,029.7	990.6	-0.3	808.9	778.2	-0.4	221.1	212.7	0.2
2003	1,050.2	990.8	[4]	820.2	773.8	-0.6	230.3	217.3	2.1
2004	1,139.5	1,044.5	5.4	892.4	818.0	5.7	247.6	226.9	4.4
2005	1,222.9	1,084.7	3.9	953.4	845.7	3.4	269.9	239.4	5.5
2006	1,278.4	1,096.7	1.1	1,001.1	858.8	1.6	278.0	238.5	-0.4

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

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

[3] Not calculated.

[4] Less than 0.05 percent.

NOTE: Percentage increases were calculated before rounding.

⁵ Based on the overall implicit price deflator for Gross Domestic Product (GDP). See U.S. Department of Commerce, Bureau of Economic Analysis, *Survey of Current Business*. Indices used for this article were:

Year	Indices	Year	Indices	Year	Indices	Year	Indices
1988	75.7	1993	88.4	1998	96.5	2003	106.0
1989	78.6	1994	90.3	1999	97.9	2004	109.1
1990	81.6	1995	92.1	2000	100.0	2005	112.7
1991	84.4	1996	93.9	2001	102.4	2006	116.6
1992	86.4	1997	95.4	2002	103.9		

⁶ Sole proprietors report personal, i.e., nonbusiness, income and expense items apart from business income or loss, which is reported on the attached Schedule C, *Profit or Loss From Business* (or, to a lesser extent, on Schedule C-EZ, *Net Profit From Business*). Salaries paid to owners qualify as personal income, not as a business expense, and are, therefore, reported as wages on Form 1040 and not on Schedule C. Similarly, sole proprietors deduct charitable contributions made through the business as personal expenses on Schedule A, *Itemized Deductions*. However, the owner of a sole proprietorship may choose to deduct any foreign taxes paid as a business expense, unless the owner elects to claim these taxes as a credit against U.S. income tax.

⁷ Business deductions include home office business deductions. After 1990, home office expenses were calculated separately on Form 8829, *Expenses for Business Use of Your Home*, and the deductible portion brought forward to Schedule C. In some cases, these expenses were limited. Prior to 1990, these expenses were not limited and were included with other expenses, such as depreciation deductions, utilities, and “other” expenses on Schedule C.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

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

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

Figure C

Components of Nonfarm Sole Proprietorship Business Deductions, Tax Years 2005 and 2006

[Money amounts are in millions of dollars]

Business deductions	2005	2006	Percentage increase
	(1)	(2)	(3)
Business deductions, total [1, 2]	953,391.5	1,001,097.6	5.0
Cost of sales and operations, total	396,875.8	409,661.0	3.2
Inventory, beginning of year	38,101.7	41,101.7	7.9
Cost of labor	32,163.0	31,743.9	-1.3
Purchases	252,887.7	259,992.7	2.8
Materials and supplies	55,902.0	59,699.4	6.8
Other costs	59,845.9	61,626.5	3.0
Inventory, end of year	42,024.5	44,503.2	5.9
Business expenses, total [1]	556,515.7	591,436.6	6.3
Advertising expenses	14,449.5	15,274.1	5.7
Car and truck expenses	71,013.1	75,402.4	6.2
Commissions	15,439.7	15,634.3	1.3
Contract labor	28,223.6	34,577.9	22.5
Depletion	1,061.8	1,058.4	-0.3
Depreciation [3]	39,080.2	39,004.5	-0.2
Employee benefit programs	2,798.3	2,867.7	2.5
Home office business deductions [3]	8,801.1	10,119.5	15.0
Depreciation, Form 8829	1,260.2	1,639.7	30.1
Insurance	19,000.9	19,083.9	0.4
Legal and professional services	9,836.9	10,092.9	2.6
Meals and entertainment deducted	6,802.2	7,306.3	7.4
Mortgage interest	5,543.7	6,297.5	13.6
Other interest paid on business indebtedness	6,565.9	7,214.5	9.9
Office expenses	12,835.6	13,024.7	1.5
Pension and profit-sharing plans	1,251.9	1,276.9	2.0
Rent on machinery and equipment	9,135.7	9,350.3	2.3
Rent on other business property	30,349.0	31,229.2	2.9
Repairs	14,976.1	15,726.0	5.0
Salaries and wages	75,091.2	77,038.7	2.6
Supplies	28,858.6	32,136.9	11.4
Taxes paid	16,797.5	17,660.0	5.1
Travel	11,308.3	11,861.2	4.9
Utilities	22,910.3	23,842.8	4.1
Other business deductions	101,044.7	110,762.7	9.6

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

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

[3] Depreciation claimed on Form 8829, *Expenses for Business Use of Your Home*, is included in "home office business deductions" and excluded from "depreciation" shown above.

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

offset in subsequent years by trends of decreased depreciation. From 2004 through 2006, constant dollar declines of depreciation were witnessed for all 3 years. In 2004, constant dollar depreciation deductions decreased by 0.2 percent. This downward trend

⁸ The increase in the depreciation deduction for 1993 may be attributed, in part, to a provision of the Omnibus Budget Reconciliation Act of 1993 (OBRA93). The cost of certain tangible property (as described in Internal Revenue Code, Section 179) may be treated as a current expense rather than a capital expenditure subject to depreciation deductions. The provision of OBRA93 (related to these expenses) increased the maximum amount of investment certain small businesses could immediately deduct on property placed in service after 1992, from \$10,000 to \$17,500. Following the enactment of this provision, the 179 deduction for all individuals (not just sole proprietors) filing Form 4562, *Depreciation and Amortization*, increased 32.4 percent to \$13.5 billion for 1993.

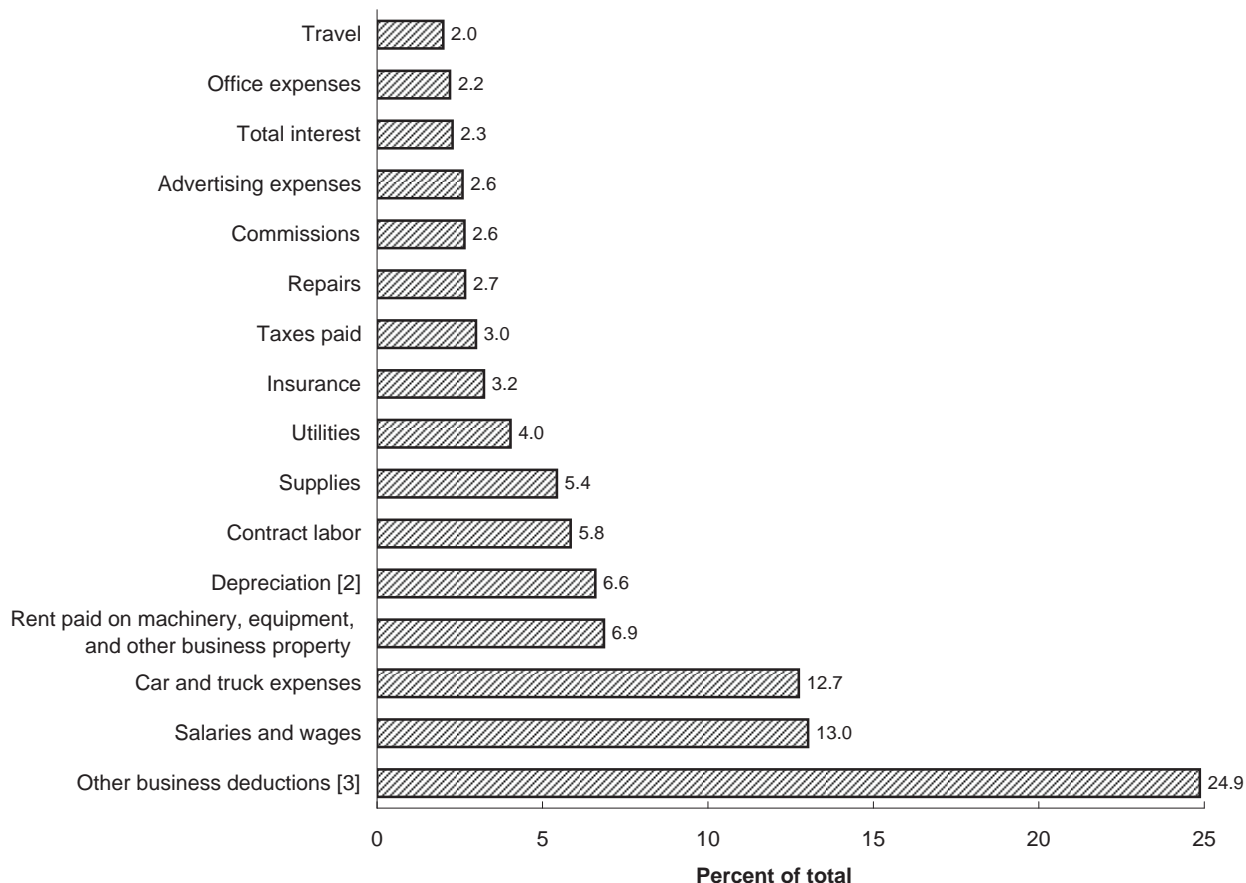
Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Figure D

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

Type of expenses



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

[2] Depreciation claimed on Form 8829, *Expenses for Business Use of Your Home*, is included in "home office business deductions" and excluded from "depreciation" shown above. See footnote 3 below.

[3] Other business deductions includes: depletion; employee benefit programs; legal and professional services; pension and profit-sharing plans; meals and entertainment; and home office business deductions. Other business deductions also includes all Schedule C-EZ, *Net Profit from Business*, deductions (\$3.6 billion).

NOTES: Percents are based on an estimated total business expense of \$591.4 billion. Detail may not add to 100 percent because of rounding.

was even more evident in 2005, as constant dollar depreciation decreased 11.8 percent. In 2006, constant dollar depreciation decreased by 3.5 percent. During this same 3-year period, section 179 limits gradually increased for inflation, from \$102,000 in 2004 to \$105,000 in 2005, and \$108,000 in 2006.^{9,10}

Beginning with Tax Year 1992, certain smaller businesses could elect not to itemize depreciation and other business deductions by filing Schedule C-EZ, *Net Profit From Business*, a simplified version of Schedule C, *Profit or Loss From Business*. (Schedule C and Schedule C-EZ are the source of

⁹ Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, the maximum amount of section 179 deduction (the amount of depreciable property that one can expense for the cost of certain qualifying property) increased from \$24,000 for 2002 to \$100,000 for 2003, \$102,000 for 2004, \$105,000 for 2005, and \$108,000 for 2006. For all tax returns that filed Form 4562, *Depreciation and Amortization*, the section 179 property deducted as an expense increased by 8.5 percent to \$44.8 billion for 2005. The Jobs Creation and Worker Assistance Act of 2002 introduced 30-percent bonus depreciation, and the Jobs and Growth Tax Relief Reconciliation Act of 2003 increased the bonus percentage to 50 percent, for property placed in service by January 1, 2005. While bonus depreciation was available to sole proprietors, it was generally not as advantageous as immediate expensing and therefore likely had less effect on their depreciation deductions.

¹⁰ The amount deducted as section 179 property on returns that had a Schedule C rose slightly to \$21.6 billion, from 2005 to 2006. This number does not reflect depreciation solely deducted on Schedule C as this could also include depreciation taken on Schedule E, *Supplemental Income and Loss*, and Schedule F, *Profit or Loss From Farming*.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Figure E

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

[Money amounts are in billions of dollars]

Tax year	Current dollars			Constant dollars [1]			Percentage increase in constant dollars [1]		
	Net income	Deficit	Depreciation [2]	Net income	Deficit	Depreciation [2]	Net income	Deficit	Depreciation [2]
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1988	145.5	19.2	26.1	192.2	25.4	34.5	[3]	[3]	[3]
1989	152.4	19.7	24.5	194.0	25.1	31.2	0.9	-1.1	-9.6
1990	161.7	20.2	23.7	198.2	24.8	29.0	2.2	-1.3	-6.9
1991	162.4	20.9	23.1	192.3	24.8	27.4	-3.0	[4]	-5.8
1992	173.5	19.5	23.3	200.8	22.6	27.0	4.4	-8.8	-1.4
1993	177.0	20.5	25.0	200.3	23.2	28.3	-0.3	2.8	4.9
1994	187.8	21.0	26.2	208.1	23.3	29.0	3.9	0.3	2.6
1995	191.7	22.5	26.2	208.2	24.4	28.5	[4]	4.8	-1.9
1996	200.1	23.4	27.4	213.2	24.9	29.2	2.4	2.1	2.4
1997	210.5	23.8	28.6	220.6	25.0	30.0	3.4	0.3	2.9
1998	226.2	23.9	29.1	234.5	24.8	30.2	6.3	-0.7	0.7
1999	233.4	25.5	30.6	238.5	26.0	31.3	1.7	4.9	3.7
2000	245.2	30.5	32.2	245.2	30.5	32.2	2.8	17.3	2.8
2001	250.2	32.8	33.4	244.4	32.0	32.7	-0.3	5.0	1.4
2002	257.3	36.2	36.6	247.5	34.8	35.3	1.3	8.7	8.0
2003	269.1	38.8	41.8	253.9	36.6	39.4	2.6	5.1	11.7
2004	290.5	42.9	42.9	266.3	39.3	39.3	4.9	7.5	-0.2
2005	314.8	44.8	39.1	279.2	39.8	34.7	4.9	1.1	-11.8
2006	326.8	48.7	39.0	280.3	41.8	33.5	0.4	5.1	-3.5

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

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

[3] Not calculated

[4] Less than 0.05 percent.

NOTE: Percentage increases were calculated before rounding.

sole proprietorship statistics.) For Tax Year 2006, taxpayers could use Schedule C-EZ if they: had business expenses of \$5,000 or less; used the cash accounting method; had no inventories; did not report a deficit from the business; had only one business as a sole proprietor; had no employees; were not required to file Form 4562, *Depreciation and Amortization*, for the business; claimed no deduction for home business expenses; and had no prior-year disallowed passive activity losses from the business. Since taxpayers using Schedule C-EZ did not itemize business deductions, the detailed deductions in Table 2 are slightly understated and do not add to the totals.

Figure F presents the numbers and percentages of nonfarm sole proprietorship returns filed on Schedule C-EZ by industrial sector. For Tax Year 2006, approximately 4.0 million taxpayers filed Schedule C-EZ, marking a 4.0-percent increase from the number filed for 2005. Of returns filed for 2006 in the administrative and support services sector (the

largest filers of this schedule), taxpayers filed approximately 0.6 million Schedule C-EZ returns, or 29.1 percent of the total for that sector. For 2006, business receipts from Schedule C-EZ filers totaled \$28.3 billion, or 2.2 percent of total business receipts reported. Business deductions reported on Schedule C-EZ returns accounted for only 0.4 percent of total business deductions for all industries, or \$3.6 billion of the total \$1,001.1 billion. Despite having the largest concentration of Schedule C-EZ filers, deductions reported on Schedule C-EZ by the administrative and support services sector accounted for only 1.1 percent of that sector's total business deductions.

Profits and Losses

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

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Figure F

All Nonfarm Sole Proprietorship Returns and Those with Schedule C-EZ, by Selected Industrial Sectors, Tax Year 2006

[Money amounts are in millions of dollars]

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

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

[2] Less than 0.05 percent.

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

1988, while Figure G presents profits by industrial sector for 2005 and 2006.¹¹ Total profits increased 3.0 percent from \$269.9 billion for 2005 to \$278.0 billion for 2006.

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

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

Figure G

Nonfarm Sole Proprietorship Profits, by Selected Industrial Sectors, Tax Years 2005 and 2006

[Money amounts are in billions of dollars]

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

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

¹¹ Net income minus deficit (loss) before Federal income tax yields profits. Proprietors compute their tax on total "taxable income," which includes their business profits, plus any other income.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

Industries

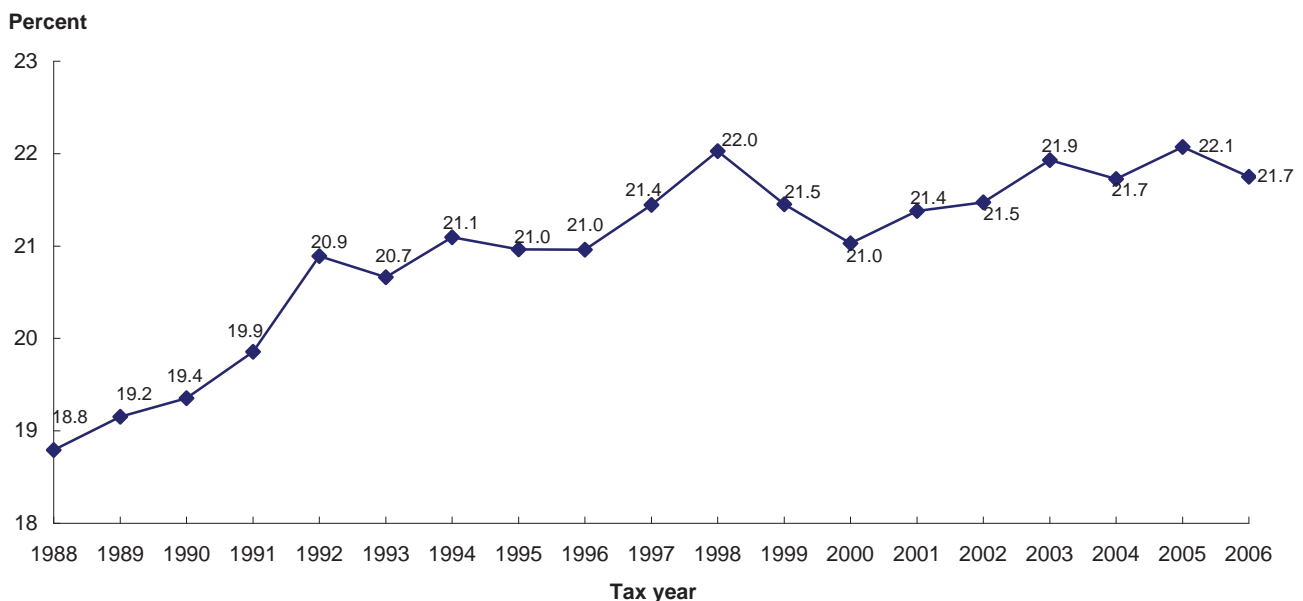
Using receipts as a measure of business size, Figures A and I show that construction was the largest sole proprietorship industrial sector for 2006, with 18.5 percent of all business receipts (the third year in a row that this sector was largest). Total receipts for the construction sector, at \$236.4 billion, were 6.5-percent higher than the \$222.1 billion reported for 2005, while deductions increased by 6.3 percent, leading to an 8.0-percent increase in profits (to \$37.6

billion). The second largest industrial sector was retail trade, with receipts totaling \$194.6 billion. This amount was 15.2 percent of all sole proprietorship receipts for 2006, and it represented a 1.4-percent decrease from the 2005 amount. This was one of only two major sectors (the other being real estate and rental and leasing) where receipts declined for 2006. Deductions and profits also decreased in this sector by 1.2 percent and 3.0 percent, respectively. Retail trade profits totaled \$9.0 billion for 2006.

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

Figure H

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

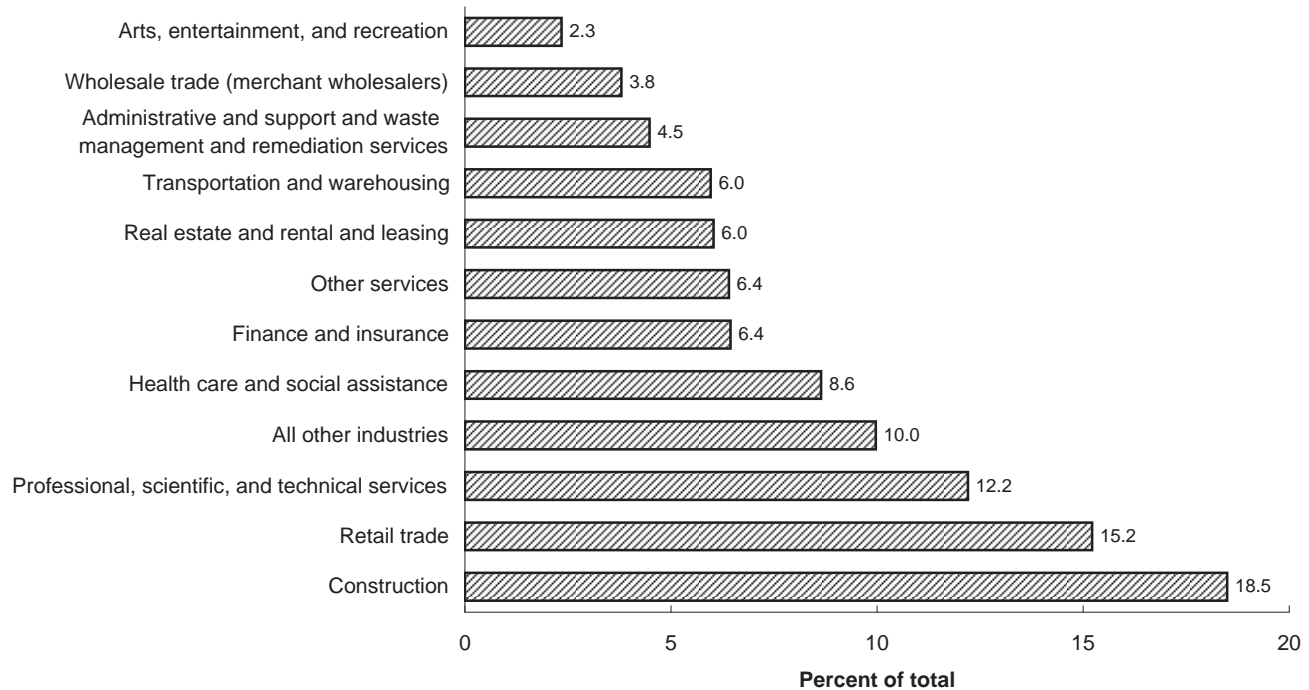


Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

Figure I

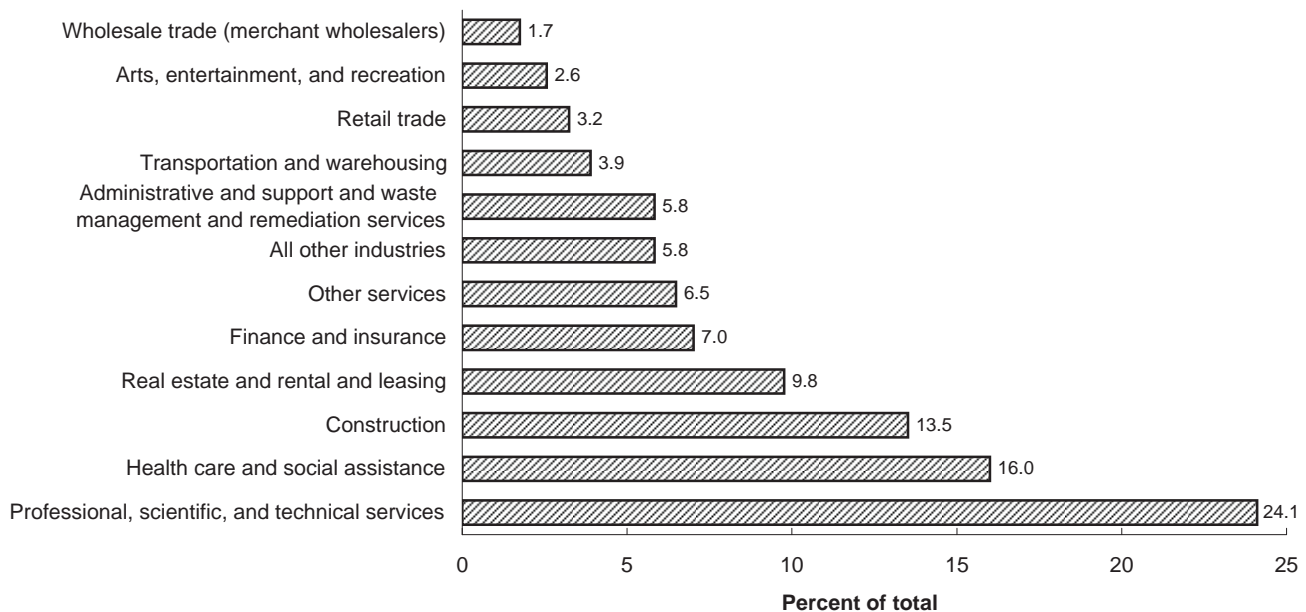
Nonfarm Sole Proprietorship Total Business Receipts, by Selected Industrial Sectors, Tax Year 2006



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

Figure J

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



NOTES: Percents are based on an estimated total business profits of \$278.0 billion. Detail may not add to 100 percent because of rounding. Profits is a designation for "net income less deficit," shown elsewhere in this article.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

all sole proprietorship profits. This was followed by construction (13.5 percent, as cited above) and real estate and rental and leasing (9.8 percent) in terms of overall sole proprietor profits.

Tax Year 2001 is the first year in which data became available on the number of Limited Liability Companies (LLCs) among sole proprietorship returns. LLC entities have the limited liability of corporations but are taxed as sole proprietorships— income and expenses flow through to the owner to be taxed. In 2001, there were approximately 0.1 million sole proprietorship returns that indicated status as an LLC (Figure K). This increased by 15.3 percent for 2002, 51.3 percent for 2003, 40.4 percent for 2004, and 47.2 percent for 2005. For Tax Year 2006, the number of these sole proprietorships rose to approximately 0.6 million, a 33.2-percent increase from 2005. The 2006 level of LLCs among sole proprietorship returns accounts for 2.7 percent of total nonfarm sole proprietorships, with the total number of returns with LLCs having more than quadrupled since 2001.

Summary

Profits for the 22.1 million returns with sole proprietorship activity for Tax Year 2006 grew by 3.0 per-

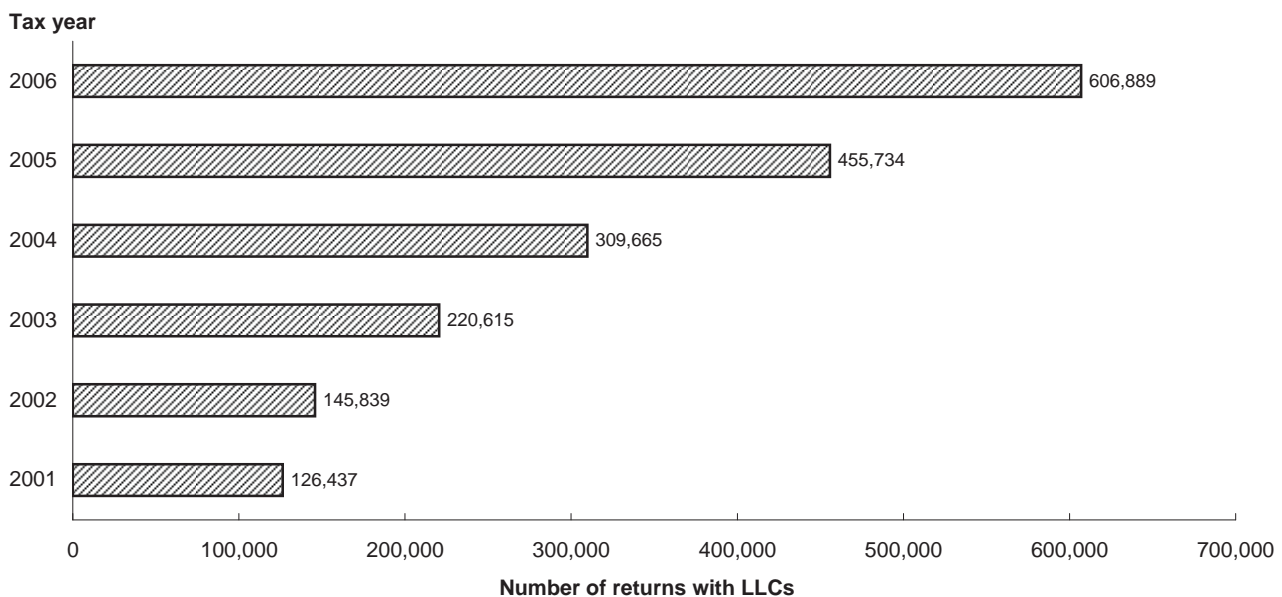
cent to \$278.0 billion. In constant dollars, total non-farm sole proprietorship profits decreased 0.4 percent, after increasing 5.5 percent in 2005. This was the first such decrease since Tax Year 2001. The professional, scientific, and technical services sector had the largest profits of any sector,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

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

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

Figure K

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



Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

Data Sources and Limitations

The 2006 sole proprietorship estimates are based on a stratified probability sample of unaudited individual income tax returns, Form 1040 (including electronically filed returns), processed by the Internal Revenue Service during Calendar Year 2007. Returns in the sample were stratified based on: (1) the presence or absence of Schedule C, *Profit or Loss From Business (Sole Proprietorship)*, or Schedule C-EZ, *Net Profit From Business*, and Schedule F, *Farm Income and Expenses*; (2) the larger of positive income or negative income (i.e., “adjusted gross income” before statutory adjustments); and (3) tax year. The returns

were selected at rates that ranged from 0.1 percent to 100 percent. The 2006 nonfarm sole proprietorship data are based on a sample of 88,619 returns and a population of 22,407,707 returns.¹² The corresponding sample and population for the 2005 data were 82,689 and 21,756,709 returns, respectively.

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

Figure L

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

[Coefficients of variation are in percentages]

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

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

¹² The difference between the number of returns in the population and the total number of returns in Tables 1 and 2 is mainly due to returns in which Schedule C income was moved to other income or wages to avoid double counting of taxpayers for Gross Domestic Product calculations. In addition, data from amended returns and tentative returns are not reflected in these statistics.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1, 2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1, 3]	Payroll [1, 4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
All nonfarm industries	22,074,953	1,278,359,791	40,644,196	9,350,344	31,229,159	13,511,951	108,782,628	278,032,643
Agriculture, forestry, hunting, and fishing	274,667	15,149,638	1,483,616	125,020	192,764	250,781	1,603,037	552,595
Animal production (including breeding of cats and dogs)	40,387	1,503,592	186,761	6,840	9,448	26,972	53,989	-358,695
Forestry and logging (including forest nurseries, timber tracts)	45,817	4,927,168	472,340	53,723	58,697	92,022	574,777	330,074
Fishing	69,764	2,307,587	315,514	13,278	45,410	49,215	111,514	208,056
Hunting and trapping	8,673	324,115	40,211	* 3,165	* 15,987	12,123	* 2,721	27,879
Support activities for agriculture and forestry	110,025	6,087,176	468,789	48,015	63,222	70,449	860,035	345,281
Mining	135,021	12,553,376	691,559	38,737	56,272	189,920	471,306	2,228,432
Oil and gas extraction	113,181	9,722,236	539,702	13,572	31,222	144,100	195,974	1,500,370
Coal mining	1,161	320,222	15,905	* 2,446	* 53	* 13,587	* 41,800	11,822
Metal ore mining	* 1,013	* 713	* 440	* 3	* 24	0	* 341	* -2,625
Nonmetallic mineral mining and quarrying	2,728	513,295	50,565	7,025	14,040	20,523	69,275	42,163
Support activities for mining	16,938	1,996,910	84,947	15,692	10,934	11,709	163,916	676,703
Utilities	13,962	389,979	61,131	* 7,978	* 1,955	8,340	* 13,740	10,883
Construction	2,915,823	236,421,496	7,537,599	1,571,914	1,399,443	1,943,775	28,663,453	37,593,450
Residential building construction	463,281	56,984,737	1,136,547	241,133	223,689	605,928	5,908,008	6,498,939
Nonresidential building construction	97,016	11,336,311	258,362	86,738	96,738	112,529	1,334,207	1,135,331
Heavy and civil engineering construction	68,498	9,736,691	623,286	108,344	50,734	247,233	795,831	1,259,983
Specialty trade contractors	2,287,028	158,363,757	5,519,403	1,135,763	1,028,282	978,086	20,625,407	28,699,197
Manufacturing	325,370	25,918,270	1,080,037	135,165	792,154	333,610	3,031,717	3,141,732
Food manufacturing	26,529	2,600,252	112,358	7,368	72,471	36,555	265,059	123,678
Textile and textile product mills	3,399	165,265	11,825	* 50	* 3,832	* 502	* 15,057	13,350
Apparel	23,467	1,212,652	26,377	* 3,234	65,821	8,519	163,562	120,123
Leather and allied products	4,099	208,383	* 4,160	0	* 268	* 4,001	* 8,155	18,518
Wood products	38,706	2,785,434	136,374	9,263	35,036	52,144	328,890	281,240
Paper products	* 24	* 40,871	* 1,193	* 854	* 316	* 1,065	* 6,171	* 797
Printing and related support activities	32,253	2,534,859	106,495	29,049	110,158	34,108	220,400	345,153
Petroleum and coal products	418	252,607	2,766	* 1,536	* 2,621	* 287	* 10,785	12,022
Chemical manufacturing	11,785	1,011,168	32,661	6,467	23,786	15,952	128,346	70,529
Plastics, rubber, clay, refractory, and glass products	10,900	490,960	21,197	1,438	19,166	32,346	105,368	-56,363
Nonmetallic mineral products	5,250	1,233,093	50,501	13,920	* 6,550	14,081	255,037	133,241
Primary metal industries	4,862	629,559	77,619	* 539	* 15,483	* 15,811	* 36,721	70,556
Fabricated metal products	41,607	4,422,472	168,578	24,021	154,482	41,121	671,603	674,798
Machinery	23,892	2,197,311	108,750	8,817	73,712	20,601	301,783	445,516
Computer and electronic products	8,037	214,865	4,489	* 335	5,985	* 11	14,335	44,531
Electrical equipment, appliances, and components	7,317	620,005	4,831	* 4,230	* 22,474	* 4,207	54,070	103,998
Transportation equipment	6,779	566,277	6,048	* 6,723	20,859	* 15,999	33,322	5,903
Furniture and related products	23,146	1,607,510	61,446	3,850	59,329	9,056	166,227	312,671
Medical equipment and supplies	6,346	397,594	4,731	* 2,012	20,076	* 27	* 16,758	104,620
Other miscellaneous manufacturing	46,552	2,727,134	137,639	11,459	79,732	27,216	230,068	316,852
Wholesale trade (merchant wholesalers)	378,532	48,497,837	670,765	130,060	583,668	348,849	1,562,932	4,848,637
Durable goods, including machinery, wood, metals, etc.	168,744	22,182,442	339,061	59,754	295,950	174,979	797,164	1,800,827
Nondurable goods, including food, fiber, chemicals, etc.	132,033	20,860,903	274,036	44,852	228,078	150,424	670,018	1,989,117
Wholesale electronic markets and agents and brokers	77,755	5,454,492	57,667	25,454	59,640	23,445	95,750	1,058,692
Retail trade	2,466,091	194,556,426	3,112,807	816,412	6,081,388	1,826,226	10,250,686	9,004,091
Motor vehicle and parts dealers	132,277	39,019,492	319,350	65,144	499,405	432,625	1,528,547	1,002,111
Furniture and home furnishing stores	48,371	5,121,661	63,496	14,997	335,490	49,989	501,265	349,902
Electronic and appliance stores	27,597	4,299,318	58,826	39,396	121,096	40,588	479,909	329,864
Building material and garden equipment and supplies dealers	46,151	9,785,421	176,941	32,268	206,989	110,491	791,010	652,868
Food and beverage stores	106,383	27,132,801	287,981	106,117	835,362	194,718	1,552,560	824,492
Health and personal care stores	164,729	9,929,055	130,189	96,578	308,432	47,646	668,444	702,245
Gasoline stations	21,142	24,573,469	177,668	35,057	311,050	167,540	713,264	217,528
Clothing and accessories stores	137,859	11,521,420	151,252	135,190	883,557	104,096	756,359	906,670
Sporting goods, hobby, book, and music stores	110,706	7,518,176	459,718	49,082	442,927	103,741	501,974	243,901
General merchandise stores	37,723	3,173,839	96,673	11,175	225,609	34,127	212,332	-75,179
Miscellaneous store retailers	520,556	28,225,819	550,723	132,764	1,499,101	320,152	1,835,512	2,143,487
Nonstore retailers	1,112,596	24,255,956	639,990	98,645	412,368	220,514	709,511	1,706,203

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1, 2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1, 3]	Payroll [1, 4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Transportation and warehousing	1,083,977	76,271,968	5,267,261	2,002,127	543,340	1,007,550	4,577,900	10,817,014
Air and rail transportation	16,170	1,597,447	273,566	24,127	35,076	77,054	125,270	-132,522
Water transportation	3,897	599,845	53,049	* 1,150	9,442	12,623	45,168	225,384
General freight trucking, local	238,255	20,891,122	1,622,687	466,877	122,581	256,869	1,848,681	2,861,969
General freight trucking, long distance and specialized freight trucking	359,784	37,211,507	2,680,136	893,799	187,096	491,506	1,592,730	4,315,397
Urban transit	* 1,044	* 760	0	0	0	0	0	* 602
Interurban and rural bus transportation	* 2,740	* 8,573	* 1,730	* 736	0	* 11	* 203	* -14,692
Taxi and limousine service	152,300	4,878,985	160,289	489,594	79,138	74,613	136,056	1,289,685
School, employee, and charter bus industry	17,378	842,153	82,227	* 3,886	7,212	16,325	97,880	110,210
Other transit and ground passenger transportation	18,674	833,022	23,710	* 5,249	* 3,805	* 6,339	* 51,354	220,745
Pipeline transportation	* 668	* 165,865	* 6,319	* 3,276	* 42	* 1,151	* 570	* 28,181
Scenic and sightseeing transportation	7,424	258,845	73,382	* 222	12,860	10,891	31,508	-19,591
Support activities for transportation (including motor vehicle towing)	43,261	2,575,924	185,145	34,155	36,454	36,695	231,268	252,848
Couriers and messengers	214,315	5,901,628	81,263	77,175	34,936	14,210	358,881	1,589,376
Warehousing and storage facilities	8,067	506,292	23,757	1,880	14,697	9,262	58,329	89,423
Information	333,782	10,896,418	434,131	100,414	196,646	99,356	786,483	2,476,404
Publishing industries (except internet)	87,975	3,157,791	49,425	15,222	50,427	48,845	288,136	836,147
Motion picture and sound recording	88,159	2,704,713	245,941	66,660	80,769	21,201	124,482	282,252
Broadcasting (except internet) and telecommunications	52,024	2,211,356	72,985	12,154	39,170	12,786	112,159	318,274
Internet publishing and broadcasting	25,276	809,494	25,594	* 320	* 3,131	* 2,041	* 144,962	324,523
Internet service providers, web search portals, and data processing	80,349	2,013,064	40,186	6,058	23,150	14,484	116,744	715,208
Finance and insurance	688,299	82,400,946	954,096	259,571	1,453,210	779,761	4,393,764	19,509,114
Credit intermediation and related activities	107,641	6,049,583	139,258	41,285	142,936	170,099	409,592	1,237,507
Securities, commodity contracts, and other financial investments	151,720	44,814,621	249,126	65,229	415,403	351,915	1,218,114	5,649,288
Investment bankers and securities dealers	6,062	2,718,609	18,010	3,009	27,296	20,893	38,817	386,027
Securities brokers	18,296	4,469,396	25,595	15,708	30,771	34,854	156,224	886,932
Commodity contracts brokers and dealers	8,437	699,537	11,830	10,074	40,908	20,751	53,358	75,522
Securities and commodity exchanges	263	1,975,048	600	* 83	* 300	9,219	* 12,275	-21,372
Other financial investment activities (investment advice)	118,662	34,952,031	193,091	36,355	316,129	266,197	957,440	4,322,180
Insurance agents, brokers, and related activities	428,938	31,536,743	565,711	153,056	894,871	257,747	2,766,058	12,622,319
Insurance agencies and brokerages	345,052	27,879,993	467,180	119,784	840,530	213,134	2,631,726	11,159,905
Other insurance related activities	83,887	3,656,750	98,531	33,272	54,341	44,613	134,332	1,462,414
Real estate and rental and leasing	1,381,330	77,157,455	3,132,288	540,240	1,297,781	1,645,385	2,261,411	27,151,639
Real estate	1,318,113	73,470,771	2,046,219	474,303	1,192,205	1,446,915	1,955,923	27,065,200
Lessors of real estate (including miniwarehouses and self storage)	37,787	1,951,530	261,362	15,817	37,398	340,902	104,651	-8,769
Offices of real estate agents, brokers, property managers, and appraisers	1,060,597	56,574,366	1,445,905	378,559	980,350	677,599	1,314,741	23,796,425
Other activities related to real estate	219,730	14,944,875	338,952	79,927	174,457	428,413	536,532	3,277,545
Rental and leasing services	63,217	3,686,684	1,086,069	65,937	105,576	198,471	305,488	86,439
Automotive equipment rental and leasing	19,064	681,316	197,686	11,874	12,378	29,680	31,496	-69,987
Consumer electronics and appliances rental	* 801	* 43,930	* 7,394	* 49	* 99	* 626	* 23,994	* 7,526
Formal wear and costume rental	* 338	* 5,856	* 984	* 590	0	0	0	* 708
Video tape and disc rental	6,799	585,240	26,545	* 4,435	44,812	6,471	81,472	94,556
General rental centers and other consumer goods rental	15,071	654,657	91,251	1,867	6,006	15,718	40,088	69,411
Commercial and industrial machinery and equipment rental and leasing	21,145	1,715,686	762,208	47,122	42,281	145,976	128,437	-15,776
Professional, scientific, and technical services	2,929,675	156,060,278	4,196,938	963,379	3,655,399	1,143,603	11,756,820	67,030,526
Legal services	349,419	37,108,451	515,667	224,181	1,550,234	279,788	4,044,831	16,343,088
Office of certified public accountants	42,853	3,603,419	92,241	22,173	136,823	51,910	524,405	1,552,401
Other accounting services	327,538	8,881,136	244,807	74,980	283,426	117,020	979,936	3,745,547
Architectural, engineering, and related services	285,030	15,715,344	566,031	103,677	256,667	89,227	1,824,367	5,345,257
Architectural services	105,346	7,269,495	300,441	63,200	149,794	36,763	876,499	2,097,573
Engineering services	96,441	5,448,902	170,916	30,494	64,554	33,857	566,700	2,132,176
Drafting, building inspections, and geophysical surveying	61,719	1,885,486	60,099	5,058	17,426	10,232	191,702	780,431
Surveying and mapping (except geophysical) services	11,564	840,610	23,371	4,808	16,401	6,455	161,385	281,478
Testing laboratories	9,960	270,851	11,204	* 116	* 8,493	* 1,921	* 28,082	53,598
Specialized design services	226,092	8,776,772	297,685	42,028	205,291	45,346	302,791	2,375,698
Computer systems design services	240,530	10,200,170	307,916	77,543	105,944	51,095	601,575	4,980,382
Other professional, scientific, and technical services	1,458,214	71,774,986	2,172,592	418,798	1,117,014	509,217	3,478,915	32,688,156

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Industrial sector	Businesses with net income							
	Number of returns	Business receipts	Depreciation deduction [1, 2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1, 3]	Payroll [1, 4]	Net income
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Transportation and warehousing	880,116	63,480,511	3,566,964	1,565,173	405,067	670,926	3,279,417	13,120,269
Air and rail transportation	11,566	1,141,971	26,724	14,208	23,808	6,507	* 88,998	190,678
Water transportation	3,827	568,482	24,641	* 1,141	9,188	3,735	39,748	276,784
General freight trucking, local	200,101	17,115,773	1,184,830	357,656	95,335	196,614	1,241,901	3,316,892
General freight trucking, long distance and specialized freight trucking	281,871	30,497,572	1,907,281	634,796	136,950	331,111	1,124,305	5,220,522
Urban transit	* 1,044	* 760	0	0	0	0	0	* 602
Interurban and rural bus transportation	* 1,744	* 8,573	* 67	0	0	* 11	* 203	* 3,684
Taxi and limousine service	133,232	4,400,629	125,062	452,111	59,460	66,386	70,959	1,406,415
School, employee, and charter bus industry	11,849	611,561	40,189	* 620	* 5,094	12,106	* 66,836	171,933
Other transit and ground passenger transportation	** 16,919	** 899,753	** 26,485	** 8,162	** 3,370	** 7,055	** 41,410	** 257,748
Pipeline transportation	**	**	**	**	**	**	**	**
Scenic and sightseeing transportation	4,455	199,997	* 10,973	* 16	* 10,347	* 2,935	* 25,386	58,838
Support activities for transportation (including motor vehicle towing)	32,864	2,229,570	140,066	20,835	25,348	27,295	191,534	348,278
Couriers and messengers	174,648	5,426,188	67,842	75,186	32,591	12,073	348,642	1,758,282
Warehousing and storage facilities	5,996	379,683	12,805	* 441	* 3,576	5,098	39,496	109,613
Information	231,274	9,460,500	198,693	54,777	140,636	45,476	602,367	3,521,752
Publishing industries (except internet)	65,656	2,752,712	31,146	11,776	38,079	28,521	182,534	1,036,320
Motion picture and sound recording	55,074	2,077,869	95,396	32,937	55,235	8,927	91,771	761,703
Broadcasting (except internet) and telecommunications	31,621	1,900,491	21,505	4,514	24,635	* 3,512	75,059	527,405
Internet publishing and broadcasting	14,482	800,313	23,873	* 3	* 2,025	* 1,398	* 138,931	374,723
Internet service providers, web search portals, and data processing	64,441	1,929,116	26,772	5,547	20,663	3,118	114,071	821,601
Finance and insurance	487,018	54,189,929	732,242	218,753	1,274,260	407,864	3,696,613	21,925,487
Credit intermediation and related activities	75,719	5,151,357	76,633	24,823	105,873	86,330	280,259	1,600,212
Securities, commodity contracts, and other financial investments	87,963	20,192,245	165,134	53,194	344,671	109,697	953,688	6,868,918
Investment bankers and securities dealers	4,555	1,556,493	13,439	* 2,758	24,728	6,338	25,921	444,869
Securities brokers	14,341	3,093,538	18,466	14,705	28,767	13,653	141,639	975,321
Commodity contracts brokers and dealers	4,938	464,545	6,387	* 9,087	36,240	1,191	43,890	210,956
Securities and commodity exchanges	* 18	* 366,568	* 158	* 56	* 98	* 173	* 1,221	* 5,264
Other financial investment activities (investment advice)	64,112	14,711,101	126,683	26,588	254,838	88,342	741,016	5,232,508
Insurance agents, brokers, and related activities	323,336	28,846,327	490,476	140,735	823,717	211,837	2,462,665	13,456,357
Insurance agencies and brokerages	259,887	25,671,759	408,324	111,892	778,351	173,834	2,350,913	11,831,530
Other insurance related activities	63,449	3,174,568	82,152	28,843	45,365	38,003	111,752	1,624,826
Real estate and rental and leasing	947,938	67,119,922	1,731,446	414,786	950,662	623,965	1,524,430	31,715,764
Real estate	910,365	64,600,647	1,352,086	391,008	898,104	540,810	1,297,458	31,080,884
Lessors of real estate (including miniwarehouses and self storage)	16,242	1,245,651	58,893	6,641	23,952	63,491	53,382	446,214
Offices of real estate agents, brokers, property managers, and appraisers	751,116	51,607,984	1,097,972	315,272	750,565	319,362	976,428	26,136,439
Other activities related to real estate	143,007	11,747,011	195,221	69,095	123,586	157,958	267,648	4,498,230
Rental and leasing services	37,572	2,519,275	379,360	23,778	52,558	83,155	226,972	634,881
Automotive equipment rental and leasing	10,355	375,670	64,339	* 9,259	* 936	17,721	* 18,797	72,503
Consumer electronics and appliances rental	* 790	* 43,890	* 7,322	* 49	0	* 626	* 23,954	* 7,780
Formal wear and costume rental	* 299	* 5,807	* 924	* 590	0	0	0	* 720
Video tape and disc rental	5,180	493,472	* 18,041	* 4,397	* 34,714	* 2,588	* 58,424	102,757
General rental centers and other consumer goods rental	10,320	585,218	30,627	* 1,666	* 3,447	7,099	* 34,430	122,816
Commercial and industrial machinery and equipment rental and leasing	10,628	1,015,217	258,107	7,816	13,462	55,121	91,367	328,305
Professional, scientific, and technical services	2,190,984	144,948,840	3,108,974	802,445	3,066,320	814,053	10,141,602	72,112,319
Legal services	279,851	35,427,000	447,215	193,727	1,404,983	224,473	3,654,032	16,882,598
Office of certified public accountants	34,404	3,498,330	77,848	18,811	128,571	43,496	507,459	1,607,069
Other accounting services	264,348	8,377,202	186,836	70,397	228,824	85,490	920,214	3,997,529
Architectural, engineering, and related services	212,396	14,211,901	443,078	71,312	213,925	60,376	1,551,634	5,826,663
Architectural services	75,327	6,692,080	247,106	55,024	122,913	32,294	756,786	2,295,538
Engineering services	74,797	4,785,256	124,925	12,163	57,287	13,468	444,665	2,292,747
Drafting, building inspections, and geophysical surveying	46,223	1,766,872	43,042	* 1,207	16,880	9,393	167,257	859,053
Surveying and mapping (except geophysical) services	8,940	752,305	20,925	* 2,887	14,990	4,259	160,120	293,728
Testing laboratories	7,110	215,388	* 7,079	* 30	* 1,856	* 962	* 22,807	85,597
Specialized design services	148,076	7,994,338	212,760	29,842	136,377	27,151	287,098	2,761,358
Computer systems design services	182,664	9,474,515	186,046	68,743	94,655	23,545	460,110	5,300,473
Other professional, scientific, and technical services	1,069,245	65,965,554	1,555,190	349,613	858,986	349,523	2,761,057	35,736,629

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Industrial sector	Businesses with and without net income							
	Number of returns	Business receipts	Depreciation deduction [1, 2]	Rent paid on machinery and equipment [1]	Rent paid on other business property [1]	Interest paid deduction [1, 3]	Payroll [1, 4]	Net income less deficit
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Management, scientific, and technical consulting services	799,528	40,337,777	1,045,189	200,963	505,447	269,107	1,215,589	22,085,494
Scientific research and development services	34,582	1,324,796	46,188	6,924	20,354	12,455	118,516	648,957
Advertising and related services	123,065	6,895,856	164,073	34,650	95,630	32,116	207,721	1,956,461
Market research and public opinion polling	45,285	1,877,702	23,624	18,452	37,846	15,057	91,420	594,518
Other miscellaneous services	455,755	21,338,856	893,517	157,809	457,738	180,481	1,845,669	7,402,726
Administrative and support and waste management and remediation services	2,140,672	57,226,846	2,427,711	478,905	620,978	409,575	6,399,215	16,214,830
Administrative and support services	2,117,987	54,956,120	2,186,122	458,683	606,056	369,221	6,204,320	15,927,115
Waste management and remediation services	22,685	2,270,726	241,589	20,223	14,923	40,354	194,894	287,715
Educational services	607,402	8,870,058	367,262	82,081	467,640	58,598	450,578	2,853,853
Health care and social assistance	1,873,520	110,437,177	2,552,593	595,116	4,666,161	1,100,056	15,737,080	44,502,812
Ambulatory health care services	913,825	91,368,332	1,934,995	485,291	4,088,503	735,041	13,457,928	38,361,919
Offices of physicians (except mental health specialists)	185,771	31,770,442	525,709	186,538	1,238,581	164,991	3,971,824	15,121,140
Offices of physicians, mental health specialists	32,269	3,274,443	51,738	17,348	151,001	13,962	214,194	1,855,833
Offices of dentists	87,600	29,384,751	800,493	111,328	1,117,438	328,515	6,347,805	10,611,688
Offices of chiropractors	43,782	4,561,513	127,778	31,916	426,136	72,525	547,433	1,569,890
Offices of optometrists	20,136	3,415,924	90,906	21,768	178,035	28,794	580,790	916,620
Offices of mental health practitioners and social therapists	159,338	7,810,047	125,047	46,897	525,502	37,270	553,580	4,148,568
Offices of podiatrists	6,066	883,229	10,566	4,631	84,560	7,084	106,447	324,056
Outpatient care centers and other miscellaneous health practitioners	126,781	3,913,772	67,141	24,029	204,494	20,804	241,751	1,705,147
Medical and diagnostic laboratories	27,697	1,488,692	57,471	15,319	54,577	17,454	263,561	470,755
Home health care services	200,236	4,010,748	60,579	22,991	91,130	34,133	566,734	1,378,234
Other ambulatory health care services (including ambulance services, blood and organ banks)	24,149	854,773	17,569	2,526	17,049	9,509	63,810	259,988
Hospitals	9,680	692,556	10,959	* 634	28,826	* 9,196	* 136,150	307,614
Nursing and residential care facilities	77,643	4,199,699	170,152	25,157	144,363	232,910	1,075,795	517,535
Social assistance	157,053	3,231,968	71,699	23,404	183,287	11,059	257,185	1,335,983
Child day care services	715,320	10,944,621	364,789	60,630	221,182	111,850	221,021	3,979,762
Arts, entertainment, and recreation	1,238,273	30,006,027	1,529,868	236,184	977,770	305,762	1,520,002	7,118,042
Performing arts, spectator sports, and related industries	1,039,525	21,662,248	1,130,192	159,499	535,992	143,542	849,988	5,993,583
Museums, historical sites, and similar institutions	2,150	45,090	* 1,626	* 40	* 494	* 833	* 1,246	27,693
Amusement, gambling, and recreation industries	196,597	8,298,690	398,050	76,645	441,284	161,387	668,768	1,096,766
Accommodation, food services, and drinking places	390,488	45,255,787	1,823,805	324,912	2,954,930	1,058,030	7,675,745	1,648,246
Accommodation	60,878	5,680,723	564,923	28,544	106,663	544,840	918,107	143,241
Travel accommodation (including hotels, motels, and bed and breakfast inns)	32,100	3,944,827	400,584	22,350	74,693	411,303	736,220	115,743
RV (recreational vehicle) parks and recreational camps	16,273	617,782	85,313	646	* 5,164	47,482	34,660	35,021
Rooming and boarding houses	12,505	1,118,114	79,027	5,547	26,806	86,055	147,227	-7,522
Food services and drinking places	329,610	39,575,064	1,258,882	296,368	2,848,268	513,190	6,757,638	1,505,005
Other services	2,281,767	81,837,548	3,060,927	865,982	5,202,158	947,140	7,409,260	18,023,952
Auto repair and maintenance	370,285	25,056,465	1,162,024	228,442	947,232	419,437	2,679,298	2,743,445
Automotive mechanical and electrical repair and maintenance	186,077	12,693,685	583,826	65,719	425,196	219,441	1,189,455	1,351,785
Automotive body shops	105,438	8,039,127	329,034	74,894	314,861	87,525	1,043,367	933,804
Other auto repair and maintenance (including oil change, lubrication, and car washes)	78,771	4,323,653	249,164	87,829	207,175	112,471	446,476	457,856
Miscellaneous repairs	510,049	18,612,207	643,062	160,127	338,877	187,175	1,549,713	3,934,763
Personal and laundry services	1,401,432	38,168,877	1,255,842	477,413	3,916,049	340,528	3,180,249	11,345,744
Religious, grantmaking, civic, professional and similar organizations	261,919	3,783,951	94,220	31,556	31,718	5,683	118,378	1,744,269
Unclassified establishments	354,383	4,668,310	165,584	44,591	53,784	49,952	99,124	1,562,123

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

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

** Data combined to prevent disclosure of taxpayer information.

[1] Excludes amounts reported on Schedule C-EZ filed by certain small businesses not required to itemize their business deductions. Therefore, totals shown may be slightly understated.

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

[3] Interest paid is the sum of mortgage interest and other interest paid on business indebtedness.

[4] Payroll is the sum of salaries and wages plus the cost of labor reported as part of cost of sales and operations.

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

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	All nonfarm industries	Agriculture, forestry, hunting, and fishing						Mining
		Total	Animal production (including breeding of cats and dogs)	Forestry and logging (including forest nurseries, timber tracts)	Fishing	Hunting and trapping	Support activities for agriculture and forestry	Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	22,074,953	274,667	40,387	45,817	69,764	8,673	110,025	135,021
Business receipts, total [1]	1,278,359,791	15,149,638	1,503,592	4,927,168	2,307,587	324,115	6,087,176	12,553,376
Income from sales and operations [1]	1,258,697,676	14,653,133	1,407,345	4,731,024	2,291,942	312,613	5,910,209	12,026,503
Other business income	19,662,115	496,506	96,247	196,144	15,645	11,503	176,967	526,872
Business deductions, total [1,2]	1,001,097,557	14,635,344	1,893,162	4,597,434	2,099,532	296,732	5,748,485	10,332,053
Cost of sales and operations, total	409,660,968	4,611,024	758,264	1,492,556	430,069	64,920	1,865,217	2,154,825
Inventory, beginning of year	41,101,650	349,698	84,653	121,164	* 20,827	* 15,652	107,401	189,231
Cost of labor	31,743,915	396,343	* 26,143	192,422	* 99,645	0	78,134	43,305
Purchases	259,992,655	3,458,534	657,683	796,413	239,402	* 36,043	1,728,993	645,501
Materials and supplies	59,699,442	179,038	18,939	78,859	58,772	* 743	21,726	105,497
Other costs	61,626,532	637,829	66,981	455,657	41,591	* 23,229	50,373	1,317,402
Inventory, end of year	44,503,226	410,418	96,135	151,958	* 30,168	* 10,747	121,410	146,112
Advertising expenses	15,274,111	108,629	17,079	12,737	21,573	2,595	54,645	20,054
Car and truck expenses	75,402,429	822,187	104,553	259,347	111,935	16,421	329,931	345,099
Commissions	15,634,322	103,668	10,770	53,625	7,374	* 253	31,646	13,151
Contract labor	34,577,865	639,916	9,698	226,607	119,281	2,049	282,282	128,156
Depletion	1,058,351	1,365	* 78	* 1,287	0	0	* 1	966,241
Depreciation	39,004,511	1,479,201	185,788	471,948	314,637	40,125	466,703	690,324
Employee benefit programs	2,867,672	18,262	1,216	7,303	* 116	* 9	9,618	16,290
Insurance	19,083,862	380,176	39,392	146,260	50,334	5,311	138,878	117,198
Legal and professional services	10,092,910	98,840	14,079	26,789	16,258	1,724	39,989	101,608
Meals and entertainment deducted	7,306,309	51,350	5,345	9,023	18,287	3,343	15,352	23,640
Mortgage interest	6,297,485	80,620	18,913	12,324	15,120	8,589	25,674	40,118
Other interest paid on business indebtedness	7,214,467	170,161	8,058	79,698	34,095	3,534	44,776	149,803
Office expenses	13,024,662	57,588	8,477	13,350	9,633	1,679	24,449	48,302
Pension and profit-sharing plans	1,276,851	11,379	* 6,523	2,251	0	0	* 2,605	6,342
Rent on machinery and equipment	9,350,344	125,020	6,840	53,723	13,278	* 3,165	48,015	38,737
Rent on other business property	31,229,159	192,764	9,448	58,697	45,410	* 15,987	63,222	56,272
Repairs	15,726,040	605,899	40,693	252,896	129,728	11,937	170,645	206,620
Supplies	32,136,896	498,488	52,841	94,028	158,112	22,761	170,746	109,915
Salaries and wages	77,038,713	1,206,693	27,846	382,355	11,869	* 2,721	781,902	428,000
Taxes paid	17,660,030	249,277	12,532	72,889	33,365	6,330	124,162	346,016
Travel	11,861,197	97,842	15,474	15,257	29,134	3,818	34,158	48,679
Utilities	23,842,787	190,664	27,362	49,682	26,112	9,526	77,983	92,343
Other business deductions	110,762,743	2,734,651	504,857	786,810	478,822	68,371	895,791	4,151,539
Home office business deductions, total	10,119,539	51,700	5,757	3,609	* 12,573	* 71	29,691	12,813
Depreciation, Form 8829 [3]	1,639,685	4,414	* 973	* 392	* 877	* 86	2,086	1,235
Casualty loss, Form 8829 [3]	256,377	* 943	0	0	0	0	* 943	0
Excess—casualty depreciations, Form 8829 [3]	1,104,694	4,262	* 1,705	* 366	0	* 86	* 2,105	661
Net income less deficit [1,2]	278,032,643	552,595	-358,695	330,074	208,056	27,879	345,281	2,228,432
Net income [1,2]	326,769,239	2,014,259	101,101	553,476	541,099	58,112	760,471	3,267,413
Deficit [2]	-48,736,596	-1,461,664	-459,796	-223,402	-333,043	-30,233	-415,190	-1,038,981

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	All nonfarm industries	Agriculture, forestry, hunting, and fishing						Mining
		Total	Animal production (including breeding of cats and dogs)	Forestry and logging (including forest nurseries, timber tracts)	Fishing	Hunting and trapping	Support activities for agriculture and forestry	Total
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BUSINESSES WITH NET INCOME								
Number of returns [1]	16,207,401	159,446	10,829	28,272	42,289	4,753	73,302	100,099
Business receipts, total [1]	1,086,041,069	11,780,204	1,144,304	3,975,003	1,915,780	264,579	4,480,537	9,988,365
Income from sales and operations [1]	1,069,801,403	11,429,992	1,082,675	3,806,650	1,907,741	262,226	4,370,700	9,599,325
Other business income	16,239,666	350,211	61,629	168,353	8,040	* 2,353	109,837	389,040
Business deductions, total [1,2]	759,338,643	9,765,748	1,043,006	3,421,526	1,374,681	206,467	3,720,066	6,721,381
Cost of sales and operations, total	316,416,573	3,819,222	714,585	1,331,600	330,075	* 48,059	1,394,902	1,507,686
Inventory, beginning of year	25,783,017	155,132	34,852	53,972	* 19,964	* 8,127	38,217	118,110
Cost of labor	27,022,089	354,707	* 24,604	161,380	* 97,539	0	* 71,184	30,280
Purchases	197,200,540	2,850,532	625,969	729,958	* 181,960	* 22,854	1,289,791	562,184
Materials and supplies	49,294,918	119,516	* 12,038	34,441	* 52,830	* 459	19,748	89,927
Other costs	45,152,683	522,101	59,690	418,325	* 7,115	* 20,460	16,511	774,349
Inventory, end of year	28,036,673	182,766	42,567	66,476	* 29,333	* 3,840	40,550	67,164
Advertising expenses	11,585,567	34,035	7,539	5,967	* 9,369	* 539	10,620	15,680
Car and truck expenses	57,138,534	503,870	44,049	162,188	72,252	* 5,139	220,242	307,539
Commissions	12,154,895	81,767	* 5,305	* 53,542	* 6,893	0	16,026	7,916
Contract labor	28,470,494	388,421	* 1,741	163,306	91,564	* 585	131,227	95,135
Depletion	793,674	* 206	0	* 206	0	0	0	728,720
Depreciation	26,458,059	759,433	30,165	297,193	189,642	* 21,983	220,450	441,251
Employee benefit programs	2,353,554	10,636	* 407	6,319	* 57	0	3,853	12,949
Insurance	15,209,038	245,140	15,989	99,729	22,342	* 3,122	103,957	95,728
Legal and professional services	7,247,028	51,005	4,669	19,258	5,735	* 861	20,481	59,064
Meals and entertainment deducted	5,721,647	36,830	2,485	7,979	16,593	* 1,048	8,724	19,759
Mortgage interest	3,614,061	32,469	5,394	5,211	* 5,728	* 5,528	10,608	20,533
Other interest paid on business indebtedness	4,419,487	84,561	* 2,140	33,657	24,754	* 1,106	22,903	57,066
Office expenses	10,264,521	34,659	5,223	8,833	2,830	* 771	17,002	35,026
Pension and profit-sharing plans	1,179,701	4,584	* 39	2,227	0	0	* 2,318	2,944
Rent on machinery and equipment	7,169,152	87,326	* 551	42,964	* 7,703	* 2,949	33,157	25,925
Rent on other business property	23,867,916	91,366	4,815	27,112	28,636	* 14,725	16,078	31,113
Repairs	11,600,522	369,709	9,608	166,148	77,457	7,134	109,361	151,715
Supplies	24,151,060	308,026	19,793	71,524	72,468	17,728	126,513	93,992
Salaries and wages	62,317,825	927,160	* 14,352	237,263	* 1,181	* 1,234	673,130	319,082
Taxes paid	13,673,058	181,320	* 4,783	51,245	* 23,081	* 3,718	98,493	251,370
Travel	8,896,088	47,280	3,817	11,467	12,786	* 124	19,085	34,836
Utilities	17,822,266	113,654	10,135	36,141	16,468	5,086	45,824	69,546
Other business deductions	75,456,088	1,477,092	131,613	565,920	335,314	63,532	380,714	2,305,730
Home office business deductions, total	7,822,259	33,022	* 2,535	2,144	* 10,487	0	17,855	11,105
Depreciation, Form 8829 [3]	888,769	1,454	* 174	* 286	* 877	0	* 118	678
Casualty loss, Form 8829 [3]	217,525	* 943	0	0	0	0	* 943	0
Excess—casualty depreciations, Form 8829 [3]	148,765	* 1	0	0	0	0	* 1	* 110
Net income [1,2]	326,769,239	2,014,259	101,101	553,476	541,099	58,112	760,471	3,267,413
Returns with Schedule C-EZ:								
Number of returns	4,027,039	39,412	* 1,627	5,743	6,523	* 1,268	24,251	21,763
Business receipts	28,303,359	219,553	* 2,289	42,418	40,374	* 14,808	119,665	131,772
Business deductions	3,593,336	47,979	* 1,280	12,382	12,418	* 1,494	20,406	19,970
Net income	24,710,023	171,574	* 1,008	30,036	27,956	* 13,314	99,259	111,802

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Construction—continued				Manufacturing		
	Residential building construction	Nonresidential building construction	Heavy and civil engineering construction	Specialty trade contractors	Total	Food manufacturing	Textile and textile product mills
	(16)	(17)	(18)	(19)	(20)	(21)	(22)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	463,281	97,016	68,498	2,287,028	325,370	26,529	3,399
Business receipts, total [1]	56,984,737	11,336,311	9,736,691	158,363,757	25,918,270	2,600,252	165,265
Income from sales and operations [1]	56,592,330	11,310,241	9,636,787	157,239,598	25,560,142	2,560,770	164,915
Other business income	392,408	26,070	99,903	1,124,160	358,128	39,483	* 350
Business deductions, total [1,2]	50,490,365	10,213,727	8,472,066	129,873,117	22,778,362	2,475,611	151,915
Cost of sales and operations, total	32,925,604	6,347,598	4,601,244	58,224,193	11,925,458	1,470,197	99,607
Inventory, beginning of year	4,284,399	145,332	1,244,487	1,111,221	1,291,120	214,375	* 29,017
Cost of labor	4,170,344	779,626	406,463	11,951,518	1,026,122	39,574	* 10,630
Purchases	10,275,454	2,184,272	2,282,465	18,254,084	6,784,574	1,151,101	* 34,169
Materials and supplies	10,447,112	1,548,556	1,019,598	21,614,256	2,568,671	204,804	* 37,957
Other costs	8,863,411	1,883,240	1,210,570	6,806,984	1,726,770	124,329	* 18,181
Inventory, end of year	5,115,116	193,428	1,562,339	1,513,870	1,471,798	263,985	* 30,347
Advertising expenses	187,494	39,586	50,439	921,187	240,597	32,169	* 3,006
Car and truck expenses	2,156,968	500,523	311,059	11,768,074	858,841	48,665	* 4,947
Commissions	337,660	28,310	58,522	486,461	129,234	15,601	* 101
Contract labor	3,080,008	583,050	190,548	11,065,696	509,484	15,402	* 3,934
Depletion	* 35	* 3,059	5,697	2,361	325	* 89	0
Depreciation	1,112,956	253,918	620,934	5,409,644	1,059,010	111,527	11,091
Employee benefit programs	45,155	15,057	16,423	298,204	92,853	8,430	0
Insurance	768,282	212,126	198,088	3,268,826	363,426	30,601	* 761
Legal and professional services	215,312	57,035	78,075	606,682	163,827	17,480	* 551
Meals and entertainment deducted	103,762	43,996	18,938	497,201	73,490	4,429	* 979
Mortgage interest	286,860	35,754	139,651	369,579	158,807	23,328	* 111
Other interest paid on business indebtedness	319,068	76,775	107,582	608,506	174,803	13,227	* 391
Office expenses	234,050	41,811	37,862	796,965	212,411	12,739	* 311
Pension and profit-sharing plans	13,446	2,835	4,143	64,338	13,200	490	0
Rent on machinery and equipment	241,133	86,674	108,344	1,135,763	135,165	7,368	* 50
Rent on other business property	223,689	96,738	50,734	1,028,282	792,154	72,471	* 3,832
Repairs	271,414	87,209	257,305	1,542,797	308,345	45,815	* 318
Supplies	1,741,403	213,374	116,063	7,086,526	832,076	38,932	1,187
Salaries and wages	1,737,663	554,581	389,369	8,673,889	2,005,595	225,485	* 4,426
Taxes paid	431,562	112,594	134,317	1,741,676	421,792	74,751	* 2,429
Travel	128,052	64,305	51,187	674,002	163,782	11,980	* 1,075
Utilities	428,707	106,843	88,645	1,940,552	559,138	72,321	2,700
Other business deductions	3,205,509	599,355	808,748	10,355,774	1,377,246	113,312	7,377
Home office business deductions, total	215,155	22,805	18,606	915,955	178,510	* 3,801	* 2,730
Depreciation, Form 8829 [3]	23,591	4,445	2,352	109,759	21,027	* 830	* 733
Casualty loss, Form 8829 [3]	* 1,026	0	* 3	43,440	* 14,369	* 33	0
Excess—casualty depreciations, Form 8829 [3]	12,002	* 3,144	859	59,939	13,891	* 554	0
Net income less deficit [1,2]	6,498,939	1,135,331	1,259,983	28,699,197	3,141,732	123,678	13,350
Net income [1,2]	7,717,196	1,401,606	1,647,597	31,514,116	4,234,636	255,772	* 33,544
Deficit [2]	-1,218,256	-266,275	-387,614	-2,814,919	-1,092,904	-132,094	-20,194

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Manufacturing—continued								
	Apparel	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, refractory, and glass products	Nonmetallic mineral products
	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns [1]	23,467	4,099	38,706	* 24	32,253	418	11,785	10,900	5,250
Business receipts, total [1]	1,212,652	208,383	2,785,434	* 40,871	2,534,859	252,607	1,011,168	490,960	1,233,093
Income from sales and operations [1]	1,211,560	208,383	2,746,549	* 40,760	2,531,003	109,136	1,000,301	455,612	1,226,574
Other business income	* 1,091	0	38,885	* 111	3,856	* 143,470	10,867	35,349	* 6,519
Business deductions, total [1,2]	1,092,529	* 189,865	2,503,723	* 40,075	2,190,646	240,585	936,292	534,548	1,099,852
Cost of sales and operations, total	525,078	* 68,157	1,498,876	* 24,854	999,663	* 198,062	436,766	180,735	638,159
Inventory, beginning of year	81,796	* 24,407	236,501	* 2,613	49,028	* 4,479	17,821	46,634	* 39,358
Cost of labor	* 14,963	* 5,909	152,787	* 1,259	* 43,580	* 926	33,768	* 11,554	* 108,261
Purchases	358,193	* 34,850	977,507	* 19,190	761,464	* 41,969	194,376	145,065	213,809
Materials and supplies	45,144	* 51,397	174,846	* 257	81,720	0	117,523	19,343	206,927
Other costs	106,353	* 151	184,567	* 3,887	125,957	* 157,333	100,149	* 5,880	* 116,643
Inventory, end of year	81,371	* 48,557	227,331	* 2,351	62,085	* 6,646	26,872	47,741	* 46,838
Advertising expenses	10,708	* 4,521	21,157	* 26	54,400	* 702	11,590	7,412	4,021
Car and truck expenses	29,371	* 6,561	93,067	* 234	94,436	* 2,611	24,095	25,569	41,560
Commissions	12,114	* 13	6,428	* 95	11,947	* 1	* 6,295	* 1,687	* 1,983
Contract labor	43,854	* 20,501	41,336	* 70	22,294	* 5,724	74,461	* 2,880	* 12,408
Depletion	0	0	* 28	0	* [4]	191	* 16	0	0
Depreciation	22,520	* 4,160	132,860	* 1,193	105,095	2,766	31,133	20,600	50,426
Employee benefit programs	* 1,656	0	7,122	* 311	11,237	* 153	4,741	* 6,139	* 7,100
Insurance	11,839	* 1,235	37,412	* 640	34,421	* 2,145	19,821	7,786	24,809
Legal and professional services	8,500	* 929	18,700	* 546	15,813	* 289	7,510	4,108	3,265
Meals and entertainment deducted	2,855	* 138	2,782	* 33	6,432	* 17	2,487	3,134	1,848
Mortgage interest	* 227	* 3,628	22,671	* 675	* 21,408	0	* 4,574	* 3,186	* 12,784
Other interest paid on business indebtedness	8,292	* 373	29,474	* 390	12,700	* 287	11,379	29,160	* 1,298
Office expenses	13,802	* 716	13,787	* 122	39,392	* 336	20,665	3,740	12,454
Pension and profit-sharing plans	* 144	0	* 1,022	* 132	* 838	0	* 772	* 284	* 1,800
Rent on machinery and equipment	* 3,234	0	9,263	* 854	29,049	* 1,536	6,467	1,438	13,920
Rent on other business property	65,821	* 268	35,036	* 316	110,158	* 2,621	23,786	19,166	* 6,550
Repairs	7,311	* 16,925	51,618	* 367	24,907	* 813	15,512	5,478	12,995
Supplies	20,991	* 46,047	58,680	* 1	87,292	* 119	31,035	21,102	17,210
Salaries and wages	148,599	* 2,246	176,103	* 4,912	176,820	* 9,859	94,578	93,814	146,775
Taxes paid	13,155	* 1,243	30,433	* 626	55,262	1,326	9,993	20,768	21,972
Travel	10,269	* 1,018	10,064	* 462	21,377	* 111	14,209	4,807	713
Utilities	26,141	* 2,506	45,431	* 343	73,202	* 1,119	21,718	17,305	22,423
Other business deductions	81,936	* 8,627	134,487	* 2,868	160,076	9,777	56,493	49,163	42,416
Home office business deductions, total	19,757	* 52	24,193	0	22,281	* 20	* 5,723	* 1,628	* 966
Depreciation, Form 8829 [3]	* 3,857	0	* 3,514	0	1,400	0	* 1,529	* 597	* 75
Casualty loss, Form 8829 [3]	0	0	0	0	* 3,544	0	0	0	* 426
Excess—casualty depreciations, Form 8829 [3]	* 1,074	0	* 1,653	0	* 930	* 6	* 277	* 2,316	0
Net income less deficit [1,2]	120,123	18,518	281,240	* 797	345,153	12,022	70,529	-56,363	133,241
Net income [1,2]	176,903	* 29,458	421,111	* 5,427	445,762	12,995	131,821	33,775	142,244
Deficit [2]	-56,780	* -10,940	-139,870	* -4,630	-100,609	* -972	-61,292	-90,139	* -9,003

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Manufacturing—continued								
	Apparel	Leather and allied products	Wood products	Paper products	Printing and related support activities	Petroleum and coal products	Chemical manufacturing	Plastics, rubber, clay, refractory, and glass products	Nonmetallic mineral products
	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)
BUSINESSES WITH NET INCOME									
Number of returns [1]	16,190	* 3,088	30,191	* 12	20,473	365	8,015	4,174	5,002
Business receipts, total [1]	969,053	* 189,512	2,343,349	* 20,567	2,035,933	109,511	858,043	366,086	1,192,877
Income from sales and operations [1]	967,966	* 189,512	2,332,259	* 20,456	2,035,503	108,895	852,516	346,779	1,186,364
Other business income	* 1,088	0	11,090	* 111	430	* 617	5,527	* 19,306	* 6,513
Business deductions, total [1,2]	792,150	* 160,053	1,922,239	* 15,140	1,590,171	96,516	726,222	332,310	1,050,633
Cost of sales and operations, total	423,055	* 50,642	1,185,243	* 11,464	727,573	* 54,219	314,815	131,473	624,870
Inventory, beginning of year	70,926	* 23,567	129,937	* 357	25,996	* 4,479	* 9,616	* 24,968	* 39,358
Cost of labor	* 12,143	* 4,524	117,509	* 1,259	* 28,248	* 926	* 32,930	* 8,527	* 107,612
Purchases	272,943	* 33,828	766,216	* 9,533	558,200	* 41,969	130,306	* 104,493	213,775
Materials and supplies	39,228	* 36,414	133,617	* 257	47,878	0	112,551	* 15,673	* 193,957
Other costs	* 101,160	* 27	170,700	* 450	104,932	* 13,490	42,767	* 2,043	* 116,634
Inventory, end of year	73,344	* 47,717	132,737	* 391	37,680	* 6,646	13,355	* 24,232	* 46,467
Advertising expenses	4,171	* 2,605	13,293	* 20	40,979	* 702	11,026	2,100	3,423
Car and truck expenses	21,388	* 108	84,256	* 224	68,893	* 2,610	18,607	10,870	41,287
Commissions	* 2,994	* 13	* 2,701	* 22	7,144	* 1	* 6,256	* 454	* 316
Contract labor	35,398	* 20,501	33,527	0	20,777	* 5,724	74,308	* 916	* 12,395
Depletion	0	0	* 27	0	0	* 160	* 16	0	0
Depreciation	11,174	* 2,890	76,380	* 396	49,363	* 2,733	14,278	14,241	43,127
Employee benefit programs	* 1,564	0	* 2,683	* 311	9,606	* 153	* 4,671	* 5,825	* 6,964
Insurance	11,596	* 1,034	28,252	* 9	19,157	* 2,145	18,100	6,244	23,680
Legal and professional services	4,295	* 869	10,130	* 106	12,790	* 284	4,123	1,439	2,528
Meals and entertainment deducted	676	* 136	2,491	* 13	5,823	* 14	1,276	* 2,235	* 1,842
Mortgage interest	* 205	* 3,628	15,109	0	* 19,982	0	* 3,727	* 1,014	* 10,732
Other interest paid on business indebtedness	* 4,060	* 364	15,939	* 390	9,123	* 286	6,590	* 3,234	* 889
Office expenses	11,558	* 688	12,170	* 39	28,900	* 331	20,145	* 2,057	12,253
Pension and profit-sharing plans	* 144	0	* 981	* 132	* 804	0	* 720	* 233	* 1,789
Rent on machinery and equipment	* 3,233	0	7,825	0	28,153	* 1,536	6,289	* 364	13,794
Rent on other business property	54,410	* 152	23,248	0	86,881	* 2,621	20,505	* 3,955	* 6,148
Repairs	6,504	* 16,881	44,292	* 21	20,486	* 813	12,611	* 2,298	10,186
Supplies	13,798	* 46,047	33,948	0	54,796	* 119	28,023	* 13,124	11,099
Salaries and wages	81,162	* 2,188	130,338	* 1,173	131,850	* 9,833	81,531	* 65,085	141,973
Taxes paid	11,184	* 978	19,770	* 147	41,117	* 1,310	8,484	* 13,950	19,973
Travel	2,663	* 995	8,443	0	17,175	* 111	11,144	* 3,259	* 629
Utilities	19,268	* 2,466	32,324	* 18	49,058	* 1,119	19,640	8,925	21,885
Other business deductions	50,651	* 6,816	116,893	* 654	122,681	* 9,693	34,144	35,532	37,886
Home office business deductions, total	* 12,645	* 52	* 20,279	0	16,915	0	* 4,716	* 26	* 966
Depreciation, Form 8829 [3]	* 1,786	0	* 2,793	0	* 822	0	* 1,252	0	* 75
Casualty loss, Form 8829 [3]	0	0	0	0	* 3,544	0	0	0	* 426
Excess—casualty depreciations, Form 8829 [3]	0	0	* 391	0	0	0	0	0	0
Net income [1,2]	176,903	* 29,458	421,111	* 5,427	445,762	12,995	131,821	33,775	142,244
Returns with Schedule C-EZ:									
Number of returns	* 5,779	* 979	* 3,233	* 3	* 3,563	* 3	* 2,271	* 1,620	* 982
Business receipts	* 34,647	* 7,820	* 15,861	* 32	* 10,381	* 4	* 6,105	* 5,203	* 2,278
Business deductions	* 4,354	0	* 1,693	* 2	* 145	* [4]	* 476	* 3,458	0
Net income	* 30,293	* 7,820	* 14,167	* 30	* 10,236	* 4	* 5,629	* 1,744	* 2,278

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Manufacturing—continued						
	Primary metal industries	Fabricated metal products	Machinery	Computer and electronic products	Electrical equipment, appliances, and components	Transportation equipment	Furniture and related products
	(32)	(33)	(34)	(35)	(36)	(37)	(38)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	4,862	41,607	23,892	8,037	7,317	6,779	23,146
Business receipts, total [1]	629,559	4,422,472	2,197,311	214,865	620,005	566,277	1,607,510
Income from sales and operations [1]	629,440	4,385,935	2,193,510	214,761	617,587	565,640	1,602,361
Other business income	* 119	36,538	3,801	* 103	* 2,417	* 637	* 5,149
Business deductions, total [1,2]	559,003	3,751,756	1,751,795	170,334	516,007	568,843	1,294,839
Cost of sales and operations, total	* 321,658	2,071,482	649,961	37,076	291,574	304,012	624,273
Inventory, beginning of year	* 39,193	105,011	60,612	* 4,432	* 29,187	42,196	52,973
Cost of labor	* 451	325,520	83,513	* 5,406	* 13,562	* 16,103	89,604
Purchases	* 142,370	848,075	393,133	* 31,514	* 145,684	269,958	339,760
Materials and supplies	* 133,171	690,379	73,019	* 4,172	* 83,395	* 10,617	115,196
Other costs	* 47,373	219,934	133,482	* 5,728	* 54,435	* 6,954	97,834
Inventory, end of year	* 40,899	117,437	93,798	* 14,177	* 34,689	41,816	71,093
Advertising expenses	* 60	32,401	5,499	* 2,569	4,633	6,027	7,261
Car and truck expenses	* 19,858	148,099	78,480	26,910	29,424	30,160	78,882
Commissions	0	14,048	3,448	* 332	* 554	* 1,405	12,012
Contract labor	* 3,029	68,601	82,076	* 3,942	* 22,186	* 25,356	40,963
Depletion	0	0	0	0	0	0	0
Depreciation	77,100	167,526	107,172	4,359	4,831	6,048	58,698
Employee benefit programs	0	18,432	9,923	* 513	* 1,529	* 623	* 7,437
Insurance	* 7,857	68,681	38,979	1,162	3,961	8,030	32,232
Legal and professional services	* 2,013	16,870	10,498	840	5,804	2,259	6,699
Meals and entertainment deducted	* 66	10,692	7,102	1,863	8,915	2,036	4,942
Mortgage interest	* 10,485	13,849	7,506	0	* 748	* 14,653	* 4,800
Other interest paid on business indebtedness	* 5,327	27,272	13,095	* 11	* 3,459	* 1,346	4,255
Office expenses	* 3,517	31,301	14,373	2,849	2,609	9,611	4,864
Pension and profit-sharing plans	0	4,864	* 1,146	* 57	* 63	0	* 423
Rent on machinery and equipment	* 539	24,021	8,817	* 335	* 4,230	* 6,723	3,850
Rent on other business property	* 15,483	154,482	73,712	5,985	* 22,474	20,859	59,329
Repairs	* 4,503	41,793	31,864	* 1,363	* 618	13,038	10,756
Supplies	* 9,855	115,334	195,137	16,162	3,265	32,144	69,555
Salaries and wages	* 36,270	346,084	218,270	* 8,930	* 40,508	17,219	76,623
Taxes paid	* 7,303	72,011	39,175	2,283	3,819	2,797	19,653
Travel	* 1,365	17,002	8,558	7,401	7,921	7,043	8,218
Utilities	* 10,588	78,380	55,411	4,764	11,971	14,277	38,800
Other business deductions	* 10,900	204,725	83,405	39,456	35,347	43,175	96,290
Home office business deductions, total	* 11,045	* 3,808	* 7,483	* 1,031	* 2,069	0	22,024
Depreciation, Form 8829 [3]	* 519	* 1,052	* 1,579	* 130	0	0	* 2,747
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	* 5,062
Excess—casualty depreciations, Form 8829 [3]	* 585	* 1,478	* 814	* 100	0	0	* 2,628
Net income less deficit [1,2]	70,556	674,798	445,516	44,531	103,998	5,903	312,671
Net income [1,2]	96,438	811,992	490,326	65,378	116,576	68,361	358,960
Deficit [2]	* -25,882	-137,194	-44,810	-20,848	* -12,578	-62,458	-46,289

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Manufacturing—continued						
	Primary metal industries	Fabricated metal products	Machinery	Computer and electronic products	Electrical equipment, appliances, and components	Transportation equipment	Furniture and related products
	(32)	(33)	(34)	(35)	(36)	(37)	(38)
BUSINESSES WITH NET INCOME							
Number of returns [1]	3,425	29,792	15,615	4,463	5,914	4,188	15,235
Business receipts, total [1]	594,232	4,084,573	1,768,385	176,905	592,629	473,236	1,481,995
Income from sales and operations [1]	594,113	4,052,006	1,765,716	176,881	590,341	472,628	1,476,845
Other business income	* 119	32,568	* 2,669	* 23	* 2,288	* 608	* 5,149
Business deductions, total [1,2]	497,794	3,272,581	1,278,058	111,526	476,053	404,875	1,123,035
Cost of sales and operations, total	* 290,736	1,893,416	584,303	* 28,228	271,885	* 264,638	552,005
Inventory, beginning of year	* 26,035	79,368	46,080	* 3,825	* 16,218	* 33,727	33,960
Cost of labor	* 242	299,754	74,001	* 5,177	* 13,562	* 9,783	72,715
Purchases	* 113,621	759,808	324,257	* 20,318	* 144,677	* 248,263	283,558
Materials and supplies	* 133,171	669,847	71,934	* 1,413	* 64,293	* 2,832	107,642
Other costs	* 47,373	176,427	123,697	* 792	* 54,313	* 4,942	94,628
Inventory, end of year	* 29,705	91,788	55,667	* 3,296	* 21,178	* 34,910	40,498
Advertising expenses	* 60	30,035	4,061	* 2,227	* 4,329	* 3,635	3,112
Car and truck expenses	* 18,086	116,821	53,658	* 13,648	29,409	* 8,705	76,065
Commissions	0	9,108	* 3,411	0	* 554	* 1,062	4,101
Contract labor	* 2,753	63,559	54,690	* 1,001	* 20,366	* 2,285	40,889
Depletion	0	0	0	0	0	0	0
Depreciation	* 75,949	111,388	57,706	* 1,691	4,246	* 3,910	47,621
Employee benefit programs	0	13,888	9,862	* 382	* 1,496	* 623	* 6,083
Insurance	* 7,690	60,402	22,748	* 952	* 3,436	* 4,955	25,880
Legal and professional services	* 1,973	11,767	9,013	* 411	5,667	* 1,619	7,467
Meals and entertainment deducted	* 66	9,259	4,273	* 658	8,901	* 135	4,384
Mortgage interest	* 462	12,923	* 5,530	0	0	* 14,016	* 1,114
Other interest paid on business indebtedness	* 3,787	17,580	8,441	* 2	* 3,446	* 1,076	3,328
Office expenses	* 2,289	26,933	7,493	* 1,946	2,568	* 8,941	4,314
Pension and profit-sharing plans	0	4,858	* 950	0	* 63	0	* 423
Rent on machinery and equipment	* 539	22,757	3,071	* 326	* 2,083	* 6,687	3,838
Rent on other business property	* 15,335	120,385	30,372	* 4,334	* 22,424	* 8,129	57,016
Repairs	* 4,354	31,786	18,973	* 224	* 613	* 12,078	8,503
Supplies	* 7,212	108,521	81,024	* 8,749	3,225	* 7,117	65,305
Salaries and wages	* 36,270	295,995	174,145	* 3,808	* 37,106	* 10,285	* 67,163
Taxes paid	* 7,261	61,418	32,180	* 1,072	* 3,734	* 2,085	* 17,113
Travel	* 1,365	14,873	7,159	* 2,701	7,905	* 2,736	7,574
Utilities	* 10,583	66,300	37,303	* 2,547	11,459	* 11,021	30,137
Other business deductions	* 10,844	165,379	59,506	* 35,763	25,575	29,138	72,735
Home office business deductions, total	0	* 3,233	* 7,479	* 716	* 2,069	0	* 16,865
Depreciation, Form 8829 [3]	0	* 741	* 1,578	* 30	0	0	* 759
Casualty loss, Form 8829 [3]	0	0	0	0	0	0	* 5,062
Excess—casualty depreciations, Form 8829 [3]	0	* 873	* 813	0	0	0	0
Net income [1,2]	96,438	811,992	490,326	65,378	116,576	68,361	358,960
Returns with Schedule C-EZ:							
Number of returns	* 137	5,549	* 2,685	* 1,505	* 1,655	* 638	* 1,642
Business receipts	* 10,698	49,957	* 9,225	* 4,117	* 6,147	* 2,562	* 11,569
Business deductions	* 182	0	* 706	* 141	* 3,493	0	0
Net income	* 10,516	49,957	* 8,519	* 3,976	* 2,654	* 2,562	* 11,569

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Manufacturing—continued		Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, woods, metals, etc.	Nondurable goods, including food, fiber, chemicals, etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	6,346	46,552	378,532	168,744	132,033	77,755	2,466,091	132,277
Business receipts, total [1]	397,594	2,727,134	48,497,837	22,182,442	20,860,903	5,454,492	194,556,426	39,019,492
Income from sales and operations [1]	395,973	2,699,374	47,855,366	21,889,940	20,645,301	5,320,125	192,424,231	38,649,138
Other business income	* 1,621	27,760	642,471	292,503	215,602	134,367	2,132,196	370,355
Business deductions, total [1,2]	292,973	2,417,171	43,656,466	20,376,570	18,884,075	4,395,821	185,703,564	38,017,413
Cost of sales and operations, total	120,991	1,364,277	32,241,278	15,102,006	14,352,226	2,787,046	130,178,375	31,009,784
Inventory, beginning of year	* 12,906	198,582	2,683,977	1,678,523	871,216	134,238	22,027,061	5,243,844
Cost of labor	* 408	68,345	344,696	208,453	106,411	* 29,832	1,735,213	384,398
Purchases	* 71,734	610,652	28,531,212	12,820,140	13,376,623	2,334,449	118,375,785	28,840,764
Materials and supplies	* 35,109	483,696	1,595,099	982,479	372,730	239,890	5,951,742	955,436
Other costs	* 14,890	202,709	2,234,102	1,355,411	635,360	243,331	4,792,175	1,017,408
Inventory, end of year	* 14,056	199,707	3,147,808	1,943,000	1,010,113	194,695	22,703,602	5,432,065
Advertising expenses	5,385	27,051	353,209	181,284	115,070	56,855	2,281,869	334,144
Car and truck expenses	10,743	65,168	1,452,531	579,935	593,872	278,724	5,661,621	566,699
Commissions	* 21,728	19,442	649,655	288,780	162,666	198,209	1,039,793	197,504
Contract labor	* 6,852	13,612	488,655	261,635	194,400	32,620	1,038,891	211,320
Depletion	0	* 1	3,752	* 571	3,181	0	5,523	* 404
Depreciation	4,273	135,631	639,697	323,506	263,777	52,414	2,740,332	315,821
Employee benefit programs	* 249	7,258	86,227	26,062	55,418	4,747	255,516	44,162
Insurance	* 3,840	27,214	274,983	140,685	115,301	18,998	1,519,736	313,843
Legal and professional services	6,292	32,859	218,872	115,505	77,623	25,744	780,532	94,091
Meals and entertainment deducted	1,786	10,953	193,439	86,760	52,091	54,588	412,699	47,709
Mortgage interest	0	14,176	119,534	61,051	50,490	* 7,993	779,564	167,676
Other interest paid on business indebtedness	* 27	13,040	229,314	113,928	99,934	15,452	1,046,662	264,949
Office expenses	6,282	18,942	261,478	129,884	97,577	34,018	1,187,031	114,291
Pension and profit-sharing plans	* 531	* 635	15,195	5,504	7,491	* 2,200	51,161	4,612
Rent on machinery and equipment	* 2,012	11,459	130,060	59,754	44,852	25,454	816,412	65,144
Rent on other business property	20,076	79,732	583,668	295,950	228,078	59,640	6,081,388	499,405
Repairs	* 1,654	20,698	242,691	122,611	110,248	9,833	1,227,569	275,499
Supplies	567	67,459	541,817	295,095	209,257	37,465	2,822,542	220,016
Salaries and wages	* 16,350	161,723	1,218,236	588,711	563,607	65,918	8,515,473	1,144,150
Taxes paid	4,512	38,281	295,343	130,176	145,408	19,759	2,899,038	485,241
Travel	3,766	26,422	513,377	226,298	145,429	141,650	1,094,975	111,047
Utilities	8,612	51,127	526,159	233,291	214,477	78,390	3,560,534	368,757
Other business deductions	38,070	159,343	2,089,777	861,777	891,804	336,197	8,691,520	1,120,852
Home office business deductions, total	* 8,155	41,742	266,379	133,185	85,196	47,997	767,356	31,135
Depreciation, Form 8829 [3]	* 458	* 2,008	31,068	15,555	10,259	5,253	372,475	3,529
Casualty loss, Form 8829 [3]	0	* 5,304	* 453	* 373	0	* 80	10,706	* 86
Excess—casualty depreciations, Form 8829 [3]	0	* 1,478	14,683	8,708	3,745	2,230	156,792	* 2,791
Net income less deficit [1,2]	104,620	316,852	4,848,637	1,800,827	1,989,117	1,058,692	9,004,091	1,002,111
Net income [1,2]	112,757	425,037	6,222,643	2,522,997	2,512,354	1,187,292	17,539,733	1,893,257
Deficit [2]	* -8,137	-108,185	-1,374,005	-722,170	-523,236	-128,599	-8,535,643	-891,147

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Manufacturing—continued		Wholesale trade (merchant wholesalers)				Retail trade	
	Medical equipment and supplies	Other miscellaneous manufacturing	Total	Durable goods, including machinery, woods, metals, etc.	Nondurable goods, including food, fiber, chemicals, etc.	Wholesale electronic markets and agents and brokers	Total	Motor vehicle and parts dealers
	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)
BUSINESSES WITH NET INCOME								
Number of returns [1]	5,236	24,171	241,291	98,411	88,717	54,163	1,229,702	85,163
Business receipts, total [1]	386,813	2,208,087	40,485,049	18,959,959	16,451,781	5,073,309	152,986,902	29,305,993
Income from sales and operations [1]	385,243	2,183,467	39,917,575	18,683,350	16,276,010	4,958,215	151,369,126	29,029,797
Other business income	* 1,570	24,620	567,473	276,608	175,772	115,093	1,617,776	276,196
Business deductions, total [1,2]	274,056	1,783,050	34,262,545	16,437,100	13,939,428	3,886,017	135,433,297	27,411,890
Cost of sales and operations, total	117,247	974,437	26,158,531	12,842,405	10,682,992	2,633,135	99,713,899	22,764,010
Inventory, beginning of year	* 12,764	100,667	1,858,869	1,235,814	531,528	91,527	13,810,356	3,179,335
Cost of labor	0	59,075	250,988	153,222	68,957	* 28,808	1,177,469	245,923
Purchases	* 71,734	493,510	23,123,818	10,988,978	9,921,942	2,212,897	91,157,067	21,618,244
Materials and supplies	* 32,085	301,116	1,218,364	689,922	317,478	210,965	4,460,867	686,951
Other costs	* 14,720	127,344	1,901,754	1,193,589	468,651	239,513	3,568,632	647,486
Inventory, end of year	* 14,056	107,274	2,195,261	1,419,121	625,565	150,575	14,460,493	3,613,929
Advertising expenses	5,256	17,280	229,545	114,702	66,978	47,865	1,443,509	209,521
Car and truck expenses	8,332	54,521	1,026,918	376,459	418,540	231,920	3,360,641	407,018
Commissions	* 21,404	7,482	566,109	231,410	141,454	193,245	664,888	143,092
Contract labor	* 6,847	8,816	352,202	189,778	152,946	9,478	706,173	147,217
Depletion	0	* 1	3,584	* 565	3,019	0	4,966	* 381
Depreciation	* 3,870	107,290	437,105	210,064	189,353	37,688	1,571,516	189,924
Employee benefit programs	* 7	6,226	68,229	18,292	45,433	* 4,505	183,095	25,764
Insurance	* 3,729	23,315	203,194	108,698	81,481	13,016	1,043,023	209,423
Legal and professional services	5,476	19,679	153,329	73,430	58,925	20,973	469,529	56,508
Meals and entertainment deducted	1,773	9,852	141,618	57,496	40,966	43,156	236,415	35,345
Mortgage interest	0	* 6,618	70,812	27,060	38,380	* 5,373	419,532	82,540
Other interest paid on business indebtedness	* 7	10,095	133,554	63,412	59,370	10,772	603,722	165,329
Office expenses	6,030	13,879	192,587	97,354	68,957	26,277	770,863	78,510
Pension and profit-sharing plans	* 531	* 559	14,050	5,015	6,843	* 2,192	45,666	4,214
Rent on machinery and equipment	* 644	5,592	85,792	39,954	25,491	20,347	517,427	38,845
Rent on other business property	17,821	62,689	418,527	210,449	161,294	46,784	4,024,711	305,011
Repairs	* 1,632	18,025	188,480	91,629	90,480	6,371	774,615	184,193
Supplies	* 361	49,308	339,648	141,095	174,690	23,863	1,561,880	138,699
Salaries and wages	* 13,534	130,742	881,188	436,896	392,489	51,802	6,156,540	773,990
Taxes paid	* 4,097	31,782	205,680	91,878	101,891	11,911	2,039,788	327,526
Travel	3,143	18,863	369,063	155,993	105,079	107,990	627,457	91,115
Utilities	8,383	40,864	371,286	172,817	142,075	56,394	2,356,519	243,684
Other business deductions	35,555	131,321	1,440,554	585,849	619,701	235,004	5,476,991	764,287
Home office business deductions, total	* 8,155	24,888	189,819	81,774	65,996	42,050	424,498	16,586
Depreciation, Form 8829 [3]	* 458	* 799	20,463	9,671	6,778	4,014	49,242	1,994
Casualty loss, Form 8829 [3]	0	* 5,304	* 373	* 373	0	0	* 6,344	* 86
Excess—casualty depreciations, Form 8829 [3]	0	* 171	* 814	* 382	* 62	* 370	32,801	* 272
Net income [1,2]	112,757	425,037	6,222,643	2,522,997	2,512,354	1,187,292	17,539,733	1,893,257
Returns with Schedule C-EZ:								
Number of returns	* 814	8,748	38,656	17,279	11,722	9,655	249,444	14,140
Business receipts	* 27,518	44,227	187,966	108,186	39,305	40,475	1,285,429	73,694
Business deductions	* 219	8,924	21,139	12,627	4,605	3,907	247,455	9,158
Net income	* 27,299	35,303	166,826	95,559	34,700	36,568	1,037,975	64,537

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Retail trade—continued							
	Furniture and home furnishing stores	Electronic and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and accessories stores	Sporting goods, hobby, book, and music stores
	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	48,371	27,597	46,151	106,383	164,729	21,142	137,859	110,706
Business receipts, total [1]	5,121,661	4,299,318	9,785,421	27,132,801	9,929,055	24,573,469	11,521,420	7,518,176
Income from sales and operations [1]	5,061,909	4,262,799	9,696,820	26,790,494	9,799,994	24,339,917	11,397,310	7,432,982
Other business income	59,752	36,519	88,601	342,307	129,061	233,552	124,110	85,194
Business deductions, total [1,2]	4,771,759	3,969,453	9,117,561	26,317,913	9,235,008	24,357,142	10,614,885	7,274,924
Cost of sales and operations, total	2,671,591	2,706,647	6,307,357	19,611,350	6,366,532	21,420,334	6,510,323	4,393,773
Inventory, beginning of year	725,015	342,972	1,055,818	1,737,142	743,919	651,341	2,452,677	1,805,253
Cost of labor	151,154	217,414	200,866	167,159	50,170	52,265	57,087	59,876
Purchases	2,296,445	2,406,317	5,183,851	17,987,968	6,129,939	20,450,392	6,158,250	3,918,567
Materials and supplies	182,558	56,396	452,174	979,780	216,200	580,104	319,440	212,693
Other costs	111,609	41,714	495,859	562,640	48,006	213,407	148,490	216,869
Inventory, end of year	795,191	358,166	1,081,210	1,823,339	821,702	527,175	2,625,622	1,819,484
Advertising expenses	152,756	72,307	114,043	128,818	143,359	34,361	237,282	129,274
Car and truck expenses	132,093	73,673	215,165	244,755	254,426	57,875	179,805	177,545
Commissions	22,414	17,998	27,984	47,864	45,608	27,041	75,164	30,213
Contract labor	77,631	57,936	97,618	93,061	33,747	32,891	27,426	55,050
Depletion	0	0	0	* 279	* 242	* 46	* 6	* 1
Depreciation	61,224	56,818	176,175	287,210	123,586	177,588	144,068	184,742
Employee benefit programs	9,869	18,489	11,857	25,706	27,329	12,308	10,418	11,076
Insurance	57,970	40,325	113,624	199,761	64,198	96,098	102,829	69,524
Legal and professional services	28,556	18,840	36,430	94,116	47,278	43,146	62,426	49,027
Meals and entertainment deducted	11,744	4,309	20,091	7,611	24,805	3,459	18,948	19,555
Mortgage interest	24,545	21,062	52,430	99,376	11,833	100,802	49,016	47,998
Other interest paid on business indebtedness	25,444	19,526	58,061	95,342	35,813	66,737	55,079	55,743
Office expenses	28,626	20,700	59,634	50,708	69,358	17,356	94,543	76,584
Pension and profit-sharing plans	* 425	* 470	1,508	2,180	9,420	957	14,687	* 939
Rent on machinery and equipment	14,997	39,396	32,268	106,117	96,578	35,057	135,190	49,082
Rent on other business property	335,490	121,096	206,989	835,362	308,432	311,050	883,557	442,927
Repairs	37,434	15,224	61,166	197,810	55,547	108,517	77,961	53,488
Supplies	116,538	37,591	203,797	417,147	152,636	55,892	116,758	119,356
Salaries and wages	350,111	262,495	590,144	1,385,401	618,274	660,999	699,272	442,098
Taxes paid	127,440	89,550	182,026	444,674	113,710	253,061	265,427	139,064
Travel	33,290	5,084	22,800	25,435	70,800	5,693	78,897	55,195
Utilities	120,125	98,241	161,550	763,906	160,632	269,786	218,890	182,012
Other business deductions	310,837	153,385	337,518	1,141,592	346,654	563,002	518,890	426,364
Home office business deductions, total	15,897	16,094	24,222	6,880	42,172	* 3,086	30,689	52,032
Depreciation, Form 8829 [3]	2,272	* 2,008	* 766	* 770	6,603	* 808	7,184	274,976
Casualty loss, Form 8829 [3]	0	0	0	0	* 552	0	* 183	* 136
Excess—casualty depreciations, Form 8829 [3]	* 2,389	* 2,268	* 839	* 613	11,507	0	6,975	16,398
Net income less deficit [1,2]	349,902	329,864	652,868	824,492	702,245	217,528	906,670	243,901
Net income [1,2]	651,938	400,086	880,641	1,439,268	1,164,303	411,215	1,435,523	813,641
Deficit [2]	-302,036	-70,222	-227,773	-614,776	-462,058	-193,688	-528,853	-569,740

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Retail trade—continued							
	Furniture and home furnishing stores	Electronic and appliance stores	Building material and garden equipment and supplies dealers	Food and beverage stores	Health and personal care stores	Gasoline stations	Clothing and accessories stores	Sporting goods, hobby, book, and music stores
	(47)	(48)	(49)	(50)	(51)	(52)	(53)	(54)
BUSINESSES WITH NET INCOME								
Number of returns [1]	28,324	20,898	29,558	70,796	62,055	14,093	85,955	48,861
Business receipts, total [1]	3,984,039	3,514,872	8,093,137	22,393,740	8,966,052	18,618,489	9,364,273	5,256,769
Income from sales and operations [1]	3,935,920	3,488,170	8,026,433	22,080,355	8,856,210	18,443,573	9,243,260	5,237,129
Other business income	48,118	26,702	66,704	313,384	109,842	174,916	121,014	19,640
Business deductions, total [1,2]	3,332,101	3,114,786	7,198,014	20,954,472	7,801,749	18,208,083	7,928,750	4,443,769
Cost of sales and operations, total	1,989,310	2,081,005	5,184,959	15,896,695	5,747,972	16,202,232	5,031,624	2,969,040
Inventory, beginning of year	463,498	253,365	787,208	1,387,018	557,967	473,919	1,685,739	1,022,403
Cost of labor	116,678	79,080	180,092	133,592	* 41,543	26,414	43,422	* 29,372
Purchases	1,732,257	1,931,467	4,155,304	14,809,826	5,538,244	15,518,525	4,678,245	2,616,656
Materials and supplies	167,758	55,356	415,864	630,354	190,698	387,513	267,718	190,895
Other costs	33,312	28,200	441,961	405,667	34,765	172,575	113,641	188,359
Inventory, end of year	524,193	266,463	795,470	1,469,763	615,244	376,713	1,757,141	1,078,646
Advertising expenses	118,888	61,141	91,848	96,754	99,950	25,692	150,077	57,390
Car and truck expenses	88,139	58,433	145,276	169,604	120,490	39,424	117,672	75,802
Commissions	8,116	7,549	26,113	37,947	41,879	15,380	31,038	23,019
Contract labor	48,081	48,670	66,204	67,928	20,651	16,579	17,616	38,365
Depletion	0	0	0	* 279	* 239	0	0	0
Depreciation	45,130	46,605	135,685	193,163	81,765	104,800	75,148	87,209
Employee benefit programs	7,220	12,227	10,350	22,291	16,073	6,600	7,482	8,481
Insurance	43,845	33,146	90,712	154,841	55,915	66,973	75,317	37,722
Legal and professional services	19,477	13,744	26,914	64,901	33,555	23,278	43,753	21,224
Meals and entertainment deducted	5,783	3,795	16,605	5,530	14,409	2,660	10,880	8,009
Mortgage interest	14,872	16,813	26,354	65,300	9,938	53,469	34,917	15,873
Other interest paid on business indebtedness	19,570	18,054	42,259	69,101	23,670	46,138	29,247	20,278
Office expenses	18,779	18,738	47,608	36,061	49,009	13,180	66,677	52,587
Pension and profit-sharing plans	* 409	* 411	* 1,494	2,155	8,725	* 802	14,000	* 925
Rent on machinery and equipment	8,079	18,246	24,274	93,189	76,721	23,618	65,368	20,767
Rent on other business property	210,108	98,244	125,222	637,618	222,846	235,451	666,093	239,898
Repairs	22,021	13,279	45,002	142,237	35,417	74,803	53,649	22,746
Supplies	37,685	23,476	43,142	268,391	88,681	41,806	84,236	42,484
Salaries and wages	221,197	234,223	481,103	1,112,801	543,209	484,471	526,097	231,753
Taxes paid	94,652	81,105	151,666	339,156	90,178	171,788	204,042	83,381
Travel	14,062	4,784	19,683	17,753	47,141	3,161	57,487	21,740
Utilities	88,692	80,254	119,098	559,780	114,196	188,294	153,679	102,415
Other business deductions	193,697	124,774	253,327	892,145	230,703	364,837	379,521	236,024
Home office business deductions, total	9,577	* 13,873	20,013	3,400	16,389	* 2,647	25,799	18,044
Depreciation, Form 8829 [3]	* 1,238	* 1,575	* 439	* 244	2,350	* 80	5,096	* 2,756
Casualty loss, Form 8829 [3]	0	0	0	0	* 169	0	* 111	0
Excess—casualty depreciations, Form 8829 [3]	0	* 1,835	0	0	* 4,741	0	* 2,340	* 367
Net income [1,2]	651,938	400,086	880,641	1,439,268	1,164,303	411,215	1,435,523	813,641
Returns with Schedule C-EZ:								
Number of returns	6,550	* 3,430	* 4,083	7,724	13,214	* 41	10,810	10,413
Business receipts	32,205	* 50,640	* 14,032	45,500	99,363	* 8,993	57,618	39,147
Business deductions	4,713	* 2,199	* 3,105	5,452	12,039	0	7,334	12,261
Net income	27,492	* 48,441	* 10,928	40,048	87,324	* 8,993	50,285	26,886

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Retail trade—continued			Transportation and warehousing				
	General merchandise stores	Miscellaneous store retailers	Nonstore retailers	Total	Air and rail transportation	Water transportation	General freight trucking, local	General freight trucking, long-distance and specialized freight trucking
	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)
BUSINESSES WITH AND WITHOUT NET INCOME								
Number of returns [1]	37,723	520,556	1,112,596	1,083,977	16,170	3,897	238,255	359,784
Business receipts, total [1]	3,173,839	28,225,819	24,255,956	76,271,968	1,597,447	599,845	20,891,122	37,211,507
Income from sales and operations [1]	3,165,350	27,956,451	23,871,069	75,275,216	1,533,263	598,183	20,659,076	36,810,511
Other business income	8,489	269,368	384,887	996,751	64,184	1,663	232,046	400,996
Business deductions, total [1,2]	3,249,074	26,212,807	22,565,623	65,484,378	1,757,188	354,069	18,034,081	32,902,968
Cost of sales and operations, total	2,141,085	15,452,096	11,587,503	8,071,642	873,945	101,750	2,646,012	2,757,533
Inventory, beginning of year	548,406	4,249,245	2,471,428	207,811	* 24,828	* 66,762	37,245	10,928
Cost of labor	* 19,654	198,821	176,349	1,838,542	95,103	* 12,817	887,676	502,581
Purchases	1,968,141	13,183,810	9,851,342	2,550,381	364,544	* 1,480	503,442	763,609
Materials and supplies	29,778	1,266,363	700,821	603,563	117,125	* 256	236,199	133,025
Other costs	143,733	1,096,802	695,637	3,029,318	306,867	20,757	1,019,139	1,364,795
Inventory, end of year	568,627	4,542,945	2,308,074	157,974	34,522	* 322	37,688	17,404
Advertising expenses	34,151	401,655	499,719	193,382	10,561	1,190	36,704	45,916
Car and truck expenses	71,207	1,215,975	2,472,403	18,690,792	15,875	4,711	4,760,574	10,175,462
Commissions	5,224	204,117	338,663	1,078,646	9,101	5,638	263,707	519,877
Contract labor	4,372	185,061	162,777	3,458,375	39,890	3,894	1,013,472	1,923,502
Depletion	0	4,147	* 396	8,021	188	* 5	* 105	* 7,706
Depreciation	94,968	526,776	591,356	5,239,856	273,399	53,040	1,616,801	2,667,420
Employee benefit programs	* 4,075	57,450	22,777	97,971	1,633	* 2,941	29,783	43,575
Insurance	31,994	270,360	159,211	2,901,761	24,588	12,443	931,108	1,428,212
Legal and professional services	11,272	146,394	148,956	297,186	9,341	4,136	79,591	140,113
Meals and entertainment deducted	3,964	86,648	163,857	1,615,470	9,275	677	241,432	1,284,949
Mortgage interest	10,594	130,031	64,201	324,200	18,981	2,571	74,518	123,672
Other interest paid on business indebtedness	23,533	190,122	156,313	683,350	58,073	10,052	182,352	367,834
Office expenses	17,185	245,708	392,336	335,807	2,702	3,192	79,616	146,978
Pension and profit-sharing plans	0	9,041	6,922	11,922	* 1,481	* 392	7,917	1,080
Rent on machinery and equipment	11,175	132,764	98,645	2,002,127	24,127	* 1,150	466,877	893,799
Rent on other business property	225,609	1,499,101	412,368	543,340	35,076	9,442	122,581	187,096
Repairs	19,378	202,927	122,617	4,587,125	74,353	7,371	1,413,491	2,670,741
Supplies	30,673	490,949	861,189	1,006,631	18,070	3,339	285,639	458,362
Salaries and wages	192,677	1,636,690	533,163	2,739,358	30,167	32,351	961,005	1,090,149
Taxes paid	91,701	478,048	229,096	1,191,627	13,564	3,634	374,857	642,714
Travel	14,549	213,243	458,944	514,270	32,621	2,089	98,688	294,073
Utilities	88,378	658,738	469,519	853,683	10,042	2,695	219,059	381,588
Other business deductions	116,952	1,513,951	2,141,523	8,684,796	167,387	84,152	2,048,785	4,529,124
Home office business deductions, total	* 2,543	167,024	375,581	198,407	* 2,029	* 1,039	55,415	93,658
Depreciation, Form 8829 [3]	* 1,705	23,947	48,634	27,405	* 167	* 9	5,886	12,716
Casualty loss, Form 8829 [3]	0	* 8,276	* 1,472	* 14,567	0	0	* 1	* 13,834
Excess—casualty depreciations, Form 8829 [3]	* 1,497	35,137	76,378	82,775	* 116	* 21	* 677	9,437
Net income less deficit [1,2]	-75,179	2,143,487	1,706,203	10,817,014	-132,522	225,384	2,861,969	4,315,397
Net income [1,2]	176,503	3,782,210	4,491,148	13,120,269	190,678	276,784	3,316,892	5,220,522
Deficit [2]	-251,682	-1,638,723	-2,784,945	-2,303,255	-323,200	-51,400	-454,923	-905,125

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Transportation and warehousing—continued						
	Urban transit	Interurban and rural bus transportation	Taxi and limousine service	School, employee, and charter bus industry	Other transit and ground passenger transportation	Pipeline transportation	Scenic and sightseeing transportation
	(63)	(64)	(65)	(66)	(67)	(68)	(69)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	* 1,044	* 2,740	152,300	17,378	18,674	* 668	7,424
Business receipts, total [1]	* 760	* 8,573	4,878,985	842,153	833,022	* 165,865	258,845
Income from sales and operations [1]	* 760	* 8,559	4,752,353	828,485	828,637	* 165,862	255,033
Other business income	0	* 14	126,633	* 13,668	* 4,385	* 3	* 3,812
Business deductions, total [1,2]	* 159	* 23,265	3,590,331	733,490	612,277	* 137,788	278,436
Cost of sales and operations, total	0	0	88,422	105,342	* 81,618	* 104,233	* 14,615
Inventory, beginning of year	0	0	* 159	* 7,916	* 1,037	0	0
Cost of labor	0	0	* 8,820	* 5,753	0	0	* 3,303
Purchases	0	0	* 1,967	* 60,092	* 39,646	* 104,224	* 10
Materials and supplies	0	0	* 813	* 20,366	* 33,982	0	* 15
Other costs	0	0	* 77,941	* 13,797	* 8,396	* 8	* 11,287
Inventory, end of year	0	0	* 1,279	* 2,581	* 1,443	0	0
Advertising expenses	0	* 481	45,398	7,416	* 2,658	* 2	8,088
Car and truck expenses	0	* 5,477	661,854	111,015	213,363	* 5,326	15,305
Commissions	0	0	167,610	* 33,285	* 33,449	0	* 582
Contract labor	0	0	65,672	* 15,853	* 8,955	* 118	1,049
Depletion	0	0	0	0	0	* 4	0
Depreciation	0	* 1,730	158,378	82,114	23,242	* 6,319	72,797
Employee benefit programs	0	0	* 1,403	* 2,576	* 2,847	* 4	* 164
Insurance	0	* 1,962	243,826	43,351	13,838	* 1,402	12,364
Legal and professional services	0	* 146	17,108	5,380	1,575	* 109	3,739
Meals and entertainment deducted	0	* 907	19,708	6,415	6,795	* 2	1,617
Mortgage interest	0	* 11	62,449	* 1,186	* 2,903	0	* 3,469
Other interest paid on business indebtedness	0	0	12,164	15,139	* 3,437	* 1,151	7,422
Office expenses	0	* 840	29,531	5,533	5,905	* 321	3,566
Pension and profit-sharing plans	0	0	* 48	0	* 363	* 16	* 5
Rent on machinery and equipment	0	* 736	489,594	* 3,886	* 5,249	* 3,276	* 222
Rent on other business property	0	0	79,138	7,212	* 3,805	* 42	12,860
Repairs	0	* 1,451	170,932	34,476	21,460	* 1,576	13,303
Supplies	0	* 314	36,565	8,706	7,985	* 11	14,220
Salaries and wages	0	* 203	127,237	92,127	* 51,354	* 570	* 28,205
Taxes paid	0	* 400	56,817	15,962	6,802	* 25	6,152
Travel	0	* 355	8,378	17,057	4,188	* 305	10,704
Utilities	0	* 78	64,256	15,814	13,200	* 20	5,614
Other business deductions	0	* 8,172	940,287	97,576	93,398	* 12,286	39,960
Home office business deductions, total	0	0	* 14,687	* 3,063	* 3,331	* 668	* 2,414
Depreciation, Form 8829 [3]	0	0	* 1,911	* 113	* 468	0	* 586
Casualty loss, Form 8829 [3]	0	0	* 629	* 103	0	0	0
Excess—casualty depreciations, Form 8829 [3]	0	0	* 966	* 774	0	0	0
Net income less deficit [1,2]	* 602	* -14,692	1,289,685	110,210	220,745	* 28,181	-19,591
Net income [1,2]	* 602	* 3,684	1,406,415	171,933	229,235	* 28,513	58,838
Deficit [2]	0	* -18,377	-116,730	-61,723	* -8,491	* -332	-78,429

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Transportation and warehousing—continued						
	Urban transit	Interurban and rural bus transportation	Taxi and limousine service	School, employee, and charter bus industry	Other transit and ground passenger transportation	Pipeline transportation	Scenic and sightseeing transportation
	(63)	(64)	(65)	(66)	(67)	(68)	(69)
BUSINESSES WITH NET INCOME							
Number of returns [1]	* 1,044	* 1,744	133,232	11,849	** 16,919	**	4,455
Business receipts, total [1]	* 760	* 8,573	4,400,629	611,561	** 899,753	**	199,997
Income from sales and operations [1]	* 760	* 8,559	4,312,528	600,912	** 898,694	**	200,105
Other business income	0	* 14	88,101	* 10,649	** 1,059	**	* -108
Business deductions, total [1,2]	* 159	* 4,888	2,994,214	439,628	** 642,004	**	141,158
Cost of sales and operations, total	0	0	* 62,384	* 32,570	** 160,805	**	* 11,171
Inventory, beginning of year	0	0	0	* 930	** 928	**	0
Cost of labor	0	0	* 35	0	** 0	**	* 3,303
Purchases	0	0	* 374	* 735	** 125,069	**	0
Materials and supplies	0	0	* 176	* 20,366	** 33,982	**	0
Other costs	0	0	* 61,803	* 11,818	** 1,954	**	* 7,869
Inventory, end of year	0	0	* 4	* 1,280	** 1,129	**	0
Advertising expenses	0	* 44	37,660	* 1,390	** 2,334	**	* 3,415
Car and truck expenses	0	* 3,810	469,767	76,006	** 185,971	**	* 11,787
Commissions	0	0	152,335	* 33,226	** 33,420	**	0
Contract labor	0	0	32,053	* 12,033	** 8,952	**	0
Depletion	0	0	0	0	** 0	**	0
Depreciation	0	* 67	124,117	40,189	** 26,017	**	* 10,393
Employee benefit programs	0	0	* 713	* 2,256	** 2,641	**	0
Insurance	0	* 66	208,261	31,750	** 12,786	**	* 7,304
Legal and professional services	0	* 117	9,734	3,161	** 1,601	**	* 1,674
Meals and entertainment deducted	0	* 11	19,089	* 3,720	** 6,723	**	* 428
Mortgage interest	0	* 11	62,449	* 384	** 2,903	**	* 2,655
Other interest paid on business indebtedness	0	0	3,938	11,722	** 4,152	**	* 280
Office expenses	0	* 36	25,979	3,198	** 3,397	**	* 2,320
Pension and profit-sharing plans	0	0	0	0	** 363	**	0
Rent on machinery and equipment	0	0	452,111	* 620	** 8,162	**	* 16
Rent on other business property	0	0	59,460	* 5,094	** 3,370	**	* 10,347
Repairs	0	* 53	150,297	29,695	** 20,958	**	* 4,900
Supplies	0	* 39	32,162	6,800	** 3,232	**	* 8,853
Salaries and wages	0	* 203	70,924	* 66,836	** 41,410	**	* 22,083
Taxes paid	0	* 123	42,032	* 13,170	** 5,649	**	* 5,467
Travel	0	0	6,507	* 5,503	** 4,306	**	* 4,562
Utilities	0	* 78	51,975	9,605	** 9,480	**	* 3,789
Other business deductions	0	* 229	887,023	45,210	** 89,266	**	* 27,340
Home office business deductions, total	0	0	* 4,377	* 2,486	** 3,548	**	* 2,374
Depreciation, Form 8829 [3]	0	0	* 945	0	** 468	**	* 580
Casualty loss, Form 8829 [3]	0	0	0	* 103	** 0	**	0
Excess—casualty depreciations, Form 8829 [3]	0	0	0	0	** 0	**	0
Net income [1,2]	* 602	* 3,684	1,406,415	171,933	** 257,748	**	58,838
Returns with Schedule C-EZ:							
Number of returns	* 1,004	0	21,676	* 2,281	* 1,891	0	* 651
Business receipts	* 523	0	184,993	* 5,714	* 5,493	0	* 456
Business deductions	* 159	0	28,870	* 3,005	* 559	0	0
Net income	* 364	0	156,124	* 2,708	* 4,933	0	* 456

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Transportation and warehousing—continued			Information					
	Support activities for transportation (including motor vehicle towing)	Couriers and messengers	Warehousing and storage facilities	Total	Publishing industries (except internet)	Motion picture and sound recording	Broadcasting (except internet) and telecommunications	Internet publishing and broadcasting	Internet service providers, web search portals, and data processing
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns [1]	43,261	214,315	8,067	333,782	87,975	88,159	52,024	25,276	80,349
Business receipts, total [1]	2,575,924	5,901,628	506,292	10,896,418	3,157,791	2,704,713	2,211,356	809,494	2,013,064
Income from sales and operations [1]	2,486,285	5,846,102	502,108	10,709,672	3,088,575	2,702,763	2,157,469	767,039	1,993,826
Other business income	89,639	55,526	4,184	186,746	69,216	1,950	53,887	* 42,455	19,237
Business deductions, total [1,2]	2,323,224	4,319,985	417,117	8,428,597	2,322,421	2,428,117	1,893,081	487,124	1,297,856
Cost of sales and operations, total	448,726	718,902	130,544	2,555,505	799,243	461,568	735,853	240,204	318,638
Inventory, beginning of year	41,343	* 8,323	* 9,272	168,183	92,885	23,921	* 19,618	0	31,758
Cost of labor	* 42,674	* 244,897	* 34,919	268,587	* 66,966	* 9,306	* 3,719	* 137,016	* 51,581
Purchases	221,107	432,196	* 58,064	1,388,481	483,401	208,829	619,593	* 7,600	69,057
Materials and supplies	* 9,459	* 20,902	* 31,420	352,429	58,118	27,526	* 76,254	* 16,990	173,541
Other costs	174,503	* 26,691	* 5,137	552,038	190,530	214,584	35,467	* 78,598	32,860
Inventory, end of year	40,360	* 14,106	* 8,269	174,212	92,657	22,599	* 18,797	0	40,160
Advertising expenses	16,857	15,347	2,762	323,264	60,667	43,919	36,277	62,359	120,043
Car and truck expenses	408,338	2,255,033	58,459	662,962	201,516	182,619	179,101	25,527	74,199
Commissions	* 3,016	25,979	* 16,403	182,560	31,405	53,664	54,200	* 588	42,703
Contract labor	204,276	151,232	30,463	389,092	64,936	92,864	160,779	* 2,985	67,529
Depletion	* 11	0	* 1	* 9	0	* 2	0	0	* 7
Depreciation	184,795	76,149	23,673	402,425	41,813	230,401	70,199	24,046	35,965
Employee benefit programs	4,012	* 8,646	* 387	27,349	10,985	11,077	3,433	* 248	1,606
Insurance	98,154	83,130	7,382	82,863	21,142	35,773	12,606	* 29	13,312
Legal and professional services	11,228	22,080	2,640	147,355	26,293	66,073	32,929	5,161	16,898
Meals and entertainment deducted	14,266	28,737	689	78,500	19,052	35,401	15,977	1,433	6,638
Mortgage interest	27,329	* 2,314	* 4,797	29,613	7,179	* 12,825	* 4,185	* 1,001	* 4,423
Other interest paid on business indebtedness	9,366	11,896	4,465	69,743	41,666	8,375	8,601	* 1,040	10,061
Office expenses	22,902	32,931	1,790	168,987	53,894	46,216	17,024	11,102	40,751
Pension and profit-sharing plans	* 378	0	* 242	8,502	6,387	* 1,013	* 778	* 53	* 271
Rent on machinery and equipment	34,155	77,175	1,880	100,414	15,222	66,660	12,154	* 320	6,058
Rent on other business property	36,454	34,936	14,697	196,646	50,427	80,769	39,170	* 3,131	23,150
Repairs	91,900	73,146	12,926	74,972	13,851	34,844	9,603	* 1,078	15,596
Supplies	52,614	117,396	3,410	247,538	52,534	97,989	44,266	9,290	43,459
Salaries and wages	188,594	113,984	23,409	517,896	221,170	115,176	108,440	* 7,946	65,164
Taxes paid	40,441	20,324	9,937	79,339	36,530	15,988	12,198	1,592	13,031
Travel	11,581	26,737	7,495	268,918	76,508	89,509	41,094	11,292	50,515
Utilities	60,496	69,176	11,646	230,073	57,570	67,539	35,878	29,611	39,476
Other business deductions	344,280	273,306	46,083	1,323,596	349,449	496,594	229,597	31,072	216,884
Home office business deductions, total	3,202	17,964	* 937	199,068	53,267	68,788	19,255	14,944	42,814
Depreciation, Form 8829 [3]	* 350	5,115	* 84	31,706	7,612	15,540	* 2,786	* 1,548	4,221
Casualty loss, Form 8829 [3]	0	0	0	* 397	0	0	0	* 397	0
Excess—casualty depreciations, Form 8829 [3]	* 63,573	* 7,211	0	37,080	* 1,648	* 27,100	* 3,171	* 756	* 4,405
Net income less deficit [1,2]	252,848	1,589,376	89,423	2,476,404	836,147	282,252	318,274	324,523	715,208
Net income [1,2]	348,278	1,758,282	109,613	3,521,752	1,036,320	761,703	527,405	374,723	821,601
Deficit [2]	-95,430	-168,906	-20,190	-1,045,348	-200,174	-479,451	-209,130	-50,200	-106,393

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Transportation and warehousing—continued			Information					
	Support activities for transportation (including motor vehicle towing)	Couriers and messengers	Warehousing and storage facilities	Total	Publishing industries (except internet)	Motion picture and sound recording	Broadcasting (except internet) and telecommunications	Internet publishing and broadcasting	Internet service providers, web search portals, and data processing
	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)
BUSINESSES WITH NET INCOME									
Number of returns [1]	32,864	174,648	5,996	231,274	65,656	55,074	31,621	14,482	64,441
Business receipts, total [1]	2,229,570	5,426,188	379,683	9,460,500	2,752,712	2,077,869	1,900,491	800,313	1,929,116
Income from sales and operations [1]	2,155,298	5,322,338	379,017	9,262,539	2,684,750	2,054,326	1,860,317	753,039	1,910,107
Other business income	74,273	103,850	* 665	197,961	67,962	23,543	40,174	* 47,274	* 19,008
Business deductions, total [1,2]	1,881,873	3,675,096	270,070	5,938,749	1,716,392	1,316,166	1,373,086	425,590	1,107,515
Cost of sales and operations, total	405,105	684,399	* 65,633	2,177,869	652,026	333,034	690,861	* 231,085	270,863
Inventory, beginning of year	41,343	* 8,075	* 28	62,757	27,467	* 22,730	* 1,960	0	* 10,600
Cost of labor	* 42,459	* 234,657	* 34,858	259,078	* 57,468	* 9,296	* 3,719	* 137,016	* 51,580
Purchases	219,204	* 409,202	* 428	1,180,468	450,456	116,422	* 582,475	* 6,990	* 24,126
Materials and supplies	* 9,203	* 20,806	* 29,157	283,023	21,929	* 10,790	* 76,248	* 8,701	* 165,355
Other costs	* 133,257	* 23,860	* 1,176	458,404	125,034	194,606	* 28,787	* 78,378	31,600
Inventory, end of year	40,360	* 12,202	* 14	65,862	30,328	* 20,810	* 2,328	0	* 12,397
Advertising expenses	10,913	12,768	* 2,501	265,070	49,316	24,051	25,240	55,450	111,012
Car and truck expenses	306,633	1,743,033	51,846	432,382	154,811	89,203	105,788	22,235	60,346
Commissions	* 2,999	* 23,681	* 15,343	131,508	26,926	41,313	* 26,890	* 337	36,042
Contract labor	188,702	150,216	28,764	259,157	35,343	30,474	128,262	* 1,453	63,626
Depletion	* 11	0	* 1	* 7	0	0	0	0	* 7
Depreciation	139,815	66,849	12,721	184,041	25,037	92,528	19,501	22,867	24,109
Employee benefit programs	3,337	* 8,646	* 176	17,167	4,878	* 8,448	* 2,331	* 26	* 1,485
Insurance	78,631	73,218	5,153	52,748	15,170	14,595	10,207	* 12	12,764
Legal and professional services	8,737	17,395	1,354	74,800	17,526	33,726	5,884	3,976	13,688
Meals and entertainment deducted	10,956	23,544	* 500	48,726	13,287	18,118	11,137	717	5,468
Mortgage interest	19,927	* 2,310	* 2,243	14,590	* 6,159	* 6,095	* 571	* 1,001	* 765
Other interest paid on business indebtedness	7,368	9,763	* 2,855	30,885	22,362	2,832	* 2,941	* 397	2,353
Office expenses	16,185	29,895	1,600	130,307	45,926	29,694	12,930	9,668	32,089
Pension and profit-sharing plans	* 377	0	0	8,237	6,302	* 955	* 657	* 53	* 271
Rent on machinery and equipment	20,835	75,186	* 441	54,777	11,776	32,937	4,514	* 3	5,547
Rent on other business property	25,348	32,591	* 3,576	140,636	38,079	55,235	24,635	* 2,025	20,663
Repairs	65,570	63,230	11,330	43,924	9,672	13,589	4,950	* 764	14,949
Supplies	24,487	110,106	1,517	135,240	41,621	21,986	26,099	7,785	37,749
Salaries and wages	149,075	113,984	4,638	343,289	125,066	82,475	71,340	* 1,916	62,491
Taxes paid	33,479	17,708	6,951	53,390	21,398	11,688	7,864	* 1,007	11,433
Travel	7,594	21,854	* 7,427	178,626	56,788	46,482	22,062	6,574	46,720
Utilities	48,059	57,677	8,008	147,883	45,450	32,032	19,895	19,715	30,790
Other business deductions	299,109	257,922	34,555	814,097	232,743	257,883	121,395	23,379	178,696
Home office business deductions, total	2,768	16,178	* 937	139,277	49,017	25,617	17,646	12,072	34,924
Depreciation, Form 8829 [3]	* 251	* 993	* 84	14,652	6,109	2,868	* 2,004	* 1,006	2,664
Casualty loss, Form 8829 [3]	0	0	0	* 397	0	0	0	* 397	0
Excess—casualty depreciations, Form 8829 [3]	0	0	0	* 86	0	0	0	* 31	* 55
Net income [1,2]	348,278	1,758,282	109,613	3,521,752	1,036,320	761,703	527,405	374,723	821,601
Returns with Schedule C-EZ:									
Number of returns	8,355	46,044	* 979	72,109	20,046	13,693	11,211	* 3,069	24,091
Business receipts	43,626	342,422	* 12,729	348,580	77,823	47,170	48,574	* 47,607	127,406
Business deductions	5,853	63,464	0	61,411	9,713	12,474	9,485	* 1,073	28,665
Net income	37,773	278,957	* 12,729	287,169	68,110	34,696	39,089	* 46,535	98,741

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Finance and insurance						
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments				
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges
	(79)	(80)	(81)	(82)	(83)	(84)	(85)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	688,299	107,641	151,720	6,062	18,296	8,437	263
Business receipts, total [1]	82,400,946	6,049,583	44,814,621	2,718,609	4,469,396	699,537	1,975,048
Income from sales and operations [1]	80,846,415	5,853,177	44,129,981	2,617,986	4,230,539	597,002	1,974,829
Other business income	1,554,531	196,406	684,640	100,623	238,858	102,535	* 218
Business deductions, total [1,2]	62,919,924	4,812,017	39,184,464	2,334,116	3,582,465	623,975	1,996,420
Cost of sales and operations, total	28,065,598	1,107,364	25,588,375	1,923,884	2,273,872	176,877	* 1,879,670
Inventory, beginning of year	423,273	79,095	308,238	* 2,258	* 7,344	* 10,798	* 999
Cost of labor	142,986	* 9,278	21,166	* [4]	* 10,944	* 380	* 1,221
Purchases	17,793,775	478,622	17,150,403	1,546,659	697,174	* 95,043	* 924,841
Materials and supplies	431,329	* 27,531	315,140	* 42	* 172,285	0	* 2,126
Other costs	9,646,894	620,086	8,010,463	377,837	1,400,218	* 73,031	* 951,344
Inventory, end of year	372,659	107,247	217,035	* 2,913	* 14,093	* 2,374	* 861
Advertising expenses	1,169,047	164,216	230,405	4,095	20,081	1,038	* 6,782
Car and truck expenses	2,687,614	348,482	393,720	7,865	39,986	3,006	* 88
Commissions	3,613,358	584,802	750,965	21,507	179,542	22,977	* 867
Contract labor	825,846	198,299	249,619	1,349	37,781	13,365	* 5
Depletion	4,403	* 2	3,737	* 75	* 45	* 1	0
Depreciation	894,426	125,612	235,060	16,443	24,102	11,685	592
Employee benefit programs	235,692	7,706	45,506	* 1,484	11,300	* 345	* 99
Insurance	591,249	58,748	101,052	4,830	16,184	3,519	* 125
Legal and professional services	753,052	110,713	363,872	16,630	42,722	6,922	9,375
Meals and entertainment deducted	548,750	73,460	147,254	5,215	26,813	13,479	* 172
Mortgage interest	261,953	50,757	118,237	* 766	15,061	* 1,217	* 301
Other interest paid on business indebtedness	517,807	119,342	233,678	20,127	19,793	19,534	8,918
Office expenses	1,081,434	122,186	247,978	22,646	32,495	8,350	226
Pension and profit-sharing plans	124,372	3,237	55,660	* 1,745	3,612	* 714	0
Rent on machinery and equipment	259,571	41,285	65,229	3,009	15,708	10,074	* 83
Rent on other business property	1,453,210	142,936	415,403	27,296	30,771	40,908	* 300
Repairs	275,776	39,528	43,338	2,566	6,382	1,501	* 43
Supplies	562,505	77,602	113,147	3,923	14,741	2,321	* 57
Salaries and wages	4,250,777	400,315	1,196,947	38,817	145,279	52,978	* 11,053
Taxes paid	596,253	61,942	164,457	6,050	18,257	3,502	* 174
Travel	851,878	79,639	268,182	18,146	27,514	10,387	* 556
Utilities	1,077,757	121,475	195,000	10,972	32,061	6,508	200
Other business deductions	11,724,407	674,420	7,860,467	168,592	536,555	211,634	76,583
Home office business deductions, total	404,797	75,069	89,994	5,744	10,068	1,120	* 150
Depreciation, Form 8829 [3]	59,670	13,645	14,066	1,566	1,494	* 146	* 7
Casualty loss, Form 8829 [3]	12,378	* 1,989	1,297	* 69	* 813	0	0
Excess—casualty depreciations, Form 8829 [3]	24,424	* 1,871	10,314	* 17	* 400	* 142	* 29
Net income less deficit [1,2]	19,509,114	1,237,507	5,649,288	386,027	886,932	75,522	-21,372
Net income [1,2]	21,925,487	1,600,212	6,868,918	444,869	975,321	210,956	* 5,264
Deficit [2]	-2,416,372	-362,705	-1,219,629	-58,842	-88,389	-135,433	-26,636

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Finance and insurance						
	Total	Credit intermediation and related activities	Securities, commodity contracts, and other financial investments				
			Total	Investment bankers and securities dealers	Securities brokers	Commodity contracts brokers and dealers	Securities and commodity exchanges
	(79)	(80)	(81)	(82)	(83)	(84)	(85)
BUSINESSES WITH NET INCOME							
Number of returns [1]	487,018	75,719	87,963	4,555	14,341	4,938	* 18
Business receipts, total [1]	54,189,929	5,151,357	20,192,245	1,556,493	3,093,538	464,545	* 366,568
Income from sales and operations [1]	52,869,519	5,026,282	19,593,777	1,473,442	2,876,625	377,260	* 366,535
Other business income	1,320,410	125,074	598,468	83,051	216,913	87,285	* 34
Business deductions, total [1,2]	32,272,698	3,551,058	13,329,095	1,111,624	2,118,217	253,589	* 361,304
Cost of sales and operations, total	9,941,131	923,107	7,883,850	878,552	1,264,163	* 5,438	* 304,969
Inventory, beginning of year	116,663	61,748	37,925	* 1,960	* 7,344	* 769	* 244
Cost of labor	92,877	* 4,989	17,465	0	* 10,739	* 380	* 1,221
Purchases	5,530,625	421,341	4,992,357	* 680,941	* 205,101	* 1,061	* 183,412
Materials and supplies	104,468	* 3,639	18,298	* 19	* 30	0	* 2,126
Other costs	4,259,658	509,565	2,869,334	* 197,655	1,055,042	* 4,207	* 118,313
Inventory, end of year	163,160	78,174	51,529	* 2,023	* 14,093	* 978	* 347
Advertising expenses	997,603	125,897	188,107	4,044	18,840	* 958	* 52
Car and truck expenses	2,048,046	241,241	278,118	7,159	33,749	2,460	* 70
Commissions	2,707,041	496,988	475,171	* 16,844	147,420	* 19,467	* 375
Contract labor	629,402	124,354	204,629	* 54	37,588	9,754	* 5
Depletion	4,098	* 1	3,443	* 58	0	* 1	0
Depreciation	684,383	64,416	156,331	11,881	17,057	6,327	* 157
Employee benefit programs	213,906	6,704	34,580	* 480	7,680	* 305	* 99
Insurance	495,640	37,876	78,691	4,633	15,089	2,759	* 39
Legal and professional services	504,449	72,213	236,993	8,728	35,310	2,120	* 36
Meals and entertainment deducted	443,232	57,399	108,576	4,395	23,866	11,600	* 28
Mortgage interest	176,125	40,347	54,887	* 635	* 4,813	* [4]	* 42
Other interest paid on business indebtedness	231,739	45,983	54,810	* 5,704	8,840	1,190	* 131
Office expenses	895,482	90,383	180,431	21,035	30,375	4,713	* 27
Pension and profit-sharing plans	112,634	3,135	47,399	* 1,458	3,538	* 398	0
Rent on machinery and equipment	218,753	24,823	53,194	* 2,758	14,705	* 9,087	* 56
Rent on other business property	1,274,260	105,873	344,671	24,728	28,767	36,240	* 98
Repairs	217,506	25,895	31,019	2,120	4,608	* 1,419	* 39
Supplies	472,387	57,967	82,183	2,922	12,973	1,801	* 6
Salaries and wages	3,603,736	275,270	936,223	25,921	130,900	43,510	0
Taxes paid	487,846	44,362	125,329	4,033	16,489	2,755	* 145
Travel	683,705	58,799	196,107	14,853	25,933	6,364	* 58
Utilities	908,557	95,625	163,799	10,024	30,123	4,810	* 52
Other business deductions	3,921,257	452,845	1,345,152	52,624	194,430	79,333	* 54,735
Home office business deductions, total	318,009	62,037	58,855	5,639	9,803	* 766	* 84
Depreciation, Form 8829 [3]	47,860	12,217	8,802	* 1,558	1,409	* 60	* 1
Casualty loss, Form 8829 [3]	10,305	* 13	* 1,200	* 9	* 783	0	0
Excess—casualty depreciations, Form 8829 [3]	3,721	* 81	* 215	0	0	0	0
Net income [1,2]	21,925,487	1,600,212	6,868,918	444,869	975,321	210,956	* 5,264
Returns with Schedule C-EZ:							
Number of returns	81,235	16,609	12,714	711	* 2,074	* 641	**
Business receipts	747,393	111,749	154,168	8,301	* 20,634	* 2,510	**
Business deductions	88,391	22,879	7,182	342	* 1,738	* 12	**
Net income	659,002	88,870	146,986	7,959	* 18,895	* 2,498	**

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Finance and insurance—continued				Real estate and rental and leasing		
	Securities—continued	Insurance agents, brokers, and related activities			Total	Real estate	
	Other financial investment activities (investment advice)	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self storage)
	(86)	(87)	(88)	(89)	(90)	(91)	(92)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	118,662	428,938	345,052	83,887	1,381,330	1,318,113	37,787
Business receipts, total [1]	34,952,031	31,536,743	27,879,993	3,656,750	77,157,455	73,470,771	1,951,530
Income from sales and operations [1]	34,709,625	30,863,257	27,211,670	3,651,588	75,491,385	71,923,001	1,900,088
Other business income	242,406	673,485	668,323	5,163	1,666,070	1,547,770	51,442
Business deductions, total [1,2]	30,647,488	18,923,443	16,722,486	2,200,957	50,003,889	46,424,051	1,955,927
Cost of sales and operations, total	19,334,073	1,369,858	1,137,099	232,759	9,423,211	8,506,094	298,007
Inventory, beginning of year	286,840	35,940	34,009	* 1,931	2,189,371	2,059,336	62,840
Cost of labor	8,620	112,543	74,649	* 37,893	514,124	447,601	* 15,692
Purchases	13,886,687	164,749	127,171	37,578	4,892,828	4,207,756	40,280
Materials and supplies	140,687	88,658	52,675	* 35,983	1,288,622	1,272,889	28,642
Other costs	5,208,033	1,016,345	894,421	121,924	3,042,346	2,895,650	233,672
Inventory, end of year	196,794	48,376	45,826	* 2,550	2,504,080	2,377,138	83,119
Advertising expenses	198,410	774,426	730,552	43,874	3,073,502	3,040,680	28,720
Car and truck expenses	342,775	1,945,412	1,625,347	320,065	5,816,419	5,718,117	78,237
Commissions	526,071	2,277,591	2,093,613	183,978	4,045,739	4,026,468	65,104
Contract labor	197,119	377,928	301,008	76,920	1,269,574	1,197,356	26,856
Depletion	3,616	664	609	* 54	4,316	4,251	* 125
Depreciation	182,238	533,753	448,241	85,512	3,026,004	1,941,401	259,706
Employee benefit programs	32,278	182,480	176,286	6,194	83,751	79,552	4,184
Insurance	76,394	431,449	391,087	40,362	704,191	635,978	53,058
Legal and professional services	288,223	278,468	236,322	42,146	1,055,135	1,022,263	38,947
Meals and entertainment deducted	101,576	328,037	287,140	40,897	812,614	800,803	6,783
Mortgage interest	100,892	92,959	68,704	* 24,255	1,052,573	983,876	283,995
Other interest paid on business indebtedness	165,306	164,788	144,429	20,358	592,813	463,039	56,907
Office expenses	184,260	711,270	618,839	92,431	1,582,319	1,564,032	17,640
Pension and profit-sharing plans	49,589	65,475	63,050	2,425	72,136	71,778	* 7,490
Rent on machinery and equipment	36,355	153,056	119,784	33,272	540,240	474,303	15,817
Rent on other business property	316,129	894,871	840,530	54,341	1,297,781	1,192,205	37,398
Repairs	32,845	192,910	173,642	19,268	759,161	660,512	102,203
Supplies	92,105	371,755	318,538	53,218	1,136,238	1,070,809	40,511
Salaries and wages	948,819	2,653,515	2,557,076	96,439	1,747,287	1,508,322	88,959
Taxes paid	136,475	369,855	344,098	25,577	841,831	777,141	134,553
Travel	211,578	504,056	358,760	145,296	783,262	750,060	9,143
Utilities	145,259	761,282	676,872	84,410	1,610,326	1,551,198	87,500
Other business deductions	6,867,104	3,189,519	2,795,552	393,968	7,786,893	7,525,615	192,897
Home office business deductions, total	72,911	239,733	168,409	71,325	737,799	725,340	19,791
Depreciation, Form 8829 [3]	10,854	31,958	18,939	13,019	106,284	104,818	1,657
Casualty loss, Form 8829 [3]	* 415	* 9,093	* 9,093	0	16,829	16,829	* 31
Excess—casualty depreciations, Form 8829 [3]	9,726	12,239	8,722	* 3,517	59,338	56,692	* 1,873
Net income less deficit [1,2]	4,322,180	12,622,319	11,159,905	1,462,414	27,151,639	27,065,200	-8,769
Net income [1,2]	5,232,508	13,456,357	11,831,530	1,624,826	31,715,764	31,080,884	446,214
Deficit [2]	-910,328	-834,038	-671,625	-162,412	-4,564,125	-4,015,683	-454,983

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Finance and insurance—continued				Real estate and rental and leasing		
	Securities—continued	Insurance agents, brokers, and related activities			Total	Real estate	
	Other financial investment activities (investment advice)	Total	Insurance agencies and brokerages	Other insurance related activities		Total	Lessors of real estate (including miniwarehouses and self storage)
	(86)	(87)	(88)	(89)	(90)	(91)	(92)
BUSINESSES WITH NET INCOME							
Number of returns [1]	64,112	323,336	259,887	63,449	947,938	910,365	16,242
Business receipts, total [1]	14,711,101	28,846,327	25,671,759	3,174,568	67,119,922	64,600,647	1,245,651
Income from sales and operations [1]	14,499,916	28,249,460	25,079,253	3,170,207	65,935,116	63,447,539	1,208,503
Other business income	211,185	596,868	592,507	4,361	1,184,806	1,153,109	37,149
Business deductions, total [1,2]	9,484,361	15,392,545	13,840,229	1,552,316	35,393,037	33,526,996	799,437
Cost of sales and operations, total	5,430,728	1,134,173	1,018,179	115,994	6,134,828	5,473,333	194,990
Inventory, beginning of year	27,608	16,990	16,492	* 498	1,041,623	952,065	* 11,137
Cost of labor	* 5,125	70,422	* 32,931	* 37,491	250,117	188,456	* 6,071
Purchases	3,921,843	116,928	82,222	* 34,706	3,046,193	2,563,368	* 3,779
Materials and supplies	16,123	82,531	50,184	* 32,348	1,038,355	1,026,039	* 11,341
Other costs	1,494,118	880,759	868,665	12,094	1,991,638	1,893,104	176,550
Inventory, end of year	34,088	33,457	32,315	* 1,142	1,233,098	1,149,699	* 13,888
Advertising expenses	164,213	683,600	647,828	35,772	2,583,638	2,558,878	15,376
Car and truck expenses	234,680	1,528,687	1,284,665	244,023	4,456,560	4,409,682	39,007
Commissions	291,065	1,734,881	1,600,996	133,885	3,455,892	3,455,019	52,663
Contract labor	157,228	300,419	267,614	32,805	965,111	919,874	10,367
Depletion	3,383	654	600	* 54	2,368	2,324	* 2
Depreciation	120,908	463,636	393,027	70,609	1,654,021	1,274,763	58,109
Employee benefit programs	26,015	172,623	167,289	5,333	56,196	53,200	1,775
Insurance	56,172	379,073	345,925	33,148	483,945	445,767	21,329
Legal and professional services	190,800	195,243	168,622	26,621	670,154	655,724	10,452
Meals and entertainment deducted	68,686	277,257	245,312	31,944	687,498	678,008	4,523
Mortgage interest	49,398	80,890	57,075	* 23,816	337,710	317,748	47,999
Other interest paid on business indebtedness	38,945	130,946	116,759	14,187	286,255	223,063	15,492
Office expenses	124,281	624,668	539,000	85,668	1,231,431	1,221,791	6,430
Pension and profit-sharing plans	42,004	62,100	59,948	2,152	67,665	67,433	* 7,411
Rent on machinery and equipment	26,588	140,735	111,892	28,843	414,786	391,008	6,641
Rent on other business property	254,838	823,717	778,351	45,365	950,662	898,104	23,952
Repairs	22,833	160,591	150,395	10,197	436,097	395,365	24,029
Supplies	64,480	332,238	287,842	44,396	830,070	800,500	11,894
Salaries and wages	735,891	2,392,243	2,317,983	74,261	1,274,313	1,109,002	47,311
Taxes paid	101,907	318,156	297,290	20,866	488,308	452,732	48,460
Travel	148,898	428,799	307,077	121,723	592,332	579,866	3,132
Utilities	118,791	649,133	583,844	65,289	1,158,825	1,124,684	35,868
Other business deductions	964,029	2,123,261	1,917,185	206,076	5,434,967	5,300,448	101,227
Home office business deductions, total	42,563	197,117	129,263	67,854	592,414	586,541	9,652
Depreciation, Form 8829 [3]	5,775	26,840	15,297	11,543	77,426	77,323	* 784
Casualty loss, Form 8829 [3]	* 408	* 9,093	* 9,093	0	13,215	13,215	0
Excess—casualty depreciations, Form 8829 [3]	* 215	* 3,425	* 2,922	* 504	8,866	8,866	0
Net income [1,2]	5,232,508	13,456,357	11,831,530	1,624,826	31,715,764	31,080,884	446,214
Returns with Schedule C-EZ:							
Number of returns	** 9,287	51,912	38,645	13,267	108,306	96,346	3,809
Business receipts	** 122,724	481,477	373,679	107,798	1,195,110	1,149,791	25,114
Business deductions	** 5,089	58,331	46,896	11,434	148,775	132,857	1,393
Net income	** 117,635	423,146	326,783	96,363	1,046,335	1,016,934	23,721

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Real estate and rental and leasing—continued								
	Real estate—continued		Rental and leasing services						
	Offices of real estate agents, brokers, property managers and appraisers	Other activities related to real estate	Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Video tape and disc rental	General rental centers and other consumer goods rental	Commercial and industrial machinery and equipment rental and leasing
(93)	(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)	
BUSINESSES WITH AND WITHOUT NET INCOME									
Number of returns [1]	1,060,597	219,730	63,217	19,064	* 801	* 338	6,799	15,071	21,145
Business receipts, total [1]	56,574,366	14,944,875	3,686,684	681,316	* 43,930	* 5,856	585,240	654,657	1,715,686
Income from sales and operations [1]	55,489,795	14,533,119	3,568,384	667,710	* 43,928	* 5,844	585,224	646,303	1,619,374
Other business income	1,084,572	411,756	118,300	13,606	* 2	* 12	* 16	8,354	96,311
Business deductions, total [1,2]	32,799,756	11,668,368	3,579,838	750,386	* 36,392	* 5,148	490,694	587,178	1,710,040
Cost of sales and operations, total	2,562,390	5,645,697	917,117	313,235	* 82	0	170,894	249,655	183,251
Inventory, beginning of year	658,992	1,337,504	130,034	* 24,039	0	0	43,005	46,722	16,268
Cost of labor	218,399	213,510	66,523	* 1,544	0	0	0	* 25	64,955
Purchases	1,318,769	2,848,707	685,072	276,401	* 82	0	160,732	202,775	45,082
Materials and supplies	452,750	791,497	15,733	* 2,924	0	0	* 1,989	* 6,334	4,486
Other costs	854,816	1,807,162	146,697	33,005	0	0	* 2,769	* 41,604	69,319
Inventory, end of year	941,336	1,352,683	126,942	* 24,678	0	0	* 37,601	* 47,805	16,858
Advertising expenses	2,701,088	310,873	32,822	7,193	* 12	0	4,873	16,086	4,657
Car and truck expenses	4,869,649	770,231	98,302	24,213	* 312	* 722	24,806	13,252	34,996
Commissions	3,588,248	373,116	19,271	* 4,208	0	0	* 163	* 4,885	10,015
Contract labor	1,037,314	133,186	72,218	4,856	* 1	0	* 274	41,042	26,044
Depletion	1,847	2,278	65	* 18	0	0	0	* 1	* 47
Depreciation	1,359,178	322,518	1,084,603	197,607	* 7,394	* 984	26,545	89,903	762,170
Employee benefit programs	63,303	12,064	4,200	* 709	* 17	0	* 249	* 1,315	1,909
Insurance	487,677	95,243	68,212	11,927	* 857	0	7,086	10,075	38,268
Legal and professional services	730,668	252,648	32,872	8,587	* 301	0	2,557	2,623	18,804
Meals and entertainment deducted	679,133	114,887	11,811	593	* 297	* 598	* 4,604	2,419	3,300
Mortgage interest	457,794	242,087	68,697	19,751	* 626	0	* 3,930	* 4,167	40,224
Other interest paid on business indebtedness	219,805	186,327	129,774	9,930	0	0	2,541	11,551	105,752
Office expenses	1,368,444	177,948	18,287	1,923	* 188	0	2,986	5,450	7,740
Pension and profit-sharing plans	52,484	11,803	* 359	* 53	* 8	0	0	* 208	* 90
Rent on machinery and equipment	378,559	79,927	65,937	11,874	* 49	* 590	* 4,435	1,867	47,122
Rent on other business property	980,350	174,457	105,576	12,378	* 99	0	44,812	6,006	42,281
Repairs	429,644	128,665	98,648	17,178	* 483	0	4,088	16,110	60,790
Supplies	883,129	147,169	65,429	6,432	* [4]	0	20,968	4,120	33,908
Salaries and wages	1,096,342	323,021	238,965	29,952	* 23,994	0	81,472	40,063	63,482
Taxes paid	487,416	155,171	64,690	14,814	* 35	0	16,348	11,348	22,146
Travel	591,080	149,837	33,202	3,118	* 400	0	* 662	2,408	26,614
Utilities	1,255,043	208,655	59,128	9,837	* 144	0	23,771	9,678	15,698
Other business deductions	5,798,357	1,534,360	261,278	28,292	* 1,049	* 2,253	39,525	32,163	157,996
Home office business deductions, total	604,582	100,967	12,459	* 2,582	0	0	* 3,105	* 6,510	* 262
Depreciation, Form 8829 [3]	86,727	16,435	* 1,466	* 79	0	0	0	* 1,348	* 39
Casualty loss, Form 8829 [3]	12,993	* 3,805	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	44,052	10,767	* 2,646	0	0	0	0	* 2,640	* 6
Net income less deficit [1,2]	23,796,425	3,277,545	86,439	-69,987	* 7,526	* 708	94,556	69,411	-15,776
Net income [1,2]	26,136,439	4,498,230	634,881	72,503	* 7,780	* 720	102,757	122,816	328,305
Deficit [2]	-2,340,015	-1,220,686	-548,442	-142,490	* -253	* -12	* -8,201	-53,405	-344,080

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Real estate and rental and leasing—continued								
	Real estate—continued		Rental and leasing services						
	Offices of real estate agents, brokers, property managers and appraisers	Other activities related to real estate	Total	Automotive equipment rental and leasing	Consumer electronics and appliances rental	Formal wear and costume rental	Video tape and disc rental	General rental centers and other consumer goods rental	Commercial and industrial machinery and equipment rental and leasing
(93)	(94)	(95)	(96)	(97)	(98)	(99)	(100)	(101)	
BUSINESSES WITH NET INCOME									
Number of returns [1]	751,116	143,007	37,572	10,355	* 790	* 299	5,180	10,320	10,628
Business receipts, total [1]	51,607,984	11,747,011	2,519,275	375,670	* 43,890	* 5,807	493,472	585,218	1,015,217
Income from sales and operations [1]	50,742,725	11,496,311	2,487,578	374,456	* 43,889	* 5,807	493,450	584,538	985,438
Other business income	865,259	250,701	31,697	1,214	* 2	0	* 22	* 680	29,779
Business deductions, total [1,2]	25,476,423	7,251,136	1,866,041	302,249	* 36,111	* 5,087	390,715	462,402	669,477
Cost of sales and operations, total	1,805,196	3,473,147	661,494	137,169	* 82	0	* 148,925	* 238,974	136,344
Inventory, beginning of year	357,529	583,399	89,558	* 24,039	0	0	* 30,386	* 26,782	8,351
Cost of labor	118,675	63,710	* 61,661	* 1,544	0	0	0	* 25	* 60,093
Purchases	854,689	1,704,900	482,825	* 108,589	* 82	0	* 139,297	* 191,765	43,092
Materials and supplies	388,363	626,334	12,317	* 2,917	0	0	* 1,232	* 6,334	* 1,834
Other costs	648,800	1,067,754	98,533	* 24,759	0	0	* 2,444	* 40,815	30,516
Inventory, end of year	562,860	572,951	83,399	* 24,678	0	0	* 24,433	* 26,747	7,541
Advertising expenses	2,305,936	237,566	24,760	* 3,218	* 12	0	* 4,713	14,599	2,219
Car and truck expenses	3,811,189	559,486	46,878	1,058	* 312	* 722	* 21,013	11,562	12,210
Commissions	3,097,588	304,767	* 874	* 22	0	0	* 163	0	* 688
Contract labor	806,917	102,590	45,237	* 188	0	0	* 127	* 39,895	5,026
Depletion	922	* 1,400	* 45	* 16	0	0	0	0	* 29
Depreciation	1,032,417	184,237	379,258	64,260	* 7,322	* 924	* 18,041	30,627	258,084
Employee benefit programs	43,620	7,805	2,996	* 569	* 17	0	* 233	* 1,187	* 990
Insurance	359,877	64,561	38,177	6,864	* 855	0	* 6,172	8,585	15,702
Legal and professional services	531,387	113,885	14,429	3,316	* 293	0	* 1,560	1,452	7,808
Meals and entertainment deducted	594,158	79,326	9,491	* 23	* 293	* 598	* 4,497	2,168	1,913
Mortgage interest	176,152	93,597	19,963	* 9,919	* 626	0	* 254	* 94	9,070
Other interest paid on business indebtedness	143,210	64,361	63,192	7,802	0	0	* 2,334	7,005	46,051
Office expenses	1,083,381	131,981	9,640	422	* 182	0	2,079	5,294	1,662
Pension and profit-sharing plans	48,404	11,617	* 233	* 44	* 8	0	0	* 181	0
Rent on machinery and equipment	315,272	69,095	23,778	* 9,259	* 49	* 590	* 4,397	* 1,666	7,816
Rent on other business property	750,565	123,586	52,558	* 936	0	0	* 34,714	* 3,447	13,462
Repairs	304,808	66,528	40,732	9,084	* 474	0	* 3,616	12,560	14,998
Supplies	685,558	103,049	29,570	* 769	* [4]	0	20,132	3,769	4,900
Salaries and wages	857,753	203,938	165,311	* 17,253	* 23,954	0	* 58,424	* 34,405	31,274
Taxes paid	328,584	75,687	35,575	* 6,515	* 31	0	* 12,131	* 9,189	7,709
Travel	475,381	101,353	12,466	* 63	* 400	0	* 283	* 1,567	10,154
Utilities	946,419	142,397	34,141	* 6,211	* 142	0	13,049	8,658	6,081
Other business deductions	4,351,892	847,329	134,519	5,559	* 1,012	* 2,253	30,755	21,248	73,692
Home office business deductions, total	504,270	72,619	* 5,873	* 2,582	0	0	* 3,105	0	* 186
Depreciation, Form 8829 [3]	65,555	10,984	* 103	* 79	0	0	0	0	* 24
Casualty loss, Form 8829 [3]	12,045	* 1,170	0	0	0	0	0	0	0
Excess—casualty depreciations, Form 8829 [3]	5,137	* 3,729	0	0	0	0	0	0	0
Net income [1,2]	26,136,439	4,498,230	634,881	72,503	* 7,780	* 720	102,757	122,816	328,305
Returns with Schedule C-EZ:									
Number of returns	71,106	21,431	11,960	5,966	* 137	0	0	* 2,953	2,904
Business receipts	779,068	345,609	45,319	24,666	* 909	0	0	* 9,301	10,442
Business deductions	116,234	15,231	15,917	9,126	* 45	0	0	* 4,270	2,476
Net income	662,834	330,378	29,401	15,539	* 865	0	0	* 5,031	7,967

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Office of certified public accountants	Other accounting services	Architectural, engineering, and related services		
					Total	Architectural services	Engineering services
	(102)	(103)	(104)	(105)	(106)	(107)	(108)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	2,929,675	349,419	42,853	327,538	285,030	105,346	96,441
Business receipts, total [1]	156,060,278	37,108,451	3,603,419	8,881,136	15,715,344	7,269,495	5,448,902
Income from sales and operations [1]	153,218,785	36,737,697	3,576,883	8,733,809	15,445,696	7,203,715	5,303,756
Other business income	2,841,493	370,754	26,536	147,327	269,648	65,779	145,146
Business deductions, total [1,2]	89,102,417	20,765,449	2,051,018	5,136,179	10,373,855	5,172,821	3,316,828
Cost of sales and operations, total	18,081,956	1,806,694	53,414	322,824	2,366,976	1,188,489	994,792
Inventory, beginning of year	948,912	73,365	* 28,916	52,150	94,068	48,284	* 33,201
Cost of labor	1,455,300	57,717	* 3,218	190,714	437,216	170,138	203,569
Purchases	7,108,664	188,221	* 9,693	11,006	611,756	344,434	211,001
Materials and supplies	2,473,187	50,796	* 1,896	18,625	522,046	275,276	207,916
Other costs	7,076,598	1,511,063	39,605	101,118	808,170	411,185	369,226
Inventory, end of year	980,706	74,468	* 29,914	* 50,788	106,280	60,827	* 30,121
Advertising expenses	2,144,078	880,152	22,279	94,610	102,334	56,198	23,590
Car and truck expenses	6,405,831	993,077	84,766	515,793	913,048	356,551	264,492
Commissions	1,384,999	166,964	17,243	187,428	71,534	15,714	42,931
Contract labor	3,758,287	713,293	82,811	142,878	546,366	211,292	219,898
Depletion	12,732	3,364	* 17	* 873	* 3,086	0	* 3,028
Depreciation	3,853,812	482,753	86,791	230,241	537,820	289,513	161,998
Employee benefit programs	599,716	197,696	42,824	38,557	92,589	34,747	26,141
Insurance	1,627,576	590,059	51,347	87,180	310,135	159,660	81,419
Legal and professional services	2,272,063	684,492	26,122	94,429	259,562	174,718	54,593
Meals and entertainment deducted	1,158,624	217,111	28,303	70,321	98,231	44,624	30,992
Mortgage interest	443,304	105,375	22,864	47,839	27,289	7,183	16,974
Other interest paid on business indebtedness	700,299	174,413	29,045	69,182	61,937	29,580	16,883
Office expenses	2,809,230	978,494	108,065	223,466	266,404	131,487	88,214
Pension and profit-sharing plans	292,527	129,724	13,251	18,245	20,257	13,883	4,774
Rent on machinery and equipment	963,379	224,181	22,173	74,980	103,677	63,200	30,494
Rent on other business property	3,655,399	1,550,234	136,823	283,426	256,667	149,794	64,554
Repairs	850,947	177,820	28,242	87,233	158,324	102,935	32,946
Supplies	2,716,738	356,702	43,163	151,899	458,135	291,938	83,425
Salaries and wages	10,301,520	3,987,113	521,187	789,222	1,387,151	706,361	363,130
Taxes paid	1,655,210	551,550	63,060	122,286	223,041	115,331	52,919
Travel	3,273,178	326,562	48,915	97,828	270,096	103,406	110,886
Utilities	2,911,745	790,802	81,047	267,181	291,859	135,573	75,677
Other business deductions	14,373,015	4,442,444	387,288	895,789	1,279,052	690,391	378,797
Home office business deductions, total	2,367,455	194,518	41,023	167,117	228,949	90,843	80,510
Depreciation, Form 8829 [3]	343,126	32,914	5,450	14,566	28,211	10,928	8,918
Casualty loss, Form 8829 [3]	58,914	* 10,948	0	* 13,086	* 3,227	* 977	* 1,510
Excess—casualty depreciations, Form 8829 [3]	210,389	21,944	* 284	13,665	10,106	* 3,064	* 4,075
Net income less deficit [1,2]	67,030,526	16,343,088	1,552,401	3,745,547	5,345,255	2,097,573	2,132,176
Net income [1,2]	72,112,319	16,882,598	1,607,069	3,997,529	5,826,663	2,295,538	2,292,747
Deficit [2]	-5,081,793	-539,511	-54,669	-251,982	-481,407	-197,965	-160,571

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Professional, scientific, and technical services						
	Total	Legal services	Office of certified public accountants	Other accounting services	Architectural, engineering, and related services		
					Total	Architectural services	Engineering services
	(102)	(103)	(104)	(105)	(106)	(107)	(108)
BUSINESSES WITH NET INCOME							
Number of returns [1]	2,190,984	279,851	34,404	264,348	212,396	75,327	74,797
Business receipts, total [1]	144,948,840	35,427,000	3,498,330	8,377,202	14,211,901	6,692,080	4,785,256
Income from sales and operations [1]	142,371,438	35,083,561	3,469,380	8,250,323	13,956,456	6,632,739	4,645,779
Other business income	2,577,402	343,439	28,950	126,878	255,445	59,342	139,477
Business deductions, total [1,2]	72,837,878	18,544,342	1,891,261	4,379,673	8,386,041	4,397,345	2,492,509
Cost of sales and operations, total	15,247,616	1,734,083	43,254	314,093	1,828,531	1,030,496	649,411
Inventory, beginning of year	596,429	48,066	* 820	39,307	54,294	* 23,189	* 30,735
Cost of labor	1,201,899	44,156	* 2,977	190,714	297,147	114,074	120,081
Purchases	6,363,092	178,251	* 7,270	8,888	555,910	304,751	202,807
Materials and supplies	1,840,976	40,778	0	* 15,499	362,166	231,183	108,246
Other costs	5,849,838	1,467,269	33,701	99,476	629,105	397,507	216,793
Inventory, end of year	604,618	44,438	* 1,514	* 39,792	70,090	* 40,208	* 29,251
Advertising expenses	1,697,065	741,590	20,498	78,048	80,271	44,519	17,812
Car and truck expenses	4,875,872	847,095	75,269	410,391	662,053	291,220	177,249
Commissions	1,075,816	154,449	* 16,718	162,937	62,299	10,951	38,459
Contract labor	3,295,156	643,339	82,330	127,640	508,445	191,618	208,635
Depletion	8,763	3,196	* 17	* 864	* 644	0	* 585
Depreciation	2,856,353	424,756	73,039	176,398	420,404	236,811	117,384
Employee benefit programs	514,293	181,371	42,236	33,574	90,587	33,285	25,646
Insurance	1,405,773	527,387	48,649	79,723	261,614	133,922	71,736
Legal and professional services	1,759,756	584,929	19,649	61,739	230,308	157,182	46,468
Meals and entertainment deducted	949,649	188,784	24,193	56,208	76,148	35,639	25,201
Mortgage interest	342,377	89,502	22,539	32,531	11,143	5,606	2,684
Other interest paid on business indebtedness	471,676	134,970	20,957	52,960	49,233	26,688	10,784
Office expenses	2,342,279	886,319	102,981	183,829	214,195	106,689	73,532
Pension and profit-sharing plans	271,591	125,764	13,098	14,958	18,776	13,690	3,790
Rent on machinery and equipment	802,445	193,727	18,811	70,397	71,312	55,024	12,163
Rent on other business property	3,066,320	1,404,983	128,571	228,824	213,925	122,913	57,287
Repairs	674,775	156,597	23,021	74,401	122,452	79,621	25,484
Supplies	2,134,743	318,479	38,814	129,116	341,828	205,381	73,227
Salaries and wages	8,939,704	3,609,875	504,481	729,500	1,254,487	642,712	324,584
Taxes paid	1,441,949	493,261	61,762	114,290	190,613	98,617	42,690
Travel	2,651,215	275,386	42,527	80,657	198,378	87,633	90,219
Utilities	2,312,872	692,805	72,427	206,555	217,546	106,158	50,819
Other business deductions	11,261,451	3,913,381	349,995	765,055	1,029,880	592,399	267,303
Home office business deductions, total	1,951,203	179,730	36,474	139,654	191,636	79,161	66,587
Depreciation, Form 8829 [3]	252,621	22,459	4,809	10,438	22,675	10,295	7,542
Casualty loss, Form 8829 [3]	52,738	* 10,631	0	* 12,754	* 1,596	* 977	* 619
Excess—casualty depreciations, Form 8829 [3]	28,474	* 3,212	0	* 646	* 4,407	* 1,407	* 3,000
Net income [1,2]	72,112,319	16,882,598	1,607,069	3,997,529	5,826,663	2,295,538	2,292,747
Returns with Schedule C-EZ:							
Number of returns	487,722	48,927	4,817	75,673	45,419	8,960	19,591
Business receipts	4,953,914	542,130	39,461	516,819	476,048	105,167	274,402
Business deductions	488,797	39,863	8,952	55,354	39,334	9,409	12,772
Net income	4,465,117	502,268	30,509	461,465	436,713	95,757	261,631

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Professional, scientific, and technical services—continued						
	Architectural, engineering, and related services—continued			Specialized design services	Computer systems design services	Other professional, scientific, and technical services	
	Drafting, building inspections, and geophysical surveying	Surveying and mapping (except geophysical) services	Testing laboratories			Total	Management, scientific, and technical consulting services
	(109)	(110)	(111)	(112)	(113)	(114)	(115)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	61,719	11,564	9,960	226,092	240,530	1,458,214	799,528
Business receipts, total [1]	1,885,486	840,610	270,851	8,776,772	10,200,170	71,774,986	40,337,777
Income from sales and operations [1]	1,827,094	840,536	270,595	8,714,037	10,088,047	69,922,615	38,935,099
Other business income	* 58,392	* 75	* 256	62,735	112,122	1,852,371	1,402,678
Business deductions, total [1,2]	1,105,491	559,133	219,582	6,401,416	5,222,251	39,152,250	18,285,903
Cost of sales and operations, total	72,365	* 45,165	* 66,165	3,195,919	1,617,469	8,718,660	2,820,315
Inventory, beginning of year	* 5,863	0	* 6,720	190,497	109,248	400,669	107,152
Cost of labor	* 39,173	* 24,154	* 183	128,899	164,555	472,980	139,902
Purchases	* 5,832	* 1,081	* 49,408	2,147,412	944,543	3,196,033	546,917
Materials and supplies	16,509	* 5,349	* 16,997	337,208	310,956	1,231,660	344,523
Other costs	* 11,456	* 14,582	* 1,721	585,905	182,359	3,848,378	1,806,228
Inventory, end of year	* 6,469	0	* 8,864	194,003	94,193	431,060	124,408
Advertising expenses	15,917	3,247	3,382	162,590	163,274	718,839	325,344
Car and truck expenses	199,471	74,337	18,197	363,807	399,842	3,135,499	1,690,738
Commissions	* 6,902	* 5,988	0	52,081	48,015	841,733	449,709
Contract labor	34,010	72,695	* 8,472	244,885	246,458	1,781,596	861,805
Depletion	* 59	0	0	* 986	* 205	4,201	3,269
Depreciation	53,187	22,388	10,735	256,437	284,694	1,975,076	907,915
Employee benefit programs	* 19,009	11,990	* 702	8,682	24,088	195,281	92,389
Insurance	48,187	16,204	* 4,664	55,129	69,066	464,660	218,956
Legal and professional services	18,769	8,765	2,717	68,166	98,022	1,041,270	697,827
Meals and entertainment deducted	21,156	472	988	55,232	73,199	616,227	383,430
Mortgage interest	* 1,951	* 1,068	* 114	11,410	16,978	211,549	102,887
Other interest paid on business indebtedness	8,281	5,386	* 1,807	33,936	34,117	297,668	166,220
Office expenses	21,213	15,998	9,491	140,798	139,819	952,184	537,035
Pension and profit-sharing plans	* 700	* 885	* 13	4,144	8,760	98,146	51,060
Rent on machinery and equipment	5,058	4,808	* 116	42,028	77,543	418,798	200,963
Rent on other business property	17,426	16,401	* 8,493	205,291	105,944	1,117,014	505,447
Repairs	11,523	9,397	* 1,524	20,187	40,460	338,680	141,753
Supplies	54,307	14,117	14,348	264,190	141,622	1,301,027	542,892
Salaries and wages	152,529	137,231	* 27,899	173,892	437,020	3,005,935	1,075,688
Taxes paid	30,896	20,307	3,587	76,574	72,153	546,546	198,526
Travel	51,037	1,741	* 3,026	98,967	203,061	2,227,749	1,541,154
Utilities	55,149	21,069	4,390	140,647	152,695	1,187,514	605,606
Other business deductions	149,274	38,114	22,476	499,472	536,760	6,332,210	3,165,464
Home office business deductions, total	42,327	9,415	* 5,855	197,099	200,089	1,338,659	820,438
Depreciation, Form 8829 [3]	6,912	* 984	* 469	41,248	23,222	197,517	137,274
Casualty loss, Form 8829 [3]	* 740	0	0	* 1,101	* 1,062	29,489	25,760
Excess—casualty depreciations, Form 8829 [3]	* 2,164	* 477	* 326	26,381	13,825	124,184	79,454
Net income less deficit [1,2]	780,431	281,478	53,598	2,375,698	4,980,382	32,688,156	22,085,494
Net income [1,2]	859,053	293,728	85,597	2,761,358	5,300,473	35,736,629	23,929,107
Deficit [2]	-78,622	* -12,250	* -31,999	-385,660	-320,091	-3,048,473	-1,843,613

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Professional, scientific, and technical services—continued						
	Architectural, engineering, and related services—continued			Specialized design services	Computer systems design services	Other professional, scientific, and technical services	
	Drafting, building inspections, and geophysical surveying	Surveying and mapping (except geophysical) services	Testing laboratories			Total	Management, scientific, and technical consulting services
	(109)	(110)	(111)	(112)	(113)	(114)	(115)
BUSINESSES WITH NET INCOME							
Number of returns [1]	46,223	8,940	7,110	148,076	182,664	1,069,245	592,494
Business receipts, total [1]	1,766,872	752,305	215,388	7,994,338	9,474,515	65,965,554	36,790,508
Income from sales and operations [1]	1,710,567	752,239	215,132	7,958,316	9,365,392	64,288,009	35,513,122
Other business income	* 56,305	* 66	* 256	36,022	109,123	1,677,544	1,277,385
Business deductions, total [1,2]	907,819	458,577	129,791	5,232,979	4,174,188	30,229,394	12,861,765
Cost of sales and operations, total	70,370	* 33,291	* 44,963	2,919,656	1,414,840	6,993,158	1,614,369
Inventory, beginning of year	* 371	0	0	94,244	88,050	271,648	59,061
Cost of labor	* 39,173	* 23,819	0	120,789	159,524	386,592	98,799
Purchases	* 5,476	* 1,058	* 41,817	1,993,113	822,147	2,797,513	380,024
Materials and supplies	* 14,744	* 5,329	* 2,663	228,302	240,616	953,615	260,784
Other costs	* 11,236	* 3,084	* 483	567,581	176,040	2,876,667	882,516
Inventory, end of year	* 631	0	0	84,372	71,536	292,877	66,816
Advertising expenses	15,150	2,102	* 687	75,291	145,857	555,510	239,283
Car and truck expenses	146,663	38,288	* 8,633	233,330	315,932	2,331,803	1,255,278
Commissions	* 6,902	* 5,987	0	42,822	42,013	594,578	287,914
Contract labor	32,025	72,695	* 3,474	184,936	219,053	1,529,412	746,598
Depletion	* 59	0	0	* 974	0	3,069	2,268
Depreciation	39,025	20,181	* 7,003	180,373	166,844	1,414,540	660,799
Employee benefit programs	* 19,009	11,990	* 658	8,404	16,030	142,091	50,984
Insurance	41,459	11,767	* 2,729	46,521	56,611	385,268	173,943
Legal and professional services	17,109	8,023	1,526	49,596	67,908	745,629	485,844
Meals and entertainment deducted	14,289	348	* 670	41,539	66,428	496,350	304,785
Mortgage interest	* 1,910	* 828	* 114	10,574	2,053	174,035	80,762
Other interest paid on business indebtedness	7,483	3,431	* 848	16,577	21,492	175,488	85,010
Office expenses	18,048	13,248	* 2,677	98,212	110,431	746,312	408,119
Pension and profit-sharing plans	* 410	* 885	0	4,140	4,079	90,776	44,159
Rent on machinery and equipment	* 1,207	* 2,887	* 30	29,842	68,743	349,613	156,606
Rent on other business property	16,880	14,990	* 1,856	136,377	94,655	858,986	333,406
Repairs	10,069	5,924	* 1,354	15,501	23,539	259,264	102,144
Supplies	49,952	9,377	* 3,890	179,156	113,405	1,013,945	409,935
Salaries and wages	128,084	136,300	* 22,807	166,309	300,586	2,374,465	694,020
Taxes paid	27,560	19,098	* 2,649	61,139	56,025	464,858	150,806
Travel	16,880	1,720	* 1,926	79,727	169,676	1,804,865	1,263,126
Utilities	45,839	11,980	* 2,750	102,581	114,262	906,696	444,032
Other business deductions	132,234	24,215	13,729	355,923	378,566	4,468,651	2,029,040
Home office business deductions, total	34,414	* 7,078	* 4,397	164,613	174,264	1,064,831	659,747
Depreciation, Form 8829 [3]	4,017	* 745	* 77	32,388	19,203	140,650	97,775
Casualty loss, Form 8829 [3]	0	0	0	0	* 1,062	26,696	22,966
Excess—casualty depreciations, Form 8829 [3]	0	0	0	* 251	* 882	19,075	9,141
Net income [1,2]	859,053	293,728	85,597	2,761,358	5,300,473	35,736,629	23,929,107
Returns with Schedule C-EZ:							
Number of returns	10,452	* 2,179	* 4,237	34,682	51,287	226,918	125,054
Business receipts	81,364	* 10,859	* 4,255	230,980	715,921	2,432,554	1,581,040
Business deductions	14,789	* 1,943	* 421	28,867	30,896	285,531	179,076
Net income	66,575	* 8,915	* 3,835	202,113	685,025	2,147,023	1,401,964

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Professional, scientific, and technical services—continued				Administrative and support and waste management and remediation services		
	Other professional, scientific, and technical services—continued				Total	Administrative and support services	Waste management and remediation services
	Scientific research and development services	Advertising and related services	Market research and public opinion polling	Other miscellaneous services			
	(116)	(117)	(118)	(119)	(120)	(121)	(122)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	34,582	123,065	45,285	455,755	2,140,672	2,117,987	22,685
Business receipts, total [1]	1,324,796	6,895,856	1,877,702	21,338,856	57,226,846	54,956,120	2,270,726
Income from sales and operations [1]	1,305,359	6,852,396	1,871,846	20,957,915	56,487,206	54,226,472	2,260,735
Other business income	19,437	43,460	5,856	380,941	739,640	729,648	9,991
Business deductions, total [1,2]	675,839	4,940,613	1,283,184	13,966,711	41,121,093	39,136,652	1,984,441
Cost of sales and operations, total	133,420	2,214,103	407,153	3,143,669	10,871,745	10,381,852	489,894
Inventory, beginning of year	* 4,797	5,846	* 4,348	278,525	514,957	514,085	* 872
Cost of labor	* 43,510	34,802	* 609	254,157	2,115,058	2,070,550	44,509
Purchases	* 8,002	1,077,662	* 3,541	1,559,911	4,309,584	4,112,229	197,355
Materials and supplies	19,677	249,090	* 36,057	582,314	2,466,649	2,408,671	57,978
Other costs	60,555	853,367	* 366,336	761,892	1,910,460	1,712,648	197,812
Inventory, end of year	* 3,121	6,664	* 3,738	293,129	444,963	436,331	* 8,632
Advertising expenses	9,505	158,500	15,778	209,712	668,167	644,856	23,311
Car and truck expenses	40,900	321,509	79,633	1,002,720	5,347,547	5,138,845	208,702
Commissions	* 7,055	109,628	* 38,476	236,865	542,905	522,014	20,891
Contract labor	67,031	208,334	131,052	513,375	2,051,084	1,982,362	68,721
Depletion	0	* 2	0	930	2,946	1,951	* 995
Depreciation	43,739	151,445	22,169	849,808	2,358,865	2,117,759	241,106
Employee benefit programs	3,377	6,225	5,144	88,145	113,206	100,159	13,047
Insurance	6,470	24,027	10,731	204,476	1,011,063	934,251	76,812
Legal and professional services	29,419	50,858	34,913	228,253	379,352	362,737	16,615
Meals and entertainment deducted	5,239	55,397	21,217	150,944	297,870	291,507	6,363
Mortgage interest	* 7,378	9,957	* 6,816	84,510	164,654	145,546	19,108
Other interest paid on business indebtedness	5,077	22,159	8,241	95,971	244,921	223,675	21,247
Office expenses	9,929	72,833	25,781	306,607	630,032	603,143	26,888
Pension and profit-sharing plans	1,224	1,748	* 6,924	37,190	29,997	28,348	* 1,648
Rent on machinery and equipment	6,924	34,650	18,452	157,809	478,905	458,683	20,223
Rent on other business property	20,354	95,630	37,846	457,738	620,978	606,056	14,923
Repairs	3,904	16,192	3,392	173,438	941,297	839,815	101,482
Supplies	14,309	88,187	34,715	620,924	1,994,184	1,958,269	35,915
Salaries and wages	75,005	172,918	90,812	1,591,512	4,284,156	4,133,771	150,386
Taxes paid	7,734	26,840	18,982	294,464	718,931	676,839	42,092
Travel	37,009	114,862	67,524	467,200	565,566	556,994	8,572
Utilities	18,447	103,818	34,718	424,926	1,029,573	989,397	40,176
Other business deductions	87,154	719,998	127,892	2,231,702	4,639,983	4,312,444	327,539
Home office business deductions, total	22,369	146,898	26,735	322,220	664,864	657,088	7,776
Depreciation, Form 8829 [3]	2,450	12,628	1,456	43,709	68,846	68,363	* 483
Casualty loss, Form 8829 [3]	0	* 2	* 26	* 3,701	16,165	16,165	0
Excess—casualty depreciations, Form 8829 [3]	* 3,737	4,528	* 400	36,065	41,062	41,062	0
Net income less deficit [1,2]	648,957	1,956,461	594,518	7,402,726	16,214,830	15,927,115	287,715
Net income [1,2]	711,249	2,160,997	673,430	8,261,845	18,548,626	18,241,969	306,657
Deficit [2]	-62,293	-204,537	-78,912	-859,119	-2,333,796	-2,314,854	-18,942

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Educational services	Health care and social assistance					
	Total	Total	Ambulatory health care services				
			Total	Offices of physicians (except mental health specialists)	Offices of physicians, mental health specialists	Offices of dentists	Offices of chiropractors
(123)	(124)	(125)	(126)	(127)	(128)	(129)	
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	607,402	1,873,520	913,825	185,771	32,269	87,600	43,782
Business receipts, total [1]	8,870,058	110,437,177	91,368,332	31,770,442	3,274,443	29,384,751	4,561,513
Income from sales and operations [1]	8,105,799	108,889,261	90,269,430	31,007,795	3,200,584	29,293,915	4,545,311
Other business income	764,258	1,547,916	1,098,902	762,647	73,860	90,836	16,202
Business deductions, total [1,2]	6,017,371	65,958,399	53,012,159	16,653,444	1,418,610	18,773,063	2,991,623
Cost of sales and operations, total	1,063,680	6,087,994	5,386,270	1,231,204	97,292	2,001,324	90,747
Inventory, beginning of year	94,626	334,949	300,267	46,743	* 6,387	13,639	* 7,444
Cost of labor	* 25,916	974,667	790,633	147,803	* 12,611	352,930	* 3,894
Purchases	848,967	1,836,119	1,704,246	265,612	* 10,238	228,128	43,248
Materials and supplies	113,578	1,095,906	929,083	225,240	* 24,747	469,361	21,022
Other costs	88,417	2,259,116	2,009,014	635,040	46,586	950,404	19,069
Inventory, end of year	107,824	412,763	346,972	89,234	* 3,275	13,137	* 3,930
Advertising expenses	148,675	1,074,496	969,848	207,094	13,118	342,555	138,582
Car and truck expenses	647,018	2,867,291	1,849,161	397,853	89,351	195,083	86,383
Commissions	51,230	248,154	213,794	55,356	9,045	46,362	* 20,791
Contract labor	203,326	1,670,715	1,411,056	558,157	28,160	292,438	111,193
Depletion	* 750	24,060	23,160	21,658	* 119	* 1,029	0
Depreciation	329,615	2,373,697	1,893,784	515,191	48,493	796,795	125,133
Employee benefit programs	14,029	593,730	514,819	183,230	2,654	205,736	25,642
Insurance	73,323	2,514,713	2,260,337	1,195,854	105,818	484,712	115,975
Legal and professional services	92,451	1,282,016	1,115,499	452,521	39,565	272,402	58,064
Meals and entertainment deducted	57,893	521,634	307,531	93,020	22,399	61,834	17,887
Mortgage interest	26,902	597,044	305,019	84,908	7,958	109,466	36,871
Other interest paid on business indebtedness	31,696	503,012	430,022	80,083	6,004	219,049	35,654
Office expenses	178,259	1,859,875	1,665,926	529,287	45,823	548,479	148,787
Pension and profit-sharing plans	3,285	474,846	464,523	214,882	12,556	198,021	5,709
Rent on machinery and equipment	82,081	595,116	485,291	186,538	17,348	111,328	31,916
Rent on other business property	467,640	4,666,161	4,088,503	1,238,581	151,001	1,117,438	426,136
Repairs	83,955	938,352	677,112	189,233	16,054	274,504	51,097
Supplies	294,862	4,103,034	3,171,550	981,085	50,936	1,427,870	185,312
Salaries and wages	424,661	14,762,413	12,667,295	3,824,021	201,583	5,994,875	543,539
Taxes paid	65,193	2,126,290	1,780,825	553,219	37,513	728,763	100,173
Travel	215,600	727,236	591,609	219,430	29,208	91,350	33,117
Utilities	229,850	2,149,063	1,562,087	392,050	53,257	480,595	147,290
Other business deductions	895,025	11,155,534	8,627,530	3,177,108	281,361	2,736,033	429,125
Home office business deductions, total	203,301	1,668,950	359,899	49,711	43,284	25,262	24,910
Depreciation, Form 8829 [3]	37,647	178,895	41,211	10,517	3,245	3,698	2,645
Casualty loss, Form 8829 [3]	* 1,996	48,889	9,358	* 3,060	0	* 34	* 2,597
Excess—casualty depreciations, Form 8829 [3]	30,735	137,696	25,763	1,880	* 7,819	* 980	* 47
Net income less deficit [1,2]	2,853,853	44,502,812	38,361,919	15,121,140	1,855,833	10,611,688	1,569,890
Net income [1,2]	3,551,313	46,515,681	39,590,601	15,464,963	1,884,883	10,708,678	1,637,889
Deficit [2]	-697,461	-2,012,869	-1,228,682	-343,823	-29,049	-96,990	-67,999

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Educational services	Health care and social assistance					
	Total	Total	Ambulatory health care services				
			Total	Offices of physicians (except mental health specialists)	Offices of physicians, mental health specialists	Offices of dentists	Offices of chiropractors
(123)	(124)	(125)	(126)	(127)	(128)	(129)	
BUSINESSES WITH NET INCOME							
Number of returns [1]	482,200	1,566,487	755,697	155,277	26,373	79,849	36,575
Business receipts, total [1]	7,748,425	103,316,476	87,601,145	30,570,191	3,184,394	28,853,005	4,293,796
Income from sales and operations [1]	7,016,649	101,914,268	86,587,442	29,834,792	3,110,618	28,762,250	4,290,206
Other business income	731,776	1,402,209	1,013,704	735,399	73,777	90,755	3,589
Business deductions, total [1,2]	4,198,057	56,804,341	48,014,618	15,109,300	1,299,512	18,144,327	2,655,907
Cost of sales and operations, total	903,156	5,157,667	4,811,033	1,185,692	96,820	1,859,288	79,167
Inventory, beginning of year	54,691	255,001	240,446	43,841	* 6,387	10,618	* 5,638
Cost of labor	* 20,904	730,557	652,436	135,718	* 12,474	276,650	* 3,894
Purchases	738,682	1,536,039	1,448,506	260,998	* 9,894	226,582	33,556
Materials and supplies	80,959	988,437	900,259	219,131	* 24,747	465,036	* 21,010
Other costs	73,273	1,958,639	1,829,309	589,925	* 46,369	892,293	* 18,999
Inventory, end of year	65,353	311,007	259,922	63,922	* 3,050	11,891	* 3,930
Advertising expenses	88,992	960,327	899,267	194,004	12,896	331,478	131,605
Car and truck expenses	428,571	2,232,459	1,518,421	348,747	74,746	170,367	73,353
Commissions	31,339	210,408	180,218	42,219	9,045	45,686	* 20,403
Contract labor	153,485	1,414,814	1,270,372	493,670	28,111	285,261	90,247
Depletion	0	16,779	16,772	15,336	* 119	* 1,029	0
Depreciation	159,581	1,969,746	1,666,023	447,786	45,304	745,319	104,106
Employee benefit programs	10,036	536,668	482,719	171,170	2,583	203,946	24,301
Insurance	54,039	2,279,949	2,105,457	1,123,420	94,468	465,230	103,506
Legal and professional services	59,766	1,084,330	962,079	379,986	36,645	266,372	43,083
Meals and entertainment deducted	38,605	420,019	268,285	80,866	20,320	60,055	16,692
Mortgage interest	6,695	406,922	249,122	60,539	7,559	103,407	25,708
Other interest paid on business indebtedness	23,530	407,706	365,311	73,262	4,740	199,955	15,045
Office expenses	100,994	1,667,715	1,529,654	494,135	42,507	535,949	127,528
Pension and profit-sharing plans	3,240	467,148	459,768	211,432	12,481	197,811	5,709
Rent on machinery and equipment	48,201	520,756	441,586	165,272	17,262	109,545	30,713
Rent on other business property	349,928	4,110,399	3,732,119	1,157,047	148,600	1,071,927	376,711
Repairs	39,268	791,951	624,566	173,143	15,269	272,359	46,252
Supplies	195,580	3,590,873	2,939,369	929,346	48,551	1,377,286	172,470
Salaries and wages	322,503	13,361,215	12,002,270	3,598,091	182,859	5,908,831	510,123
Taxes paid	48,109	1,909,283	1,686,987	525,586	34,352	718,426	88,849
Travel	145,439	622,368	510,232	184,162	26,668	86,525	31,196
Utilities	155,645	1,799,654	1,405,830	362,414	50,167	469,083	128,125
Other business deductions	558,162	9,188,640	7,402,781	2,625,443	240,851	2,626,347	386,634
Home office business deductions, total	141,638	1,309,795	297,003	46,079	37,920	23,083	22,791
Depreciation, Form 8829 [3]	19,510	117,004	34,754	9,895	1,776	3,393	* 2,458
Casualty loss, Form 8829 [3]	* 1,924	43,271	* 9,280	* 3,060	0	* 34	* 2,597
Excess—casualty depreciations, Form 8829 [3]	* 3,417	10,140	9,236	* 1,077	* 1,072	* 34	* 5
Net income [1,2]	3,551,313	46,515,681	39,590,601	15,464,963	1,884,883	10,708,678	1,637,889
Returns with Schedule C-EZ:							
Number of returns	213,340	467,790	159,677	24,016	4,321	9,813	* 2,034
Business receipts	877,778	3,766,238	1,906,376	525,260	90,995	274,038	* 11,204
Business deductions	133,072	372,973	189,709	22,169	8,708	9,760	* 1,592
Net income	744,706	3,393,265	1,716,667	503,090	82,287	264,278	* 9,613

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Health care and social assistance—continued						
	Ambulatory health care services—continued						
	Offices of optometrists	Offices of mental health practitioners and social therapists	Offices of podiatrists	Outpatient care centers and other miscellaneous health practitioners	Medical and diagnostic laboratories	Home health care services	Other ambulatory health care services (including ambulance service, blood, organ banks)
	(130)	(131)	(132)	(133)	(134)	(135)	(136)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	20,136	159,338	6,066	126,781	27,697	200,236	24,149
Business receipts, total [1]	3,415,924	7,810,047	883,229	3,913,772	1,488,692	4,010,748	854,773
Income from sales and operations [1]	3,402,679	7,781,727	870,772	3,864,731	1,484,331	3,972,705	844,881
Other business income	13,245	28,320	* 12,456	49,041	4,361	38,043	9,892
Business deductions, total [1,2]	2,499,524	3,662,463	559,173	2,209,076	1,017,886	2,632,514	594,784
Cost of sales and operations, total	761,967	221,909	34,565	200,861	178,518	402,230	165,653
Inventory, beginning of year	76,173	* 39,318	* 9,997	14,948	12,648	71,608	* 1,364
Cost of labor	* 16,801	* 82,157	* 5,324	* 9,984	* 55,680	98,631	* 4,819
Purchases	558,927	111,227	* 5,229	102,898	77,819	240,562	* 60,358
Materials and supplies	70,694	17,917	* 14,336	32,459	34,852	17,669	* 786
Other costs	134,861	12,737	* 9,317	67,833	8,395	24,406	100,365
Inventory, end of year	95,490	* 41,447	* 9,637	27,261	10,877	50,646	* 2,039
Advertising expenses	52,864	49,783	15,035	77,091	9,498	57,647	6,582
Car and truck expenses	47,294	288,087	16,518	202,432	53,857	413,819	58,483
Commissions	* 4,009	37,664	* 3,259	22,324	* 3,995	9,903	* 1,088
Contract labor	24,673	150,264	10,363	117,313	14,693	71,446	32,356
Depletion	* 4	* [4]	0	* 345	* 3	0	0
Depreciation	90,819	112,832	10,551	64,689	57,245	55,001	17,036
Employee benefit programs	31,760	26,319	* 2,895	11,731	11,559	8,634	4,660
Insurance	43,484	101,947	54,501	67,296	25,933	50,730	14,088
Legal and professional services	36,282	115,930	17,042	51,867	22,308	41,058	8,460
Meals and entertainment deducted	8,084	36,055	5,036	17,802	5,695	33,087	6,633
Mortgage interest	7,950	11,462	* 1,549	8,869	* 5,317	29,583	* 1,086
Other interest paid on business indebtedness	20,844	25,808	5,535	11,935	12,136	4,550	8,423
Office expenses	56,284	154,951	31,470	61,432	18,536	61,934	8,943
Pension and profit-sharing plans	12,073	7,359	* 2,329	4,518	3,504	2,331	1,242
Rent on machinery and equipment	21,768	46,897	4,631	24,029	15,319	22,991	2,526
Rent on other business property	178,035	525,502	84,560	204,494	54,577	91,130	17,049
Repairs	28,618	40,342	7,716	24,095	9,622	33,420	2,410
Supplies	65,169	118,627	26,335	154,527	45,048	106,435	10,206
Salaries and wages	563,989	471,423	101,123	231,767	207,881	468,104	58,991
Taxes paid	75,341	90,079	16,259	42,873	62,220	66,784	7,601
Travel	18,819	72,003	6,582	52,226	21,363	36,397	11,114
Utilities	68,414	171,841	19,732	75,535	29,500	105,822	18,050
Other business deductions	274,532	625,483	81,424	410,960	132,412	363,470	115,620
Home office business deductions, total	* 1,499	114,981	* 161	34,708	12,842	44,903	7,639
Depreciation, Form 8829 [3]	* 87	12,215	* 15	2,452	* 226	5,578	* 533
Casualty loss, Form 8829 [3]	0	* [4]	0	0	* 77	* 3,589	0
Excess—casualty depreciations, Form 8829 [3]	* 183	11,353	0	* 427	* 100	* 2,967	* 6
Net income less deficit [1,2]	916,620	4,148,568	324,056	1,705,147	470,755	1,378,234	259,988
Net income [1,2]	956,905	4,291,555	329,304	1,892,992	502,973	1,634,796	285,663
Deficit [2]	-40,286	-142,987	* -5,248	-187,845	-32,218	-256,562	-25,675

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Health care and social assistance—continued				Arts, entertainment, and recreation		
	Hospitals	Nursing and residential care facilities	Social assistance	Child day care services	Total	Performing arts, spectator sports and related industries	Museums, historical sites, and similar institutions
	(137)	(138)	(139)	(140)	(141)	(142)	(143)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	9,680	77,643	157,053	715,320	1,238,273	1,039,525	2,150
Business receipts, total [1]	692,556	4,199,699	3,231,968	10,944,621	30,006,027	21,662,248	45,090
Income from sales and operations [1]	608,906	4,190,046	3,198,744	10,622,135	28,493,595	20,782,910	45,090
Other business income	* 83,650	9,654	33,224	322,486	1,512,432	879,338	* [4]
Business deductions, total [1,2]	384,941	3,682,999	1,895,985	6,982,315	22,918,513	15,687,692	17,397
Cost of sales and operations, total	* 59,360	312,872	55,056	274,436	3,442,024	1,974,598	* 950
Inventory, beginning of year	* 9,654	* 7,127	* 15,027	* 2,874	566,717	423,081	* 13,965
Cost of labor	* 1,760	144,524	* 71	* 37,679	219,249	136,061	0
Purchases	* 39,160	23,288	* 8,468	60,957	1,544,790	679,504	* 948
Materials and supplies	* 20,721	62,535	* 1,891	81,675	482,183	418,524	0
Other costs	* 24	84,047	53,734	112,297	1,278,264	784,672	0
Inventory, end of year	* 11,960	8,650	* 24,135	* 21,046	649,178	467,244	* 13,963
Advertising expenses	* 776	13,637	37,141	53,093	470,179	334,354	* 99
Car and truck expenses	11,521	180,434	278,701	547,474	1,787,335	1,487,272	* 2,497
Commissions	* 4,331	4,873	9,037	16,119	656,339	625,687	* 31
Contract labor	* 35	81,056	40,627	137,941	785,768	612,251	* 277
Depletion	0	* 8	* 13	* 879	974	459	0
Depreciation	10,577	158,536	65,617	245,184	1,402,051	1,006,645	* 1,104
Employee benefit programs	* 3,383	56,989	* 3,659	14,881	47,412	20,702	* 60
Insurance	10,215	104,198	36,516	103,448	261,579	146,903	* 426
Legal and professional services	1,291	48,944	39,862	76,421	528,500	445,245	* 87
Meals and entertainment deducted	4,132	10,508	34,117	165,346	326,331	274,196	* 2,047
Mortgage interest	* 7,600	183,437	* 7,533	93,454	127,354	37,078	* 833
Other interest paid on business indebtedness	* 1,595	49,473	3,526	18,396	178,408	106,464	0
Office expenses	2,281	27,649	63,649	100,370	323,746	272,287	* 280
Pension and profit-sharing plans	* 97	7,114	* 2,657	* 456	25,200	21,595	0
Rent on machinery and equipment	* 634	25,157	23,404	60,630	236,184	159,499	* 40
Rent on other business property	28,826	144,363	183,287	221,182	977,770	535,992	* 494
Repairs	* 428	82,063	17,212	161,538	364,768	235,896	* 60
Supplies	8,252	136,245	99,157	687,829	880,138	723,738	* 631
Salaries and wages	* 134,390	931,271	257,114	772,342	1,300,753	713,926	* 1,246
Taxes paid	6,080	172,486	37,324	129,574	325,410	150,125	* 261
Travel	32,813	41,798	41,476	19,540	1,064,420	874,197	* 1,145
Utilities	3,464	160,156	103,419	319,937	624,119	406,761	* 1,582
Other business deductions	49,615	675,022	364,428	1,438,939	6,034,761	3,859,254	* 1,260
Home office business deductions, total	* 2,065	55,778	67,991	1,183,217	513,251	473,780	* 1,979
Depreciation, Form 8829 [3]	* 382	11,615	6,082	119,605	127,816	123,547	* 521
Casualty loss, Form 8829 [3]	0	0	0	* 39,531	8,837	* 4,559	0
Excess—casualty depreciations, Form 8829 [3]	0	* 11,700	* 1,746	98,487	121,841	117,362	0
Net income less deficit [1,2]	307,614	517,535	1,335,983	3,979,762	7,118,042	5,993,583	27,693
Net income [1,2]	317,078	694,165	1,443,366	4,470,472	10,678,744	8,773,565	* 29,878
Deficit [2]	* -9,464	-176,630	-107,383	-490,710	-3,560,702	-2,779,982	* -2,185

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Health care and social assistance—continued				Arts, entertainment, and recreation		
	Hospitals	Nursing and residential care facilities	Social assistance	Child day care services	Total	Performing arts, spectator sports and related industries	Museums, historical sites, and similar institutions
	(137)	(138)	(139)	(140)	(141)	(142)	(143)
BUSINESSES WITH NET INCOME							
Number of returns [1]	8,358	58,460	129,118	614,853	783,925	642,812	* 2,100
Business receipts, total [1]	533,143	2,801,230	2,936,614	9,444,345	24,129,585	18,120,543	* 42,107
Income from sales and operations [1]	454,442	2,776,697	2,919,672	9,176,016	22,858,096	17,409,414	* 42,107
Other business income	* 78,700	24,533	16,942	268,329	1,271,489	711,128	* [4]
Business deductions, total [1,2]	216,064	2,106,537	1,493,248	4,973,873	13,452,150	9,348,599	* 12,229
Cost of sales and operations, total	* 28,638	142,992	40,097	134,907	2,265,409	1,201,119	0
Inventory, beginning of year	* 9,123	* 3,627	* 186	* 1,619	220,078	121,049	0
Cost of labor	0	* 44,035	0	* 34,087	85,590	78,834	0
Purchases	* 29,877	* 19,258	* 519	37,879	1,113,453	482,042	0
Materials and supplies	* 854	* 32,720	* 1,891	52,713	181,876	137,344	0
Other costs	0	48,468	* 52,216	28,646	945,808	534,354	0
Inventory, end of year	* 11,216	* 5,116	* 14,716	* 20,037	281,397	152,504	0
Advertising expenses	* 740	6,712	24,379	29,229	259,676	192,127	0
Car and truck expenses	10,125	114,564	205,442	383,907	1,051,351	868,376	* 2,492
Commissions	* 4,254	4,635	* 7,691	* 13,611	474,273	457,992	0
Contract labor	* 33	34,599	22,685	87,125	547,172	421,009	0
Depletion	0	* 7	0	0	766	* 269	0
Depreciation	7,926	78,449	56,898	160,450	650,165	473,216	* 914
Employee benefit programs	* 3,203	34,198	* 3,659	* 12,889	26,740	13,918	0
Insurance	* 9,125	59,819	32,003	73,544	149,594	85,142	* 358
Legal and professional services	1,073	26,564	34,346	60,269	358,170	325,280	* 18
Meals and entertainment deducted	4,022	6,083	26,781	114,847	217,554	182,078	* 2,022
Mortgage interest	* 1,346	96,338	* 6,306	53,810	45,866	18,313	* 668
Other interest paid on business indebtedness	* 1,591	26,430	* 2,199	12,175	79,118	50,022	0
Office expenses	* 2,044	19,676	48,448	67,892	201,770	175,013	* 244
Pension and profit-sharing plans	* 84	6,367	* 473	* 456	22,119	19,798	0
Rent on machinery and equipment	* 557	15,006	19,625	43,981	157,834	104,519	0
Rent on other business property	* 7,103	86,407	150,241	134,529	599,236	321,000	0
Repairs	* 381	47,966	12,947	106,091	161,231	90,810	0
Supplies	8,063	84,740	76,597	482,103	489,276	410,915	* 612
Salaries and wages	* 49,690	564,129	221,783	523,343	725,673	393,209	0
Taxes paid	* 5,852	99,474	31,841	85,129	213,009	98,878	0
Travel	* 32,585	37,810	29,240	12,501	703,881	575,537	* 609
Utilities	* 3,022	93,266	86,616	210,919	387,239	262,568	* 1,465
Other business deductions	31,361	374,668	273,540	1,106,290	3,031,678	2,048,030	* 843
Home office business deductions, total	* 2,065	26,704	55,952	928,070	403,695	373,732	* 1,979
Depreciation, Form 8829 [3]	* 382	* 3,630	4,794	73,443	43,343	40,558	* 521
Casualty loss, Form 8829 [3]	0	0	0	* 33,991	6,436	* 3,277	0
Excess—casualty depreciations, Form 8829 [3]	0	0	* 488	* 417	8,168	6,375	0
Net income [1,2]	317,078	694,165	1,443,366	4,470,472	10,678,744	8,773,565	* 29,878
Returns with Schedule C-EZ:							
Number of returns	* 2,019	17,778	37,776	250,539	251,057	197,270	* 768
Business receipts	* 37,171	117,259	189,995	1,515,438	1,052,898	857,862	* 10,053
Business deductions	* 1,181	18,933	23,459	139,690	233,736	188,788	* 6
Net income	* 35,990	98,325	166,536	1,375,747	819,162	669,073	* 10,047

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Arts, entertainment, and recreation —continued	Accommodation, food services, and drinking places					Food services and drinking places
	Amusement, gambling, and recreation industries	Total	Accommodation			Food services and drinking places	
			Total	Travel accommodation (including hotels, motels, and bed and breakfast inns)	RV (recreational vehicle) parks and recreational camps		
	(144)	(145)	(146)	(147)	(148)	(149)	(150)
BUSINESSES WITH AND WITHOUT NET INCOME							
Number of returns [1]	196,597	390,488	60,878	32,100	16,273	12,505	329,610
Business receipts, total [1]	8,298,690	45,255,787	5,680,723	3,944,827	617,782	1,118,114	39,575,064
Income from sales and operations [1]	7,665,596	44,552,974	5,323,100	3,663,628	615,355	1,044,117	39,229,874
Other business income	633,093	702,813	357,623	281,199	2,427	73,997	345,190
Business deductions, total [1,2]	7,213,424	43,625,525	5,554,091	3,844,945	583,326	1,125,820	38,071,434
Cost of sales and operations, total	1,466,476	17,212,067	610,309	280,749	29,377	300,183	16,601,758
Inventory, beginning of year	129,671	656,157	65,455	37,082	7,738	* 20,635	590,702
Cost of labor	83,187	1,161,741	127,643	76,308	* 9	* 51,326	1,034,099
Purchases	864,338	14,413,313	282,638	112,187	26,083	144,368	14,130,675
Materials and supplies	63,659	1,031,414	42,964	18,409	* 2,306	* 22,249	988,450
Other costs	493,592	661,265	167,512	73,685	* 12,448	81,378	493,753
Inventory, end of year	167,971	711,824	75,902	36,923	19,207	* 19,772	635,921
Advertising expenses	135,726	745,925	110,076	80,842	11,133	18,100	635,849
Car and truck expenses	297,566	751,955	105,791	59,582	19,588	26,622	646,163
Commissions	30,620	168,248	61,063	59,526	* 157	1,381	107,184
Contract labor	173,240	316,124	78,692	45,601	25,519	7,572	237,432
Depletion	516	105	* 23	* 23	0	0	* 82
Depreciation	394,302	1,812,126	561,108	396,795	85,287	79,027	1,251,018
Employee benefit programs	26,650	83,670	18,243	13,677	* 1,344	* 3,222	65,427
Insurance	114,250	821,257	174,731	111,459	29,443	33,830	646,526
Legal and professional services	83,168	360,007	112,483	87,880	10,184	14,418	247,524
Meals and entertainment deducted	50,088	67,920	9,882	5,600	763	3,519	58,038
Mortgage interest	89,443	723,083	443,304	337,072	28,674	77,558	279,779
Other interest paid on business indebtedness	71,944	334,947	101,537	74,232	18,808	8,497	233,410
Office expenses	51,178	213,351	46,517	25,343	4,802	16,372	166,834
Pension and profit-sharing plans	3,605	10,228	1,886	1,661	* 31	* 194	8,342
Rent on machinery and equipment	76,645	324,912	28,544	22,350	646	5,547	296,368
Rent on other business property	441,284	2,954,930	106,663	74,693	* 5,164	26,806	2,848,268
Repairs	128,812	948,413	280,508	197,458	44,085	38,966	667,905
Supplies	155,769	1,145,887	215,963	151,987	17,841	46,135	929,924
Salaries and wages	585,581	6,514,004	790,464	659,912	34,651	95,901	5,723,540
Taxes paid	175,025	1,897,814	356,850	275,400	38,384	43,066	1,540,965
Travel	189,078	109,232	36,342	28,199	2,786	5,357	72,890
Utilities	215,776	2,518,715	496,350	351,269	66,586	78,495	2,022,365
Other business deductions	2,174,247	3,451,978	767,107	474,619	106,549	185,939	2,684,871
Home office business deductions, total	37,492	103,681	37,334	28,761	* 59	* 8,514	66,347
Depreciation, Form 8829 [3]	3,748	11,679	* 3,815	* 3,788	* 26	0	7,865
Casualty loss, Form 8829 [3]	* 4,277	* 135	0	0	0	0	* 135
Excess—casualty depreciations, Form 8829 [3]	4,479	26,428	* 17,493	* 17,466	* 27	0	8,935
Net income less deficit [1,2]	1,096,766	1,648,246	143,241	115,743	35,021	-7,522	1,505,005
Net income [1,2]	1,875,301	4,020,679	692,046	460,365	81,005	150,677	3,328,633
Deficit [2]	-778,534	-2,372,433	-548,805	-344,622	-45,984	-158,199	-1,823,628

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

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

Footnotes at end of table.

Sole Proprietorship Returns, 2006

Statistics of Income Bulletin | Fall 2008

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

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

Net income status, item	Other services							Religious, grantmaking, civic, professional, and similar organizations	Unclassified establishments
	Total	Auto repair and maintenance				Miscellaneous repairs	Personal and laundry services		
		Total	Automotive mechanical and electrical repair and maintenance	Automotive body shops	Other auto repair and maintenance (including oil change, lube, and car washes)				
	(151)	(152)	(153)	(154)	(155)	(156)	(157)	(158)	(159)
BUSINESSES WITH NET INCOME									
Number of returns [1]	1,797,001	274,085	138,480	79,821	55,785	397,073	1,125,842	202,989	268,689
Business receipts, total [1]	71,166,134	21,012,115	10,736,326	6,540,185	3,735,605	16,565,122	33,588,896	3,571,180	3,671,602
Income from sales and operations [1]	70,324,716	20,871,661	10,688,989	6,492,587	3,690,085	16,335,732	33,117,322	3,333,802	3,590,150
Other business income	841,418	140,454	47,337	47,597	45,520	229,390	471,574	237,378	81,452
Business deductions, total [1,2]	49,986,183	17,262,691	8,906,670	5,314,962	3,041,059	12,092,340	20,631,153	1,560,953	1,444,242
Cost of sales and operations, total	17,031,367	8,183,127	4,674,666	2,336,588	1,171,872	5,067,529	3,780,711	343,412	213,355
Inventory, beginning of year	1,108,471	554,804	331,800	181,797	41,207	299,750	253,916	* 9,605	* 5,230
Cost of labor	1,717,673	474,217	265,275	141,520	67,422	569,743	673,714	* 61,063	* 10,305
Purchases	10,276,414	6,086,660	3,712,817	1,392,116	981,727	2,470,409	1,719,345	* 2,374	47,963
Materials and supplies	3,598,192	1,251,858	559,157	653,375	39,326	1,506,490	839,843	* 8,775	4,661
Other costs	1,503,534	380,090	157,824	133,381	88,884	539,815	583,629	* 265,663	150,328
Inventory, end of year	1,172,917	564,502	352,207	165,601	46,694	318,678	289,737	* 4,069	* 5,130
Advertising expenses	749,843	208,828	83,934	75,562	49,332	162,571	378,443	* 2,241	11,846
Car and truck expenses	3,692,045	794,701	317,479	271,544	205,678	1,354,313	1,543,032	332,607	191,726
Commissions	447,054	74,290	69,597	4,692	* 2	19,424	353,339	* 19,617	20,597
Contract labor	1,629,465	428,774	158,891	218,747	51,135	372,910	827,781	26,045	79,598
Depletion	6,810	* 1	0	0	* 1	* 5,365	* 1,444	0	* 362
Depreciation	2,057,576	787,343	413,051	241,227	133,066	473,766	796,466	38,023	109,255
Employee benefit programs	92,715	47,472	20,285	16,114	* 11,073	28,201	17,042	* 3,736	* 6,341
Insurance	1,009,605	385,719	210,334	113,287	62,098	288,864	335,022	5,026	40,504
Legal and professional services	403,573	97,024	55,101	24,696	17,227	76,526	230,023	23,324	17,545
Meals and entertainment deducted	227,858	34,941	11,307	15,430	8,204	66,127	126,790	39,218	31,349
Mortgage interest	337,664	163,662	85,785	33,257	44,619	62,141	111,861	* 1,931	* 20,249
Other interest paid on business indebtedness	289,100	113,303	66,679	25,300	21,323	65,494	110,303	* 1,529	* 5,128
Office expenses	619,643	153,847	63,192	50,872	39,783	148,061	317,735	63,575	27,018
Pension and profit-sharing plans	31,095	8,567	* 5,207	* 3,356	* 4	* 49	22,480	* 2,456	* 126
Rent on machinery and equipment	685,978	190,324	43,756	67,565	79,003	126,525	369,129	28,291	31,114
Rent on other business property	4,140,279	731,747	305,723	243,679	182,346	228,160	3,180,371	21,864	40,503
Repairs	741,485	222,501	110,011	63,375	49,114	182,232	336,753	6,800	36,401
Supplies	2,965,133	596,958	212,016	211,261	173,681	705,593	1,662,581	52,901	87,812
Salaries and wages	4,117,465	1,590,743	731,192	565,230	294,320	772,455	1,754,268	* 57,224	62,548
Taxes paid	1,136,455	472,881	228,248	170,326	74,307	218,006	445,568	* 5,353	8,967
Travel	318,089	32,578	12,859	8,752	10,967	107,684	177,827	93,875	44,137
Utilities	2,241,963	599,454	288,375	184,867	126,212	354,782	1,287,727	38,084	47,531
Other business deductions	4,184,326	1,243,410	680,046	343,823	219,541	978,136	1,962,781	265,978	251,654
Home office business deductions, total	392,690	59,030	35,243	17,968	* 5,819	139,569	194,091	33,317	11,226
Depreciation, Form 8829 [3]	42,726	7,763	4,581	* 2,031	* 1,151	15,197	19,767	6,563	* 439
Casualty loss, Form 8829 [3]	* 5,922	0	0	0	0	* 4,106	* 1,816	* 9	0
Excess—casualty depreciations, Form 8829 [3]	5,913	* 3,959	* 372	* 207	* 3,380	* 209	* 1,745	* 5,887	0
Net income [1,2]	21,179,950	3,749,425	1,829,655	1,225,223	694,546	4,472,783	12,957,743	2,010,227	2,227,360
Returns with Schedule C-EZ:									
Number of returns	434,232	48,449	24,824	13,912	9,713	93,247	292,537	67,468	135,190
Business receipts	3,121,361	422,329	224,160	133,739	64,430	566,883	2,132,149	318,074	778,666
Business deductions	440,786	43,917	26,141	7,442	10,333	87,857	309,012	35,530	53,058
Net income	2,680,576	378,413	198,019	126,297	54,097	479,026	1,823,137	282,544	725,608

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

** Data combined to prevent disclosure of taxpayer information.

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

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

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

[4] Less than \$500.

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