

**TABLE 19 . CORPORATE INCOME TAX RATES AND NET COLLECTIONS AND INDIVIDUAL INCOME TAX NET COLLECTIONS AND SALES TAX NET COLLECTIONS
FOR THOSE STATES LEVYING A CORPORATE INCOME TAX
and DISTRICT OF COLUMBIA**

State	State corporate income tax rates and brackets for 2001 income year [apportionment formula for 2003] [Refer to footnotes as applicable.]	Special rates or notes	Population July 1, 2002 (Bureau of Census) [1,000s]	Tax collections for fiscal year 2001-02								
				Corporate income tax			Individual income tax			Sales tax		
				Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita	
					Amount [\$1.00]	Rank		Amount [\$1.00]	Rank		Amount [\$1.00]	Rank
Alabama.....	5% [6.5% for 2003] 3 Factor ++	6.5% on financial institutions Federal deductibility	4,487	322,636	71.91	21	2,399,852	534.90	35	1,748,235	389.66	42
Alaska.....	1%>\$0; 2%>\$10K; 3%>\$20K; 4%>\$30K; 5%>\$40K; 6%>\$50K; 7%>\$60K; 8%>\$70K; 9%>\$80K; 9.4%>\$90K 3 Factor ++		644	269,273	418.26	1	-----	-----	-----	-----	-----	-----
Arizona.....	6.968% Double wtd. sales ++	Minimum tax is \$50	5,456	346,280	63.46	27	2,090,645	383.15	39	4,289,778	786.18	9
Arkansas.....	1%>\$0; 2%>\$3K; 3%>\$6K 5%>\$11K; 6%>\$25K; 6.5%>\$100K Double wtd. sales ++	For net incomes exceeding \$100K, 6.5% of entire net income.	2,710	161,021	59.42	31	1,488,250	549.15	33	1,918,140	707.78	13
California.....	8.84% Double wtd. sales ++	10.84% on financial institutions. 6.65% alternative minimum tax rate (2% financial institutions). Minimum tax is \$800.	35,116	5,333,036	151.87	6	33,046,665	941.07	6	23,816,406	678.22	18
Colorado.....	4.63% 3 Factor/Sales & Property ++		4,507	205,217	45.54	40	3,475,760	771.27	15	1,901,972	422.05	41
Connecticut.....	7.5% Double wtd. sales/Sales		3,461	149,454	43.19	42	3,685,244	1,064.94	4	3,043,971	879.63	5
Delaware.....	8.7% 3 Factor		807	251,643	311.68	2	716,647	887.61	10	-----	-----	-----
Florida.....	5.5% Double wtd. sales ++	3.3% alternative minimum tax	16,713	1,218,864	72.93	20	-----	-----	-----	14,408,709	862.12	6
Georgia.....	6% Double wtd. sales		8,560	568,080	66.36	25	6,487,638	757.87	17	4,833,521	564.64	31
Hawaii.....	4.4%>\$0; 5.4%>\$25K; 6.4%>\$100K 3 Factor ++	4% capital gains rate, 7.92% on financial institutions.	1,245	52,640	42.28	44	1,111,590	892.92	9	1,612,333	1,295.15	2
Idaho.....	7.6% Double wtd. sales ++	Minimum tax is \$20.	1,341	76,769	57.24	33	842,375	628.11	25	795,384	593.07	27
Illinois.....	4.8% Sales	2.5% income replacement tax.	12,601	2,061,540	163.61	5	6,951,265	551.66	32	6,419,156	509.43	36
Indiana.....	3.4% [8.5% for 2003] Double wtd. sales	4.5% on supplemental income.	6,159	667,162	108.32	11	3,540,819	574.90	29	3,798,490	616.73	24
Iowa.....	6%>\$0; 8%>\$25K; 10%>\$100K 12%>\$250K Sales	5% on financial institutions; 7.2% alternative minimum rate; 50% Federal deductibility	2,937	88,310	30.07	45	1,769,347	602.48	28	1,747,016	594.88	25
Kansas.....	4% 3 Factor ++	3.35% surtax >\$50K; Banks 2.25% + 2.125% surtax >\$25K	2,716	121,931	44.90	41	1,854,848	682.96	20	1,799,485	662.58	20
Kentucky.....	4%>\$0; 5%>\$25K; 6%:\$50K 7%>\$100K; 8.25%>\$250K Double wtd. sales ++		4,093	302,129	73.82	19	2,678,330	654.39	22	2,312,224	564.94	30
Louisiana.....	4%>\$0; 5%>\$25K; 6%:\$50K 7%>\$100K; 8%>\$200K Double wtd. sales	Federal deductibility	4,483	264,419	58.99	32	1,779,506	396.98	38	2,326,873	519.08	35

TABLE 19.-Continued

State	State corporate income tax rates and brackets for 2001 income year [apportionment formula for 2003] [Refer to footnotes as applicable.]	Special rates or notes	Population July 1, 2002 (Bureau of Census) [1,000s]	Tax collections for fiscal year 2001-02								
				Corporate income tax			Individual income tax			Sales tax		
				Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita	
					Amount [\$1.00]	Rank		Amount [\$1.00]	Rank		Amount [\$1.00]	Rank
Maine.....	3.5%>\$0; 7.93%>\$25K; 8.33%>\$75K; 8.93%>\$250K Double wtd. sales ++	27% of Federal alternative minimum tax liability.	1,294	77,366	59.77	30	1,072,810	828.77	13	836,134	645.93	22
Maryland.....	7% Double wtd. sales		5,458	359,420	65.85	26	4,704,368	861.90	12	2,690,434	492.92	38
Massachusetts.....	9.5% Double wtd. sales/Sales ++	Franchise tax built into rate (.26% per \$1,000 of income); 10.5% on financial institutions; 10.91% on savings & loan assns. Minimum tax, \$456.	6,428	812,257	126.37	8	7,912,934	1,231.05	2	3,695,874	574.98	28
Michigan.....	2% [1.9% >\$45K for 2003] 90% Sales, 5% Property & Payroll	Single Business Tax (SBT) applies to gross receipts. Must file with gross receipts >\$250K. \$45K deductible. By law, the SBT rate drops .1% annually from its 1998 rate of 2.3% until phased out, but if the Budget Stabilization Fund falls below \$250 million for a fiscal year, the next calendar year's reduction is deferred.	10,050	2,065,241	205.49	4	6,125,270	609.45	26	7,784,308	774.52	10
Minnesota.....	9.8% 75% Sales, 12.5% Property & Payroll	5.8% alternative minimum tax rate. A minimum tax is levied based on Minnesota property, payroll & sales.	5,020	542,771	108.13	12	5,444,715	1,084.67	3	3,740,660	745.19	11
Mississippi.....	3%>\$0; 4%>\$5K; 5%>\$10K Accounting/3 Factor	Franchise tax of \$2.50 per \$1,000 with minimum tax of \$25.	2,872	195,814	68.19	22	985,117	343.03	40	2,340,474	814.99	7
Missouri.....	6.25% 3 Factor/Sales ++	7% on financial institutions; 50% of Federal tax deductible.	5,673	302,301	53.29	35	3,615,417	637.35	24	2,854,718	503.25	37
Montana.....	6.75% 3 Factor ++	7% for corporations filing under a water's edge election. Minimum tax is \$50. Minimum tax for small business corporations is \$10.	909	68,173	74.96	18	517,568	569.10	31	-----	-----	-----
Nebraska.....	5.58%>\$0; 7.81%>\$50K Sales		1,729	107,628	62.24	28	1,153,444	667.05	21	1,069,185	618.32	23
New Hampshire...	8.5%>\$50K 9.25%>\$150K Double wtd. sales	Must file business profits tax if gross receipts exceed \$50K. A business with \$100K in gross receipts or \$50K wages, interest, and dividends is subject to .75% business enterprise tax on total value of wages, interest, and dividends, in which case BPT liability is reduced by sum of BET liability.	1,275	377,313	295.92	3	71,433	56.02	42	-----	-----	-----
New Jersey.....	8.5% [9% for 2003] Double wtd. sales (1)	Rate is 7.5% if entire net income <\$100K. Minimum tax, \$200.	8,590	1,101,296	128.20	7	6,836,992	795.90	14	5,996,839	698.09	14
New Mexico.....	4.8%>\$0; 6.4%>\$500K; 7.6%>\$1million Double wtd. sales ++		1,855	124,327	67.02	23	982,891	529.84	36	1,337,321	720.90	12
New York.....	7.5% Double wtd. sales	Rate fell to 7.5% after 6/30/2001. 2.5% surtax rate.	19,158	2,257,935	117.86	10	25,573,667	1,334.91	1	8,607,718	449.31	39
North Carolina...	6.9% 4 Factor: Property, Payroll & Double wtd. sales		8,320	668,124	80.30	16	7,265,242	873.21	11	3,212,098	386.06	43
North Dakota.....	3%>\$0; 4.5%>\$3K; 6%>\$8K; 7.5%>\$20K; 9%>\$30K; 10.5%>\$50K 3 Factor ++	Financial institutions: 5% + 2% surtax rate; Federal deductibility. Minimum tax, \$50.	634	49,990	78.83	17	199,590	314.76	41	335,613	529.27	34

TABLE 19.-Continued

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Ohio.....	5.1%>\$0; 8.5%>\$50K 60% Sales, 20% Property & Payroll	For financial institutions, .015 times	11,421	761,050	66.63	24	8,335,554	729.83	18	6,391,475	559.61	32
Oklahoma.....	6% 3 Factor		3,494	173,701	49.72	38	2,286,110	654.35	23	1,529,465	437.78	40
Oregon.....	6.6% Double wtd. sales ++ (2)	Minimum tax, \$10.	3,522	196,257	55.73	34	3,674,962	1,043.57	5	-----	-----	-----
Pennsylvania.....	10% Triple wtd. sales ++	Imposes a 'Capital Stock & Franchise tax.'	12,335	1,198,438	97.16	13	6,734,729	545.98	34	7,330,422	594.27	26
Rhode Island.....	9% 3 Factor	Minimum tax, \$250.	1,070	28,273	26.43	46	823,521	769.84	16	731,597	683.91	16
South Carolina...	5% Double wtd. sales/Sales	4.5% for banks; 6% for savings & loans	4,107	217,327	52.91	37	1,952,498	475.39	37	2,335,170	568.56	29
South Dakota.....	[Applies to banks only.] No state income tax	6%-.25% on a bank's net income. Minimum tax is \$200 per location (banks).	761	40,547	53.28	36	-----	-----	-----	523,001	687.20	15
Tennessee.....	6% [6.5% for 2003] Double wtd. sales ++		5,797	502,977	86.76	15	146,293	25.23	43	4,674,896	806.39	8
Utah.....	5% 3 Factor	Minimum tax, \$100.	2,316	110,989	47.92	39	1,605,310	693.06	19	1,500,278	647.72	21
Vermont.....	7%>\$0; 8.1%>\$10K; 9.2%>\$25K; 9.75%>\$250K 3 Factor	Minimum tax, \$250.	617	37,306	60.50	29	374,445	607.28	27	214,841	348.43	45
Virginia.....	6% Double wtd. sales ++		7,294	308,554	42.31	43	6,710,771	920.10	7	2,799,526	383.84	44
West Virginia.....	9% Double wtd. sales	Business Franchise Tax of \$.70 per \$100 of taxable capital, Minimum tax, \$50.	1,802	220,158	122.18	9	1,034,665	574.22	30	962,756	534.31	33
Wisconsin.....	7.9% Double wtd. sales ++		5,441	521,584	95.86	14	4,973,615	914.07	8	3,695,796	679.22	17
Total 46 states.....	-----	-----	257,278	25,887,521	100.62 a	-----	185,032,712	719.19a	-----	153,962,292	598.43 a	-----
District of Columbia...	9.975% 3 Factor	Includes 5% surtax, Min. tax, \$100. [The ranking shown for District of Columbia merely indicates its relative placement in comparison with the states in the table and does not affect the state rankings.]	571	211,249	369.96	2	1,031,402	1,806.63	1	612,354	1,072.42	3

Sources: U.S. Census Bureau, Governments Division. Table ST-EST2002-01-State Population Estimates: April 1, 2000 to July 1, 2002, Population Division, December 20, 2002 release.

U.S. Census Bureau, Governments Division. State Government Tax Collections: 2002.

+ Federation of Tax Administrators. Sales Tax Institute.

Bureau of Economic Analysis. Table SAI-3, Regional Economic Information System, July 2003 release.

Office of Tax and Revenue, District of Columbia.

Per capita amounts based on midyear population estimates of the Bureau of the Census.

*Includes general sales tax, use tax, gross income and gross receipts taxes, but excludes excise taxes levied on specific commodities and services. Collection data are for fiscal year ending in 2002.

**Data for some states include state-collected local sales tax. North Carolina sales tax data include \$12,110,709 retained by state to pay for the costs of collecting and distributing local sales taxes.

aWeighted averages computed on collection totals for 46 states levying a corporation income tax.

(1) A 3-factor formula is used for corporations not subject to the corporation business franchise tax.

(2) Effective May 1, 2003, formula weights: 80% sales, 10% property & payroll.

++State has adopted substantial portions of the UDITPA.