Maryland

Maryland Treats Poor Families Under Its Income Tax Better Than Most States

Maryland'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: \$26,300.

7th highest

For single-parent families of three: \$25,600.

4th highest

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

right.	For families of three with <i>full-time minimum-wage earnings (\$10,712)</i> :	5'''
	\$526 refund.	r

5th highest refund

For families of four with *incomes at the poverty line (\$18,104)*: **\$203 refund.**

8th highest refund

For families of three with *incomes at the poverty line (\$14,129):* **\$428 refund.**

8th highest refund

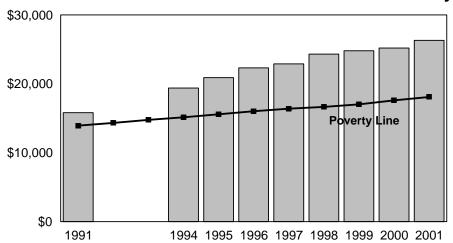
For families of three with *incomes at 125% of poverty line (\$17,661):* **\$139 refund.**

9th highest refund

Maryland has consistently exempted families with below-poverty earnings from the income tax.

In 1991, a family of four owed tax when its income reached 13 percent above the poverty line. Maryland's tax threshold is now 45 percent above the poverty line.

Income Tax Threshold for Family of Four



Year	Threshold
1991	\$15,800
1994	\$19,400
1995	\$20,900
1996	\$22,300
1997	\$22,900
1998	\$24,300
1999	\$24,800
2000	\$25,200
2001	\$26,300

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