

TABLE 22A. FEDERAL ITEMIZATION/STANDARD DEDUCTION RATE by STATE, TAX YEAR 2014
[U.S. Individual Income Tax Return Form -1040]

State	Federal Returns Deduction claimed:		State	Federal Returns Deduction claimed:	
	Itemized %	Standard %		Itemized %	Standard %
Alabama	26.03%	73.97%	Missouri	26.10%	73.90%
Arizona	28.27%	71.73%	Montana	28.23%	71.77%
Arkansas	22.68%	77.32%	Nebraska	27.81%	72.19%
California	33.95%	66.05%	New Hampshire	31.50%	68.50%
Colorado	32.63%	67.37%	New Jersey	41.12%	58.88%
Connecticut	41.17%	58.83%	New Mexico	22.74%	77.26%
Delaware	31.98%	68.02%	New York	34.24%	65.76%
Georgia	32.69%	67.31%	†North Carolina	29.08%	70.92%
Hawaii	29.25%	70.75%	North Dakota	17.70%	82.30%
Idaho	27.94%	72.06%	Ohio	26.53%	73.47%
Illinois	32.43%	67.57%	Oklahoma	23.96%	76.04%
Indiana	23.11%	76.89%	Oregon	35.99%	64.01%
Iowa	29.24%	70.76%	Pennsylvania	28.80%	71.20%
Kansas	25.73%	74.27%	Rhode Island	32.89%	67.11%
Kentucky	26.04%	73.96%	South Carolina	27.03%	72.97%
Louisiana	22.84%	77.16%	Tennessee	20.02%	79.98%
Maine	27.61%	72.39%	Utah	35.35%	64.65%
Maryland	45.22%	54.78%	Vermont	27.48%	72.52%
Massachusetts	36.83%	63.17%	Virginia	37.21%	62.79%
Michigan	26.52%	73.48%	West Virginia	17.09%	82.91%
Minnesota	34.99%	65.01%	Wisconsin	31.62%	68.38%
Mississippi	22.95%	77.05%	United States	29.70%	70.30%

Source: IRS, Statistics of Income Division, Individual Master File System, August 2016
Tax Year 2014; Historical Table 2 (SOI Bulletin)

The table reflects the percentages of federal 1040 returns claiming itemized deductions and standard deductions for tax year 2014 for the 43 states levying a tax on personal income.

Provisions for claiming the itemized and standard deductions at the state level vary among the 43 states. For states that allow a basic standard deduction, some require the taxpayer to utilize the same deduction option for state income tax purposes as chosen for federal income tax purposes.

†North Carolina taxable income is determined by making certain statutory modifications to federal adjusted gross income, such as adjustments for, including, but not limited to, the following: the North Carolina defined standard deduction or itemized deduction amounts, interest income received on notes and bonds from obligations of other states, interest income received from direct obligations of the United States or North Carolina, domestic production activities, State or local income tax refunds included in federal adjusted gross income, the taxable portion of social security and railroad retirement benefits, certain governmental retirement benefits, and adjustments when the State decouples from federal accelerated depreciation and section 179 expensing provisions.

The standard deduction is zero for a married individual filing separately for federal income tax purposes when the spouse claims itemized deductions. Claiming itemized deductions on the federal 1040 return is a prerequisite for claiming itemized deductions on the NC D-400 return.

†For North Carolina state individual income tax D-400 returns filed for tax year 2014, 14.15% of total returns utilized itemized deductions and 85.85% claimed the standard deduction based on personal income tax information extracted from tax year 2014 D-400 forms processed within the DOR dynamic integrated tax system during 2015; the extract is a composite database consisting of both audited and unaudited (edited and unedited) data that is subject to and may include inconsistencies resultant of taxpayer and/or processing error).