NATIONAL CONFERENCE of S

Snapshots on State Personal Income T

4/18/2016

Introduction

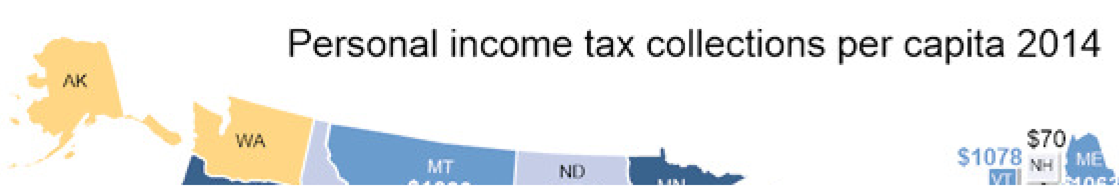
April is the time of the year when personal income taxes enter the pu individuals concern themselves with meeting the filing deadline, polic revenue projections will meet actual revenue collections.

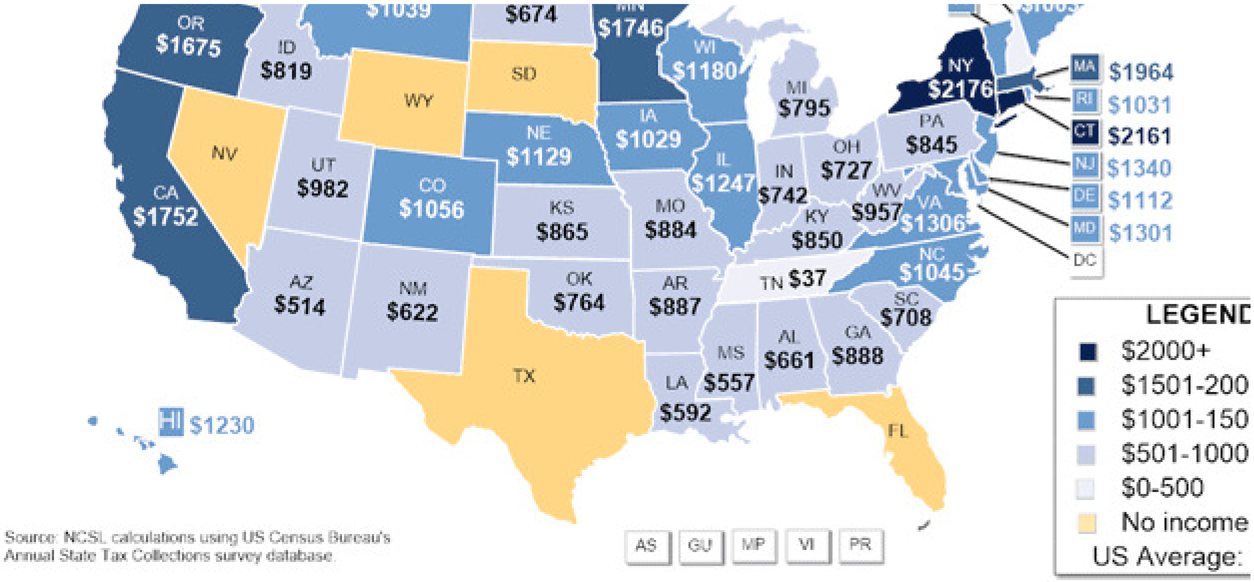
This article presents overview data on state personal income taxes (I income tax collections of states in 2014, the most recent complete ye state revenue that personal income taxes comprise, as well as the gr 1994-2014.

Personal Income Tax Collections Per Capita

In 2014, states collected more than $310 billion in personal income taxes. However, the amount of tax cc Dakota, Texas, Washington, and Wyoming—do not have a personal income tax.

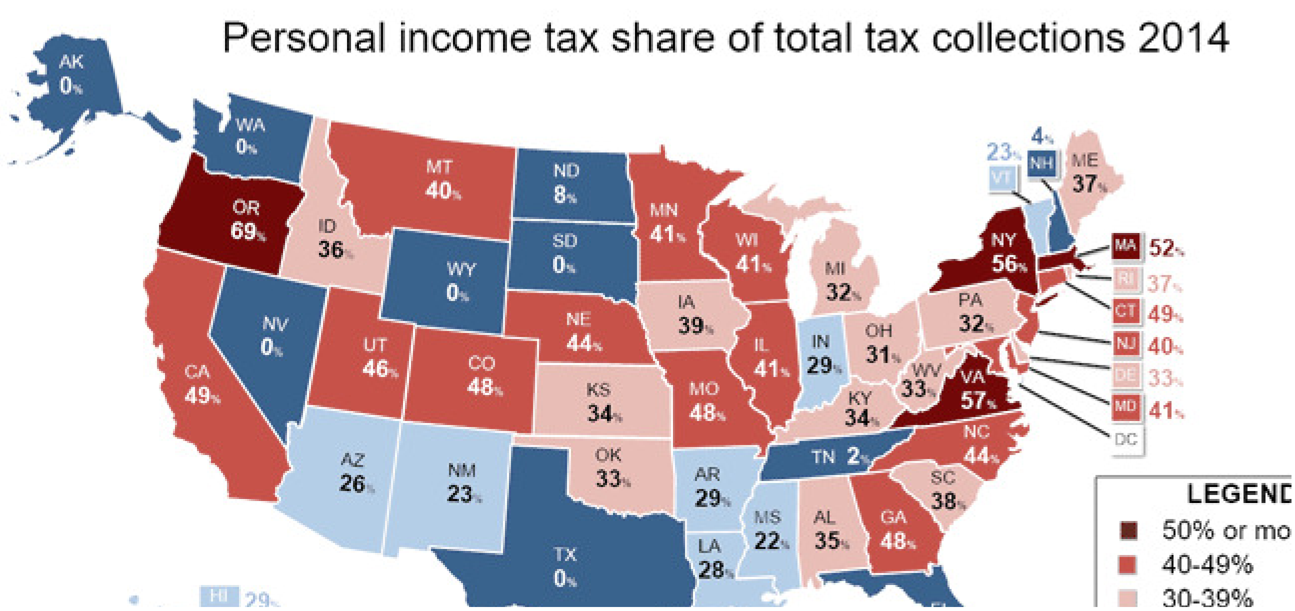
Among states that do collect a personal income tax, Tennessee and New Hampshire collect the lowest a only collect PIT on interest and dividend income. New York collects the most PIT per capita, at $2,176, w $1100 of PIT per capita. See the map below for a full data visualization of PIT collections per capita in 20

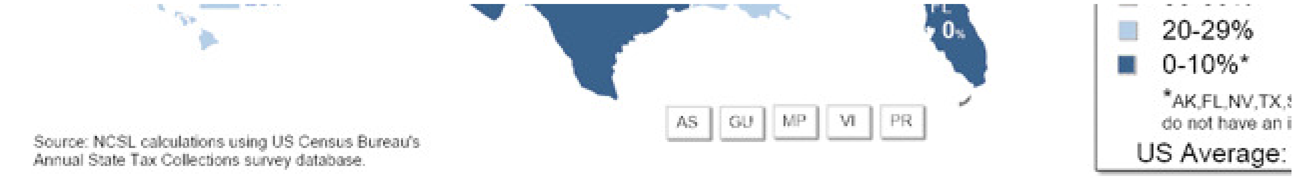




States' Reliance on Personal Income Tax Collections

Just as states vary in the amount of personal income tax that they collect, each state's reliance on the PI collections that came from the PIT in 2014 by state. Oregon, which does not have a sales tax, received 6 New York and Virginia all get more than half of tax collections from the PIT. New Hampshire and Teness PIT because each only taxes dividends and interest income.



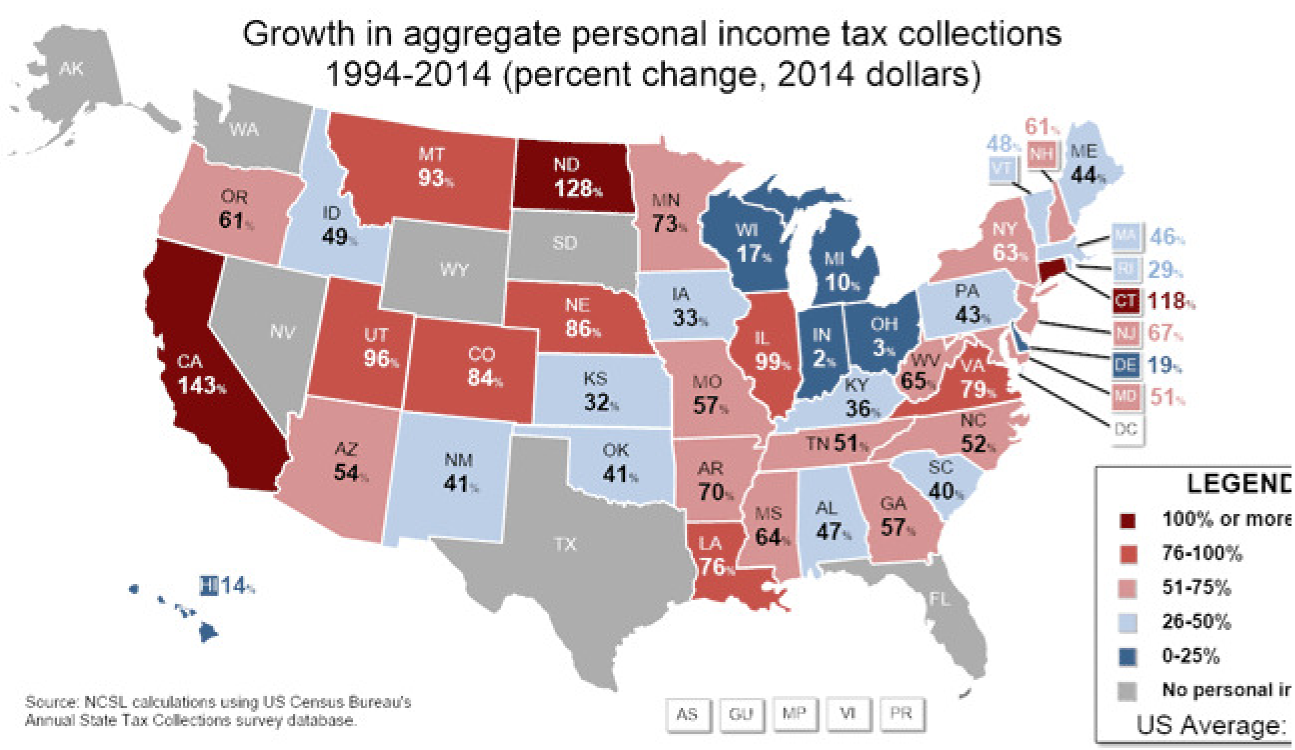


Growth in Personal Income Tax Collections

Aggregate personal income tax collections increased in all states fro However, the magnitude of change varies widely. The map below pr states between 1994 and 2014 in inflation-adjusted dollars.

In real terms, California's PIT collections have grown the most—over have also more than doubled their PIT collections over the 20 years. experienced just two and three percent growth in PIT collections in re also realized less than 15 percent growth in their PIT collections. Chan

Policy changes in the structure, rates, and base of PIT laws have affected collections. So too have relati



Additional Resources

- NCSL Blog - History of income tax in the US
- Income tax checkoff contributions
- Rockefeller Institute - State and Local Finances