

Table T13-0050
Effective Marginal Tax Rates on Wages, Salaries, and Capital Income
By Cash Income Level, 2012¹

| Cash Income Level (thousands of 2012 dollars) ² | Tax Units (thousands) | Individual Income Tax | | | | Individual Income Tax plus Payroll Tax |
|--|--------------------------|-----------------------|----------------------------|------------------------|-----------------|--|
| | | Wages and Salaries | Long-term Capital Gains | Qualified Dividends | Interest Income | Wages and Salaries |
| Less than 10 | 16,798 | -8.9 | 0.5 | 0.1 | 0.2 | 3.9 |
| 10-20 | 24,781 | 2.3 | 1.7 | 1.1 | 3.2 | 15.2 |
| 20-30 | 19,254 | 14.6 | 1.3 | 1.2 | 4.7 | 27.5 |
| 30-40 | 17,115 | 18.3 | 0.9 | 0.8 | 8.8 | 31.1 |
| 40-50 | 13,798 | 17.8 | 2.5 | 2.3 | 14.2 | 30.6 |
| 50-75 | 24,352 | 19.0 | 5.5 | 8.3 | 19.9 | 31.7 |
| 75-100 | 14,600 | 18.5 | 6.2 | 9.2 | 20.3 | 31.2 |
| 100-200 | 19,687 | 24.6 | 12.8 | 12.8 | 24.4 | 34.5 |
| 200-500 | 4,954 | 31.3 | 16.9 | 17.9 | 30.0 | 36.4 |
| 500-1,000 | 767 | 30.4 | 15.3 | 16.8 | 28.7 | 33.9 |
| More than 1,000 | 458 | 34.0 | 14.8 | 15.0 | 27.0 | 37.0 |
| All | 157,370 | 22.4 | 14.3 | 14.0 | 21.7 | 32.5 |

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0412-8).

(1) Calendar year. Effective marginal tax rates are weighted by the appropriate income source. For a description of TPC's current law and current policy baselines, see:

<http://taxpolicycenter.org/numbers/displayatab.cfm?Docid=3131>

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