

Table T16-0181
Distribution of Tax Units with Business Income by Expanded Cash Income Percentile, 2016

Expanded Cash Income Percentile ¹	All Tax Units		Tax Units with Business Income ²			Percent of Tax Units with Business Income					Tax Units with Business Income		Business Income as Percentage of Total AGI
	Number (thousands)	Percent of Total	Number (thousands)	Percent of Total	Percent of Income Class	Less than 0	Greater than 0	Greater than 10% of AGI	Greater than 25% of AGI	Greater than 50% of AGI	Amount (\$Billions)	Average (\$)	
Lowest Quintile	48,030	27.7	6,330	16.8	13.2	1.6	11.6	10.9	10.2	9.4	40.3	6,370	13.1
Second Quintile	38,040	21.9	5,540	14.7	14.6	3.5	11.0	9.3	8.0	6.7	45.0	8,130	5.8
Middle Quintile	33,680	19.4	6,420	17.0	19.0	6.7	12.4	8.5	6.2	4.2	46.6	7,270	3.3
Fourth Quintile	28,570	16.5	7,950	21.1	27.8	11.1	16.7	8.8	6.0	3.5	68.1	8,570	3.0
Top Quintile	23,850	13.8	10,400	27.6	43.6	15.7	27.9	15.7	11.2	7.0	788.1	75,810	12.9
All	173,400	100.0	37,660	100.0	21.7	7.0	14.7	10.7	8.7	6.7	930.9	24,720	8.8
Addendum													
80-90	12,350	7.1	4,510	12.0	36.5	14.3	22.1	11.5	7.7	4.4	64.3	14,270	4.2
90-95	5,880	3.4	2,550	6.8	43.3	16.0	27.2	14.7	9.9	5.8	62.2	24,450	6.0
95-99	4,480	2.6	2,470	6.6	55.0	18.2	36.9	22.7	16.9	11.0	159.9	64,810	12.0
Top 1 Percent	1,140	0.7	880	2.3	77.2	19.2	58.0	39.7	33.0	25.3	501.7	572,020	23.0
Top 0.1 Percent	120	0.1	100	0.3	88.0	27.3	60.7	38.5	32.1	24.8	225.3	2,208,320	20.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0516-1).

Note: Calendar year. Baseline is current law. Tax units that are dependents of other tax units are excluded from the analysis.

(1) Tax units with negative adjusted gross income are not included in their respective income category but are included in the totals. The income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The breaks are (in 2016 dollars): 20% \$24,400; 40% \$47,700; 60% \$82,300; 80% \$142,200; 90% \$206,800; 95% \$291,700; 99% \$693,500; 99.9% \$3,646,300. For a description of expanded cash income see <http://www.taxpolicycenter.org/numbers/displayatab.cfm?DocID=574>.

(2) Includes all tax units reporting non-zero business income. Business income includes income or loss from a) non-farm sole proprietors (Schedule C); b) farming (Schedule F); c) rental real estate (Schedule E Part I); d) partnerships (Schedule E Part II); and e) S corporations (Schedule E Part II).