

**Table 13: State Gross Receipts
Tax Rates on Utility Service
Providers as of January 1, 2008**

State	Rate (Percent)		State	Rate (Percent)	
	Gas	Electricity		Gas	Electricity
Alabama (1)	6.00%	6.00%	Montana	(X)	(X)
Alaska	(X)	(X)	Nebraska	(X)	(X)
Arizona	(X)	(X)	Nevada	(X)	(X)
Arkansas	(X)	(X)	New Hampshire	(X)	(X)
California	(X)	(X)	New Jersey	(X)	(X)
Colorado	(X)	(X)	New Mexico	(X)	(X)
Connecticut (2)	5.00%	5.00%	<i>New York</i>	<i>(6)</i>	<i>(6)</i>
Delaware	4.25%	4.25%	North Carolina	(7)	3.22%
Florida	2.50%	2.50%	North Dakota (8)	(X)	2.00%
Georgia	(X)	(X)	Ohio	4.75%	4.75%
Hawaii (3)	8.20%	8.20%	Oklahoma	(X)	(9)
Idaho	(X)	(4)	Oregon	(X)	(X)
Illinois	(X)	(X)	Pennsylvania (10)	(X)	4.40%
Indiana	1.40%	1.40%	Rhode Island	3.00%	4.00%
Iowa	(X)	(X)	South Carolina (11)	(X)	(X)
Kansas	(X)	(X)	South Dakota (12)	0.0015%	0.0015%
Kentucky	(X)	(X)	Tennessee	1.50%	3.00%
Louisiana	(X)	(X)	Texas (13)	1.997%	1.997%
Maine	(X)	(X)	Utah	(X)	(X)
Maryland	2.00%	2.00%	Vermont	(X)	(X)
Massachusetts	(X)	(X)	Virginia (14)	2.00%	2.00%
Michigan (5)	0.80%	0.80%	Washington	3.852%	3.873%
Minnesota	(X)	(X)	West Virginia	4.29%	(15)
Mississippi	(X)	(X)	Wisconsin	0.97%	3.19%
Missouri	(X)	(X)	Wyoming	(X)	(X)

(X) Does not impose a tax on gross receipts (GRT).

(1) Graduated rates. Top rate is 6.0% for companies with monthly sales exceeding \$60,000. Companies also pay a state license "fee" of 2.2% on each dollar of gross receipts.

(2) A 4% tax rate applies to providing residential service.

(3) Graduated rate from 5.885% up to 8.20%.

(4) Electricity generation is taxed per kilowatt hour (kWh).

(5) The tax rate applies to the modified gross receipts tax component of the Michigan business tax.

(6) New York's GRT is imposed on residential transmission and distribution service only at a rate of 2.0%.

(7) Gas rate graduated by therms used.

(8) Rate is 4.10% for coal conversion. There is a reduced rate for cooperative electric generating plants and rural cooperatives in their early years of operation.

(9) Rural cooperatives taxed at a rate of 2.00% of gross receipts in lieu of all other property taxes.

(10) Electric utilities are also subject to an additional 1.5% revenue-neutral reconciliation tax.

(11) South Carolina imposes an electric power tax equal to 0.5 mills per kWh.

(12) Every public utility providing gas or electric service that is subject to PUC's rate regulations is subject to the greater of a tax imposed at the rate of .0015% or \$250 on intrastate gross receipts. Rural electric cooperatives are taxed at the rate of 2%.

(13) Texas' GRT is a graduated tax based on population. The top rate is shown here.

(14) The tax is imposed on every corporation furnishing heat, light, or power, other than a pipeline distribution or transmission company gas utility, gas supplier, or electric supplier.

(15) Electric light and power companies and electric producers are subject to the higher of a tax on gross income, usually at the rate of 4%, or a tax on kWh.

Source: OTPA compilation from Commerce Clearing House "State Tax Guide."