

## ***Dividends & Capital Gains - UnChanged***

### ➤ Dividends & Capital Gains rate

Capital gains rates stay the same, with the highest income taxpayers paying 20% on capital gains while also facing the net investment income tax of 3.8% on top of that. The breakpoints of the capital gain/qualified dividends no longer follow the tax brackets for regular income tax purposes. For 2018, breakpoints are as follows:

#### **Single Taxable Income**

\$ 0 to 38,600 maximum rate = 0%

38,601 to 425,800 maximum rate = 15%

425,801 and over maximum rate = 20%

#### **MFJ or QW Taxable Income**

\$ 0 to 77,200 maximum rate = 0%

77,201 to 479,000 maximum rate = 15%

479,001 and over maximum rate = 20%

#### **MFS Taxable Income**

\$ 0 to 38,600 maximum rate = 0%

38,601 to 239,500 maximum rate = 15%

239,501 and over maximum rate = 20%

#### **HOH Taxable Income**

\$ 0 to 51,700 maximum rate = 0%

51,701 to 452,400 maximum rate = 15%

452,401 and over maximum rate = 20%

Breakpoints for 25% maximum rate for unrecaptured section 1250 gain follows prior law