

Small Business Profile

Advocacy: the voice of small business in government

Illinois

Illinois's small businesses are key to the state's well-being. They account for a significant share of the state's economic production and hiring. This profile from the Office of Advocacy uses the latest available data to illustrate the status and contributions of Illinois small businesses. (Note that a small business is defined as one with fewer than 500 employees.)

- Small businesses totaled 1.1 million in the state in 2008. Of these, 255,769 were employers, and they accounted for 48.4% of private-sector jobs in the state (Table 1). Small firms made up 98.3% of the state's employers.
- Illinois's real gross state product increased by 0.3% and private-sector employment decreased by 5.8% in 2009. By comparison, real GDP in the United States grew 0.7% and private-sector employment declined by 5.5%.
- Business ownership is becoming more inclusive in the state. The number of both women and minority business owners has grown. In particular, minority-owned businesses numbered 223,174 in 2007, a 45.7% increase over 2002.
- The state's small business employment has undergone major shifts in recent years (Table 2).
- The state's businesses showed signs of stability and improvement in the fourth quarter of 2009 compared to the first quarter (Table 3).

For Further Information

- Data on all states and territories is available at www.sba.gov/advocacy/848.
- For other small business data and analysis, visit www.sba.gov/advocacy/847, call (202) 205-6533, or email advocacy@sba.gov.
- Visit http://web.sba.gov/list to subscribe to Advocacy's Listservs.

Illinois Small	Busines	s Facts		
	2008*	2007	2000	
Number of Businesses				
Small employers (<500 employees)	255,769	259,870	249,606	
Large employers (500+ employees)	4,456	4,419	4,465	
Nonemployers	874,540	885,589	668,171	
	Level in	% Share	% Change	
	2007*	in 2007	2002–2007	
Business Owner Demographics				
Male-owned	579,119	51.5	7.2	
Woman-owned	343,151	30.5	20.4	
Equally male/female-owned	163,338	14.5	56.7	
African American-owned	106,679	9.5	55.3	
Asian-owned	59,460	5.3	33.7	
Hispanic-owned	56,552	5.0	43.0	
Native American/Alaskan-owned	5,488	0.5	62.4	
Hawaiian/Pacific Islander-owned	591	0.1	-9.9	
Veteran-owned	80,719	7.2	n.a.	
	Level in	% Chai	Change from	
	2009*	2008	2000	
Workforce (Thousands) /Unempl	oyment (%)			
Private-sector employment	4,730	-5.8	-8.0	
Government employment	820	0.2	2.5	
Self-employed (incorp. & uninc.)	554	-5.3	3.2	
Female self-employment	172	-5.8	-1.2	
Male self-employment	382	-5.1	5.3	
Minority self-employment	101	-3.8	56.2	
Veteran self-employment	38	-23.7	-42.8	
Unemployment rate (%)	10.1	3.7†	5.6†	
Business Turnover				
Quarterly establishment openings	58,148	-2.5	5.1	
Quarterly establishment closings	64,065	2.5	22.2	
Business bankruptcies	2,808	80.3	121.1	
	2009*	2008	2000	
T	2007	2000	2000	
Income and Finance	110	40.2	21.6	
Proprietors' income (\$billion)	44.8	49.3	31.6	
Number of bank branches No. of bus. loans under \$100,000‡	4,989 227,202	5,046	3,978	
Total value of business loans under	227,202	390,091	146,983	
\$100,000 (\$million);	2,537	4,145	1,984	

Source: U.S. Dept. of Commerce, Census Bureau, Bureau of Economic Analysis; U.S. Dept. of Labor, Bureau of Labor Statistics; Admin. Office of the U.S. Courts; Federal Deposit Insurance Corporation; and U.S. Small Business Admin., Office of Advocacy. * Latest available data. †Percentage point change. ‡Data are for CRA loans.

Table 1: Firms and Employment in Illinois by Industry and Firm Size, 2008 (Nonfarm, Thousands)

		Employer Firms			Employment			
	Nonemployer		1-19	1-499		1-19	1-499	
Industry	Firms	Total	Employees	Employees	Total	Employees	Employees	
Total	874.5	260.2	225.0	255.8	5,464.1	885.2	2,602.7	
Forestry, etc. and agriculture support	4.9	0.3	0.3	0.3	1.7	0.7	1.2	
Mining	2.5	0.5	0.4	0.5	8.7	1.7	4.4	
Utilities	0.5	0.2	0.1	0.1	27.3	0.5	2.2	
Construction	98.5	31.7	29.4	31.6	245.1	97.4	212.5	
Manufacturing	10.0	14.2	9.5	13.4	645.0	55.0	316.3	
Wholesale trade	14.3	16.8	12.9	15.9	317.8	55.3	180.6	
Retail trade	69.3	26.2	22.7	25.6	652.7	99.9	240.4	
Transportation and warehousing	55.7	10.5	8.9	10.1	236.9	26.9	76.5	
Information	11.7	3.1	2.3	2.9	131.7	9.2	36.6	
Finance and insurance	33.8	13.8	11.9	13.3	347.1	38.9	116.2	
Real estate and rental and leasing	83.9	10.4	9.5	10.2	85.8	26.5	56.5	
Professional, scientific, and technical svcs.	120.4	36.8	33.7	36.2	375.5	99.6	216.6	
Management of companies and enterprises		1.5	0.2	0.9	180.5	0.6	16.1	
Admin., support, waste mgt., remed. svcs.	71.3	14.9	12.6	14.4	523.2	42.0	175.7	
Educational services	23.9	3.3	2.4	3.2	144.2	10.9	57.8	
Health care and social assistance	90.0	25.2	21.6	24.9	727.1	102.8	340.9	
Arts, entertainment, and recreation	43.9	4.3	3.6	4.2	78.3	13.7	52.4	
Accommodation and food services	11.1	20.4	16.0	20.1	479.0	88.7	288.0	
Other services (except public admin.)	128.8	29.4	26.9	29.2	256.3	114.6	211.4	
Unclassified		0.3	0.3	0.3	D	D	D	

Source: U.S. Dept. of Commerce, Bureau of the Census, Statistics of U.S. Businesses. (See www.sba.gov/advocacy/849/12162 for data from other years, and for starts, closures, job creation and destruction by industry and by size category.)

Table 2: Net Job Change by Firm Size, 2004–2007 (Nonfarm)

	Total Net			Employment Size of Firm				
-	New Jobs	1-4	5-9	10-19	20-99	100-499	< 500	500+
2004 - 2005	23,695	28,103	-1,390	-10,228	-20,918	-513	-4,946	28,641
2005 - 2006	123,753	36,405	9,081	9,178	18,531	20,102	93,297	30,456
2006 - 2007	4,193	33,993	462	-3,178	-6,602	-15,207	-5,275	9,468

Source: U.S. Dept. of Commerce, Bureau of the Census. (For more detailed data see www.sba.gov/advocacy/849/12162.)

Table 3: Establishment and Employment Turnover by Quarter, 2009 (Nonfarm, Thousands)

		Establishments			Employment Change Due To:			
	Openings Ex	pansions Co	ontractions	Closings	Openings	Expansions Co	ntractions	Closings
Quarter 1	12.4	46.4	63.9	16.8	36.6	173.2	275.9	52.0
Quarter 2	14.9	48.9	62.5	15.6	49.8	198.8	277.2	45.4
Quarter 3	14.2	48.9	58.3	16.1	43.1	192.3	235.5	49.2
Quarter 4	16.7	50.4	56.9	15.6	49.9	204.8	223.8	48.6

Source: U.S. Dept. of Labor, Bureau of Labor Statistics, Business Employment Dynamics. (For more detailed data see www.bls.gov/bdm/home.htm.)

Note: These figures contain all firm sizes; Census data from 2007 show that 86 percent of establishment births and deaths were in firms with fewer than 500 employees.

⁽D) Data suppressed to protect the confidentiality of individual firms.