

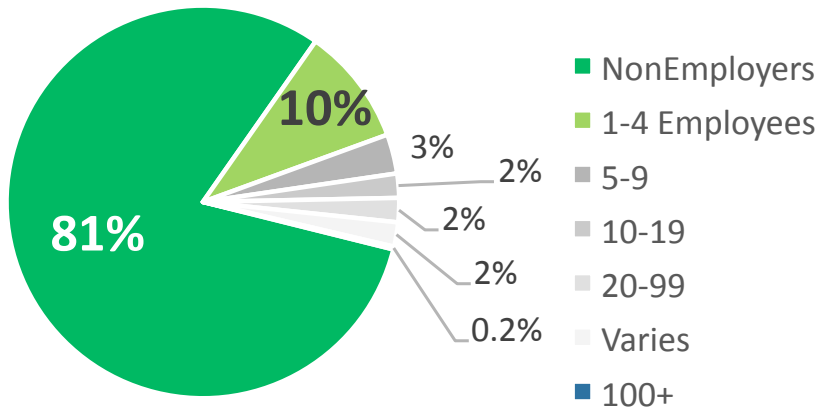
FACT SHEET | WHAT IS A MICROBUSINESS?

► Firms with 0-4 Employees are MICROBUSINESSES

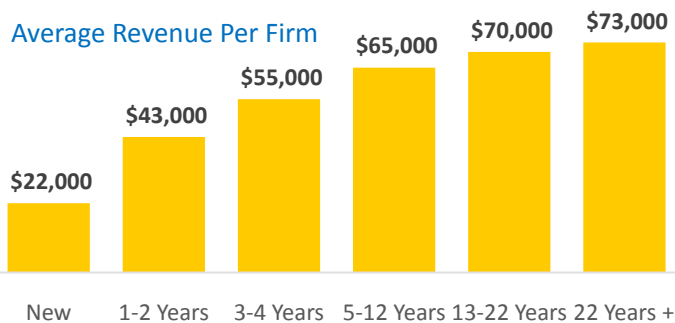
91% of firms in the U.S. are microbusinesses, firms with 0-4 employees. These **24.7 million** businesses averaging **\$84,000 in revenue** each contribute **\$2 trillion** to the economy, and supply more than **30 million jobs** for owners and their employees. Most microbusinesses are nonemployers without formal staff on the payroll but a third of them will hire contractors*, providing economic opportunities for at least **7 million** more.

► The Majority of all U.S. Firms are Microbusinesses

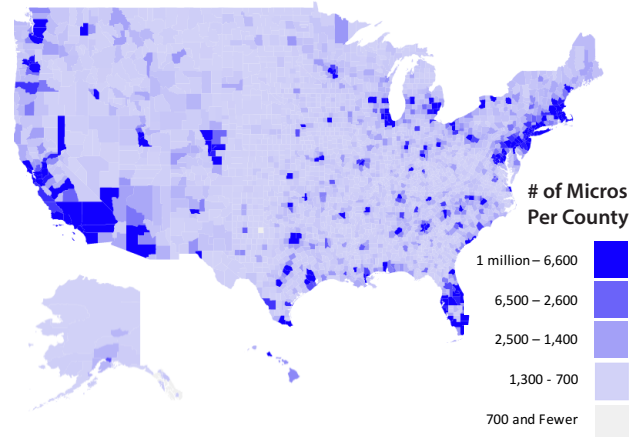
91% of 27.2 million total have 0-4 Employees



► Revenues for Nonemployers Grow with Age



► Micros Create Jobs in Nearly Every U.S. County



► Microbusinesses are Important Sources of Job Creation and Local Economic Activity

22 million nonemployer firms provide jobs for owners

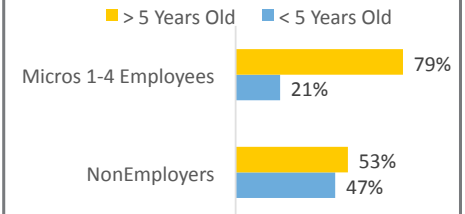
- average \$45,000 each in revenue
- contribute \$1 trillion to our economy

2.6 million employer firms provide jobs for 8 million staff and owners

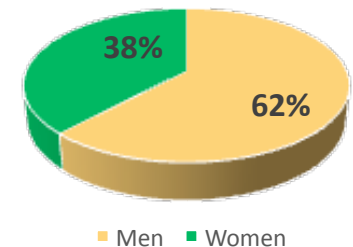
- average \$408,000 each in revenue
- contribute another \$1 trillion to our economy

On average, 48 percent of each purchase at local independent businesses is recirculated locally, compared to less than 14 percent of purchases at chain stores.**

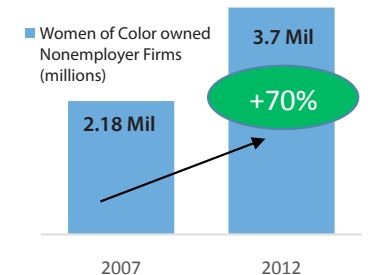
Nonemployer Firms are Young



Women Own 38% of Micros, Up from 30% in 2007



Only Nonemployer Firms Increased from 2007 to 2012, Driven by Women of Color



From 2007 - 2012, the number of Employer Firms decreased by 5%, while the number of Nonemployer Firms increased 4%. The gain was driven primarily by women of color (Hispanic, Black, Asian, Native American, and Hawaiian/Pacific Islander). 83% of the firm gain is from Hispanic and Black businesses, with each gaining over 600,000 firms from 2007 to 2012.

Source for all data: Survey of Business Owners 2012, U.S. Census, except where noted
 * 2015 Small Business Owners Credit Survey Report on Employer Firms, Federal Reserve Bank of Atlanta Press Release
 ** Content Source: <https://www.amiba.net/resources/multiplier-effect/>