

**Table T10-0186**  
**Distribution of Business Income by Statutory Marginal Tax Rate, 2011**  
**Baseline: Current Policy Plus Administration's Upper-Income Tax Proposals <sup>1</sup>**

Statutory Marginal Income Tax Rate (Percent)	All Tax Units		Tax Units Reporting Business Income <sup>2</sup>			Tax Units Reporting Positive Business Income <sup>3</sup>						Positive Business Income as Percent of Total AGI of Bracket <sup>4</sup>	
	Number (thousands)	Percent of Total	Number (thousands)	Percent of Total	Percent of Bracket	Number (thousands)	Percent of Total	Positive Business Income (\$ billions)	Percent of Total	Average Positive Business	Positive Business Income Greater Than 50 Percent of AGI		
											Number (thousands)		Percent of Bracket
<b>Non-filers</b>	20,020	12.9	981	2.7	4.9	687	2.9	3.1	0.3	4,531	464	2.3	6.2
<b>0</b>	29,284	18.8	9,201	25.5	31.4	6,254	26.0	59.5	6.2	9,511	4,648	15.9	25.5
<b>10</b>	24,856	16.0	4,951	13.7	19.9	3,459	14.4	45.9	4.8	13,272	1,474	5.9	7.6
<b>15</b>	49,707	32.0	10,777	29.9	21.7	6,698	27.8	113.1	11.8	16,886	1,544	3.1	4.4
<b>25</b>	23,562	15.2	6,180	17.2	26.2	3,955	16.4	114.2	11.9	28,874	738	3.1	4.8
<b>26 (AMT)</b>	1,991	1.3	932	2.6	46.8	626	2.6	37.5	3.9	59,876	145	7.3	7.9
<b>28 (Regular)</b>	2,975	1.9	1,082	3.0	36.4	808	3.4	48.6	5.0	60,107	227	7.6	9.7
<b>28 (AMT)</b>	1,722	1.1	1,028	2.9	59.7	831	3.4	113.5	11.8	136,583	253	14.7	16.3
<b>36</b>	414	0.3	272	0.8	65.7	234	1.0	39.0	4.0	166,623	108	26.2	26.3
<b>39.6</b>	838	0.5	622	1.7	74.2	540	2.2	388.2	40.3	718,827	272	32.5	33.4
<b>All</b>	<b>155,368</b>	<b>100.0</b>	<b>36,026</b>	<b>100.0</b>	<b>23.2</b>	<b>24,092</b>	<b>100.0</b>	<b>962.5</b>	<b>100.0</b>	<b>39,950</b>	<b>9,874</b>	<b>6.4</b>	<b>10.9</b>

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0509-5).

(1) Calendar year. Tax units that are dependents of other tax units are excluded from the analysis. Administration's upper-income tax proposals are: reinstate the 39.6 percent top rate; reinstate the 36 percent rate for married taxpayers with income over \$250,000 (\$200,000 for singles); reinstate the limitation on itemized deductions and the personal exemption phase-out for married taxpayers with income over \$250,000 (\$200,000 for singles); impose 20 percent tax rate on capital gains and qualified dividends for taxpayers in the top two tax brackets.

(2) Includes all tax units reporting net income or loss on one or more of Schedules C, E, and F.

(3) Includes taxpayers for whom the sum of income and losses on Schedules C, E, and F is positive.

(4) For all tax units within class.