#### Oregon

### Working-Poor and Near-Poor Families in Oregon Are Hit Harder by the Income Tax Than Those in Most Other States

#### Oregon's 2005 income tax threshold

Rank among the 42 states with income taxes

(The income level at which families begin paying income tax)

(1 = lowest threshold)

For single-parent families of three: \$14,200

13

For two-parent families of four: \$16,900

13

## Oregon's 2005 income tax levied on working-poor and near-poor families

Rank (1 = highest tax)

For families of three with incomes at the poverty line (\$15,577): \$117

8

For families of four with incomes at the poverty line (\$19,961): \$310

4

6

For families of three with minimum-wage earnings (\$15,080): \$77

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For families of three with incomes at 125% of poverty line (\$19,471): \$498

4

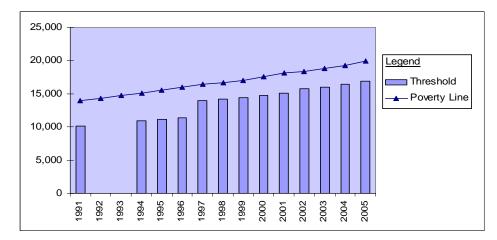
For families of four with incomes at 125% of poverty line (\$24,951): \$813

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# Oregon has consistently levied income tax on working-poor families, and has charged them more than most other states.

- Oregon's tax threshold for families of four increased in 1997 with the adoption of a low-income tax credit. However, it remains below the poverty line.
- Oregon's Earned Income Tax Credit will become refundable in 2006 and will be increased in 2008, but the threshold will remain below the poverty line.

#### Income Tax Threshold for Family of Four



Year	Threshold
1991	\$10,100
1992	no data
1993	no data
1994	\$10,900
1995	\$11,100
1996	\$11,400
1997	\$14,000
1998	\$14,200
1999	\$14,400
2000	\$14,800
2001	\$15,100
2002	\$15,800
2003	\$16,000
2004	\$16,400
2005	\$16,900



Source: Center on Budget and Policy Priorities,
The Impact of State Income Taxes on Low-Income Families in 2005.

Available online at: http://www.cbpp.org/2-22-06sfp.htm.