

The PDF and Excel files contain an additional table showing information for tax units reporting net positive business income

Table T17-0080
Sources of Flow-Through Business Income by Expanded Cash Income Percentile, 2017
Baseline: Current Law

Expanded Cash Income Percentile ¹	Tax Units Reporting Net Income/Loss From:											
	Sole Proprietor ²				Partnership Income and S Corporation Income				Business Income ³			
	Number of Units		Net Income/Loss		Number of Units		Net Income/Loss		Number of Units		Net Income/Loss	
	Number (thousands)	Percent of Total	Amount (\$billions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$billions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$billions)	Percent of Total
Lowest Quintile	5,900	22.8	43.1	12.0	360	4.4	1.3	0.2	6,430	17.3	44.1	4.5
Second Quintile	4,450	17.2	44.6	12.4	530	6.6	4.2	0.7	5,470	14.7	48.9	5.0
Middle Quintile	4,760	18.4	40.7	11.3	1,010	12.4	10.3	1.7	6,650	17.9	52.0	5.4
Fourth Quintile	5,160	20.0	47.4	13.2	1,840	22.7	23.4	3.9	8,060	21.7	70.4	7.3
Top Quintile	5,580	21.6	195.2	54.3	4,390	54.0	618.9	103.1	10,490	28.3	830.4	85.5
All	26,450	100.0	359.7	100.0	8,510	100.0	600.5	100.0	38,030	100.0	971.0	100.0
Addendum												
80-90	2,680	10.4	42.3	11.8	1,340	16.4	27.6	4.6	4,460	12.0	69.5	7.2
90-95	1,350	5.2	32.8	9.1	980	12.1	31.3	5.2	2,560	6.9	64.9	6.7
95-99	1,240	4.8	65.5	18.2	1,390	17.1	118.2	19.7	2,600	7.0	188.4	19.4
Top 1 Percent	310	1.2	54.5	15.2	680	8.4	441.8	73.6	860	2.3	507.5	52.3
Top 0.1 Percent	30	0.1	14.0	3.9	90	1.1	235.2	39.2	100	0.3	251.9	25.9

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

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

(1) 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 2017 dollars): 20% \$24,900; 40% \$48,300; 60% \$85,600; 80% \$149,600; 90% \$217,200; 95% \$309,900; 99% \$726,100; 99.9% \$3,0734,00. Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>.

(2) Sole proprietor income includes Schedule C and Schedule F income.

(3) 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).