

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 7/1/2010 [1,000s]	General sales tax collections fiscal year 2010*			Per capita collections per 1¢ of tax + [\$]	Personal income 2009		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2010					
				Prescription, non-prescription Taxable (T) Exempt (E)	Collection discounts allowed seller for qualifying transactions			Amount [\$1,000s]	Per capita			Amount [\$1,000s]	Per capita [\$]	Rank	Amount [%]	Rank	Amount [\$1,000s]	Per capita [\$]	Rank	Amount [\$1,000s]	Per capita [\$]
					Basic provisions	Maximum/minimum			Amount [\$]	Rank											
Alabama.....	4	37	T	E,T	5%-2%	\$400/mo M	4,785	2,097,434	438.31	44	109.58	155,399,306	32,661	1.35%	41	2,589,249	541.08				
Arizona.....	6.6	7	E	E,T	1%	\$10K/yr M	6,414	4,409,603	687.52	28	122.77	215,397,567	33,957	2.05%	17	2,416,324	376.74				
Arkansas.....	6	15	1.5% [2]	E,T	2%	\$1K/mo M	2,922	2,615,290	895.15	12	149.19	92,609,959	31,969	2.82%	6	2,091,082	715.73				
California.....	6.25	11	E	E,T	None		37,349	31,197,154	835.28	15	115.21	1,528,457,253	41,353	2.04%	18	45,646,436	1,222.15				
Colorado.....	2.9	45	E	E,T	2.22%		5,049	2,050,445	406.10	45	140.04	205,437,450	41,317	1.00%	45	4,089,948	810.04				
Connecticut.....	6.35	9	E	E,T	None		3,577	3,145,579	879.37	14	146.56	190,817,959	53,573	1.65%	33	5,768,846	1,612.73				
Florida.....	6	15	E	E,T	2.5%	\$30/report M	18,843	18,537,000	983.74	4	163.96	697,362,360	37,387	2.66%	9	-	-				
Georgia.....	4	37	E [2]	E,T	3%-0.5%		9,713	4,864,691	500.86	40	125.22	327,892,184	34,081	1.48%	37	7,016,412	722.40				
Hawaii.....	4	37	T [3]	E,T	None		1,364	2,316,434	1,698.74	1	424.68	54,785,668	40,681	4.23%	1	1,527,790	1,120.39				
Idaho.....	6	15	T [3]	E,T	None		1,571	1,126,671	716.96	22	119.49	48,236,239	31,031	2.34%	13	1,068,754	680.11				
Illinois.....	6.25	11	1%	T,T[4]	1.75%	\$5/yr min	12,843	8,842,231	688.48	27	110.16	525,411,146	41,058	1.68%	32	9,433,244	734.50				
Indiana.....	7	1	E	E,T	0.73%-0.26%	see note	6,491	5,941,044	915.33	9	130.76	215,502,883	33,363	2.76%	8	3,868,093	595.95				
Iowa.....	6	15	E	E,T	None		3,050	2,121,842	695.71	25	115.95	112,442,136	37,074	1.89%	25	2,650,037	868.90				
Kansas.....	6.3	10	T [3]	E,T	None		2,859	2,150,270	752.06	20	119.37	108,340,102	38,246	1.98%	21	2,687,542	939.97				
Kentucky.....	6	15	E	E,T	1.75%-1%	\$1.5K/report M	4,346	2,794,057	642.86	30	107.14	137,958,755	31,957	2.03%	20	3,154,488	725.79				
Louisiana.....	4	37	E [2]	E,T	1.1%		4,544	2,579,946	567.74	37	141.94	162,402,480	36,157	1.59%	35	2,286,500	503.17				
Maine.....	5	28	E	E,T	None		1,328	989,645	745.46	21	149.09	47,941,898	36,058	2.06%	16	1,303,370	981.77				
Maryland.....	6	15	E	E,E	1.2%-0.9%	\$500/return M	5,786	3,753,778	648.77	29	108.13	273,193,372	47,674	1.37%	39	6,200,292	1,071.61				
Massachusetts..	6.25	11	E	E,T	None		6,557	4,625,682	705.43	24	141.09	324,680,171	49,816	1.42%	38	10,128,035	1,544.55				
Michigan.....	6	15	E	E,T	0.75%-0.5%	\$6/mo min	9,878	9,259,016	937.38	8	156.23	331,846,696	33,514	2.79%	7	5,488,962	555.70				
Minnesota.....	6.875	6	E	E,E	None		5,311	4,426,608	833.54	16	121.24	217,704,595	41,223	2.03%	19	6,458,111	1,216.08				
Mississippi.....	7	1	T	E,T	2%	\$50/mo M	2,970	2,849,099	959.28	6	137.04	88,779,546	30,006	3.21%	4	1,352,481	455.38				
Missouri.....	4.225	36	1.225%	E,T	2%		5,996	2,919,117	486.83	42	115.22	216,049,019	36,243	1.35%	40	4,326,507	721.54				
Nebraska.....	5.5	26	E	E,T	2.5%	\$75/mo M	1,830	1,306,702	713.88	23	129.80	70,072,173	38,657	1.86%	27	1,514,831	827.58				
Nevada.....	4.6	34	E	E,T	0.25%		2,705	2,559,489	946.33	7	205.72	98,041,013	36,519	2.61%	10	-	-				
New Jersey.....	7	1	E	E,E	None		8,802	7,898,165	897.35	11	128.19	433,996,947	49,568	1.82%	29	10,322,943	1,172.85				
New Mexico.....	5	28	E	E,T	None		2,066	1,718,795	831.97	17	166.39	65,980,486	32,394	2.61%	11	956,600	463.04				
New York.....	4	37	E	E,E	5%	\$200/qtr M	19,392	10,568,466	544.98	38	136.25	901,615,996	46,699	1.17%	43	34,751,382	1,792.02				
North Carolina..	4.75	32	E [2,4]	E,T	None		9,562	5,856,993	612.56	33	106.53	322,307,163	34,108	1.82%	30	9,133,689	955.25				
North Dakota...	5	28	E	E,T	1.5%	\$93/mo M	674	603,740	895.09	13	179.02	26,361,749	39,644	2.29%	14	303,764	450.36				
Ohio.....	5.5	26	E	E,T	0.75%		11,536	7,253,496	628.76	32	114.32	405,184,176	35,145	1.79%	31	7,886,802	683.66				
Oklahoma.....	4.5	35	T [3]	E,T	1%	\$2.5K/mo M	3,762	1,968,309	523.25	39	116.28	126,412,117	34,004	1.56%	36	2,224,783	591.43				
Pennsylvania....	6	15	E	E,E	1%		12,710	8,029,797	631.79	31	105.30	499,330,513	39,420	1.61%	34	9,352,287	735.84				
Rhode Island....	7	1	E	E,T	None		1,053	798,481	758.37	19	108.34	42,889,454	40,706	1.86%	28	909,674	863.98				
South Carolina..	6	15	E [2]	E,T	3%-2%	\$3.1K/yr M	4,636	2,833,839	611.23	34	101.87	145,249,286	31,646	1.95%	22	2,182,909	470.83				

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 7/1/2010 [1,000s]	General sales tax collections fiscal year 2010*			Per capita collections per 1¢ of tax + [\$]	Personal income 2009		Sales tax collections as a percent of personal income		Individual income tax collections fiscal year 2010			
				Prescription, non-prescription Taxable (T) Exempt (E)	Collection discounts allowed seller for qualifying transactions			Amount [\$1,000s]	Per capita			Amount [\$1,000s]	Per capita [\$]	Amount [\$1,000s]	Per capita [\$]	%	Rank	Amount [\$1,000s]	Per capita [\$]
					Basic provisions	Maximum/minimum			Amount [\$]	Rank									
South Dakota...	4	37	T [3]	E,T	None		816	742,363	909.24	10	227.31	30,861,923	38,240	2.41%	12	-	-		
Tennessee.....	7	1	5.5%	E,T	Limited		6,357	6,130,877	964.44	5	137.78	213,155,957	33,802	2.88%	5	172,459	27.13		
Texas.....	6.25	11	E	E,E	0.5%		25,257	19,663,374	778.53	18	124.56	904,212,180	36,458	2.17%	15	-	-		
Utah.....	4.7	33	1.75% [2]	E,T	1.31%		2,776	1,638,906	590.28	36	126.94	86,838,578	31,886	1.89%	24	2,104,641	758.03		
Vermont.....	6	15	E	E,E	None		626	311,140	497.06	41	82.84	24,273,382	38,849	1.28%	42	489,107	781.37		
Virginia.....	4	37	1.5% [2]	E,E	3%-1.5%		8,025	3,543,210	441.54	43	110.39	342,297,555	43,187	1.04%	44	8,659,470	1,079.11		
Washington.....	6.5	8	E	E,T	None		6,744	9,607,285	1,424.46	2	219.15	278,665,083	41,795	3.45%	2	-	-		
West Virginia...	6	15	3%	E,T	None		1,854	1,095,687	590.99	35	98.50	57,419,415	31,075	1.91%	23	1,446,852	780.41		
Wisconsin.....	5	28	E	E,T	0.5%	\$10/period min	5,691	3,944,260	693.06	26	138.61	209,347,374	36,927	1.88%	26	5,791,991	1,017.74		
Wyoming.....	4	37	E	E,T	None		564	789,413	1,398.53	3	349.63	24,347,422	43,489	3.24%	3	-	-		
Total 45 states...	-	-	-	-	-	-	300,985	224,475,423	745.80 ^a	-	-	11,587,508,686	38,822 ^a	1.94% ^a	-	229,756,687	763.35 ^a		

Detail may not add to totals due to rounding. Per capita tax collection amounts are computations based on July 1, 2010 population estimates of the Bureau of the Census.

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, 2009 population estimates of the Bureau of the Census.

*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 \$15,040,761 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 2009-10.

⁺⁺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 ST-EST00INT-01- Intercensal Estimates of the Resident Population for the States: July 1, 2010, September 28, 2011 release.*

U.S. Census Bureau, Governments Division. *State Government Tax Collections: 2010*, March 23, 2011 release.

Bureau of Economic Analysis. *Table SA1-3, Regional Economic Information System*, September 22, 2011 release.

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