

**Table 10: Top State Personal
Income Tax Rates as of
January 1, 2012**

Rank	State	Rate (Percent)	Rank	State	Rate (Percent)
1	Hawaii	11.00	26	Ohio	5.93
2	California (1)	10.30	27	Virginia	5.75
3	Oregon	9.90	28	Maryland	5.50
4	Iowa	8.98	29	Massachusetts (2)	5.30
5	New Jersey	8.97	30	Oklahoma	5.25
6	Vermont	8.95	31	Alabama	5.00
7	New York	8.82		Illinois	5.00
8	Maine	8.50		Mississippi	5.00
9	Minnesota	7.85		Utah	5.00
10	Idaho	7.80	35	New Mexico	4.90
11	North Carolina	7.75	36	Colorado	4.63
	Wisconsin	7.75	37	Arizona	4.54
13	Arkansas	7.00	38	Michigan	4.35
	South Carolina	7.00	39	North Dakota	3.99
15	Montana	6.90	40	Indiana	3.40
16	Nebraska	6.84	41	Pennsylvania	3.07
17	Delaware	6.75	42	Alaska	(X)
18	Connecticut	6.70	43	Florida	(X)
19	West Virginia	6.50	44	Nevada	(X)
20	Kansas	6.45	45	New Hampshire (3)	(X)
21	Georgia	6.00	46	South Dakota	(X)
	Kentucky	6.00	47	Tennessee (4)	(X)
	Louisiana	6.00	48	Texas	(X)
	Missouri	6.00	49	Washington	(X)
25	Rhode Island	5.99	50	Wyoming	(X)

(X) Does not impose tax.

(1) The tax rate includes an additional 1% tax on taxpayers with incomes over \$1million to support the provision of local government mental health services.

(2) Certain unearned income is taxed at 12%.

(3) A tax rate of 5% applies on interest and dividends only.

(4) A tax rate of 6% applies on interest and dividends only.

Source: OPA compilation from Commerce Clearing House State Tax Guide and Federation of Tax Administrators.