

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 7/1/2011 [%] | Rank | Grocery food non-prepared items [1] Taxable (T) Exempt (E) | Drugs | | Vendor Discounts+++ | | Population as of 7/1/2011 [1,000s] | General sales tax collections fiscal year 2011* | | | Per capita collections per 1€ of tax + [\$] | Personal income 2010 | | Sales tax collections as a percent of personal income | | Individual income tax collections fiscal year 2011 | | | | | |
|------------------|---|------|--|---|--|---------------------|-----------------|------------------------------------|---|----------------------|--------|---|----------------------|-----------------|---|-------------------|--|-----|------|-------------------|-----------------|------|
| | | | | Prescription, non-prescription Taxable (T) Exempt (E) | allowed seller for qualifying transactions | Basic provisions | Maximum/minimum | | Amount [\$1,000s] | Per capita | | | Amount [\$1,000s] | Per capita [\$] | Rank | Amount [\$1,000s] | Per capita [\$] | [%] | Rank | Amount [\$1,000s] | Per capita [\$] | |
| | | | | | | | | | | Collection discounts | Amount | | | | | | | | | | | Rank |
| | | | | | | | | | | | | | | | | | | | | | | |
| Alabama..... | 4 | 37 | T | E,T | 5%-2% | \$400/mo M | 4,803 | 2,174,639 | 452.79 | 43 | 113.20 | 161,314,102 | 33,710 | 1.35% | 41 | 2,795,906 | 582.15 | | | | | |
| Arizona..... | 6.6 | 7 | E | E,T | 1% | \$10K/yr M | 6,483 | 5,874,113 | 906.15 | 16 | 137.30 | 216,589,552 | 33,773 | 2.71% | 11 | 2,863,658 | 441.75 | | | | | |
| Arkansas..... | 6 | 15 | 1.5% [2] | E,T | 2% | \$1K/mo M | 2,938 | 2,736,946 | 931.57 | 12 | 155.26 | 94,581,100 | 32,373 | 2.89% | 6 | 2,270,383 | 772.77 | | | | | |
| California..... | 6.25 | 11 | E | E,T | None | | 37,692 | 30,996,372 | 822.36 | 20 | 113.43 | 1,564,209,194 | 41,893 | 1.98% | 23 | 50,508,441 | 1,340.03 | | | | | |
| Colorado..... | 2.9 | 45 | E | E,T | 2.22% | | 5,117 | 2,173,882 | 424.85 | 45 | 146.50 | 212,545,078 | 42,107 | 1.02% | 44 | 4,540,586 | 887.39 | | | | | |
| Connecticut..... | 6.35 | 9 | E | E,T | None | | 3,581 | 3,252,123 | 908.23 | 15 | 151.37 | 198,177,832 | 55,427 | 1.64% | 34 | 6,469,246 | 1,806.69 | | | | | |
| Florida..... | 6 | 15 | E | E,T | 2.5% | \$30/report M | 19,058 | 19,353,000 | 1,015.50 | 6 | 169.25 | 722,368,152 | 38,345 | 2.68% | 13 | - | - | | | | | |
| Georgia..... | 4 | 37 | E [2] | E,T | 3%-0.5% | | 9,815 | 5,080,777 | 517.64 | 41 | 129.41 | 335,370,808 | 34,531 | 1.51% | 36 | 7,658,782 | 780.30 | | | | | |
| Hawaii..... | 4 | 37 | T [3] | E,T | None | | 1,375 | 2,495,807 | 1,815.38 | 1 | 453.85 | 55,832,057 | 40,952 | 4.47% | 1 | 1,247,291 | 907.25 | | | | | |
| Idaho..... | 6 | 15 | T [3] | E,T | None | | 1,585 | 1,187,070 | 748.95 | 24 | 124.82 | 49,577,319 | 31,556 | 2.39% | 15 | 1,169,247 | 737.70 | | | | | |
| Illinois..... | 6.25 | 11 | 1% | T,T[4] | 1.75% | \$5/yr min | 12,869 | 7,420,829 | 576.63 | 38 | 92.26 | 539,680,018 | 42,025 | 1.38% | 39 | 11,225,000 | 872.23 | | | | | |
| Indiana..... | 7 | 1 | E | E,T | 0.73%-0.26% | see note | 6,517 | 6,269,721 | 962.07 | 10 | 137.44 | 220,865,747 | 34,028 | 2.84% | 7 | 4,583,977 | 703.40 | | | | | |
| Iowa..... | 6 | 15 | E | E,T | None | | 3,062 | 2,232,028 | 728.87 | 26 | 121.48 | 115,547,890 | 37,882 | 1.93% | 24 | 2,851,449 | 931.14 | | | | | |
| Kansas..... | 6.3 | 10 | T [3] | E,T | None | | 2,871 | 2,487,499 | 866.35 | 18 | 137.52 | 110,205,217 | 38,545 | 2.26% | 17 | 2,689,843 | 936.82 | | | | | |
| Kentucky..... | 6 | 15 | E | E,T | 1.75%-1% | \$1.5K/report M | 4,369 | 2,896,252 | 662.86 | 31 | 110.48 | 141,302,143 | 32,504 | 2.05% | 22 | 3,417,779 | 782.22 | | | | | |
| Louisiana..... | 4 | 37 | E [2] | E,T | 1.1% | | 4,575 | 2,812,804 | 614.84 | 35 | 153.71 | 168,704,348 | 37,116 | 1.67% | 33 | 2,403,956 | 525.47 | | | | | |
| Maine..... | 5 | 28 | E | E,T | None | | 1,328 | 1,010,241 | 760.62 | 22 | 152.12 | 48,620,161 | 36,629 | 2.08% | 18 | 1,420,982 | 1,069.87 | | | | | |
| Maryland..... | 6 | 15 | E | E,E | 1.2%-0.9% | \$500/return M | 5,828 | 3,896,700 | 668.58 | 30 | 111.43 | 281,304,904 | 48,621 | 1.39% | 38 | 6,644,962 | 1,140.12 | | | | | |
| Massachusetts.. | 6.25 | 11 | E | E,T | None | | 6,588 | 4,920,521 | 746.94 | 25 | 119.51 | 335,264,289 | 51,143 | 1.47% | 37 | 11,597,152 | 1,760.47 | | | | | |
| Michigan..... | 6 | 15 | E | E,T | 0.75%-0.5% | \$6/mo min | 9,876 | 9,477,156 | 959.60 | 11 | 159.93 | 339,043,905 | 34,326 | 2.80% | 8 | 6,391,544 | 647.17 | | | | | |
| Minnesota..... | 6.875 | 6 | E | E,E | None | | 5,345 | 4,657,395 | 871.38 | 17 | 126.75 | 225,853,125 | 42,528 | 2.06% | 20 | 7,482,396 | 1,399.92 | | | | | |
| Mississippi..... | 7 | 1 | T | E,T | 2% | \$50/mo M | 2,979 | 2,969,375 | 996.93 | 7 | 142.42 | 91,600,117 | 30,841 | 3.24% | 4 | 1,397,578 | 469.22 | | | | | |
| Missouri..... | 4.225 | 36 | 1.225% | E,T | 2% | | 6,011 | 2,972,654 | 494.56 | 42 | 117.06 | 218,278,293 | 36,406 | 1.36% | 40 | 4,534,346 | 754.38 | | | | | |
| Nebraska..... | 5.5 | 26 | E | E,T | 2.5% | \$75/mo M | 1,843 | 1,385,363 | 751.84 | 23 | 136.70 | 72,189,707 | 39,445 | 1.92% | 25 | 1,721,548 | 934.28 | | | | | |
| Nevada..... | 4.6 | 34 | E | E,T | 0.25% | | 2,723 | 2,931,547 | 1,076.46 | 5 | 234.01 | 96,751,471 | 35,777 | 3.03% | 5 | - | - | | | | | |
| New Jersey..... | 7 | 1 | E | E,E | None | | 8,821 | 8,144,397 | 923.28 | 13 | 131.90 | 443,741,546 | 50,428 | 1.84% | 31 | 10,617,034 | 1,203.59 | | | | | |
| New Mexico..... | 5 | 28 | E | E,T | None | | 2,082 | 1,891,591 | 908.45 | 14 | 181.69 | 68,050,198 | 32,940 | 2.78% | 9 | 1,096,922 | 526.80 | | | | | |
| New York..... | 4 | 37 | E | E,E | 5% | \$200/qtr M | 19,465 | 11,581,018 | 594.96 | 37 | 148.74 | 952,673,131 | 49,119 | 1.22% | 43 | 36,209,216 | 1,860.20 | | | | | |
| North Carolina+ | 4.75 | 32 | E [2,4] | E,T | None | | 9,656 | 6,185,008 | 640.51 | 34 | 111.39 | 330,825,526 | 34,604 | 1.87% | 29 | 9,869,492 | 1,022.07 | | | | | |
| North Dakota... | 5 | 28 | E | E,T | 1.5% | \$93/mo M | 684 | 776,378 | 1,135.17 | 4 | 227.03 | 28,646,144 | 42,462 | 2.71% | 12 | 433,116 | 633.27 | | | | | |
| Ohio..... | 5.5 | 26 | E | E,T | 0.75% | | 11,545 | 7,767,709 | 672.82 | 29 | 122.33 | 414,567,053 | 35,931 | 1.87% | 27 | 8,820,082 | 763.98 | | | | | |
| Oklahoma..... | 4.5 | 35 | T [3] | E,T | 1% | \$2.5K/mo M | 3,792 | 2,177,458 | 574.30 | 39 | 127.62 | 133,616,459 | 35,535 | 1.63% | 35 | 2,385,413 | 629.15 | | | | | |
| Pennsylvania.... | 6 | 15 | E | E,E | 1% | | 12,743 | 8,951,757 | 702.49 | 28 | 117.08 | 514,351,774 | 40,444 | 1.74% | 32 | 9,831,427 | 771.52 | | | | | |
| Rhode Island.... | 7 | 1 | E | E,T | None | | 1,051 | 824,507 | 784.27 | 21 | 112.04 | 44,207,139 | 42,001 | 1.87% | 30 | 1,016,217 | 966.63 | | | | | |
| South Carolina.. | 6 | 15 | E [2] | E,T | 3%-2% | \$3.1K/yr M | 4,679 | 2,793,683 | 597.04 | 36 | 99.51 | 149,283,181 | 32,193 | 1.87% | 28 | 2,907,731 | 621.41 | | | | | |

TABLE 27. -Continued

| State | State sales tax rate as of 7/1/2011 [%] | Rank | Grocery food non-prepared items [1] Taxable (T) Exempt (E) | Drugs | Vendor Discounts+++ | Population as of 7/1/2011 [1,000s] | General sales tax collections fiscal year 2011* | | | Per capita collections per 1¢ of tax + [\$] | Personal income 2010 | | Sales tax collections as a percent of personal income | | Individual income tax collections fiscal year 2011 | |
|-------------------|---|------|--|---|--|------------------------------------|---|---------------------|------|---|----------------------|---------------------|---|------|--|---------------------|
| | | | | Prescription, non-prescription Taxable (T) Exempt (E) | Collection discounts allowed seller for qualifying transactions Basic provisions Maximum/minimum | | Amount [\$1,000s] | Per capita | | | Amount [\$1,000s] | Per capita [\$] | [%] | Rank | Amount [\$1,000s] | Per capita [\$] |
| | | | | | | | | Amount | Rank | | | | | | | |
| | | | | | | | | Rank | | | | | | | | |
| South Dakota.... | 4 | 37 | T [3] | E,T | None | 824 | 808,091 | 980.60 | 8 | 245.15 | 32,302,753 | 39,558 | 2.50% | 14 | - | - |
| Tennessee..... | 7 | 1 | 5.5% | E,T | Limited | 6,403 | 6,186,336 | 966.11 | 9 | 138.02 | 223,165,735 | 35,103 | 2.77% | 10 | 189,518 | 29.60 |
| Texas..... | 6.25 | 11 | E | E,E | 0.5% | 25,675 | 21,793,858 | 848.85 | 19 | 135.82 | 965,236,295 | 38,222 | 2.26% | 16 | - | - |
| Utah..... | 4.7 | 33 | 1.75% [2] | E,T | 1.31% | 2,817 | 1,843,856 | 654.49 | 32 | 139.25 | 89,152,008 | 32,121 | 2.07% | 19 | 2,298,220 | 815.78 |
| Vermont..... | 6 | 15 | E | E,E | None | 626 | 325,622 | 519.81 | 40 | 86.63 | 24,870,824 | 39,736 | 1.31% | 42 | 556,013 | 887.59 |
| Virginia..... | 4 | 37 | 1.5% [2] | E,E | 3%-1.5% | 8,097 | 3,460,741 | 427.43 | 44 | 106.86 | 354,127,225 | 44,134 | 0.98% | 45 | 9,530,628 | 1,177.11 |
| Washington..... | 6.5 | 8 | E | E,T | None | 6,830 | 10,580,395 | 1,549.10 | 2 | 238.32 | 283,367,864 | 42,024 | 3.73% | 2 | - | - |
| West Virginia... | 6 | 15 | 3% | E,T | None | 1,855 | 1,210,255 | 652.30 | 33 | 108.72 | 58,979,760 | 31,806 | 2.05% | 21 | 1,665,885 | 897.88 |
| Wisconsin..... | 5 | 28 | E | E,T | 0.5% \$10/period min | 5,712 | 4,109,019 | 719.40 | 27 | 143.88 | 216,338,590 | 38,010 | 1.90% | 26 | 6,429,115 | 1,125.59 |
| Wyoming..... | 4 | 37 | E | E,T | None | 568 | 862,805 | 1,518.60 | 3 | 379.65 | 25,604,496 | 45,353 | 3.37% | 3 | - | - |
| Total 45 states.. | - | - | - | - | - | 303,156 | 235,939,298 | 778.28 ^a | - | - | 11,968,884,230 | 39,768 ^a | 1.97% ^a | - | 251,742,081 | 830.40 ^a |

Detail may not add to totals due to rounding.

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

Per personal income amounts are BEA estimates based on July 1, 2010 population estimates of the Bureau of the Census.

Per capita tax collection amounts are computations based on July 1, 2011 population estimates of the Bureau of the Census and should be interpreted as a reflection of the portion of tax imposed (collected) on behalf of each individual.

*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 \$15,519,895 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 2010-11.

⁺⁺Effective September 1, 2009, the rate increased from 4.5% to 5.5%; effective October 1, 2009, the rate increased to 5.75% for the October 1, 2009 through June 30, 2011 transaction period.

+++Vendor discounts-Twenty-six states allow merchants to retain portions of sales taxes collected as compensation for administrative costs associated with collecting the sales tax; this portion may be referred to as vendor fee, discount, or allowance. In some states, the vendor discount varies by the amount of tax liability:

Alabama-5% of the first \$100 of tax liability and 2% of the excess amount with a maximum of \$400 per month

Georgia-3% of the first \$3,000 tax liability and 0.5% of the excess amount

Indiana-certain utilities not entitled to allowance; 0.73% of tax liability less than \$60K, 0.53% of tax liability between \$60K and \$600K, and 0.26% of tax liability exceeding \$600K

Kentucky-1.75% of the first \$1,000 tax liability and 1% of the excess amount with a maximum of \$1,500 per reporting period

Maryland-1.2% of the first \$6,000 tax liability and 0.9% of the excess amount with a maximum of \$500 per return

Michigan-greater of 0.75% (0.5%) of tax liability generated from a 4% rate: \$150 (\$75) maximum, or the amount collected from a 4% rate on \$150 of taxable purchase, \$6; the allowable percentage applied to tax liability generated from a 4% rate (0.75% or 0.5%) is based on payment date.

South Carolina-3% if tax liability is less than \$100; maximum annual discount is \$10K for out-of-state filers filing voluntarily

Texas-additional discount of 1.25% applies for early payment

Virginia-discount varies: 1.2% (1.6% food tax) of the first \$62.5K; 0.92% (1.2% food tax) of the amount from \$62.5K to \$208K; and 0.6% (0.8% food tax) of the remainder. No discount allowed on electronically filed returns.

Food and drug items:

[1] Food purchased for consumption off-premises; food prepared by a grocery is taxable in all states as meals. Many states that exempt grocery food may tax soft drinks, candy, and confections.

[2] Food subject to local taxes.

[3] Rebate or income tax credit allowed to offset sales tax on food.

[4] Food purchased for consumption off-premises in North Carolina is subject to only a 2% local sales tax rate.

Sources: U.S. Census Bureau, Population Division. *Table NST-EST2011-01 -Annual Estimates of the Population for the States: July 1, 2011, December 2011 release.*

U.S. Census Bureau, Governments Division. *Annual Survey of State Government Tax Collections: 2011, April 12, 2012 release, April 11, 2013 update.*

Bureau of Economic Analysis. *Table SA1-3 , Regional Economic Information System, September 25, 2012 release.*

Sales Tax Institute; Federation of Tax Administrators; Commerce Clearing House