

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 7/1/2012 [%]	Rank	Grocery food non-prepared items [1] Taxable (T) Exempt (E)	Drugs		Vendor Discounts+++		Population as of 7/1/2013 [1,000s]	General sales tax collections fiscal year 2013*			Per capita collections per 1¢ of tax + [\$]	Personal income 2012		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2013				
				Prescription, non-prescription Taxable (T) Exempt (E)	Collection discounts allowed seller for qualifying transactions	Basic provisions	Maximum-M/minimum-m		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	37	T	E,T	5%-2%+++	\$400/mo-M	4,834	2,331,676	482.35	43	120.59	173,149,657	35,942	1.35%	39	3,202,520	662.50				
Arizona.....	6.6	7	E	E,T	1%	\$10K/yr-M	6,635	6,472,777	975.55	13	147.81	239,929,270	36,624	2.70%	8	3,397,707	512.09				
Arkansas.....	6	15	1.5% [2]	E,T	2%	\$1K/mo-M	2,959	2,837,788	959.11	15	159.85	107,443,010	36,423	2.64%	10	2,649,577	895.50				
California++....	6.25	11	E	E,T	None		38,431	33,915,885	882.50	20	141.20	1,805,193,769	47,505	1.88%	24	66,809,000	1,738.40				
Colorado.....	2.9	45	E	E,T	2.22%		5,272	2,416,731	458.40	44	158.07	240,349,703	46,315	1.01%	44	5,528,485	1,048.63				
Connecticut.....	6.35	9	E	E,T	None		3,599	3,838,385	1,066.41	8	167.94	216,308,449	60,223	1.77%	30	7,811,949	2,170.38				
Florida.....	6	15	E	E,E	2.5%	\$30/report-M	19,600	20,785,507	1,060.47	9	176.74	792,950,493	41,041	2.62%	11	-	-				
Georgia.....	4	37	E [2]	E,T	3%-0.5%+++		9,995	5,277,211	528.00	41	132.00	369,149,416	37,229	1.43%	36	8,772,227	877.68				
Hawaii.....	4	37	T [3]	E,T	None		1,409	2,944,487	2,089.79	1	522.45	61,967,663	44,578	4.75%	1	1,735,718	1,231.89				
Idaho.....	6	15	T [3]	E,T	None		1,613	1,324,182	821.02	23	136.84	56,071,934	35,142	2.36%	13	1,292,562	801.42				
Illinois.....	6.25	11	1%	T,T[5]	1.75%	\$5/yr-m	12,891	8,159,003	632.94	36	101.27	592,056,538	46,009	1.38%	37	16,538,662	1,283.01				
Indiana.....	7	1	E	E,T	0.73%-0.26%+++		6,571	6,805,069	1,035.67	10	147.95	249,326,268	38,136	2.73%	7	4,972,810	756.81				
Iowa.....	6	15	E	E,T	None		3,092	2,520,072	814.94	24	135.82	135,345,650	44,014	1.86%	25	3,436,758	1,111.38				
Kansas.....	6.3	10	T [3]	E,T	None		2,896	2,897,033	1,000.43	12	158.80	125,167,639	43,380	2.31%	15	2,956,588	1,020.99				
Kentucky.....	6	15	E	E,T	1.75%-1%+++	\$1.5K/report-M	4,400	3,021,794	686.84	31	114.47	157,043,042	35,857	1.92%	21	3,722,964	846.21				
Louisiana.....	4	37	E [2]	E,T	1.1%		4,629	2,825,752	610.41	38	152.60	186,923,116	40,617	1.51%	34	2,739,983	591.88				
Maine.....	5	29	E	E,T	None		1,329	1,071,886	806.72	25	161.34	52,957,962	39,863	2.02%	18	1,531,504	1,152.63				
Maryland.....	6	15	E	E,E	1.2%-0.9%+++	\$500/return-M	5,939	4,114,296	692.79	30	115.46	315,775,620	53,659	1.30%	41	7,693,324	1,295.45				
Massachusetts..	6.25	11	E	E,T	None		6,709	5,184,312	772.75	26	123.64	376,874,198	56,713	1.38%	38	12,876,192	1,919.28				
Michigan.....	6	15	E	E,T	0.75%-0.5%+++	\$20K(\$15K)/mo-M \$6/mo-m	9,898	8,423,003	850.96	21	141.83	381,314,253	38,585	2.21%	17	8,239,086	832.38				
Minnesota.....	6.875	6	E	E,E	None		5,422	5,009,508	923.91	17	134.39	254,870,154	47,377	1.97%	19	8,950,755	1,650.80				
Mississippi.....	7	1	T	E,T	2%	\$50/mo; \$600/yr-M	2,992	3,191,683	1,066.67	7	152.38	99,885,857	33,446	3.20%	5	1,755,424	586.67				
Missouri.....	4.225	36	1.225%	E,T	2%		6,045	3,154,531	521.85	42	123.51	240,578,337	39,933	1.31%	40	5,380,651	890.11				
Nebraska.....	5.5	26	E	E,T	2.5%	\$75/mo-M	1,869	1,669,380	893.21	19	162.40	85,187,389	45,914	1.96%	20	2,101,694	1,124.52				
Nevada++.....	4.6	34	E	E,T	0.25%		2,791	3,637,356	1,303.01	4	283.26	108,049,602	39,229	3.37%	3	-	-				
New Jersey.....	7	1	E	E,E	None		8,912	8,454,788	948.75	16	135.54	487,127,416	54,932	1.74%	31	12,108,615	1,358.76				
New Mexico.....	5.125	28	E	E,T	None		2,087	2,004,258	960.40	14	187.40	74,601,613	35,805	2.69%	9	1,222,245	585.68				
New York.....	4	37	E	E,E	5%	\$200/qtr-M	19,696	12,117,579	615.24	37	153.81	1,059,053,137	54,099	1.14%	43	40,230,379	2,042.60				
North Carolina..	4.75	32	E [2,4]	E,T	None		9,849	5,592,560	567.84	39	119.54	375,683,370	38,538	1.49%	35	11,068,166	1,123.80				
North Dakota...	5	29	E	E,T	1.5%	\$93.75/mo-M	724	1,268,695	1,752.69	2	350.54	39,493,019	56,310	3.21%	4	641,766	886.59				
Ohio.....	5.5	26	E	E,T	0.75%		11,572	8,626,426	745.46	28	135.54	464,780,129	40,230	1.86%	26	9,869,545	852.88				
Oklahoma.....	4.5	35	T [3]	E,T	1%	\$2.5K/mo-M	3,853	2,518,598	653.65	34	145.26	157,970,566	41,399	1.59%	32	2,916,615	756.95				
Pennsylvania....	6	15	E	E,E	1%		12,781	9,243,355	723.19	29	120.53	581,771,707	45,577	1.59%	33	10,777,334	843.21				
Rhode Island....	7	1	E	E,T[6]	None		1,053	881,458	836.81	22	119.54	48,584,164	46,257	1.81%	28	1,088,992	1,033.83				
South Carolina..	6	15	E [2]	E,T	3%-2%+++	\$3.1K/yr-M	4,772	3,199,752	670.54	33	111.76	166,958,682	35,347	1.92%	23	3,479,143	729.09				

TABLE 27. -Continued

State	State sales tax rate as of 7/1/2012 [%]	Rank	Grocery food non-prepared items [1] Taxable (T) Exempt (E)	Drugs Prescription, non-prescription Taxable (T) Exempt (E)	Vendor Discounts+++		Population as of 7/1/2013 [1,000s]	General sales tax collections fiscal year 2013*			Per capita collections per 1¢ of tax + [\$]	Personal income 2012		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2013			
					Collection discounts allowed seller for qualifying transactions			Amount [\$1,000s]	Per capita			Amount [\$1,000s]	Per capita [\$]	[%]	Rank	Amount [\$1,000s]	Per capita [\$]	Amount [\$1,000s]	Per capita [\$]
					Basic provisions	Maximum-M/minimum-m			Amount [\$]	Rank									
South Dakota...	4	37	T [3]	E,T	None		846	853,570	1,009.53	11	252.38	38,095,829	45,676	2.24%	16	-	-		
Tennessee.....	7	1	5.5%	E,T	Limited		6,497	5,992,162	922.26	18	131.75	251,752,374	39,002	2.38%	12	262,842	40.45		
Texas.....	6.25	11	E	E,E	0.5%		26,506	30,908,596	1,166.11	6	186.58	1,127,674,524	43,271	2.74%	6	-	-		
Utah++.....	4.7	33	1.75% [2]	E,T	1.31%		2,903	1,884,170	649.09	35	138.10	102,464,241	35,891	1.84%	27	2,852,088	982.53		
Vermont.....	6	15	E	E,E	None		627	347,273	553.99	40	92.33	27,818,999	44,443	1.25%	42	663,027	1,057.70		
Virginia++.....	4	37	1.5% [2]	E,E	1.6%-0.8%+++		8,270	3,708,389	448.40	45	112.10	398,811,659	48,715	0.93%	45	10,900,860	1,318.07		
Washington.....	6.5	8	E	E,T	None		6,974	11,122,868	1,594.96	3	245.38	324,458,394	47,055	3.43%	2	-	-		
West Virginia...	6	15	1%	E,T	None		1,854	1,255,377	677.27	32	112.88	65,244,567	35,140	1.92%	22	1,795,947	968.90		
Wisconsin.....	5	29	E	E,T	0.5%	\$10/period-m	5,743	4,410,130	767.92	27	153.58	243,147,894	42,475	1.81%	29	7,227,690	1,258.53		
Wyoming.....	4	37	E	E,T	None		583	702,623	1,204.72	5	301.18	30,255,128	52,469	2.32%	14	-	-		
Total 45 states..	-	-	-	-	-	-	307,920	258,921,934	840.87 <sup>a</sup>	-	-	13,489,616,401	44,175 <sup>a</sup>	1.92% <sup>a</sup>	-	301,201,394	978.18 <sup>a</sup>		

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 capita personal income amounts are BEA estimates based on July 1, 2012 population estimates of the Bureau of the Census.

Per capita tax collection amounts are computations based on July 1, 2013 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 \$15,576,152.59 retained by state to pay for the costs of collecting and distributing local sales taxes.

<sup>a</sup>Weighted average computations based on collection totals and population for the 45 states levying a general state sales tax.

<sup>+</sup>Computation based on the prevalent rate in effect for fiscal year 2012-13.

++Additional statewide, local taxes apply: California (1%); Nevada (2.25%); Utah (1.25%); Virginia (1%).

+++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 (through June 30, 2013) 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-vendor discount only applies to the first 4% of the tax; a discount of 0.75% (\$20K maximum) may apply if tax liability paid by the 12th of the month;

a discount of 0.5% (\$15K maximum) may apply if tax liability paid between the 12th and the 20th of the month; \$6/month minimum discount.

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; 0.9% (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.

[5] Prescription and nonprescription drugs are subject to a 1% preferential rate.

[6] Effective October 1, 2011, over-the-counter drugs and marijuana for medical use are subject to tax.

Sources: U.S. Census Bureau, Population Division. Table NST-EST2014-01 -Annual Estimates of the Resident Population for the States: July 1, 2013, December 2014 release.

U.S. Census Bureau, 2013 Census of Governments: Finance - Survey of State Government Tax Collections at <www.census.gov/govs/statetax>. April 8, 2014 release, April 16, 2015 update.

Bureau of Economic Analysis. Table SAI-3, Regional Economic Information System, September 30, 2014 release.

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