

Table T21-0217
Distribution of Tax Units with Business Income, by Expanded Cash Income Level, 2021

| Expanded Cash Income (thousands of 2020 dollars) 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 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 (\$) | |
| Less than 10 | 10,180 | 5.7 | 1,090 | 3.0 | 10.7 | 1.0 | 9.7 | 9.3 | 9.0 | 8.5 | 2.8 | 2,570 | 9.6 |
| 10-20 | 21,590 | 12.1 | 2,410 | 6.5 | 11.2 | 1.1 | 10.1 | 9.6 | 8.9 | 8.3 | 17.9 | 7,400 | 13.6 |
| 20-30 | 19,570 | 11.0 | 2,680 | 7.3 | 13.7 | 2.1 | 11.6 | 10.5 | 9.6 | 8.6 | 24.0 | 8,940 | 9.6 |
| 30-40 | 15,670 | 8.8 | 2,210 | 6.0 | 14.1 | 2.9 | 11.3 | 9.6 | 8.2 | 7.0 | 19.2 | 8,680 | 6.1 |
| 40-50 | 13,370 | 7.5 | 1,760 | 4.8 | 13.2 | 3.7 | 9.5 | 7.7 | 6.4 | 5.0 | 15.4 | 8,730 | 4.1 |
| 50-75 | 25,260 | 14.1 | 4,040 | 10.9 | 16.0 | 5.7 | 10.3 | 7.1 | 5.0 | 3.3 | 23.5 | 5,810 | 2.2 |
| 75-100 | 18,340 | 10.3 | 3,550 | 9.6 | 19.4 | 7.4 | 12.0 | 7.4 | 5.2 | 3.1 | 29.3 | 8,240 | 2.6 |
| 100-200 | 32,800 | 18.4 | 8,950 | 24.2 | 27.3 | 10.8 | 16.5 | 8.0 | 4.9 | 2.7 | 87.5 | 9,770 | 2.6 |
| 200-500 | 17,100 | 9.6 | 6,780 | 18.3 | 39.6 | 14.8 | 24.8 | 13.2 | 8.9 | 5.0 | 201.4 | 29,720 | 5.6 |
| 500-1,000 | 2,270 | 1.3 | 1,450 | 3.9 | 63.7 | 17.5 | 46.2 | 30.9 | 24.7 | 17.5 | 203.1 | 140,450 | 17.3 |
| More than 1,000 | 930 | 0.5 | 740 | 2.0 | 78.8 | 18.9 | 59.9 | 44.0 | 37.7 | 30.0 | 679.1 | 922,260 | 24.9 |
| All | 178,600 | 100.0 | 36,950 | 100.0 | 20.7 | 6.8 | 13.9 | 9.4 | 7.4 | 5.5 | 1185.8 | 32,090 | 8.6 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0721-1).

Note: Calendar year. Baseline is the law in place for 2021 as of September 2, 2021. Tax units that are dependents of other tax units are excluded from the analysis.

(1) Includes both filing and non-filing 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) 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).