

Click on PDF or Excel link above for additional tables containing more detail and breakdowns by filing status and demographic groups.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile, 2009 ¹
Summary Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits (\$)	Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit				Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	1.0	99.0	0.0	0.0	1	0.0	4.7
Second Quintile	5.4	94.6	0.1	0.3	11	0.0	10.6
Middle Quintile	13.1	86.9	0.1	1.0	48	-0.1	16.8
Fourth Quintile	26.1	74.0	0.2	3.1	171	-0.2	19.8
Top Quintile	52.0	48.0	2.9	95.5	5,877	-2.1	26.2
All	16.1	83.9	1.6	100.0	913	-1.2	21.7
Addendum							
80-90	39.5	60.5	0.4	3.4	417	-0.3	22.7
90-95	53.9	46.1	0.7	3.9	994	-0.5	24.4
95-99	71.8	28.2	1.6	12.7	3,918	-1.2	26.4
Top 1 Percent	88.5	11.5	7.4	75.4	91,469	-4.8	29.6
Top 0.1 Percent	95.6	4.4	11.2	51.3	616,071	-6.9	31.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The breaks are (in 2008 dollars): 20% \$18,981, 40% \$37,595, 60% \$66,354, 80% \$111,645, 90% \$160,972, 95% \$226,918, 99% \$603,402, 99.9% \$2,871,682.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile, 2009¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit			Dollars	As Percent of Tax	Change due to Pref. Rates	With Pref. Rates	Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	1.0	99.0	0.0	0.0	1	0.2	0.0	0.8	0.0	4.7
Second Quintile	5.4	94.6	0.1	0.3	11	0.4	0.2	4.0	0.0	10.6
Middle Quintile	13.1	86.9	0.1	1.0	48	0.5	0.5	10.7	-0.1	16.8
Fourth Quintile	26.1	74.0	0.2	3.1	171	1.0	0.8	17.9	-0.2	19.8
Top Quintile	52.0	48.0	2.9	95.5	5,877	7.4	-1.5	66.5	-2.1	26.2
All	16.1	83.9	1.6	100.0	913	5.3	0.0	100.0	-1.2	21.7
Addendum										
80-90	39.5	60.5	0.4	3.4	417	1.3	0.6	14.1	-0.3	22.7
90-95	53.9	46.1	0.7	3.9	994	2.1	0.3	10.4	-0.5	24.4
95-99	71.8	28.2	1.6	12.7	3,918	4.2	0.2	16.3	-1.2	26.4
Top 1 Percent	88.5	11.5	7.4	75.4	91,469	14.1	-2.6	25.7	-4.8	29.6
Top 0.1 Percent	95.6	4.4	11.2	51.3	616,071	18.0	-2.0	13.0	-6.9	31.3

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Lowest Quintile	39,102	26.0	10,744	502	10,242	4.7	3.7	4.6	0.8
Second Quintile	32,942	21.9	28,057	2,992	25,065	10.7	8.2	9.5	3.8
Middle Quintile	30,075	20.0	51,924	8,765	43,159	16.9	13.8	14.9	10.2
Fourth Quintile	25,152	16.7	87,992	17,586	70,406	20.0	19.6	20.3	17.1
Top Quintile	22,287	14.8	279,244	79,106	200,138	28.3	55.0	51.1	68.1
All	150,241	100.0	75,289	17,239	58,049	22.9	100.0	100.0	100.0
Addendum									
80-90	11,264	7.5	135,143	31,059	104,084	23.0	13.5	13.4	13.5
90-95	5,439	3.6	192,266	47,909	144,357	24.9	9.3	9.0	10.1
95-99	4,454	3.0	340,985	93,817	247,168	27.5	13.4	12.6	16.1
Top 1 Percent	1,131	0.8	1,889,937	649,854	1,240,083	34.4	18.9	16.1	28.4
Top 0.1 Percent	114	0.1	8,929,410	3,414,378	5,515,032	38.2	9.0	7.2	15.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The breaks are (in 2008 dollars): 20% \$18,981, 40% \$37,595, 60% \$66,354, 80% \$111,645, 90% \$160,972, 95% \$226,918, 99% \$603,402, 99.9% \$2,871,682.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit			Dollars	As Percent of Tax	Change due to Pref. Rates	With Pref. Rates	Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	0.3	99.7	0.0	0.0	0	0.1	0.0	0.2	0.0	1.1
Second Quintile	3.8	96.2	0.0	0.1	5	0.2	0.1	2.7	0.0	8.6
Middle Quintile	9.8	90.2	0.1	0.6	27	0.4	0.4	8.6	-0.1	15.7
Fourth Quintile	22.6	77.4	0.2	2.4	115	0.8	0.8	17.4	-0.2	19.5
Top Quintile	48.1	51.9	2.8	96.9	4,668	7.1	-1.4	71.0	-2.0	26.0
All	16.1	83.9	1.6	100.0	913	5.3	0.0	100.0	-1.2	21.7
Addendum										
80-90	35.4	64.6	0.4	3.2	308	1.2	0.6	15.3	-0.3	22.7
90-95	50.1	49.9	0.6	3.7	697	1.7	0.4	11.6	-0.4	24.2
95-99	68.5	31.5	1.4	12.5	3,046	3.9	0.3	17.3	-1.0	26.0
Top 1 Percent	87.5	12.5	7.2	77.6	78,131	13.9	-2.7	26.8	-4.8	29.4
Top 0.1 Percent	95.2	4.8	11.1	53.0	538,818	18.0	-2.1	13.5	-6.9	31.3

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Lowest Quintile	32,429	21.6	10,059	112	9,946	1.1	2.9	3.7	0.1
Second Quintile	30,972	20.6	25,261	2,167	23,095	8.6	6.9	8.2	2.6
Middle Quintile	29,186	19.4	46,073	7,269	38,805	15.8	11.9	13.0	8.2
Fourth Quintile	28,494	19.0	76,773	15,057	61,716	19.6	19.3	20.2	16.6
Top Quintile	28,475	19.0	235,357	65,855	169,502	28.0	59.3	55.3	72.4
All	150,241	100.0	75,289	17,239	58,049	22.9	100.0	100.0	100.0
Addendum									
80-90	14,316	9.5	115,555	26,521	89,034	23.0	14.6	14.6	14.7
90-95	7,191	4.8	163,422	40,173	123,249	24.6	10.4	10.2	11.2
95-99	5,606	3.7	292,160	78,935	213,226	27.0	14.5	13.7	17.1
Top 1 Percent	1,362	0.9	1,640,591	561,047	1,079,544	34.2	19.8	16.9	29.5
Top 0.1 Percent	135	0.1	7,862,950	2,999,466	4,863,484	38.2	9.4	7.5	15.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Single Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit			Dollars	As Percent of Tax	Change due to Pref. Rates	With Pref. Rates	Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	0.4	99.6	0.0	0.0	0	0.0	0.1	1.6	0.0	6.7
Second Quintile	4.6	95.4	0.0	0.4	6	0.3	0.2	5.2	0.0	10.9
Middle Quintile	9.7	90.3	0.1	1.3	28	0.5	0.5	12.8	-0.1	17.7
Fourth Quintile	18.6	81.4	0.2	3.6	88	0.8	0.7	20.6	-0.2	20.8
Top Quintile	42.0	58.0	2.6	94.7	2,810	6.6	-1.5	59.6	-1.9	26.4
All	11.7	88.3	1.2	100.0	398	4.2	0.0	100.0	-1.0	21.4
Addendum										
80-90	30.7	69.3	0.4	3.9	219	1.1	0.5	15.2	-0.3	23.5
90-95	44.4	55.6	0.6	4.6	537	1.9	0.3	10.7	-0.5	24.4
95-99	62.8	37.2	1.7	15.5	2,529	4.7	-0.1	13.9	-1.3	25.4
Top 1 Percent	83.5	16.5	7.9	70.7	54,202	13.6	-2.2	19.9	-5.0	31.6
Top 0.1 Percent	93.5	6.5	12.1	45.0	390,022	16.8	-1.5	9.9	-7.0	34.7

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Lowest Quintile	17,979	27.7	7,650	516	7,135	6.7	5.0	6.1	1.5
Second Quintile	14,788	22.8	19,082	2,077	17,005	10.9	10.3	11.9	5.0
Middle Quintile	12,570	19.4	33,514	5,973	27,541	17.8	15.4	16.3	12.3
Fourth Quintile	10,552	16.2	54,870	11,499	43,371	21.0	21.2	21.6	19.9
Top Quintile	8,719	13.4	151,432	42,767	108,665	28.2	48.3	44.7	61.1
All	64,958	100.0	42,053	9,391	32,662	22.3	100.0	100.0	100.0
Addendum									
80-90	4,605	7.1	82,197	19,552	62,645	23.8	13.9	13.6	14.8
90-95	2,193	3.4	116,199	28,917	87,282	24.9	9.3	9.0	10.4
95-99	1,584	2.4	201,882	53,752	148,130	26.6	11.7	11.1	14.0
Top 1 Percent	338	0.5	1,087,643	397,732	689,911	36.6	13.5	11.0	22.0
Top 0.1 Percent	30	0.1	5,550,592	2,317,511	3,233,081	41.8	6.1	4.6	11.3

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Married Tax Units Filing Jointly

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit			Dollars	As Percent of Tax	Change due to Pref. Rates	With Pref. Rates	Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	0.0	100.0	0.0	0.0	0	0.0	0.0	0.0	0.0	0.9
Second Quintile	4.7	95.3	0.0	0.1	6	0.2	0.1	1.3	0.0	8.0
Middle Quintile	12.4	87.7	0.1	0.4	34	0.4	0.3	5.6	-0.1	14.3
Fourth Quintile	27.4	72.6	0.2	2.1	144	0.8	0.8	15.4	-0.2	18.7
Top Quintile	52.4	47.6	2.8	97.5	5,566	7.2	-1.2	77.6	-2.0	25.9
All	25.8	74.2	1.8	100.0	1,743	5.8	0.0	100.0	-1.4	22.7
Addendum										
80-90	39.4	60.6	0.4	3.1	364	1.2	0.7	15.5	-0.3	22.3
90-95	53.5	46.5	0.6	3.5	779	1.7	0.5	12.5	-0.4	24.0
95-99	71.7	28.3	1.3	11.8	3,238	3.6	0.4	19.5	-1.0	26.2
Top 1 Percent	89.3	10.8	7.1	79.1	84,965	13.9	-2.8	30.1	-4.7	29.0
Top 0.1 Percent	96.0	4.0	11.0	54.3	579,735	18.3	-2.3	14.9	-6.9	30.6

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Lowest Quintile	6,621	11.1	13,343	114	13,229	0.9	1.2	1.6	0.0
Second Quintile	8,578	14.4	32,397	2,608	29,790	8.1	3.7	4.5	1.3
Middle Quintile	11,027	18.5	59,438	8,540	50,898	14.4	8.8	9.9	5.3
Fourth Quintile	14,829	24.9	93,284	17,599	75,685	18.9	18.6	19.9	14.6
Top Quintile	18,163	30.5	278,505	77,616	200,888	27.9	68.0	64.5	78.8
All	59,479	100.0	125,155	30,095	95,059	24.1	100.0	100.0	100.0
Addendum									
80-90	8,717	14.7	134,567	30,392	104,175	22.6	15.8	16.1	14.8
90-95	4,700	7.9	186,829	45,688	141,141	24.5	11.8	11.7	12.0
95-99	3,780	6.4	332,302	90,125	242,176	27.1	16.9	16.2	19.0
Top 1 Percent	965	1.6	1,813,978	610,532	1,203,446	33.7	23.5	20.6	32.9
Top 0.1 Percent	97	0.2	8,464,842	3,173,481	5,291,360	37.5	11.1	9.1	17.2

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Head of Household Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit			Dollars	As Percent of Tax	Change due to Pref. Rates	With Pref. Rates	Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	0.0	100.0	0.0	0.0	0	0.0	-0.1	-5.0	0.0	-6.8
Second Quintile	1.0	99.0	0.0	0.2	1	0.0	0.2	9.5	0.0	5.9
Middle Quintile	5.2	94.8	0.0	1.6	11	0.2	0.7	28.2	0.0	15.6
Fourth Quintile	12.3	87.7	0.1	4.6	62	0.4	0.6	28.7	-0.1	20.3
Top Quintile	30.0	70.0	2.1	93.6	2,780	5.8	-1.4	38.6	-1.6	25.3
All	4.2	95.8	0.4	100.0	144	2.5	0.0	100.0	-0.4	14.1
Addendum										
80-90	21.2	78.8	0.3	5.9	269	1.0	0.2	14.2	-0.2	23.5
90-95	35.0	65.0	0.5	3.3	533	1.4	0.1	5.8	-0.4	24.6
95-99	53.6	46.4	1.8	17.4	3,680	5.1	-0.2	8.2	-1.3	25.0
Top 1 Percent	81.2	18.8	7.2	67.1	71,957	14.0	-1.4	10.4	-4.8	29.2
Top 0.1 Percent	90.0	10.0	11.1	44.1	537,283	18.2	-1.0	5.0	-6.9	31.0

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Lowest Quintile	7,558	32.5	12,952	-882	13,834	-6.8	10.4	13.0	-4.9
Second Quintile	7,198	30.9	29,592	1,749	27,843	5.9	22.7	24.9	9.3
Middle Quintile	4,877	20.9	49,284	7,677	41,607	15.6	25.6	25.3	27.5
Fourth Quintile	2,482	10.7	75,584	15,427	60,157	20.4	20.0	18.6	28.1
Top Quintile	1,128	4.8	179,427	48,207	131,220	26.9	21.5	18.4	40.0
All	23,292	100.0	40,351	5,845	34,506	14.5	100.0	100.0	100.0
Addendum									
80-90	730	3.1	109,967	26,121	83,845	23.8	8.6	7.6	14.0
90-95	209	0.9	149,881	37,344	112,537	24.9	3.3	2.9	5.7
95-99	158	0.7	276,495	72,756	203,739	26.3	4.7	4.0	8.5
Top 1 Percent	31	0.1	1,510,258	513,120	997,139	34.0	5.0	3.9	11.8
Top 0.1 Percent	3	0.0	7,770,538	2,948,169	4,822,369	37.9	2.3	1.7	6.0

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see <http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Tax Units with Children

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit			Dollars	As Percent of Tax	Change due to Pref. Rates	With Pref. Rates	Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	0.0	100.0	0.0	0.0	0	0.0	-0.1	-1.2	0.0	-8.6
Second Quintile	1.4	98.6	0.0	0.0	1	0.1	0.1	2.1	0.0	6.1
Middle Quintile	9.3	90.7	0.1	0.7	28	0.3	0.4	10.1	-0.1	15.6
Fourth Quintile	20.9	79.1	0.1	2.2	105	0.5	0.8	20.0	-0.1	20.4
Top Quintile	49.8	50.2	2.4	97.1	5,298	6.0	-1.2	68.9	-1.7	27.0
All	14.9	85.1	1.3	100.0	930	4.4	0.0	100.0	-1.0	21.5
Addendum										
80-90	37.0	63.0	0.3	2.7	286	0.8	0.6	16.0	-0.2	23.9
90-95	53.2	46.8	0.4	3.0	684	1.2	0.4	11.0	-0.3	25.5
95-99	71.1	28.9	1.2	11.5	3,265	3.0	0.2	17.1	-0.8	27.2
Top 1 Percent	87.9	12.2	6.7	79.9	94,297	12.8	-2.4	24.8	-4.4	30.0
Top 0.1 Percent	95.5	4.5	10.7	56.7	686,711	17.7	-1.9	12.0	-6.7	31.1

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes	
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total	
Lowest Quintile	9,648	20.1	14,150	-1,220	15,370	-8.6	3.0	4.2	-1.1	
Second Quintile	10,138	21.1	33,628	2,038	31,590	6.1	7.4	9.0	2.0	
Middle Quintile	10,440	21.7	61,157	9,569	51,588	15.7	13.9	15.2	9.7	
Fourth Quintile	9,539	19.8	101,199	20,740	80,458	20.5	21.1	21.6	19.2	
Top Quintile	8,194	17.0	306,666	87,960	218,706	28.7	54.8	50.4	70.1	
All	48,094	100.0	95,281	21,383	73,897	22.4	100.0	100.0	100.0	
Addendum										
80-90	4,292	8.9	153,064	36,858	116,206	24.1	14.3	14.0	15.4	
90-95	1,951	4.1	218,471	56,302	162,170	25.8	9.3	8.9	10.7	
95-99	1,572	3.3	392,713	110,061	282,652	28.0	13.5	12.5	16.8	
Top 1 Percent	379	0.8	2,144,629	738,437	1,406,192	34.4	17.7	15.0	27.2	
Top 0.1 Percent	37	0.1	10,295,847	3,888,543	6,407,304	37.8	8.3	6.7	14.0	

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

Note: Tax units with

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.

Table T08-0236
Preferential Rates for Capital Gains and Qualifying Dividends
Distribution of Federal Tax Benefits by Cash Income Percentile Adjusted for Family Size, 2009¹
Detail Table - Elderly Tax Units

Cash Income Percentile ^{2,3}	Percent of Tax Units ⁴		Benefit as Percent of After-Tax Income ⁵	Share of Total Federal Tax Benefits	Average Federal Tax Benefits		Share of Federal Taxes		Average Federal Tax Rate ⁶	
	With Tax Benefit	Without Tax Benefit			Dollars	As Percent of Tax	Change due to Pref. Rates	With Pref. Rates	Change due to Pref. Rates	With Pref. Rates
Lowest Quintile	0.6	99.5	0.0	0.0	0	0.0	0.0	0.3	0.0	2.3
Second Quintile	7.2	92.8	0.1	0.2	12	1.4	0.2	1.6	-0.1	4.1
Middle Quintile	17.7	82.3	0.1	0.5	51	1.8	0.3	3.0	-0.1	6.7
Fourth Quintile	44.7	55.3	0.5	3.2	281	3.2	0.8	11.2	-0.4	12.3
Top Quintile	72.0	28.0	4.5	96.2	8,015	11.8	-1.3	83.8	-3.3	24.3
All	27.3	72.7	2.8	100.0	1,655	10.5	0.0	100.0	-2.2	18.7
Addendum										
80-90	63.0	37.1	0.9	4.3	811	4.3	0.7	11.0	-0.8	17.0
90-95	72.7	27.3	1.4	5.1	1,648	5.4	0.6	10.5	-1.1	19.6
95-99	82.1	17.9	2.8	15.4	5,507	8.1	0.5	20.5	-2.1	23.5
Top 1 Percent	92.7	7.3	9.3	71.4	86,639	16.6	-3.1	41.8	-6.0	29.9
Top 0.1 Percent	97.6	2.4	12.8	43.4	519,197	19.2	-2.3	21.3	-7.7	32.3

Baseline Distribution of Income and Federal Taxes
by Cash Income Percentile Adjusted for Family Size, 2009¹

Cash Income Percentile ^{2,3}	Tax Units ⁴		Average Income (Dollars)	Average Federal Tax Burden (Dollars)	Average After-Tax Income ⁵ (Dollars)	Average Federal Tax Rate ⁶	Share of Pre-Tax Income	Share of Post-Tax Income	Share of Federal Taxes
	Number (thousands)	Percent of Total					Percent of Total	Percent of Total	Percent of Total
Lowest Quintile	5,675	19.8	9,958	227	9,731	2.3	2.6	3.2	0.3
Second Quintile	7,562	26.4	21,260	879	20,381	4.1	7.4	9.0	1.5
Middle Quintile	4,371	15.3	41,175	2,827	38,347	6.9	8.3	9.8	2.7
Fourth Quintile	5,321	18.6	69,880	8,848	61,032	12.7	17.2	18.9	10.4
Top Quintile	5,689	19.9	246,281	67,813	178,468	27.5	64.6	59.2	85.1
All	28,639	100.0	75,721	15,834	59,888	20.9	100.0	100.0	100.0
Addendum									
80-90	2,500	8.7	105,353	18,741	86,612	17.8	12.1	12.6	10.3
90-95	1,471	5.1	147,862	30,579	117,283	20.7	10.0	10.1	9.9
95-99	1,329	4.6	266,234	68,120	198,114	25.6	16.3	15.4	20.0
Top 1 Percent	391	1.4	1,451,124	521,095	930,029	35.9	26.1	21.2	44.9
Top 0.1 Percent	40	0.1	6,768,885	2,703,411	4,065,474	39.9	12.4	9.4	23.6

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0308-7).

(1) Calendar year. Benefits of the preferential rates on capital gains and qualifying dividends are measured against a current law baseline.

Note: Elderly tax

(2) Tax units with negative cash income are excluded from the lowest income class but are included in the totals. For a description of cash income, see

<http://www.taxpolicycenter.org/TaxModel/income.cfm>

(3) The cash income percentile classes used in this table are based on the income distribution for the entire population and contain an equal number of people, not tax units. The incomes used are adjusted for family size by dividing by the square root of the number of people in the tax unit. The resulting percentile breaks are (in 2008 dollars): 20% \$12,921, 40% \$24,393, 60% \$41,924, 80% \$67,748, 90% \$96,780, 95% \$137,143, 99% \$359,711, 99.9% \$1,730,730.

(4) Includes both filing and non-filing units but excludes those that are dependents of other tax units.

(5) After-tax income is cash income less: individual income tax net of refundable credits; corporate income tax; payroll taxes (Social Security and Medicare); and estate tax.

(6) Average federal tax (includes individual and corporate income tax, payroll taxes for Social Security and Medicare, and the estate tax) as a percentage of average cash income.