

Table T11-0153
Sources of Flow-Through Business Income by Cash Income Percentile, 2011
Baseline: Current Law

Cash Income Percentile ¹	Tax Units Reporting Net Income/Loss From:													Combined (Sole Proprietor + Partnership + S Corporation)			
	Sole Proprietor ²				Partnership Income ³				S Corporation Income				Number of Units		Net Income/Loss		
	Number of Units		Net Income/Loss		Number of Units		Net Income/Loss		Number of Units		Net Income/Loss		Number of Units		Net Income/Loss		
	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	
Lowest Quintile	4,371	18.2	15,738	7.1	148	3.4	-935	-0.4	199	4.9	-2,565	-0.8	4,614	15.7	12,238	1.6	
Second Quintile	4,198	17.5	21,276	9.6	259	5.9	714	0.3	237	5.8	-56	0.0	4,557	15.5	21,934	2.9	
Middle Quintile	4,523	18.8	20,380	9.2	404	9.2	2,773	1.3	448	11.0	1,052	0.3	5,094	17.3	24,205	3.2	
Fourth Quintile	4,826	20.1	29,733	13.4	806	18.3	5,906	2.7	758	18.7	9,581	3.0	5,866	19.9	45,219	6.0	
Top Quintile	5,424	22.6	150,501	67.9	2,689	61.0	214,828	99.7	2,277	56.1	322,844	100.8	8,446	28.7	688,173	90.8	
All	24,043	100.0	221,650	100.0	4,406	100.0	215,575	100.0	4,057	100.0	320,312	100.0	29,413	100.0	757,536	100.0	
Addendum																	
80-90	2,547	10.6	30,056	13.6	657	14.9	7,902	3.7	683	16.8	15,702	4.9	3,397	11.5	53,660	7.1	
90-95	1,267	5.3	31,500	14.2	552	12.5	13,189	6.1	453	11.2	16,929	5.3	1,939	6.6	61,618	8.1	
95-99	1,279	5.3	57,454	25.9	952	21.6	58,683	27.2	767	18.9	67,668	21.1	2,306	7.8	183,805	24.3	
Top 1 Percent	331	1.4	31,491	14.2	527	12.0	135,054	62.6	374	9.2	222,545	69.5	805	2.7	389,090	51.4	
Top 0.1 Percent	34	0.1	5,592	2.5	81	1.8	52,586	24.4	62	1.5	133,491	41.7	102	0.3	191,669	25.3	

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

(1) Calendar year. 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%

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

(3) Partnership income consists of ordinary business income from general partnerships, limited partnerships, and limited liability companies (LLCs), as reported on Schedule E Part II.

Table T11-0153
Sources of Positive Flow-Through Business Income by Cash Income Percentile, 2011
Baseline: Current Law

Tax Units Reporting Net Positive Income From:																	
Cash Income Percentile ¹	Sole Proprietor ²				Partnership Income ³				S Corporation Income				Combined (Sole Proprietor + Partnership + S Corporation)				
	Number of Units		Positive Income		Number of Units		Positive Income		Number of Units		Positive Income		Number of Units		Positive Income		
	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$millions)	Percent of Total	
Lowest Quintile	3,742	23.1	23,677	7.3	73	2.5	549	0.2	77	2.9	683	0.2	3,841	19.3	24,205	2.6	
Second Quintile	3,058	18.9	32,274	9.9	167	5.9	2,010	0.8	134	5.1	1,794	0.5	3,279	16.5	35,401	3.8	
Middle Quintile	2,856	17.6	38,705	11.9	243	8.5	4,492	1.7	244	9.3	4,251	1.2	3,190	16.0	46,282	5.0	
Fourth Quintile	2,876	17.8	47,992	14.7	521	18.2	9,345	3.5	504	19.2	13,219	3.6	3,612	18.2	68,371	7.3	
Top Quintile	3,573	22.1	182,252	55.9	1,841	64.3	249,344	93.5	1,658	63.0	348,147	94.3	5,913	29.7	758,999	81.3	
All	16,193	100.0	325,942	100.0	2,862	100.0	266,709	100.0	2,631	100.0	369,123	100.0	19,901	100.0	934,131	100.0	
Addendum																	
80-90	1,545	9.5	41,594	12.8	399	14.0	10,242	3.8	448	17.0	20,072	5.4	2,119	10.6	69,916	7.5	
90-95	905	5.6	35,734	11.0	395	13.8	15,066	5.6	325	12.3	19,216	5.2	1,426	7.2	68,413	7.3	
95-99	894	5.5	65,734	20.2	673	23.5	65,293	24.5	591	22.5	73,517	19.9	1,737	8.7	199,125	21.3	
Top 1 Percent	229	1.4	39,189	12.0	374	13.1	158,743	59.5	294	11.2	235,341	63.8	632	3.2	421,546	45.1	
Top 0.1 Percent	21	0.1	8,868	2.7	52	1.8	68,126	25.5	47	1.8	140,862	38.2	76	0.4	211,525	22.6	

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

(1) Calendar year. 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) Sole proprietor income includes Schedule C and Schedule F income.

(3) Partnership income consists of ordinary business income from general partnerships, limited partnerships, and limited liability companies (LLCs), as reported on Schedule E Part II.