

TABLE 27. GENERAL SALES TAX RATES and NET COLLECTIONS and INDIVIDUAL INCOME TAX NET COLLECTIONS and PERSONAL INCOME FOR THOSE STATES LEVYING A GENERAL SALES TAX

State	State sales tax rate as of 7/1/2006 [%]	Local maximum sales tax rate as of 7/1/2006* [%]	Food items [1] Taxable (T) Exempt (E)	Drugs		Population as of 7/1/2005 [1,000s]	General sales tax collections fiscal year 2005**			Per capita collections per 1 cent of tax [\$]	Personal income 2004		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2005	
				Prescription Taxable (T) Exempt (E)	Non-prescription Taxable (T) Exempt (E)		Amount [\$1,000s]	Per capita Amount [\$]	Rank		Amount [\$1,000s]	Per capita Amount [\$]	%	Rank	Amount [\$1,000s]	Per capita Amount [\$]
Alabama.....	4	8	T	E	T	4,558	2,033,192	446.07	43	111.52	125,329,964	27,695	1.62%	39	2,536,521	556.50
Arizona.....	5.6	4.5	E	E	T	5,939	5,208,070	876.93	10	156.59	164,495,305	28,658	3.17%	7	2,848,450	479.62
Arkansas.....	6	5.5	T	E	T	2,779	2,573,503	926.05	8	154.34	70,987,900	25,814	3.63%	4	1,875,065	674.73
California.....	6.25	2.5	E	E	T	36,132	29,967,136	829.38	12	132.70	1,262,306,032	35,219	2.37%	18	42,992,007	1,189.86
Colorado.....	2.9	7	E	E	T	4,665	2,003,066	429.38	44	148.06	166,187,829	36,113	1.21%	44	3,770,736	808.30
Connecticut.....	6	-	E	E	E	3,510	3,267,726	930.98	7	155.16	158,565,559	45,318	2.06%	30	5,033,442	1,434.03
Florida.....	6	1.5	E	E	E	17,790	19,056,249	1,071.18	3	178.53	547,107,143	31,469	3.48%	5	-	-
Georgia.....	4	3	E [2]	E	T	9,073	5,310,121	585.27	34	146.32	265,599,116	29,782	2.00%	31	7,326,225	807.48
Hawaii.....	4	-	T [3]	E	T	1,275	2,136,604	1,675.77	1	418.94	41,176,427	32,625	5.19%	1	1,381,481	1,083.51
Idaho.....	5	3	T [3]	E	T	1,429	1,128,485	789.70	18	157.94	37,497,434	26,877	3.01%	9	1,040,512	728.14
Illinois.....	6.25	3	T [4]	T [4]	T [4]	12,763	7,195,445	563.77	37	90.20	441,372,577	34,721	1.63%	38	7,936,884	621.87
Indiana.....	6	-	E	E	T	6,272	5,001,049	797.36	17	132.89	188,064,673	30,204	2.66%	14	4,213,480	671.79
Iowa.....	5	2	E	E	T	2,966	1,721,763	580.50	35	116.10	91,712,120	31,058	1.88%	33	2,254,107	759.98
Kansas.....	5.3	3	T [3]	E	T	2,745	1,990,835	725.26	22	136.84	84,957,195	31,078	2.34%	21	2,050,562	747.02
Kentucky.....	6	-	E	E	T	4,173	2,594,976	621.85	31	103.64	112,925,244	27,265	2.30%	24	3,036,231	727.59
Louisiana.....	4	6.75	E [2]	E	T	4,524	2,861,435	632.50	30	158.13	123,020,641	27,297	2.33%	23	2,392,727	528.90
Maine.....	5	-	E	E	T	1,322	934,848	707.15	25	141.43	39,510,398	30,046	2.37%	18	1,299,252	982.79
Maryland.....	5	-	E	E	E	5,600	2,889,997	516.07	40	103.21	220,402,185	39,631	1.31%	43	5,661,492	1,010.98
Massachusetts.....	5	-	E	E	T	6,399	3,890,945	608.06	32	121.61	270,235,901	42,176	1.44%	42	9,690,270	1,514.34
Michigan.....	6	-	E	E	T	10,121	8,074,095	797.76	16	132.96	324,134,088	32,079	2.49%	17	6,924,224	684.14
Minnesota.....	6.5	1	E	E	E	5,133	4,203,736	818.96	13	125.99	184,413,901	36,184	2.28%	27	6,341,164	1,235.37
Mississippi.....	7	.25	T	E	T	2,921	2,587,970	885.99	9	126.57	71,122,091	24,518	3.64%	3	1,174,065	401.94
Missouri.....	4.225	4.125	T [4]	E	T	5,800	3,036,441	523.52	39	123.91	175,524,474	30,475	1.73%	36	4,014,574	692.17
Nebraska.....	5.5	1.5	E	E	T	1,759	1,516,705	862.25	11	156.77	56,523,179	32,341	2.68%	12	1,393,897	792.44
Nevada.....	4.25	3.5	E	E	T	2,415	2,255,055	933.77	6	219.71	78,822,134	33,787	2.86%	11	-	-
New Jersey.....	6+	-	E	E	E	8,718	6,552,200	751.57	20	125.26	361,524,402	41,626	1.81%	35	8,224,290	943.37
New Mexico.....	5	2.813	E	E	T	1,928	1,556,600	807.37	14	161.47	49,827,505	26,184	3.12%	8	1,086,015	563.29
New York.....	4	5	E	E	E	19,255	11,003,520	571.46	36	142.87	737,755,932	38,264	1.49%	41	28,100,047	1,459.36
North Carolina.....	4.5++	3	E [2,4]	E	T	8,683	4,602,082	530.01	38	117.78	250,426,537	29,322	1.84%	34	8,427,553	970.58
North Dakota.....	5	2.5	E	E	T	637	410,216	643.98	29	128.80	18,767,503	29,494	2.19%	29	242,008	379.92
Ohio.....	5.5	2	E	E	T	11,464	8,194,419	714.80	24	129.96	356,795,912	31,161	2.30%	24	9,434,452	822.96
Oklahoma.....	4.5	6	T [3]	E	T	3,548	1,660,825	468.10	42	104.02	98,095,384	27,840	1.69%	37	2,468,609	695.77
Pennsylvania.....	6	1	E	E	E	12,430	8,064,868	648.82	28	108.14	412,890,270	33,312	1.95%	32	8,275,589	665.78
Rhode Island.....	7	-	E	E	E	1,076	844,087	784.47	19	112.07	36,940,300	34,207	2.29%	26	998,042	927.55
South Carolina.....	5	2	T	E	T	4,255	2,903,274	682.32	27	136.46	114,121,015	27,185	2.54%	16	2,691,473	632.54

TABLE 27. -Continued

State	State sales tax rate as of 7/1/2006 [%]	Local maximum sales tax rate as of 7/1/2006* [%]	Food items [1] Taxable (T) Exempt (E)	Drugs		Population as of 7/1/2005 [1,000s]	General sales tax collections fiscal year 2005**			Per capita collections per 1 cent of tax [\$]	Personal income 2004		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2005	
				Prescription Taxable (T) Exempt (E)	Non-prescription Taxable (T) Exempt (E)		Amount [\$1,000s]	Per capita			Amount [\$1,000s]	Per capita [\$]	[%]	Rank	Amount [\$1,000s]	Per capita [\$]
								Amount [\$]	Rank							
South Dakota...	4	2	T [3]	E	T	776	621,812	801.30	15	200.33	23,279,500	30,209	2.67%	13	-	-
Tennessee.....	7	2.75	T [4]	E	T	5,963	6,118,001	1,025.99	5	146.57	175,880,336	29,844	3.48%	5	155,333	26.05
Texas.....	6.25	2	E	E	E	22,860	16,356,284	715.50	23	114.48	690,587,968	30,732	2.37%	18	-	-
Utah.....	4.75	3.25	T	E	T	2,470	1,710,379	692.46	26	145.78	64,398,905	26,603	2.66%	14	1,926,697	780.04
Vermont.....	6	1	E	E	E	623	310,805	498.88	41	83.15	19,742,824	31,780	1.57%	40	500,464	803.31
Virginia.....	4	1	T [4]	E	E	7,567	3,093,725	408.84	45	102.21	270,521,697	36,160	1.14%	45	8,352,366	1,103.79
Washington.....	6.5	2.4	E	E	T	6,288	9,147,303	1,454.72	2	223.80	217,503,197	35,041	4.21%	2	-	-
West Virginia...	6	-	T [4]	E	T	1,817	1,095,341	602.83	33	100.47	46,749,648	25,792	2.34%	21	1,171,987	645.01
Wisconsin.....	5	1	E	E	T	5,536	4,039,450	729.67	21	145.93	177,026,243	32,166	2.28%	27	5,465,082	987.19
Wyoming.....	4	2	T [3]	E	T	509	522,262	1,026.06	4	256.51	17,341,215	34,279	3.01%	9	-	-
Total 45 states...	-	-	-	-	-	288,466	212,246,900	735.78 ^a	-	-	9,442,169,803	33,038 ^a	2.25% ^a	-	214,707,375	744.31 ^a

Detail may not add to totals due to rounding.

Per capita tax collection amounts are computations based on July 1, 2005 population estimates of the Bureau of the Census.

Personal income amounts are BEA estimates and are in current dollars (not adjusted for inflation).

Per capita personal income amounts are BEA estimates based on July 1, 2004 population estimates of the Bureau of the Census.

*Highest local rate known to be actually levied by at least one jurisdiction. Includes local taxes for general purposes and those earmarked for specific purposes (e.g. transit).

Taxes applying only to specified sales (e.g. telecommunications, lodging or meals, specific items, and services) are excluded.

**Includes general sales tax, use tax, gross income and gross receipts taxes, but excludes excise taxes levied on specific commodities and services. Collections may include tax receipts from transactions subject to a preferential rate other than the general sales tax rate shown.

Data for some states include state-collected local sales tax. North Carolina sales tax data include \$14,402,267 retained by state to pay for the costs of collecting and distributing local sales taxes.

^aWeighted average computations based on collection totals and population for the 45 states levying a general state sales tax.

⁺New Jersey's rate increased to 7% effective July 15, 2006.

⁺⁺North Carolina's rate was reduced to 4.25% effective December 1, 2006; the sunset of the remaining 0.25% (reducing the rate from 4.25% to 4.0%) is scheduled for July 1, 2007.

Food and drug items:

[1] Food purchased for consumption off-premises.

[2] Food exempt from state tax, but subject to local taxes.

[3] Income tax credit allowed to offset sales tax on food.

[4] Item taxed at lower rate; food purchased for consumption off-premises in North Carolina is subject to only a 2% local sales tax rate.

Sources: U.S. Census Bureau, Governments Division. *Table NST-EST2005-01-State Population Estimates: July 1, 2005*, Population Division, December 22, 2005 release.

U.S. Census Bureau, Governments Division. *State Government Tax Collections: 2005*.

Bureau of Economic Analysis. *Table SAI-3, Regional Economic Information System*, March 28, 2006 release.

Sales Tax Institute; Federation of Tax Administrators