

TABLE 21. DISTRIBUTION OF AGGREGATE HOUSEHOLD INCOME, BY QUINTILE

<u>Year</u>	<u>POOREST fifth</u>	<u>SECOND fifth</u>	<u>MIDDLE fifth</u>	<u>FOURTH fifth</u>	<u>HIGHEST fifth</u>	<u>TOP 5%</u>	<u>MIDDLE Three-fifths</u>
2004	3.4%	8.7%	14.7%	23.2%	50.1%	21.8%	46.6%
2003	3.4%	8.7%	14.8%	23.4%	49.8%	21.4%	46.9%
2002	3.5%	8.8%	14.8%	23.3%	49.7%	21.7%	46.9%
2001	3.5%	8.7%	14.6%	23.0%	50.1%	22.4%	46.3%
2000k	3.6%	8.9%	14.8%	23.0%	49.8%	22.1%	46.7%
1999i	3.6%	8.9%	14.9%	23.2%	49.4%	21.5%	47.0%
1998	3.6%	9.0%	15.0%	23.2%	49.2%	21.4%	47.2%
1997	3.6%	8.9%	15.0%	23.2%	49.4%	21.7%	47.1%
1996	3.7%	9.0%	15.1%	23.3%	49.0%	21.4%	47.4%
1995	3.7%	9.1%	15.2%	23.3%	48.7%	21.0%	47.6%
1994	3.6%	8.9%	15.0%	23.4%	49.1%	21.2%	47.3%
1993	3.6%	9.0%	15.1%	23.5%	48.9%	21.0%	47.6%
1992e	3.8%	9.4%	15.8%	24.2%	46.9%	18.6%	49.4%
1991	3.8%	9.6%	15.9%	24.2%	46.5%	18.1%	49.7%
1990	3.9%	9.6%	15.9%	24.0%	46.6%	18.6%	49.5%
1989	3.8%	9.5%	15.8%	24.0%	46.8%	18.9%	49.3%
1988	3.8%	9.6%	16.0%	24.3%	46.3%	18.3%	49.9%
1987	3.8%	9.6%	16.1%	24.3%	46.2%	18.2%	50.0%
1986	3.9%	9.7%	16.2%	24.5%	45.7%	17.5%	50.4%
1985	4.0%	9.7%	16.3%	24.6%	45.3%	17.0%	50.6%
1984	4.1%	9.9%	16.4%	24.7%	44.9%	16.5%	51.0%
1983	4.1%	10.0%	16.5%	24.7%	44.7%	16.4%	51.2%
1982	4.1%	10.1%	16.6%	24.7%	44.5%	16.2%	51.4%
1981	4.2%	10.2%	16.8%	25.0%	43.8%	15.6%	52.0%
1980	4.3%	10.3%	16.9%	24.9%	43.7%	15.8%	52.1%
1979c	4.2%	10.3%	16.9%	24.7%	44.0%	16.4%	51.9%
1978	4.3%	10.3%	16.9%	24.8%	43.7%	16.2%	52.0%
1977	4.4%	10.3%	17.0%	24.8%	43.6%	16.1%	52.1%
1976	4.4%	10.4%	17.1%	24.8%	43.3%	16.0%	52.3%
1975	4.4%	10.5%	17.1%	24.8%	43.2%	15.9%	52.4%
1974b	4.4%	10.6%	17.1%	24.7%	43.1%	15.9%	52.4%
1973	4.2%	10.5%	17.1%	24.6%	43.6%	16.6%	52.2%
1972	4.1%	10.5%	17.1%	24.5%	43.9%	17.0%	52.1%
1971a	4.1%	10.6%	17.3%	24.5%	43.5%	16.7%	52.4%
1970	4.1%	10.8%	17.4%	24.5%	43.3%	16.6%	52.7%
1969	4.1%	10.9%	17.5%	24.5%	43.0%	16.6%	52.9%
1968	4.2%	11.1%	17.5%	24.4%	42.8%	16.6%	53.0%
1967	4.0%	10.8%	17.3%	24.2%	43.8%	17.5%	52.3%

Source: Census Bureau historical income tables (households), Table H-2.

TABLE 22. AVERAGE HOUSEHOLD INCOME, BY QUINTILE
(in 2004 CPI-U-RS dollars)

<u>Year</u>	<u>POOREST</u> <u>fifth</u>	<u>SECOND</u> <u>fifth</u>	<u>MIDDLE</u> <u>fifth</u>	<u>FOURTH</u> <u>fifth</u>	<u>HIGHEST</u> <u>fifth</u>	<u>TOP</u> <u>5%</u>
2004	\$10,264	\$26,241	\$44,455	\$70,085	\$151,593	\$264,387
2003	10,265	26,368	44,759	70,848	151,031	260,045
2002	10,494	26,680	44,959	70,719	150,988	263,661
2001	10,816	27,177	45,490	71,324	155,766	277,943
2000k	11,141	27,818	46,325	72,014	156,053	276,855
1999i	11,239	27,595	46,190	71,890	153,306	266,459
1998	10,674	26,952	45,098	69,748	147,595	257,257
1997	10,412	25,935	43,632	67,580	144,080	252,843
1996	10,304	25,289	42,537	65,835	138,466	241,201
1995	10,278	25,106	41,980	64,533	134,671	232,423
1994	9,786	24,237	40,830	63,537	133,572	230,776
1993	9,542	24,016	40,257	62,562	130,345	223,715
1992e	9,616	23,988	40,415	62,041	120,213	190,799
1991	9,823	24,547	40,774	62,157	119,196	186,013
1990	10,083	25,268	41,736	62,925	122,116	194,456
1989	10,329	25,599	42,552	64,366	125,824	203,287
1988	9,979	25,035	41,873	63,296	120,840	190,583
1987	9,807	24,781	41,432	62,626	119,099	187,640
1986	9,774	24,601	41,074	61,864	115,664	176,676
1985	9,706	23,994	39,741	59,765	110,243	165,673
1984	9,699	23,589	39,011	58,730	106,663	156,805
1983	9,426	23,023	37,972	56,976	103,100	151,032
1982	9,376	22,934	37,845	56,268	101,502	147,941
1981	9,599	23,002	37,992	56,592	99,127	141,113
1980	9,734	23,491	38,664	56,929	99,994	144,644
1979c	9,919	24,161	39,770	58,330	103,651	154,782
1978	10,041	24,034	39,590	57,974	102,315	151,991
1977	9,664	22,809	37,609	55,070	96,535	142,480
1976	9,593	22,769	37,349	54,203	94,588	139,906
1975	9,389	22,293	36,475	52,968	92,244	135,972
1974b	9,754	23,365	37,549	54,219	94,690	139,624
1973	9,457	23,444	38,308	55,072	97,670	148,845
1972	9,063	23,080	37,665	54,069	97,072	150,452
1971a	8,576	22,302	36,162	51,410	91,094	139,716
1970	8,548	22,728	36,601	51,595	91,352	140,217
1969	8,642	23,032	36,805	51,549	90,611	139,475
1968	8,442	22,312	35,385	49,366	86,456	133,854
1967	7,793	21,246	33,923	47,462	86,009	137,095

Source: Census Bureau historical income tables (households), Table H-3.

**TABLE 23. MEDIAN HOUSEHOLD INCOME,
BY RACE AND HISPANIC ORIGIN OF HOUSEHOLDER**
(in 2004 CPI-U-RS dollars)

<u>Year</u>	<u>ALL</u>	<u>WHITE</u>	<u>WHITE NON-HISPANIC</u>	<u>BLACK</u>	<u>HISPANIC</u>
2004 (all)	\$44,389	\$46,626	—	\$30,268	\$34,241
2003 (all)	44,482	46,797	—	30,487	33,884
2002 (all)	44,546	47,230	—	30,648	34,771
2004 (one race)	—	46,697	\$48,977	30,134	—
2003 (one race)	—	46,857	49,061	30,442	—
2002 (one race)	—	47,358	49,264	30,489	—
2001	45,062	47,504	49,412	31,448	35,817
2000k	46,058	48,171	50,043	32,541	36,382
1999i	47,099	48,984	51,105	32,301	35,584
1998	45,637	48,016	49,808	29,753	33,249
1997	44,358	46,715	48,639	30,027	31,919
1996	43,686	45,740	47,742	28,903	30,656
1995	42,962	45,093	46,873	28,232	28,821
1994	41,534	43,805	45,218	27,068	30,150
1993	41,220	43,488	45,089	25,772	30,196
1992e	41,435	43,563	45,025	25,366	30,563
1991	42,219	44,242	45,298	26,357	31,800
1990	44,050	45,945	46,995	27,475	32,850
1989	44,350	46,652	47,655	27,745	33,633
1988	43,292	45,767	47,028	26,090	32,661
1987	42,853	45,151	46,392	25,770	31,795
1986	41,687	43,827	44,823	25,250	30,728
1985	40,864	43,096	44,064	25,640	30,218
1984	40,329	42,546	43,429	24,237	30,572
1983	39,138	41,044	na	23,292	29,807
1982	40,036	41,914	42,617	23,755	30,126
1981	41,415	43,758	44,389	24,555	33,220
1980	42,700	45,048	45,846	25,952	32,913
1979c	43,417	45,522	46,163	26,727	34,399
1978	41,441	43,081	43,892	25,890	32,470
1977	39,720	41,768	42,597	24,648	31,159
1976	39,257	41,123	41,961	24,453	29,611
1975	39,539	41,349	41,660	24,823	29,705
1974b	41,236	43,125	43,493	25,647	32,798
1973	41,136	43,112	43,492	25,377	31,869
1972	39,115	41,035	41,620	23,952	30,967
1971a	38,034	39,782	na	23,499	na
1970	38,567	40,170	na	24,450	na
1969	38,657	40,343	na	24,386	na
1968	37,110	38,639	na	22,784	na
1967	35,279	36,790	na	21,361	na

Source: Census Bureau historical income tables (households), Table H-5.

TABLE 24. MEDIAN HOUSEHOLD INCOME, BY REGION
(in 2004 CPI-U-RS dollars)

ALL HOUSEHOLDS					
<u>Year</u>	<u>Northeast</u>	<u>Midwest</u>	<u>South</u>	<u>West</u>	<u>All</u>
2004	\$47,994	\$44,657	\$40,773	\$47,680	\$44,389
2003	47,998	45,934	40,893	48,078	44,482
2002	48,173	45,821	41,514	47,418	44,546
2001	48,784	46,776	41,515	48,113	45,062
2000k	47,989	48,549	42,109	49,267	46,058
1999i	47,473	48,187	42,330	48,247	46,129
1999	47,589	48,377	42,440	48,423	46,265
1998	47,027	46,998	41,429	47,431	45,003
1997	45,688	44,969	40,308	45,962	43,430
1996	44,838	43,847	38,864	44,501	42,544
1995	44,448	44,113	38,086	44,286	41,943
1994	44,034	40,981	37,850	43,436	40,677
1993	43,443	40,422	36,613	43,433	40,217
1992e	43,540	40,644	36,428	43,969	40,422
1991	45,264	40,476	36,758	43,622	40,746
1990	45,793	41,898	37,758	44,511	41,963
1989	47,876	42,174	37,976	45,555	42,524

Source: Census Bureau historical income tables (households), Table H-6.

TABLE 25. HOUSEHOLD INCOME INEQUALITY: SELECTED PERCENTILES
(in 2004 CPI-U-RS dollars)

<u>Year</u>	<u>Number of households (thousands)</u>	20th Percentile (Upper Limit of Poorest Fifth)	40th Percentile (Upper Limit of Second Fifth)	60th Percentile (Upper Limit of Third Fifth)	80th Percentile (Upper Limit of Fourth Fifth)	95th Percentile (Lower Limit of Top 5 Percent)
2004	113,146	\$18,500	\$34,738	\$55,331	\$88,029	\$157,185
2003	112,000	18,467	34,914	55,916	89,202	158,262
2002	111,278	19,250	35,862	57,121	90,272	161,172
2001	109,297	19,176	35,550	56,557	89,103	160,598
2000k	108,209	19,656	36,197	57,229	89,688	159,290
1999i	106,434	19,424	36,181	57,110	89,809	160,957
1998	103,874	18,652	35,192	55,942	86,801	152,999
1997	102,528	18,074	34,270	53,987	83,915	148,523
1996	101,018	17,702	33,276	52,750	81,529	143,292
1995	99,627	17,725	33,128	51,699	80,159	139,089
1994	98,990	16,927	31,771	50,557	79,228	138,459
1993	97,107	16,693	31,770	49,939	77,625	134,704
1992e	96,426	16,625	31,851	50,006	76,536	130,649
1991	95,669	17,025	32,460	50,137	76,768	130,382
1990	94,312	17,518	33,161	50,732	77,366	132,782
1989	93,347	17,795	33,836	52,004	79,014	134,976
1988	92,830	17,463	32,987	51,408	77,625	131,397
1987	91,124	17,174	32,599	50,886	76,906	128,690
1986	89,479	17,032	32,530	50,243	75,837	128,631
1985	88,458	16,744	31,565	48,594	73,353	122,670
1984	86,789	16,610	30,977	47,591	71,976	120,404
1983	85,290	16,193	30,178	46,272	69,986	116,229
1982	83,918	15,966	30,002	46,025	68,719	114,513
1981	83,527	16,196	29,840	46,438	68,676	111,747
1980	82,368	16,406	30,615	46,921	68,829	111,820
1979c	80,776	16,899	31,428	48,281	70,154	114,440
1978	77,330	16,838	31,651	47,862	69,698	112,287
1977	76,030	15,992	29,986	45,477	66,299	107,182
1976	74,142	16,035	29,655	45,137	64,947	103,549
1975	72,867	15,550	29,243	44,084	63,425	101,131
1974b	71,163	16,496	30,472	44,901	65,183	104,159
1973	69,859	16,270	30,909	45,850	66,234	104,991
1972	68,251	15,849	30,523	45,120	64,568	103,935
1971a	66,676	15,328	29,220	43,000	61,313	97,366
1970	64,778	15,533	29,760	43,291	61,765	97,646
1969	63,401	15,782	30,292	43,804	61,379	96,263
1968	62,214	15,313	29,031	41,611	58,467	91,470
1967	60,813	14,378	28,037	39,808	56,750	91,061

Source: Census Bureau historical income tables (households), Table H-1.

**TABLE 26. MEDIAN INCOME OF FAMILIES, BY
PRESENCE OF RELATED CHILDREN UNDER 18**
(in 2004 CPI-U-RS dollars)

<u>Year</u>	<u>All Families</u>	<u>Families with Related Children</u>	<u>Childless Families</u>
2004	\$54,061	\$52,973	\$55,128
2003	54,096	52,722	56,030
2002	54,285	53,414	55,220
2001	54,857	54,412	55,361
2000k	55,647	55,610	55,689
1999i	55,485	54,350	56,682
1998	54,091	52,592	55,815
1997	52,307	51,106	53,546
1996	50,705	49,128	52,788
1995	49,987	49,255	50,773
1994	48,895	47,815	49,993
1993	47,578	46,601	48,724
1992e	48,255	46,883	49,726
1991	48,608	47,324	49,966
1990	49,545	47,971	51,207
1989	50,332	49,221	51,536
1988	49,391	48,553	50,503
1987	49,248	49,039	49,488
1986	48,439	na	49,360
1985	46,439	na	46,960
1984	45,734	na	46,490
1983	44,225	na	45,130
1982	43,913	na	44,121
1981	44,437	na	44,177
1980	45,647	na	45,230
1979c	47,225	na	45,723

Source: Census Bureau historical income tables (families), Table F-9.

TABLE 27. MEDIAN HOUSEHOLD INCOME, BY METROPOLITAN RESIDENCE
(in 2004 CPI-U-RS dollars)

<u>Year</u>	<u>All Areas</u>	<u>Metro</u>	<u>Inside Central Cities</u>	<u>Outside Central Cities</u>	<u>Outside Metro Areas</u>
2004	n.a.	n.a.	n.a.	n.a.	n.a.
2003	\$44,482	\$47,298	\$38,173	\$53,127	\$36,056
2002	44,546	47,538	38,721	53,273	36,401
2001k	45,062	48,253	39,196	54,099	35,856
2000j	46,235	49,345	40,567	55,134	36,026
1999i	46,265	48,497	40,322	54,661	37,429
1998	45,003	47,431	38,367	53,703	37,060
1997	43,430	46,219	37,026	52,828	35,276
1996	42,544	45,119	36,394	50,891	33,670
1995	41,943	44,409	35,623	50,391	34,189
1994	40,677	43,183	34,921	n.a.	33,094
1993	40,217	42,765	34,271	49,592	32,581
1992e	40,422	42,848	35,227	n.a.	32,852

Source: Table 1 from annual Census Bureau income reports.

**TABLE 28. CONGRESSIONAL BUDGET OFFICE ESTIMATES OF
COMPREHENSIVE, AFTER-TAX INCOME: ALL HOUSEHOLDS**

(in 2002 dollars)

<u>Year</u>	<u>POOREST</u> <u>fifth</u>	<u>SECOND</u> <u>fifth</u>	<u>MIDDLE</u> <u>fifth</u>	<u>FOURTH</u> <u>fifth</u>	<u>HIGHEST</u> <u>fifth</u>	<u>Top</u> <u>10%</u>	<u>Top</u> <u>5%</u>	<u>Top</u> <u>1%</u>	<u>All</u>
2002	\$13,800	\$29,900	\$43,700	\$61,700	\$130,000	\$176,200	\$247,200	\$631,700	\$55,300
2001	14,400	30,700	44,400	62,000	135,900	188,000	269,800	715,000	57,300
2000	14,300	30,200	43,700	61,800	147,700	210,400	312,800	900,900	59,500
1999	15,000	30,600	43,900	61,300	142,000	200,200	293,900	818,500	58,700
1998	14,600	30,000	43,000	59,800	134,800	189,200	277,200	753,000	56,500
1997	14,000	28,500	41,600	57,500	126,400	174,900	251,300	655,500	53,700
1996	13,700	28,000	41,000	56,600	119,200	161,900	226,600	562,000	51,700
1995	13,800	28,100	40,500	55,500	113,800	152,000	212,200	508,700	50,200
1994	13,100	26,900	39,400	54,800	109,400	145,600	199,100	464,200	48,600
1993	12,900	26,600	39,100	53,900	108,100	143,300	195,300	459,200	48,100
1992	12,700	26,300	38,900	53,500	109,800	147,800	206,100	506,400	48,200
1991	12,900	26,300	38,600	52,800	105,500	140,200	191,300	451,000	47,000
1990	12,800	26,600	39,000	53,300	109,600	147,700	205,400	508,300	48,200
1989	12,600	26,200	39,200	54,000	112,800	152,900	213,600	528,900	48,800
1988	12,100	25,600	38,700	53,300	112,800	153,600	217,200	561,700	48,200
1987	11,800	25,200	38,300	53,000	104,500	138,800	189,200	436,300	46,200
1986*	11,900	25,900	38,400	52,700	114,100	156,800	225,000	584,600	48,300
1985	11,900	25,200	37,400	50,900	100,800	134,700	185,000	440,100	45,000
1984	11,700	25,200	36,800	50,300	97,700	129,400	176,000	402,600	43,800
1983	11,500	24,100	35,500	48,500	91,800	120,100	161,400	367,800	42,200
1982	12,000	24,900	35,900	48,400	88,100	113,800	152,200	336,000	41,700
1981	12,400	25,300	36,100	48,000	85,100	108,200	141,900	303,300	41,000
1980	12,700	25,700	36,700	48,100	85,200	108,200	141,500	292,700	41,200
1979	13,200	26,700	38,000	49,800	87,700	111,000	146,300	298,900	42,500

* Data for 1986 should be used cautiously. Incomes at the top were distorted that year because high-income taxpayers made temporary adjustments to their incomes in response to the passage of a tax reform bill.

Notes: The income measure is comprehensive household income, which is broader than the standard Census Bureau definition of income and comprises cash income plus income from other sources. Pretax cash income is the sum of wages, salaries, self-employment income, rents, taxable and nontaxable interest, dividends, realized capital gains, cash transfer payments, and retirement benefits plus taxes paid by businesses (corporate income taxes; the employer's share of Social Security, Medicare, and federal unemployment insurance payroll taxes); and employees' contributions to 401(k) retirement plans. Other sources of income include all in-kind benefits (Medicare, Medicaid, employer-paid health insurance premiums, food stamps, school lunches and breakfasts, housing assistance, and energy assistance). Households with negative income are excluded from the lowest income category but are included in totals.

Estimates combine data from the Internal Revenue Service and the Census Bureau.

Income categories are defined by ranking all people by their comprehensive household income adjusted for household size (that is, divided by the square root of the household's size). Fifths, or quintiles, contain equal numbers of people rather than equal numbers of households.

Source: Congressional Budget Office (February April 2005), *Effective Federal Tax Rates: 1979-2002*. For more information, go to www.cbo.gov, select Publications, then select Taxes.

**TABLE 29. CONGRESSIONAL BUDGET OFFICE ESTIMATES OF
DISTRIBUTION OF COMPREHENSIVE, AFTER-TAX INCOME: ALL HOUSEHOLDS**
(in 2002 dollars)

<u>Year</u>	<u>POOREST</u> <u>fifth</u>	<u>SECOND</u> <u>fifth</u>	<u>MIDDLE</u> <u>fifth</u>	<u>FOURTH</u> <u>fifth</u>	<u>HIGHEST</u> <u>fifth</u>	<u>Top</u> <u>10%</u>	<u>Top</u> <u>5%</u>	<u>Top</u> <u>1%</u>	<u>All</u>
2002	5.1%	10.4%	15.8%	21.7%	48.0%	33.1%	23.3%	11.4%	100.0%
2001	5.1	10.3	15.4	21.3	48.9	34.2	24.5	12.6	100.0
2000	4.9	9.7	14.7	20.2	51.3	37.1	27.5	15.5	100.0
1999	5.2	10.0	14.9	20.5	50.2	36.0	26.5	14.4	100.0
1998	5.3	10.1	15.1	20.8	49.6	35.1	25.4	13.5	100.0
1997	5.2	10.2	15.3	21.1	49.1	34.4	24.6	12.6	100.0
1996	5.3	10.6	15.6	21.6	48.0	33.1	23.3	11.4	100.0
1995	5.5	10.9	15.9	21.9	46.8	31.9	22.1	10.3	100.0
1994	5.3	11.0	16.1	22.2	46.5	31.4	21.6	10.0	100.0
1993	5.3	10.9	16.0	22.1	46.8	31.7	21.8	10.0	100.0
1992	5.2	10.7	15.9	21.9	47.4	32.5	22.7	10.9	100.0
1991	5.5	10.9	16.2	22.1	46.5	31.5	21.7	10.0	100.0
1990	5.3	10.8	15.8	21.9	47.3	32.3	22.6	11.0	100.0
1989	5.1	10.8	15.7	21.9	47.6	32.7	23.0	11.3	100.0
1988	5.0	10.7	15.6	21.9	47.9	33.1	23.5	12.0	100.0
1987	5.1	10.9	16.1	22.5	46.3	31.1	21.3	9.9	100.0
1986*	5.2	10.3	15.3	21.3	48.7	34.3	24.8	13.2	100.0
1985	5.5	10.9	15.8	22.0	46.7	31.7	22.0	10.6	100.0
1984	5.7	11.1	16.0	22.2	46.0	30.9	21.2	9.9	100.0
1983	5.5	11.2	16.1	22.3	45.7	30.5	20.7	9.4	100.0
1982	6.0	11.5	16.3	22.3	44.6	29.4	19.7	8.7	100.0
1981	6.5	12.0	16.5	22.3	43.3	28.4	18.9	8.0	100.0
1980	6.8	12.1	16.5	22.3	42.8	27.9	18.4	7.7	100.0
1979	6.8	12.3	16.5	22.3	42.4	27.6	18.1	7.5	100.0

* Data for 1986 should be used cautiously. Incomes at the top were distorted that year because high-income taxpayers made temporary adjustments to their incomes in response to the passage of a tax reform bill.

Notes: The income measure is comprehensive household income, which is broader than the standard Census Bureau definition of income and comprises cash income plus income from other sources. Pretax cash income is the sum of wages, salaries, self-employment income, rents, taxable and nontaxable interest, dividends, realized capital gains, cash transfer payments, and retirement benefits plus taxes paid by businesses (corporate income taxes; the employer's share of Social Security, Medicare, and federal unemployment insurance payroll taxes); and employees' contributions to 401(k) retirement plans. Other sources of income include all in-kind benefits (Medicare, Medicaid, employer-paid health insurance premiums, food stamps, school lunches and breakfasts, housing assistance, and energy assistance). Households with negative income are excluded from the lowest income category but are included in totals.

Estimates combine data from the Internal Revenue Service and the Census Bureau.

Income categories are defined by ranking all people by their comprehensive household income adjusted for household size (that is, divided by the square root of the household's size). Fifths, or quintiles, contain equal numbers of people rather than equal numbers of households.

Source: Congressional Budget Office (February April 2005), *Effective Federal Tax Rates: 1979-2002*. For more information, go to www.cbo.gov, select Publications, then select Taxes.

**TABLE 30. CONGRESSIONAL BUDGET OFFICE ESTIMATES OF
COMPREHENSIVE, AFTER-TAX INCOME: HOUSEHOLDS WITH CHILDREN**
(in 2002 dollars)

<u>Year</u>	<u>POOREST</u> <u>fifth</u>	<u>SECOND</u> <u>fifth</u>	<u>MIDDLE</u> <u>fifth</u>	<u>FOURTH</u> <u>fifth</u>	<u>HIGHEST</u> <u>fifth</u>	<u>Top</u> <u>10%</u>	<u>Top</u> <u>5%</u>	<u>Top</u> <u>1%</u>	<u>All</u>
2002	\$19,100	\$37,500	\$55,100	\$76,700	\$167,200	\$235,600	\$339,100	\$833,700	\$64,400
2001	19,600	38,100	56,000	77,800	176,100	254,200	373,400	947,100	66,000
2000	19,800	37,500	55,000	77,000	191,700	288,700	431,400	1,243,300	68,600
1999	20,700	37,900	55,000	76,300	181,100	267,800	396,300	1,086,100	66,400
1998	20,300	36,900	53,600	74,600	171,500	249,200	356,800	911,200	63,300
1997	19,300	35,000	51,200	71,200	158,100	224,800	319,100	785,100	59,400
1996	18,500	34,300	50,500	69,900	150,700	212,600	299,600	701,900	57,300
1995	18,700	34,500	50,100	68,900	142,200	200,400	275,400	645,600	56,900
1994	17,300	33,200	48,500	67,500	133,400	183,700	252,500	542,400	53,900
1993	17,100	32,400	47,700	66,200	133,800	186,900	257,000	601,800	53,300
1992	16,500	32,200	47,300	65,800	132,700	188,000	261,700	607,700	52,500
1991	16,700	32,500	47,200	64,900	128,200	179,100	246,200	527,800	51,500
1990	16,500	33,000	47,900	65,900	132,800	186,500	254,200	559,900	52,300
1989	16,100	32,700	48,100	66,300	139,800	199,600	283,600	665,100	53,400
1988	15,100	32,100	47,300	65,400	137,500	199,000	281,900	690,200	52,000
1987	14,800	31,500	46,800	64,700	129,200	181,100	251,200	549,100	50,600
1986*	15,200	31,800	46,600	63,700	141,700	210,700	315,300	850,900	52,800
1985	15,300	31,100	45,400	61,600	120,800	168,200	236,200	529,100	49,000
1984	15,200	30,900	44,500	60,900	120,500	169,700	236,400	531,100	48,600
1983	15,000	29,600	43,100	58,600	113,300	159,700	220,700	479,300	46,100
1982	15,700	30,500	43,200	58,200	107,200	147,100	198,900	420,000	45,600
1981	16,400	31,000	43,300	57,900	104,800	142,900	195,900	392,300	46,000
1980	17,100	31,700	43,900	58,100	104,800	140,100	188,100	367,000	46,800
1979	18,100	33,000	45,700	60,100	107,400	142,900	188,300	372,200	49,100

* Data for 1986 should be used cautiously. Incomes at the top were distorted that year because high-income taxpayers made temporary adjustments to their incomes in response to the passage of a tax reform bill.

Notes: The income measure is comprehensive household income, which is broader than the standard Census Bureau definition of income and comprises cash income plus income from other sources. Pretax cash income is the sum of wages, salaries, self-employment income, rents, taxable and nontaxable interest, dividends, realized capital gains, cash transfer payments, and retirement benefits plus taxes paid by businesses (corporate income taxes; the employer's share of Social Security, Medicare, and federal unemployment insurance payroll taxes); and employees' contributions to 401(k) retirement plans. Other sources of income include all in-kind benefits (Medicare, Medicaid, employer-paid health insurance premiums, food stamps, school lunches and breakfasts, housing assistance, and energy assistance). Households with negative income are excluded from the lowest income category but are included in totals.

Estimates combine data from the Internal Revenue Service and the Census Bureau.

Income categories are defined by ranking all people by their comprehensive household income adjusted for household size (that is, divided by the square root of the household's size). Fifths, or quintiles, contain equal numbers of people rather than equal numbers of households.

Source: Congressional Budget Office (February 2005), *Effective Federal Tax Rates: 1979-2002*. For more information, go to www.cbo.gov, select Publications, then select Taxes.

Inflation

Consumer price index for all urban consumers: research series (CPI-U-RS)

To convert an unadjusted income estimate from a specified year to 2004 dollars, multiply by that year's inflator.

YEAR	Price Index	Inflator
2004	275.1	1.00000
2003	267.9	1.02688
2002	261.9	1.05040
2001	257.8	1.06711
2000	250.8	1.09689
1999	242.7	1.13350
1998	237.7	1.15734
1997	234.4	1.17363
1996	229.5	1.19869
1995	223.5	1.23087
1994	218.2	1.26077
1993	213.7	1.28732
1992	208.5	1.31942
1991	203.4	1.35251
1990	196.3	1.40143
1989	187.0	1.47112
1988	179.3	1.53430
1987	173.0	1.59017
1986	167.3	1.64435
1985	164.3	1.67438
1984	159.0	1.73019
1983	152.9	1.79922
1982	146.8	1.87398
1981	138.6	1.98485
1980	126.7	2.17127
1979	114.1	2.41104
1978	104.3	2.63758
1977	100.0	2.75100
1976	94.0	2.92660
1975	88.9	3.09449
1974	82.1	3.35079
1973	74.7	3.68273
1972	70.3	3.91323
1971	68.2	4.03372
1970	65.3	4.21286
1969	62.3	4.41573
1968	59.7	4.60804
1967	57.4	4.79268
1966	55.7	4.93896
1965	54.1	5.08503
1964	53.3	5.16135
1963	52.6	5.23004
1962	51.9	5.30058
1961	51.4	5.35214
1960	50.9	5.40472
1959	50.0	5.50200

Source: Bureau of Labor Statistics website (www.bls.gov)