

Agenda

- 1. What is poverty?
- 2. Who is in poverty?
- 3. What can we do to get people out of poverty?





What is Poverty?

Poverty is not having enough resources to meet basic needs.

- Poverty is measured as a household-level issue, not an individual one since households share resources.
- The Census Bureau's Supplemental Poverty Measure (SPM) is the current best measure of poverty in the US that captures this definition.



What Are Basic Needs?

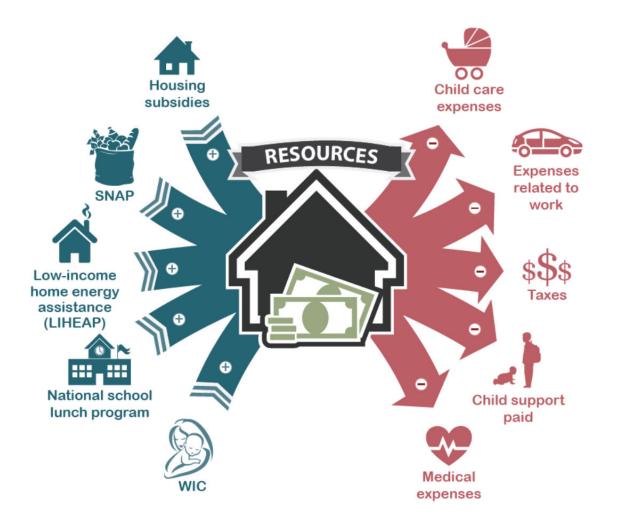
In the Census Bureau's Supplemental Poverty Measure:

• **Basic Needs** = Food, Clothing, Shelter, Utilities (FCSU).

What Counts as Resources?

• **Resources** = Income + Public Assistance - Expenses.



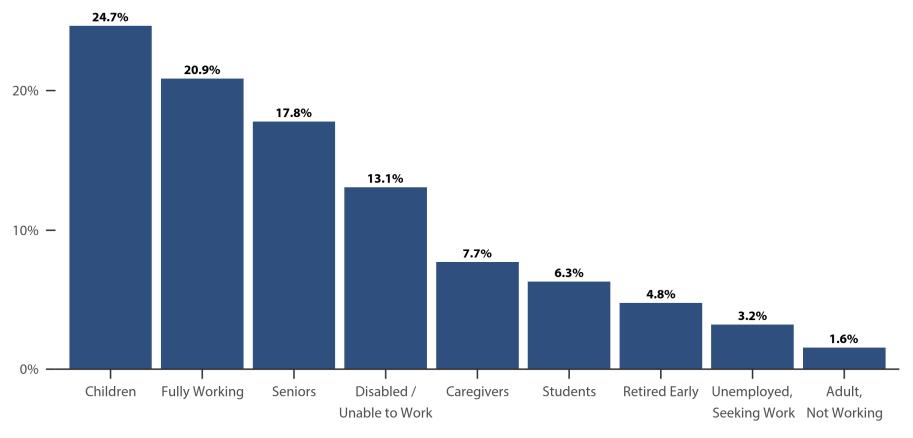






Almost all Oklahomans in poverty are already working, seeking work, or unable to work

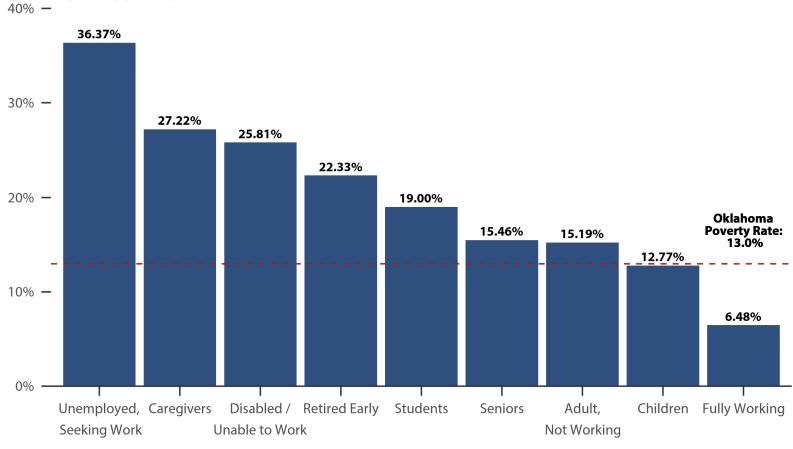
The percentage of Oklahomans in poverty that are of a particular subgroup





Poverty rates are highest for those unable to work or seeking work

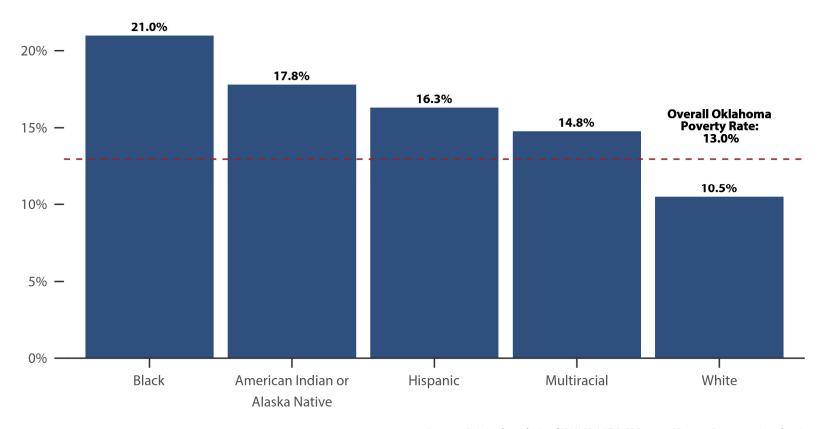
SPM poverty rates by person type





Poverty rates are higher for Black, Native, Hispanic, and multiracial Oklahomans

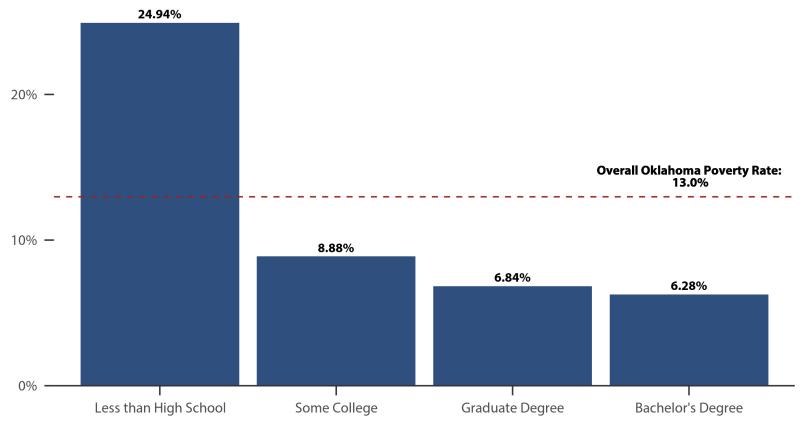
SPM poverty rates by educational attainment





Poverty rates are far higher for those with less than a high school education

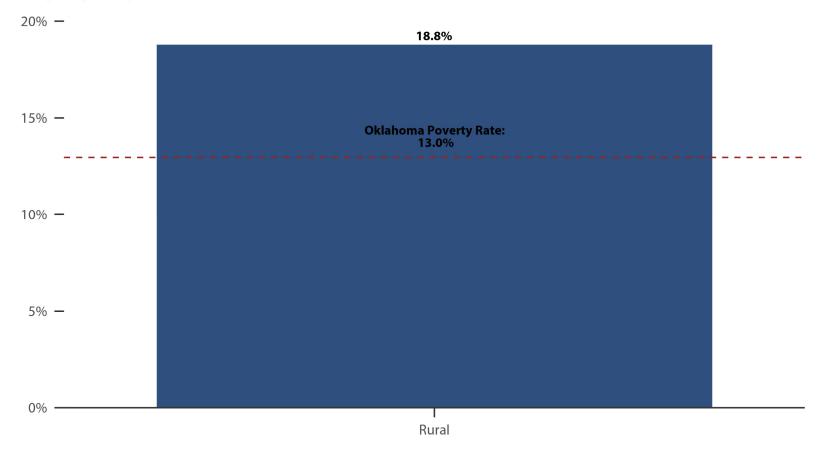
SPM poverty rates by educational attainment





Rural Oklahomans are more likely to be in poverty

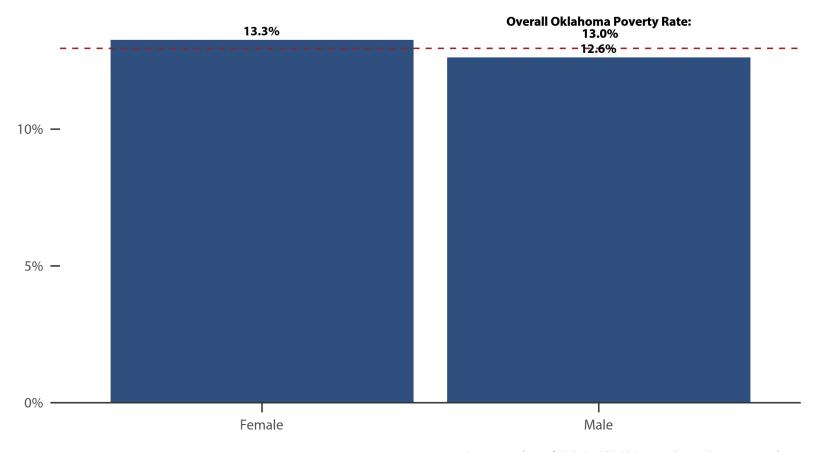
SPM poverty rates by Urban or Rural Status





Women are slighly more likely to be in poverty

SPM poverty rates by gender







Reducing expenses

- **Resources** = Income + Public Assistance **Expenses**.
- Expenses here are often non-optional. So, the only way to reduce them is by reducing cost.
- Those in households with large number of dependents often also have more expenses.
 - Childcare expenses, child support paid, etc.
 - Medical expenses



Increasing income

- **Resources** = **Income** + Public Assistance Expenses.
- Individuals in poverty often lack significant access to two out of the three sources of factor income:
 - Rent (property ownership)
 - Interest/profits (such as through stock ownership).
- The most significant factor income received is salary/wages.



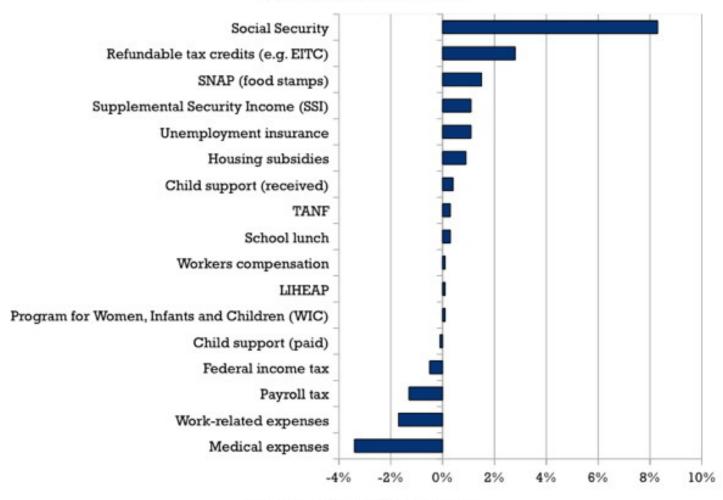
Increasing public assistance

- **Resources** = Income + **Public Assistance** Expenses.
- Public assistance is often tailored to those in subgroups who are unable to work or have a reason for not doing so.
 - Examples
 - People with a disability: Social Security Disability Insurance (SSDI)
 - Children: Child Tax Credit, EITC, WIC
 - Seniors: Social Security and Supplemental Security Income (SSI)
 - Unemployed: Unemployment Insurance
 - Caregivers: Caregiver tax credits
 - Students: Pell Grants, American Opportunity Tax Credit (AOTC)
- But can also be more generally eligible to people based on their income, such as SNAP, Medicaid, etc.



Effect of various programs/expenses on poverty

Source: Census Bureau



Reduction in SPM (% points)



