

**Table 2**  
**Distribution of Qualifying Dividends and Capital Gains by Cash Income Percentiles, All Tax Units, 2005<sup>1</sup>**

Cash Income Percentile	Tax Units <sup>3</sup>		Qualifying Dividends					Capital Gains				
	Number (thousands)	Percent of Total	Returns (thousands)	Percent of All Returns	Percent of Returns Within Class	Amount (\$ millions)	Percent of Total Amount	Returns (thousands)	Percent of All Returns	Percent of Returns Within Class	Amount (\$ millions)	Percent of Total Amount
<b>Lowest Quintile</b>	28,340	19.6	1,129	4.6	4.0	1,096	1.8	522	3.8	1.8	905	0.2
<b>Second Quintile</b>	28,910	20.0	2,191	8.9	7.6	2,618	4.2	1,084	7.9	3.7	2,810	0.7
<b>Middle Quintile</b>	28,916	20.0	3,472	14.1	12.0	3,662	5.9	1,629	11.9	5.6	4,419	1.1
<b>Fourth Quintile</b>	28,916	20.0	6,356	25.9	22.0	7,672	12.3	3,452	25.2	11.9	12,606	3.1
<b>Top Quintile</b>	28,914	20.0	11,206	45.6	38.8	46,382	74.6	6,927	50.6	24.0	383,487	94.3
<b>All</b>	144,573	100.0	24,551	100.0	17.0	62,203	100.0	13,682	100.0	9.5	406,714	100.0
<b>Addendum</b>												
<b>Top 10 Percent</b>	14,457	10.0	7,214	29.4	49.9	40,234	64.7	4,391	32.1	30.4	367,400	90.3
<b>Top 5 Percent</b>	7,228	5.0	4,035	16.4	55.8	33,183	53.3	2,695	19.7	37.3	349,286	85.9
<b>Top 1 Percent</b>	1,446	1.0	878	3.6	60.7	20,538	33.0	686	5.0	47.4	291,601	71.7
<b>Top 0.5 Percent</b>	723	0.5	457	1.9	63.3	16,692	26.8	372	2.7	51.5	266,620	65.6
<b>Top 0.1 Percent</b>	145	0.1	97	0.4	67.2	10,421	16.8	89	0.6	61.3	208,863	51.4

Source: Urban-Brookings Tax Policy Center Microsimulation Model (version 0305-1).

(1) Calendar year. Qualifying dividends are those that are eligible for the preferential 15-percent tax rate (5 percent for those in the bottom two tax brackets). Capital gains are net positive long-term gains.

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

(3) Includes both filing and non-filing units. Tax units that are dependents of other taxpayers are excluded from the analysis.