

TABLE 22A. FEDERAL ITEMIZATION/STANDARD DEDUCTION RATE by STATE, TAX YEAR 2005
[U.S. Individual Income Tax Return Form -1040]

State	Federal Returns Deduction claimed:		State	Federal Returns Deduction claimed:	
	Itemized %	Standard %		Itemized %	Standard %
Alabama	30.83%	69.17%	Missouri	31.91%	68.09%
Arizona	38.60%	61.40%	Montana	31.12%	68.88%
Arkansas	24.96%	75.04%	Nebraska	31.02%	68.98%
California	39.94%	60.06%	New Hampshire	36.56%	63.44%
Colorado	42.31%	57.69%	New Jersey	45.23%	54.77%
Connecticut	44.97%	55.03%	New Mexico	26.90%	73.10%
Delaware	37.17%	62.83%	New York	38.80%	61.20%
Georgia	39.61%	60.39%	*North Carolina	36.50%	63.50%
Hawaii	33.50%	66.50%	North Dakota	19.00%	81.00%
Idaho	35.34%	64.66%	Ohio	34.57%	65.43%
Illinois	36.57%	63.43%	Oklahoma	30.74%	69.26%
Indiana	30.91%	69.09%	Oregon	41.84%	58.16%
Iowa	31.90%	68.10%	Pennsylvania	32.36%	67.64%
Kansas	31.31%	68.69%	Rhode Island	38.16%	61.84%
Kentucky	31.13%	68.87%	South Carolina	32.96%	67.04%
Louisiana	26.19%	73.81%	Tennessee	25.84%	74.16%
Maine	31.68%	68.32%	Utah	40.44%	59.56%
Maryland	50.03%	49.97%	Vermont	30.61%	69.39%
Massachusetts	41.77%	58.23%	Virginia	41.13%	58.87%
Michigan	37.15%	62.85%	West Virginia	18.02%	81.98%
Minnesota	42.26%	57.74%	Wisconsin	38.61%	61.39%
Mississippi	26.48%	73.52%	United States	35.61%	64.39%

The table reflects the percentages of federal 1040 returns claiming itemized deductions and standard deductions for tax year 2005 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 taxable income as calculated for federal income tax purposes, with certain adjustments. North Carolina allows a basic standard deduction that does not include the cost-of-living adjustment permitted under federal law so the adjustment amount must be added back to taxable income. If the taxpayer chooses to itemize deductions on the federal return, the amount of state and local income taxes or general sales taxes deducted on the federal return must be added back to federal taxable income on the state return to derive North Carolina taxable income. The standard deduction is zero for a married individual filing separately for federal income tax purposes when the spouse claims itemized deductions.

Source: IRS Statistics of Income Bulletin Spring 2007, Volume 26, Number 4, Selected Historical and Other Data, Table 2