

Table T23-0025
Distribution of Tax Units with Business Income by Statutory Marginal Tax Rate, 2022

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	28,250	15.7	**	**	**	**	**	**	**	**	**	**	**
0%	25,630	14.2	8,120	21.3	31.7	9.0	22.7	20.3	18.6	16.8	-68.7	-8,460	-83.2
10%	22,570	12.5	4,910	12.9	21.7	4.6	17.2	14.8	12.6	10.4	55.3	11,280	9.0
12%	54,310	30.1	10,430	27.4	19.2	7.1	12.1	7.4	5.1	3.2	97.5	9,350	3.1
22%	34,200	18.9	8,250	21.6	24.1	9.5	14.6	7.2	4.6	2.7	139.4	16,900	3.5
24%	10,960	6.1	3,550	9.3	32.4	13.0	19.4	10.1	7.1	4.4	140.1	39,480	6.0
26% (AMT)	90	0.1	70	0.2	73.8	41.5	32.3	17.4	14.8	4.1	-26.0	-380,970	-8.9
28% (AMT)	100	0.1	70	0.2	71.2	26.1	45.1	24.6	14.6	8.1	-0.4	-5,500	*
33%	1,580	0.9	670	1.8	42.5	14.2	28.3	16.8	12.1	7.7	52.0	77,620	9.6
35%	1,690	0.9	890	2.3	52.7	15.3	37.4	25.0	20.7	15.2	134.5	151,260	16.7
37.0%	1,160	0.6	850	2.2	73.6	15.7	57.8	43.1	37.0	29.9	742.4	871,060	29.9
All	180,540	100.0	38,130	100.0	21.1	7.0	14.1	9.8	7.8	6.0	1,268.1	33,260	8.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0722-2).

Note: Calendar year. Tabulations are under current law and include both filing and non-filing units but exclude those that are dependents of other tax units.

* 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).