

Table T17-0075
Distribution of Tax Units with Business Income by Statutory Marginal Tax Rate, 2017

Statutory Marginal Income Tax Rate 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 Bracket	Less than 0	Greater than 0	Greater than 10% of AGI	Greater than 25% of AGI	Greater than 50% of AGI	Amount (\$Billions)	Average (\$)	
Non-filers	29,420	16.8	**	**	**	**	**	**	**	**	**	**	**
0%	30,030	17.2	9,380	24.6	31.2	7.0	24.8	24.3	22.2	19.8	-29.8	-3,180	-12.6
10%	25,980	14.8	5,010	13.1	19.3	5.6	14.2	11.1	9.0	6.9	41.8	8,350	6.3
15%	51,820	29.6	11,130	29.3	21.5	7.9	13.6	7.7	5.3	3.3	92.4	8,300	3.2
25%	27,410	15.7	7,180	18.9	26.2	10.0	16.2	8.1	5.5	3.4	116.3	16,200	3.9
26% (AMT)	2,160	1.2	1,090	2.9	50.5	20.0	30.4	17.0	12.0	6.6	11.9	10,970	2.1
28% (Regular)	3,950	2.3	1,400	3.7	35.4	13.1	22.3	13.6	9.8	6.1	49.1	35,010	6.9
28% (AMT)	2,740	1.6	1,540	4.0	56.2	17.5	38.5	24.0	17.9	11.9	153.1	99,490	12.9
33%	490	0.3	260	0.7	53.1	14.3	39.0	25.7	21.5	17.3	27.6	104,670	17.1
35%	60	*	40	0.1	66.7	17.8	53.9	47.4	36.0	30.4	8.1	192,560	27.9
39.6%	920	0.5	670	1.8	72.8	13.0	59.6	43.0	37.0	29.3	499.0	743,900	31.9
All	174,990	100.0	38,030	100.0	21.7	6.8	14.9	10.7	8.7	6.7	971.0	25,530	8.8

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0217-1).

Note: Calendar year. Baseline is current law. Tax units that are dependents of other tax units are excluded from the analysis.

* Non-zero value rounded to zero; ** Insufficient data.

(1) Statutory rate is based on taxable income net of capital gains and qualified dividends.

(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).