

TABLE 20. 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

State	State corporate income tax rates and brackets for 2010 income year -as of January 1, 2010- [standard apportionment formula]	Special rates or notes	Pop-ulation 7/1/2009 [1,000s]	State Tax Collections 2008-09											
				Corporate income tax				Individual income tax			General sales tax*			Total tax collections [all sources]**	
				Amount [\$1,000s]	% of total state tax collec-tions	Per capita		Amount [\$1,000s]	% of total state tax collec-tions	Per capita [\$]	Amount [\$1,000s]	% of total state tax collec-tions	Per capita [\$]	Amount [\$1,000s]	Per capita [\$]
						Amount [\$]	Rank								
Alabama	6.5% [3-factor formula]	rate applicable to banks; federal tax deductibility	4,709	493,972	5.95%	104.91	26	2,662,759	32.06%	565.50	2,069,535	24.91%	439.51	8,306,446	1,764.06
Alaska	1%>\$0; 2%>\$9,999; 3%>\$19,999; 4%>\$29,999; 5%>\$39,999; 6%>\$49,999; 7%>\$59,999; 8%>\$69,999; 9%>\$79,999; 9.4%>\$89,999 [3-factor formula]	rates applicable to banks	698	632,123	12.76%	905.01	1	-	-	-	-	-	-	4,953,342	7,091.67
Arizona	6.968% [3-factor formula with double wtd. sales factor/ 80-10-10 (sales-payroll-property)]	rate applicable to banks; minimum tax: \$50	6,596	592,187	5.26%	89.78	34	1,961,537	17.44%	297.39	5,675,531	50.45%	860.48	11,249,830	1,705.61
Arkansas	1%>\$0; 2%>\$3K; 3%>\$6K; 5%>\$11K; 6%>\$25K; 6.5%>\$100K [3-factor formula with double wtd. sales factor]	rates applicable to banks	2,889	346,215	4.64%	119.82	21	2,238,958	29.98%	774.87	2,765,996	37.04%	957.27	7,467,679	2,584.46
California	8.84% [3-factor formula with double wtd. sales factor]	10.84% rate applicable to banks; minimum tax: \$800; S-Corporations: 1.5% S-Corporation banks: 3.5%	36,962	9,535,679	9.44%	257.99	5	44,355,959	43.91%	1,200.05	28,972,302	28.68%	783.85	101,007,459	2,732.76
Colorado	4.63% [Sales-single sales factor]	rate applicable to banks	5,025	329,545	3.80%	65.58	40	4,403,446	50.71%	876.35	2,123,671	24.46%	422.64	8,682,822	1,728.01
Connecticut	7.5% or 3.1 mills/\$1 of capital holding [1-factor gross receipts formula for income other than that derived from the sale or use of tangible personal or real property and 3-factor formula with double wtd. sales factor for income derived from the sale or use of tangible personal or real property]	rate applicable to banks: 7.5% minimum tax: \$250	3,518	444,061	3.43%	126.22	20	6,376,921	49.33%	1,812.51	3,290,050	25.45%	935.13	12,927,619	3,674.41
Delaware	8.7% [3-factor formula]	banks: marginal rate decreases from 8.7% to 1.7% (brackets ranging from \$20 million to \$650 million in taxable income); building and loan associations taxed at 8.7%	885	208,677	7.44%	235.76	6	910,693	32.45%	1,028.89	-	-	-	2,806,031	3,170.22
Florida	5.5% [\$5K exemption] [3-factor formula with double wtd. sales factor]	rate applicable to banks	18,538	1,836,800	5.75%	99.08	29	-	-	-	19,228,000	60.17%	1,037.22	31,956,841	1,723.86
Georgia	6% [Sales-single sales factor]	rate applicable to banks	9,829	694,717	4.32%	70.68	38	7,801,185	48.52%	793.67	5,306,491	33.00%	539.87	16,077,948	1,635.73
Hawaii	4.4%>\$0; 5.4%>\$25K; 6.4%>\$100K [3-factor formula]	7.92% rate applicable to banks; capital gains taxed at 4%	1,295	78,597	1.67%	60.68	42	1,338,702	28.41%	1,033.60	2,461,618	52.23%	1,900.60	4,712,651	3,638.61
Idaho	7.6% [3-factor formula with double wtd. sales factor]	rate applicable to banks; minimum tax: \$20; additional tax of \$10 imposed per return	1,546	142,240	4.48%	92.02	32	1,175,604	37.06%	760.51	1,206,137	38.03%	780.27	3,171,863	2,051.92

TABLE 20.-Continued

State	State corporate income tax rates and brackets for 2010 income year -as of January 1, 2010- [standard apportionment formula]	Special rates or notes	Pop-ulation 7/1/2009 [1,000s]	State Tax Collections 2008-09										Total tax collections [all sources]**	
				Corporate income tax				Individual income tax			General sales tax*				
				Amount [\$1,000s]	% of total state tax collec-tions	Per capita		Amount [\$1,000s]	% of total state tax collec-tions	Per capita [\$]	Amount [\$1,000s]	% of total state tax collec-tions	Per capita [\$]	Amount [\$1,000s]	Per capita [\$]
						Amount [\$]	Rank								
Illinois	4.8% plus a 2.5% or 1.5% personal property replacement tax [Sales-single sales factor]	rates applicable to banks	12,910	2,752,353	9.40%	213.19	9	9,183,002	31.38%	711.29	7,470,532	25.52%	578.64	29,268,349	2,267.03
Indiana	8.5% [3-factor formula: 90-5-5 (sales-payroll-property)]	rate applicable to banks	6,423	838,974	5.63%	130.62	18	4,313,759	28.95%	671.60	6,205,638	41.65%	966.14	14,900,123	2,319.77
Iowa	6%>\$0; 8%>\$25K; 10%>\$100K; 12%>\$250K [Sales-single sales factor]	5% rate applicable to banks; 50% federal tax deductibility	3,008	264,365	3.79%	87.89	36	2,703,190	38.70%	898.71	2,201,396	31.52%	731.88	6,984,279	2,322.01
Kansas	4% plus a surtax of 3.05% for taxable income > \$50K [3-factor formula]	banks: 2.25% plus a surtax of 2.125% (S&L/trust cos., 2.25%) for net income > \$25K	2,819	370,889	5.54%	131.58	16	2,731,559	40.80%	969.07	2,227,183	33.27%	790.13	6,694,630	2,375.04
Kentucky	4%>\$0; 5%>\$50K; 6%>\$100K [3-factor formula with double wtd. sales factor]		4,314	389,634	3.99%	90.32	33	3,315,368	33.98%	768.49	2,857,665	29.29%	662.40	9,755,544	2,261.31
Louisiana	4%>\$0; 5%>\$25K; 6%>\$50K; 7%>\$100K; 8%>\$200K [Sales-single sales factor]	Federal tax deductibility	4,492	612,545	6.12%	136.36	15	2,940,633	29.36%	654.63	2,963,758	29.59%	659.77	10,014,637	2,229.40
Maine	3.5%>\$0; 7.93%>\$25K; 8.33%>\$75K; 8.93%>\$250K [Sales-single sales factor]	1% rate applicable to banks [plus 8¢ (or 39¢) per \$1K of assets as of end of taxable year]	1,318	143,086	4.10%	108.54	25	1,370,710	39.29%	1,039.75	1,012,357	29.01%	767.93	3,489,105	2,646.67
Maryland	8.25% [3-factor formula with double wtd. sales factor/sales-single sales factor]	rate applicable to banks	5,699	749,001	4.95%	131.42	17	6,478,236	42.83%	1,136.64	3,851,341	25.46%	675.74	15,126,893	2,654.08
Massachusetts	8.75% [3-factor formula with double wtd. sales factor]	10% rate applicable to banks along with an additional tax of \$2.60/\$1K on taxable tangible property (or net worth allocable to state, for intangible property corporations) (rate and additional tax include a 14% surtax); or minimum tax: \$456	6,594	1,789,553	9.19%	271.41	4	10,599,085	54.40%	1,607.48	3,880,087	19.92%	588.46	19,482,884	2,954.82
Michigan	4.95% on business income [Michigan Business Tax] 0.8% on modified gross receipts of \$350K or more [plus 21.99% surcharge, capped at \$6 M per annum] [1-factor sales formula for computing MBT]		9,970	649,228	2.76%	65.12	41	6,025,015	25.58%	604.33	9,472,405	40.21%	950.12	23,556,988	2,362.85
Minnesota	9.8% [3-factor formula: 87-6.5-6.5 (sales-payroll-property)]	rate applicable to banks	5,266	779,055	4.54%	147.93	12	6,948,119	40.49%	1,319.38	4,375,200	25.49%	830.81	17,161,299	3,258.75
Mississippi	3%>\$0; 4%>\$5K; 5%>\$10K [Accounting/3-factor formula]	rates applicable to banks	2,952	324,301	4.98%	109.86	24	1,485,592	22.80%	503.25	3,026,497	46.46%	1,025.24	6,514,769	2,206.90
Missouri	6.25% [3-factor formula or optional 1-factor sales formula for corporations other than certain public utilities and transport]	7% rate applicable to banks; 50% federal tax deductibility	5,988	278,661	2.69%	46.54	45	4,771,576	46.12%	796.91	3,030,477	29.29%	506.13	10,345,250	1,727.78
Montana	6.75% [3-factor formula]	rate applicable to banks 7% for corporations filing under a water's edge election; minimum tax: \$50	975	164,255	6.82%	168.47	11	827,196	34.36%	848.42	-	-	-	2,407,400	2,469.16

TABLE 20.-Continued

State	State corporate income tax rates and brackets for 2010 income year -as of January 1, 2010- [standard apportionment formula]	Special rates or notes	Pop-ulation 7/1/2009 [1,000s]	State Tax Collections 2008-09										Total tax collections [all sources]**	
				Corporate income tax				Individual income tax			General sales tax*			Amount [\$1,000s]	Per capita [\$]
				Amount [\$1,000s]	% of total state tax collec-tions	Per capita		Amount [\$1,000s]	% of total state tax collec-tions	Per capita [\$]	Amount [\$1,000s]	% of total state tax collec-tions	Per capita [\$]		
						Amount [\$]	Rank							Amount [\$1,000s]	Per capita [\$]
Nebraska	5.58%>\$0; 7.81%>\$100K [Sales-single sales factor]		1,797	198,442	4.96%	110.45	23	1,602,091	40.04%	891.73	1,504,174	37.60%	837.22	4,000,939	2,226.93
New Hampshire	8.5% plus a 0.75% tax on the enterprise base for certain income levels [3-factor formula with double wtd. sales factor]	rate applicable to banks Business profits tax may apply	1,325	493,431	23.21%	372.52	2	98,191	4.62%	74.13	-	-	-	2,125,722	1,604.83
New Jersey	6.5%>\$0; 7.5%>\$50K; 9%>\$100K; [corporation business franchise rates] or alternative minimum assessment; or fixed dollar minimum tax based on gross receipts [3-factor formula/3-factor formula with double wtd. sales factor]	rate applicable to banks minimum tax: \$500	8,708	2,397,471	8.82%	275.33	3	10,663,866	39.22%	1,224.64	8,188,990	30.12%	940.43	27,186,553	3,122.11
New Mexico	4.8%>\$0; 6.4%>\$500K; 7.6%>\$1 million [3-factor formula/3-factor formula with double wtd. sales factor]	rates applicable to banks	2,010	203,584	4.20%	101.30	28	932,442	19.22%	463.98	1,887,343	38.90%	939.13	4,851,689	2,414.17
New York	7.1% of entire income base (general business taxpayer); or 1.5% alternative minimum tax base; or 0.15% per \$1 of allocated capital (up to \$350K for certain manufacturers or \$10 million for other taxpayers); or fixed dollar minimum tax between \$25 and \$5K, depending on New York receipts; small business taxpayers pay 4.35% to 7.1%. [Sales-single sales factor]		19,541	4,427,675	6.81%	226.58	8	36,840,019	56.65%	1,885.22	11,073,898	17.03%	566.69	65,029,871	3,327.79
North Carolina	6.9% plus temporary additional 3% surtax [3-factor formula with double wtd. sales factor]	rate applicable to banks	9,381	901,445	4.40%	96.09	30	9,560,353	46.64%	1,019.13	4,963,434	24.22%	529.10	20,496,106	2,184.88
North Dakota	2.1%>\$0; 5.3%>\$25K; 6.4%>\$50K; [3-factor formula]	7% rate applicable to banks minimum tax (banks): \$50; Federal tax deductibility	647	129,542	5.37%	200.27	10	370,165	15.33%	572.26	607,171	25.15%	938.67	2,414,010	3,731.98
Ohio	Commercial activity tax is \$150 on gross receipts >\$150K up to \$1 million, plus 0.26% of gross receipts over \$1 million. Add'l litter tax is imposed equal to 0.11% on the first \$50K of taxable income, 0.22% on income > \$50K; or 0.14 mills on net worth. [3-factor formula with triple wtd. sales factor]	Banks pay franchise tax based on net worth.	11,543	521,363	2.18%	45.17	46	8,323,352	34.75%	721.10	7,328,388	30.60%	634.90	23,952,422	2,075.12
Oklahoma	6% [3-factor formula]	rate applicable to banks	3,687	342,762	4.20%	92.96	31	2,544,576	31.18%	690.14	2,162,693	26.50%	586.56	8,160,670	2,213.33
Oregon	6.6%>\$0 7.9%>\$250 0.25% on gross sales<=\$100K and no property in the state [Sales-single sales factor]	rate applicable to banks minimum tax: \$10	3,826	258,778	3.49%	67.64	39	5,434,777	73.25%	1,420.61	-	-	-	7,419,494	1,939.40
Pennsylvania	9.99% [3-factor formula: 90-5-5 (sales-payroll-property)]		12,605	1,740,532	5.79%	138.09	14	9,550,238	31.76%	757.67	8,496,182	28.25%	674.05	30,071,179	2,385.70

TABLE 20.-Continued

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						Amount [\$]	Rank								
Rhode Island	9% business corporation minimum tax: \$500 [3-factor formula]	rate applicable to banks; minimum tax: \$100	1,053	108,497	4.20%	103.02	27	960,885	37.15%	912.34	814,511	31.49%	773.36	2,586,184	2,455.53
South Carolina	5% [3-factor formula with double wtd. sales factor/sales-single sales factor]	4.5% rate applicable to banks; 6% rate applicable to savings & loans	4,561	219,484	3.07%	48.12	44	2,351,324	32.90%	515.50	2,910,183	40.72%	638.02	7,146,034	1,566.69
South Dakota	[applies to banks only] no state income tax	6%-0.25% on a bank's net income; minimum tax: \$500 per location	812	48,772	3.66%	60.04	43	-	-	-	756,598	56.72%	931.33	1,333,835	1,641.88
Tennessee	6.5% [3-factor formula with double wtd. sales factor]	rate applicable to banks	6,296	816,261	7.82%	129.64	19	221,685	2.12%	35.21	6,356,962	60.88%	1,009.64	10,442,552	1,658.53
Utah	5% [3-factor formula unless election is made to use apportionment formula with double wtd. sales factor]	rate applicable to banks; minimum tax: \$100	2,785	245,880	4.53%	88.30	35	2,319,632	42.78%	833.03	1,744,035	32.16%	626.32	5,422,858	1,947.47
Vermont	6%>\$0; 7%>\$10K; 8.5%>\$25K [3-factor formula with double wtd. sales factor]	minimum tax: \$250	622	86,759	3.46%	139.54	13	532,911	21.27%	857.10	321,162	12.82%	516.54	2,505,665	4,029.96
Virginia	6% [3-factor formula with double wtd. sales factor]	rate applicable to banks	7,883	633,490	3.91%	80.37	37	8,918,232	55.05%	1,131.38	3,372,974	20.82%	427.90	16,199,102	2,055.05
West Virginia	8.5% [3-factor formula with double wtd. sales factor]	rate applicable to banks	1,820	420,530	8.78%	231.09	7	1,557,403	32.52%	855.82	1,110,017	23.18%	609.97	4,788,926	2,631.60
Wisconsin	7.9% [Sales-single sales factor]	rate applicable to banks	5,655	629,524	4.34%	111.33	22	6,222,735	42.94%	1,100.44	4,087,144	28.21%	722.78	14,490,714	2,562.56
Total 46 states			271,773	40,264,935	6.20%^a	148.16^a	-	245,923,681	37.85%^a	904.89^a	193,359,726	29.76%^a	711.48^a	649,647,206	2,390.40^a

Detail may not add to totals due to rounding.

This table compares the basic corporate income tax rate(s) generally applicable for the states that levy a tax on corporate income, but does not attempt to address alternate taxable income computational methods or exceptional provisions and circumstances specific to certain corporate entities. Additional business franchise taxes, alternative minimum taxes, and surcharges may apply. Texas imposes a franchise tax (margin tax) imposed at 1.0% (0.5% for retail/wholesale entities) of gross revenues over \$1,000,000, on lesser of 70% of total revenues or 100% of gross receipts after deductions for either compensation or cost of goods sold. Nevada, Washington, and Wyoming do not levy state corporate income taxes.

Per capita tax collection amounts are computations based on July 1, 2009 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.

**Includes the following taxes as applicable: property, general sales and gross receipts, selective sales, licenses, individual and corporation income taxes, death and gift, documentary and stock transfer, severance, and other taxes.

Data for some states include state-collected local sales tax. North Carolina sales tax data include \$16,090,014 retained by state to pay for the costs of collecting and distributing local sales taxes.

^aWeighted average computations based on tax collection totals and population for the 46 states levying a corporation income tax.

Sources: U.S. Census Bureau, Governments Division. *Table NST-EST2009-01-State Population Estimates: July 1, 2009*, Population Division, December 23, 2009 release.

U.S. Census Bureau, Governments Division. *State Government Tax Collections: 2009*, March 23, 2010 release; Tax Foundation; Federation of Tax Administrators; Commerce Clearing House