

## INCOME INEQUALITY IN ALASKA OVER THE PAST TWO DECADES

The United States was built on the ideal that hard work should pay off, that individuals who contribute to the nation's economic growth should reap the benefits of that growth. Over the past two decades, however, the benefits of economic growth have been skewed in favor of the wealthiest members of society. In Alaska, this was not the case, as the incomes of the poorest fifth of families grew faster than the incomes of the richest fifth.

- In the early 2000s, the *richest* 20 percent of families had average incomes **5.8** times as large as the *poorest* 20 percent of families.
- In the early 2000s, the *richest* 20 percent of families had average incomes **2.2** times as large as the *middle* 20 percent of families.
- In the early 2000s, the income gap between the *richest* 20 percent of families and the *poorest* 20 percent was **43<sup>rd</sup>** largest in the nation. The income gap between the *richest* 20 percent of families and the *middle* 20 percent was **45<sup>th</sup>** largest in the nation.

Between the early 1980s and the early 2000s, in dollar terms

- The average income of the *poorest* fifth of families increased by **\$4,078**, from \$16,454 to \$20,533. This is roughly an increase of \$190/yr.
- The average income of the *middle* fifth of families increased by **\$8,832**, from \$44,982 to \$53,814. This is roughly an increase of \$420/yr.
- The average income of the *richest* fifth of families increased by **\$10,327**, from \$108,065 to \$118,392. This is roughly an increase of \$490/yr.

The chart shows these dollar changes in percentage terms.

