

TABLE 22A. FEDERAL ITEMIZATION/STANDARD DEDUCTION RATE by STATE, TAX YEAR 2013
[U.S. Individual Income Tax Return Form -1040]

State	Federal Returns Deduction claimed:		State	Federal Returns Deduction claimed:	
	Itemized %	Standard %		Itemized %	Standard %
Alabama	26.91%	73.09%	Missouri	27.17%	72.83%
Arizona	29.11%	70.89%	Montana	28.81%	71.19%
Arkansas	23.20%	76.80%	Nebraska	28.41%	71.59%
California	34.36%	65.64%	New Hampshire	32.52%	67.48%
Colorado	33.73%	66.27%	New Jersey	41.54%	58.46%
Connecticut	41.80%	58.20%	New Mexico	23.48%	76.52%
Delaware	32.90%	67.10%	New York	34.69%	65.31%
Georgia	33.45%	66.55%	†North Carolina	31.47%	68.53%
Hawaii	29.72%	70.28%	North Dakota	18.70%	81.30%
Idaho	28.64%	71.36%	Ohio	27.71%	72.29%
Illinois	33.15%	66.85%	Oklahoma	24.57%	75.43%
Indiana	23.80%	76.20%	Oregon	36.71%	63.29%
Iowa	29.85%	70.15%	Pennsylvania	29.44%	70.56%
Kansas	27.40%	72.60%	Rhode Island	33.77%	66.23%
Kentucky	26.73%	73.27%	South Carolina	28.02%	71.98%
Louisiana	23.20%	76.80%	Tennessee	21.02%	78.98%
Maine	28.49%	71.51%	Utah	36.09%	63.91%
Maryland	45.46%	54.54%	Vermont	27.84%	72.16%
Massachusetts	37.50%	62.50%	Virginia	37.93%	62.07%
Michigan	27.29%	72.71%	West Virginia	17.55%	82.45%
Minnesota	36.15%	63.85%	Wisconsin	33.15%	66.85%
Mississippi	23.27%	76.73%	United States	30.41%	69.59%

Source: IRS, Statistics of Income Division, Individual Master File System, December 2014
Tax Year 2013: Historical Table 2 (SOI Bulletin)

The table reflects the percentages of federal 1040 returns claiming itemized deductions and standard deductions for tax year 2013 for the 43 states levying a tax on personal income.

Provisions for claiming the itemized and standard deductions at the state level vary among the 43 states. For states that allow a basic standard deduction, some require the taxpayer to utilize the same deduction option for state income tax purposes as chosen for federal income tax purposes.

†North Carolina taxable income is determined by making certain statutory modifications to federal adjusted gross income, such as adjustments for, including, but not limited to, the following: personal exemption allowances, the North Carolina standard deduction or itemized deduction amounts, interest income received on notes and bonds from obligations of other states, interest income received from direct obligations of the United States or North Carolina, domestic production activities, State or local income tax refunds included in federal adjusted gross income, the taxable portion of social security and railroad retirement benefits, certain governmental and private retirement benefits, and adjustments when the State decouples from federal accelerated depreciation and section 179 expensing provisions.

The standard deduction is zero for a married individual filing separately for federal income tax purposes when the spouse claims itemized deductions. Claiming itemized deductions on the federal 1040 return is a prerequisite for claiming itemized deductions on the NC D-400 return.

†For NC state individual income tax D-400 returns filed for tax year 2013, 40.33% of total returns utilized itemized deductions and 59.67% claimed the standard deduction (based on personal income tax information extracted from tax year 2013 D-400 forms processed within the DOR dynamic integrated tax system during 2014; the extract is a composite database consisting of both audited and unaudited (edited and unedited) data that is subject to and may include inconsistencies resultant of taxpayer and/or processing error).