



The American Business Competitiveness Act (ABC Act)

BUSINESS TAX RATES

	<u>Current Maximum Rate</u>	<u>Maximum Rate under ABC</u>
C-Corporation	35%	25%
S-Corporation	39.6%	25%
LLC	39.6%	25%
Sole Proprietorship	39.6%	25%
Independent Contractor	39.6%	25%
Partnerships	39.6%	25%
Individual Interest Income	39.6%	20%*

*same as max dividend/capital gains rate

- Repeals AMT —
- Eliminates special loopholes —
- Simplifies the tax code for businesses —
- Moves to territorial system —





Taxation of Business Income **(other than Corporations)**

<u>Tax Bracket</u>	<u>Current Maximum Rate</u>	<u>Maximum Rate under ABC</u>
\$0-\$9,075	10%	10%
\$9,076-\$36,900	15%	15%
\$36,901-\$89,350	25%	25%
\$89,351-\$186,350	28%	25%
\$186,351-\$405,100	33%	25%
\$405,101-\$406,750	35%	25%
\$406,751+	39.6%	25%

