

TABLE 20. CORPORATE [BUSINESS] INCOME TAX RATES and NET COLLECTIONS and INDIVIDUAL INCOME TAX NET COLLECTIONS and SALES TAX NET COLLECTIONS FOR THOSE STATES LEVYING A TAX ON CORPORATE [BUSINESS] INCOME

State	State corporate income tax rates and brackets for 2013 tax year -as of January 1, 2013- [standard apportionment formula]	Special rates or notes	Pop-ulation 7/1/2014 [1,000s]	State Tax Collections Fiscal Year 2014†											
				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 with sales double wtd.]	rate applicable to financial inst.; gross sales option may apply; federal tax deductibility	4,846	406,408	4.37%	83.86	42	3,206,583	34.49%	661.64	2,393,192	25.74%	493.81	9,296,846	1,918.30
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]	rates applicable to financial inst.	737	408,938	12.05%	554.83	1	-	-	-	-	-	-	3,392,870	4,603.34
Arizona	6.968% [3-factor with sales double wtd./ 80-10-10 (sales-property-payroll)]	rate applicable to financial inst.; minimum tax: \$50	6,729	575,180	4.28%	85.48	41	3,462,413	25.79%	514.57	6,317,644	47.06%	938.90	13,424,271	1,995.05
Arkansas	1%>\$0; 2%>\$3K; 3%>\$6K; 5%>\$11K; 6%>\$25K; 6.5%>\$100K [3-factor with sales double wtd.]	rates applicable to financial inst.	2,967	398,493	4.47%	134.32	23	2,602,160	29.18%	877.08	3,130,274	35.10%	1,055.09	8,917,322	3,005.67
California	8.84% [Sales]	10.84% rate applicable to financial inst.; minimum tax: \$800	38,792	8,858,498	6.41%	228.36	10	67,995,549	49.23%	1,752.81	37,224,077	26.95%	959.57	138,131,690	3,560.80
Colorado	4.63% [Sales]	rate applicable to financial inst.; gross sales option may apply	5,356	717,506	6.10%	133.97	24	5,658,457	48.13%	1,056.55	2,615,601	22.25%	488.39	11,755,394	2,194.98
Connecticut	7.5% or 3.1 mills/\$1 of capital holding (maximum tax of \$1M) 20% surcharge for TY 2013 [Sales/3-factor with sales double wtd.]	rate applicable to financial inst.; minimum tax: \$250	3,595	627,358	3.94%	174.52	14	7,772,602	48.77%	2,162.20	3,981,362	24.98%	1,107.55	15,937,742	4,433.60
Delaware	8.7% [3-factor]	banks: marginal rate decreases from 8.7% to 1.7% (brackets ranging from \$20M to \$650M in taxable income); building and loan associations taxed at 8.7%; minimum tax: \$5,000	936	278,872	8.78%	297.95	6	1,040,341	32.75%	1,111.51	-	-	-	3,176,169	3,393.46
Florida	5.5% [\$50K exemption] [Sales/3-factor with sales double wtd.]	rate applicable to financial inst.	19,906	2,043,750	5.62%	102.67	34	-	-	-	21,480,910	59.12%	1,079.14	36,335,598	1,825.40
Georgia	6% [Sales]	rate applicable to financial inst.	10,097	943,806	5.07%	93.47	37	8,965,572	48.16%	887.93	5,125,502	27.53%	507.62	18,618,093	1,843.90
Hawaii	4.4%>\$0; 5.4%>\$25K; 6.4%>\$100K [3-factor]	7.92% franchise tax rate applicable to banks; gross sales option may apply; capital gains taxed at 4%	1,420	126,045	2.08%	88.75	40	1,745,461	28.84%	1,228.98	2,825,041	46.67%	1,989.11	6,052,795	4,261.76
Idaho	7.4% [3-factor with sales double wtd.]	rate applicable to financial inst.; minimum tax: \$20; add'l \$10 Permanent Building Fund Tax as applicable; gross sales option may apply	1,635	190,002	5.18%	116.22	29	1,338,075	36.47%	818.49	1,373,666	37.44%	840.26	3,669,222	2,244.44

TABLE 20.-Continued

State	State corporate income tax rates and brackets for 2013 tax year -as of January 1, 2013- [standard apportionment formula]	Special rates or notes	Pop-ulation 7/1/2014 [1,000s]	State Tax Collections Fiscal Year 2014†											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									
Illinois	7% plus 2.5% personal property replacement tax [Sales]	rates applicable to financial inst.	12,882	4,439,832	11.12%	344.65	3	16,642,154	41.69%	1,291.87	8,515,410	21.33%	661.02	39,922,538	3,099.05	
Indiana	8% [7.5% on 7/1/13] [Sales]	rate applicable to financial inst.	6,598	866,747	5.14%	131.37	25	4,896,317	29.06%	742.10	7,003,426	41.57%	1,061.47	16,846,961	2,553.39	
Iowa	6%>\$0; 8%>\$25K; 10%>\$100K; 12%>\$250K [Sales]	5% franchise tax rate applicable to financial inst.; 50% federal tax deductibility	3,109	388,699	4.53%	125.00	27	3,197,578	37.30%	1,028.33	2,959,924	34.53%	951.90	8,572,532	2,756.90	
Kansas	4% plus 3% surtax on taxable income>\$50K [3-factor/2-factor property, sales]	banks: 2.25%, plus 2.125% surtax (S&L/trust cos., 2.25% surtax) on net income>\$25K	2,903	330,181	4.50%	113.76	30	2,511,660	34.24%	865.34	2,983,664	40.68%	1,027.96	7,334,481	2,526.95	
Kentucky	4%>\$0; 5%>\$50K; 6%>\$100K [3-factor with sales double wtd.]		4,413	674,464	6.07%	152.85	19	3,749,258	33.77%	849.67	3,131,157	28.20%	709.59	11,103,545	2,516.32	
Louisiana	4%>\$0; 5%>\$25K; 6%>\$50K; 7%>\$100K; 8%>\$200K [3-factor/Sales]	rates applicable to financial inst.; federal tax deductibility	4,649	481,212	4.96%	103.51	33	2,753,680	28.40%	592.32	2,923,336	30.15%	628.81	9,695,281	2,085.46	
Maine	3.5%>\$0; 7.93%>\$25K; 8.33%>\$75K; 8.93%>\$250K [Sales]	financial inst.: 1% of net income, plus 8¢/\$1K of assets attributable to state sources; or 39¢/\$1K of assets attributable to state sources	1,330	182,928	4.75%	137.51	21	1,414,110	36.76%	1,063.04	1,191,685	30.98%	895.83	3,847,181	2,892.06	
Maryland	8.25% [Sales/3-factor with sales double wtd.]	rate applicable to financial inst.	5,975	982,784	5.19%	164.47	17	7,773,773	41.07%	1,300.97	4,195,996	22.17%	702.22	18,929,069	3,167.86	
Massachusetts	8% plus an additional tax of \$2.60/\$1K on either taxable tangible property (or taxable net worth allocable to state, for intangible property corporations); minimum tax: \$456 [3-factor with sales double wtd.]	9% rate applies to financial inst.	6,755	2,194,620	8.70%	324.88	5	13,246,221	52.49%	1,960.91	5,518,580	21.87%	816.95	25,237,003	3,735.98	
Michigan	6% [MBT: repealed effective 1/1/12, except for those taxpayers with certified credits that elect to pay the MBT.] [Sales]		9,916	881,011	3.51%	88.84	39	7,874,712	31.37%	794.12	8,715,827	34.72%	878.94	25,100,605	2,531.25	
Minnesota	9.8% plus minimum tax ranging from \$0 to \$9,340 based on property, payroll, and sales or receipts attributable to state sources [3-factor: 96-2-2 (sales-property-payroll)]	rate applicable to financial inst.	5,457	1,325,656	5.70%	242.92	9	9,623,831	41.40%	1,763.54	5,398,173	23.22%	989.20	23,245,827	4,259.72	
Mississippi	3%>\$0; 4%>\$5K; 5%>\$10K [Sales/Other (based on specific business type)]	rates applicable to financial inst.	2,993	526,302	6.95%	175.82	13	1,667,344	22.01%	557.00	3,304,632	43.63%	1,103.96	7,574,515	2,530.37	
Missouri	6.25% [3-factor/Sales]	7% rate applies to financial inst.; 50% federal tax deductibility	6,064	357,724	3.18%	58.99	44	5,361,976	47.70%	884.26	3,285,563	29.23%	541.83	11,240,654	1,853.72	
Montana	6.75% 7% for water's edge combined filing groups [3-factor]	rate applicable to financial inst.; gross sales option may apply; minimum tax: \$50	1,023	150,139	5.65%	146.73	20	1,063,261	40.04%	1,039.10	-	-	-	2,655,553	2,595.21	

TABLE 20.-Continued

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				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								
Nebraska	5.58%>\$0; 7.81%>\$100K [Sales]		1,883	306,591	6.27%	162.82	18	2,124,164	43.46%	1,128.09	1,763,695	36.08%	936.65	4,887,753	2,595.75
New Hampshire	8.5% Business Profits Tax plus a 0.75% Business Enterprise Tax for certain income levels may apply [3-factor with sales double wtd.]	rate applicable to financial inst.	1,328	542,847	23.75%	408.77	2	92,743	4.06%	69.84	-	-	-	2,285,717	1,721.18
New Jersey	6.5%>\$0; 7.5%>\$50K; 9%>\$100K [corporation business franchise rates] or alternative minimum assessment; or fixed dollar minimum tax (ranging from \$500 to \$2,000) based on gross receipts [3-factor: 90-5-5 (sales-property-payroll)]	rates applicable to financial inst.; minimum tax: \$500	8,939	2,368,068	7.98%	264.92	7	11,973,673	40.34%	1,339.51	8,885,847	29.94%	994.07	29,679,226	3,320.25
New Mexico	4.8%>\$0; 6.4%>\$50K; 7.6%>\$1 million [3-factor]	rates applicable to financial inst.; gross sales option may apply	2,086	205,702	3.57%	98.63	36	1,297,493	22.54%	622.13	2,098,676	36.45%	1,006.29	5,757,432	2,760.61
New York	7.1% of ENI base (certain manufacturers pay 6.5%); AMT of 1.5% (3% banks), or capital stocks tax may apply; fixed dollar minimum tax between \$25 and \$5K, depending on New York receipts (\$250 minimum tax for banks); small business taxpayers pay rates of 6.5%, 7.1%, and 4.35% on 3 brackets of ENI up to \$390K. [Sales]		19,749	4,861,687	6.32%	246.18	8	42,964,774	55.81%	2,175.56	12,668,587	16.46%	641.48	76,978,982	3,897.90
North Carolina	6.9% [3-factor with sales double wtd.]	rate applicable to financial inst.	9,940	1,360,628	5.80%	136.88	22	10,390,520	44.27%	1,045.28	5,842,182	24.89%	587.72	23,470,294	2,361.10
North Dakota	1.48%>\$0; 3.73%>\$25K; 4.53%>\$50K 3.5% additional tax for water's edge combined filing groups [3-factor]	7% rate applies to financial inst.; minimum tax (banks): \$50; federal tax deductibility	740	250,438	4.09%	338.41	4	498,528	8.15%	673.65	1,320,196	21.57%	1,783.95	6,120,435	8,270.41
Oklahoma	6% [3-factor/3-factor with sales double wtd.]	rate applicable to financial inst.	3,880	397,290	4.36%	102.40	35	2,962,128	32.54%	763.51	2,599,203	28.55%	669.97	9,103,302	2,346.45
Oregon	6.6%>\$0 7.6%>\$1M or fixed dollar minimum tax (ranging from \$150 to \$100K) based on Oregon sales [Sales]	rate applicable to financial inst.; gross sales option may apply	3,971	495,134	5.12%	124.68	28	6,649,418	68.69%	1,674.41	-	-	-	9,680,004	2,437.55
Pennsylvania	9.99% [Sales]		12,794	2,301,589	6.73%	179.90	11	10,809,736	31.61%	844.92	9,497,906	27.78%	742.39	34,192,869	2,672.62
Rhode Island	9% business corporation or franchise tax of \$2.50/\$10K of authorized capital stock (valued at a minimum of \$100/share); minimum tax: \$500 [3-factor]	rate applicable to financial inst.; special rates for utilities	1,055	137,528	4.62%	130.37	26	1,109,636	37.31%	1,051.88	906,687	30.48%	859.49	2,974,435	2,819.62
South Carolina	5% [Sales]	4.5% rate applicable to banks; 6% rate applicable to savings & loans after 1st 3 years of operation	4,829	366,263	4.07%	75.84	43	3,455,706	38.38%	715.59	3,370,643	37.43%	697.98	9,004,192	1,864.55

TABLE 20.-Continued

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				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														
South Dakota	- [see note]	6%-0.25% on net income of financial inst., banks; minimum tax: \$200 per location	853	24,819	1.54%	29.09	45	-	-	-	914,979	56.88%	1,072.28	1,608,496	1,885.02
Tennessee	6.5% [3-factor with sales double wtd.]	rate applicable to financial inst.	6,548	1,176,971	9.97%	179.75	12	239,219	2.03%	36.53	6,192,281	52.45%	945.71	11,806,329	1,803.10
Utah	5% [3-factor/3-factor with sales double wtd.]	rate applicable to financial inst.; minimum tax: \$100	2,944	307,910	4.88%	104.57	32	2,889,912	45.78%	981.46	1,823,355	28.88%	619.24	6,312,489	2,143.83
Vermont	6%>\$0; 7%>\$10K; 8.5%>\$25K [3-factor with sales double wtd.]	minimum tax: \$250 (\$75 for small farm corporations)	627	105,817	3.57%	168.83	16	675,240	22.79%	1,077.34	354,541	11.97%	565.67	2,962,531	4,726.69
Virginia	6% [3-factor with sales double wtd.]	rate applicable to financial inst.; telecommunication companies may be subject to a 0.5% minimum tax on gross receipts and electric suppliers may be subject to a 1.45% minimum tax on gross receipts in lieu of the 6% rate.	8,328	740,511	3.91%	88.92	38	10,877,689	57.46%	1,306.14	3,565,789	18.84%	428.16	18,930,418	2,273.08
West Virginia	7% [3-factor with sales double wtd.]	rate applicable to financial inst.	1,849	203,508	3.78%	110.08	31	1,770,466	32.87%	957.66	1,221,966	22.69%	660.97	5,386,588	2,913.64
Wisconsin	7.9% [Sales]	rate applicable to financial inst.; economic development surcharge ranging from \$25-\$9,800 may apply	5,759	981,282	6.00%	170.38	15	6,793,269	41.51%	1,179.50	4,628,338	28.28%	803.61	16,364,516	2,841.34
Total 45 states			269,186	46,491,738	6.14% ^a	172.71 ^a	-	303,137,402	40.02% ^a	1,126.13 ^a	213,249,513	28.15% ^a	792.20 ^a	757,519,765	2,814.11 ^a

Detail may not add to totals due to rounding.

This table compares the basic corporate (business) income tax rate(s) and apportionment formulae generally applicable for the states that levy a tax on corporate income, but does not exhaustively address alternative taxable income computational methods or exceptional provisions and circumstances specific to certain corporate entities. Additional business franchise taxes, alternative minimum taxes, alternative apportionment formulae, and surcharges may apply.

Ohio imposes a Commercial Activity Tax (CAT) equal to \$150 for gross receipts (situated to Ohio) and valued between \$150,000 and \$1 million, plus 0.26% of gross receipts exceeding \$1 million. Banks continue to pay a franchise tax of 1.3% of net worth (minimum fee: \$50 or \$1,000). Ohio (with limited exception) no longer imposes a tax based on income; for those few corporations remaining subject to the franchise tax on net worth or net income, a litter tax also applies. [The apportionment formula applicable to the franchise tax is 3-factor with sales triple weighted.]

South Dakota does not impose a general corporate income tax: the only corporations subject to income taxes are banks and financial institutions.

Texas imposes a franchise tax (margin tax) imposed at the rate of 1.0% (0.5% for retail/wholesale entities) of gross revenues over \$1,030,000, on the 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. Washington imposes a business and occupancy tax on gross receipts (product value, gross sales proceeds, or business gross income) with tax rates varying by type of industry classification.

Per capita tax collection amounts are computations based on July 1, 2014 population estimates of the Bureau of the Census and should be interpreted as a reflection of the portion of tax imposed (collected) on behalf of each individual. The statistical abstract series follows the US Census established practice of computing the per capita tax collection metric using the July 1 population subsequent to the fiscal year ending on June 30th.

^aWeighted average computations based on tax collection totals and population for the 45 states that are represented in the above chart.

[†]Data reflect state government fiscal years that end on June 30, except for four states with alternative fiscal year ending dates: Alabama and Michigan (September 30), New York (March 31), and Texas (August 31).

^{††}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 \$15,031,097.17 retained by state to pay for the costs of collecting and distributing various local sales taxes.

Sources: U.S. Census Bureau, Population Division. Table NST-EST2015-01- Annual Estimates of the Resident Population for the States: July 1, 2014, December 22, 2015 release.

U.S. Census Bureau, 2014 Annual Survey of State Government Tax Collections at <www.census.gov/govs/statetax>. April 16, 2015 release, September 23, 2016 update.

Federation of Tax Administrators; Commerce Clearing House; Tax Foundation; State tax forms, and instructions