

Table T11-0149
Distribution of Tax Units with Business Income, by Cash Income Percentile, 2011¹

Cash Income Percentile	All Tax Units		Tax Units with Business Income ²			Percent of Tax Units with Business Income					Tax Units with Business Income		Business Income as Percent of Total AGI of Bracket
	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	43,661	26.6	4,818	14.0	11.0	2.1	9.0	8.3	7.7	6.9	10	2,035	5.3
Second Quintile	36,819	22.5	5,134	14.9	13.9	4.4	9.6	7.8	6.6	5.4	20	3,823	3.2
Middle Quintile	32,344	19.7	6,210	18.1	19.2	7.8	11.4	7.9	5.8	4.1	19	3,096	1.7
Fourth Quintile	26,761	16.3	7,297	21.2	27.3	11.7	15.5	8.3	5.6	3.4	38	5,252	2.1
Top Quintile	23,243	14.2	10,022	29.1	43.1	15.0	28.1	16.3	12.1	8.1	711	70,963	15.0
All	163,869	100.0	34,393	100.0	21.0	7.6	13.3	9.2	7.3	5.6	760	22,106	9.1
Addendum													
80-90	11,775	7.2	4,128	12.0	35.1	14.7	20.3	10.7	7.6	4.7	52	12,674	4.0
90-95	5,676	3.5	2,346	6.8	41.3	13.4	27.9	14.9	10.7	6.7	63	26,931	7.2
95-99	4,619	2.8	2,671	7.8	57.8	16.9	40.9	26.4	20.3	14.2	193	72,075	16.5
Top 1 Percent	1,173	0.7	876	2.5	74.7	17.7	57.0	40.6	32.8	25.4	403	460,100	29.2
Top 0.1 Percent	120	0.1	105	0.3	87.3	22.1	65.2	47.4	41.0	33.3	196	1,872,504	29.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0411-1).

(1) Calendar year. Baseline is current law. Tax units that are dependents of other tax units are excluded from the analysis. Tax units with negative cash income are not included in the lowest income category but are included in the totals. The cash 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 2011 dollars): 20% \$16,812, 40% \$33,542, 60% \$59,486, 80% \$103,465, 90% \$163,173, 95% \$210,998, 99% \$532,613, 99.9% \$2,178,886.

(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).