

11-Apr-11

**Capital Gains and Taxes Paid on Capital Gains**  
(dollar amounts in millions)

**Returns with Positive Net Capital Gains, 1954-2008 [1]**

Year	Total Realized Capital Gains	Taxes Paid on Capital Gains	Average Effective Tax Rate (percent)	Realized Gains as a Percent of GDP	Maximum Tax Rate on Long-Term Gains
1954	7,157	1,010	14.1	1.88	25.00
1955	9,881	1,465	14.8	2.38	25.00
1956	9,683	1,402	14.5	2.21	25.00
1957	8,110	1,115	13.7	1.76	25.00
1958	9,440	1,309	13.9	2.02	25.00
1959	13,137	1,920	14.6	2.59	25.00
1960	11,747	1,687	14.4	2.23	25.00
1961	16,001	2,481	15.5	2.94	25.00
1962	13,451	1,954	14.5	2.30	25.00
1963	14,579	2,143	14.7	2.36	25.00
1964	17,431	2,482	14.2	2.63	25.00
1965	21,484	3,003	14.0	2.99	25.00
1966	21,348	2,905	13.6	2.71	25.00
1967	27,535	4,112	14.9	3.31	25.00
1968	35,607	5,943	16.7	3.91	26.90
1969	31,439	5,275	16.8	3.19	27.50
1970	20,848	3,161	15.2	2.01	32.21
1971	28,341	4,350	15.3	2.52	34.25
1972	35,869	5,708	15.9	2.90	36.50
1973	35,757	5,366	15.0	2.59	36.50
1974	30,217	4,253	14.1	2.02	36.50
1975	30,903	4,534	14.7	1.89	36.50
1976	39,492	6,621	16.8	2.16	39.875
1977	45,338	8,232	18.2	2.23	39.875
1978	50,526	9,104	18.0	2.20	39.875/33.85
1979	73,443	11,753	16.0	2.87	28.00
1980	74,132	12,459	16.8	2.66	28.00
1981	80,938	12,852	15.9	2.59	28.00/20.00
1982	90,153	12,900	14.3	2.77	20.00
1983	122,773	18,700	15.2	3.47	20.00
1984	140,500	21,453	15.3	3.57	20.00
1985	171,985	26,460	15.4	4.08	20.00
1986	327,725	52,914	16.1	7.35	20.00
1987	148,449	33,714	22.7	3.13	28.00
1988	162,592	38,866	23.9	3.19	28.00
1989	154,040	35,258	22.9	2.81	28.00
1990	123,783	27,829	22.5	2.13	28.00
1991	111,592	24,903	22.3	1.86	28.93
1992	126,692	28,983	22.9	2.00	28.93
1993	152,259	36,112	23.7	2.28	29.19
1994	152,727	36,243	23.7	2.16	29.19
1995	180,130	44,254	24.6	2.43	29.19
1996	260,696	66,396	25.5	3.33	29.19
1997	364,829	79,305	21.7	4.38	29.19/21.19
1998	455,223	89,069	19.6	5.18	21.19
1999	552,608	111,821	20.2	5.91	21.19
2000	644,285	127,297	19.8	6.47	21.19
2001	349,441	65,668	18.8	3.40	21.17
2002	268,615	49,122	18.3	2.52	21.16
2003	323,306	51,340	15.9	2.90	21.05/16.05
2004	499,154	73,213	14.7	4.21	16.05
2005	690,152	102,174	14.8	5.46	16.05
2006	798,214	117,793	14.8	5.96	15.70
2007	924,164	137,141	14.8	6.57	15.70
2008	497,841	68,791	13.8	3.46	15.35

**Capital Gains and Taxes Paid on Capital Gains**

(dollar amounts in millions)

**Long-Term Capital Gains, 1977-2007 [2]**

Year	Realized Long-Term Capital Gains	Taxes Paid on Long-Term Capital Gains	Average Effective Tax Rate (percent)	Realized Gains as a Percent of GDP	Maximum Tax Rate on Long-Term Gains
1977	43,755	7,870	18.0	1.57	39.875
1979	70,493	10,405	14.8	2.25	28.00
1980	69,856	10,817	15.5	2.23	28.00
1981	77,071	11,934	15.5	2.36	28.00/20.00
1982	86,087	12,500	14.5	2.64	20.00
1983	116,015	17,134	14.8	3.28	20.00
1984	135,936	20,365	15.0	3.46	20.00
1985	166,356	25,178	15.1	3.95	20.00
1986	318,944	50,834	15.9	7.16	20.00
1987	140,386	31,791	22.6	2.96	28.00
1988	153,271	36,746	24.0	3.00	28.00
1989	141,069	32,351	22.9	2.57	28.00
1990	115,671	25,900	22.4	1.99	28.00
1991	98,363	21,581	21.9	1.64	28.93
1992	114,060	25,847	22.7	1.81	28.93
1993	134,469	31,393	23.3	2.02	29.19
1994	140,392	33,092	23.6	1.99	29.19
1995	158,955	38,368	24.1	2.15	29.19
1996	233,872	58,782	25.1	2.99	29.19
1997	330,360	69,572	21.1	3.97	29.19/21.19
1998	424,762	80,611	19.0	4.84	21.19
1999	482,181	91,416	19.0	5.20	21.19
2000	588,061	111,507	19.0	5.99	21.19
2001	322,831	58,750	18.2	3.19	21.17
2002	251,301	44,984	17.9	2.40	21.16
2003	294,811	44,903	15.2	2.69	21.05/16.05
2004	466,224	66,154	14.2	3.99	16.05
2005	648,430	92,304	14.2	5.22	16.05
2006	750,771	106,568	14.2	5.60	15.70
2007 [3]	861,220	121,933	14.2	6.12	15.70

[1] Data include returns with positive total net capital gains, both short and long-term.

[2] Data include returns with positive long-term gains in excess of any short-term losses.

[3] Preliminary estimate, subject to revision.

Notes: Data for each year include some prior year tax returns. The maximum rate is the effective rate applying to high-income taxpayers, including the effects of provisions that alter effective rates for significant amounts of gains. Maximum rates include the effects of exclusions (1954-86), alternative tax rates (1954-86, 1991-97), the minimum tax (1970-78), the alternative minimum tax (1979- ), income tax surcharges (1968-70), and the phaseout of itemized deductions (3% 1991-2005, 2% 2006-07). The maximum statutory rate on long-term gains was 28% starting 1991, 20% starting May 1997 and 15% starting May 2003. Since 1997, gains on collectibles and certain depreciation recapture have been taxed at ordinary rates, up to maximum rates of 28% on collectibles and 25% on recapture. Midyear rate changes occurred in 1978, 1981, 1987 and 2003. Estimates are subject to revision.

Source: Department of the Treasury, Office of Tax Analysis (December 30, 2010 and January 14, 2010).