

INCOME INEQUALITY HAS GROWN IN IOWA

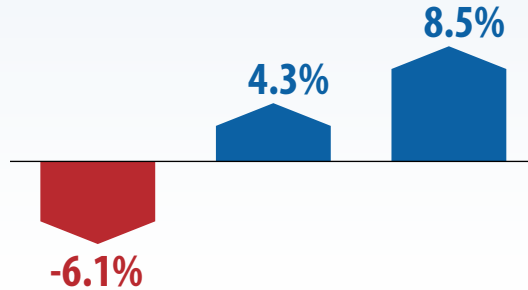
A Lost Decade for Iowa's Low- and Middle-Income Households

-6.1%

Change in income by household income group, late 1990s to mid-2000s

Poorest 20% Middle 20% Richest 20%

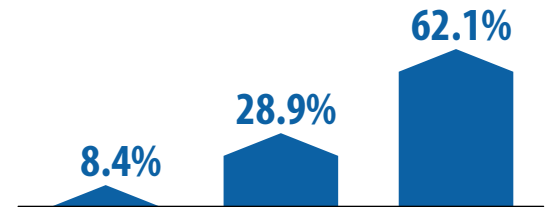
The average drop in incomes among the bottom 20 percent of households over the last decade.



Inequality Worsening Since the 1970s

Change in income by household income group, late 1970s to mid-2000s

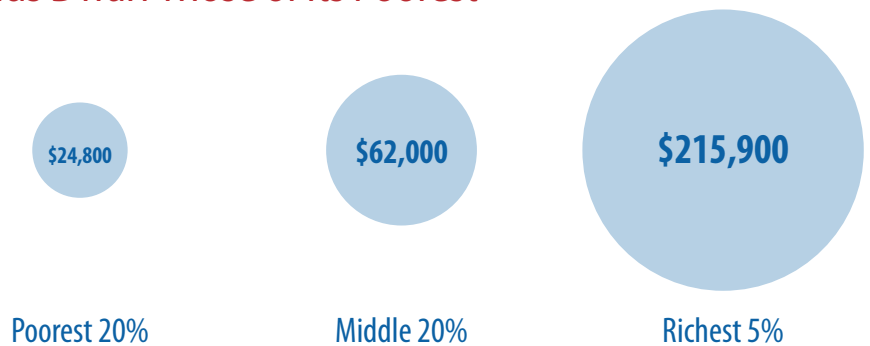
Poorest 20% Middle 20% Richest 20%



Incomes of Iowa's Richest Households Dwarf Those of Its Poorest

After decades of widening inequality, Iowa's richest households have dramatically bigger incomes than its poorest households.

The richest 5 percent of households have average incomes 8.7 times as large as the bottom 20 percent of households and 3.5 times as large as the middle 20 percent of households.



Source: Economic Policy Institute/Center on Budget and Policy Priorities analysis of U.S. Census Bureau data. Income is post-federal tax and includes the value of the EITC and the value of food stamps and housing subsidies. Income is adjusted for inflation (to 2009 dollars) and for household size. Changes shown are significant at the 90% level. For more detail, see *Pulling Apart: A State-by-State Analysis of Income Trends*, November 2012.