#### **Overview of Annual Business Survey Program**

June 04, 2024

**Concepcion Arenas** – **U.S. Census Bureau** Survey Statistician Business Owners Branch Economic Reimbursable Surveys Division





## Annual Business Survey Background

- Sponsored by the National Science Foundation's (NSF) National Center for Science and Engineering Statistics (NCSES)
- Annual collection
- Published data from 2017 2021
  - Finished collection for 2022 in December
  - First look released in January
- Mandatory under Title 13
- Replaces content from other surveys
  - Survey of Business Owners (SBO)
  - Annual Survey of Entrepreneurs (ASE)
  - Business R&D and Innovation Survey for Microbusinesses (BRDI-M)
  - Innovation part of the Business R&D and Innovation Survey (BRDIS)



## Annual Business Survey Data Overview 1

- 2022 ABS covers data year 2021
  - DRB approval number: CBDRB-FY23-0479
- Covers firm count, owner count, sales, number of employees, and payroll by race, ethnicity, veteran status, and sex, as well as various business and owner characteristics changing every year
  - ABS also publishes this data by employment size, receipts size, and years in business
  - As of 2021 ABS, Rural and Urban Classification
- National, State and MSA level statistics, with 2-4 digit NAICS
  - 2-6 digits NAICS and CSA, MD, county, and place for the 2018 and 2023 ABS



## Annual Business Survey Data Overview 2

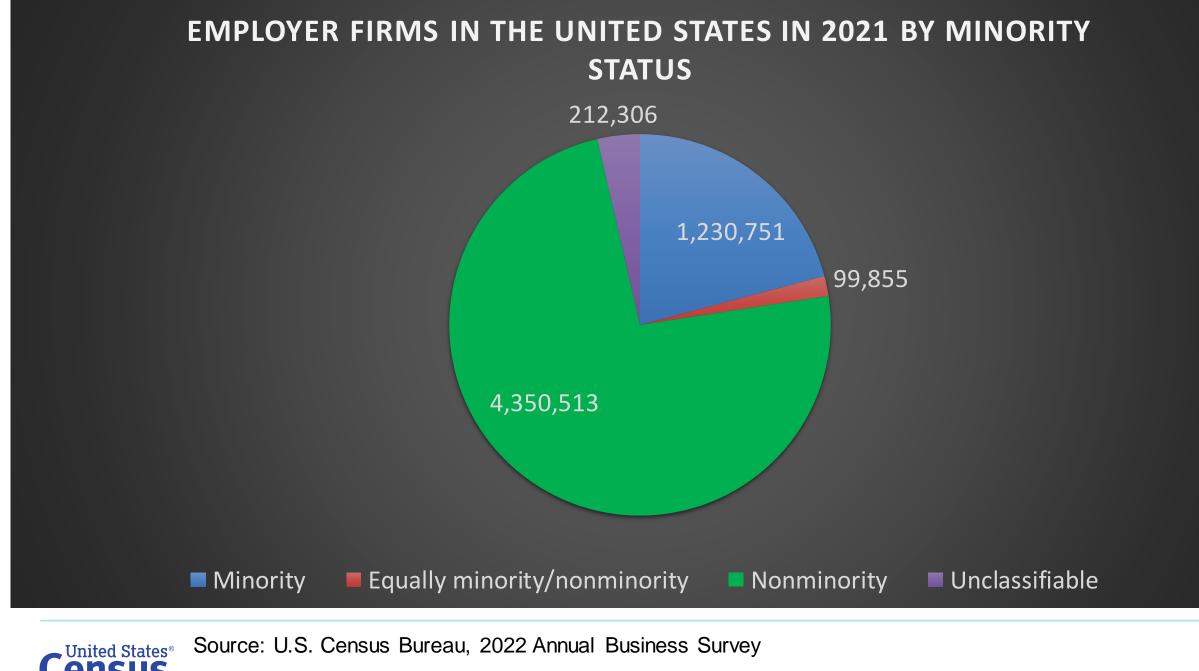
- Frequency
  - Annual releases
  - 2022 ABS released in November
  - 2023 ABS recently finished collection and will be released in the fall
- Data sets
  - Company Summary (CS), Characteristics of Businesses (CB), Characteristics of Business Owners (CBO), Module Characteristics of Businesses (MCB)
  - This year's module: Financing and effects of the Coronavirus on employer firms
- Examples
  - CB: Family-owned, customers served
  - CBO: Year business acquired, age of owner
  - MCB: Effect of coronavirus on business sales, financial health of the business
- Accessing the data:
  - <u>https://www.census.gov/programs-surveys/abs/data.html</u>

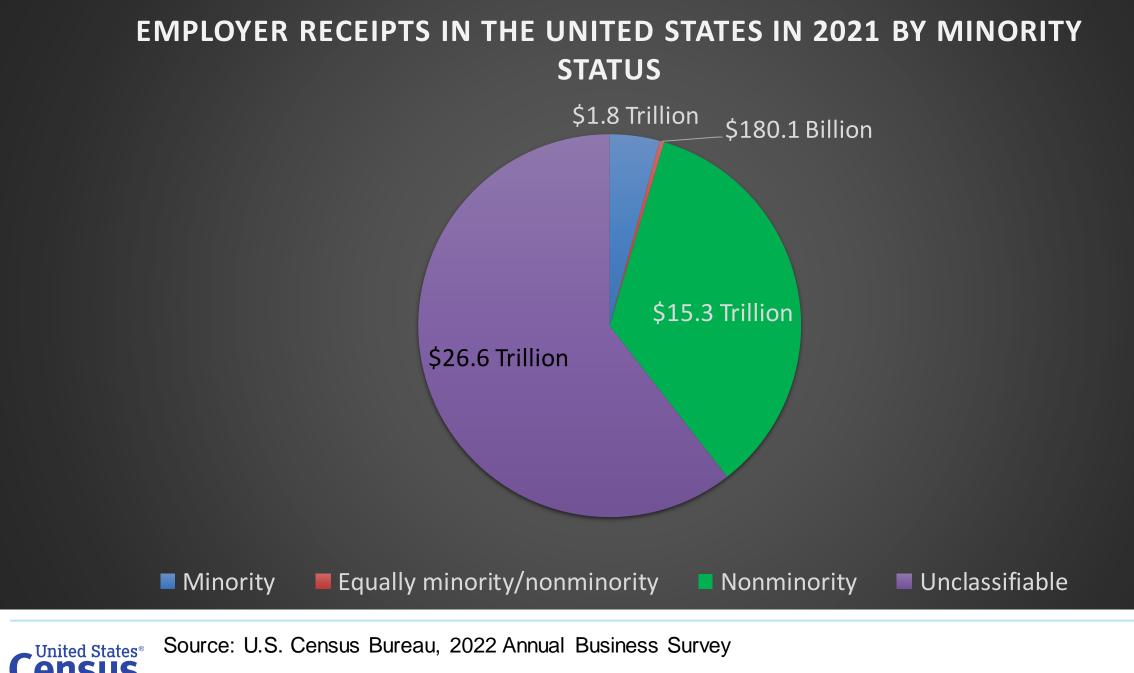


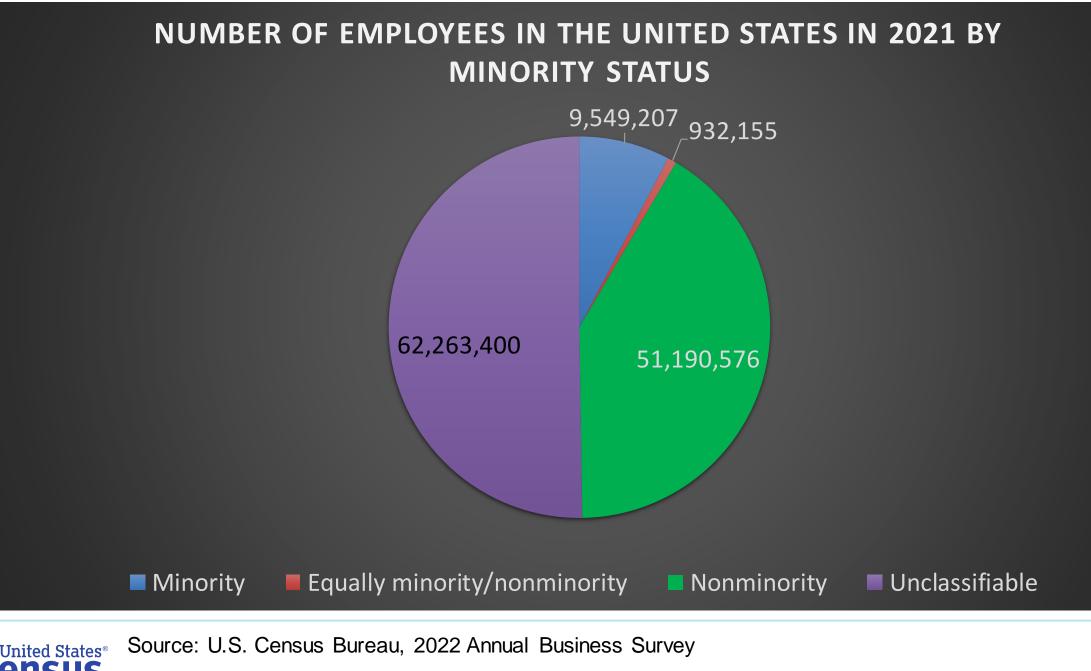
## Definitions

- Minority: Firms classified as any race and ethnicity combination other than non-Hispanic and White
- Unclassifiable: Firms not classifiable by sex, ethnicity, race, and veteran status
- NAICS (North American Industry Classification System): a system of two to six digit codes used in business to classify the industry to which a company belongs.
  - 2-4 digit NAICS in 2019-2022 ABS, 2-6 in the 2018 and 2023 ABS
  - 62 Health Care and Social Assistance
  - 623210 Residential, Intellectual, and Developmental Disability Facilities
  - North American Industry Classification System (NAICS) U.S. Census Bureau

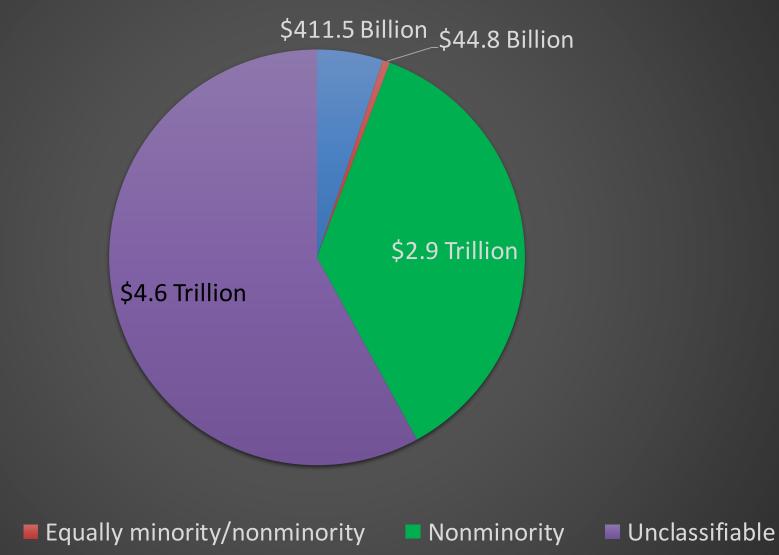








#### PAYROLL IN THE UNITED STATES IN 2021 BY MINORITY STATUS



United States<sup>®</sup> Source: U.S. Census Bureau, 2022 Annual Business Survey

Minority

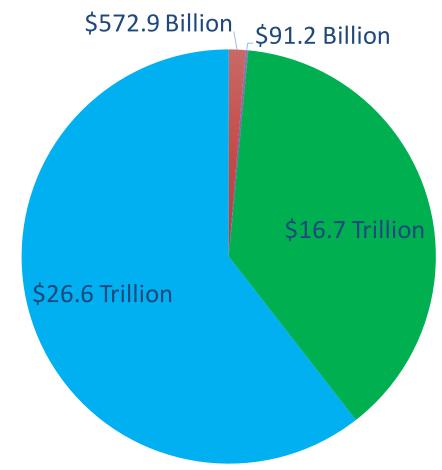
# 212,306 406,086 56,639 5,218,393

#### **Employer Firms in the United States in 2021 by Ethnicity**

Hispanic
Equally Hispanic/non-Hispanic
Non-Hispanic
Unclassifiable

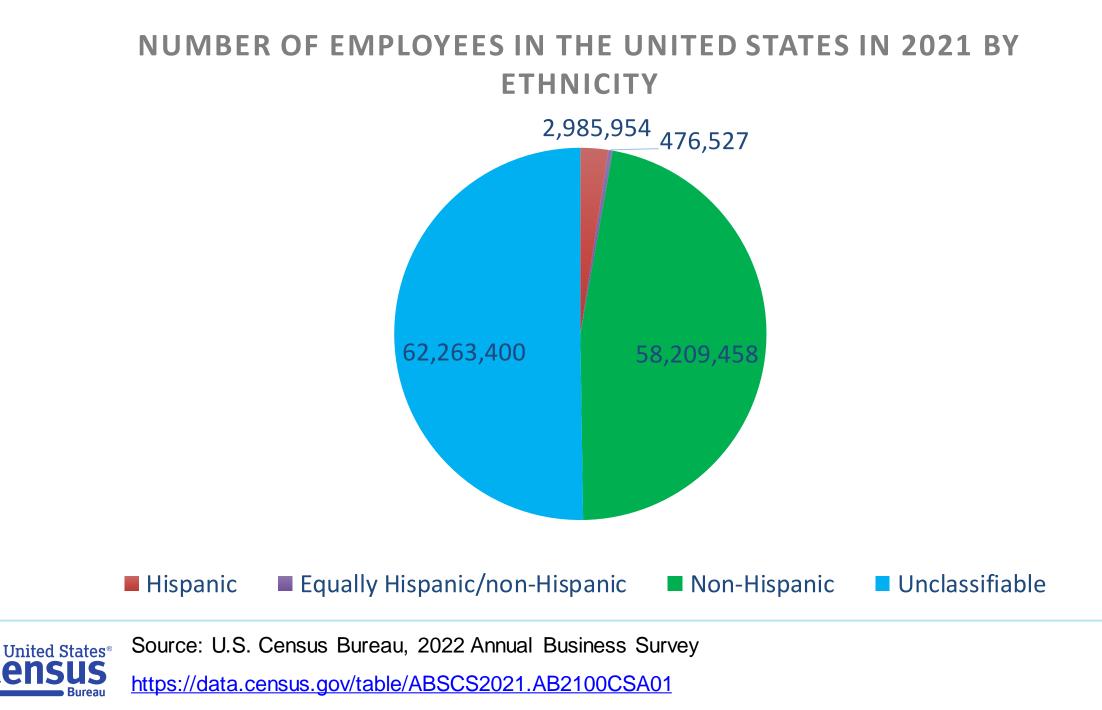
United States<sup>®</sup> Source: U.S. Census Bureau, 2022 Annual Business Survey

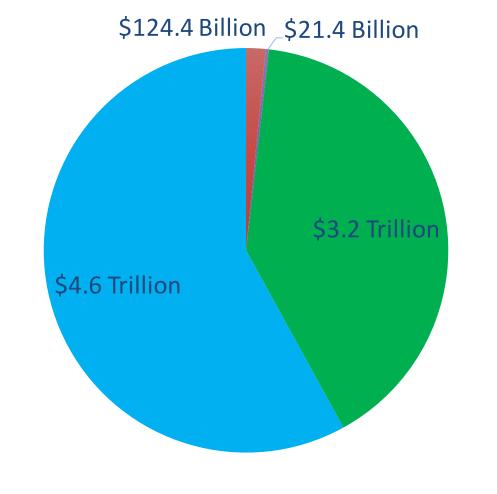
#### EMPLOYER RECEIPTS IN THE UNITED STATES IN 2021 BY ETHNICITY



Hispanic
Equally Hispanic/non-Hispanic
Non-Hispanic
Unclassifiable

United States<sup>®</sup> Source: U.S. Census Bureau, 2022 Annual Business Survey





Non-Hispanic

Unclassifiable

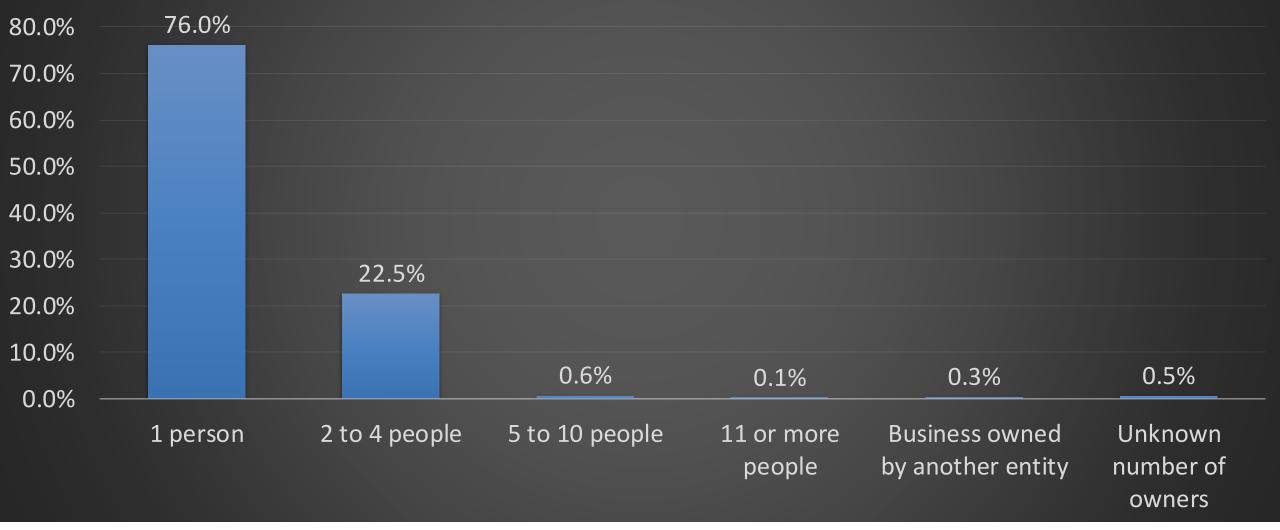
#### **PAYROLL IN THE UNITED STATES IN 2021 BY ETHNICITY**

United States® Source: U.S. Census Bureau, 2022 Annual Business Survey

Hispanic

Equally Hispanic/non-Hispanic

#### Percentage of Minority Women-Owned US Businesses by Number of Owners in 2021

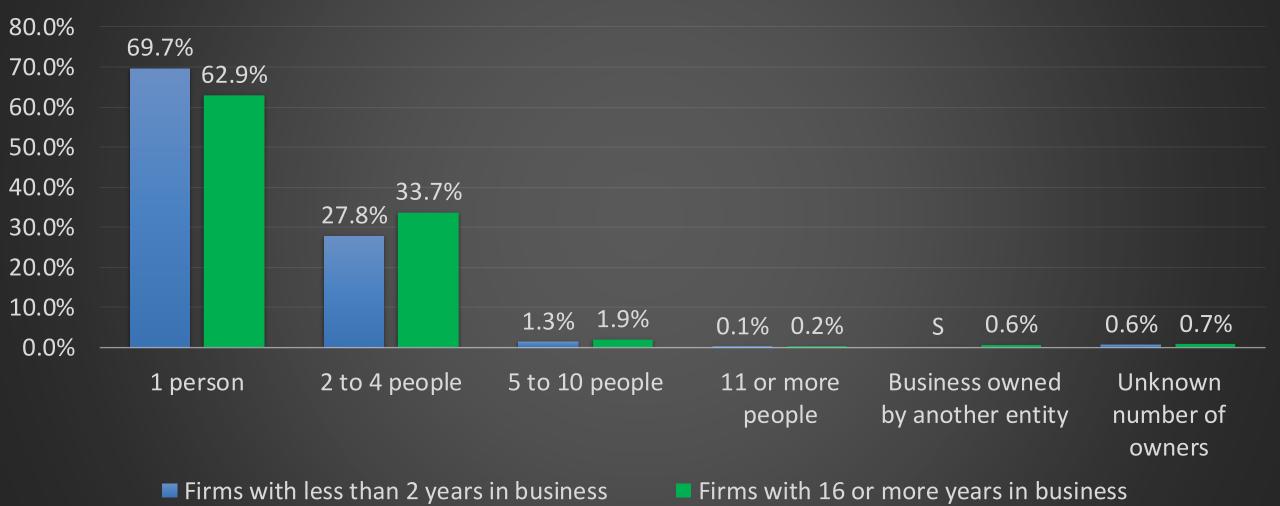


Source: U.S. Census Bureau, 2022 Annual Business Survey

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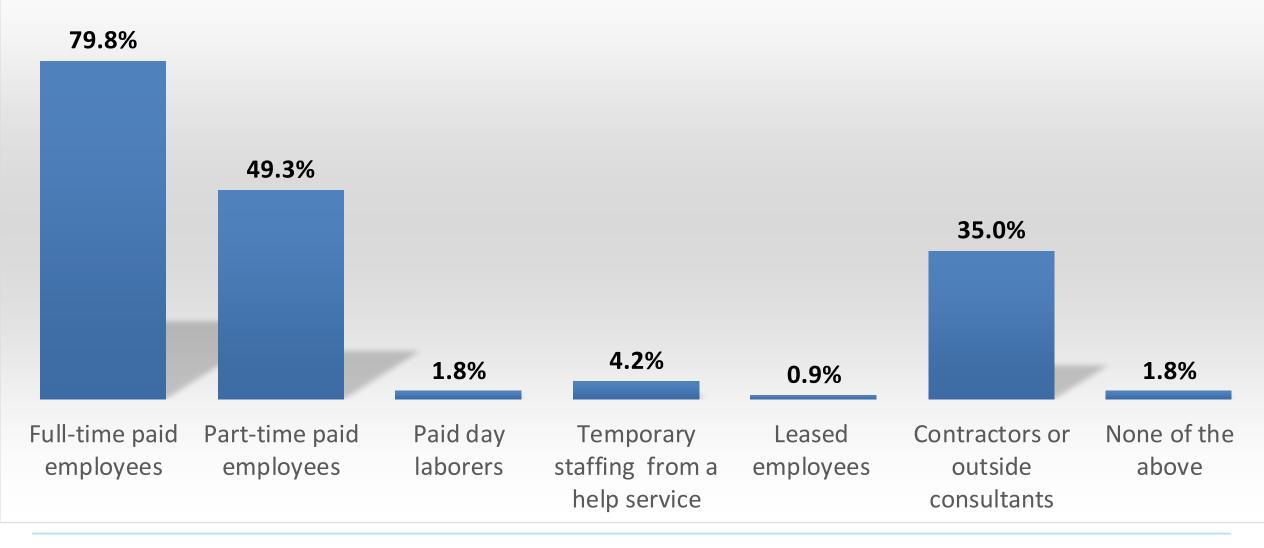
https://data.census.gov/table/ABSCB2021.AB2100CSCB01?q=ab2100\*&hidePreview=true&nkd=QDESC~B01

#### Percentage of Minority Businesses by Number of Owners and Years in Business in 2021



United States® Source: U.S. Census Bureau, 2022 Annual Business Survey

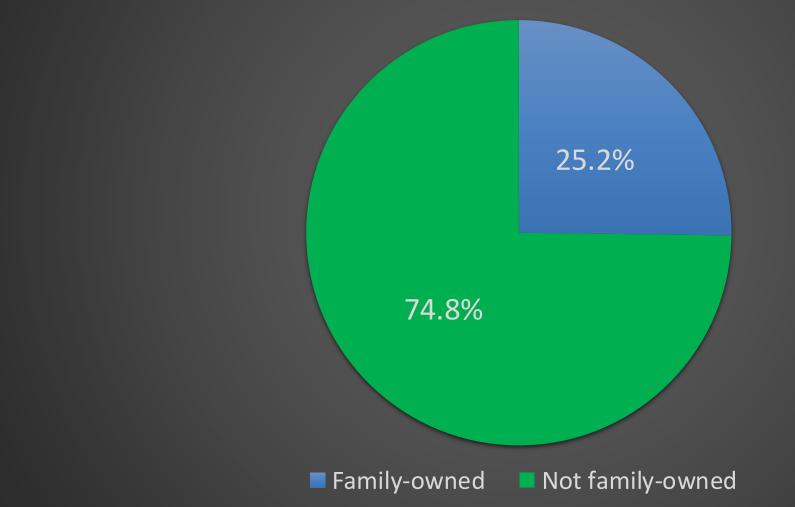
#### Percentage of Minority Veteran-Owned Firms by Type of Workers Employed in 2021



United States<sup>®</sup> Source: U.S. Census Bureau, 2022 Annual Business Survey

https://data.census.gov/cedsci/table?q=ab2000%2a&tid=ABSCB2021.AB2100CSCB01&hidePreview=true&nkd=QDESC~B20

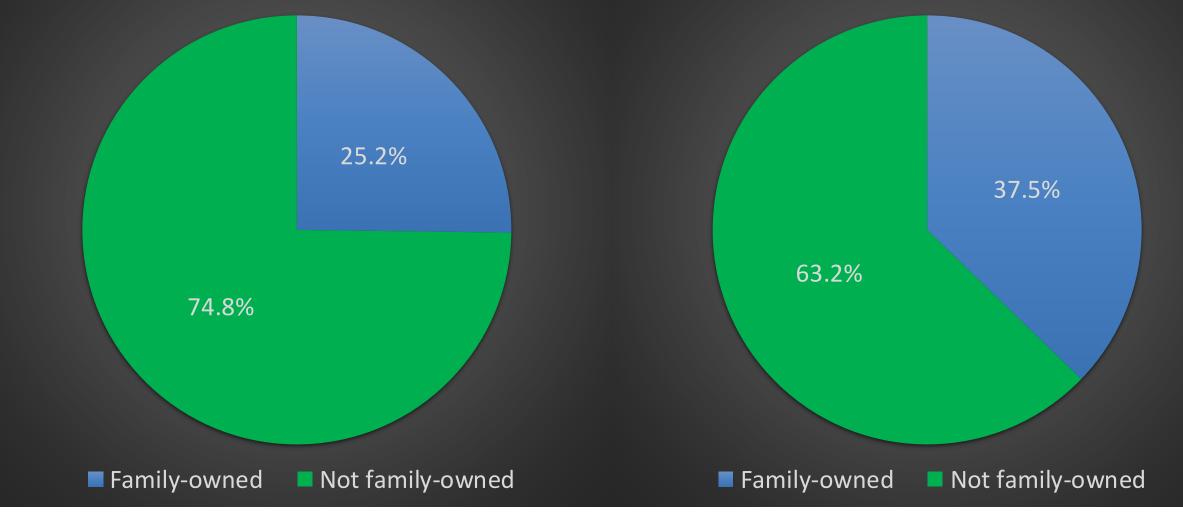
#### Percentage of Hispanic Businesses by Family Ownership Status in the United States in 2021



Census Bureau Source: U.S. Census Bureau, 2022 Annual Business Survey

https://data.census.gov/cedsci/table?q=ab2100%2a&tid=ABSCB2021.AB2100CSCB01&hidePreview=true&nkd=QDESC~B02

Percentage of Hispanic-Owned Businesses with less than 500 employees by Family Ownership Status in the United States in 2021 Percentage of Hispanic-Owned Businesses with 500 employees or more by Family Ownership Status in the United States in 2021

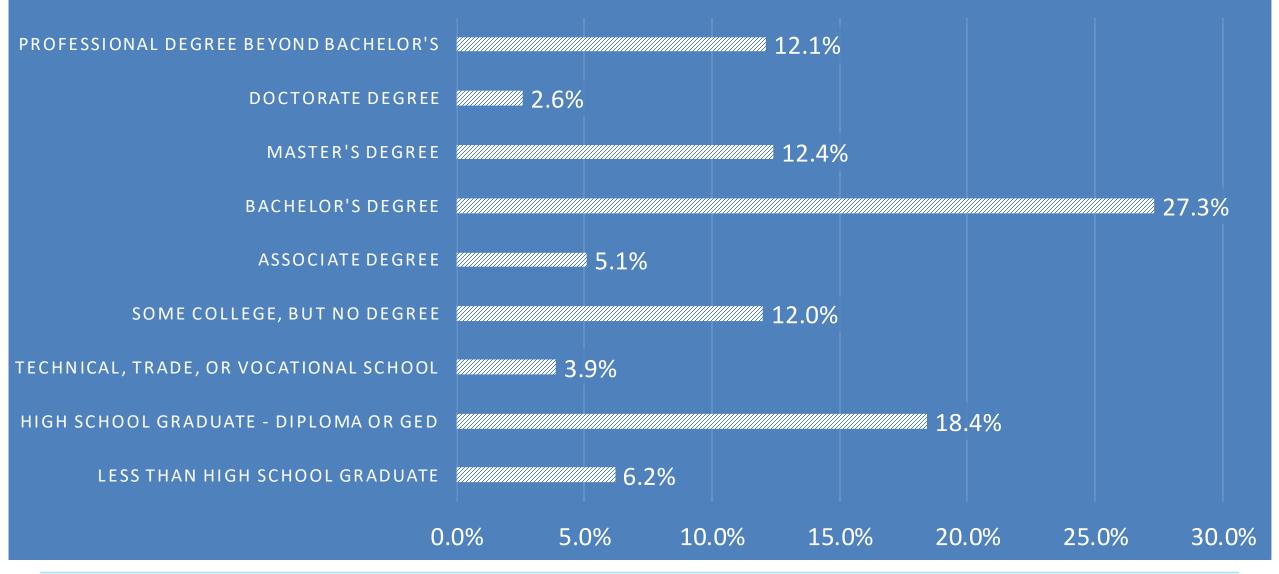




Source: U.S. Census Bureau, 2022 Annual Business Survey

https://data.census.gov/cedsci/table?q=ab2100%2a&tid=ABSCB2021.AB2100CSCB04&hidePreview=true&nkd=QDESC~B02

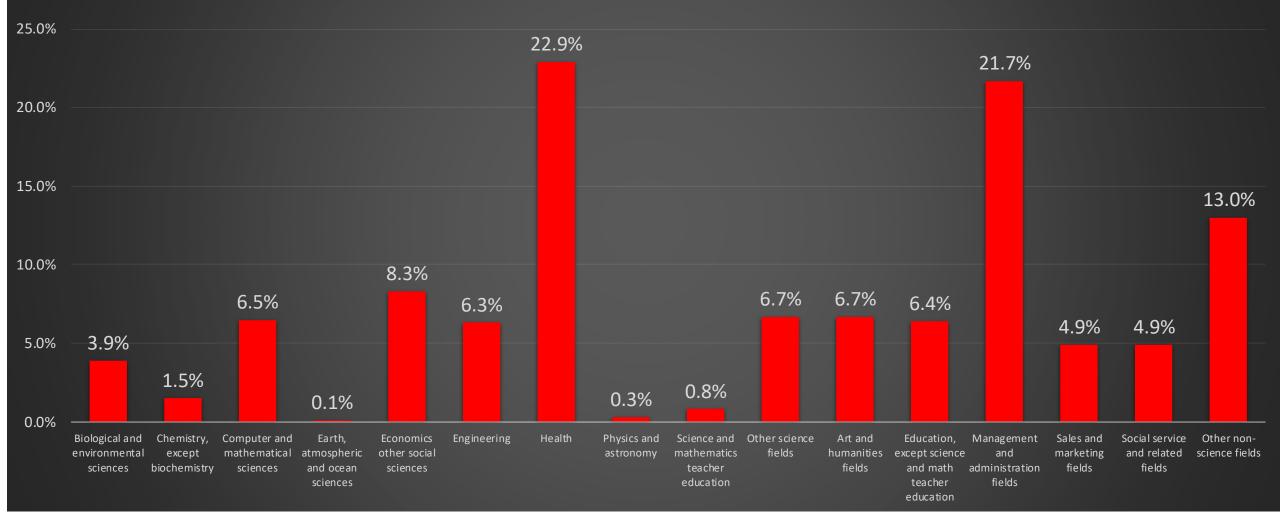
HIGHEST LEVEL OF EDUCATION ATTAINED BY MINORITY BUSINESS OWNERS IN 2021



Census Bureau Source: U.S. Census Bureau, 2022 Annual Business Survey

https://data.census.gov/cedsci/table?q=ab2100%2a&tid=ABSCBO2021.AB2100CSCBO&hidePreview=true&nkd=QDESC~O07

#### Field of Highest Degree Earned by Black Business Owners in the United States in 2021

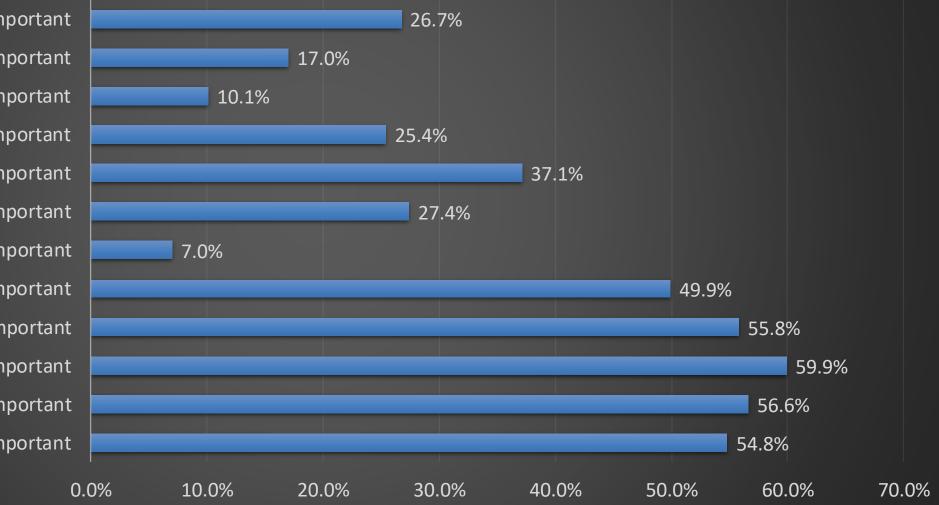


Source: U.S. Census Bureau, 2022 Annual Business Survey

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https://data.census.gov/cedsci/table?q=ab2100%2a&tid=ABSCBO2021.AB2100CSCBO&hidePreview=true&nkd=QDESC~O08

#### Reasons for Owning a Business for Female Business Owners in the United States in 2021



Help my community: Very important Carry on family business: Very important Other: Very important Friend or family role model: Very important Start my own business: Very important Work for self: Very important Couldn't find a job: Very important Best avenue for ideas: Very important Greater income: Very important Balance work and family: Very important Flexible hours: Very important Wanted to be my own boss: Very important

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Source: U.S. Census Bureau, 2021 Annual Business Survey

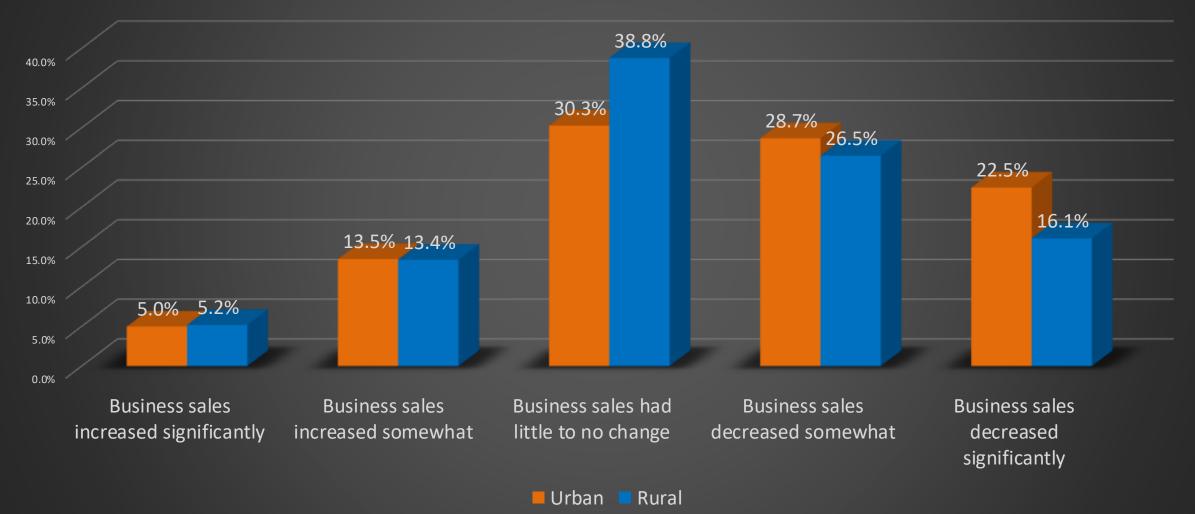
https://data.census.gov/cedsci/table?q=ab2000%2a&tid=ABSCBO2020.AB2000CSCBO&hidePreview=true&nkd=QDESC~O10

## Urban/Rural Classification

- Started with 2021 ABS
- Firms are classified as urban or rural based on the population of the Census block of its physical location or mailing address. Firms on a Census block with at least 2,500 inhabitants are classified as "Urban". All other firms are classified as "Rural".
- Based on the 2020 Census, and is updated after each census taken
- Urban and Rural (census.gov)



## Result of the Coronavirus on Business Sales of Urban and Rural firms in 2021



Census Bureau Source: U.S. Census Bureau, 2022 Annual Business Survey

https://data.census.gov/table/ABSMCB2021.AB2100MCB05?q=ab21&nkd=QDESC~B43

## ABS Other Business and Owner Characteristics Examples

- Level of Operations During Coronavirus Pandemic
- Type(s) of Customer
- Reason Business Ceased Operation
- Factors Affecting Working from Home
- Kind of Service Performed by Veteran Owner
- Age of Owner(s)



#### Demonstration

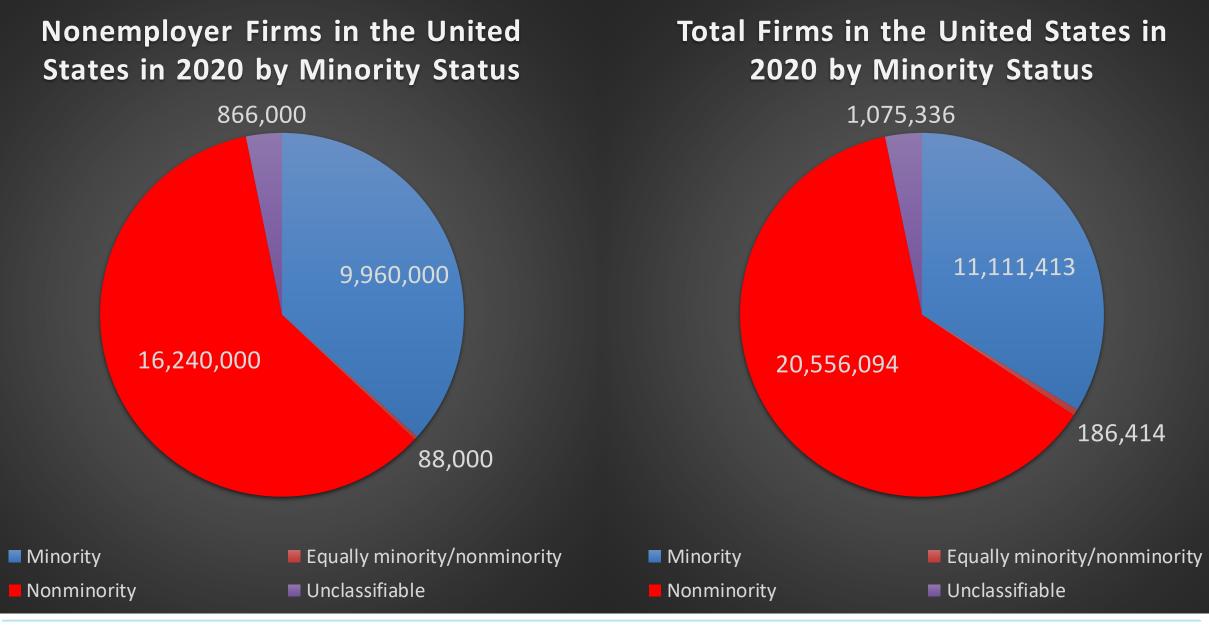
• Navigate ABS website in Census.gov .



The Other Half of Total Business Demographics: Nonemployer Statistics by Demographics (NES-D)

- Completes the picture of U.S. total business ownership by demographics for the United States
- Measures business and business owner demographics for nonemployer businesses
- Not a survey; leverages administrative records to assign demographic characteristics to the universe of nonemployer businesses
- Combined with the ABS, provides the only source of detailed and comprehensive statistics of all U.S. businesses by demographic characteristics of the owners





Source: U.S. Census Bureau, 2020 Nonemployer Statistics by Demographics

https://data.census.gov/table/ABSNESD2020.AB2000NESD01 DRB approval number: CBDRB-FY24-0051

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## Where to Find the Data and Contact Information

- All the following and more (e.g., methodology and other technical documentation) can be found on the landing page <u>Annual Business Survey (ABS) Program (census.gov)</u>
  - The *Data* page, containing links to the data tables and APIs
  - Exact dates for data release can be found on the <u>News and Updates</u> page
- For further questions on data usage, release dates, and anything else ABS related
  - Call 888-824-9954 for general help navigating the website
  - 301-763-3316 to speak directly to our branch for more intensive data questions
  - Email adep.annual.business.survey@census.gov
  - Call (301-763-8793) or email (concepcion.arenas.alvarez@census.gov)



## Demonstration to Navigate Census.gov Website



### Q & A and Thank You!

Contact Information: Concepcion Arenas 301-763-8793 <u>concepcion.arenas.alvarez@census.gov</u> ABS data questions 301-763-3316 or adep.annual.business.survey@census.gov

To schedule additional Presentation with a Census Data Dissemination Specialist in your area, please call 844-ASK-DATA Or email us at: <u>census.askdata@census.gov</u>



## **Reference Materials**



Exploring Census Data: Minority Businesses & Equitable Data | May 2024 | 31

#### **Key Census Bureau Terms**

- NAICS (North American Industry Classification System)
  - Our primary data dimension



- Employers (vs. Nonemployers)
  - Most programs only cover employer businesses
  - Nonemployers: self-employed individuals with businesses that have 0 employees
- U.S. Code Title 13 and 26
  - Protects business privacy and confidentiality`



#### North American Industry Classification System (NAICS)

#### www.census.gov/eos/www/naics

- A hierarchical classification system that groups establishments into industries based on the business activities in which they are primarily engaged.
- A comprehensive system covering the entire field of business activities.
- Used to collect, tabulate, analyze, and disseminate statistics.
- A common language used among the United States, Canadian, and Mexican statistical agencies
- Updated every five years



#### **NAICS Hierarchy**

Level	Code	Description
Sector	51	Information
Subsector	515	Broadcasting (except Internet)
Industry Group	5151	Radio and Television Broadcasting
Industry	51511	Radio Broadcasting
U.S. Industry	515112	Radio Stations

