TABLE 20. CORPORATE INCOME TAX RATES and NET COLLECTIONS and INDIVIDUAL INCOME TAX NET COLLECTIONS and SALES TAX NET COLLECTIONS FOR THOSE STATES LEVYING A CORPORATE INCOME TAX

		T	I I	State Tax Collections 2005-06											
	State			Corporate income tax				ial income			al sales tax*	Total tax collections			
	corporate income tax			Corp	% of	ш шл		Individe	% of		Genera	% of		[all sour	
	rates and brackets		Pop-		total				total			total		<u></u>	,
	for 2007 income year		ulation		state tax	Per cap	ita		state tax	Per		state tax	Per		Per
	-as of January 1, 2007-		7/1/2006	Amount	collec-	Amount		Amount	collec-	capita	Amount	collec-	capita	Amount	capita
State	[apportionment formula]	Special rates or notes	[1,000s]	[\$1,000s]	tions	[\$]	Rank	[\$1,000s]	tions	[\$]	[\$1,000s]	tions	[\$]	[\$1,000s]	[\$]
Alabama	6.5%	rate applicable to banks;	4,599	558,768	6.55%	121.50			32.43%	601.48	2,221,506	26.04%	483.04	8,529,676	1,854.67
	[3-factor]	federal deductibility	,	,				, ,			, , ,			-,,	,
Alaska	1%>\$0; 2%>\$10K;	rates applicable to banks	670	821,664	33.07%	1,226.27	1	-	-	-	-	-	-	2,484,422	3,707.80
	3%>\$20K; 4%>\$30K;	••		,	•					[ŕ
	5%>\$40K; 6%>\$50K;				•					[į	
	7%>\$60K; 8%>\$70K;				•					<u> </u>				į	
	9%>\$80K; 9.4%>\$90K				į										
	[3-factor]				į										
Arizona	6.968%	rate applicable to banks;	6,166	890,004	7.60%	144.33	25	3,253,279	27.77%	527.59	5,189,786	44.31%	841.63	11,713,167	1,899.54
		minimum tax: \$50			İ					!				İ	
[3-facte	or: 60-20-20 (sales-payroll-prope	erty)]													
Arkansas	1%>\$0; 2%>\$3K;	rates applicable to banks	2,811	368,523	5.30%	131.11	32	2,012,835	28.92%	716.09	2,772,131	39.83%	986.22	6,959,438	2,475.90
	3%>\$6K; 5%>\$11K;				!				•					ļ	
	6%>\$25K; 6.5%>\$100K				į										
[3-fac	tor with double wtd. sales factor]							<u> </u>					į	
California	8.84%	10.84% rate applicable to banks;	36,458	10,316,467	9.27%	282.97	7	51,219,823	46.00%	1,404.92	32,199,800	28.92%	883.21	111,346,857	3,054.15
		minimum tax: \$800;			•					<u> </u>				į	
		S-Corporations: 1.5%			!					<u> </u>				į	
		S-Corporations banks: 3.5%			į										
	tor with double wtd. sales factor								<u> </u>						
Colorado	4.63%	rate applicable to banks	4,753	457,673	5.37%	96.28	39	4,258,944	49.97%	895.98	2,105,049	24.70%	442.85	8,522,307	1,792.90
	tor or 2-factor of revenue and pr	1 (3	2.505	(24.000	5.000 /	404.40			45 (20)	4 6 40 40	2 0 40 602	25.0<0/	04= ==	12 121 001	2.464.50
Connecticut		rate applicable to banks: 7.5%	3,505	634,990	5.23%	181.18	15	5,777,636	47.62%	1,648.49	3,040,683	25.06%	867.57	12,131,894	3,461.50
01	r 3.1 mills/\$1 of capital holding	or 4% of interest/dividends			İ					!				İ	
F2 6	4	minimum tax: \$250			ļ					!				į	
_	tor with double wtd. sales factor													ļ	
	the sale/use of tpp or rp; 1-factor	gross receipts												į	
Delaware	lla for other income] 8.7%	banks: marginal rate decreases	853	295,577	10.33%	346.32	3	1,018,633	35.61%	1,193.51				2,860,749	3,351.88
Delaware	or minimum tax of \$5K,	from 8.7% to 1.7% (brackets	655	293,311	10.33 /0	340.32	3	1,010,033	33.01 /0	1,173.31	-	-	-	2,000,749	3,331.00
	whichever is greater	ranging from <=\$20 to > \$650			1	:			}	}				i	
	winchever is greater	million in taxable income;			į										
		building and loan			į										
	[3-factor]	associations taxed at 8.7%			į										
Florida	5.5% > \$5K	rate applicable to banks	18,090	2,405,863	6.47%	132.99	31	-	-	- 1	20,788,525	55.88%	1,149.18	37,201,518	2,056.48
	3-factor with double wtd. sales fa		,	_,,							,,,		_,	,,	_,,
Georgia	6%	rate applicable to banks	9,364	890,732	5.23%	95.12	42	8,040,366	47.20%	858.65	5,802,913	34.07%	619.71	17,033,651	1,819.07
0	or: 90-5-5 (sales-payroll-propert	••	,	,	•			, ,		[, ,			ĺ	<i></i>
Hawaii	4.4%>\$0; 5.4%>\$25K;	7.92% rate applicable to banks;	1,285	148,084	3.01%	115.20	36	1,550,757	31.53%	1,206.35	2,355,316	47.89%	1,832.22	4,918,655	3,826.26
	6.4%>\$100K	capital gains taxed at 4%			į						, ,		ŕ		
	[3-factor]				į										
Idaho	7.6%	rate applicable to banks;	1,466	198,302	6.31%	135.22	30	1,222,569	38.90%	833.68	1,078,543	34.32%	735.47	3,142,663	2,143.02
		minimum tax: \$20; additional			İ					!				İ	
		tax of \$10 imposed per return			İ									i	
[3-factor with double wtd. sales fa	actor]			<u> </u>										
Illinois	4.8% plus a 2.5%	rates applicable to banks	12,832	2,400,270	8.53%	187.05	13	8,635,104	30.70%	672.94	7,760,590	27.59%	604.79	28,128,749	2,192.08
	personal property replacem	ent tax			ļ									ļ	
	[1-factor sales]				İ	;			ļ	ļ l				į	

-				State Tax Collections 2005-06											
	State		Corporate income tax					ual income			al sales tax*	Total tax collections			
	corporate income tax	corporate income tax		-	% of				% of			% of		[all sour	ces]**
	rates and brackets		Pop-		total				total			total			
	for 2007 income year		ulation		state tax	Per cap	ita		state tax	Per		state tax	Per		Per
	-as of January 1, 2007-		7/1/2006	Amount	collec-	Amount		Amount	collec-	capita	Amount	collec-	capita	Amount	capita
State	[apportionment formula]	Special rates or notes	[1,000s]	[\$1,000s]	tions	[\$]	Rank	[\$1,000s]	tions	[\$]	[\$1,000s]	tions	[\$]	[\$1,000s]	[\$]
Indiana	8.5%	rate applicable to banks	6,314	1,043,873	7.66%	165.34	17	4,381,548	32.16%	693.99	5,334,275	39.15%	844.90	13,625,667	2,158.17
[3-factor	r: 60-20-20 (sales-payroll-prope	erty)]			ļ	•			ł					į	
Iowa	6%>\$0; 8%>\$25K;	5% rate applicable to banks;	2,982	284,976	4.66%	95.56	41	2,413,775	39.45%	809.43	1,800,829	29.43%	603.88	6,118,897	2,051.89
	10%>\$100K; 12%>\$250K								ļ						
	[1-factor sales]				į				ļ						
Kansas	4% plus a surtax of 3.35%	banks: 2.25% plus a surtax of	2,764	381,259	6.08%	137.93	28	2,401,128	38.26%	868.69	2,127,597	33.91%	769.73	6,275,075	2,270.23
	for taxable income > \$50K	2.125% for taxable			į				į					į	
	[3-factor]	income > \$25K			į				į						
Kentucky	4%>\$0; 5%>\$50K;	minimum tax: \$175	4,206	1,001,619	10.06%	238.14	8	2,918,536	29.32%	693.89	2,748,643	27.62%	653.49	9,953,098	2,366.36
-	6%>\$100K				•				ł						
[3	3-factor with double wtd. sales f	actor]							ļ						
Louisiana	4%>\$0; 5%>\$25K;		4,288	506,174	5.24%	118.05	35	2,501,120	25.91%	583.32	3,427,486	35.51%	799.36	9,651,457	2,250.93
	6%>\$50K; 7%>\$100K;				•				ļ						
	8%>\$200K				į				į					į	
[3-factor	r for corporations without a spe	ecified formula]			į				į						
	factor sales/payroll: service bus				į	!			į			!		į	
[1-factor	sales: manufacturing/merchan	dising businesses]							į					į	
Maine	3.5%>\$0; 7.93%>\$25K;	1% rate applicable to banks	1,322	188,016	5.24%	142.27	26	1,368,927	38.13%	1,035.83	1,041,216	29.00%	787.86	3,590,334	2,716.71
	8.33%>\$75K; 8.93%>\$250F	K			İ				ļ						
[3	3-factor with double wtd. sales f	actor]			•				ļ					į !	
Maryland	7%	rate applicable to banks	5,616	846,863	5.82%	150.80	21	6,151,365	42.28%	1,095.38	3,381,694	23.24%	602.18	14,549,632	2,590.87
[3-fact	or with double wtd. sales factor	;			į				į						
manuf	acturers use 1-factor sales form	ula]			į	•			į			•			
Massachusett	ts 9.5%	10.5% rate applicable to banks	6,437	1,859,009	9.58%	288.79	5	10,483,437	54.05%	1,628.57	4,009,371	20.67%	622.84	19,395,270	3,013.00
additio	onal tax of \$2.60/\$1,000 on taxal	ble tangible property			į	!			į			!		į	
(or net	t worth allocable to state, for int	angible property			•				ł					ļ	
corpor	rations); minimum tax: \$456				<u> </u>				}						
[3	3-factor with double wtd. sales f	actor]			<u>i</u> !				<u> </u>						
Michigan	1.9% > \$45K		10,096	1,886,168	7.95%	186.83	14	6,226,304	26.26%	616.73	8,080,905	34.08%	800.43	23,714,514	2,348.99
Modifi	ied VAT applies to gross receipt	ts			İ				į					į	
[Single	e Business Tax (SBT) is repealed	d effective for tax years			į				į					į	
	egin after December 31, 2007]				į				į						
[3-facto	r: 92.5-3.75-3.75 (sales-payroll-								<u> </u>						
Minnesota	9.8%	rate applicable to banks	5,167	1,071,884	6.18%	207.44	10	6,862,953	39.60%	1,328.20	4,437,407	25.60%	858.78	17,331,413	3,354.19
[3-facto	r: 78-11-11 (sales-payroll-prope								ļ			<u> </u>		į	
Mississippi	3%>\$0; 4%>\$5K; 5%> \$10K	rates applicable to banks	2,911	316,981	5.29%	108.91	38	1,254,733	20.95%	431.10	3,047,837	50.89%	1,047.17	5,989,603	2,057.90
[1-factor	r sales formula for retailers, wh	olesalers,			į				į						
service o	companies, lessors; 3-factor for	mula for manufacturers			•	•			ł					İ	
selling a	at wholesale; 3-factor formula w	vith double wtd. sales			•				ł					ļ	
factor fo	or manufacturers selling at reta	il]							!						
Missouri	6.25%	7% rate applicable to banks;	5,843	343,689	3.38%	58.82	46	4,491,428	44.12%	768.72	3,100,045	30.45%	530.58	10,180,045	1,742.35
	[3-factor or 1-factor sales]	·			<u>i</u>	<u> </u>			<u>i</u>			<u> </u>			
Montana	6.75%	rate applicable to banks	945	153,675	7.23%	162.68	18	768,911	36.16%	813.98	-	-	-	2,126,324	2,250.95
7% for	r corporations filing under a wa	ter's edge election;			İ				į						
minim	um tax: \$50				į	<u> </u>			ļ			<u> </u>			
	[3-factor]				į				į					ļ	
			•			•	•			-		-	-	-	

					State Tax Collections 2005-06										
	State			Corp	orate incor	ne tax			ial income		al sales tax*	tax* Total tax collect			
	corporate income tax				% of				% of			% of		[all sour	ces]**
	rates and brackets		Pop-		total				total			total			
	for 2007 income year		ulation		state tax	Per cap	oita		state tax	Per		state tax	Per		Per
	-as of January 1, 2007-		7/1/2006	Amount	collec-	Amount		Amount	collec-	capita	Amount	collec-	capita	Amount	capita
State	[apportionment formula]	Special rates or notes	[1,000s]	[\$1,000s]	tions	[\$]	Rank	[\$1,000s]	tions	[\$]	[\$1,000s]	tions	[\$]	[\$1,000s]	[\$]
Nebraska	5.58%>\$0; 7.81%>\$50K		1,768	262,296		148.33		1,545,024		873.72	1,409,015	35.57%	796.81	3,961,093	
110010010	[1-factor sales]		2,700	202,230		1.0.00		1,0 10,021	6310070	0.0	2,102,020	0010770	7,5002	0,5 01,050	_,
New	· · · · · · · · · · · · · · · · · · ·	rate applicable to banks	1,315	542,644	26.08%	412.69	2	80,931	3.89%	61.55	_	_	-	2,080,573	1,582.31
Hampshire	on the enterprise base	Tute applicable to build	2,020	0.2,011		.12,00	-	00,501	2.05 70	02.00				2,000,010	1,002.01
	factor with double wtd. sales fac	rtorl			į										
New Jersev	6.5%>\$0; 7.5%>\$50K;	Banks pay franchise tax;	8,725	2,508,428	10.09%	287.51	6	9,091,658	36.59%	1,042.08	6,853,418	27.58%	785.53	24,848,825	2,848.15
riew dersey	. , . , ,	minimum tax: \$500	0,720	2,200,120	10.05 / 0	207.01	Ů	3,031,020	50.5570	1,012100	0,022,110	2/120/0	700.00	21,010,022	2,010.12
	or alternative minimum asses				•				į						
	or fixed dollar minimum tax l				į										
[3_6	factor with double wtd. sales fac	•			İ				į						
New Mexico		rates applicable to banks	1,955	377,185	7.38%	192,97	11	1,123,954	21.99%	575.03	1,741,673	34.08%	891.06	5,110,683	2,614.70
THEW INTERIEU	7.6%>\$1 million	rates applicable to banks	1,755	377,103	7.5070	1,52,57		1,123,734	21.55 /0	575.05	1,741,075	34.0070	071.00	3,110,003	2,014.70
[3-factor	r; certain manufacturers may e	lect to double weight			<u> </u>				}						
=	s factor]	icet to double weight			į										
New York	7.1% of entire income base (g	eneral husiness taynaver):	19,306	4,018,199	7.37%	208.13	9	30,812,924	56.49%	1,596.01	11,263,576	20.65%	583.42	54,549,027	2,825,47
New Tork	or alternative minimum tax b		17,500	4,010,177	7.5770	200.13		30,012,724	50.4770	1,570.01	11,203,570	20.05 /0	303.42	54,542,027	2,023.47
	or capital tax base of 1.78 mills/\$1 of allocated				•				į						
	capital (up to \$350K for manufacturers or \$1 million				<u> </u>				}						
	for other taxpayers);				İ										
	1 0 , ,	ner taxpayers); ed dollar minimum tax based on payroll size;			į										
					į										
	or \$800 if gross payroll, total	• ,			•				į						
F2 84	value of gross assets are each				į										
	: 80-10-10 (receipts-payroll-pro		0.057	1 200 022	(250/	147.60	22	0.467.270	45.050/	1.000.00	5.021.640	24.250/	5/5 00	20 (02 540	2 226 26
North Carolina		rate applicable to banks	8,857	1,308,022	6.35%	147.69	23	9,467,278	45.95%	1,068.96	5,021,648	24.37%	567.00	20,602,549	2,326.26
	factor with double wtd. sales fac		(2)	120 112	7.410/	100.00	10	255 (20)	16.000/	422.45	425 405	26.260/	(52.20	1 (21 012	2.550.51
North Dakota		7% rate applicable to banks	636	120,113	7.41%	188.90	12	275,630	16.99%	433.47	427,487	26.36%	672.29	1,621,912	2,550.71
		minimum tax: \$50;													
	6.5%>\$30K				į										
011	[3-factor]		44.450	1 100 251	4.450/	06.04	40	0.050.540	40.000/	050.04	= = 22,422	24 2007	(5 2 5 2	24 (26 040	24444
Ohio	Franchise tax: 50% of the gr		11,478	1,102,351	4.47%	96.04	40	9,859,712	40.02%	859.01	7,733,133	31.39%	673.73	24,636,910	2,146.45
	5.1%>\$0; 8.5%>\$50K	Banks: 13 mills of net worth			į										
	4 mills multiplied by net wort	• /			•				į						į
	fixed dollar minimum tax of \$	650 or \$1,000 for larger			į										
	corporations				•				į						
	Commercial activity tax (CA)	Γ) on gross receipts:			į										
	\$150K - \$1 million: \$150 plus	0.26% multiplied by:			İ				į						
	40% (1/1/07-3/31/07) and 60%	6 (4/1/07-12/31/07)			•				į						
	, ,				<u> </u>				}						
	[Beginning in tax year 2006, t				į										
	phased out (excludes financi	al institutions) at 20% per			į										
F2	year over five years.]	41			İ				į						
	-factor with triple wtd. sales fac		2.550	221.007	2.050/	(4.60	4-	2 (50 050	24.150/	5.40.50	1 500 6 45	22.126/	502.00	# #0.4.4#3	0.154.01
Oklahoma		rate applicable to banks	3,579	231,206	2.97%	64.60	45	2,658,272	34.15%	742.70	1,799,947	23.12%	502.89	7,784,453	2,174.91
=	r; corporations meeting investm				•		}		<u> </u>						
allowed	to double weight the sales facto	rj	1		i		i .		i	į	l		į l		

TABLE 20.-Continued

-				State Tax Collections 2005-06											
	State			Corp	orate incon	ne tax		Individu	ial income	tax	Genera	al sales tax*	Total tax col	lections	
	corporate income tax			-	% of				% of			% of		[all sour	:ces]**
	rates and brackets		Pop-		total				total			total			
	for 2007 income year		ulation		state tax	Per cap	ita		state tax	Per		state tax	Per		Per
	-as of January 1, 2007-		7/1/2006	Amount	collec-	Amount		Amount	collec-	capita	Amount	collec-	capita	Amount	capita
State	[apportionment formula]	Special rates or notes	[1,000s]	[\$1,000s]	tions	[\$]	Rank	[\$1,000s]	tions	[\$]	[\$1,000s]	tions	[\$]	[\$1,000s]	[\$]
Oregon	6.6%	rate applicable to banks;	3,701	438,255	5.77%	118.42	34	5,416,466	71.36%	1,463.61	-	-	-	7,590,306	2,051.01
		minimum tax: \$10												į	
	[1-factor sales]													j	
Pennsylvania	9.99%		12,441	2,116,954	7.29%	170.16	16	9,021,917	31.06%	725.20	8,403,283	28.93%	675.47	29,050,577	2,335.14
	: 70-15-15 (sales-payroll-prope														
Rhode	9%	rate applicable to banks;	1,068	169,865	6.20%	159.11	19	1,019,482	37.18%	954.92	854,257	31.16%	800.16	2,741,734	2,568.10
Island	minimum tax: \$500	alternative tax is \$2.50/\$10K of												ļ	
	[3-factor]	capital stock or \$500 min. tax													
South	5%	4.5% rate applicable to banks;	4,321	296,753	3.82%	68.67	44	2,727,251	35.15%	631.13	3,186,306	41.06%	737.36	7,759,797	1,795.73
Carolina		6% rate applicable to savings												į	
		& loans													
[3-factor	r with double wtd. sales factor	for dealers in tpp;												İ	
others s	ubject to 1-factor gross receip	ts formula; manufacturers												į	
subject t	to 1-factor sales formula]														
South Dakota	[applies to banks only]	6%-0.25% on a bank's net income	782	61,865	5.23%	79.12	43	-	-	-	679,162	57.46%	868.58	1,182,027	1,511.70
	no state income tax	minimum tax: \$500 per location			i I									}	
Tennessee	6.5%	rate applicable to banks	6,039	928,349	8.72%	153.73	20	192,764	1.81%	31.92	6,451,838	60.58%	1,068.40	10,650,350	1,763.65
	factor with double wtd. sales f													i	
Utah	5%	rate applicable to banks;	2,550	348,129	6.38%	136.52	29	2,277,478	41.72%	893.11	1,890,793	34.64%	741.47	5,459,091	2,140.77
	[3-factor/double wtd sales]	minimum tax: \$100												į	
Vermont	6%>\$0; 7%>\$10K;	rates applicable to banks;	624	86,083	3.58%	137.97	27	542,012	22.52%	868.74	326,055	13.55%	522.60	2,406,661	3,857.40
	8.5%>\$25K	minimum tax: \$250			!										
	factor with double wtd. sales f	-													
Virginia	6%	rate applicable to banks; state	7,643	863,320	5.02%	112.96	37	9,073,077	52.77%	1,187.13	3,263,647	18.98%	427.02	17,192,007	2,249.41
		and national banks subject to													
		the franchise tax on net capital													
		are exempt from the income tax												į	
	factor with double wtd. sales f													ļ Į	
West Virginia		rate applicable to banks	1,818	533,027	11.69%	293.12	4	1,297,720	28.47%	713.63	1,125,766	24.70%	619.07	4,558,219	2,506.62
[3-factor with double wtd. sales factor]															
Wisconsin	7.9%	rate applicable to banks	5,557	808,200	5.86%	145.45	24	5,906,515	42.82%	1,062.99	4,127,972	29.92%	742.91	13,795,044	2,482.68
[3-factor:	: 80-10-10 (sales-payroll-prope	erty)]												į	
Total 46 states	·		265,903	47,392,347	7.35% ^a	178.23 ^a	-	244,370,415	37.88% ^a	919.02 ^a	194,411,123	30.14% ^a	731.14 ^a	645,056,913	2,425.91 ^a
Detail may not	add to totals due to rounding														

Detail may not add to totals due to rounding.

This table compares the basic corporate income tax rate(s) generally applicable for the states that levy a tax on corporate income, but does not attempt to address alternate taxable income

computational methods or exceptional provisions and circumstances specific to certain corporate entities. Additional business franchise taxes, alternative minimum taxes, and surcharges may apply.

Texas imposes a franchise tax of 4.5% of earned surplus or 2.5 mills of net worth. Nevada, Washington, and Wyoming do not levy state corporate income taxes.

Per capita tax collection amounts are computations based on July 1, 2006 population estimates of the Bureau of the Census.

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.; Tax Foundation; Federation of Tax Administrators; Commerce Clearing House

^{*}Includes general sales tax, use tax, gross income and gross receipts taxes, but excludes excise taxes levied on specific commodities and services.

^{**}Includes the following taxes as applicable: property, general sales and gross receipts, selective sales, licenses, individual and corporation income taxes, death and gift, documentary and stock transfer, severance, and other taxes.

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 tax collection totals and population for the 46 states levying a corporation income tax.