		Marginal rates and tax brackets	Individual income tax deduction amounts in effect for				Population July 1, 2003	Individual inco fiscal y	me tax colle ear 2003*	ections	Personal income 2002		Individual income tax collections	
	Federal	for single filers		2004 ir	ncome year		(Bureau of		Per capita			Per	as a % of per	
	deduct-	for 2004 income year	Standard	Deduction	Personal Exe	mptions	Census)	Amount	Amount		Amount	capita	sonal i	ncome
State	ibility	[Refer to footnotes as applicable]	Single	Joint	Single	Dependent	[1,000s]	[\$1,000s]	[\$1.00]	Rank	[\$1,000s]	[\$]	[%]	Rank
Alabama	yes	2%>\$0; 4%>\$500; 5%>\$3K	\$2,000	\$4,000	\$1,500	\$300	4,504	2,035,538	451.94	37	114,692,872	25,595	1.77%	36
Arizona	no	2.87%>\$0; 3.20%>\$10K;	\$4,050	\$8,100	\$2,100	\$2,100	5,579	2,102,361	376.83	39	145,114,394	26,680	1.45%	40
		3.74%>\$25K; 4.72%>\$50K;												i -
		5.04%>\$150K							ļ					1
Arkansas	no	1%>\$0; 2.5%>\$3,399;	\$2,000	\$4,000	\$20	\$20	2,728	1,528,231	560.20	34	63,544,951	23,470	2.40%	19
		3.5% >\$6,799; 4.5%>\$10,299;			tax credit	tax credit								1
		6%>\$17,099; 7%>\$28,499												1
		[Special rates apply to low income												1
		taxpayers. Indexed for inflation.]												i -
California	no	1%>\$0; 2%>\$6,147;	\$3,070	\$6,140	\$80	\$251	35,463	32,709,761	922.36	7	1,149,183,269	32,845	2.85%	8
		4%>\$14,571; 6%>\$22,997;			tax credit	tax credit								ĺ
		8%>\$31,925; 9.3%>\$40,346	31,925; 9.3%>\$40,346 [Standard deduction/personal exemption								-	i		
		[Indexed for inflation]	amounts in	dexed for infl	ation]									1
Colorado	no	4.63 % of federal taxable income					4,548	3,235,796	711.48	17	153,961,846	34,228	2.10%	32
Connecticut	no	3%>\$0;			\$12,500*		3,487	3,639,362	1,043.69	5	147,082,014	42,521	2.47%	16
		5%>\$10K	*[Declining	tax credit ap	plies in lieu of									1
			deduction	s, exemptions	; credit declines									ļ
			to 0%>\$54	4,500 income.										
Delaware	no	2.2%>\$2K; 3.9%>\$5K;	\$3,250	\$6,500	\$110	\$110	818	710,304	868.34	9	26,669,911	33,085	2.66%	13
		4.8%>\$10K; 5.2%>\$20K;			tax credit	tax credit								1
		5.55%>\$25K; 5.95%>\$60K												1
Georgia	no	1%>\$0; 2%>\$750; 3%>\$2,250;	\$2,300	\$3,000	\$2,700	\$2,700	8,676	6,271,374	722.84	16	244,999,712	28,689	2.56%	14
		4%>\$ 3,750; 5%>\$5,250; 6%>\$7K												ļ
Hawaii	no	1.4%>\$0; 3.2%>\$2K; 5.5%>\$4K;	\$1,500	\$1,900	\$1,040	\$1,040	1,249	1,037,854	830.95	12	36,482,311	29,552	2.84%	9
		6.4%>\$8K; 6.8%>\$12K; 7.2%>\$16K;												Í.
		7.6%>\$20K; 7.9%>\$30K;												1
		8.25%>\$40K												
Idaho	no	1.6%>\$0; 3.6%>\$1,104;	\$4,850	\$9,700	\$3,100	\$3,100	1,367	843,780	617.25	25	34,381,128	25,597	2.45%	17
		4.1%>\$2,207; 5.1%>\$3,311;) tax credit per									1
		6.1%>\$4,415; 7.1%>\$5,518;	exemption i	in addition to	the normal									1
		7.4%>\$8,278; 7.8%>\$22,074	exemption	amount.]										<u> </u>
Illinois	no	3% of FAGI with modification			\$2,000	\$2,000	12,649	7,340,982	580.36		409,140,348	/	1.79%	35
Indiana	no	3.4% of FAGI with modification			\$1,000	\$1,000	6,200	, ,		29	172,184,567	,	2.12%	31
Iowa	yes	0.36 %>\$0; 0.72%>\$1,242;	\$1,580*	\$3,880*	\$40	\$40	2,942	1,791,129	608.81	27	81,745,234	27,854	2.19%	28
		2.43%>\$2,484; 4.5%>\$4,968;			tax credit	tax credit								1
		6.12%>\$11,178;	*[Indexed f	or inflation]										1
		6.48%>\$18,630; 6.8%>\$24,840;												1
		7.92%>\$37,260; 8.98%>\$55,890												!
Kansas	no	3.5%>\$0; 6.25%>\$15K; 6.45%>\$30K	\$3,000	\$6,000	\$2,250	\$2,250	2,725	1,776,884	652.07		78,267,830	,	2.27%	-
Kentucky	no	2%>\$0; 3%>\$3K; 4%>\$4K;	\$1,870	\$1,870	\$20	\$20	4,118	2,813,947	683.33	19	105,428,829	25,777	2.67%	12
		5%>\$5K; 6%>\$8K			tax credit	tax credit					ļ			<u> </u>
Louisiana	yes	2 %>\$0;			\$4,500*	\$1,000	4,494	1,867,150	415.48	38	114,457,452	25,565	1.63%	38
		4%>\$12,500;		deduction an	-		· ·							İ
		6%>\$25,000	-		\$4,500 S,MFS;									1
			\$9K MFJ,I	-							ļi			1
Maine	no	2%>\$0; 4.5%>\$4,350;	\$4,850	\$8,150	\$2,850*	\$2,850*	1,309	1,074,826	821.10	13	36,566,283	28,177	2.94%	7
		7%>\$8,650; 8.5%>\$17,350		*[]	Indexed for infla	tion]			i		i			1

		Marginal rates Individual income tax						Individual inco	me tax colle	ections	Personal	income ta		
		and tax brackets	ded		nts in effect for	July 1, 2003	fiscal year 2003*			2002		collections		
	Federal	for single filers			come year	-	(Bureau of		Per capita			Per		6 of per
State	deduct- ibility	for 2004 income year [Refer to footnotes as applicable]	Standard Single	Deduction Joint	Personal Exen Single	nptions Dependent	Census) [1,000s]	Amount [\$1,000s]	Amount [\$1.00]	Rank	Amount [\$1,000s]	capita [\$]	sonal i	income Ranl
Maryland	no	2%>\$0;	\$2,000	\$4,000	\$2,400	\$2,400	5,512	- / -		10	198,925,918		2.35%	22
, , , , , , , , , , , , , , , , , , , 		3%>\$1K;	. ,	eduction=15%	. ,	<i>4</i> _ ,	0,012	1,001,000	015105		1, 0,, 20,, 10	00,007		
		4%>\$2K;	-		um amounts bas	ed								
		4.75%>\$3K	on filing stat	tus and incom	ne.]									
Massachu-	no	5.3% or 12% (certain capital gains)			\$3,300	\$1,000	6,420	8,026,149	1,250.18	1	249,918,793	38,973	3.21%	5
setts														
Michigan	no	3.9% of FAGI with modification			\$3,100	\$3,000	10,082	6,519,643		23	301,759,677		2.16%	29
Minnesota	no	5.35%>\$0; 7.05%>\$19,440;	\$4,850	\$9,700	\$3,100	\$3,100	5,064	5,374,550	1,061.33	4	166,729,938	33,180	3.22%	4
		7.85%>\$63,860	-	-	ons tied to Feder	al								1
				nd indexed fo										1
Mississippi	no	3%>\$0; 4%>\$5K; 5% >\$10K	\$2,300	\$4,600	\$6,000	\$1,500	2,883	1,020,028		40	64,552,413		1.58%	
Missouri	yes*	1.5%>\$0; 2%>\$1K; 2.5%>\$2K;	\$4,850	\$9,700	\$2,100	\$1,200	5,719	3,519,844	615.46	26	163,118,591	28,719	2.16%	29
		3%>\$3K; 3.5%>\$4K;	-	-	ons tied to Feder	al								İ
		4%>\$5K; 4.5%>\$6K; 5%>\$7K;	tax system a	nd indexed fo	or inflation.]									1
		5.5%>\$8K; 6%>\$9K *[amount of allowable deduction may be	limited to \$517	on \$10K1										1
Montana	ves*	2%>\$0; 3%>\$2,300; 4%>\$4,600;	\$3.440*	\$6,880*	\$1,840	\$1,840	918	535,830	583.69	30	22,362,981	24 557	2.40%	19
montalia	yes	5%>\$9,200; 6%>\$13,800;	1-) -	• •	greater of the	\$1,040	510	555,650	303.07	50	22,302,901	24,337	2.40 /0	15
		7%>\$18,400; 8%>\$22,900; standard deduction amount or the amount of												
		9%>\$32,100; 10%>\$45,900;	federal taxes		int of the unious									
		11%>\$80,300	[Standard de	eduction/pers	sonal exemption									
			-	exed for infla	-									
Nebraska	no	2.56%>\$0;	\$4,850	\$8,140	\$101	\$101	1,737	1,122,893	646.46	24	49,500,161	28,672	2.27%	24
		3.57%>\$2,400;			tax credit	tax credit								
		5.12%>\$17K;	-	-	ut for AGI >=\$72	-								
		6.84%>\$26,500	-	-	ons tied to Feder									
	_		tax system a	nd indexed fo										
New Hamp-	no	5% applies to interest/dividend			\$2,400		1,289	55,118	42.76	42	44,062,730	34,543	0.13%	42
shire		income 1.4%>\$0; 1.75% >\$20K;			\$1,000	\$1,500	8,642	6,735,282	779.37	14	334,330,728	20.070	2.01%	34
New Jersey	no	1.4%>\$0; 1.75% >\$20K; 3.5%>\$35K; 5.525%>\$40K;			\$1,000	\$1,500	8,042	0,/35,282	119.31	14	334,330,728	38,979	2.01%	54
		6.37%>\$75K; 8.97%>\$500K												1
New Mexico	no	1.7%>\$0; 3.2%>\$5,500;	\$4,850	\$9,700	\$3,100	\$3,100	1,879	923,113	491.28	36	44,945,537	24 228	2.05%	33
iten interieo	10	4.7%>\$11K; 6%>\$16K;	. ,	. ,	ons tied to Feder	,	1,075	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	171120	20	1,,,10,007	- 1,220	2.00 /0	
		6.8%>\$26K	-	nd indexed fo										1
New York	no	4%>\$0; 4.5%>\$8K; 5.25%>\$11K;	\$7,500	\$14,600		\$1,000	19,212	22,648,364	1,178.87	2	676,598,158	35,330	3.35%	2
		5.9%>\$13K; 6.85%>\$20K;												
		7.375%>\$100K; 7.7%>\$500K												
North	no	6%>\$0; 7%>\$12,750;	\$3,000	\$6,000	\$2,500*	\$2,500*	8,421	7,089,142	841.84	11	229,737,325	27,640	3.09%	6
Carolina		7.75%>\$60K; 8.25%>\$120K (S)			are based on fee									
		6%>\$0; 7%>\$21,250;			adjusted accordi	ng to								
		7.75%>\$100K; 8.25%>\$200K (MFJ/QW	- fair and a second second second second second second second second second second second second second second	income & fil	-									
		6%>\$0; 7%>\$17K;			AGI =>threshold	L								
		7.75%>\$80K; 8.25%>\$160K (HH)		amount for i	illing status: ; HH-\$80K; S-\$6	ov.								
		6%>\$0; 7%>\$10,625; 7.75%>\$50K; 8.25%>\$100K (MFS)		-	, , , ,	UK;								
North	no	2.1 %>\$0;	\$4,850	MFS-\$50K] \$9,700	\$3,100	\$3,100	633	199,390	314.99	41	16,949,214	26 742	1.18%	41
Dakota	10	2.1 %>\$0; 3.92%>\$29,050;	. ,	. ,	ons tied to Feder	,	033	177,090	514.79	71	10,747,414	20,742	1.10 /0	41
zanou	1	4.34%>\$70,350;	-	nd indexed for										1
	1	5.04%>\$146,750;	the system a											1
	1	5.54%>\$319,100									1 1			1

	-				TA	BLE 23Co	ntinued							
		Marginal ratesIndividual income taxand tax bracketsdeduction amounts in effect for						Individual inco fiscal y	me tax colle ear 2003*	ctions	Personal 2002	Individual income tax collections		
St. 1	Federal deduct-	for single filers for 2004 income year	Standard	2004 in Deduction	icome year Personal Exei	1	July 1, 2003 (Bureau of Census)	Amount	Per caj Amount		Amount	Per capita	as a % sonal i	of per- ncome
State	ibility	[Refer to footnotes as applicable]	Single	Joint	Single	Dependent	[1,000s]	[\$1,000s]	[\$1.00]	Rank	[\$1,000s]	[\$]	[%]	Rank
Ohio	no	0.743%>\$0; 1.486%>\$5K; 2.972%>\$10K; 3.715%>\$15K; 4.457%>\$20K; 5.201%>\$40K; 5.943%>\$80K; 6.9%>\$100K; 7.5%>\$200K [In the event of a significant budget surplus at the close of the state's fiscal year, the surplus is refunded to taxpayers through a temporary reduction in the income tax rates.]			\$1,300 [Plus additional credit per exem]	-	11,438	7,916,410		18	333,529,148		2.37%	21
Oklahoma	yes*	0.5%>\$0; 1%>\$1K; 2%>\$2,500; 3%>\$3,750; 4%>\$4,900; 5%>\$6,200; 6%>\$7,700; 7%>\$10K *[Rates assume filer does not deduct federal income tax liability. If tax is deducted, applicable rates are 0.5%-10% on income up to \$1K and >\$16K, respectively.	of AGI, not AGI>\$13,33 for AGI bet deduction =	to exceed \$11 33, standard o ween \$6,666-	\$1,000 n is \$500 or 15% K. Other filers w deduction is as gi \$13,333, standar ; for AGI<\$6,666 K]	ven; d	3,506	2,113,947	602.95	28	90,546,805	25,958	2.33%	23
Oregon	yes	5%>\$0; 7%>\$2,600; 9%>\$6,500	\$1,670	\$3,345	\$151 tax credit ndexed for inflati	\$151 tax credit	3,564	4,023,579	1,128.95	3	100,285,950	28,464	4.01%	1
Pennsylva- nia	no	3.07%>\$0					12,371	6,661,780	538.50	35	382,602,829	31,034	1.74%	37
Rhode Island	no	25% of federal income tax liability	\$4,850	\$8,150	\$3,100	\$3,100	1,076	824,870	766.61	15	33,180,561	31,042	2.49%	15
South Carolina	no	2.5%>\$0; 3%>\$2,460; 4%>\$4,920; 5%>\$7,380; 6%>\$9,840; 7%>\$12,300	-	\$9,700 s and exempti and indexed f	\$3,100 ions tied to Feder or inflation.]	\$3,100 al	4,149	2,334,066	562.56	33	104,636,030	25,485	2.23%	26
Tennessee	no	6% applies to interest/dividend income.			\$1,250		5,845	115,593	19.78	43	160,316,607	27,678	0.07%	43
Utah	yes	2.3%>\$0; 3.3%>\$863; 4.2%>\$1,726; 5.2%>\$2,588; 6%>\$3,450; 7%>\$4,313	\$4,850	\$9,700 *[3/	\$2,325* 4 of federal exem	\$2,325* ption]	2,352	1,572,512	668.59	20	58,089,444	25,041	2.71%	11
Vermont	no	3.6%>\$0; 7.2%>\$28,400; 8.5%>\$68,800; 9%>\$143,500; 9.5%>\$311,950			\$3,100		619	411,343	664.53	21	18,405,362	29,855	2.23%	26
Virginia	no	2%>\$0; 3%>\$3K; 5%>\$5K; 5.75%>\$17K	\$3,000	\$5,000	\$800	\$800	7,365	6,775,746	919.99	8	239,766,682	32,964	2.83%	10

_					T	ABLE 23Co	ntinued							
													Indivi	dual
		Marginal rates	Individual income tax				Population	Individual income tax collections			Personal	income tax		
		and tax brackets	deduction amounts in effect for				July 1, 2003	fiscal year 2003*			2002	collections		
	Federal	for single filers	2004 income year				(Bureau of		Per ca	pita		Per	as a %	of per-
	deduct-	for 2004 income year	Standard Deduction Personal Exemptions			Census)	Amount	Amount		Amount	capita	sonal ir	ncome	
State	ibility	[Refer to footnotes as applicable]	Single	Joint	Single	Dependent	[1,000s]	[\$1,000s]	[\$1.00]	Rank	[\$1,000s]	[\$]	[%]	Rank
West	no	3%>\$0;			\$2,000	\$2,000	1,811	1,055,523	582.84	31	43,038,348	23,841	2.45%	17
Virginia		4%>\$10K;												
		4.5%>\$25K;												
		6%>\$40K;												
		6.5%>\$60K												
Wisconsin	no	4.6%>\$0;	\$7,950	\$14,330	\$700	\$700	5,474	5,252,500	959.54	6	162,866,342	29,937	3.23%	3
		6.15%>\$8,610;	[Deduction	phases out to	0 for single file	s at								1
		6.50% >\$17,220;	\$77,500; joi	nt filers at \$8	8,544.]									
		6.75%>\$129,150												
		[Indexed for inflation]												
														i
Total 43 states							240,840	181,932,513	755.41 ^a		7,404,659,223	30,745 ^a	2.46% ^a	

Sources: U.S. Census Bureau, Governments Division. Table NST-EST2004-01-State Population Estimates: July 1, 2003, Population Division, December 22, 2004 release.

U.S. Census Bureau, Governments Division. State Government Tax Collections: 2003.

Bureau of Economic Analysis. Table SAI-3, Regional Economic Information System, March 28, 2005 release.

Tax Foundation. State Individual Income Tax Rates as of December 31, 2004 ; State tax forms and instructions; Commerce Clearing House; Federation of Tax Administrators.

Per capita amounts based on midyear population estimates of the Bureau of the Census. Per capita personal income is total personal income divided by total midyear population. All dollar amounts are in current dollars (not adjusted for inflation).

^aWeighted average computations based on tax collection, personal income, and population totals for 43 states levying a tax on personal income.