

The PDF and Excel files contain an additional table showing information for tax units reporting net positive business income

Table T17-0078
Sources of Flow-Through Business Income by Statutory Marginal Tax Rate, 2017
Baseline: Current Law

Statutory Marginal Income Tax Rate (Percent) ¹	Tax Units Reporting Net Income/Loss From:											
	Sole Proprietor ²				Partnership Income and S Corporation Income				Business Income ³			
	Number of Units		Net Income/Loss		Number of Units		Net Income/Loss		Number of Units		Net Income/Loss	
	Number (thousands)	Percent of Total	Amount (\$billions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$billions)	Percent of Total	Number (thousands)	Percent of Total	Amount (\$billions)	Percent of Total
Non-filers	**	**	**	**	**	**	**	**	**	**	**	**
0%	7,870	29.7	46.7	13.0	1,050	12.3	-65.6	-10.9	9,380	24.7	-29.8	-3.1
10%	3,880	14.6	37.5	10.4	740	8.7	5.4	0.9	5,010	13.2	41.8	4.3
15%	7,910	29.9	70.7	19.6	2,110	24.7	24.2	4.0	11,130	29.3	92.4	9.5
25%	4,270	16.1	66.7	18.6	1,900	22.3	46.1	7.7	7,180	18.9	116.3	12.0
26% (AMT)	470	1.8	16.8	4.7	570	6.7	-2.2	-0.4	1,090	2.9	11.9	1.2
28% (Regular)	670	2.5	19.5	5.4	560	6.6	25.5	4.3	1,400	3.7	49.1	5.1
28% (AMT)	690	2.6	43.2	12.0	890	10.5	102.3	17.0	1,540	4.0	153.1	15.8
33%	140	0.5	9.7	2.7	130	1.5	16.3	2.7	260	0.7	27.6	2.8
35%	20	0.1	1.2	0.3	30	0.4	6.9	1.1	40	0.1	8.1	0.8
39.6%	230	0.9	46.1	12.8	540	6.3	441.5	73.5	670	1.8	499.0	51.4
All	26,450	100.0	359.7	100.0	8,510	100.0	600.5	100.0	38,030	100.0	971.0	100.0

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) Sole proprietor income includes Schedule C and Schedule F income.

(3) 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).