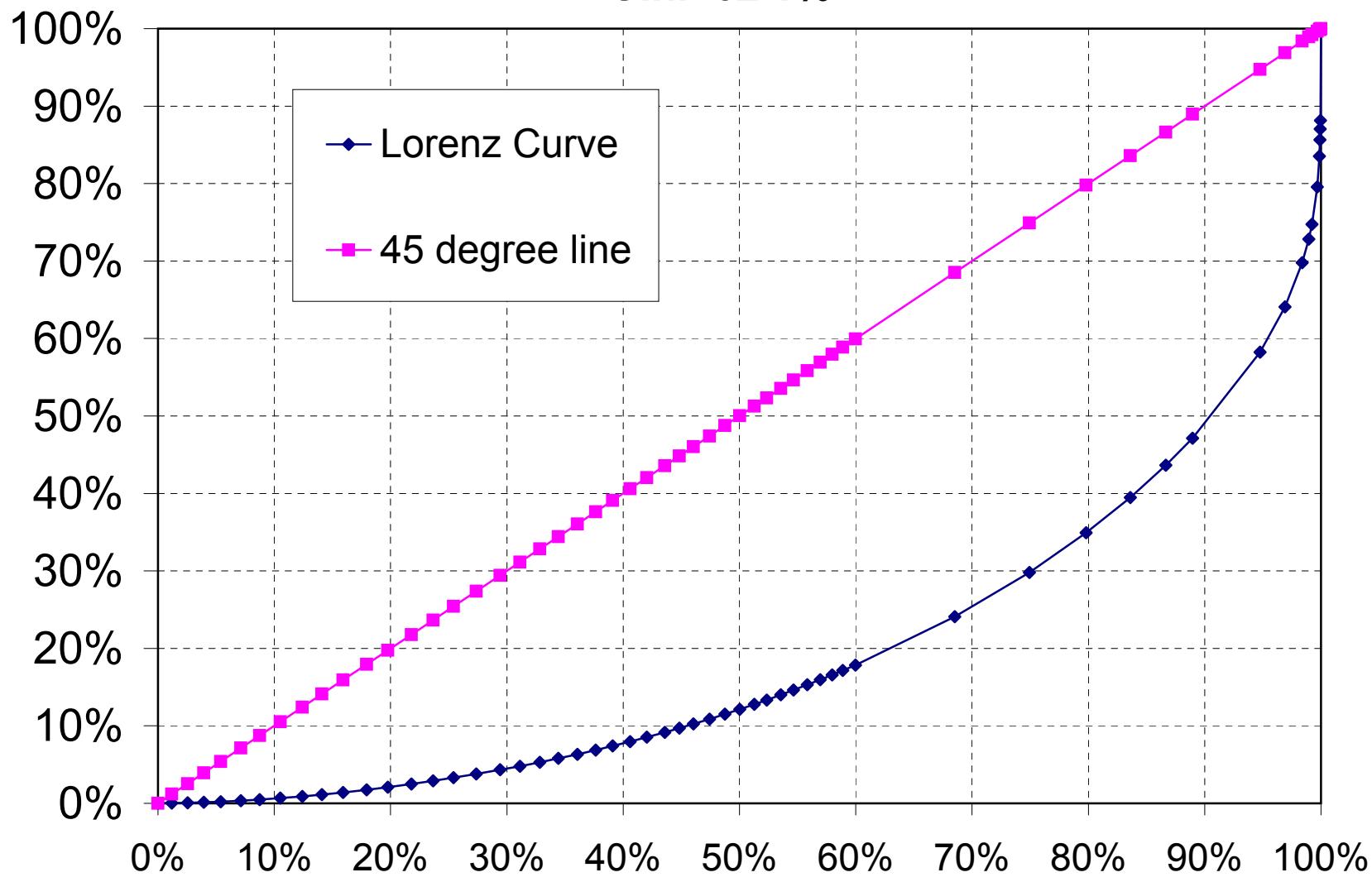
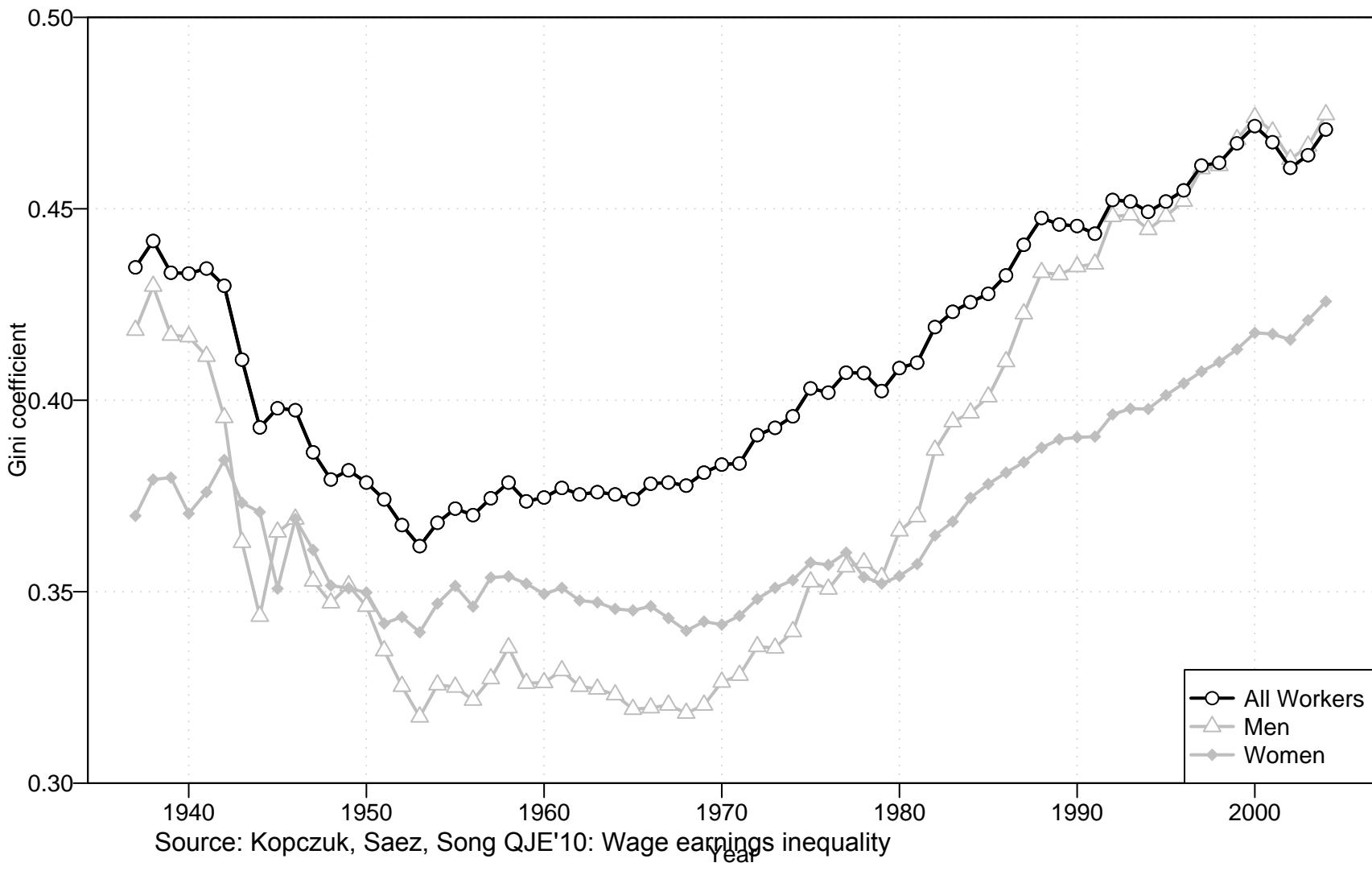


Gini Coefficient California pre-tax income, 2000, Gini=62.1%



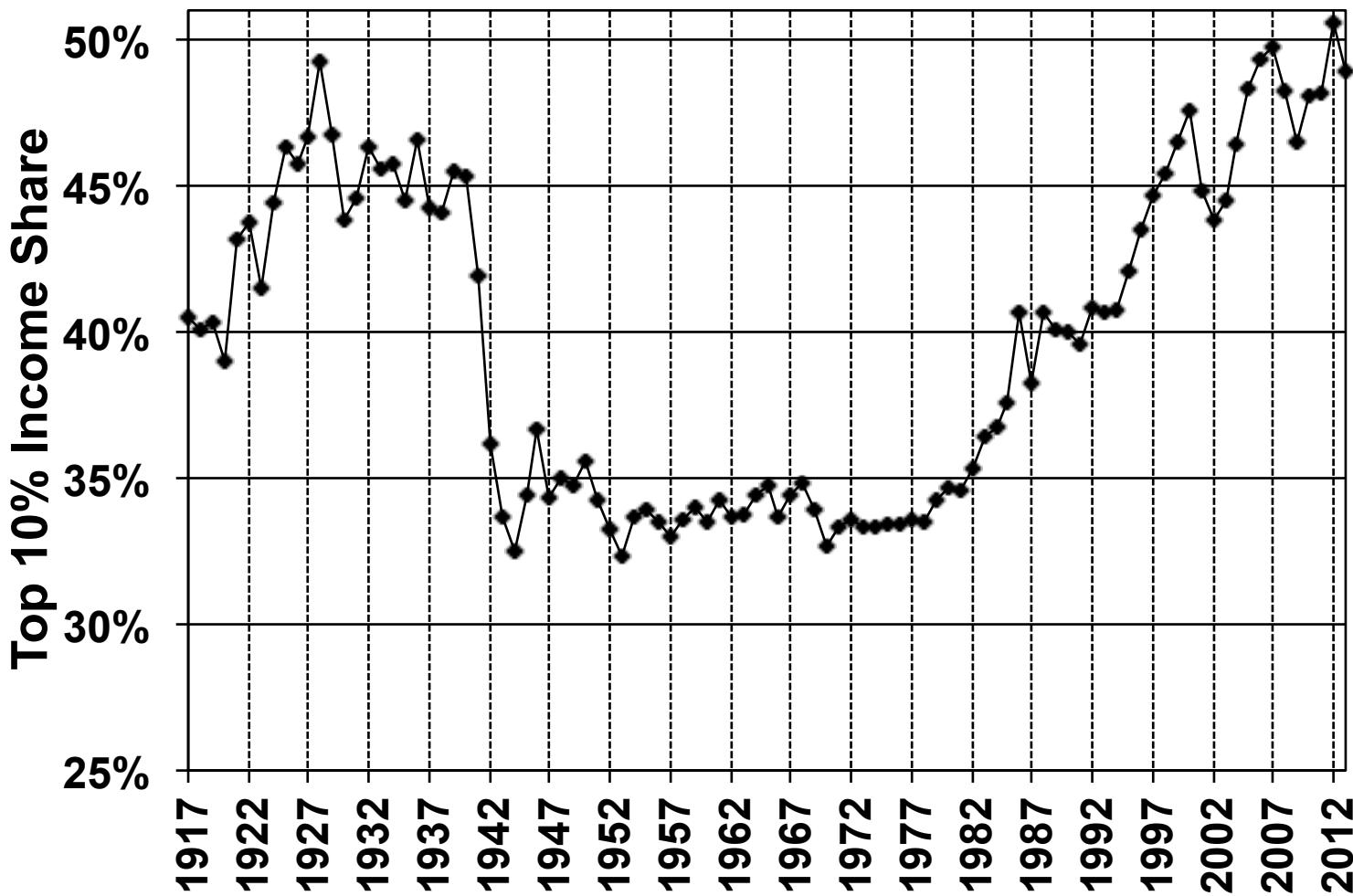
Source: Annual Report 2001 California Franchise Tax Board

Figure 1: Gini coefficient



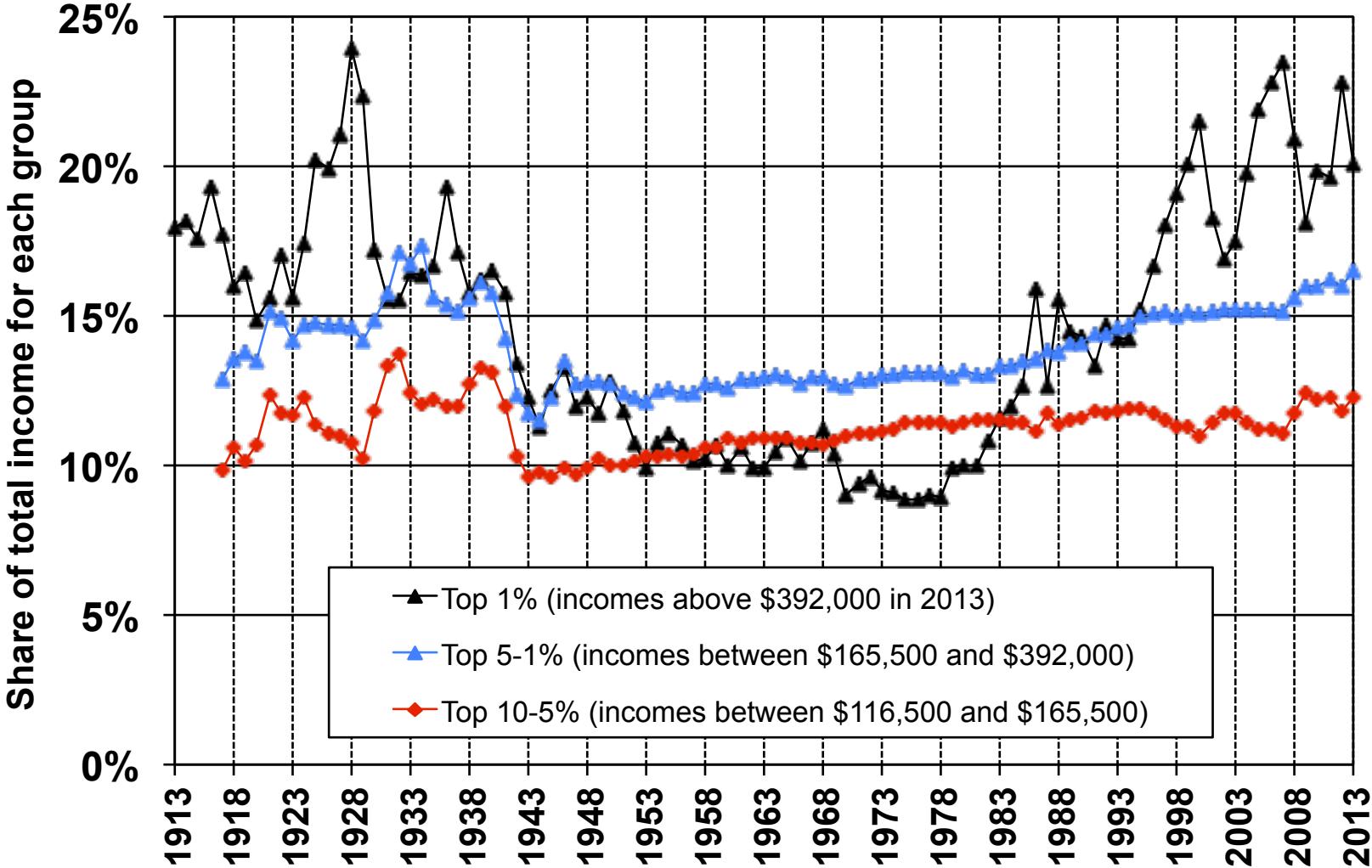
Source: Kopczuk, Saez, Song QJE'10: Wage earnings inequality

Top 10% Pre-tax Income Share in the US, 1917-2013



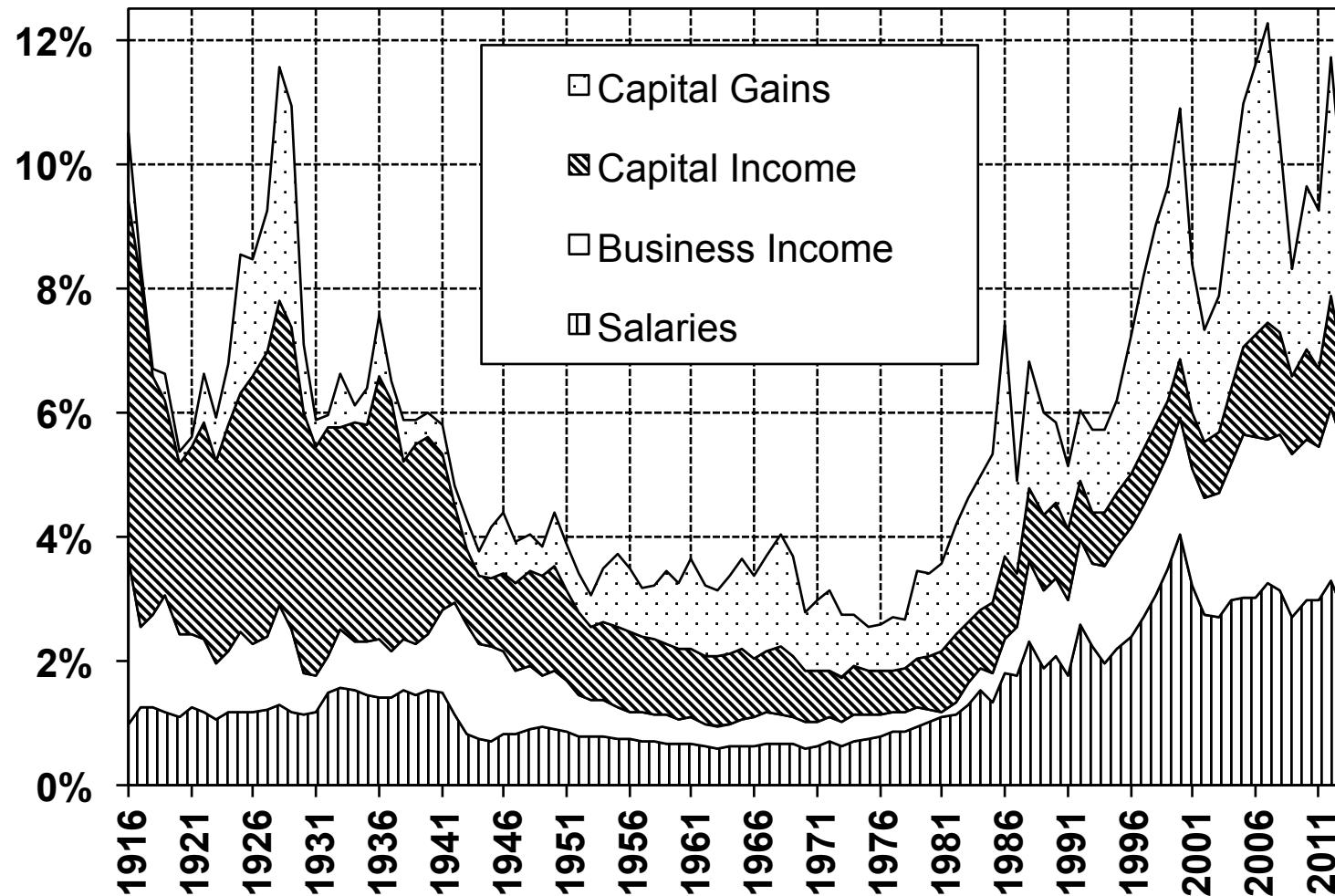
Source: Piketty and Saez, 2003 updated to 2013. Series based on pre-tax cash market income including realized capital gains and excluding government transfers.

Decomposing Top 10% into 3 Groups, 1913-2013



Source: Piketty and Saez, 2003 updated to 2013. Series based on pre-tax cash market income including realized capital gains and excluding government transfers.

US Top 0.1% Pre-Tax Income Share and Composition



Source: Piketty and Saez, 2003 updated to 2013. Series based on pre-tax cash market income including or excluding realized capital gains, and always excluding government transfers.

Table 1. Real Income Growth by Groups

	Average Income Real Growth (1)	Top 1% Incomes Real Growth (2)	Bottom 99% Incomes Real Growth (3)	Fraction of total growth (or loss) captured by top 1% (4)
Full period				
1993-2012	17.9%	86.1%	6.6%	68%
Clinton Expansion				
1993-2000	31.5%	98.7%	20.3%	45%
2001 Recession				
2000-2002	-11.7%	-30.8%	-6.5%	57%
Bush Expansion				
2002-2007	16.1%	61.8%	6.8%	65%
Great Recession 2007-				
2009	-17.4%	-36.3%	-11.6%	49%
Recovery				
2009-2012	6.0%	31.4%	0.4%	95%

Computations based on family market income including realized capital gains (before individual taxes).

Incomes exclude government transfers (such as unemployment insurance and social security) and non-taxable fringe benefits.

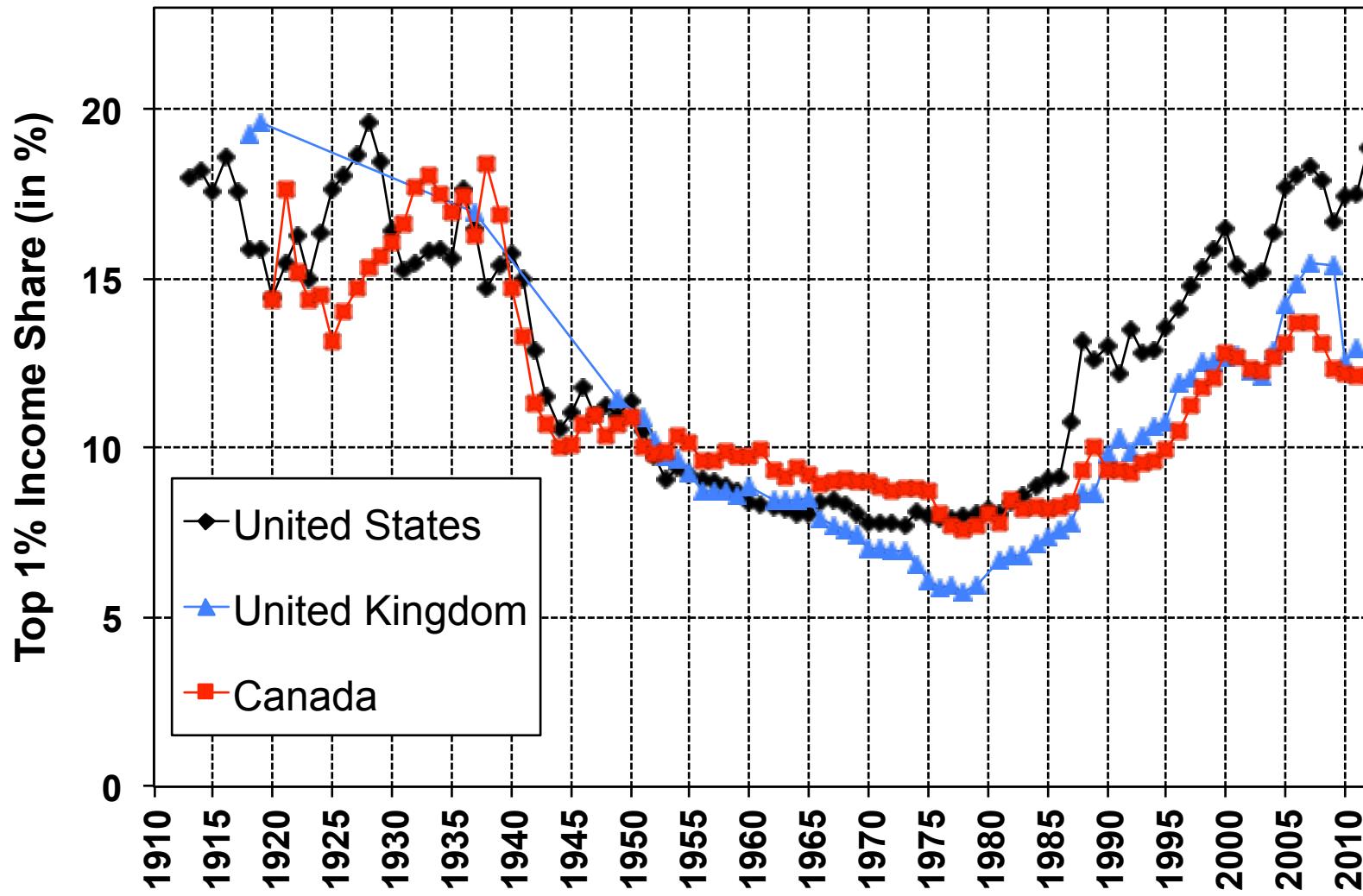
Incomes are deflated using the Consumer Price Index.

Column (4) reports the fraction of total real family income growth (or loss) captured by the top 1%.

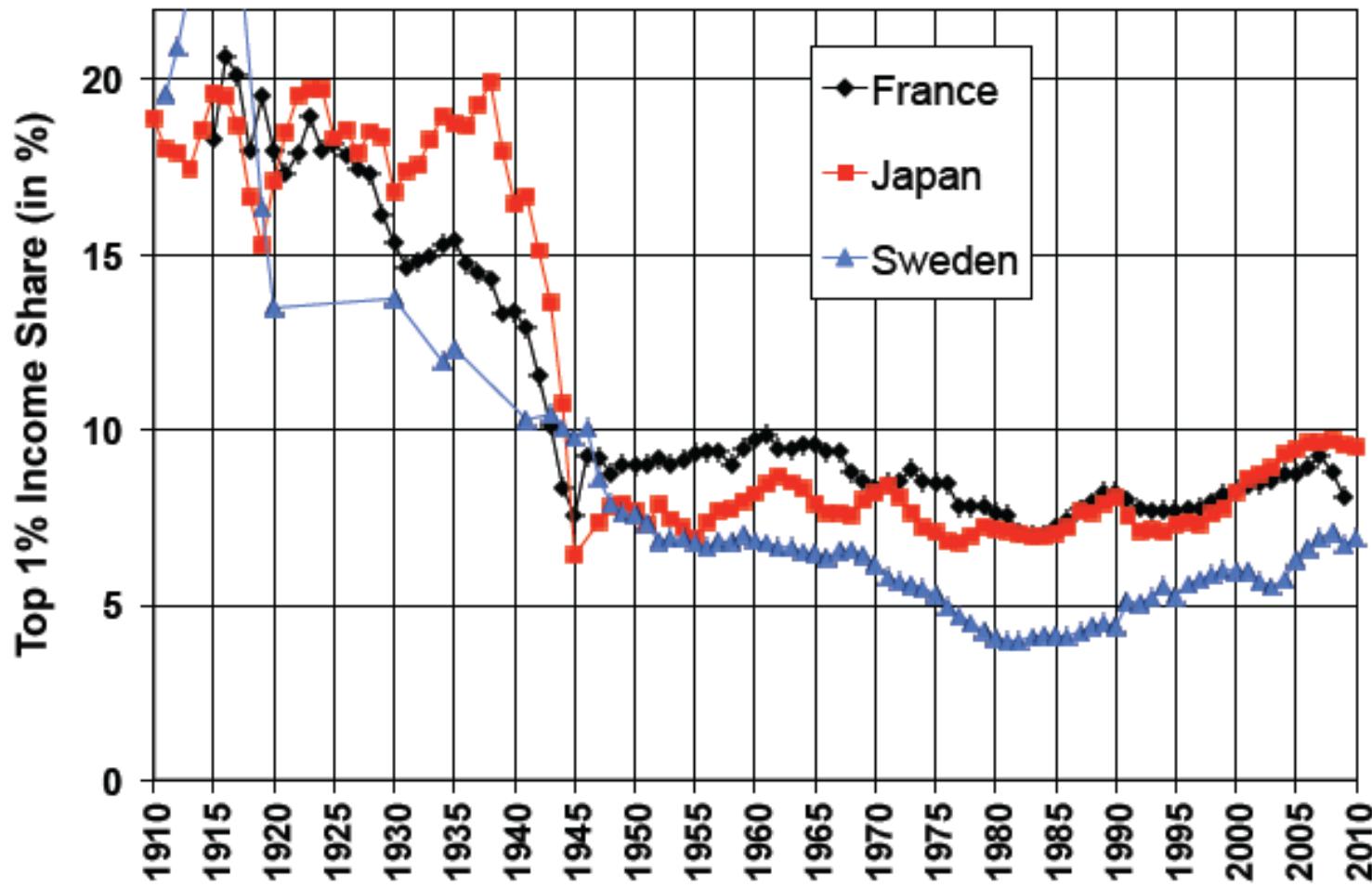
For example, from 2002 to 2007, average real family incomes grew by 16.1% but 65% of that growth accrued to the top 1% while only 35% of that growth accrued to the bottom 99% of US families.

Source: Piketty and Saez (2003), series updated to 2012 in August 2013 using IRS preliminary tax statistics for 2012.

Top 1% share: English Speaking countries (U-shaped)



Top 1% share: Continental Europe and Japan (L-shaped)



Source: THE WORLD TOP INCOMES DATABASE

17.1

Relative Income Inequality: Select OECD Countries

	Income Quintile					
	Bottom	Second	Third	Fourth	Highest	Top 10%
Sweden	10.7	14.4	17.6	21.5	35.7	10.9
Austria	8.4	12.4	16.8	22.3	40.1	13.6
France	9.4	12.9	16.3	21	40.4	15.2
UK	7.9	11.2	15	20.6	45.4	19.8
USA	3.3	8.5	14.6	23.4	50.2	21.3
Mexico	4.6	7.8	11.6	18.3	57.6	32.3
OECD Average	8.5	12.2	16	21.1	42.2	16.7

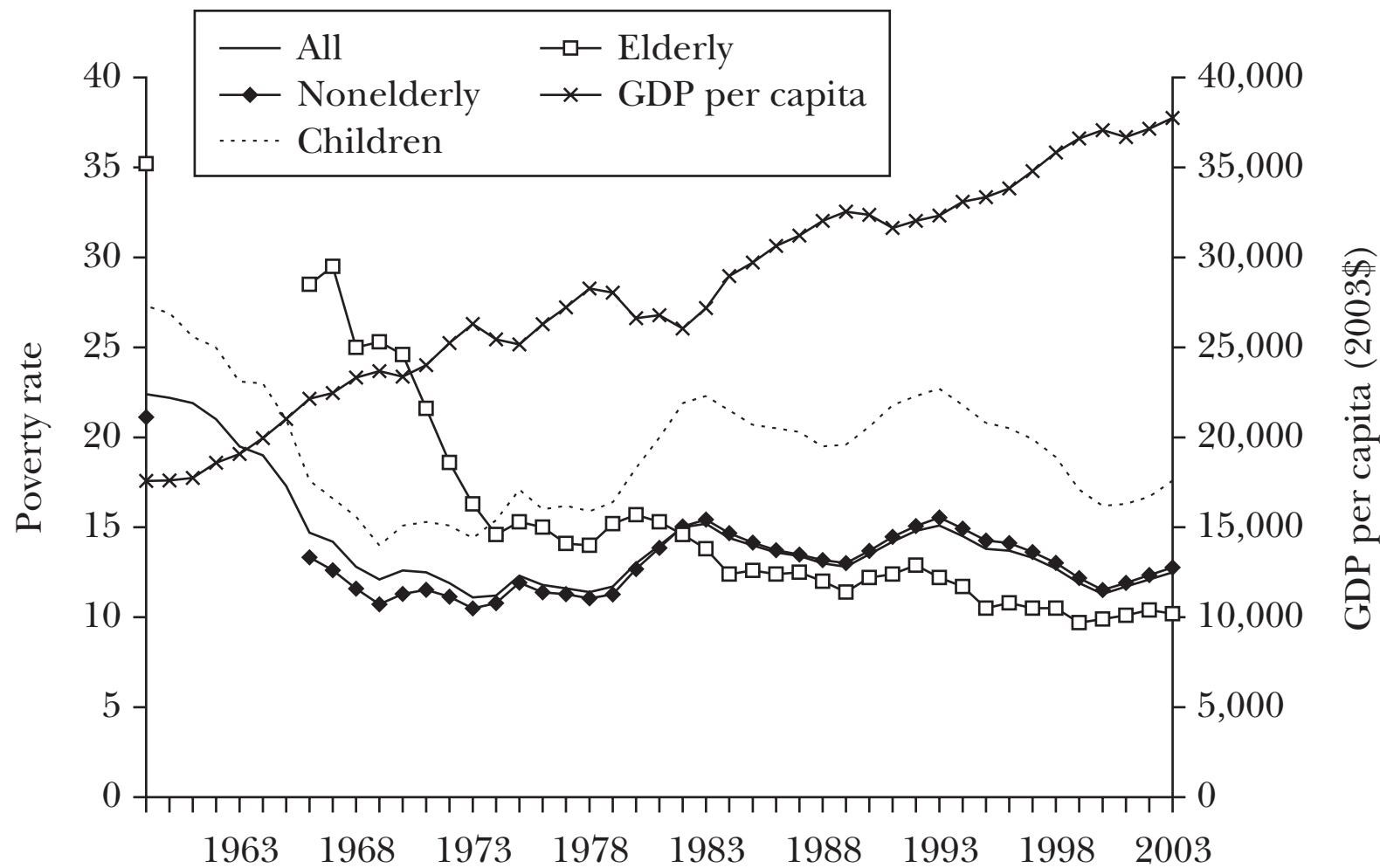
17.1

Poverty Lines by Family Size (2012)

Size of Family Unit	Poverty Line
1	\$11,170
2	15,130
3	19,090
4	23,050
5	27,010
For each additional person, add	3,960

Figure 1

Trends in Individual Poverty Rates and Real GDP per Capita, 1959–2003



Source: Poverty rates are from U.S. Bureau of the Census, Current Population Survey, Annual Social and Economic Supplements. The GDP per capita series is from the Economic Report of the President (2005).

Note: The poverty rate data are unavailable for some subgroups for 1960–1965.

Table 1

Characteristics of the Nonelderly Poor, 2003

(percentage with given characteristic)

	<i>Among nonelderly poor</i>	<i>Among all nonelderly</i>
<i>Individual characteristics</i>		
Age <18	39.8%	28.8%
Male	45.5%	49.8%
Female	54.5%	50.2%
Family head is		
Married	35.0%	66.6%
Single with kids	39.1%	14.4%
Single without kids	25.8%	18.9%
White	42.2%	65.7%
Black	24.1%	12.6%
Hispanic	26.8%	15.1%
Family head's education		
<High school	35.3%	14.4%
Native-born	82.6%	87.4%
Immigrant	17.4%	12.6%
Head worked last year	50.0%	81.1%

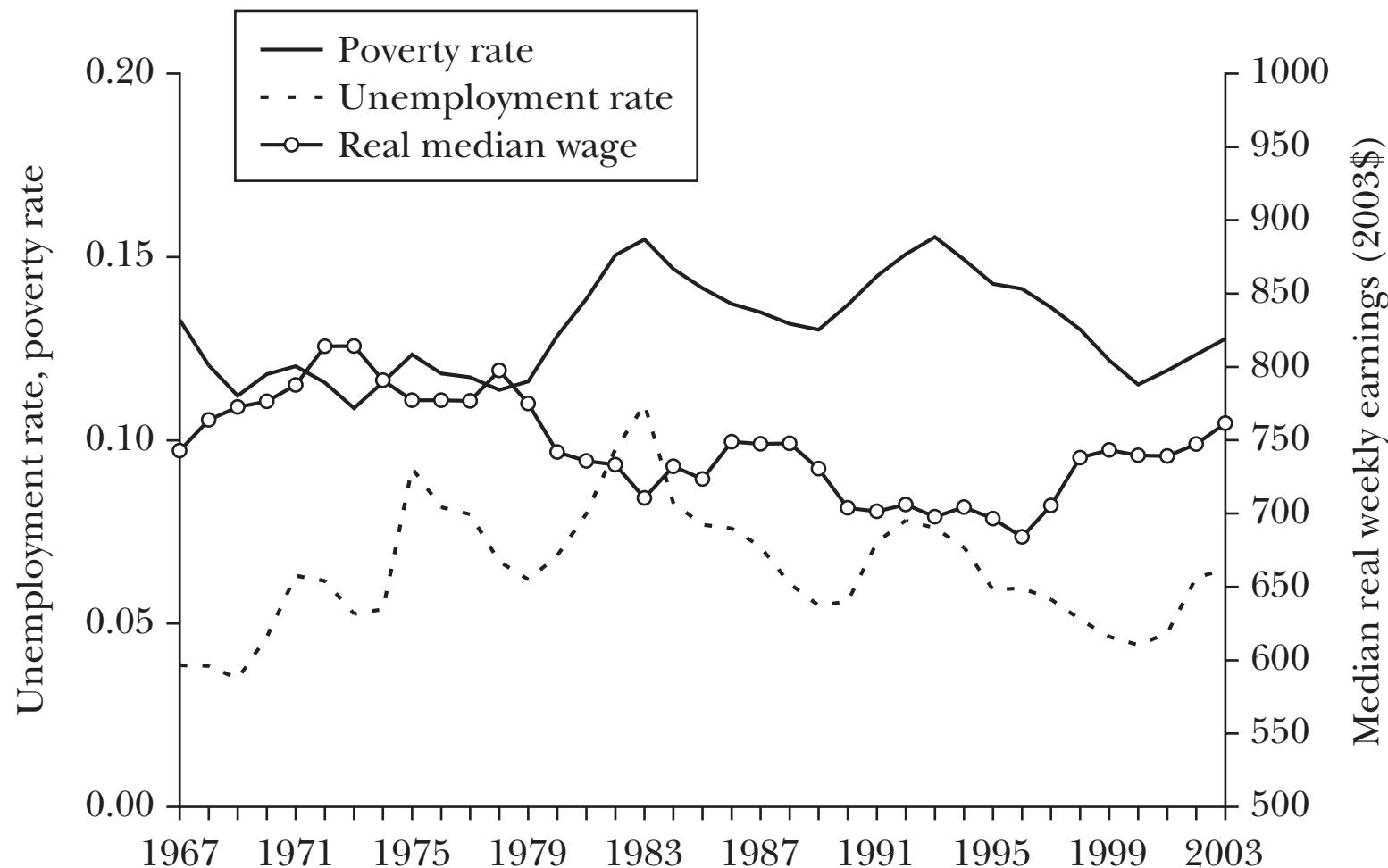
Source: Author's tabulations of the 2004 March CPS.

Note: The age, gender, race and ethnicity are assigned using the individual's characteristics. Family type, immigrant status, education and employment are assigned based on characteristics of the head of the family.

Source: Hilary W. Hoynes, Marianne E. Page and Ann Huff Stevens (2006)

Figure 2

Nonelderly Poverty Rates, Unemployment Rates and Median Wages, 1967–2003



Source: Authors' tabulations of the 1968–2004 March CPS.

Notes: Median hourly wages are defined for all full-time working men. See text for more details.

Table 3

Effect of Family Structure on Nonelderly Poverty Rates

	<i>Percentage of nonelderly persons by family type</i>		<i>Percentage of nonelderly persons in poverty by family type</i>	
	<i>1967</i>	<i>2003</i>	<i>1967</i>	<i>2003</i>
<i>Persons by family type</i>				
Married couples with children	67.3	44.2	10.7	8.1
Married couples without children	18.7	22.4	5.8	4.1
Single women with children	6.2	11.9	51.2	37.3
Single men with children	0.8	2.5	28.4	22.0
Single women without children	4.4	9.6	25.4	18.6
Single men without children	2.6	9.3	18.1	16.2
All persons				
Percentage in poverty, actual			13.3	12.8
Predicted poverty, changes in family type only				17.0

Source: Authors' tabulations of the 1968 and 2004 March CPS.

Table 4

**Percentage of Persons in Poverty by Alternative Definition of Income, 2003,
Measuring Impacts of Government Programs**

	<i>Nonelderly persons</i>	<i>Children</i>
(a) Official poverty measure (Money income = pretax, postgovernment cash transfers)	12.7	17.6
<i>Poverty reduction due to EITC</i>		
(b) Money income (official measure) less all taxes except EITC	13.9	19.1
(c) Money income less all taxes (including EITC)	12.2	16.0
<i>Poverty reduction due to means-tested cash transfers</i>		
(d) Full income less taxes less means tested government cash transfers ^a	12.2	15.8
(e) Full income less taxes	11.4	14.9
<i>Poverty reduction due to non means-tested cash transfers</i>		
(f) Pregovernment transfer money income less taxes ^b	15.2	17.8
(g) Pregovernment transfer money income less taxes plus nonmeans tested cash government transfers	12.4	15.9
<i>Poverty reduction due to means-tested noncash transfers</i>		
(h) Full income less taxes (definition e above)	11.4	14.9
(i) Full income less taxes plus Medicaid	10.8	13.8
(j) Full income less taxes plus Medicaid plus other means-tested government noncash transfers	9.9	12.3

Source: Hilary W. Hoynes, Marianne E. Page and Ann Huff Stevens (2006)

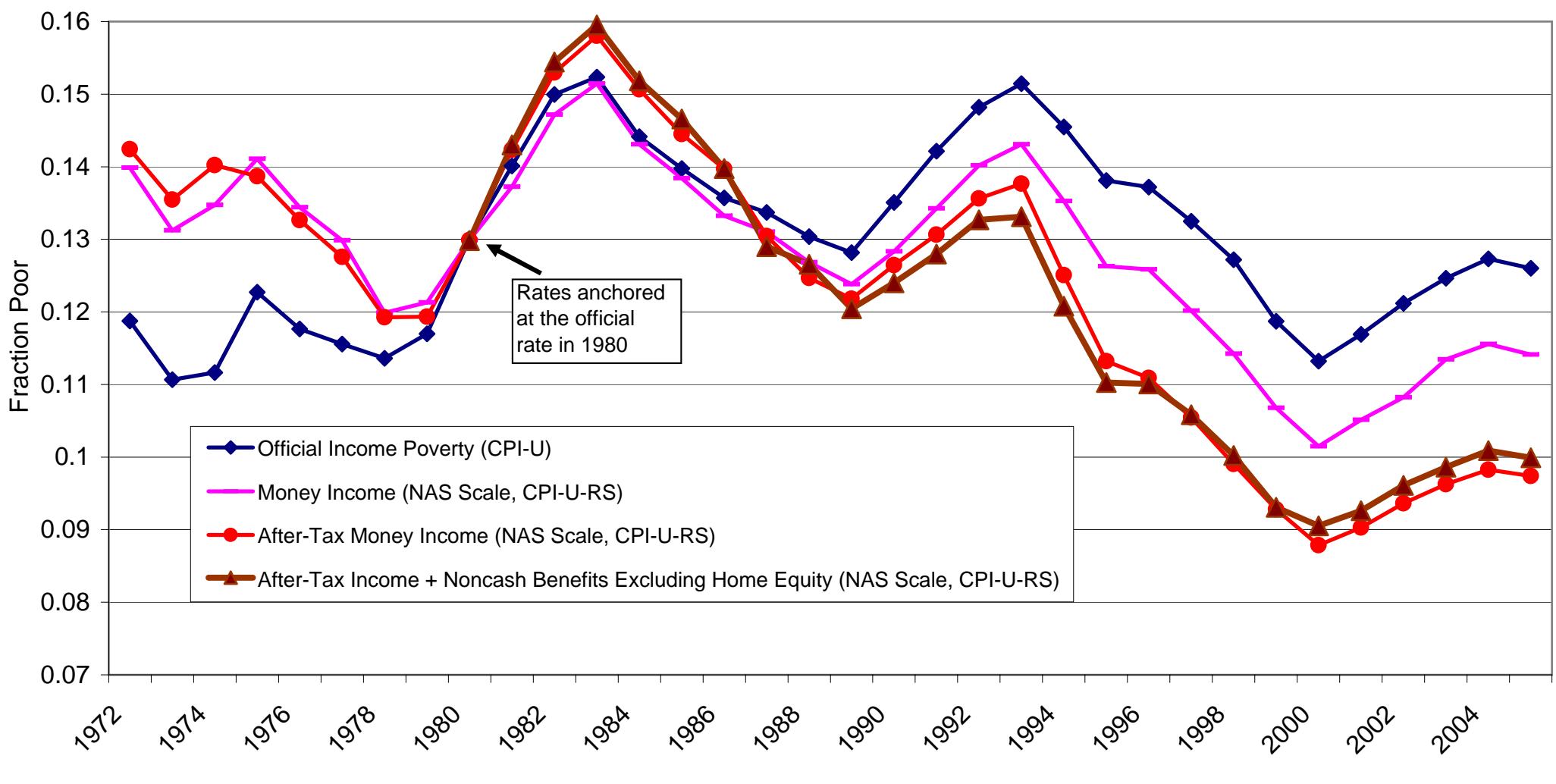
Table 5

Nonelderly Poverty Rates in Native and Immigrant Households, by Year

<i>All persons</i>	<i>Persons in households headed by a native</i>		<i>Persons in households headed by an immigrant</i>		
	<i>Poverty rate</i>	<i>Poverty rate</i>	<i>Percentage of population</i>	<i>Poverty rate</i>	<i>Percentage of population</i>
1959	20.6	20.9	95.8	14.1	4.2
1969	12.4	12.5	95.9	11.2	4.1
1979	12.3	12.1	94.0	15.6	6.0
1989	12.9	12.5	91.4	17.5	8.6
1999	12.4	11.8	87.9	17.4	12.1

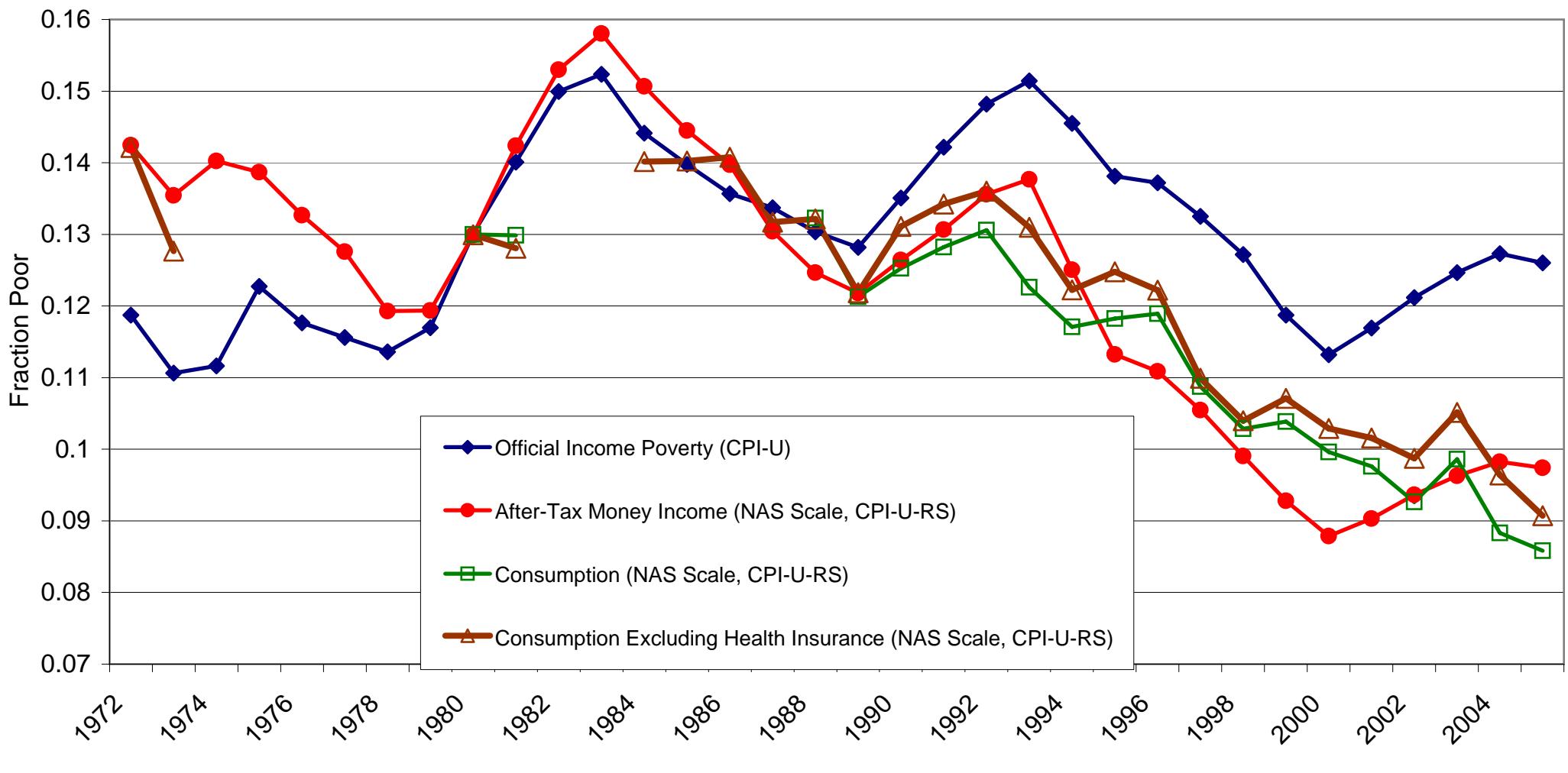
Source: Authors' tabulations of 1960, 1970, 1980, 1990 and 2000 Census files.

Figure 1: Official and Alternative Income Poverty Rates, 1972-2005



Notes: The rates are anchored at the official rate in 1980. Data are from the CPS-ASEC/ADF. Official Income Poverty follows the U.S. Census definition of income poverty using official thresholds. For measures other than the official one, the threshold in 1980 is equal to the value that yields a poverty rate equal to the official poverty rate in 1980 (13.0 percent). The thresholds in 1980 are then adjusted overtime using the CPI-U-RS. Poverty status is determined at the family level and then person weighted. After-Tax Money Income includes taxes and credits (calculated using TAXSIM). After-Tax Money Income + Noncash Benefits Excluding Home Equity also includes food stamps and CPS-imputed measures of housing and school lunch subsidies, and the fungible value of Medicaid and Medicare. This last series is only available starting with the 1980 CPS-ASEC/ADF. See Data Appendix for more details.

Figure 2: Consumption and Income Poverty Rates, 1972-2005



Notes: The rates are anchored at the official rate in 1980. Poverty status is determined at the family level and then person weighted. Consumption data are from the CE Survey and income data are from the CPS-ASEC/ADF. Official Income Poverty and After-Tax Money Income Poverty are as in Figure 1. CE Survey data are not available for the years 1974-1979 and 1982-1983. Also, consumption data are not available for the years 1984-1987 for measures that include health insurance.

18.1

Tax Revenue by Type of Tax in the United States (2010, % of Total Tax Revenue)

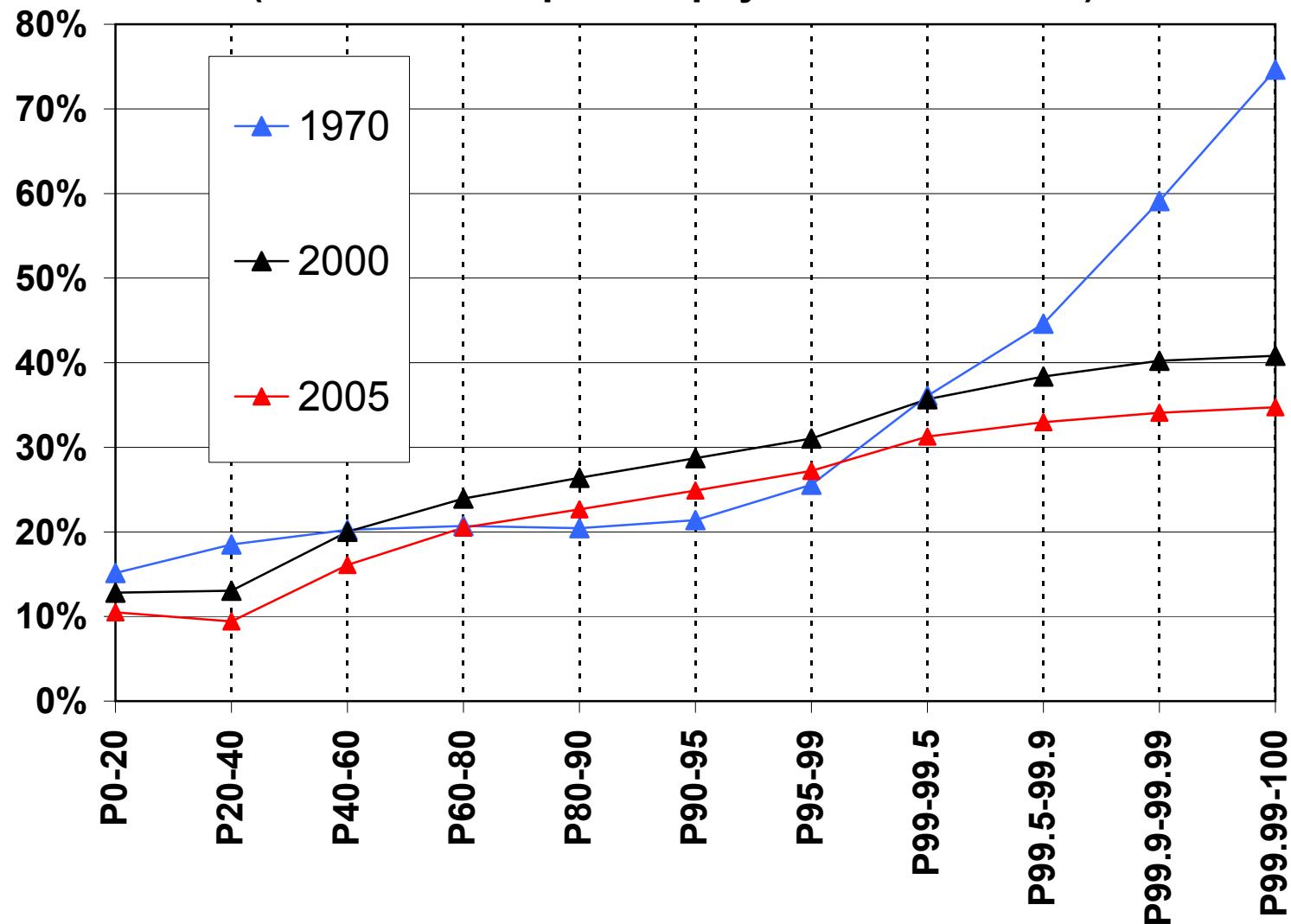
	Federal	State and Local	Total
Individual income taxes	42%	20%	34%
Social insurance contributions (payroll tax)	35	0	24
Corporate taxes	13	4	10
Consumption tax	3	34	14
Property tax	0	33	11
Other	7	9	7

18.1

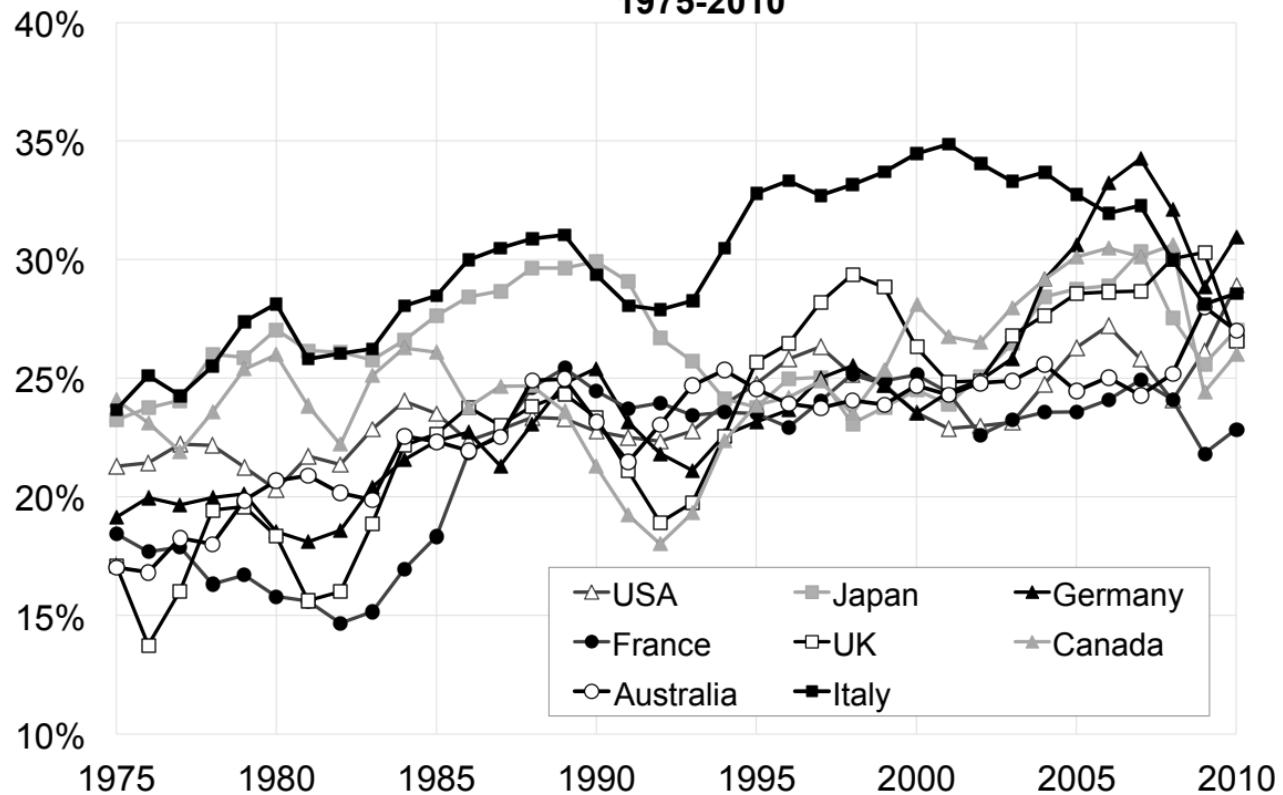
Taxation Around the World

	Norway	Denmark	OECD Average
Individual income taxes	24%	55%	25%
Social insurance contributions (payroll tax)	23	2	27
Corporate taxes	22	5	8
Consumption tax	26	30	31
Property tax	3	4	5
Other	2	4	4

2. Federal Average Tax Rates by Income Groups (individual+corporate+payroll+estate taxes)

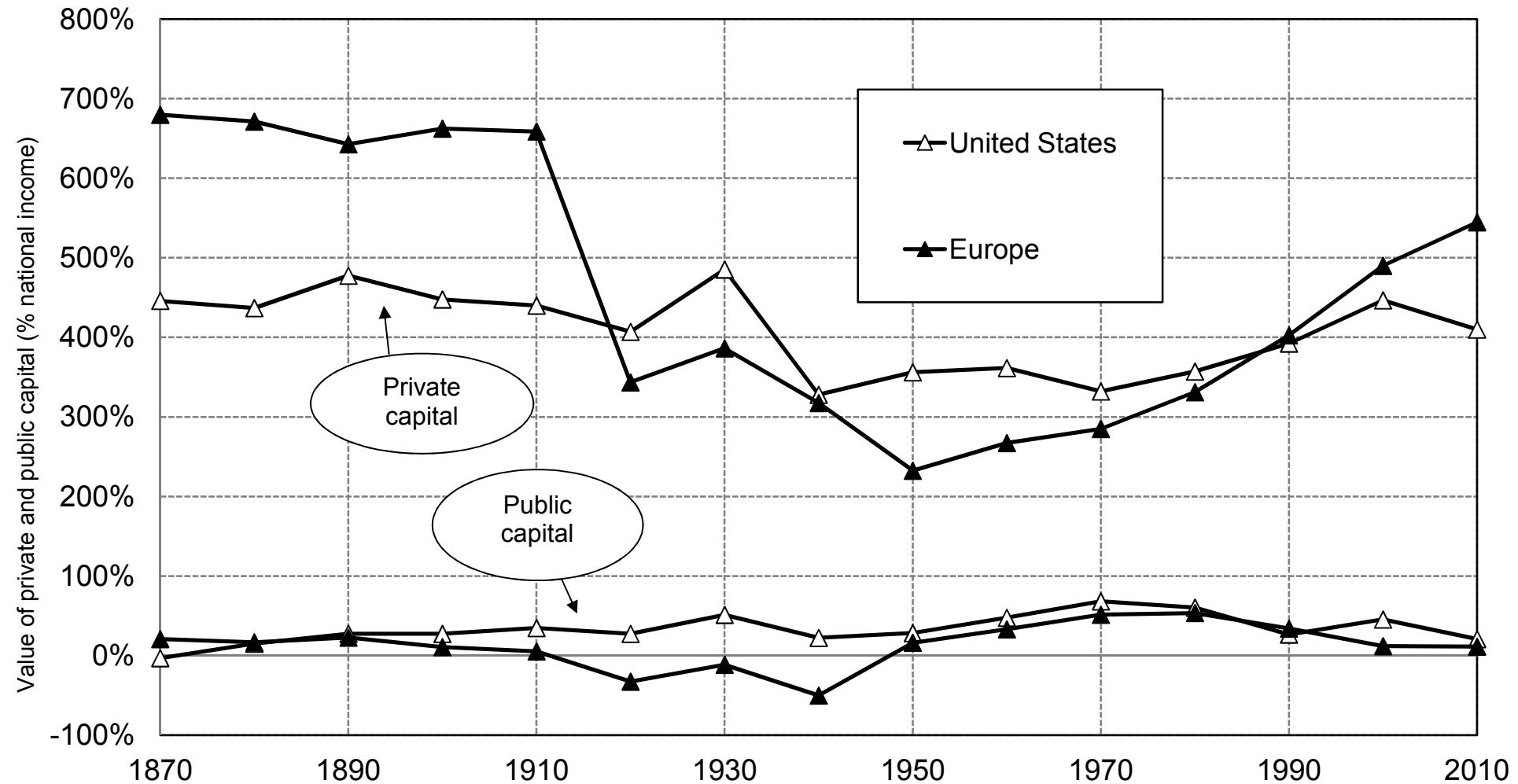


**Figure 12: Capital shares in factor-price national income
1975-2010**



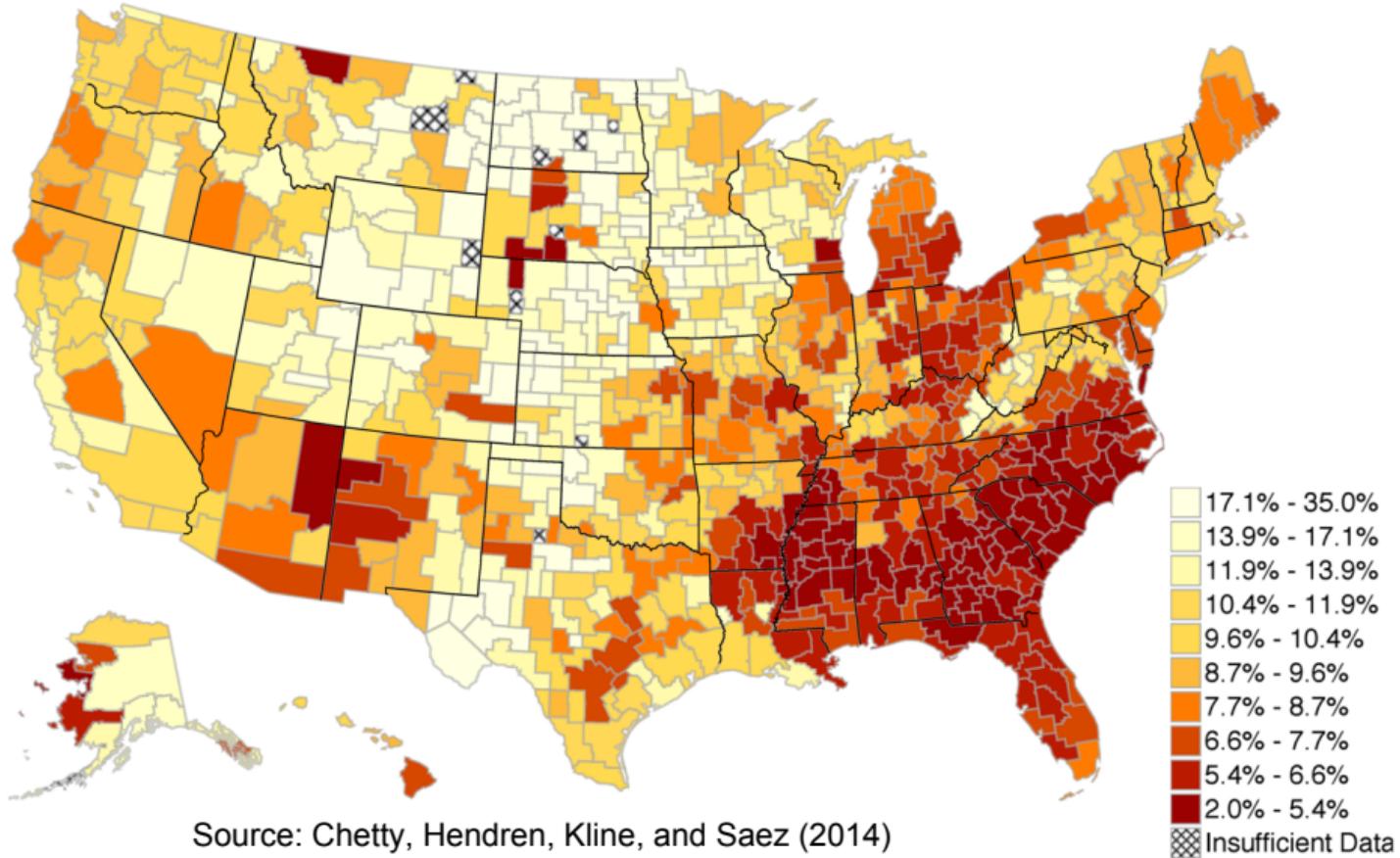
Source: Piketty and Zucman (2014)

Figure 5.1. Private and public capital: Europe and America, 1870-2010

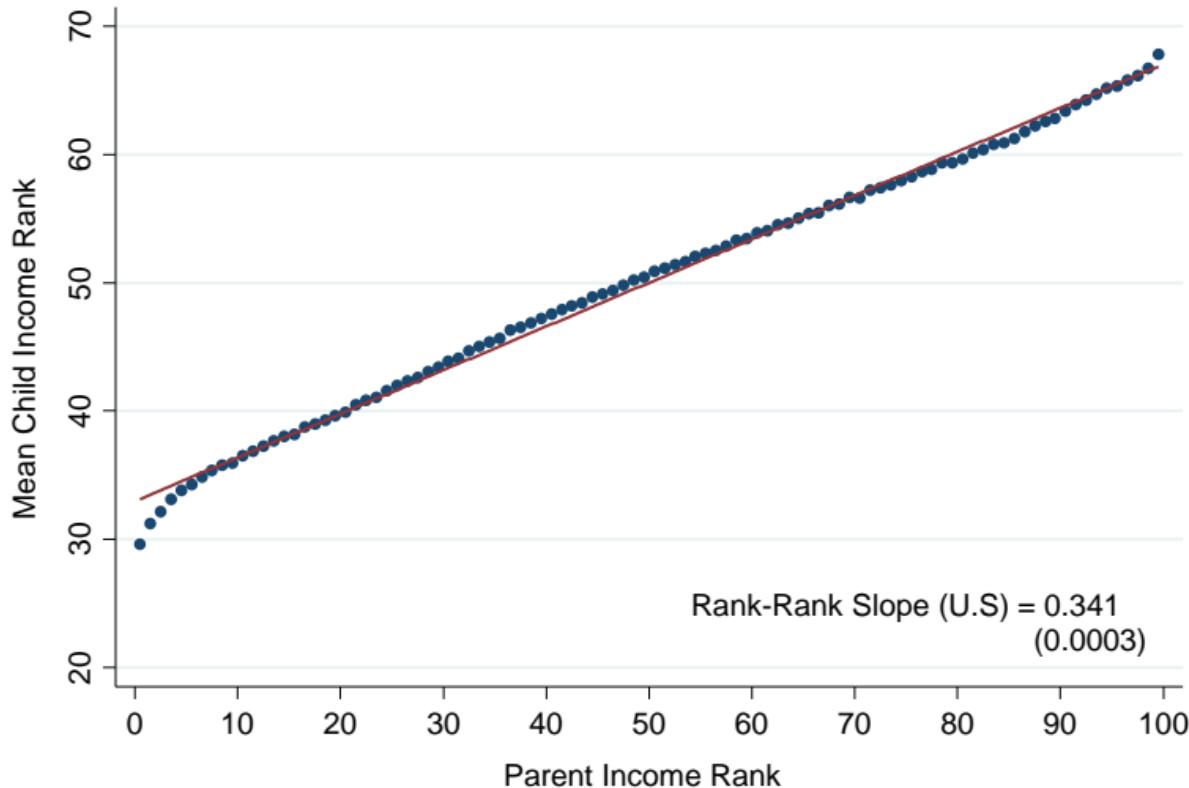


The fluctuations of national capital in the long run correspond mostly to the fluctuations of private capital (both in Europe and in the U.S.). Sources and series: see piketty.pse.ens.fr/capital21c.

B. Probability of Reaching Top Quintile Given Parents in Bottom Quintile

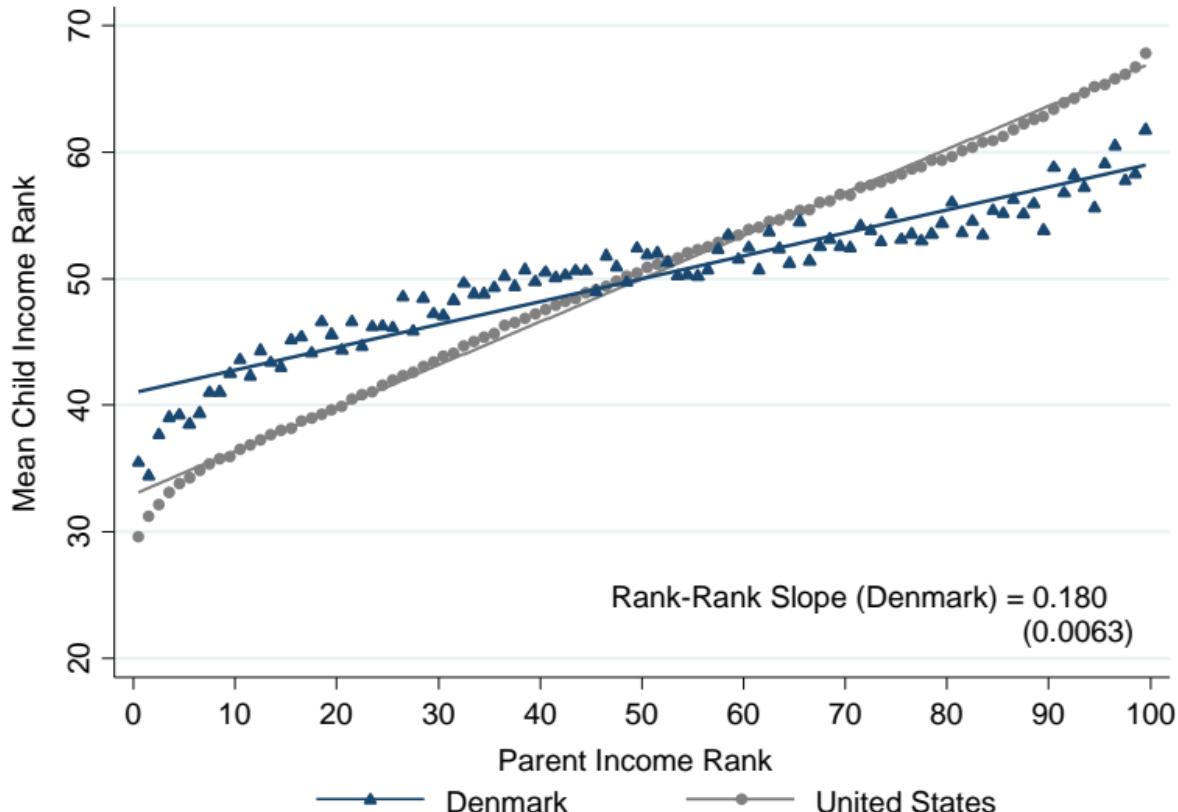


A. Mean Child Income Rank vs. Parent Income Rank in the U.S.



Source: Chetty, Hendren, Kline, Saez (2014)

B. United States vs. Denmark

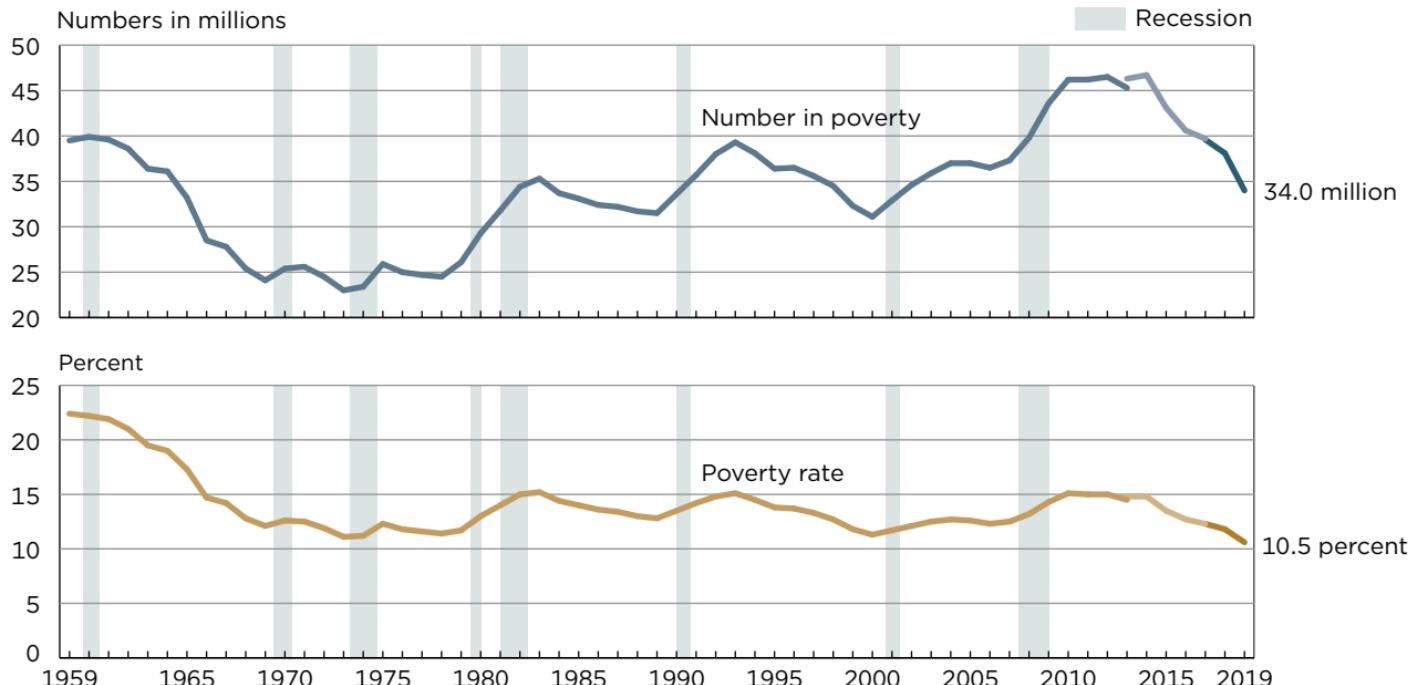


Source: Chetty, Hendren, Kline, Saez (2014)

Figure 7.

Number in Poverty and Poverty Rate: 1959 to 2019

(Population as of March of the following year)



Note: The data for 2017 and beyond reflect the implementation of an updated processing system. The data for 2013 and beyond reflect the implementation of the redesigned income questions. See Table B-5 for historical footnotes. The data points are placed at the midpoints of the respective years. For information on recessions, see Appendix A. For information on confidentiality protection, sampling error, nonsampling error, and definitions, see <<https://www2.census.gov/programs-surveys/cps/techdocs/cpsmar20.pdf>>.

Source: U.S. Census Bureau, Current Population Survey, 1960 to 2020 Annual Social and Economic Supplements (CPS ASEC).

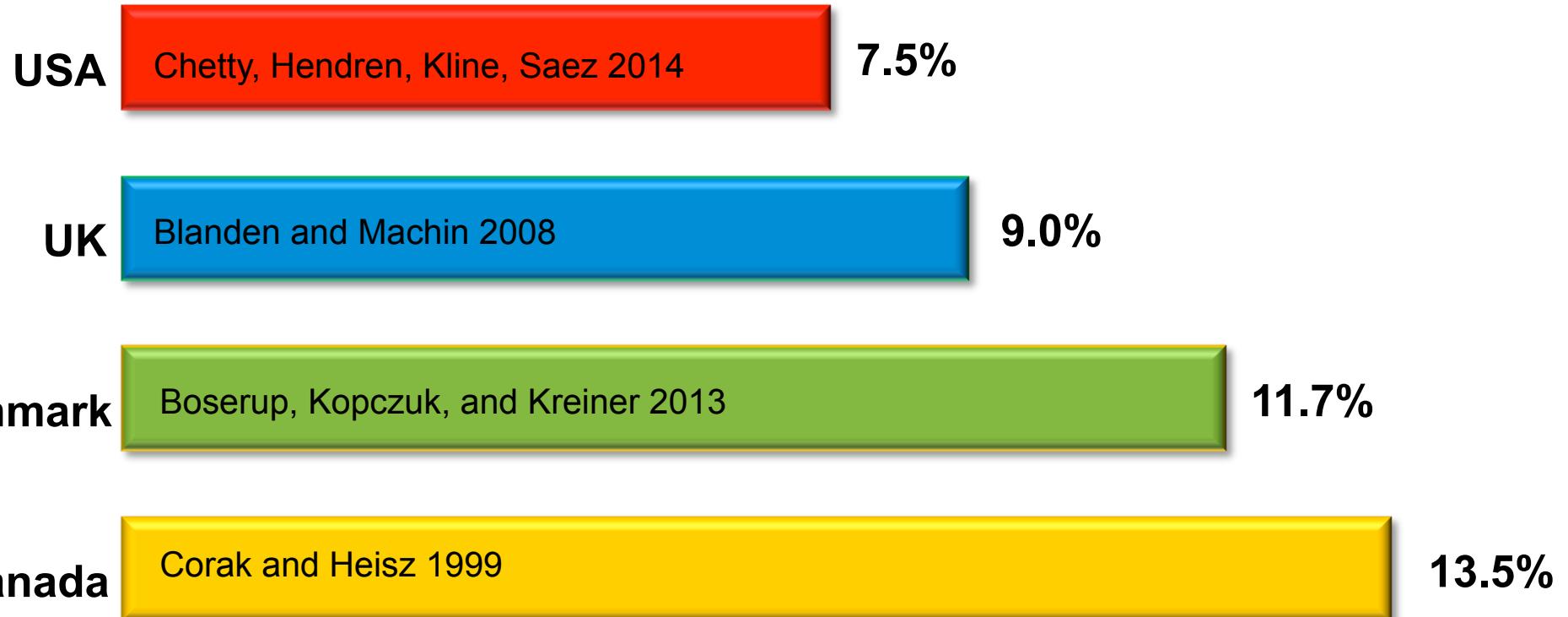
Table 1. Upward Mobility in the 50 Largest Metro Areas: The Top 10 and Bottom 10

Rank	Commuting Zone	Odds of Reaching		Rank	Commuting Zone	Odds of Reaching	
		Top Fifth from Bottom Fifth	Bottom Fifth			Top Fifth from Bottom Fifth	Bottom Fifth
1	San Jose, CA	12.9%		41	Cleveland, OH	5.1%	
2	San Francisco, CA	12.2%		42	St. Louis, MO	5.1%	
3	Washington DC	11.0%		43	Raleigh, NC	5.0%	
4	Seattle, WA	10.9%		44	Jacksonville, FL	4.9%	
5	Salt Lake City, UT	10.8%		45	Columbus, OH	4.9%	
6	New York, NY	10.5%		46	Indianapolis, IN	4.9%	
7	Boston, MA	10.5%		47	Dayton, OH	4.9%	
8	San Diego, CA	10.4%		48	Atlanta, GA	4.5%	
9	Newark, NJ	10.2%		49	Milwaukee, WI	4.5%	
10	Manchester, NH	10.0%		50	Charlotte, NC	4.4%	

Source: Chetty et al. 2014

The American Dream?

- Probability that a child born to parents in the bottom fifth of the income distribution reaches the top fifth:

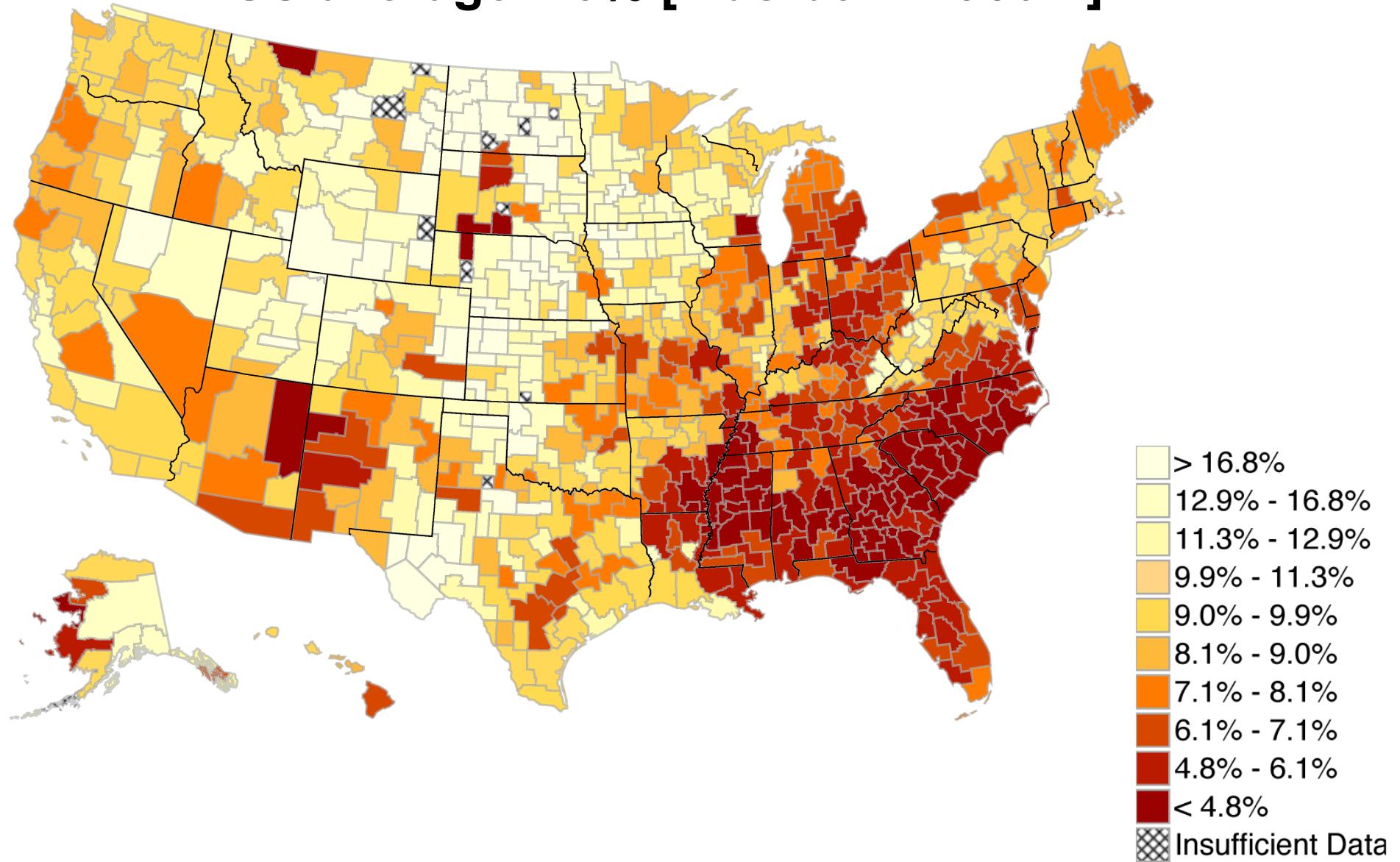


→ Chances of achieving the “American Dream” are almost two times higher in Canada than in the U.S.

The Geography of Upward Mobility in the United States

Probability of Reaching the Top Fifth Starting from the Bottom Fifth

US average 7.5% [kids born 1980-2]



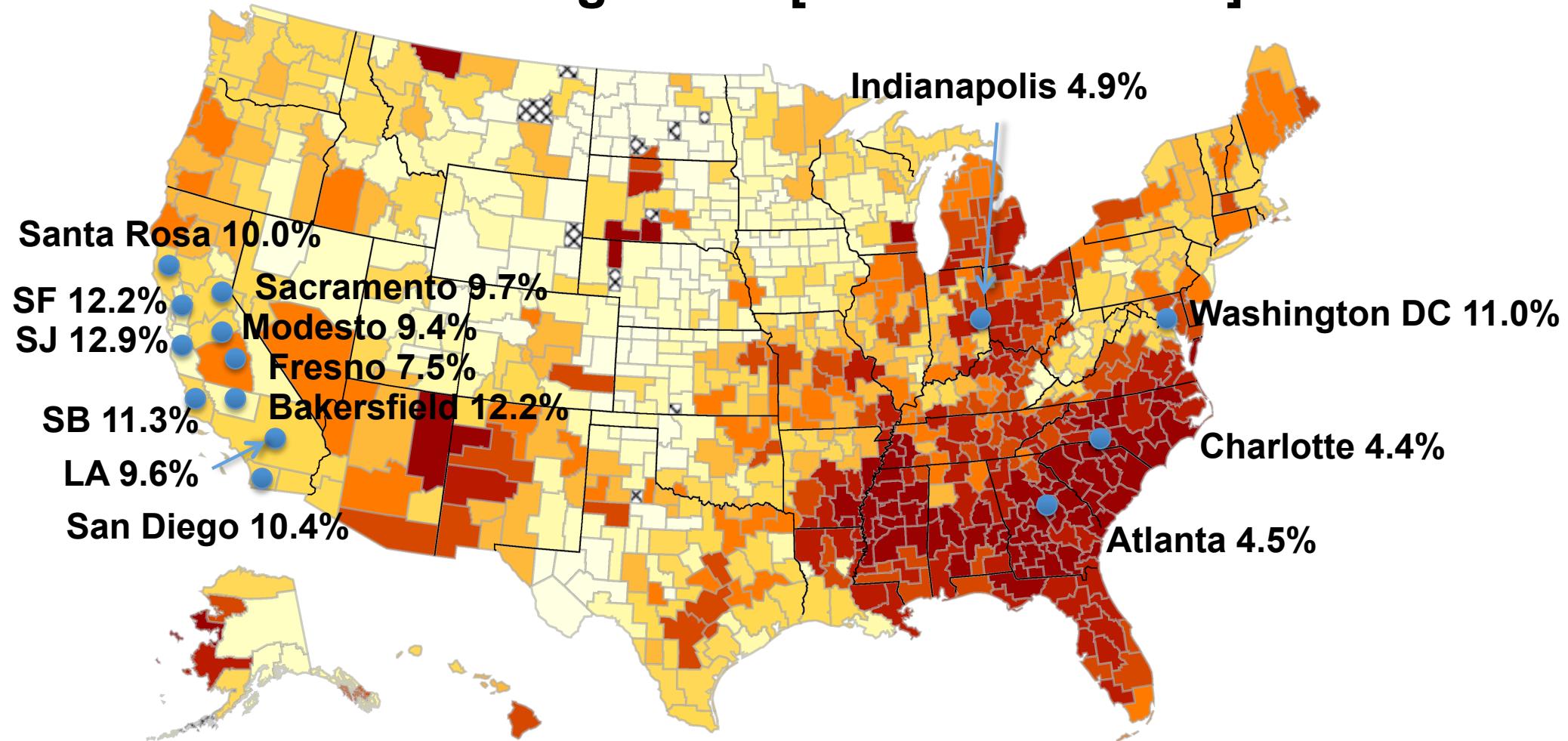
Note: Lighter Color = More Upward Mobility

Download Statistics for Your Area at www.equality-of-opportunity.org

The Geography of Upward Mobility in the United States

Odds of Reaching the Top Fifth Starting from the Bottom Fifth

US average 7.5% [kids born 1980-2]



Note: Lighter Color = More Upward Mobility

Download Statistics for Your Area at www.equality-of-opportunity.org

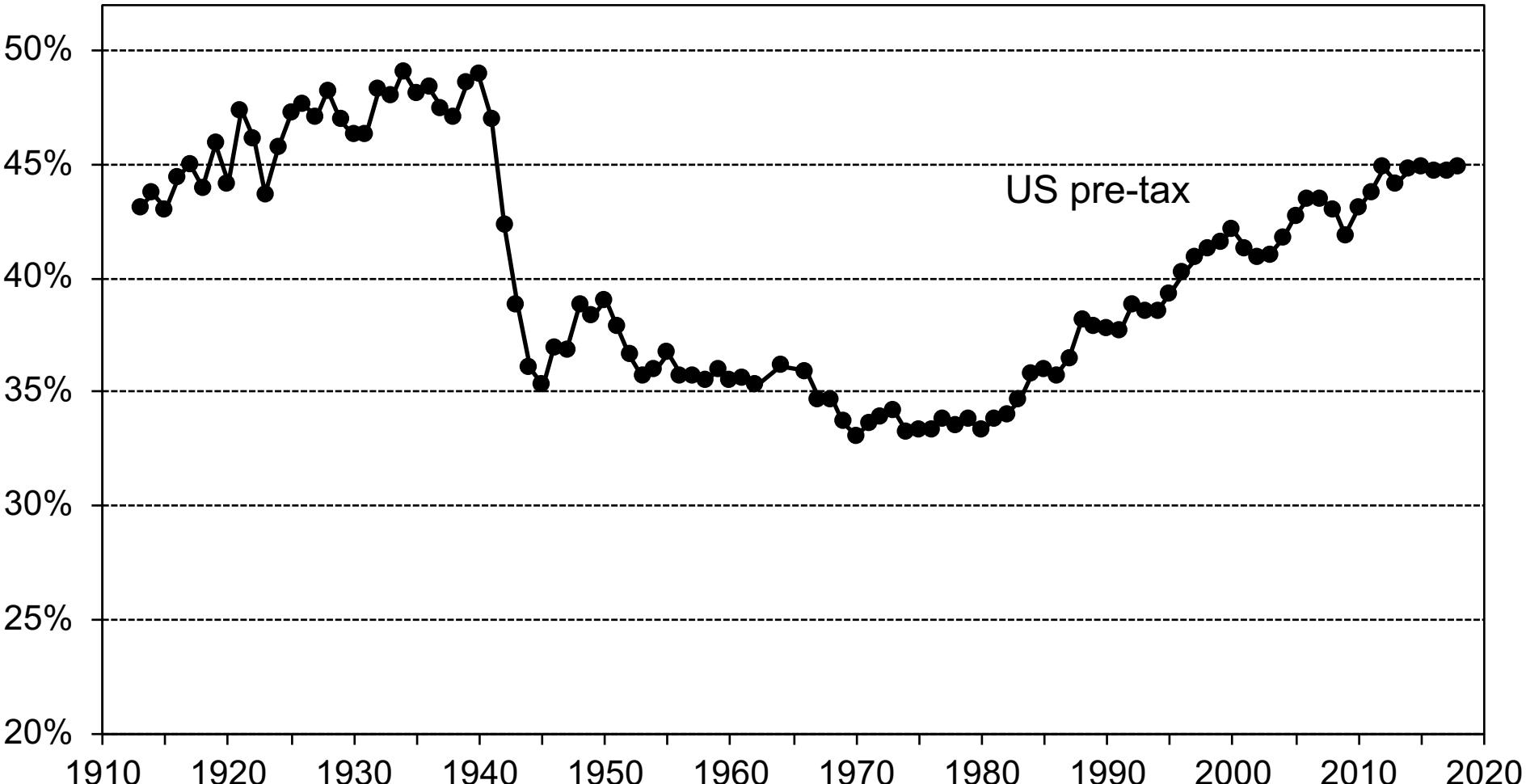
TABLE 1. Upward Mobility in the 50 Largest Metro Areas: The Top 10 and Bottom 10

Rank	Commuting Zone	Odds of Reaching Top Fifth from Bottom Fifth	Rank	Commuting Zone	Odds of Reaching Top Fifth from Bottom Fifth
1	San Jose, CA	12.9%	41	Cleveland, OH	5.1%
2	San Francisco, CA	12.2%	42	St. Louis, MO	5.1%
3	Washington, D.C.	11.0%	43	Raleigh, NC	5.0%
4	Seattle, WA	10.9%	44	Jacksonville, FL	4.9%
5	Salt Lake City, UT	10.8%	45	Columbus, OH	4.9%
6	New York, NY	10.5%	46	Indianapolis, IN	4.9%
7	Boston, MA	10.5%	47	Dayton, OH	4.9%
8	San Diego, CA	10.4%	48	Atlanta, GA	4.5%
9	Newark, NJ	10.2%	49	Milwaukee, WI	4.5%
10	Manchester, NH	10.0%	50	Charlotte, NC	4.4%

Note: This table reports selected statistics from a sample of the 50 largest commuting zones (CZs) according to their populations in the 2000 Census. The columns report the percentage of children whose family income is in the top quintile of the national distribution of child family income conditional on having parent family income in the bottom quintile of the parental national income distribution—these probabilities are taken from Online Data Table VI of Chetty et al., 2014a.

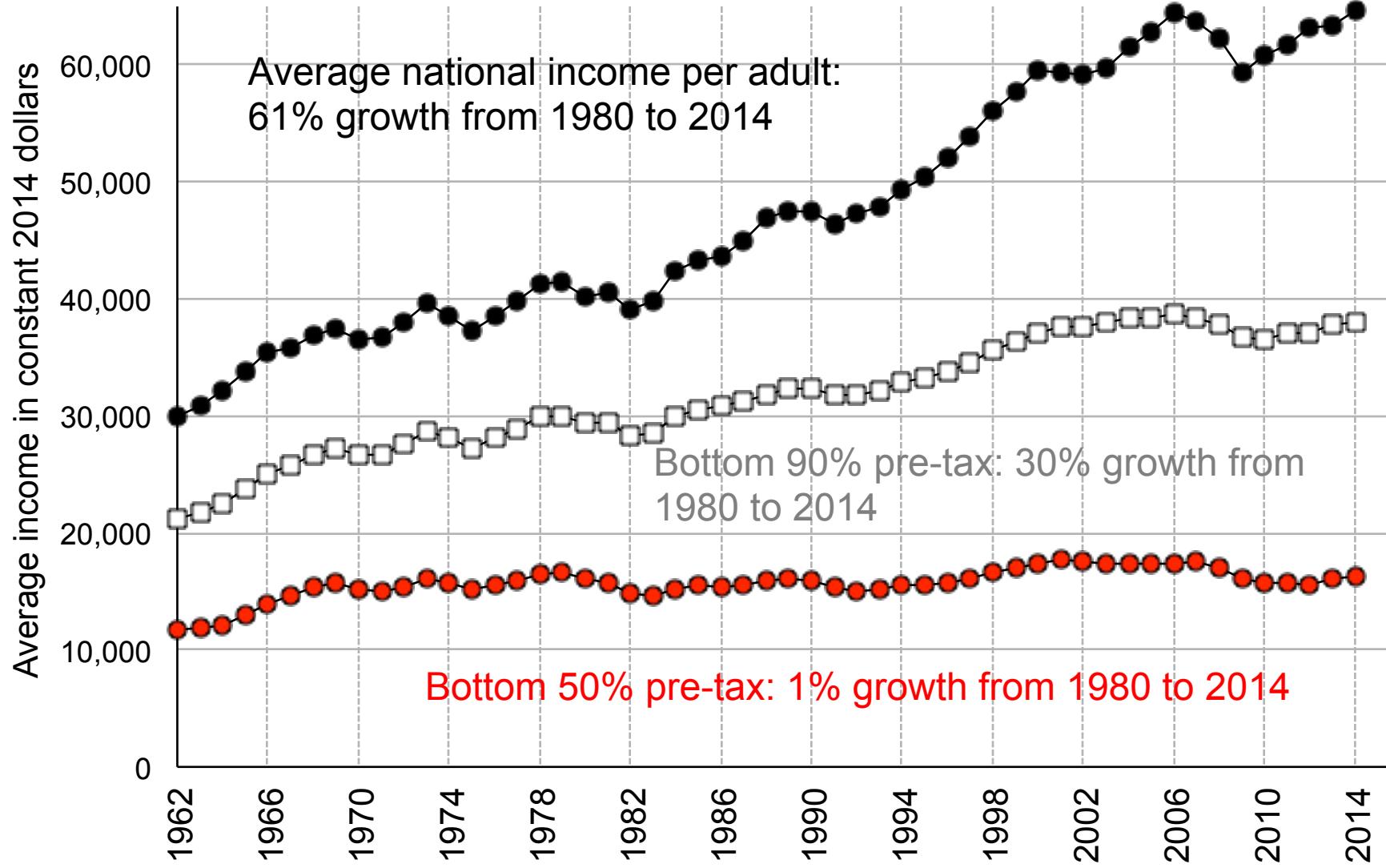
Source: Chetty et al., 2014a.

Top 10% Pre-tax Income Share in the US, 1913-2018

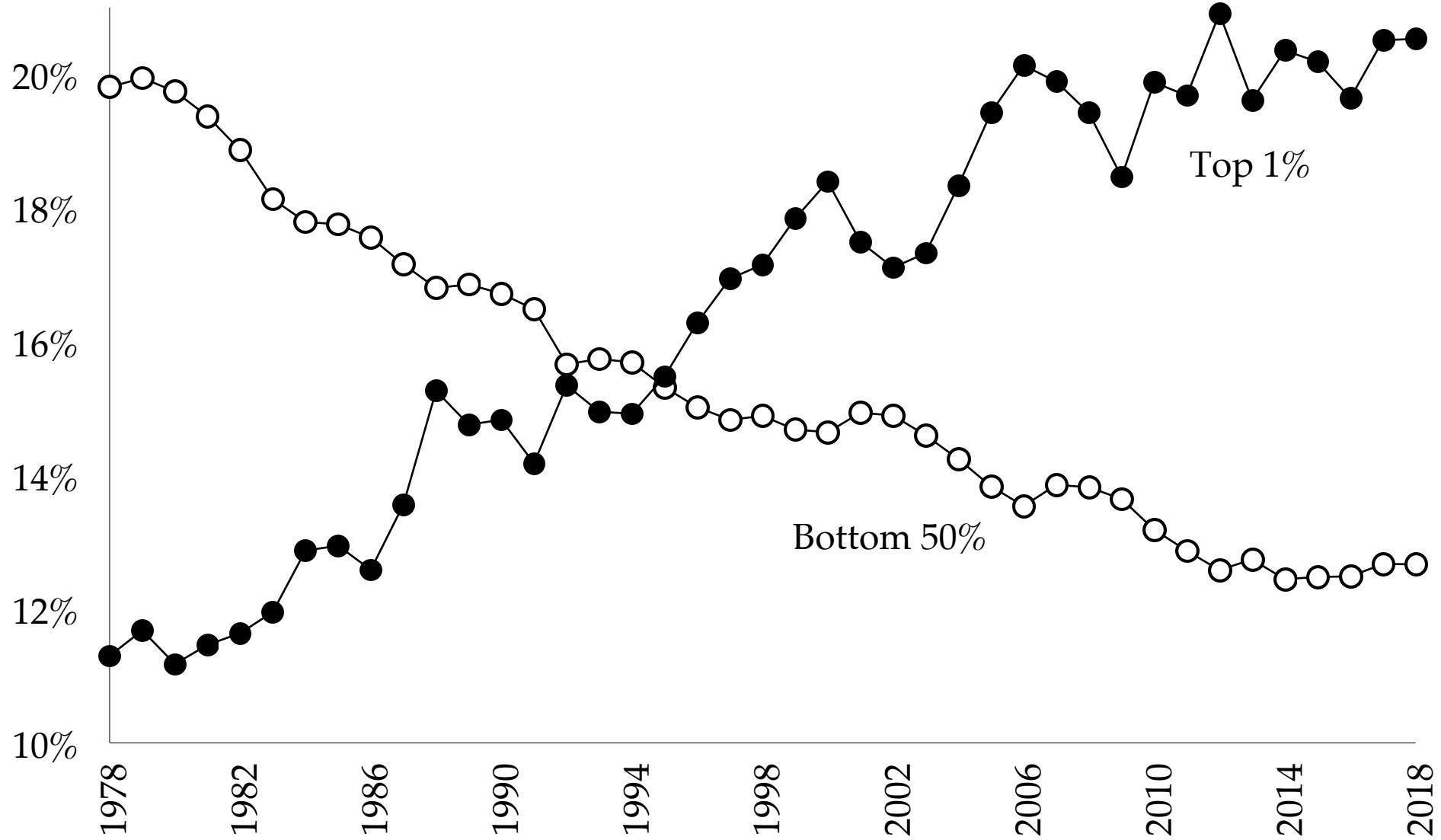


Top income shares of pretax national income among adults aged 20+ (income within couples equally split).
Source is World Inequality Database wid.world (from Piketty, Saez, Zucman 2018).

Average, bottom 90%, bottom 50% real incomes per adult

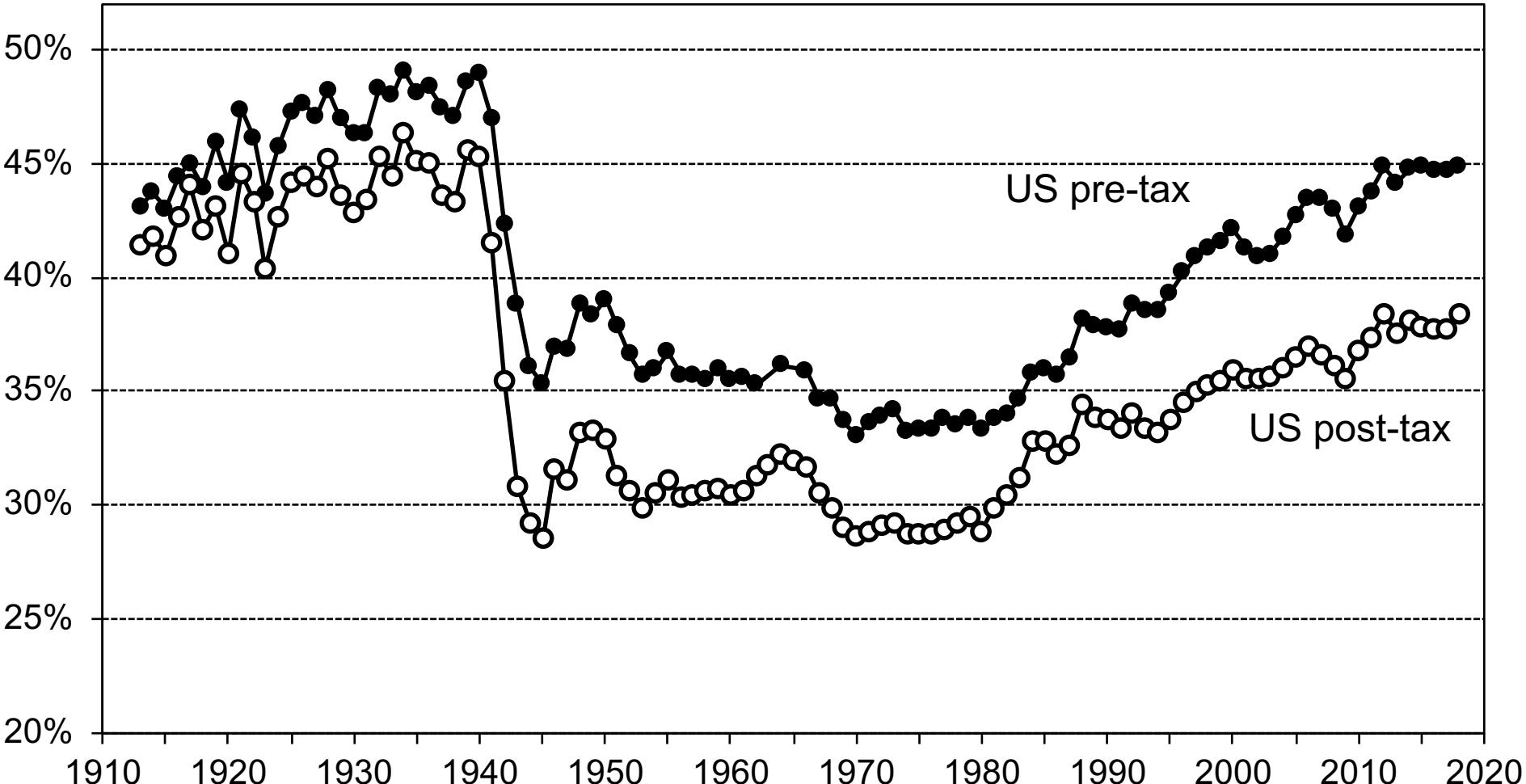


Share of pre-tax national income



Source: Saez and Zucman (2019), Figure 1.1

US Top 10% Income Shares pre-tax vs. post-tax, 1913-2018



Top income shares of pretax and posttax national income among adults (income within married couples equally split). Source is Piketty, Saez, Zucman (2018) for US and Piketty et al. (2020) for France.

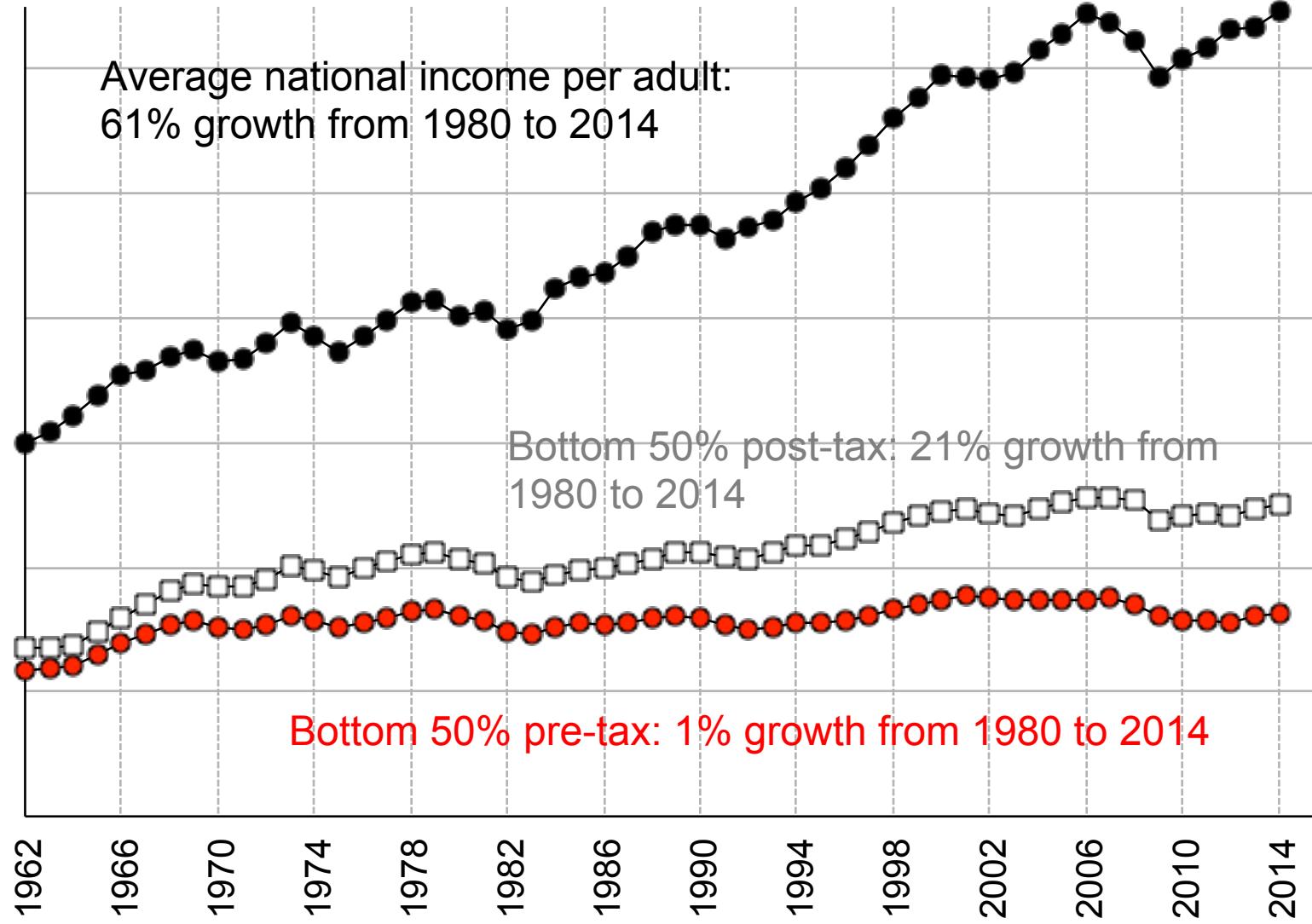
Average vs. bottom 50% income growth per adult

Average income in constant 2014 dollars

Average national income per adult:
61% growth from 1980 to 2014

Bottom 50% post-tax: 21% growth from
1980 to 2014

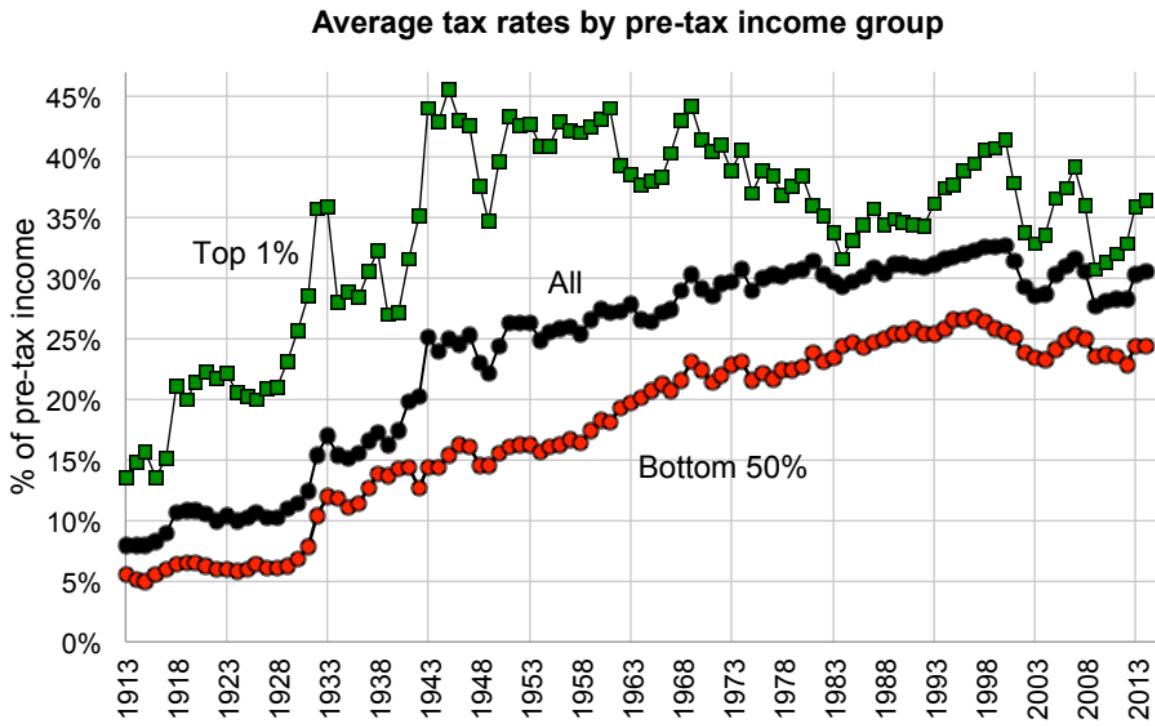
Bottom 50% pre-tax: 1% growth from 1980 to 2014



National Income Distribution 2014 from Piketty, Saez, and Zucman NBER '16

Income group	Number of adults	Pre-tax income		Post-tax income	
		Average income	Income share	Average income	Income share
Full Population	234,400,000	\$64,600	100%	\$64,600	100%
Bottom 50%	117,200,000	\$16,200	12.5%	\$25,000	19.4%
Middle 40%	93,760,000	\$65,400	40.5%	\$67,200	41.6%
Top 10%	23,440,000	\$304,000	47.0%	\$252,000	39.0%
Top 1%	2,344,000	\$1,300,000	20.2%	\$1,010,000	15.6%
Top 0.1%	234,400	\$6,000,000	9.3%	\$4,400,000	6.8%
Top 0.01%	23,440	\$28,100,000	4.4%	\$20,300,000	3.1%
Top 0.001%	2,344	\$122,000,000	1.9%	\$88,700,000	1.4%

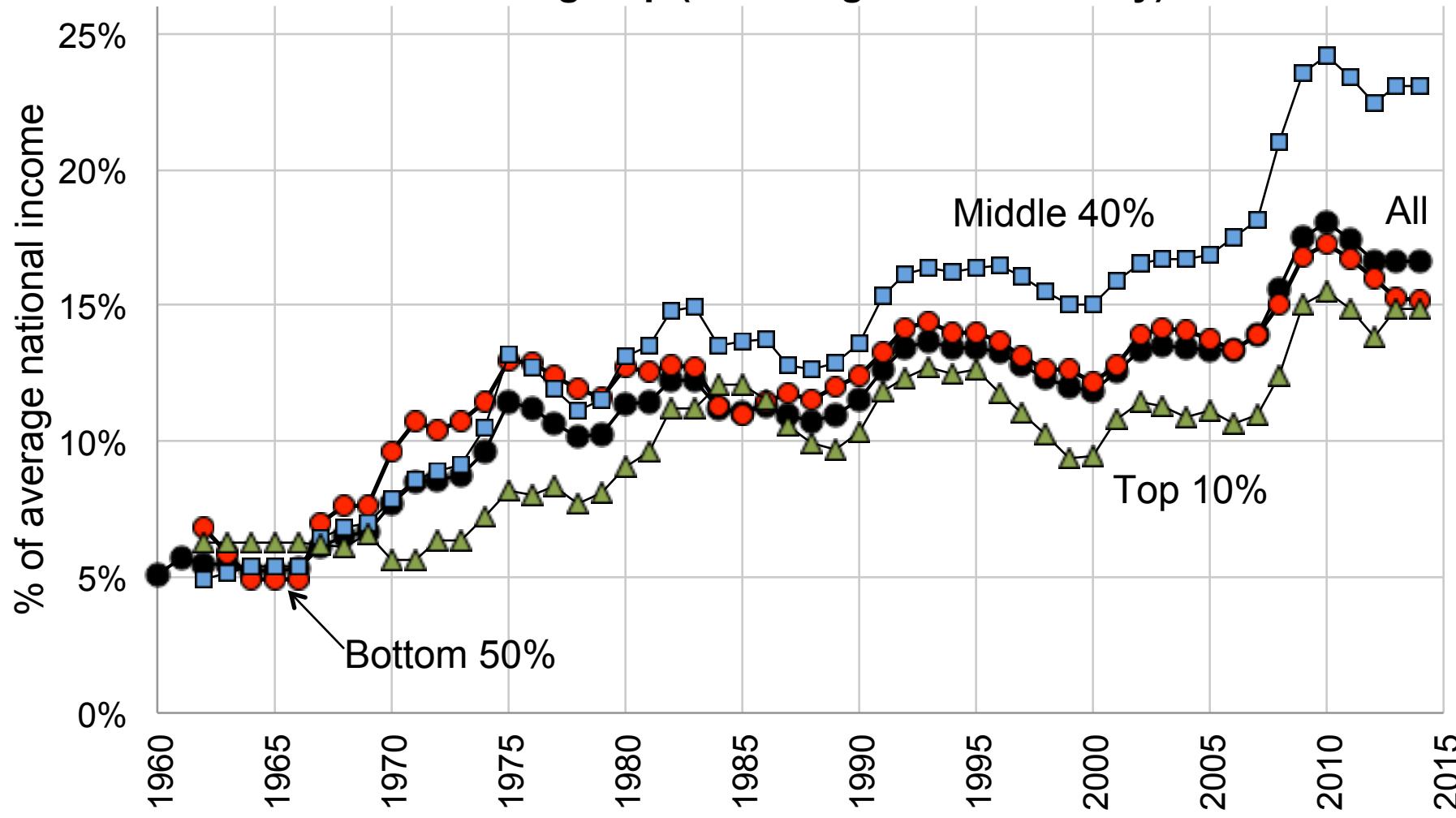
Tax progressivity has declined since the 1960s



Source: Appendix Table II-G1.

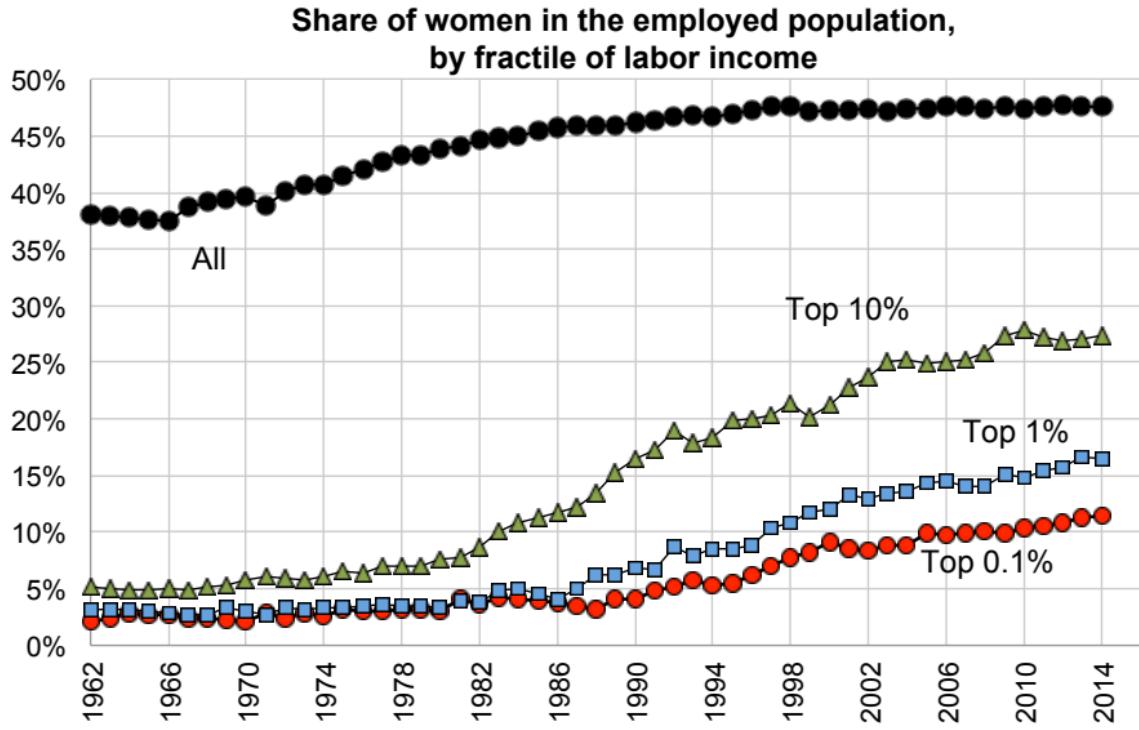
Source: Piketty, Saez, Zucman (2016)

Figure S.13: Average individualized transfer by post-tax income group (including Social Security)



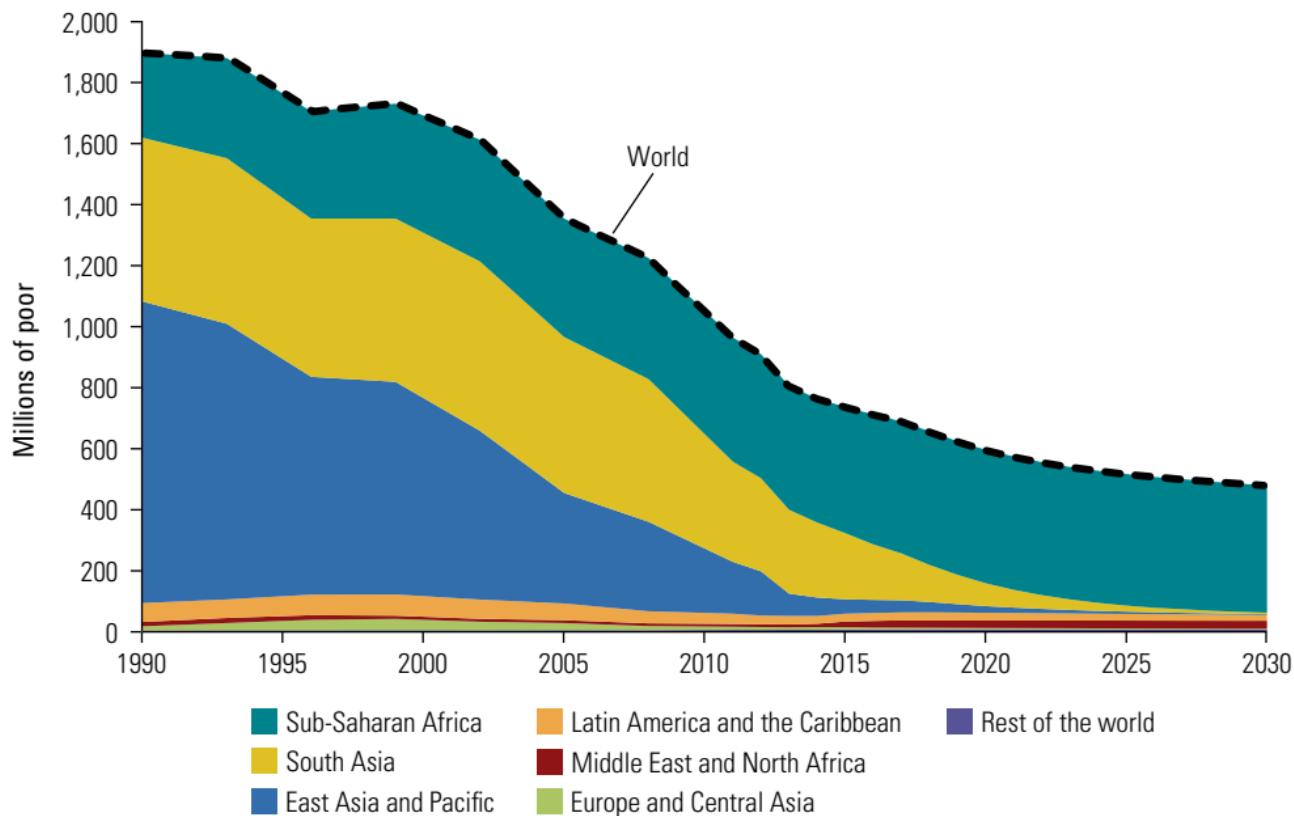
Source: Appendix Table II-G4b.

Men still make 85% of the top 1% of the labor income distribution



Source: Appendix Table II-F1.

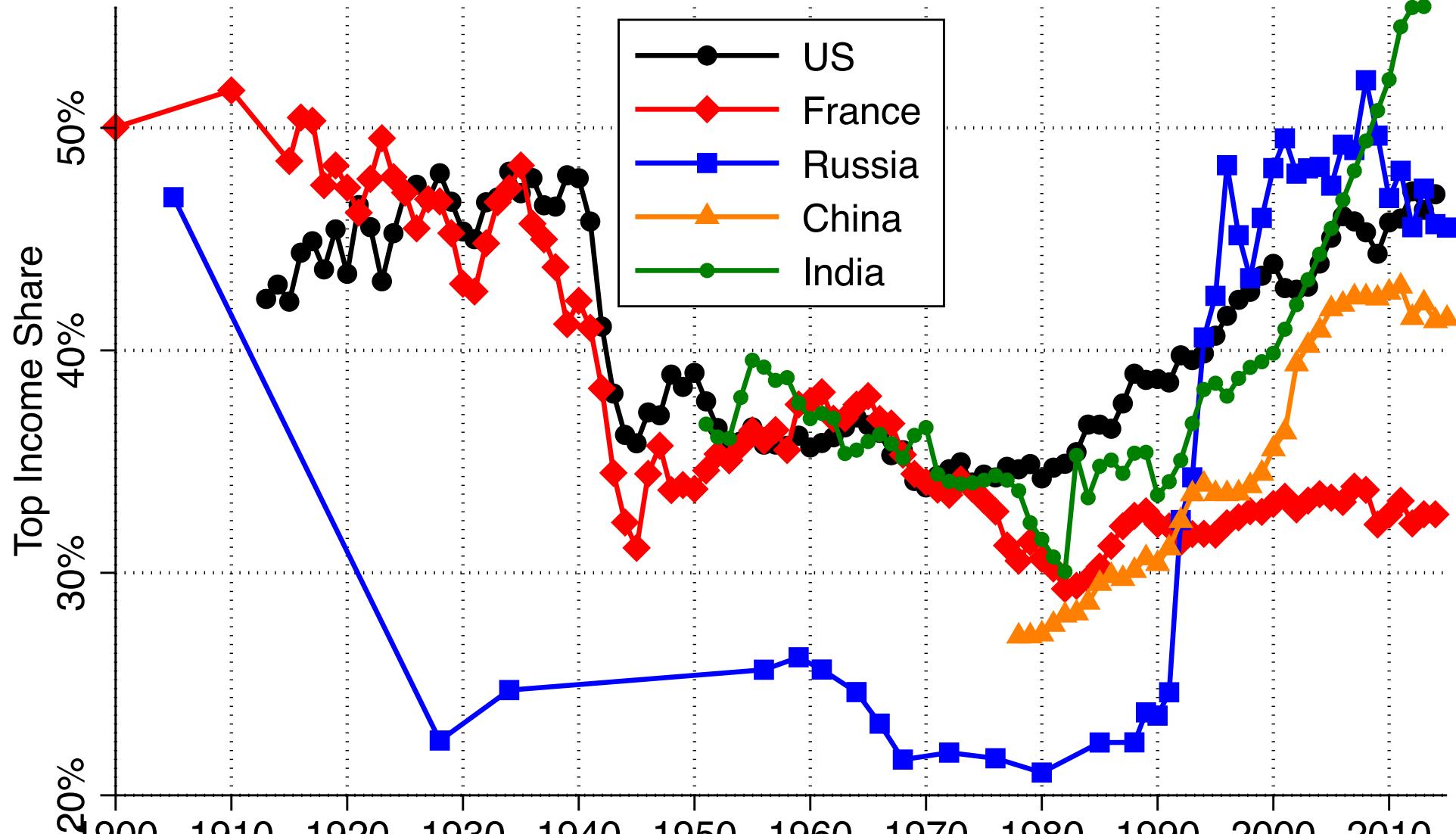
FIGURE 1.3 Number of Extreme Poor by Region, 1990–2030



Source: PovcalNet (online analysis tool), <http://iresearch.worldbank.org/PovcalNet/>. World Bank, Washington, DC, World Development Indicators; World Economic Outlook; Global Economic Prospects; Economist Intelligence Unit.

Top 10% Income Shares Across Countries

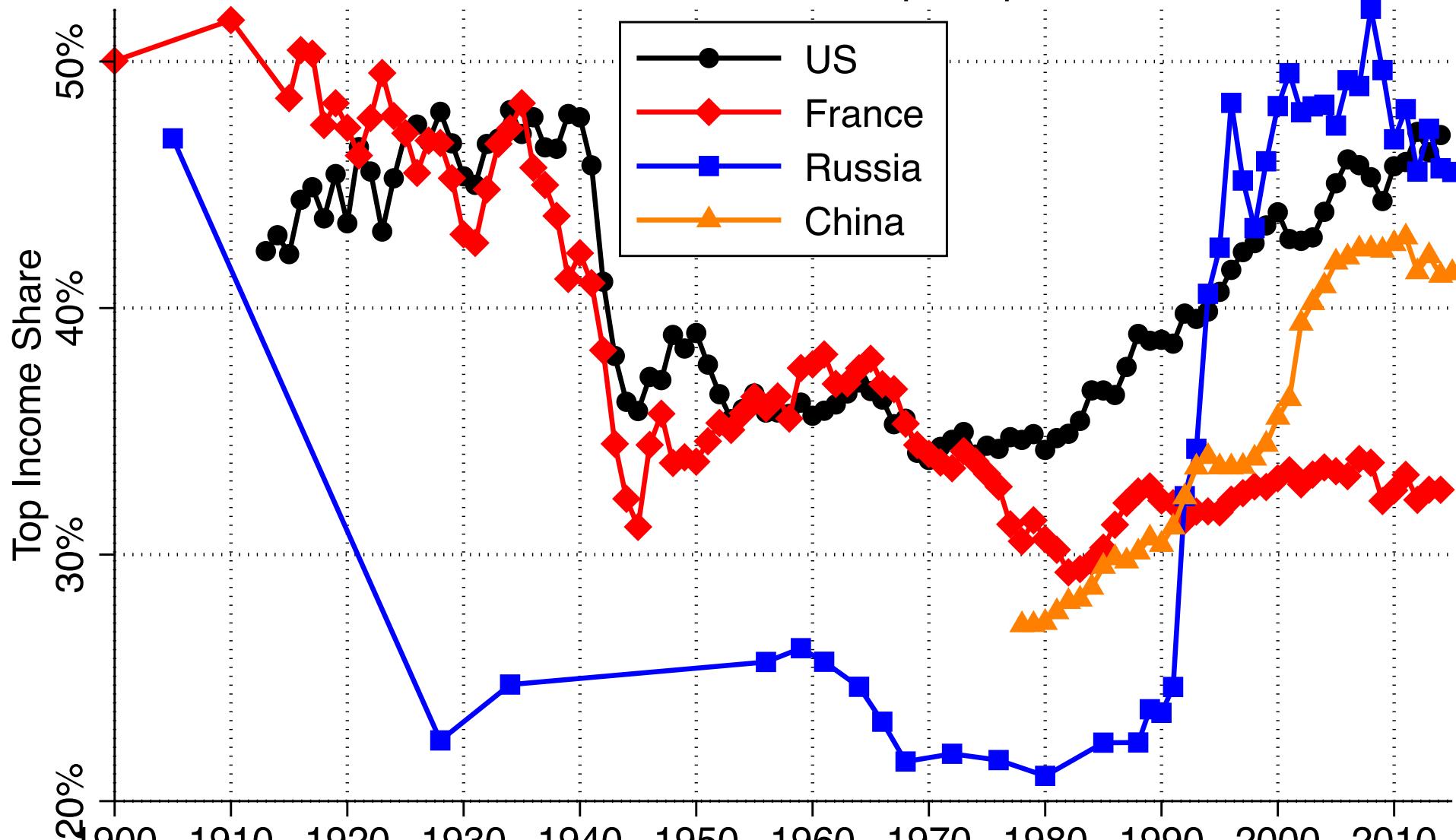
Pre-tax National Income, equal-split adults



Source: WID.world

Top 10% Income Shares Across Countries

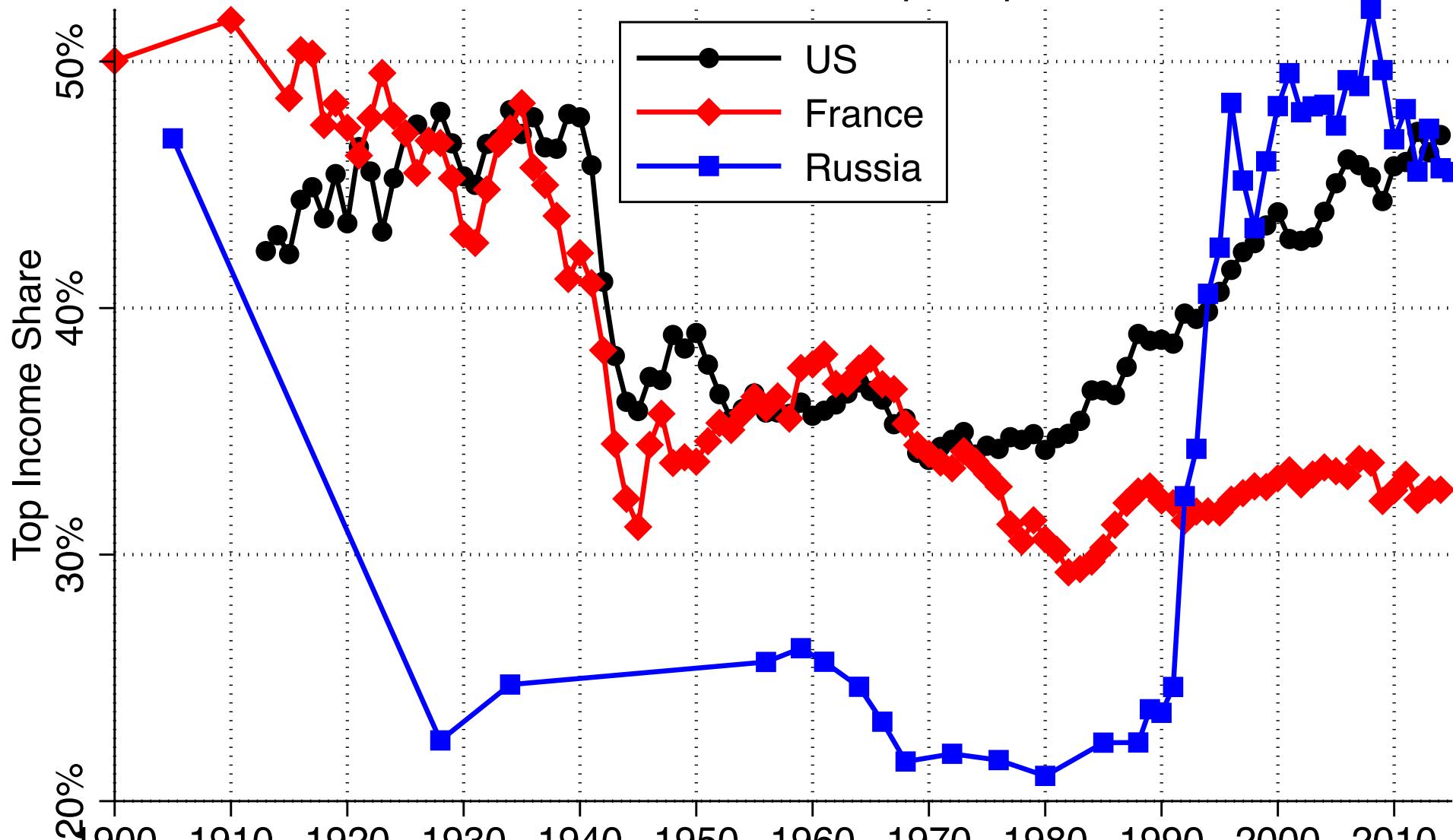
Pre-tax National Income, equal-split adults



Source: WID.world

Top 10% Income Shares Across Countries

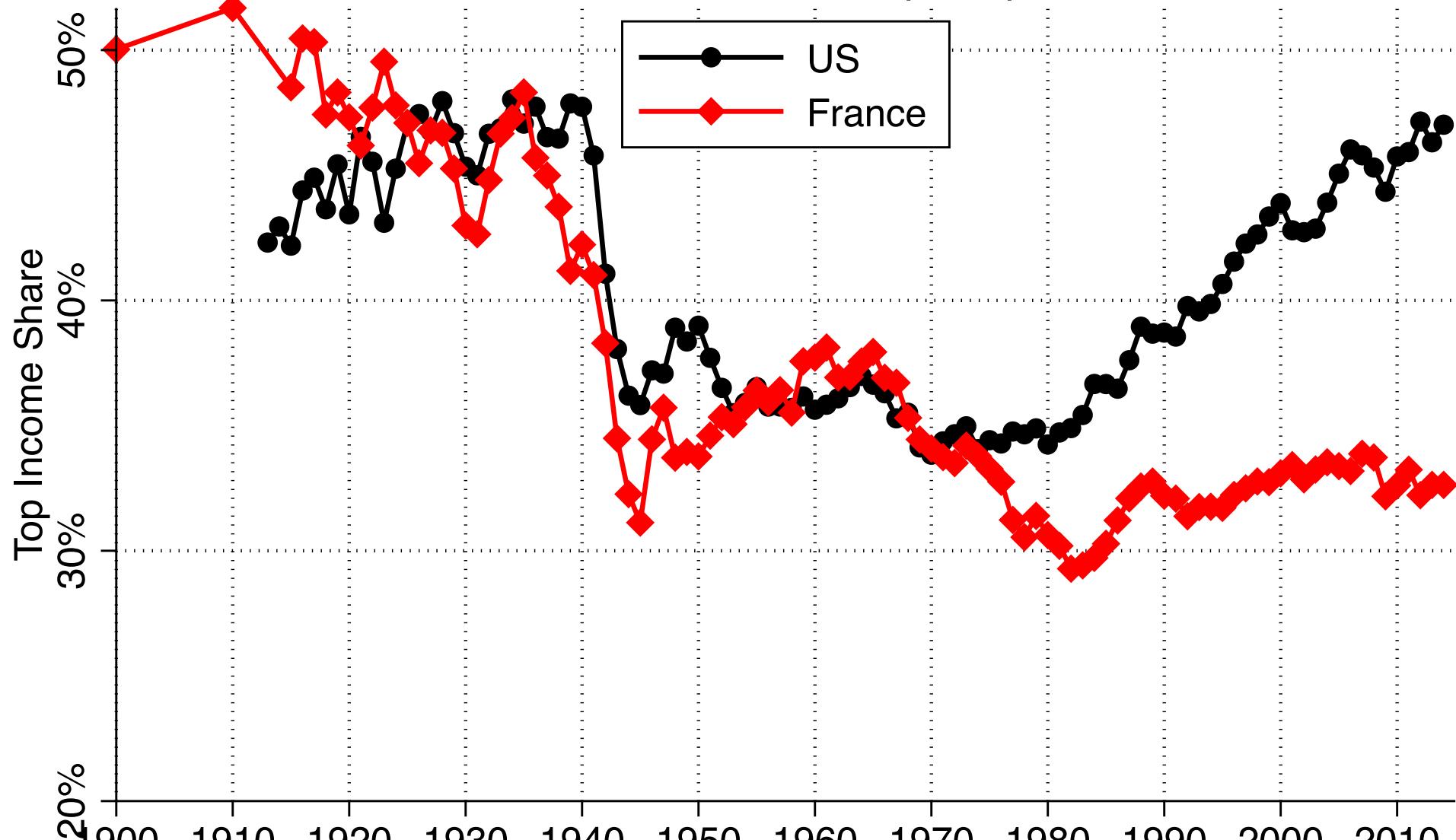
Pre-tax National Income, equal-split adults



Source: WID.world

Top 10% Income Shares Across Countries

Pre-tax National Income, equal-split adults



Source: WID.world

WORLD

BY COUNTRY ▾

DATA

WORLD
WEALTH & INCOME
DATABASE

METHODOLOGY ▾

ABOUT US ▾

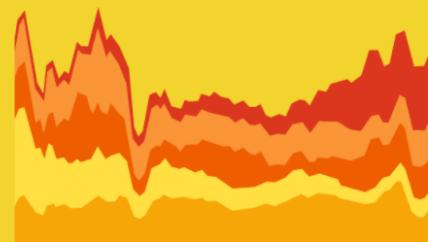
NEWS ▾

WORLD VIEW



Compare inequality between countries on an interactive world map

COUNTRY GRAPHS

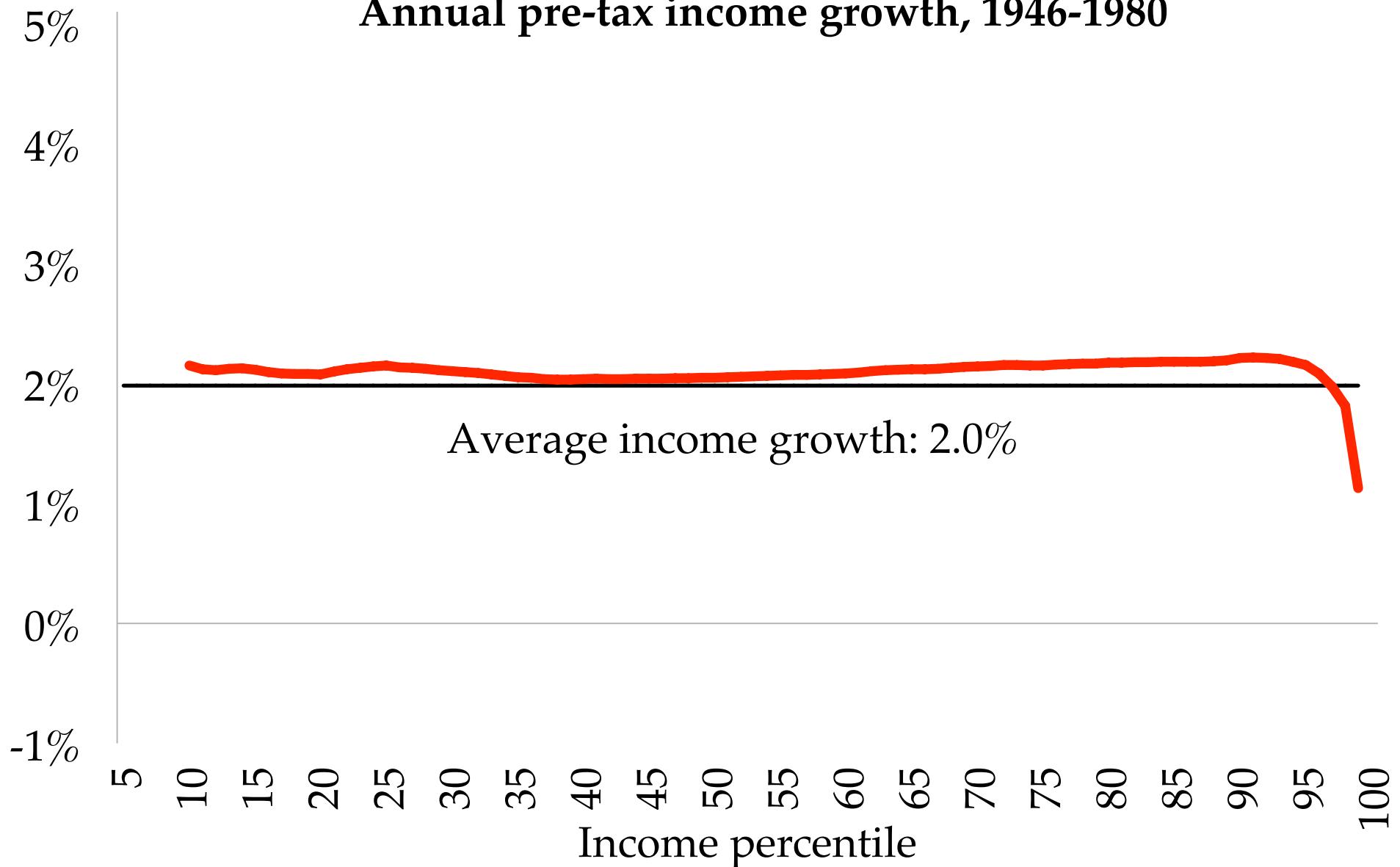


Follow the evolution of inequality within countries with user-friendly graphs

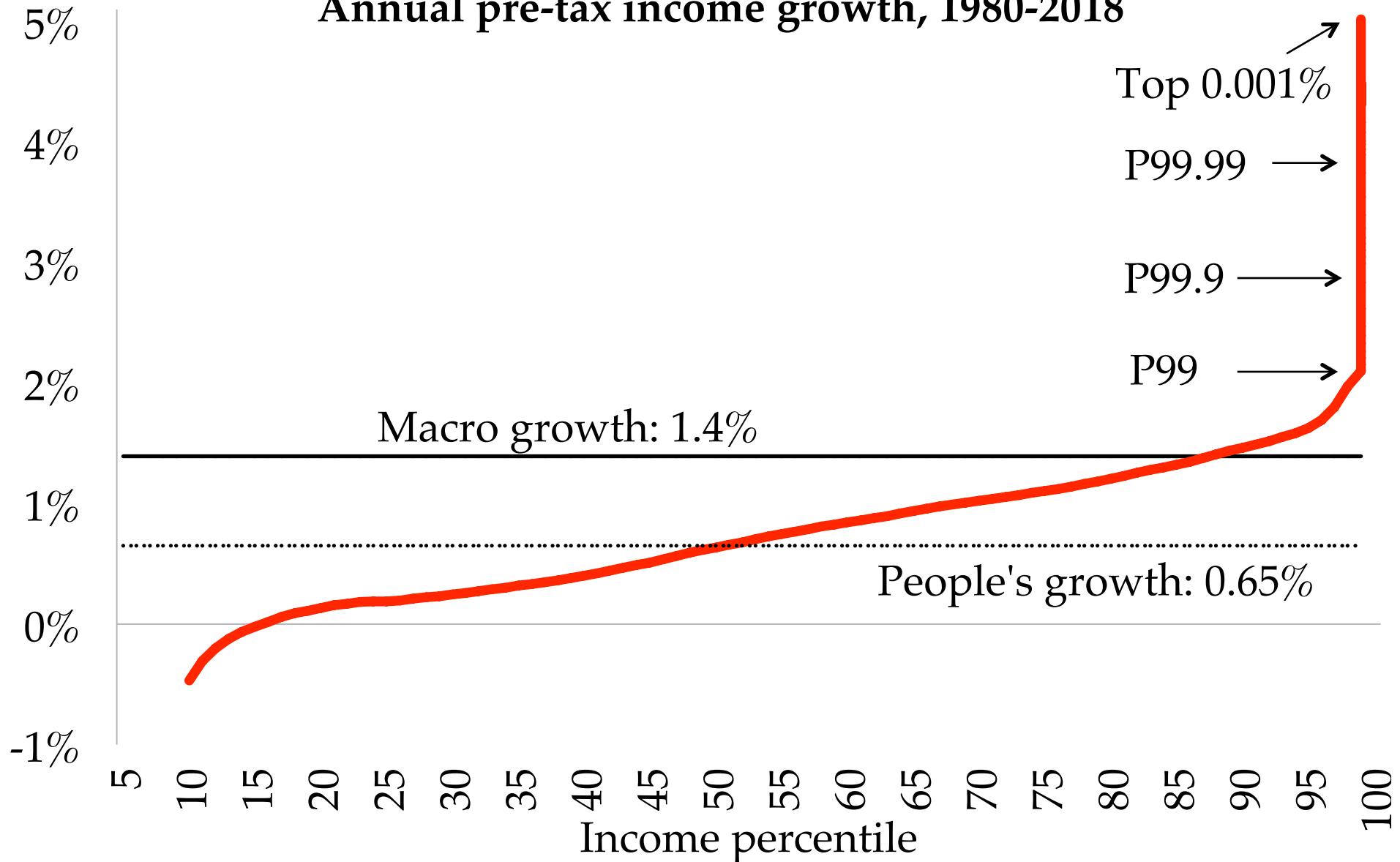
DATA TABLES

Download our open-access datasets

Annual pre-tax income growth, 1946-1980

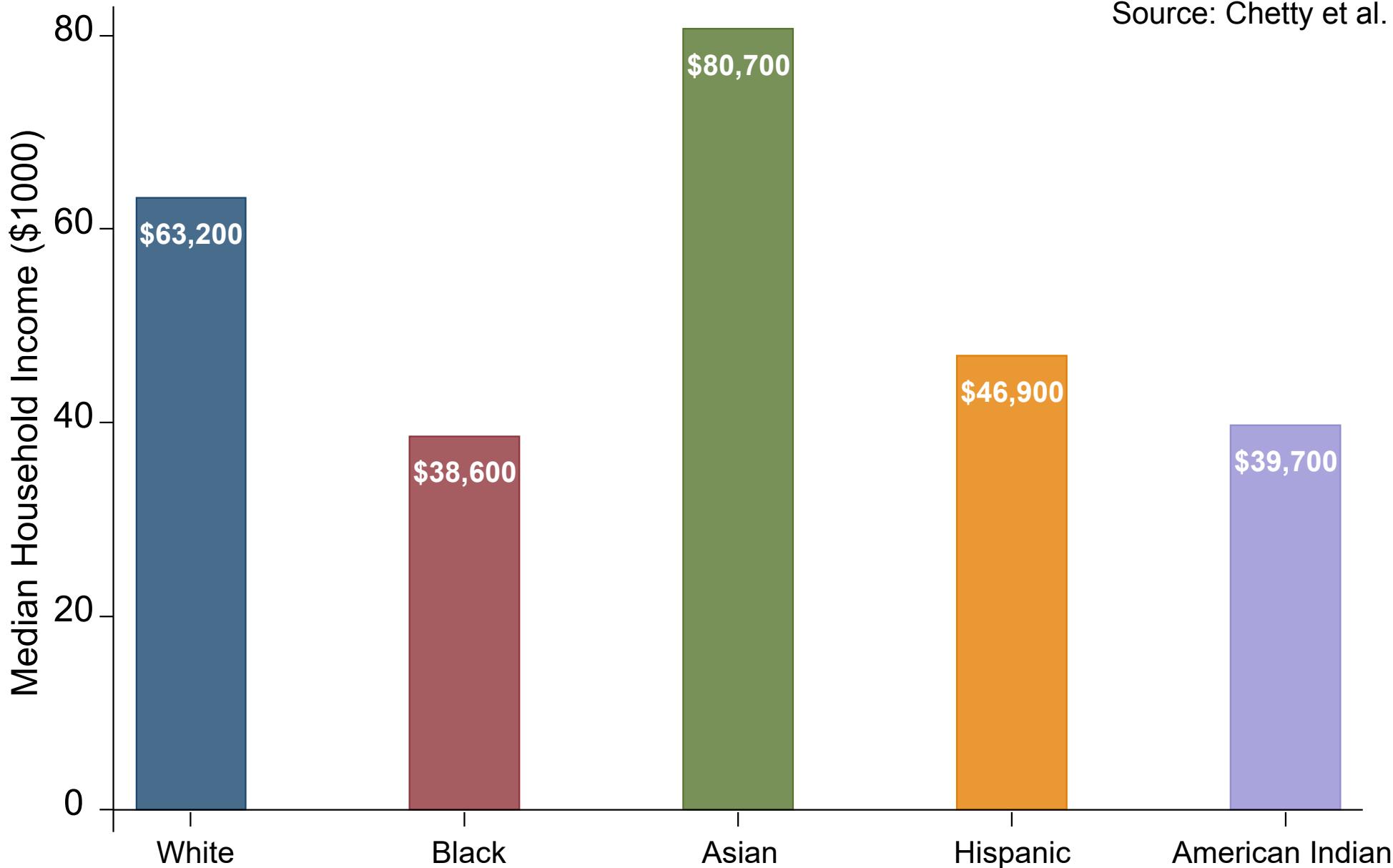


Annual pre-tax income growth, 1980-2018



Median Household Income by Race and Ethnicity in 2016

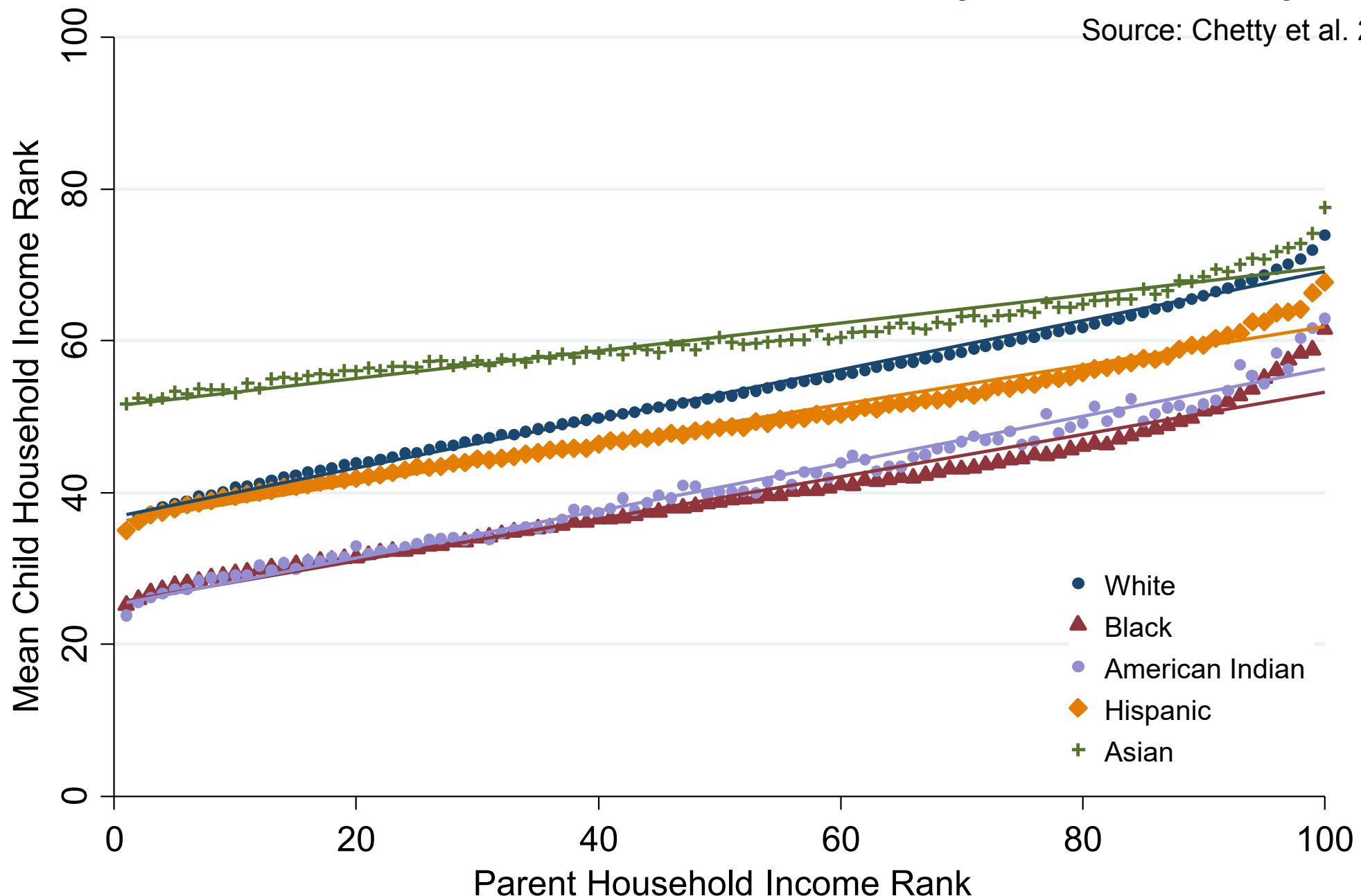
Source: Chetty et al. 2020



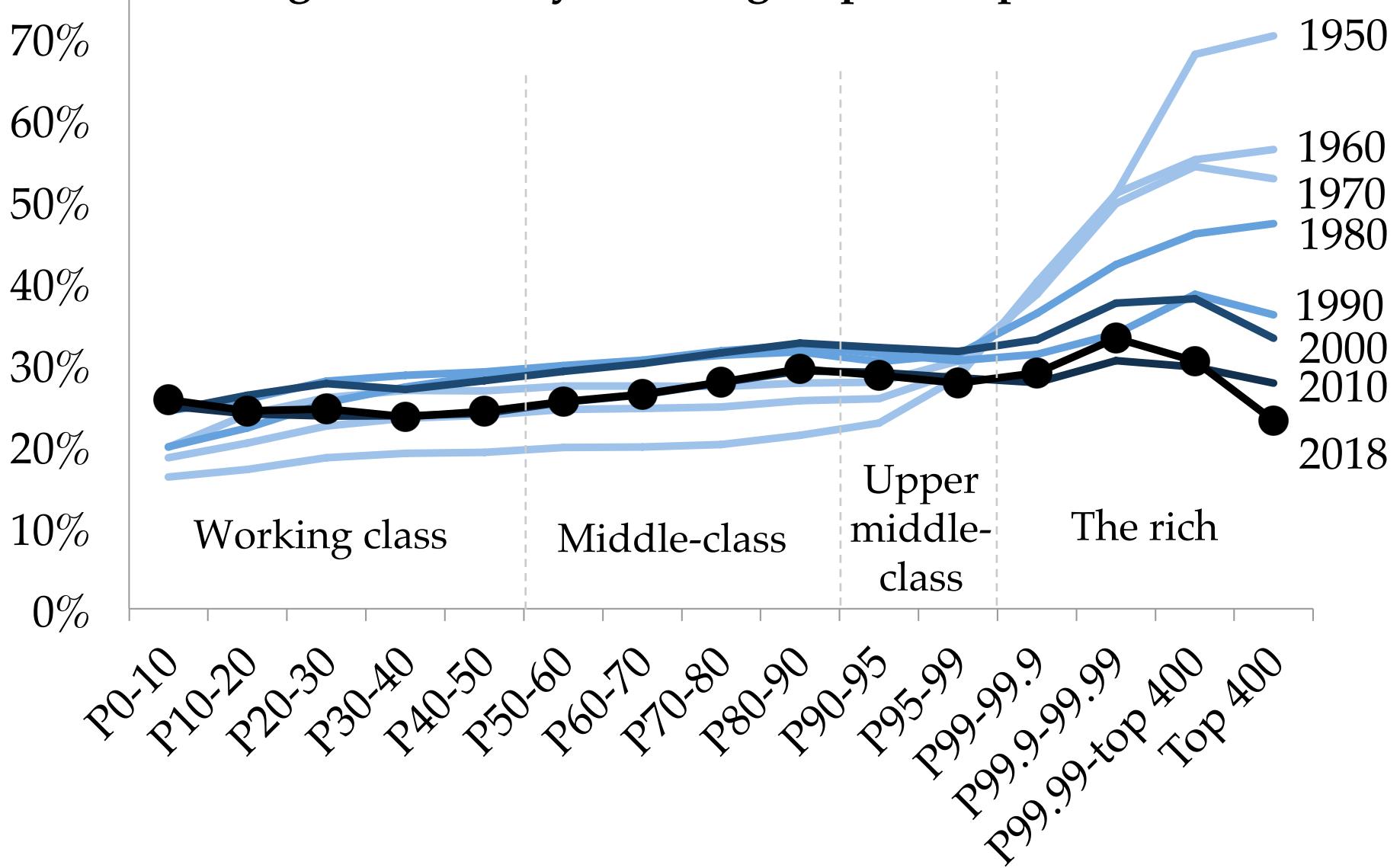
Note: We focus here and in subsequent analyses on four non-Hispanic single-race groups (white, black, Asian, American Indian and Alaska Native) and Hispanics. Source: American Community Survey 2016.

Mean Child Income Rank vs. Parent Income Rank by Race and Ethnicity

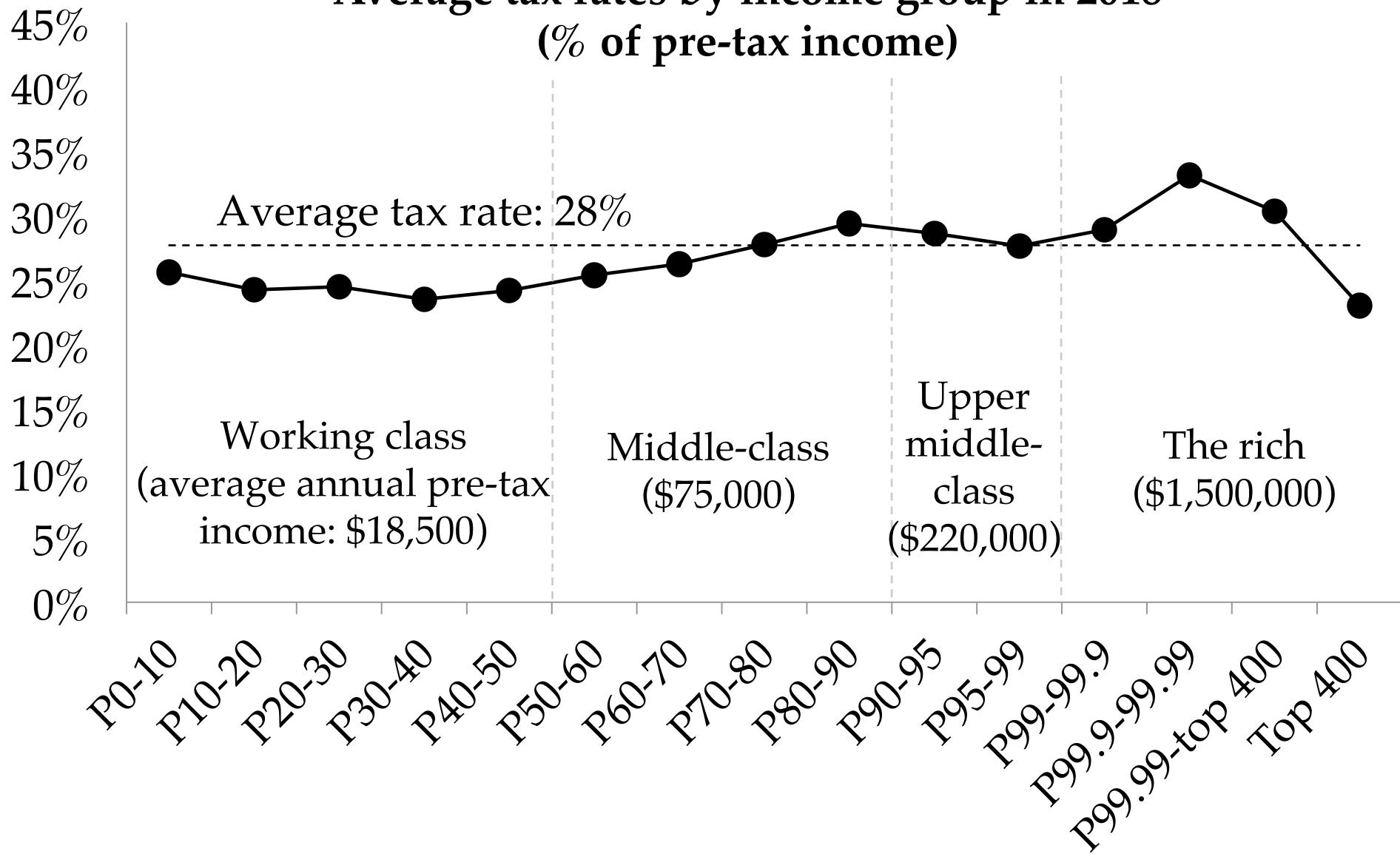
Source: Chetty et al. 2020



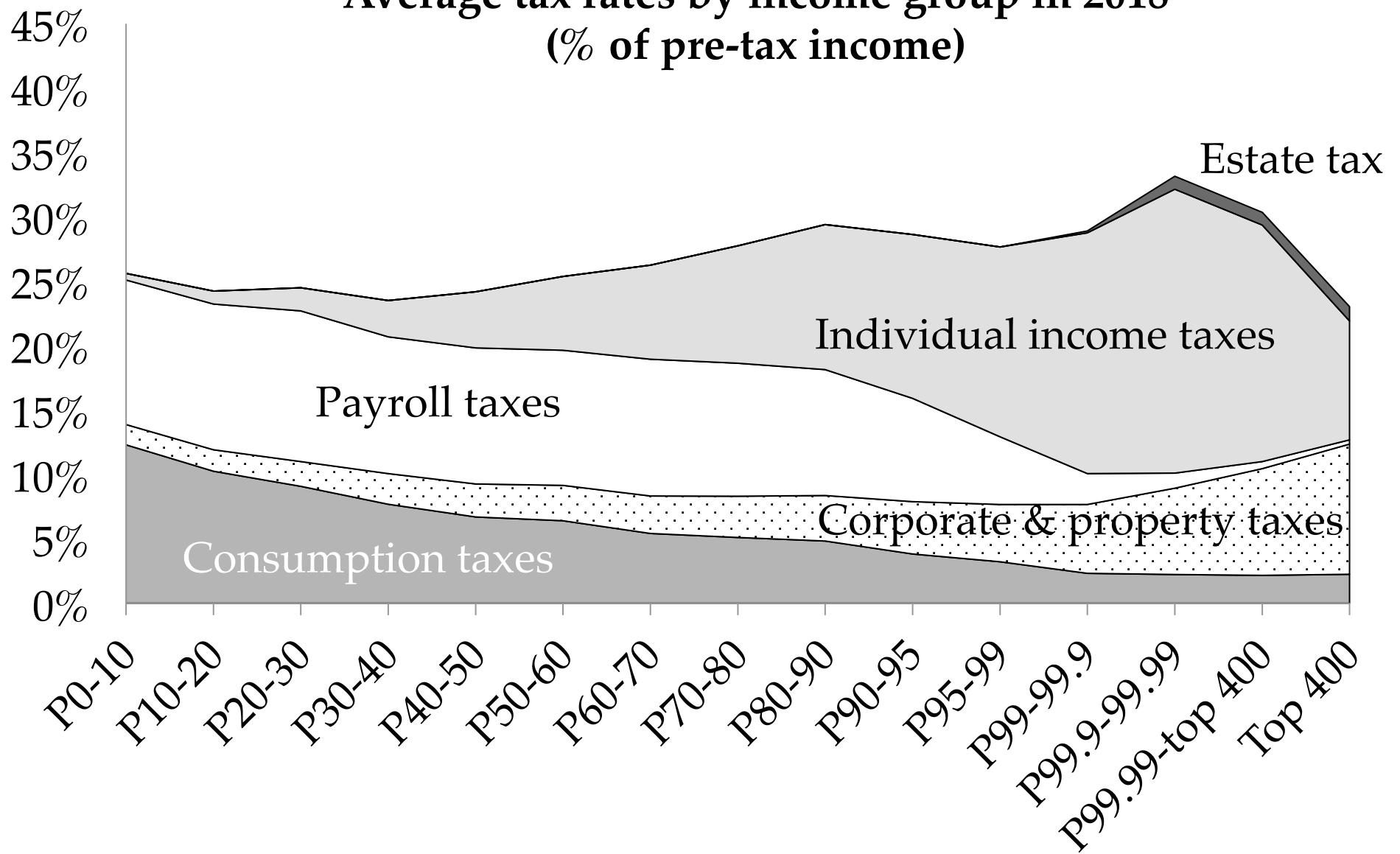
Average tax rates by income group (% of pre-tax income)



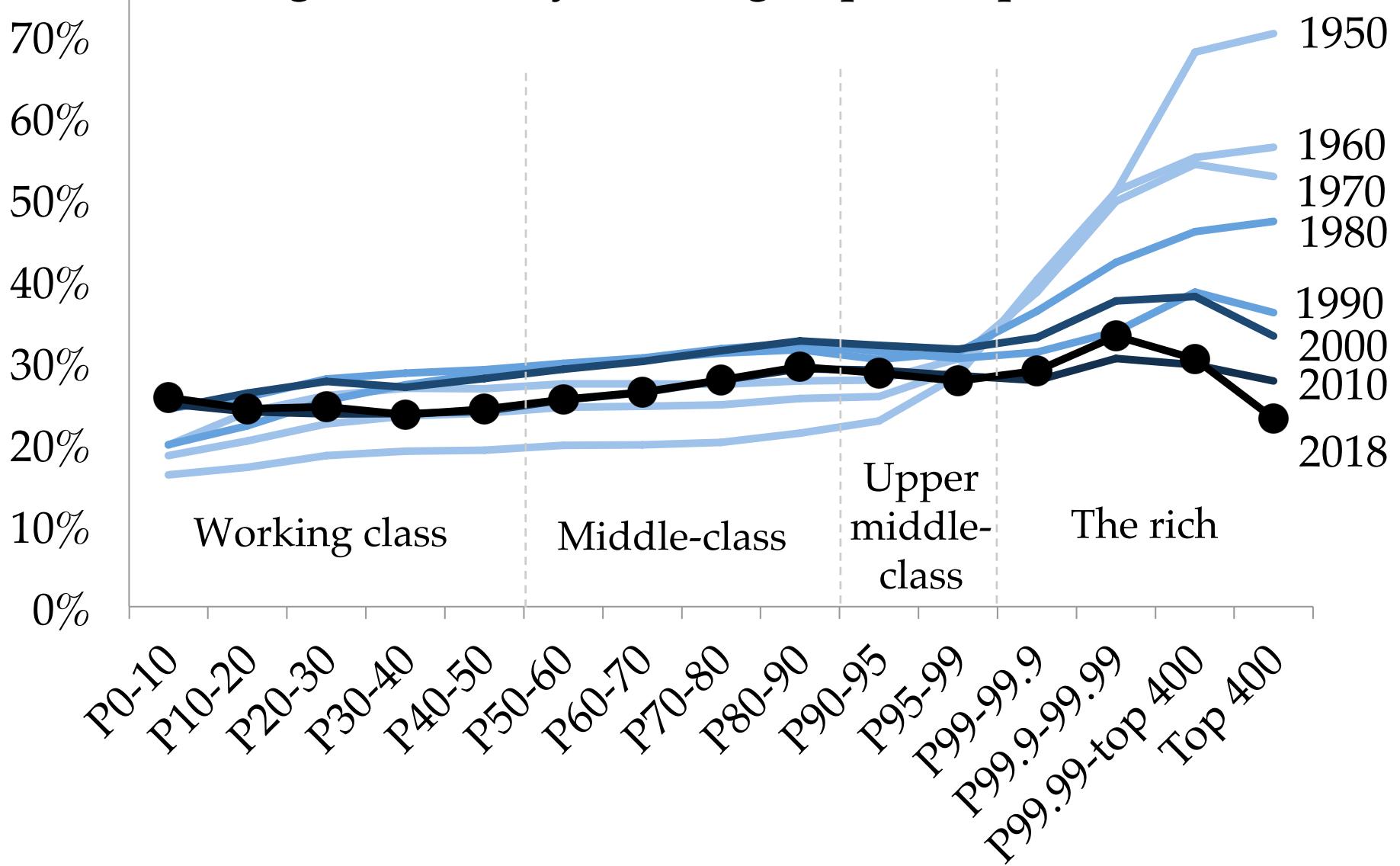
Average tax rates by income group in 2018 (% of pre-tax income)



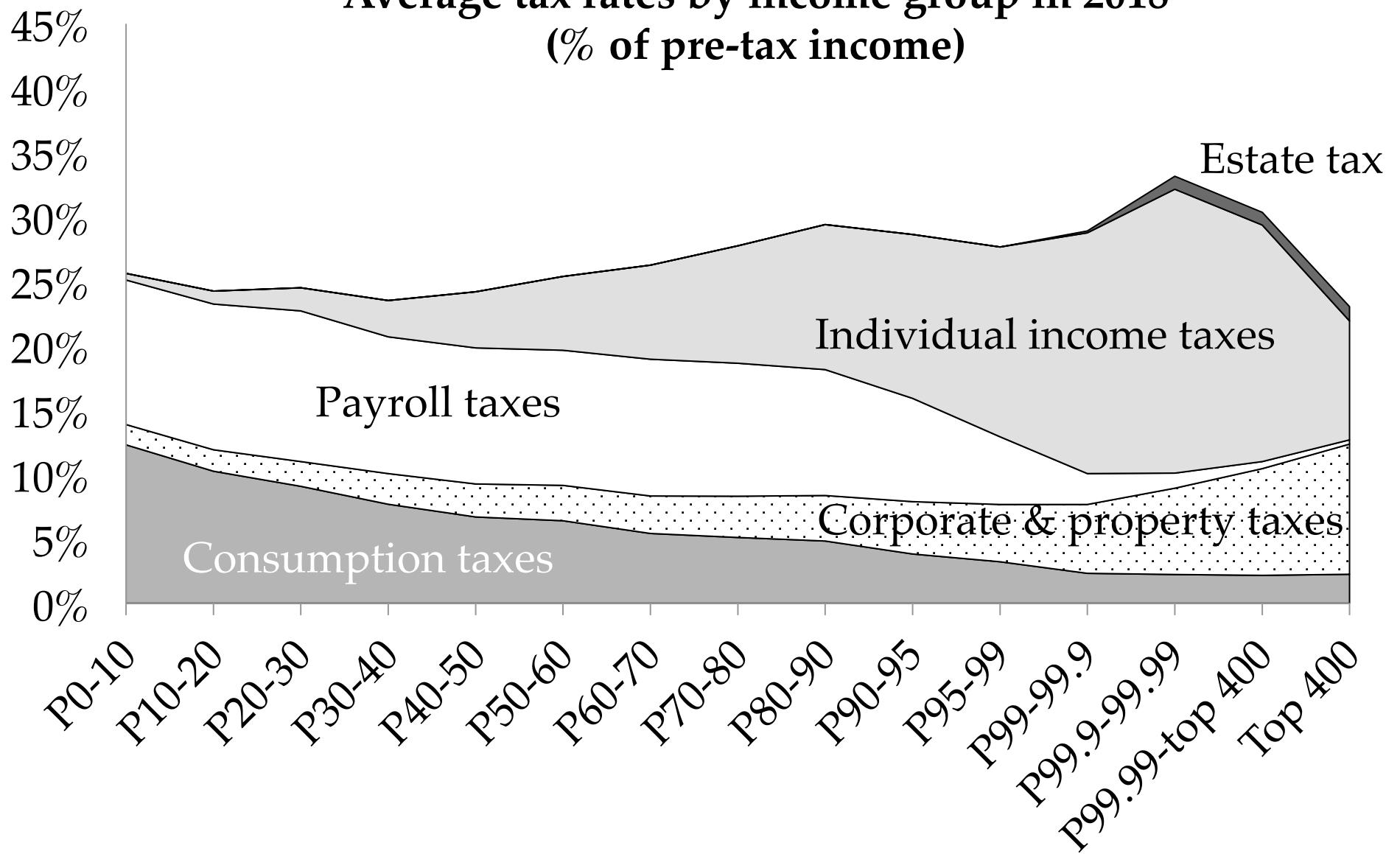
Average tax rates by income group in 2018 (% of pre-tax income)



Average tax rates by income group (% of pre-tax income)



Average tax rates by income group in 2018 (% of pre-tax income)



With equitable growth since 1980, pre-tax incomes in 2018 would be higher by:

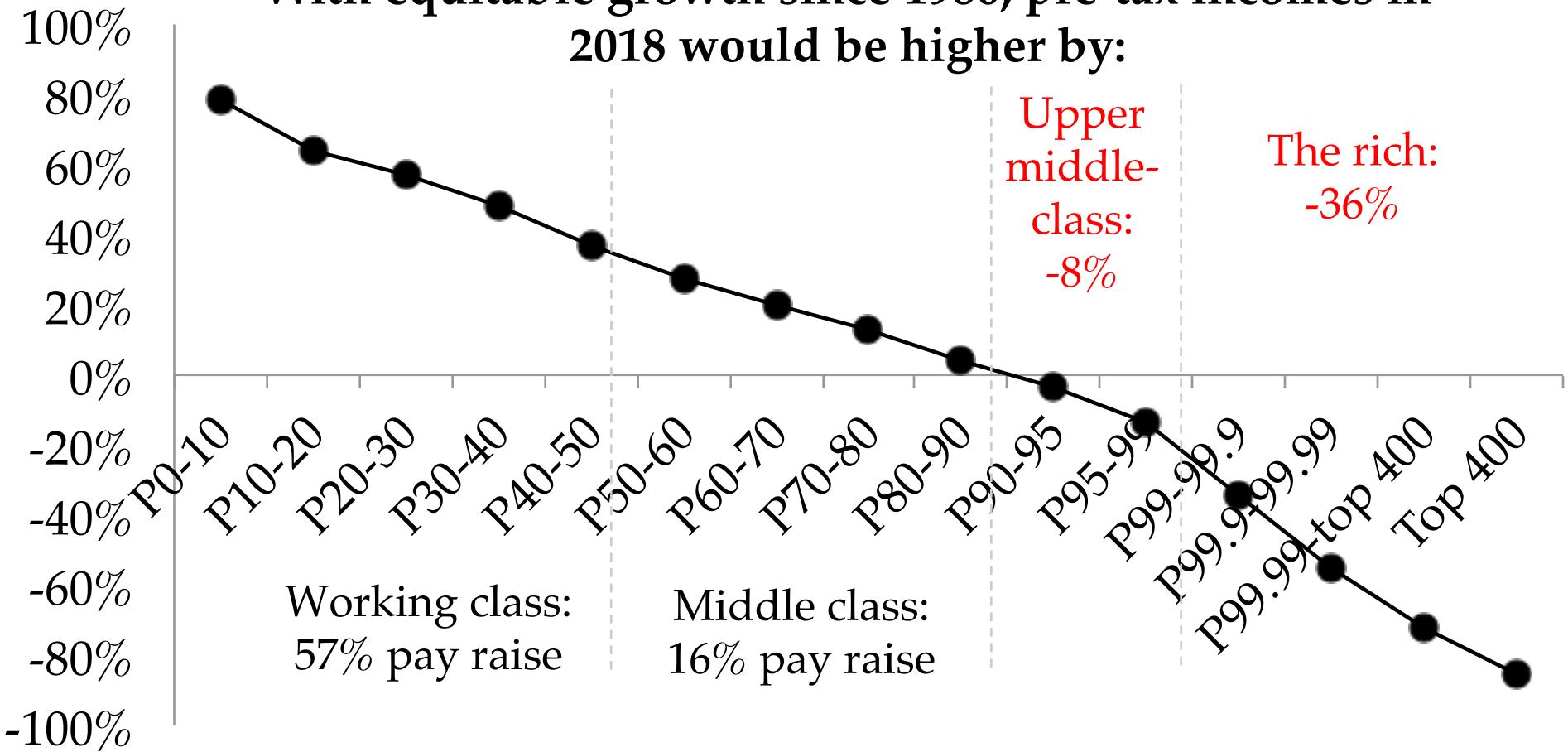
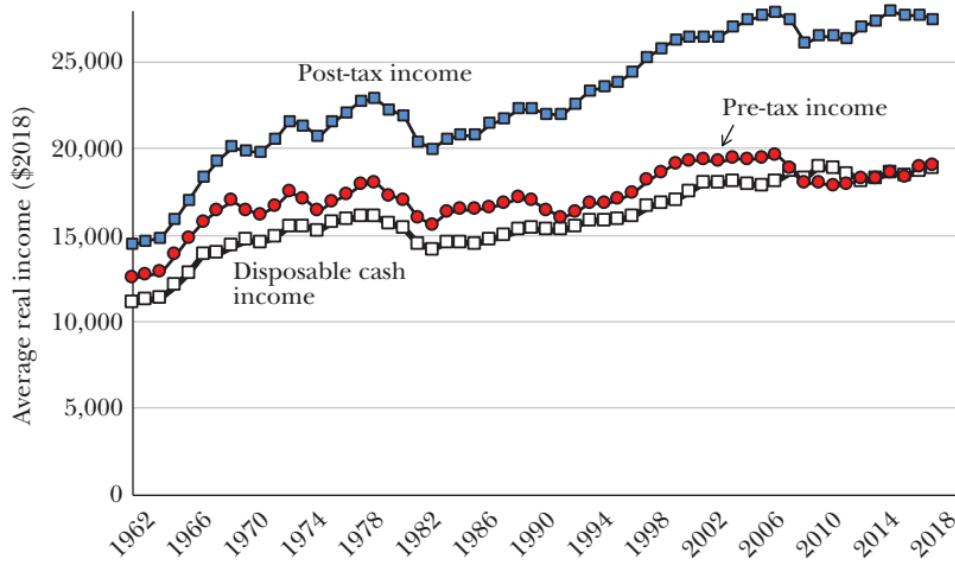


Figure 6

The Evolution of Bottom 50 Percent Incomes

Source: Saez and Zucman JEP2020



Source: Piketty, Saez, and Zucman (2018), updated September 2020.

Note: The figure depicts the evolution of the real incomes per adult (in 2018 dollars) for the bottom half of the income distribution for three income concepts: (1) pre-tax income before deducting taxes or adding government transfers (concept sums up to national income), (2) post-tax income that deducts all taxes and adds all transfers (cash and in-kind) and collective public expenditures minus the government deficit (also sums up to national income), (3) disposable cash income which is pre-tax income minus all taxes plus cash (or quasi-cash) transfers, i.e., (3) does not include in-kind transfers (primarily Medicaid and Medicare) and collective public expenditures that are included in (2).