

**Table T16-0184**  
**Sources of Flow-Through Business Income by Expanded Cash Income Percentile, 2016**  
**Baseline: Current Law**

Expanded Cash Income Percentile <sup>1</sup>	Tax Units Reporting Net Income/Loss From:											
	Sole Proprietor <sup>2</sup>				Partnership Income and S Corporation Income				Business Income <sup>3</sup>			
	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
<b>Lowest Quintile</b>	5,800	23.0	40.4	11.7	340	4.1	0.8	0.1	6,330	17.3	40.4	4.1
<b>Second Quintile</b>	4,460	17.7	41.7	12.1	540	6.7	3.6	0.6	5,540	15.1	45.0	4.6
<b>Middle Quintile</b>	4,510	17.9	37.0	10.7	980	12.1	9.5	1.5	6,420	17.5	46.6	4.7
<b>Fourth Quintile</b>	4,920	19.5	45.7	13.2	1,880	23.1	24.2	3.8	7,950	21.7	68.1	6.9
<b>Top Quintile</b>	5,510	21.9	181.4	52.4	4,390	54.0	593.1	94.0	10,400	28.4	788.1	79.8
<b>All</b>	<b>25,880</b>	<b>100.0</b>	<b>333.5</b>	<b>100.0</b>	<b>8,500</b>	<b>100.0</b>	<b>589.1</b>	<b>100.0</b>	<b>37,660</b>	<b>100.0</b>	<b>930.9</b>	<b>100.0</b>
<b>Addendum</b>												
<b>80-90</b>	2,650	10.5	40.0	11.6	1,390	17.1	26.8	4.2	4,510	12.3	64.3	6.5
<b>90-95</b>	1,340	5.3	31.0	8.9	990	12.2	30.0	4.8	2,550	6.9	62.3	6.3
<b>95-99</b>	1,200	4.8	58.8	17.0	1,310	16.2	95.7	15.2	2,470	6.7	159.9	16.2
<b>Top 1 Percent</b>	320	1.3	51.6	14.9	700	8.6	440.5	69.8	880	2.4	501.7	50.8
<b>Top 0.1 Percent</b>	30	0.1	11.5	3.3	90	1.1	211.6	33.5	100	0.3	225.3	22.8

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) 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).

**Table T16-0184**  
**Sources of Flow-Through Business Income by Expanded Cash Income Percentile, 2016**  
**Baseline: Current Law**

Expanded Cash Income Percentile <sup>1</sup>	Tax Units Reporting Net Positive Income From:											
	Sole Proprietor <sup>2</sup>				Partnership Income and S Corporation Income				Business Income <sup>3</sup>			
	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
<b>Lowest Quintile</b>	5,270	28.0	44.5	10.8	200	3.7	1.8	0.3	5,570	22.0	46.3	4.0
<b>Second Quintile</b>	3,570	19.0	50.0	12.1	360	6.5	5.5	0.8	4,200	16.6	58.1	5.0
<b>Middle Quintile</b>	3,100	16.5	49.1	11.9	650	11.8	12.8	1.8	4,160	16.4	68.2	5.8
<b>Fourth Quintile</b>	3,180	16.9	60.5	14.7	1,210	22.1	31.3	4.4	4,770	18.8	102.8	8.8
<b>Top Quintile</b>	3,710	19.7	208.7	50.5	3,070	55.9	655.4	92.7	6,650	26.2	893.8	76.4
<b>All</b>	<b>19,020</b>	<b>100.0</b>	<b>417.5</b>	<b>100.0</b>	<b>5,580</b>	<b>100.0</b>	<b>712.4</b>	<b>100.0</b>	<b>25,560</b>	<b>100.0</b>	<b>1,178.4</b>	<b>100.0</b>
<b>Addendum</b>												
<b>80-90</b>	1,740	9.2	48.5	11.7	940	17.1	32.5	4.6	2,730	10.8	86.9	7.4
<b>90-95</b>	920	4.9	36.1	8.7	650	11.9	35.9	5.1	1,600	6.3	77.6	6.6
<b>95-99</b>	830	4.4	64.9	15.7	950	17.3	106.1	15.0	1,650	6.5	180.1	15.4
<b>Top 1 Percent</b>	230	1.2	59.2	14.3	530	9.7	480.9	68.0	660	2.6	549.2	47.0
<b>Top 0.1 Percent</b>	20	0.1	14.8	3.6	60	1.2	237.8	33.6	70	0.3	253.6	21.7

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.

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