# Illinois

## Poor Families in Illinois Remain Subject to the Income Tax

Illinois's 2001 income tax threshold — the income level at which families begin paying income tax:

Ranking among 42 states with income taxes

For two-parent families of four: \$14,300.

11<sup>th</sup> lowest (tie)

For single-parent families of three: \$12,700.

12<sup>th</sup> lowest (tie)

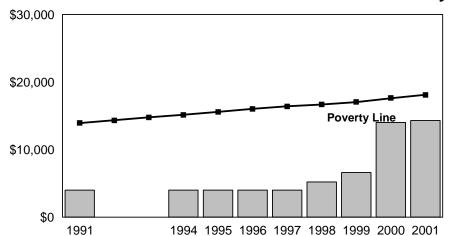
#### Illinois's 2001 income tax on working-poor and near-poor families:

- For families of four with *incomes at the poverty line (\$18,104)*: **\$156**. **12**<sup>th</sup> **highest**
- For families of three with *incomes at the poverty line* (\$14,129): **\$54**. **12**<sup>th</sup> **highest**
- No tax on families of three or four with *full-time minimum wage earnings* (\$10,712).
- For families of four with *incomes at 125% of the poverty line (\$22,630):*\$339.

## Despite some progress, Illinois continues to tax families with incomes below the poverty line.

- Illinois's tax threshold for families of four increased substantially in 2000. However, a gap remains between the threshold and the poverty line.
- The tax credit that is most responsible for the increased threshold is scheduled to expire after 2002. If that occurs, income taxes on working-poor families will increase substantially.

## **Income Tax Threshold for Family of Four**



Year	Threshold
1991	\$4,000
1994	\$4,000
1995	\$4,000
1996	\$4,000
1997	\$4,000
1998	\$5,200
1999	\$6,600
2000	\$14,000
2001	\$14,300

Source: CBPP, State Income Tax Burdens on Low-Income Families in 2001, February 26, 2002.