

TABLE 22. INDIVIDUAL INCOME TAX RATES and NET COLLECTIONS and PERSONAL INCOME FOR THOSE STATES LEVYING A TAX ON PERSONAL INCOME

State	Federal tax deductibility	Federal starting point		Marginal rates and tax brackets by filing status for 2005 income year [Refer to footnotes as applicable]	Standard deduction/ personal exemption amounts in effect for 2005 income year					Population as of 7/1/2004 [1,000s]	Individual income tax collections fiscal year 2004			Personal income 2003		Individual income tax collections as a % of personal income	
		Adopted date of IRC as enacted	Basis		Standard deduction		Personal exemption				Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita [\$]	[%]	Rank
					Single	Joint	Single	Married	Child			Amount [\$]	Rank				
Alabama	yes	-	-	2%>\$0; 4%>\$500; 5%>\$3K [applicable for S, HH, MFS] MFJ: same rates apply to income bracket ranges \$1K-\$6K	\$2,000	\$4,000	\$1,500	\$3,000	\$300	4,530	2,243,537	495.26	37	119,373,020	26,505	1.88%	36
Arizona	no	1/1/2004	Fed AGI	2.87%>\$0; 3.20%>\$10K; 3.74%>\$25K; 4.72%>\$50K; 5.04%>\$150K [applicable for S, MFS] MFJ, HH: same rates apply to income bracket ranges \$20K-\$300K [community property state]	\$4,050	\$8,100	\$2,100	\$4,200	\$2,300	5,744	2,315,865	403.18	39	151,933,040	27,232	1.52%	40
Arkansas	no	-	-	1%>\$0; 2.5%>\$3,399; 3.5%>\$6,799; 4.5%>\$10,299; 6%>\$17,099; 7%>\$28,499 [applicable for S, HH, MFJ, MFS]	\$2,000	\$4,000	\$20	\$40	\$20	2,753	1,685,585	612.27	31	66,515,388	24,384	2.53%	20
California	no	11/11/2003	Fed AGI	1%>\$0; 2%>\$6,147; 4%>\$14,571; 6%>\$22,997; 8%>\$31,925; 9.3%>\$40,346 [applicable for S, MFS] MFJ: same rates apply to income bracket ranges \$12,294-\$80,692 HH: same rates apply to income bracket ranges \$12,300-\$54,918 [community property state] [Beginning with 2005 tax year, portion of income >\$1 million is subject to additional 1% personal income tax.]	\$3,165	\$6,330	\$85	\$170	\$265	35,894	36,398,983	1,014.07	6	1,184,996,911	33,415	3.07%	7
Colorado	no	Current	Fed TI	4.63 % of federal taxable income	-	-	-	-	-	4,601	3,413,891	741.99	18	157,171,088	34,561	2.17%	30
Connecticut	no	Current	Fed AGI	3%>\$0; 5%>\$10K [applicable for S, MFS] HH: same rates apply; upper range, \$16K MFJ: same rates apply; upper range, \$20K [Exemption amounts are based on state AGI and are phased out for higher income taxpayers; additional tax credit allowed ranging from 75% to 0% based on state AGI]	-	-	\$12,625	\$24,000	-	3,504	4,319,546	1,232.75	3	149,842,940	42,972	2.88%	11
Delaware	no	Current	Fed AGI	2.2%>\$2K; 3.9%>\$5K; 4.8%>\$10K; 5.2%>\$20K; 5.55%>\$25K; 5.95%>\$60K [applicable for S, HH, MFJ, MFS]	\$3,250	\$6,500	\$110	\$220	\$110	830	781,212	941.22	9	27,980,670	34,199	2.79%	13
Georgia	no	1/1/2004	Fed AGI	1%>\$0; 2%>\$750; 3%>\$2,250; 4%>\$ 3,750; 5%>\$5,250; 6%>\$7K [applicable for S] MFS: same rates apply to income bracket ranges \$500-\$5K MFJ, HH, QW: same rates apply to income bracket ranges \$1K-\$10K	\$2,300	\$3,000	\$2,700	\$5,400	\$3,000	8,829	6,830,486	773.64	16	251,620,610	29,000	2.71%	14
Hawaii	no	12/31/2003	Fed TI	1.4%>\$0; 3.2%>\$2K; 5.5%>\$4K; 6.4%>\$8K; 6.8%>\$12K; 7.2%>\$16K; 7.6%>\$20K; 7.9%>\$30K; 8.25%>\$40K [applicable for S, MFS] HH: same rates apply to income bracket ranges \$3K-\$60K MFJ: same rates apply to income bracket ranges \$4K-\$80K	\$1,500	\$1,900	\$1,040	\$2,080	\$1,040	1,263	1,169,205	925.74	10	38,013,206	30,441	3.08%	6

TABLE 22. -Continued

State	Federal tax deductibility	Federal starting point		Marginal rates and tax brackets by filing status for 2005 income year [Refer to footnotes as applicable]	Standard deduction/ personal exemption amounts in effect for 2005 income year					Population as of 7/1/2004 [1,000s]	Individual income tax collections fiscal year 2004			Personal income 2003		Individual income tax collections as a % of personal income	
		Adopted date of IRC as enacted	Basis		Standard deduction		Personal exemption				Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita [\$]	[%]	Rank
					Single	Joint	Single	Married	Child			Amount	Rank				
												Rank					
Idaho	no	1/1/2004	Fed TI	1.6%>\$0; 3.6%>\$1,129; 4.1%>\$2,258; 5.1%>\$3,387; 6.1%>\$4,515; 7.1%>\$5,644; 7.4%>\$8,466; 7.8%>\$22,577 [applicable for S, MFS] HH, MFJ, QW: same rates apply to income bracket ranges \$2,258-\$45,153 [community property state]	\$5,000	\$10,000	\$3,200	\$6,400	\$3,200	1,393	907,795	651.68	27	35,409,068	25,902	2.56%	18
Illinois	no	Current	Fed AGI	3% of FAGI with modification	-	-	\$2,000	\$4,000	\$2,000	12,714	8,139,558	640.20	30	416,978,383	32,965	1.95%	35
Indiana	no	1/1/2003	Fed AGI	3.4% of FAGI with modification	-	-	\$1,000	\$2,000	\$1,000	6,238	3,807,861	610.43	32	178,786,119	28,838	2.13%	33
Iowa	yes	1/1/2004	Fed AGI	0.36 %>\$0; 0.72%>\$1,242; 2.43%>\$2,484; 4.5%>\$4,968; 6.12%>\$11,178; 6.48%>\$18,630; 6.8%>\$24,840; 7.92%>\$37,260; 8.98%>\$55,890 [applicable for S, HH, MFJ, MFS]	\$1,610	\$3,970	\$40	\$80	\$40	2,954	1,958,697	663.07	24	83,375,280	28,340	2.35%	26
Kansas	no	Current	Fed AGI	3.5%>\$0; 6.25%>\$15K; 6.45%>\$30K [applicable for S, HH, MFS] MFJ: same rates apply to income bracket ranges \$30K-\$60K	\$3,000	\$6,000	\$2,250	\$4,500	\$2,250	2,736	1,915,530	700.12	21	80,213,044	29,438	2.39%	24
Kentucky	no	12/31/2001	Fed AGI	2%>\$0; 3%>\$3K; 4%>\$4K; 5%>\$5K; 6%>\$8K [applicable for S, HH, MFJ, MFS]	\$1,910	\$1,910	\$20	\$40	\$20	4,146	2,819,393	680.03	23	109,442,026	26,575	2.58%	17
Louisiana	yes	Current	Fed AGI	2 %>\$0; 4%>\$12,500; 6%>\$25,000 [applicable for S, HH, MFS] MFJ: same rates apply to income bracket ranges \$25K-\$50K [community property state]	-	-	\$4,500	\$9,000	\$1,000	4,516	2,187,050	484.29	38	118,236,485	26,312	1.85%	38
Maine	no	5/28/2003	Fed AGI	2%>\$0; 4.5%>\$4,450; 7%>\$8,850; 8.5%>\$17,700 [applicable for S, MFS] HH: same rates apply to income bracket ranges \$6,650-\$26,600 MFJ, QW: same rates apply to income bracket ranges \$8,900-\$35,450	\$5,000	\$8,300	\$2,850	\$5,700	\$2,850	1,317	1,160,028	880.81	12	38,181,249	29,164	3.04%	8
Maryland	no	Current	Fed AGI	2%>\$0; 3%>\$1K; 4%>\$2K; 4.75%>\$3K [applicable for S, HH, MFJ, MFS]	\$2,000	\$4,000	\$2,400	\$4,800	\$2,400	5,558	5,277,844	949.59	8	206,411,852	37,446	2.56%	18
Massachusetts	no	Current	Fed AGI	5.3% or 12% (short-term capital gains)	-	-	\$3,575	\$7,150	\$1,000	6,417	8,830,334	1,376.08	1	253,632,340	39,504	3.48%	3
Michigan	no	Current [optional 1/1/1999]	Fed AGI	3.9% of FAGI with modification [plus special \$600 personal exemption allowance for child under age 18]	-	-	\$3,100	\$6,200	\$3,100	10,113	6,576,065	650.26	28	314,345,614	31,178	2.09%	34
Minnesota	no	6/15/2003	Fed TI	5.35%>\$0; 7.05%>\$19,890; 7.85%>\$65,330 [applicable for S] HH: same rates apply to income bracket ranges \$24,490-\$98,390 MFJ: same rates apply to income bracket ranges \$29,070-\$115,510 MFS: same rates apply to income bracket ranges \$14,540-\$57,760	\$5,000	\$10,000	\$3,200	\$6,400	\$3,200	5,101	5,709,584	1,119.31	5	172,336,500	34,031	3.31%	4

TABLE 22. -Continued

State	Federal tax deductibility	Federal starting point		Marginal rates and tax brackets by filing status for 2005 income year [Refer to footnotes as applicable]	Standard deduction/ personal exemption amounts in effect for 2005 income year					Population as of 7/1/2004 [1,000s]	Individual income tax collections fiscal year 2004			Personal income 2003		Individual income tax collections as a % of personal income	
		Adopted date of IRC as enacted	Basis		Standard deduction		Personal exemption				Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita [\$]	[%]	Rank
					Single	Joint	Single	Married	Child			Amount	Rank				
												[\$]					
Mississippi	no	-	-	3%>\$0; 4%>\$5K; 5% >\$10K [applicable for S, HH, MFJ, MFS]	\$2,300	\$4,600	\$6,000	\$12,000	\$1,500	2,903	1,061,704	365.73	40	67,642,653	23,466	1.57%	39
Missouri	yes**	Current	Fed AGI	1.5%>\$0; 2%>\$1K; 2.5%>\$2K; 3%>\$3K; 3.5%>\$4K; 4%>\$5K; 4.5%>\$6K; 5%>\$7K; 5.5%>\$8K; 6%>\$9K [applicable for S, HH, MFJ, MFS]	\$5,000	\$10,000	\$2,100	\$4,200	\$1,200	5,755	3,720,749	646.52	29	168,512,117	29,464	2.21%	29
Montana	yes**	Current	Fed AGI	2%>\$0; 3%>\$2,300; 4%>\$4,600; 5%>\$9,200; 6%>\$13,800; 7%>\$18,400; 8%>\$22,900; 9%>\$32,100; 10%>\$45,900; 11%>\$80,300 [applicable for S, HH, MFJ, MFS]	\$3,440*	\$6,880*	\$1,900	\$3,800	\$1,900	927	605,582	653.27	26	23,326,631	25,406	2.60%	16
Nebraska	no	4/15/2004	Fed AGI	2.56%>\$0; 3.57%>\$2,400; 5.12%>\$17K; 6.84%>\$26,500 [applicable for S] HH: same rates apply to income bracket ranges \$3,800-\$35,000 MFJ: same rates apply to income bracket ranges \$4,000-\$46,750 MFS: same rates apply to income bracket ranges \$2,000-\$23,375 [applicable for S, HH, MFJ, MFS]	\$4,980	\$8,320	\$103	\$206	\$103	1,747	1,242,603	711.28	19	52,435,752	30,179	2.37%	25
New Hampshire	no	-	-	5% applies to interest/dividend income	-	-	\$2,400	\$4,800	-	1,300	54,769	42.13	42	45,285,548	35,140	0.12%	42
New Jersey	no	-	-	1.4%>\$0; 1.75% >\$20K; 3.5%>\$35K; 5.525%>\$40K; 6.37%>\$75K; 8.97%>\$500K [applicable for S, MFS] 1.4%>\$0; 1.75% >\$20K; 2.45%>\$50K; 3.5%>\$70K; 5.525%>\$80K; 6.37%>\$150K; 8.97%>\$500K [applicable for HH, MFJ]	-	-	\$1,000	\$2,000	\$1,500	8,699	7,400,733	850.76	14	342,040,412	39,577	2.16%	31
New Mexico	no	Current	Fed AGI	1.7%>\$0; 3.2%>\$5,500; 4.7%>\$11K; 6%>\$16K; [applicable for S] HH: same rates apply to income bracket ranges \$7K-\$20K MFJ: same rates apply to income bracket ranges \$8K-\$24K MFS: same rates apply to income bracket ranges \$4K-\$12K [community property state]	\$5,000	\$10,000	\$3,200	\$6,400	\$3,200	1,903	1,007,248	529.29	36	46,955,434	24,995	2.15%	32
New York	no	Current	Fed AGI	4%>\$0; 4.5%>\$8K; 5.25%>\$11K; 5.9%>\$13K; 6.85%>\$20K; 7.25%>\$100K; 7.7%>\$500K [applicable for S, MFS] HH: same rates apply to income bracket ranges \$11K-\$500K MFJ: same rates apply to income bracket ranges \$16K-\$500K	\$7,500	\$14,600	-	-	\$1,000	19,227	24,647,225	1,281.91	2	693,791,440	36,112	3.55%	2

TABLE 22. -Continued

State	Federal tax deductibility	Federal starting point		Marginal rates and tax brackets by filing status for 2005 income year [Refer to footnotes as applicable]	Standard deduction/ personal exemption amounts in effect for 2005 income year					Pop-ulation as of 7/1/2004 [1,000s]	Individual income tax collections fiscal year 2004			Personal income 2003		Individual income tax collections as a % of personal income	
		Adopted date of IRC as enacted	Basis		Standard deduction		Personal exemption				Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita [\$]	[%]	Rank
					Single	Joint	Single	Married	Child			Amount [\$]	Rank				
North Carolina	no	5/1/2004	Fed TI	6%>\$0; 7%>\$12,750; 7.75%>\$60K; 8.25%>\$120K (S) 6%>\$0; 7%>\$21,250; 7.75%>\$100K; 8.25%>\$200K (MFJ/QW) 6%>\$0; 7%>\$17K; 7.75%>\$80K; 8.25%>\$160K (HH) 6%>\$0; 7%>\$10,625; 7.75%>\$50K; 8.25%>\$100K (MFS)	\$3,000	\$6,000	\$2,500*	\$5,000*	\$2,500*	8,541	7,510,978	879.40	13	236,391,241	28,071	3.18%	5
				[exemptions based on federal exemptions adjusted according to income & filing status] *[\$2K-S (\$4K-M) if FAGI =>threshold amount for filing status: MFJ-\$100K; HH-\$80K; S-\$60K; MFS-\$50K]													
North Dakota	yes**	Current	Fed TI	2.1%>\$0; 3.92%>\$29,700; 4.34%>\$71,950; 5.04%>\$150,150; 5.54%>\$326,450 [applicable for S] HH: same rates apply to income bracket ranges \$39,800-\$326,450 MFJ: same rates apply to income bracket ranges \$49,600-\$326,450 MFS: same rates apply to income bracket ranges \$24,800-\$163,225	\$5,000	\$10,000	\$3,200	\$6,400	\$3,200	634	213,982	337.51	41	18,319,019	28,922	1.17%	41
				[personal exemption/deduction amounts as allowed by IRC; additional \$300 personal exemption allowed for joint returns or unmarried head of households]													
Ohio	no	Current	Fed AGI	0.743%>\$0; 1.486%>\$5K; 2.972%>\$10K; 3.715%>\$15K; 4.457%>\$20K; 5.201%>\$40K; 5.943%>\$80K; 6.9%>\$100K; 7.5%>\$200K [applicable for S, HH, MFJ, MFS] [if significant budget surplus occurs at the close of the state's fiscal year, the surplus is refunded to taxpayers through a temporary reduction in the income tax rates]	-	-	\$1,300	\$2,600	\$1,300	11,459	8,705,161	759.68	17	344,603,486	30,129	2.53%	20
				[plus additional \$20 tax credit per exemption]													
Oklahoma	yes**	Current	Fed AGI	0.5%>\$0; 1%>\$1K; 2%>\$2,500; 3%>\$3,750; 4%>\$4,900; 5%>\$6,200; 6%>\$7,700; 6.65%>\$10K [applicable for S, MFS <i>not</i> deducting federal income tax] S, MFS deducting federal income tax: rates range from 0.5% of first \$1K to 10% of income>\$16K 0.5%>\$0; 1%>\$2K; 2%>\$5,000; 3%>\$7,500; 4%>\$9,800; 5%>\$12,200; 6%>\$15,000; 6.65%>\$21K [applicable for HH, MFJ, QW <i>not</i> deducting federal income tax] HH, MFJ, QW deducting federal income tax: rates range from 0.5% of first \$2K to 10% of income>\$24K	\$2,000	\$2,000	\$1,000	\$2,000	\$1,000	3,524	2,319,123	658.09	25	93,690,912	26,719	2.48%	22
				[standard deduction=15% of state AGI but not<\$1K nor>\$2K except MFS standard deduction=15% of state AGI but not<\$500 nor>\$1K]													
Oregon	yes	12/31/2002	Fed TI	5%>\$0; 7%>\$2,650; 9%>\$6,650 [applicable for S, MFS] HH, MFJ: same rates apply to income bracket ranges \$5,300-\$13,300	\$1,720	\$3,445	\$154	\$308	\$154	3,595	4,270,740	1,187.97	4	102,418,819	28,734	4.17%	1
				[tc] [tc] [tc]													
Pennsylvania	no	-	-	3.07%>\$0	-	-	-	-	-	12,406	7,323,364	590.31	33	394,760,771	31,911	1.86%	37
Rhode Island	no	6/3/2001	Fed AGI	25% of federal income tax liability prior to enactment of Economic Growth and Tax Relief Act of 2001	\$5,000	\$8,300	\$3,200	\$6,400	\$3,200	1,081	899,939	832.51	15	34,475,901	32,038	2.61%	15

TABLE 22. -Continued

State	Federal tax deductibility	Federal starting point		Marginal rates and tax brackets by filing status for 2005 income year [Refer to footnotes as applicable]	Standard deduction/ personal exemption amounts in effect for 2005 income year					Population as of 7/1/2004 [1,000s]	Individual income tax collections fiscal year 2004			Personal income 2003		Individual income tax collections as a % of personal income	
		Adopted date of IRC as enacted	Basis		Standard deduction		Personal exemption				Amount [\$1,000s]	Per capita		Amount [\$1,000s]	Per capita [\$]	[%]	Rank
					Single	Joint	Single	Married	Child			Amount [\$]	Rank				
South Carolina	no	12/31/2002	Fed TI	2.5%>\$0; 3%>\$2,530; 4%>\$5,060; 5%>\$7,590; 6%>\$10,120; 7%>\$12,650 [applicable for S, HH, MFJ, MFS]	\$5,000	\$10,000	\$3,200	\$6,400	\$3,200	4,198	2,438,712	580.92	35	108,463,333	26,144	2.25%	27
Tennessee	no	-	-	6% applies to interest/dividend income.	-	-	\$1,250	\$2,500	-	5,901	146,851	24.89	43	167,414,793	28,641	0.09%	43
Utah	yes**	Current	Fed TI	2.3%>\$0; 3.3%>\$863; 4.2%>\$1,726; 5.2%>\$2,588; 6%>\$3,450; 7%>\$4,313 [applicable for S, MFS] HH, MFJ: same rates apply to income bracket ranges \$1,726-\$8,626	\$5,000	\$10,000	\$2,400*	\$4,800*	\$2,400*	2,389	1,692,277	708.36	20	59,760,670	25,407	2.83%	12
Vermont	no	1/1/2002	Fed TI	3.6%>\$0; 7.2%>\$29,700; 8.5%>\$71,950; 9%>\$150,150; 9.5%>\$326,450 [applicable for S] HH: same rates apply to income bracket ranges \$39,800-\$326,450 MFJ, QW: same rates apply to income bracket ranges \$49,650-\$326,450 MFS: same rates apply to income bracket ranges \$24,825-\$163,225	-	-	\$3,200	\$6,400	\$3,200	621	429,817	692.14	22	19,130,566	30,888	2.25%	27
Virginia	no	12/31/2003	Fed AGI	2%>\$0; 3%>\$3K; 5%>\$5K; 5.75%>\$17K [applicable for S, HH, MFJ, MFS]	\$3,000	\$6,000	\$900	\$1,800	\$900	7,460	7,422,071	994.92	7	248,431,609	33,730	2.99%	10
West Virginia	no	1/1/2004	Fed AGI	3%>\$0; 4%>\$10K; 4.5%>\$25K; 6%>\$40K; 6.5%>\$60K [applicable for S, HH, MFJ] MFS: same rates apply to income bracket ranges \$5K-\$30K	-	-	\$2,000	\$4,000	\$2,000	1,815	1,068,212	588.55	34	44,456,319	24,542	2.40%	23
Wisconsin	no	12/31/2002	Fed AGI	4.6%>\$0; 6.15%>\$8,840; 6.50% >\$17,680; 6.75%>\$132,580 [applicable for S, HH] MFJ: same rates apply to income bracket ranges \$11,780-\$176,770 MFS: same rates apply to income bracket ranges \$5,890-\$88,390 [community property state]	\$8,170	\$14,710	\$700	\$1,400	\$700	5,509	5,051,612	916.97	11	167,978,994	30,685	3.01%	9
Total 43 states									242,743	197,681,501	814.37 <sup>a</sup>	-	7,635,081,253	31,453 <sup>a</sup>	2.59% <sup>a</sup>	-	

Detail may not add to totals due to rounding.

Sources: U.S. Census Bureau, Governments Division. *Table NST-EST2004-01-State Population Estimates: July 1, 2004*, Population Division, December 22, 2004 release.

U.S. Census Bureau, Governments Division. *State Government Tax Collections: 2004*.

Bureau of Economic Analysis. *Table SAI-3*, Regional Economic Information System, March 28, 2005 release.

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

Per capita amounts based on midyear population estimates of the Bureau of the Census. Per capita personal income is total personal income divided by total midyear population.

All dollar amounts are in current dollars (not adjusted for inflation).

<sup>a</sup>Weighted average computations based on tax collection, personal income, and population totals for 43 states levying a tax on personal income.

\*\*Missouri, Montana, and Oklahoma allow federal tax deductibility with limited deductions; North Dakota allows federal tax deductibility if ND-2 optional method form is filed;

Utah allows federal tax deductibility of one-half of federal tax paid.

tc = tax credit

community property state = one-half of the community income is taxable to each spouse