

Table 1: State Personal Income Tax Revenue as a Share of Personal Income in States with Broad-Based Personal Income Taxes

2015, dollar amounts in thousands

Rank (1 = lowest)	State	Effective Tax Rate (tax / income)	State Personal Income Tax Revenue	Personal Income	Rank (1 = lowest)	State	Effective Tax Rate (tax / income)	State Personal Income Tax Revenue	Personal Income
1	North Dakota	1.2%	\$504,394	\$42,349,688	22	Nebraska	2.5%	\$2,274,572	\$92,048,473
2	Arizona	1.4%	\$3,868,234	\$267,361,132	23	Iowa	2.5%	\$3,552,504	\$143,393,977
3	Louisiana	1.5%	\$2,922,499	\$200,594,438	--	Average**	2.5%	--	--
4 (proposed)	Alaska (HB115)*	1.5%	\$627,687	\$40,806,842	24	New Jersey	2.5%	\$13,554,005	\$537,026,391
4	Kansas	1.7%	\$2,335,804	\$137,316,497	25	Maryland	2.5%	\$8,522,346	\$336,187,435
5	New Mexico	1.7%	\$1,358,702	\$79,104,093	26	Indiana	2.7%	\$7,484,492	\$277,628,668
6	Mississippi	1.7%	\$1,798,699	\$104,045,259	27	Wisconsin	2.7%	\$7,250,974	\$264,987,588
7	Ohio	1.8%	\$8,950,232	\$505,950,314	28	Virginia	2.8%	\$12,028,939	\$436,349,531
8	Oklahoma	1.8%	\$3,209,442	\$178,250,475	29	Montana	2.8%	\$1,199,097	\$43,186,928
9	Pennsylvania	1.8%	\$11,735,689	\$636,857,158	30	Utah	2.8%	\$3,289,634	\$117,763,901
10	Alabama	1.8%	\$3,407,750	\$184,784,917	31	West Virginia	2.8%	\$1,930,571	\$67,787,227
11	South Carolina	2.0%	\$3,802,638	\$187,532,342	32	North Carolina	2.9%	\$11,698,235	\$409,338,338
12	Michigan	2.1%	\$9,102,052	\$424,807,490	33	Maine	2.9%	\$1,639,310	\$56,893,803
13	Illinois	2.3%	\$14,618,090	\$646,789,116	34	Hawaii*	3.0%	\$2,053,370	\$69,129,101
14	Arkansas	2.3%	\$2,616,250	\$113,923,539	35	Delaware	3.3%	\$1,502,783	\$45,057,962
15	Colorado	2.3%	\$6,444,569	\$277,731,754	36	Connecticut	3.4%	\$8,331,153	\$246,709,339
16	Missouri	2.3%	\$5,989,938	\$257,338,334	37	Massachusetts	3.5%	\$14,740,007	\$425,352,524
17	Rhode Island	2.3%	\$1,232,997	\$52,833,501	38	Minnesota	3.8%	\$10,646,465	\$279,262,704
18	Idaho	2.4%	\$1,512,792	\$63,535,406	39	California	3.8%	\$80,716,563	\$2,103,669,473
19	Vermont	2.4%	\$725,778	\$30,417,564	40	New York	4.1%	\$47,556,159	\$1,161,414,144
20	Georgia	2.4%	\$10,005,670	\$411,721,423	41	Oregon	4.4%	\$7,682,176	\$176,401,260
21	Kentucky	2.4%	\$4,163,071	\$170,755,826					

* Alaska income tax revenue estimate is based on the Alaska Department of Revenue's FY2019 estimate of \$643 million for HB115, adjusted to FY2016 levels using a growth rate of 0.81 percent (the average growth rate used by the Department for FY2019 to FY2023). Alaska's actual 2015 personal income of nearly \$41.5 billion was reduced by \$654 million to approximate the impact of HB115 in reducing the Permanent Fund Dividend (assuming a reduction from \$2,072 to \$1,100 per person in 2015).

** This is an unweighted average for the 41 states with broad-based personal income taxes.

Source: Analysis by the Institute on Taxation and Economic Policy (ITEP) of Calendar Year 2015 state income tax data from the U.S. Census Bureau and personal income data from the Bureau of Economic Analysis (BEA).