Table T17-0286
Effective Marginal Individual Income Tax Rates (EMTR) On Capital Income
Under Current Law and Senate Bill: The Tax Cuts and Jobs Act, As Ordered Reported by the Committee on Finance
By Expanded Cash Income Level, 2025 [1]

Expanded Cash Income Level (thousands of 2017 dollars)[2]	Tax Units (thousands)	Long-term Capital Gains			Qualified Dividends			Interest Income		
		Current Law	Tax Cuts and Jobs Act	Change (Percentage Points)	Current Law	Tax Cuts and Jobs Act	Change (Percentage Points)	Current Law	Tax Cuts and Jobs Act	Change (Percentage Points)
Less than 10	12,010	0.0	0.0	0.0	0.2	0.2	0.0	0.3	0.3	0.0
10-20	20,340	1.8	2.6	0.8	1.1	1.1	-0.1	3.8	3.5	-0.3
20-30	23,190	1.8	1.7	-0.1	0.2	0.2	0.0	4.6	3.0	-1.6
30-40	18,090	2.4	2.1	-0.3	0.6	0.4	-0.2	5.2	4.6	-0.6
40-50	13,500	1.2	1.1	-0.1	1.3	1.6	0.3	9.5	9.1	-0.4
50-75	27,600	5.1	5.4	0.3	8.4	7.8	-0.6	19.5	16.7	-2.9
75-100	18,160	11.5	11.5	-0.1	12.7	12.2	-0.4	21.7	18.8	-2.9
100-200	34,530	12.3	13.3	1.0	12.4	13.0	0.6	23.8	21.5	-2.3
200-500	13,040	19.7	17.3	-2.4	19.8	17.2	-2.6	31.7	27.6	-4.1
500-1,000	1,610	23.4	22.7	-0.7	23.2	21.3	-1.8	36.4	35.7	-0.6
More than 1,000	970	23.9	23.6	-0.3	23.9	23.6	-0.3	37.8	39.5	1.6
All	184,220	20.6	20.6	-0.1	20.1	19.5	-0.6	29.0	28.9	-0.1

(1) Calendar year. Baseline is current law. We calculate effective marginal tax rates by adding $1,000 to the income source and recomputing tax liability. Our computation includes the impact of the alternative minimum tax and the phase-in and phase-out of credits and other tax provisions. We assume that the increase in income does not change the reported amount of any deductions, exclusions, or other forms of income. Effective marginal tax rates are weighted by the appropriate income source.
(2) Includes both filing and non-filing units but excludes those that are dependents of other tax units. Tax units with negative adjusted gross income are excluded from their respective income class but are included in the totals. For a description of expanded cash income, see
http://www.taxpolicycenter.org/TaxModel/income.cfm