

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 7/1/2007 [%]	Local maximum sales tax rate as of 7/1/2007* [%]	Food items [1] Taxable (T) Exempt (E)	Drugs		Population as of 7/1/2006 [1,000s]	General sales tax collections fiscal year 2006**			Per capita collections per 1 cent of tax + [\$]	Personal income 2005		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2006				
				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 [\$]	Rank	Amount [\$1,000s]	Per capita [\$]
								Amount [\$]	Rank										
Alabama.....	4	8	T	E	T	4,599	2,221,506	483.04	43	120.76	134,736,150	29,623	1.65%	39	2,766,239	601.48			
Arizona.....	5.6	5.125	E	E	T	6,166	5,189,786	841.63	15	150.29	178,705,724	30,019	2.90%	11	3,253,279	527.59			
Arkansas.....	6	5.5	T	E	T	2,811	2,772,131	986.22	8	164.37	74,058,558	26,681	3.74%	4	2,012,835	716.09			
California.....	6.25	2.5	E	E	T	36,458	32,199,800	883.21	10	141.31	1,335,386,437	36,936	2.41%	21	51,219,823	1,404.92			
Colorado.....	2.9	7	E	E	T	4,753	2,105,049	442.85	44	152.71	174,918,931	37,510	1.20%	44	4,258,944	895.98			
Connecticut.....	6	-	E	E	E	3,505	3,040,683	867.57	12	144.60	165,890,490	47,388	1.83%	34	5,777,636	1,648.49			
Florida.....	6	1.5	E	E	E	18,090	20,788,525	1,149.18	5	191.53	604,131,000	34,001	3.44%	7	-	-			
Georgia.....	4	3	E [2]	E	T	9,364	5,802,913	619.71	33	154.93	282,321,951	30,914	2.06%	30	8,040,366	858.65			
Hawaii.....	4	.5	T [3]	E	T	1,285	2,355,316	1,832.22	1	458.06	43,913,459	34,489	5.36%	1	1,550,757	1,206.35			
Idaho.....	6	3	T [3]	E	T	1,466	1,078,543	735.47	27	147.09	40,706,031	28,478	2.65%	15	1,222,569	833.68			
Illinois.....	6.25	3	T [4]	T [4]	T [4]	12,832	7,760,590	604.79	35	96.77	462,928,116	36,264	1.68%	38	8,635,104	672.94			
Indiana.....	6	-	E	E	T	6,314	5,334,275	844.90	14	140.82	195,331,932	31,173	2.73%	13	4,381,548	693.99			
Iowa.....	5	2	E	E	T	2,982	1,800,829	603.88	36	120.78	93,918,906	31,670	1.92%	32	2,413,775	809.43			
Kansas.....	5.3	3	T [3]	E	T	2,764	2,127,597	769.73	23	145.23	90,320,478	32,866	2.36%	22	2,401,128	868.69			
Kentucky.....	6	-	E	E	T	4,206	2,748,643	653.49	31	108.92	117,966,760	28,272	2.33%	24	2,918,536	693.89			
Louisiana.....	4	6.75	E [2]	E	T	4,288	3,427,486	799.36	18	199.84	111,167,116	24,664	3.08%	10	2,501,120	583.32			
Maine.....	5	-	E	E	T	1,322	1,041,216	787.86	20	157.57	40,611,518	30,808	2.56%	17	1,368,927	1,035.83			
Maryland.....	5	-	E	E	E	5,616	3,381,694	602.18	37	120.44	234,609,327	41,972	1.44%	42	6,151,365	1,095.38			
Massachusetts.....	5	-	E	E	T	6,437	4,009,371	622.84	32	124.57	279,859,976	43,501	1.43%	43	10,483,437	1,628.57			
Michigan.....	6	-	E	E	T	10,096	8,080,905	800.43	16	133.41	331,348,575	32,804	2.44%	19	6,226,304	616.73			
Minnesota.....	6.5	1	E	E	E	5,167	4,437,407	858.78	13	132.12	191,175,389	37,290	2.32%	25	6,862,953	1,328.20			
Mississippi.....	7	.25	T	E	T	2,911	3,047,837	1,047.17	7	149.60	72,862,071	25,051	4.18%	3	1,254,733	431.10			
Missouri.....	4.225	4.75	T [4]	E	T	5,843	3,100,045	530.58	40	125.58	181,066,380	31,231	1.71%	36	4,491,428	768.72			
Nebraska.....	5.5	2	E	E	T	1,768	1,409,015	796.81	19	144.87	57,884,623	32,923	2.43%	20	1,545,024	873.72			
Nevada.....	4.25	3.5	E	E	T	2,496	3,163,832	1,267.80	3	298.31	86,224,092	35,744	3.67%	5	-	-			
New Jersey.....	7	-	E	E	E	8,725	6,853,418	785.53	21	130.92	381,465,653	43,831	1.80%	35	9,091,658	1,042.08			
New Mexico.....	5	2.875	E	E	T	1,955	1,741,673	891.06	9	178.21	53,714,363	27,889	3.24%	9	1,123,954	575.03			
New York.....	4	5	E	E	E	19,306	11,263,576	583.42	38	145.85	771,990,323	39,967	1.46%	41	30,812,924	1,596.01			
North Carolina.....	4.25**	3	E [2,4]	E	T	8,857	5,021,648	567.00	39	126.00	269,202,945	31,041	1.87%	33	9,467,278	1,068.96			
North Dakota.....	5	2.5	E	E	T	636	427,487	672.29	30	134.46	19,899,318	31,357	2.15%	28	275,630	433.47			
Ohio.....	5.5	2	E	E	T	11,478	7,733,133	673.73	29	122.50	365,452,937	31,860	2.12%	29	9,859,712	859.01			
Oklahoma.....	4.5	6	T [3]	E	T	3,579	1,799,947	502.89	42	111.75	106,118,631	29,948	1.70%	37	2,658,272	742.70			
Pennsylvania.....	6	1	E	E	E	12,441	8,403,283	675.47	28	112.58	433,400,252	34,937	1.94%	31	9,021,917	725.20			
Rhode Island.....	7	-	E	E	E	1,068	854,257	800.16	17	114.31	37,923,429	35,324	2.25%	26	1,019,482	954.92			
South Carolina.....	6	2	T [4]	E	T	4,321	3,186,306	737.36	26	147.47	120,123,354	28,285	2.65%	15	2,727,251	631.13			

TABLE 27. -Continued

State	State sales tax rate as of 7/1/2007 [%]	Local maximum sales tax rate as of 7/1/2007* [%]	Food items [1] Taxable (T) Exempt (E)	Drugs		Population as of 7/1/2006 [1,000s]	General sales tax collections fiscal year 2006**			Per capita collections per 1 cent of tax + [\$]	Personal income 2005		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2006	
				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	782	679,162	868.58	11	217.15	25,201,170	32,523	2.69%	14	-	-
Tennessee.....	7	2.75	T [4]	E	T	6,039	6,451,838	1,068.40	6	152.63	184,442,901	30,969	3.50%	6	192,764	31.92
Texas.....	6.25	2	E	E	E	23,508	18,275,210	777.41	22	124.39	744,270,328	32,460	2.46%	18	-	-
Utah.....	4.75	3.6	T [4]	E	T	2,550	1,890,793	741.47	25	156.10	68,038,514	27,321	2.78%	12	2,277,478	893.11
Vermont.....	6	1	E	E	E	624	326,055	522.60	41	87.10	20,362,386	32,717	1.60%	40	542,012	868.74
Virginia.....	4	1	T [4]	E	E	7,643	3,263,647	427.02	45	106.75	283,684,554	37,503	1.15%	45	9,073,077	1,187.13
Washington.....	6.5	2.4	E	E	T	6,396	10,048,349	1,571.09	2	241.71	223,232,089	35,479	4.50%	2	-	-
West Virginia...	6	-	T [4]	E	T	1,818	1,125,766	619.07	34	103.18	47,925,584	26,419	2.35%	23	1,297,720	713.63
Wisconsin.....	5	1	E	E	T	5,557	4,127,972	742.91	24	148.58	183,948,002	33,278	2.24%	27	5,906,515	1,062.99
Wyoming.....	4	2	T [3]	E	T	515	624,924	1,213.44	4	303.36	18,980,862	37,305	3.29%	8	-	-
Total 45 states..	-	-	-	-	-	291,333	226,523,438	777.54 ^a	-	-	9,941,421,585	34,454 ^a	2.28% ^a	-	237,085,474	813.80 ^a

Detail may not add to totals due to rounding.

Per capita tax collection amounts are computations based on July 1, 2006 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, 2005 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 \$14,823,275 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.

⁺Computation based on the prevalent rate in effect for fiscal year 2005-06.

⁺⁺North Carolina's rate was scheduled to decrease from 4.25% to 4.0% effective July 1, 2007. The 2007 General Assembly enacted legislation to extend the 4.25% general state rate through September 30, 2008. Effective October 1, 2008, the rate will increase to 4.5% (4.75% effective October 1, 2009).

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-EST2006-01-State Population Estimates: July 1, 2006*, Population Division, December 22, 2006 release.

U.S. Census Bureau, Governments Division. *State Government Tax Collections: 2006*.

Bureau of Economic Analysis. *Table SA1-3, Regional Economic Information System*, March 27, 2007 release.

Sales Tax Institute; Federation of Tax Administrators