

# State Individual Income Tax Comparisons for 2012



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## State Individual Income Tax Comparisons for 2012

### Findings

- The average South Carolina tax return reported \$49,802 in federal adjusted gross income in 2012, equaling 79.5% of the national average of \$62,645. See Table 1.
- In 2012, 81.5% of South Carolina taxpayers reported federal adjusted income of less than \$50,000. Internal Revenue Service data report that only five states had a higher percentage of taxpayers in this income range. See Figure 2.
- We calculate South Carolina's average effective tax rate for 2012 at 2.99%. This effective rate is calculated using state and local income tax collections divided by federal adjusted gross income and ranks South Carolina thirty-second of the forty-one states imposing an individual income tax. Only nine states' tax collections are a smaller percentage of their federal adjusted gross income compared to South Carolina. See Figure 4.
- The varying amounts of standard deductions and personal exemptions allowed by the states are one reason for South Carolina's comparatively low average effective tax rate. For 2014, a family of four filing a joint return in South Carolina is allowed a \$12,400 standard deduction and four \$3,950 personal exemptions. In addition, the first \$2,880 is not taxed in South Carolina, resulting in a total of \$31,080 not subject to tax. These deductions are the third highest nationwide. See Figures 5 and 6.
- Tax rates are a second major factor impacting tax liabilities. Twelve states impose a marginal tax rate that exceeds South Carolina's 7% top rate. One state, Arkansas, imposes the same 7% top tax rate. All thirteen of these states have a higher effective tax rate than South Carolina. See Table 2.
- Of the twenty-seven states with a maximum marginal rate below South Carolina's, eighteen have a higher effective tax rate. South Carolina's higher standard deductions and personal exemptions more than offset the benefits of the lower maximum marginal tax rates in the nineteen states. See Table 3.
- Standard comparisons ranking state and local individual income tax revenue by population and as a percentage of personal income support the finding that South Carolina has a relatively low state income tax burden. On average, South Carolina residents paid \$656 in individual income tax per person in tax year 2012, which ranks South Carolina thirty-fifth out of the 41 states. State and local income tax revenue as a percentage of personal income for tax year 2012 amounts to 1.9% of total personal income, which ranks the state thirty-fourth. See Tables 5 and 6.

# State Individual Income Tax Comparisons for 2012

## Purpose

This updated report compares South Carolina's income tax system to the forty other states that also impose this tax. This is the latest report in the series that began in 2005 that computes an average effective income tax rate for each state using census data on state and local income tax collections and federal adjusted gross income (AGI) from the Internal Revenue Service.

South Carolina and forty other states impose an individual income tax. Two more states, New Hampshire and Tennessee, tax only dividend and interest income. Seven states, Alaska, Florida, Nevada, South Dakota, Texas, Washington, and Wyoming, do not impose an individual income tax. This report compares the South Carolina income tax system to the other forty states for three major categories. First, we analyze our taxpayers' distribution of income relative to other states. We then compare actual state income tax collections to federal AGI to calculate an average effective tax rate for each state. This measure of taxpayer burden indicates that South Carolina's 2.99% average effective individual income tax rate ranks the state thirty-second. Finally, we compare the average effective tax rate rankings to standard per capita and percentage of income measures of income tax burden. Our findings, consistent with previous reports, suggest that South Carolina taxpayers have lower income compared to other states based on federal AGI comparisons and have a relatively low state income tax burden, the tenth lowest of the forty-one states for tax year 2012. The data and analysis supporting these findings are discussed below.

## **Income Distribution Comparison**

This report analyzes the distribution of income across the states, a major determinate of the magnitude of state revenue collections. As seen in Table 1, the average South Carolina tax return reported \$49,802 in federal AGI per return in 2012 compared to the national average of \$62,645<sup>1</sup>. South Carolina's average AGI comprises 79.5% of the United States average and ranks South Carolina forty-fifth out of the 50 states. Only five states report a lower federal AGI per return than South Carolina.

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<sup>1</sup> Information on 2012 federal income, deductions, exemptions, and taxpayer liabilities for each state were obtained from the Statistics of Income Division of the Internal Revenue Service at <http://www.irs.gov/uac/SOI-Tax-Stats-Historic-Table-2>.

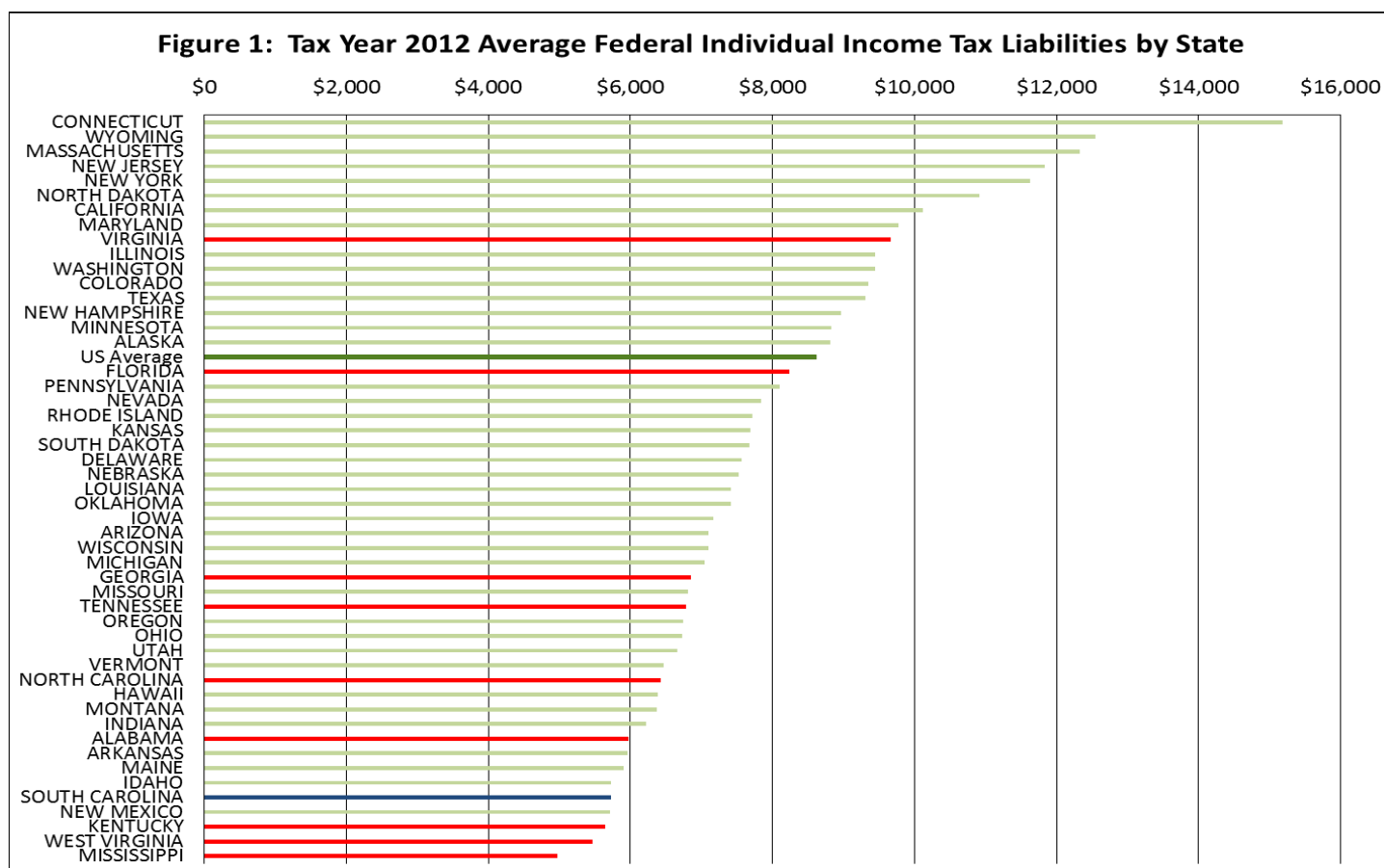
South Carolina taxpayers report considerably less salary and wages, interest and dividends, business or professional net income, partnership or S-corporation income, and net capital gain income per return than the average nationwide. However, South Carolina tax returns do report higher than average individual retirement distributions, pensions, and social security benefits.

**Table 1:**  
**Major Components of US and SC Federal Adjusted Gross Income for Tax Year 2012**

<b>AVERAGE PER RETURN</b>	<b>UNITED STATES</b>	<b>SOUTH CAROLINA</b>	<b>SC Percentage of US</b>
Adjusted gross income (AGI) Rank (1 is highest)	\$62,645	\$49,802 45	79.5%
Salaries and wages in AGI State Rank (1 is highest)	\$43,463	\$35,245 44	81.1%
Taxable interest State Rank (1 is highest)	\$768	\$430 48	56.0%
Ordinary dividends State Rank (1 is highest)	\$1,769	\$1,187 39	67.1%
Qualified dividends State Rank (1 is highest)	\$1,385	\$942 39	68.0%
Business or profession net income State Rank (1 is highest)	\$2,134	\$1,409 48	66.0%
Net capital gain (less loss) in AGI State Rank (1 is highest)	\$4,208	\$2,132 42	50.7%
Taxable individual retirement distributions State Rank (1 is highest)	\$1,588	\$1,627 17	102.5%
Taxable pensions and annuities in AGI State Rank (1 is highest)	\$4,171	\$4,539 13	108.8%
Unemployment compensation State Rank (1 is highest)	\$486	\$346 34	71.2%
Taxable social security benefits in AGI State Rank (1 is highest)	\$1,530	\$1,717 12	112.2%
Partnership/S-corp net income (less loss) State Rank (1 is highest)	\$3,690	\$2,263 44	61.3%
Individual retirement arrangement payments State Rank (1 is highest)	\$78	\$61 45	77.6%
Taxable income State Rank (1 is highest)	\$44,089	\$32,475 47	73.7%
Total tax liability State Rank (1 is highest)	\$8,619	\$5,724 46	66.4%

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by the South Carolina Revenue and Fiscal Affairs Office.

After standard or itemized deductions and personal exemptions, South Carolina taxpayers reported an average of \$32,475 in federal taxable income and remitted an average of \$5,724 in federal taxes per return for 2012. These average taxable income and tax liability amounts rank South Carolina taxpayers forty-seventh and forty-sixth, respectively in the nation for 2012.<sup>2</sup> As a consequence of the lower than average income components, South Carolina's taxable income comprises only 73.7% of US average taxable income and 66.4% of the average US federal tax liability. As seen in Figure 1, South Carolina's \$5,724 average federal tax liability is ranked 46<sup>th</sup> with only four states with a lower average federal tax liability. For all figures in this report, the southeastern states are indicated by red bars, the US average is indicated by a dark green bar, and South Carolina is highlighted by a blue bar.

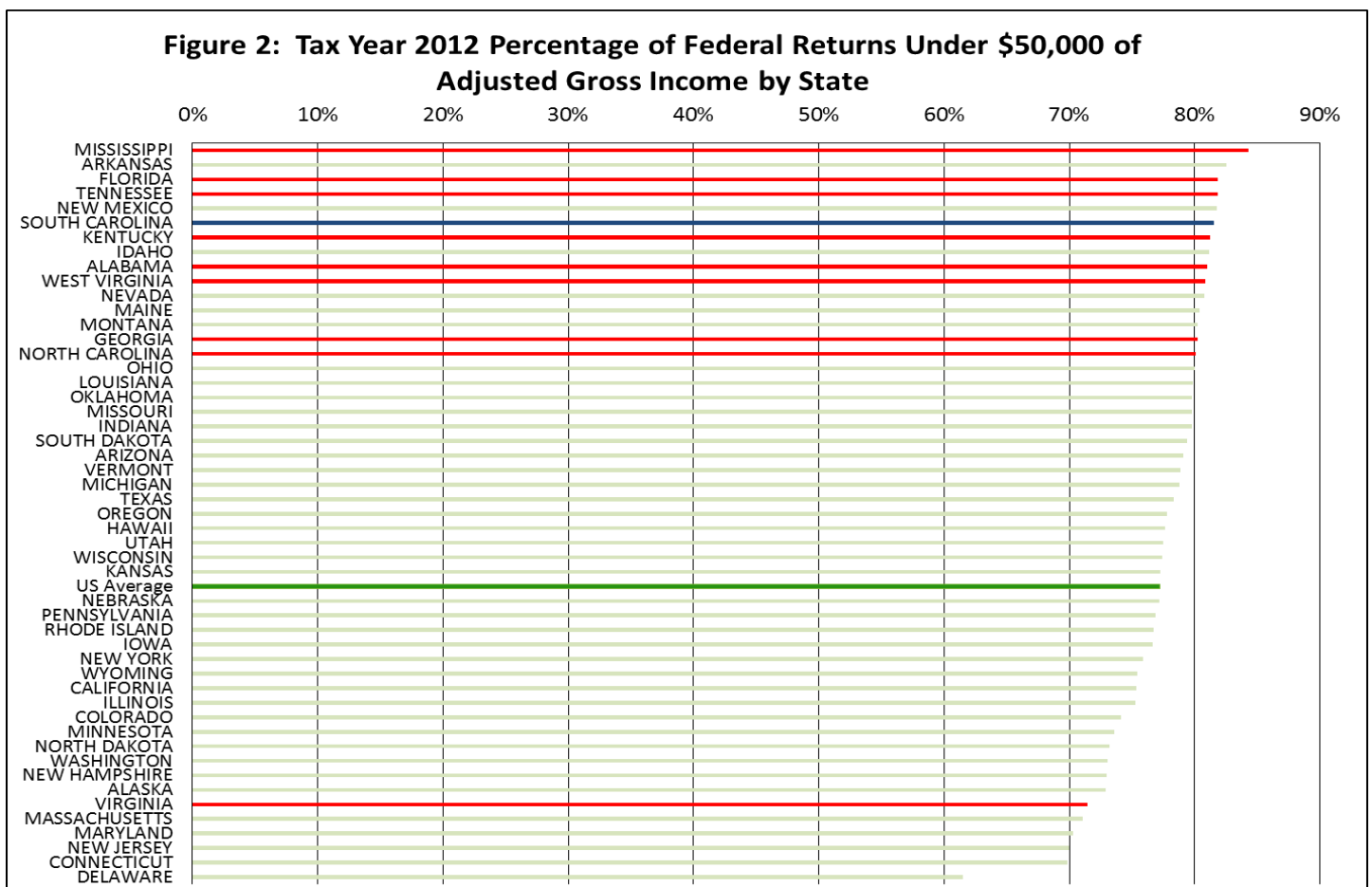


Source: Internal Revenue Service, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by the South Carolina Revenue and Fiscal Affairs Office.

<sup>2</sup> Tax liabilities include tax recaptured from prior-year credits. The amount of recaptured tax will vary each year and result in the small difference in the state rankings for taxable income and income tax liabilities.

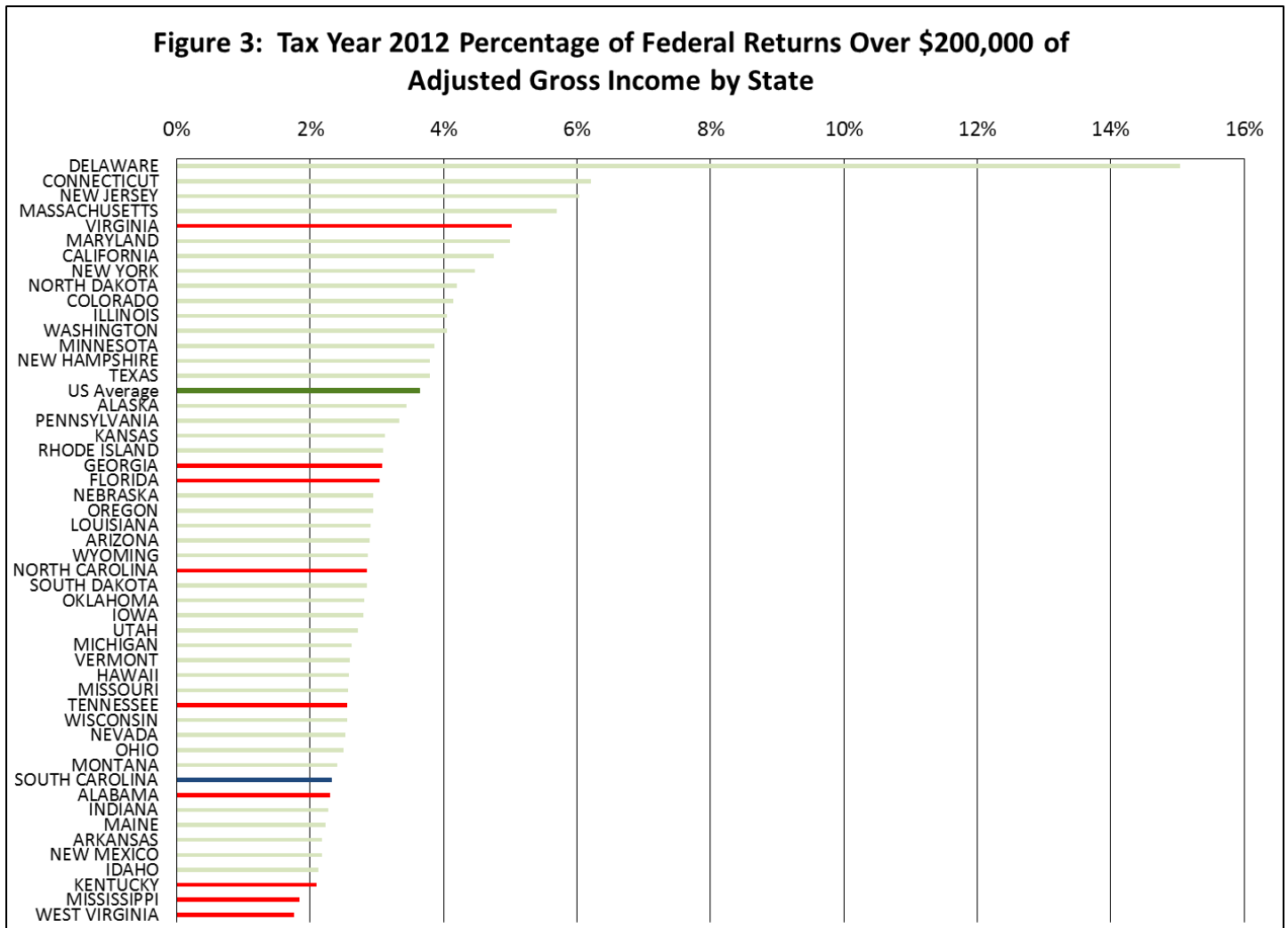
Detailed comparisons to all fifty states' average federal adjusted gross income components for 2012, the latest available data published by the Internal Revenue Service, are presented in Appendix Table 1. Details on the average salary and wages, dividends, business income, capital gains, retirement income, unemployment compensation, and taxes paid by state per return along with state rankings for each category are presented.

In addition, the distribution of income reported on federal tax returns indicates that 81.5% of all South Carolina tax returns reported adjusted gross incomes below \$50,000 in 2012. See Figure 2. This ranks South Carolina sixth highest in the percentage of taxpayers reporting less than \$50,000 of AGI. Only five other states reported a higher percentage of returns in this income category. The state with the lowest percentage of tax returns with less than \$50,000 of AGI was Delaware at 61.5%. These percentages compare to the national average of 77.2% percent of returns with less than \$50,000 of AGI.



Source: Internal Revenue Service, Statistics of Income Division, Individual Master File System, December 2013.  
 Calculations by the South Carolina Revenue and Fiscal Affairs Office.

Conversely, the state with the highest percentage of tax returns with AGI's exceeding \$200,000 in 2012 was Delaware at 15%. As shown in Figure 3, this comparison greatly exceeds the 2.3% of South Carolina returns with AGI exceeding \$200,000. Only nine other states reported a lower percentage of returns with AGI exceeding \$200,000 than South Carolina. In summary, these comparisons of federal AGI components and income distributions per return reflect that South Carolina taxpayers have lower incomes than the national average.



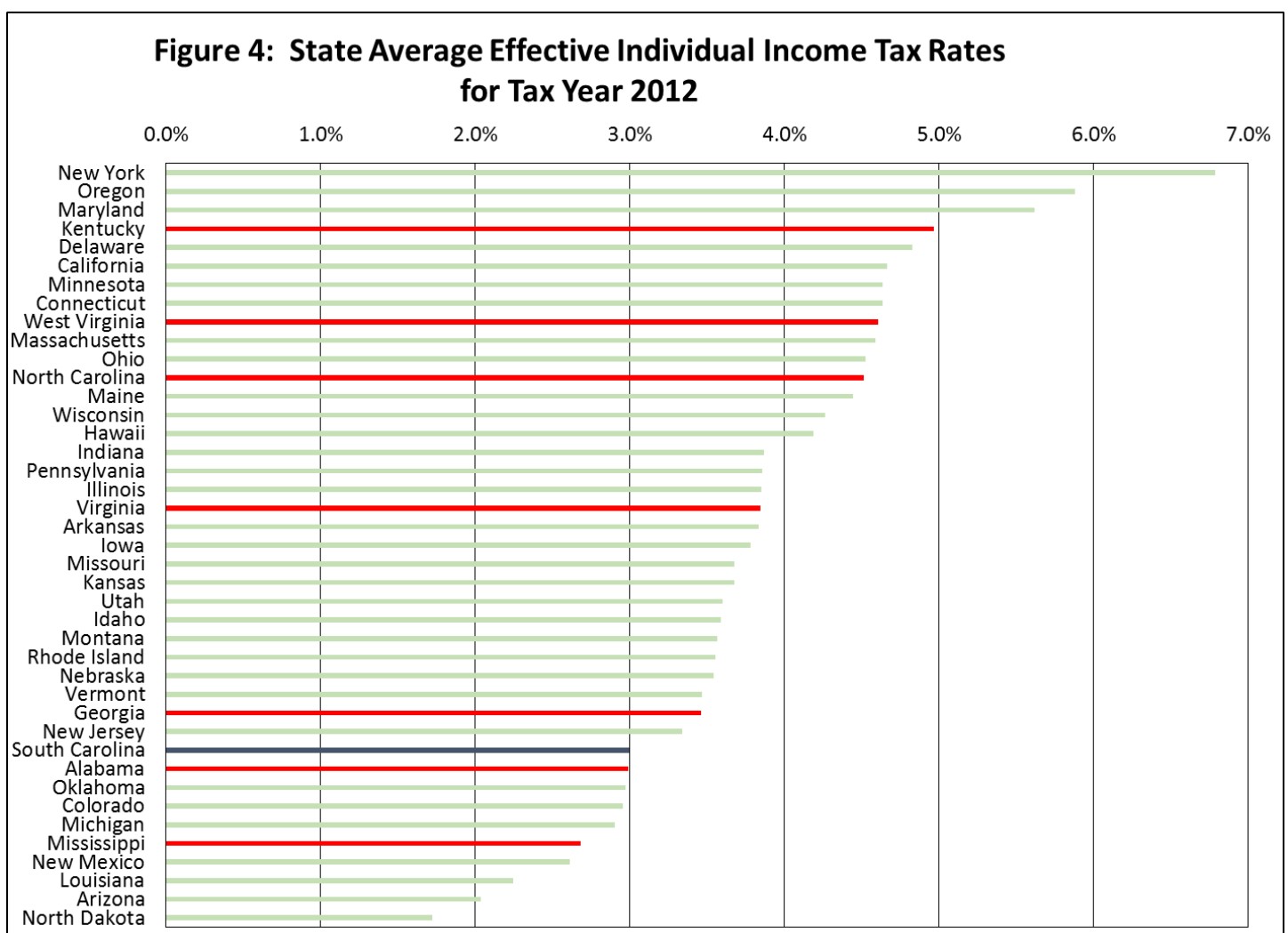
Source: Internal Revenue Service, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by the South Carolina Revenue and Fiscal Affairs Office.

### Average Effective Tax Rate Comparison

We then compare actual state individual income tax collections from FY 2011-12 to federal AGI from 2012 to determine an average effective tax rate for each state. This



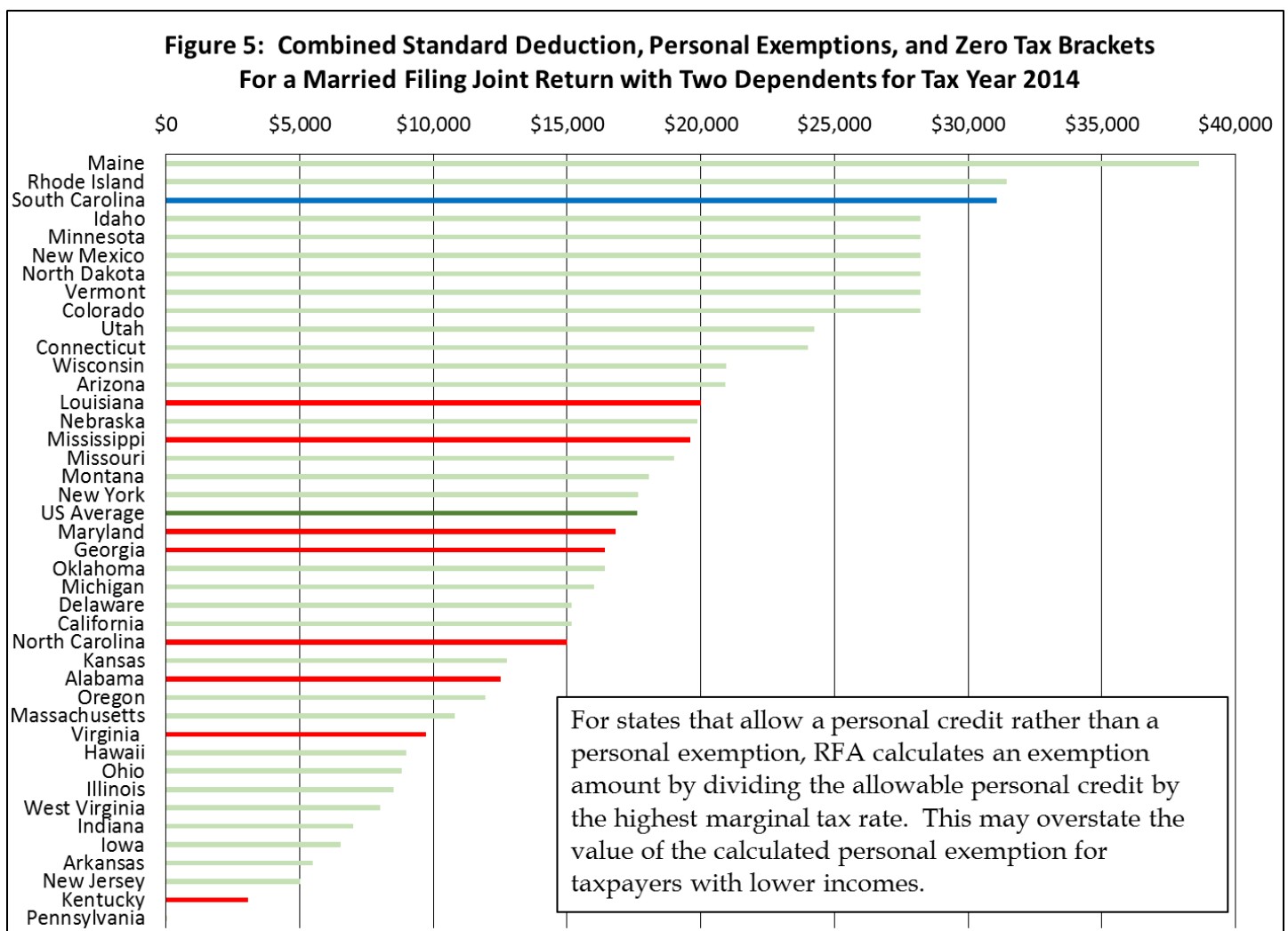
percentage reported in Figure 4 and in Appendix Table 2 is calculated as the amount of state and local income tax revenue as a percentage of federal adjusted gross income. South Carolina's individual income tax collections of \$3,096,834,000 in FY 2011-12, as reported by the US Census Bureau, divided by the state's \$103,453,955,000 in total federal adjusted gross income, as reported by the Internal Revenue Service, results in a 2.99% average effective tax rate. This ranks South Carolina thirty-second of the forty-one states imposing an individual income tax. This calculation indicates that only nine states' individual income tax collections represent a smaller burden on their taxpayers than South Carolina's 2.99% average effective tax rate. The highest average effective tax rate was 6.79% in New York and the lowest was North Dakota at 1.72%.



Sources: State and Local Government Finances by Level of Government and by State: 2012, US Census Bureau and Internal Revenue Service, Statistics of Income Division, Individual Master File System, December 2013. Calculations by the South Carolina Revenue and Fiscal Affairs Office.



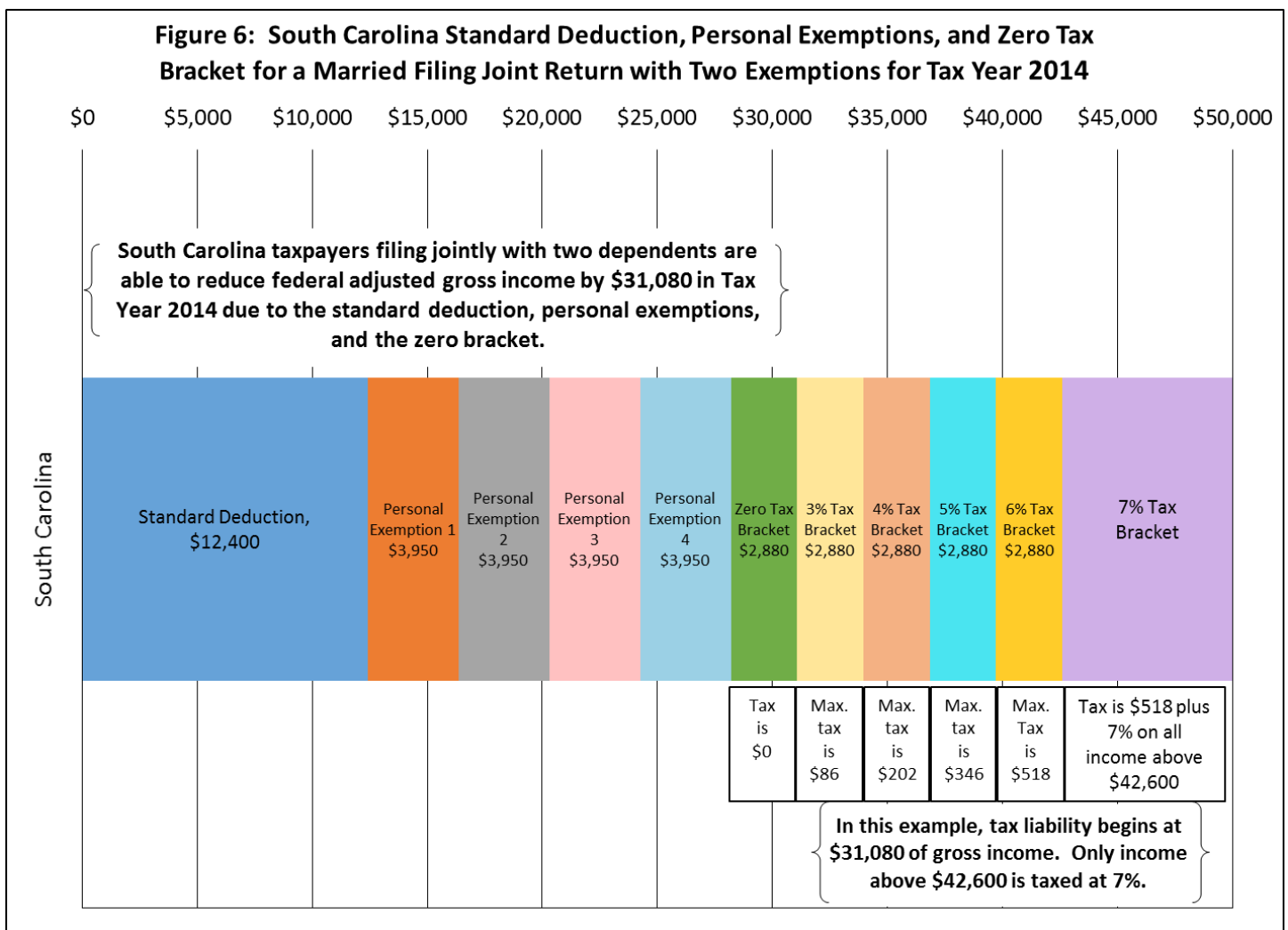
**Subtractions from AGI and Effective Tax Rates.** Most states' tax systems are based on federal adjusted gross income or federal taxable income. Also most states, like South Carolina, allow taxpayers to subtract itemized or standard deductions and personal exemptions to determine taxable income. Through comparing the deductions, exemptions, and tax rates imposed by the other states, we determined that one important reason why South Carolina's average effective tax rate is relatively low is the substantial amount of the standard deductions and personal exemptions allowed by the state. These subtractions from AGI greatly impact final tax liabilities, and South Carolina's standard deductions and personal exemptions are among the highest in the nation.



Source: Information on deductions, exemptions, and tax brackets for each state were obtained from 2014 state tax forms.

For example, a South Carolina family filing a joint return with two children in tax year 2014 is allowed a \$12,400 standard deduction and four \$3,950 personal exemptions.

In addition, the first \$2,880 of taxable income is not subject to tax. Combining the standard deduction, personal exemptions, and zero tax bracket results in a \$31,080 reduction from AGI for this typical family. As seen in Figure 5, this is the third largest reduction allowed nationwide in 2014 and is much higher than the national average of \$17,616. This figure may also overstate the gross income deductions for states that limit their personal exemptions or standard deductions for taxpayers at with AGI that exceed a state specific threshold. For example, Alabama’s personal exemption of \$1,000 for taxpayers with state AGI of \$20,000 or less is reduced to \$500 for taxpayers above \$20,000 but below \$100,000. The Alabama personal exemption is further reduced to \$300 for taxpayers with AGI over \$100,000. Other states that limit personal exemptions or standard deductions include Hawaii, Maryland, Montana, Oregon, Rhode Island, Utah, and Wisconsin.



Source: South Carolina individual income tax form. Calculations by the South Carolina Revenue and Fiscal Affairs Office.

Figure 6 highlights these South Carolina specific subtractions and shows the maximum tax paid on any additional taxable income for a family of four. Until \$31,080 in gross income is exceeded, this family would pay no South Carolina income tax. For any additional income, the next \$2,880, or \$33,960 in total income, results in a maximum tax of \$86. The next additional \$2,880 in income is taxed at 4% and results in a maximum tax of \$202. Only when this family's income reaches \$42,600 will the 7% maximum tax rate apply. The family's tax liability at this point is \$518 plus 7% of all income above the \$42,600 threshold.

**Table 2: States with Highest Marginal Tax Rates at or Above South Carolina's 7% Top Rate for Tax Year 2012**

State	Highest Marginal Tax Rate	Taxable Income where Highest Tax Rate is Imposed	Average Effective Tax Rate	Rank
New York	8.82%	\$1,000,000 s \$2,000,000 m	6.79%	1
Oregon	9.90%	\$125,000 s \$250,000 m	5.88%	2
California	10.30%	\$1,000,000	4.66%	6
Minnesota	7.85%	\$77,730 s \$137,430 m	4.64%	7
North Carolina	7.75%	\$60,000 s \$100,000 m	4.51%	12
Maine	8.50%	\$20,350 s \$40,700 m	4.45%	13
Wisconsin	7.75%	\$232,660 s \$310,210 m	4.26%	14
Hawaii	11.00%	\$200,000 s \$400,000 m	4.19%	15
Arkansas	7.00%	\$34,000	3.83%	20
Iowa	8.98%	\$66,105	3.78%	21
Idaho	7.40%	\$10,350 s \$20,700 m	3.59%	25
Vermont	8.95%	\$388,350	3.47%	29
New Jersey	8.97%	\$500,000	3.34%	31
South Carolina	7.00%	\$14,000	2.99%	32

Source: Tax rate and brackets for each state were obtained from 2012 state tax forms. Data compiled by the South Carolina Revenue and Fiscal Affairs Office.

**Tax Rates.** The tax rates imposed by states also help determine taxpayer liability and effective tax rates. The states with the highest marginal rates are listed in Table 2 above and are ranked by average effective tax rate. Even though South Carolina imposes a 7% top marginal rate, the state's average effective tax rate of 2.99% suggests that the overall individual income tax burden is not reflective of the top marginal rate.

A total of twelve states impose a maximum marginal rate that exceeds South Carolina's 7% top marginal rate, and Arkansas has the same 7% top rate as South Carolina. All of these states, including Arkansas, have a higher effective tax rate than South Carolina's 2.99%. We found that Hawaii and California impose the highest marginal tax rates among the forty-one states at 11% and 10.3%, respectively. Hawaii's top rate is imposed on taxable income above \$200,000 for single taxpayers and \$400,000 for joint filers. California's top rate applies to income above \$1,000,000 for all taxpayers.

However, it is not the case that all states with marginal tax rates lower than South Carolina's top 7% bracket impose a smaller income tax burden on their taxpayers. Twenty-seven states impose a maximum marginal rate that is lower than South Carolina's top rate. These states listed in Table 3 below are ranked by their average effective tax rates. Eighteen of these states have a higher effective tax rate than South Carolina, even with top marginal rates that are lower than South Carolina's highest marginal rate of 7%. For example, Kentucky's highest marginal rate is 6%, and that tax rate applies to taxable income above \$75,000. However, Kentucky's standard deductions and personal exemptions are considerably lower compared to South Carolina. See Figure 5. This results in a 4.97% average effective tax rate, ranked fourth nationwide compared to South Carolina's thirty-second ranking. In general, South Carolina's relatively low tax burden compared to other states, even with a higher top marginal rate, occurs because of differences in the personal exemptions, standard deductions, and tax bracket income ranges implemented by the states. As discussed earlier, our high standard deductions and personal exemptions allow South Carolina taxpayers to avoid paying tax on a significant portion of their gross incomes.

Another contributing factor is the taxable income amount at which the maximum tax rate is imposed. For example, Georgia taxpayers pay the top rate of 6% beginning at \$7,000 of taxable income for single filers and \$10,000 for married taxpayers. Georgia's tax bracket structure and their lower standard deductions and personal exemptions result in a much higher average effective tax rate than South Carolina despite their 1% lower top marginal tax rate.

**Table 3: States with Highest Marginal Tax Rates Below  
South Carolina's 7% Top Rate for Tax Year 2012**

<b>State</b>	<b>Highest Marginal Tax Rate</b>	<b>Taxable Income where Highest Tax Rate is Imposed</b>	<b>Average Effective Tax Rate</b>	<b>Rank</b>
Maryland	5.75%	\$250,000 s \$300,000 m	5.62%	3
Kentucky	6.00%	\$75,000	4.97%	4
Delaware	6.75%	\$60,000	4.83%	5
Connecticut	6.70%	\$250,000 s \$500,000 m	4.63%	8
West Virginia	6.50%	\$60,000	4.61%	9
Massachusetts	5.25%	\$1	4.59%	10
Ohio	5.93%	\$204,200	4.52%	11
Indiana	3.40%	\$1	3.87%	16
Pennsylvania	3.07%	\$1	3.86%	17
Illinois	5.00%	\$1	3.85%	18
Virginia	5.75%	\$17,000	3.84%	19
Missouri	6.00%	\$9,000	3.67%	22
Kansas	6.45%	\$30,000 s \$60,000 m	3.67%	23
Utah	5.00%	\$1	3.60%	24
Montana	6.90%	\$16,000	3.57%	26
Rhode Island	5.99%	\$129,900	3.56%	27
Nebraska	6.84%	\$27,000 s \$54,000 m	3.54%	28
Georgia	6.00%	\$7,000 s \$10,000 m	3.46%	30
<b>South Carolina</b>	<b>7.00%</b>	<b>\$14,000</b>	<b>2.99%</b>	<b>32</b>
Alabama	5.00%	\$3,000 s \$6,000 m	2.99%	33
Oklahoma	5.25%	\$8,700 s \$15,000 m	2.97%	34
Colorado	4.63%	\$1	2.96%	35
Michigan	4.35%	\$1	2.90%	36
Mississippi	5.00%	\$10,000	2.68%	37
New Mexico	4.90%	\$16,000 s \$24,000 m	2.61%	38
Louisiana	6.00%	\$50,000 s \$100,000 m	2.24%	39
Arizona	4.54%	\$150,000 s \$300,000 m	2.04%	40
North Dakota	3.99%	\$388,350	1.72%	41

Source: Tax rate and brackets for each state were obtained from 2012 state tax forms. Data compiled by the South Carolina Revenue and Fiscal Affairs Office.

South Carolina's average effective tax rate is lower than five of the seven states that impose a flat tax at rates well below South Carolina's highest marginal rate of 7%. See Table 4 below. Colorado imposes a 4.63% flat tax on taxable income, but its average effective tax rate is 2.96%, which ranks them thirty-fifth nationwide. This low average effective tax rate is partially the result of relatively high standard deductions and personal exemptions that are just slightly below the amounts allowed by South Carolina. See Figure 5. Flat tax states, including Massachusetts at 5.25%, Indiana at 3.4%, Pennsylvania at 3.07%, Illinois at 5%, and Utah at 5%, all have average effective tax rates higher than South Carolina, while imposing a flat rate well below South Carolina's highest marginal rate of 7%.

**Table 4: States with Flat Tax Rates and South Carolina for Tax Year 2012**

State	Tax Rate	Taxable Income where Highest Tax Rate is Imposed	Average Effective Tax Rate	Rank
Massachusetts	5.25%	\$1	4.59%	10
Indiana	3.40%	\$1	3.87%	16
Pennsylvania	3.07%	\$1	3.86%	17
Illinois	5.00%	\$1	3.85%	18
Utah	5.00%	\$1	3.60%	24
<b>South Carolina</b>	<b>7.00%</b>	<b>\$14,000</b>	<b>2.99%</b>	<b>32</b>
Colorado	4.63%	\$1	2.96%	35
Michigan	4.35%	\$1	2.90%	36

Source: Tax rate and brackets for each state were obtained from 2012 state tax forms.

Data compiled by the South Carolina Revenue and Fiscal Affairs Office.

### Per Capita and Percentage of Personal Income Comparisons

This report's major finding that South Carolina has a relatively low state income tax burden is supported by standard comparisons ranking state and local individual income tax revenue by population and as a percentage of personal income rankings. These comparisons in the two tables below report similar results to the average effective tax rate calculations in this report. Table 5 shows that, on average, South Carolina residents paid \$656 in individual income tax per person in tax year 2012. This income tax burden ranks South Carolina thirty-fifth out of the 41 states with only six states reporting a lower per person tax burden. Table 6 reports state and local income tax revenue as a percentage of personal income for tax year 2012. South Carolina taxpayers' individual income taxes amount to 1.9% of total personal income, which ranks the state thirty-fourth.

Standard comparisons reporting per capita individual income tax revenue collections or income tax collections as a percentage of total personal income are useful, but can be misleading. One problem with per capita comparisons is that not everyone pays individual income taxes, especially children who represent a large segment of the population. Total personal income is overly comprehensive as an income measure. It includes non-taxable transfers like Medicare, Medicaid, imputed income, and income from nonprofit organizations that serve families. We focus on federal AGI for the average effective tax rate comparisons because this measure of income is consistent across all states and is more appropriate for income tax comparisons. However, all measures consistently find that the South Carolina individual income tax burden is one of the lowest in the nation compared to the forty-one states imposing this tax.



**Table 5: Per Capital State and Local Individual Income Tax  
Revenue for Tax Year 2012**

(Numbers in Thousands)

State and Ranking		State and Local Individual Income Tax Revenue	State Population	Per Capita State and Local Individual Income Tax Collections
1	New York	47,492,336	19,607,140	\$ 2,422
2	Connecticut	7,371,189	3,594,362	\$ 2,051
3	Maryland	11,477,575	5,891,819	\$ 1,948
4	Massachusetts	11,954,838	6,655,829	\$ 1,796
5	Oregon	5,826,002	3,898,684	\$ 1,494
6	Minnesota	7,988,084	5,380,615	\$ 1,485
7	California	55,024,435	38,062,780	\$ 1,446
8	Delaware	1,248,596	916,881	\$ 1,362
9	New Jersey	11,128,418	8,876,000	\$ 1,254
10	Virginia	10,216,148	8,193,422	\$ 1,247
11	Illinois	15,512,310	12,873,763	\$ 1,205
12	Wisconsin	6,762,399	5,724,888	\$ 1,181
13	Ohio	13,428,718	11,550,901	\$ 1,163
14	Pennsylvania	14,312,266	12,770,043	\$ 1,121
15	Hawaii	1,540,746	1,392,766	\$ 1,106
16	Maine	1,441,926	1,328,592	\$ 1,085
17	North Carolina	10,383,796	9,748,181	\$ 1,065
18	Kentucky	4,637,599	4,383,465	\$ 1,058
19	Rhode Island	1,080,801	1,052,637	\$ 1,027
20	Iowa	3,126,638	3,075,935	\$ 1,016
21	Kansas	2,893,587	2,885,966	\$ 1,003
22	Nebraska	1,838,344	1,855,487	\$ 991
23	Vermont	598,450	626,138	\$ 956
24	West Virginia	1,755,746	1,856,313	\$ 946
25	Colorado	4,875,627	5,191,709	\$ 939
26	Indiana	6,097,513	6,537,632	\$ 933
27	Missouri	5,452,827	6,025,281	\$ 905
28	Montana	900,180	1,005,163	\$ 896
29	Utah	2,466,495	2,855,194	\$ 864
30	Georgia	8,142,371	9,919,000	\$ 821
31	Arkansas	2,401,902	2,949,300	\$ 814
32	Idaho	1,213,335	1,595,590	\$ 760
33	Michigan	7,346,645	9,884,781	\$ 743
34	Oklahoma	2,774,376	3,817,059	\$ 727
35	South Carolina	3,096,834	4,722,621	\$ 656
36	Alabama	3,118,392	4,817,484	\$ 647
37	North Dakota	432,527	701,705	\$ 616
38	New Mexico	1,150,468	2,084,594	\$ 552
39	Louisiana	2,474,606	4,604,744	\$ 537
40	Mississippi	1,501,267	2,986,137	\$ 503
41	Arizona	3,093,904	6,556,236	\$ 472

Sources: US Census Bureau, State and Local Government Finances by Level of Government and by State: 2012. US Census Bureau, Population Division, December 2014 (NST\_EST2014\_01).  
Calculations by the South Carolina Revenue and Fiscal Affairs Office.

**Table 6: State and Local Individual Income Tax Revenue as a Percentage of State Personal Income for Tax Year 2012**

(Numbers in Thousands)

State and Ranking		State and Local Individual Income Tax Collections	State Personal Income	Percentage of State Personal Income
1	New York	47,492,336	1,059,053,137	4.5%
2	Oregon	5,826,002	153,097,493	3.8%
3	Maryland	11,477,575	315,775,620	3.6%
4	Connecticut	7,371,189	216,308,449	3.4%
5	Massachusetts	11,954,838	376,874,198	3.2%
6	Minnesota	7,988,084	254,870,154	3.1%
7	Delaware	1,248,596	40,378,899	3.1%
8	California	55,024,435	1,805,193,769	3.0%
9	Kentucky	4,637,599	157,043,042	3.0%
10	Ohio	13,428,718	464,780,129	2.9%
11	Wisconsin	6,762,399	243,147,894	2.8%
12	North Carolina	10,383,796	375,683,370	2.8%
13	Maine	1,441,926	52,957,962	2.7%
14	West Virginia	1,755,746	65,244,567	2.7%
15	Illinois	15,512,310	592,056,538	2.6%
16	Virginia	10,216,148	398,811,659	2.6%
17	Hawaii	1,540,746	61,967,663	2.5%
18	Pennsylvania	14,312,266	581,771,707	2.5%
19	Indiana	6,097,513	249,326,268	2.4%
20	Utah	2,466,495	102,464,241	2.4%
21	Kansas	2,893,587	125,167,639	2.3%
22	Iowa	3,126,638	135,345,650	2.3%
23	Montana	900,180	39,357,161	2.3%
24	New Jersey	11,128,418	487,127,416	2.3%
25	Missouri	5,452,827	240,578,337	2.3%
26	Arkansas	2,401,902	107,443,010	2.2%
27	Rhode Island	1,080,801	48,584,164	2.2%
28	Georgia	8,142,371	369,149,416	2.2%
29	Idaho	1,213,335	56,071,934	2.2%
30	Nebraska	1,838,344	85,187,389	2.2%
31	Vermont	598,450	27,818,999	2.2%
32	Colorado	4,875,627	240,349,703	2.0%
33	Michigan	7,346,645	381,314,253	1.9%
34	South Carolina	3,096,834	166,958,682	1.9%
35	Alabama	3,118,392	173,149,657	1.8%
36	Oklahoma	2,774,376	157,970,566	1.8%
37	New Mexico	1,150,468	74,601,613	1.5%
38	Mississippi	1,501,267	99,885,857	1.5%
39	Louisiana	2,474,606	186,923,116	1.3%
40	Arizona	3,093,904	239,929,270	1.3%
41	North Dakota	432,527	39,493,019	1.1%

Sources: US Census Bureau, State and Local Government Finances by Level of Government and by State: 2012. US Department of Commerce, Bureau of Economic Analysis, 2012. Calculations by the South Carolina Revenue and Fiscal Affairs Office.

# **APPENDIX**

## **Appendix Table 1:**

### **Major Components of Federal Adjusted Gross Income by State for Tax Year 2012**

**Pages 18 to 28**

## **Appendix Table 2:**

### **State Individual Income Average Effective Tax Rates for Tax Year 2012**

**Page 29**

# Major Components of Federal Adjusted Gross Appendix Table 1: Income by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	UNITED STATES	ALABAMA	ALASKA	ARIZONA	ARKANSAS
Number of returns	145,025,450	2,050,890	363,090	2,761,490	1,219,480
Adjusted gross income (AGI)	\$9,085,078,279	\$104,270,067	\$22,800,444	\$151,832,947	\$62,666,234
Average Per Return	\$62,645	\$50,841	\$62,796	\$54,982	\$51,388
Rank (1 is highest)		44	16	31	42
Salaries and wages in AGI	\$6,303,276,607	\$75,331,835	\$16,194,484	\$107,962,804	\$42,706,506
Average Per Return	\$43,463	\$36,731	\$44,602	\$39,096	\$35,020
State Rank (1 is highest)		39	14	26	45
Taxable interest	\$111,370,731	\$1,027,014	\$180,434	\$1,800,300	\$672,486
Average Per Return	\$768	\$501	\$497	\$652	\$551
State Rank (1 is highest)		41	42	25	35
Ordinary dividends	\$256,489,955	\$1,763,154	\$447,686	\$3,772,468	\$3,759,899
Average Per Return	\$1,769	\$860	\$1,233	\$1,366	\$3,083
State Rank (1 is highest)		48	36	28	3
Qualified dividend	\$200,835,811	\$1,382,388	\$354,365	\$2,805,707	\$3,553,081
Average Per Return	\$1,385	\$674	\$976	\$1,016	\$2,914
State Rank (1 is highest)		48	36	33	2
Business or profession net income	\$309,555,008	\$2,992,588	\$940,480	\$4,804,997	\$1,846,717
Average Per Return	\$2,134	\$1,459	\$2,590	\$1,740	\$1,514
State Rank (1 is highest)		44	7	27	42
Net capital gain (less loss) in AGI	\$610,338,742	\$3,822,141	\$785,466	\$7,167,657	\$3,050,202
Average Per Return	\$4,208	\$1,864	\$2,163	\$2,596	\$2,501
State Rank (1 is highest)		45	40	31	34
Taxable individual retirement distributions	\$230,308,309	\$2,547,408	\$439,179	\$5,151,221	\$1,428,711
Average Per Return	\$1,588	\$1,242	\$1,210	\$1,865	\$1,172
State Rank (1 is highest)		42	43	6	46
Taxable pensions and annuities in AGI	\$604,905,788	\$9,021,665	\$1,755,121	\$12,677,347	\$4,389,581
Average Per Return	\$4,171	\$4,399	\$4,834	\$4,591	\$3,600
State Rank (1 is highest)		17	7	11	41
Unemployment compensation	\$70,529,321	\$501,047	\$245,256	\$822,639	\$465,313
Average Per Return	\$486	\$244	\$675	\$298	\$382
State Rank (1 is highest)		44	8	40	29
Taxable social security benefits in AGI	\$221,888,250	\$3,111,546	\$414,585	\$4,731,937	\$1,856,927
Average Per Return	\$1,530	\$1,517	\$1,142	\$1,714	\$1,523
State Rank (1 is highest)		32	50	13	31
Partnership/S-corp net income (less loss)	\$535,203,164	\$6,111,508	\$1,398,025	\$7,393,748	\$3,049,801
Average Per Return	\$3,690	\$2,980	\$3,850	\$2,677	\$2,501
State Rank (1 is highest)		34	19	37	40
Individual retirement arrangement payments	\$11,376,414	\$118,340	\$25,893	\$184,330	\$83,295
Average Per Return	\$78	\$58	\$71	\$67	\$68
State Rank (1 is highest)		50	30	39	36
Taxable income	\$6,394,098,925	\$68,739,193	\$16,890,637	\$103,905,586	\$41,591,094
Average Per Return	\$44,089	\$33,517	\$46,519	\$37,627	\$34,106
State Rank (1 is highest)		44	14	31	43
Total tax liability	\$1,249,910,771	\$12,253,999	\$3,201,674	\$19,600,765	\$7,267,637
Average Per Return	\$8,619	\$5,975	\$8,818	\$7,098	\$5,960
State Rank (1 is highest)		42	16	28	43

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Appendix Table 1: Income by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	CALIFORNIA	COLORADO	CONNECTICUT	DELAWARE	FLORIDA
Number of returns	16,909,110	2,450,150	1,741,480	434,150	9,226,420
Adjusted gross income (AGI)	\$1,179,870,752	\$164,960,975	\$159,120,924	\$25,866,607	\$528,156,687
Average Per Return	\$69,777	\$67,327	\$91,371	\$59,580	\$57,244
Rank (1 is highest)	9	11	2	18	27
Salaries and wages in AGI	\$813,389,148	\$112,766,329	\$104,535,878	\$18,394,247	\$328,394,671
Average Per Return	\$48,104	\$46,024	\$60,027	\$42,368	\$35,593
State Rank (1 is highest)	7	11	1	16	42
Taxable interest	\$15,059,077	\$2,063,265	\$2,323,284	\$239,222	\$10,299,281
Average Per Return	\$891	\$842	\$1,334	\$551	\$1,116
State Rank (1 is highest)	9	12	2	36	5
Ordinary dividends	\$32,823,301	\$4,644,807	\$5,445,935	\$629,001	\$23,412,599
Average Per Return	\$1,941	\$1,896	\$3,127	\$1,449	\$2,538
State Rank (1 is highest)	9	11	2	25	5
Qualified dividend	\$25,032,622	\$3,573,917	\$4,084,052	\$496,358	\$17,542,780
Average Per Return	\$1,480	\$1,459	\$2,345	\$1,143	\$1,901
State Rank (1 is highest)	12	15	4	24	6
Business or profession net income	\$50,987,832	\$5,441,535	\$5,943,117	\$631,101	\$15,776,557
Average Per Return	\$3,015	\$2,221	\$3,413	\$1,454	\$1,710
State Rank (1 is highest)	2	13	1	45	31
Net capital gain (less loss) in AGI	\$96,469,009	\$13,586,420	\$13,141,950	\$862,971	\$53,616,008
Average Per Return	\$5,705	\$5,545	\$7,546	\$1,988	\$5,811
State Rank (1 is highest)	8	9	3	44	7
Taxable individual retirement distributions	\$25,428,498	\$4,298,098	\$4,031,625	\$818,545	\$20,081,683
Average Per Return	\$1,504	\$1,754	\$2,315	\$1,885	\$2,177
State Rank (1 is highest)	26	12	1	5	2
Taxable pensions and annuities in AGI	\$68,061,417	\$10,894,755	\$8,056,514	\$2,409,389	\$40,998,433
Average Per Return	\$4,025	\$4,447	\$4,626	\$5,550	\$4,444
State Rank (1 is highest)	27	15	8	2	16
Unemployment compensation	\$11,918,739	\$1,059,517	\$1,348,585	\$205,805	\$2,752,945
Average Per Return	\$705	\$432	\$774	\$474	\$298
State Rank (1 is highest)	6	20	3	17	39
Taxable social security benefits in AGI	\$22,927,225	\$3,320,149	\$3,357,966	\$911,731	\$16,861,365
Average Per Return	\$1,356	\$1,355	\$1,928	\$2,100	\$1,828
State Rank (1 is highest)	41	42	3	1	4
Partnership/S-corp net income (less loss)	\$70,711,006	\$9,978,474	\$12,086,659	\$1,045,107	\$38,502,499
Average Per Return	\$4,182	\$4,073	\$6,940	\$2,407	\$4,173
State Rank (1 is highest)	14	16	3	41	15
Individual retirement arrangement payments	\$1,523,304	\$225,473	\$168,680	\$30,032	\$678,556
Average Per Return	\$90	\$92	\$97	\$69	\$74
State Rank (1 is highest)	16	15	10	33	28
Taxable income	\$821,323,497	\$119,420,982	\$118,769,188	\$17,949,405	\$387,041,410
Average Per Return	\$48,573	\$48,740	\$68,200	\$41,344	\$41,949
State Rank (1 is highest)	11	10	2	22	19
Total tax liability	\$171,069,306	\$22,895,166	\$26,434,139	\$3,287,583	\$75,951,916
Average Per Return	\$10,117	\$9,344	\$15,179	\$7,572	\$8,232
State Rank (1 is highest)	7	12	1	23	17

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Appendix Table 1: Income by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	GEORGIA	HAWAII	IDAHO	ILLINOIS	INDIANA
Number of returns	4,335,320	665,320	679,220	6,077,090	3,029,600
Adjusted gross income (AGI)	\$235,414,406	\$36,814,360	\$33,823,445	\$403,120,062	\$157,568,594
Average Per Return	\$54,302	\$55,333	\$49,797	\$66,334	\$52,010
Rank (1 is highest)	35	30	46	12	41
Salaries and wages in AGI	\$174,746,053	\$25,693,038	\$23,567,978	\$279,560,083	\$114,939,024
Average Per Return	\$40,308	\$38,618	\$34,699	\$46,002	\$37,939
State Rank (1 is highest)	24	29	47	12	35
Taxable interest	\$2,059,413	\$353,437	\$489,257	\$4,583,122	\$1,330,186
Average Per Return	\$475	\$531	\$720	\$754	\$439
State Rank (1 is highest)	43	38	16	13	46
Ordinary dividends	\$5,405,921	\$811,808	\$791,087	\$11,491,503	\$2,750,925
Average Per Return	\$1,247	\$1,220	\$1,165	\$1,891	\$908
State Rank (1 is highest)	34	37	41	12	47
Qualified dividend	\$4,289,253	\$617,993	\$619,547	\$8,933,477	\$2,099,638
Average Per Return	\$989	\$929	\$912	\$1,470	\$693
State Rank (1 is highest)	34	40	43	13	47
Business or profession net income	\$6,197,532	\$1,501,567	\$1,068,042	\$11,795,289	\$4,251,682
Average Per Return	\$1,430	\$2,257	\$1,572	\$1,941	\$1,403
State Rank (1 is highest)	47	12	38	22	49
Net capital gain (less loss) in AGI	\$10,176,696	\$1,759,512	\$2,160,397	\$26,224,728	\$5,528,914
Average Per Return	\$2,347	\$2,645	\$3,181	\$4,315	\$1,825
State Rank (1 is highest)	37	30	23	13	48
Taxable individual retirement distributions	\$5,571,908	\$971,396	\$969,961	\$10,962,498	\$4,317,160
Average Per Return	\$1,285	\$1,460	\$1,428	\$1,804	\$1,425
State Rank (1 is highest)	40	29	30	8	31
Taxable pensions and annuities in AGI	\$16,813,187	\$3,480,554	\$2,713,350	\$27,227,346	\$10,611,187
Average Per Return	\$3,878	\$5,231	\$3,995	\$4,480	\$3,503
State Rank (1 is highest)	34	4	31	14	46
Unemployment compensation	\$1,484,066	\$340,156	\$320,824	\$3,529,768	\$1,241,854
Average Per Return	\$342	\$511	\$472	\$581	\$410
State Rank (1 is highest)	35	14	18	12	24
Taxable social security benefits in AGI	\$5,559,957	\$1,187,486	\$999,938	\$8,857,111	\$4,501,475
Average Per Return	\$1,282	\$1,785	\$1,472	\$1,457	\$1,486
State Rank (1 is highest)	46	6	36	38	34
Partnership/S-corp net income (less loss)	\$13,814,458	\$1,340,244	\$2,568,022	\$24,258,711	\$9,508,931
Average Per Return	\$3,186	\$2,014	\$3,781	\$3,992	\$3,139
State Rank (1 is highest)	28	46	20	17	29
Individual retirement arrangement payments	\$270,928	\$56,706	\$64,734	\$493,608	\$195,402
Average Per Return	\$62	\$85	\$95	\$81	\$64
State Rank (1 is highest)	44	21	11	25	42
Taxable income	\$156,323,937	\$24,815,336	\$22,477,970	\$287,268,181	\$106,537,639
Average Per Return	\$36,058	\$37,298	\$33,094	\$47,271	\$35,166
State Rank (1 is highest)	37	32	45	13	41
Total tax liability	\$29,718,059	\$4,245,984	\$3,889,394	\$57,412,027	\$18,834,399
Average Per Return	\$6,855	\$6,382	\$5,726	\$9,447	\$6,217
State Rank (1 is highest)	31	39	45	10	41

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Income

## Appendix Table 1: by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	IOWA	KANSAS	KENTUCKY	LOUISIANA	MAINE	MARYLAND
Number of returns	1,426,710	1,323,740	1,879,100	2,011,770	631,380	2,860,930
Adjusted gross income (AGI)	\$82,730,033	\$78,767,293	\$93,338,797	\$110,334,415	\$32,436,809	\$204,384,291
Average Per Return	\$57,987	\$59,504	\$49,672	\$54,844	\$51,374	\$71,440
Rank (1 is highest)	24	20	47	32	43	6
Salaries and wages in AGI	\$56,312,400	\$53,934,152	\$67,687,458	\$77,876,879	\$22,779,316	\$149,275,313
Average Per Return	\$39,470	\$40,744	\$36,021	\$38,711	\$36,079	\$52,177
State Rank (1 is highest)	25	20	41	28	40	4
Taxable interest	\$1,000,746	\$883,258	\$839,475	\$1,119,827	\$325,984	\$1,775,547
Average Per Return	\$701	\$667	\$447	\$557	\$516	\$621
State Rank (1 is highest)	18	22	45	34	40	28
Ordinary dividends	\$1,670,942	\$2,375,311	\$2,159,162	\$2,670,932	\$835,579	\$4,387,026
Average Per Return	\$1,171	\$1,794	\$1,149	\$1,328	\$1,323	\$1,533
State Rank (1 is highest)	40	17	43	31	32	22
Qualified dividend	\$1,310,455	\$2,010,866	\$1,802,885	\$2,211,472	\$651,084	\$3,352,660
Average Per Return	\$919	\$1,519	\$959	\$1,099	\$1,031	\$1,172
State Rank (1 is highest)	42	11	38	27	31	22
Business or profession net income	\$2,218,145	\$2,407,914	\$2,954,271	\$4,099,329	\$1,331,291	\$6,181,856
Average Per Return	\$1,555	\$1,819	\$1,572	\$2,038	\$2,109	\$2,161
State Rank (1 is highest)	40	24	39	18	16	14
Net capital gain (less loss) in AGI	\$4,002,585	\$4,151,097	\$3,451,415	\$4,978,446	\$1,482,746	\$7,877,256
Average Per Return	\$2,805	\$3,136	\$1,837	\$2,475	\$2,348	\$2,753
State Rank (1 is highest)	28	24	47	35	36	29
Taxable individual retirement distributions	\$1,944,678	\$2,112,639	\$2,260,472	\$2,342,539	\$967,161	\$4,296,090
Average Per Return	\$1,363	\$1,596	\$1,203	\$1,164	\$1,532	\$1,502
State Rank (1 is highest)	36	19	44	47	23	27
Taxable pensions and annuities in AGI	\$5,039,146	\$4,728,253	\$7,991,520	\$7,135,318	\$2,519,295	\$15,718,175
Average Per Return	\$3,532	\$3,572	\$4,253	\$3,547	\$3,990	\$5,494
State Rank (1 is highest)	44	42	23	43	32	3
Unemployment compensation	\$550,190	\$445,596	\$864,009	\$355,637	\$264,317	\$1,125,032
Average Per Return	\$386	\$337	\$460	\$177	\$419	\$393
State Rank (1 is highest)	28	36	19	49	22	26
Taxable social security benefits in AGI	\$2,572,129	\$2,210,130	\$2,499,757	\$2,302,284	\$924,630	\$4,565,808
Average Per Return	\$1,803	\$1,670	\$1,330	\$1,144	\$1,464	\$1,596
State Rank (1 is highest)	5	16	44	49	37	23
Partnership/S-corp net income (less loss)	\$4,981,460	\$4,944,584	\$4,441,623	\$9,016,941	\$1,469,123	\$11,063,816
Average Per Return	\$3,492	\$3,735	\$2,364	\$4,482	\$2,327	\$3,867
State Rank (1 is highest)	25	21	42	8	43	18
Individual retirement arrangement payments	\$149,814	\$114,666	\$112,507	\$136,378	\$74,088	\$215,065
Average Per Return	\$105	\$87	\$60	\$68	\$117	\$75
State Rank (1 is highest)	7	20	47	37	4	27
Taxable income	\$57,351,132	\$54,684,445	\$61,226,265	\$77,510,084	\$21,574,560	\$141,436,923
Average Per Return	\$40,198	\$41,311	\$32,583	\$38,528	\$34,170	\$49,437
State Rank (1 is highest)	25	23	46	28	42	9
Total tax liability	\$10,231,885	\$10,180,784	\$10,618,307	\$14,923,098	\$3,731,007	\$27,987,397
Average Per Return	\$7,172	\$7,691	\$5,651	\$7,418	\$5,909	\$9,783
State Rank (1 is highest)	27	21	48	25	44	8

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.



# Major Components of Federal Adjusted Gross Income Appendix Table 1: by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	MASSACHUSETTS	MICHIGAN	MINNESOTA	MISSISSIPPI	MISSOURI
Number of returns	3,264,490	4,631,040	2,619,920	1,250,140	2,728,430
Adjusted gross income (AGI)	\$260,735,756	\$252,983,502	\$172,341,815	\$56,030,537	\$148,386,175
Average Per Return	\$79,870	\$54,628	\$65,781	\$44,819	\$54,385
Rank (1 is highest)	3	33	14	50	34
Salaries and wages in AGI	\$177,006,071	\$174,615,849	\$122,223,877	\$40,993,194	\$104,565,112
Average Per Return	\$54,222	\$37,706	\$46,652	\$32,791	\$38,324
State Rank (1 is highest)	3	37	10	50	32
Taxable interest	\$3,090,153	\$2,581,467	\$1,885,962	\$499,125	\$1,678,666
Average Per Return	\$947	\$557	\$720	\$399	\$615
State Rank (1 is highest)	6	33	17	50	29
Ordinary dividends	\$8,051,012	\$6,275,195	\$3,874,017	\$862,144	\$5,068,302
Average Per Return	\$2,466	\$1,355	\$1,479	\$690	\$1,858
State Rank (1 is highest)	6	29	23	50	16
Qualified dividend	\$6,213,350	\$4,894,316	\$3,054,290	\$700,439	\$4,372,849
Average Per Return	\$1,903	\$1,057	\$1,166	\$560	\$1,603
State Rank (1 is highest)	5	29	23	50	9
Business or profession net income	\$9,716,579	\$7,759,247	\$4,637,993	\$2,138,146	\$4,590,392
Average Per Return	\$2,976	\$1,675	\$1,770	\$1,710	\$1,682
State Rank (1 is highest)	3	34	25	30	33
Net capital gain (less loss) in AGI	\$21,804,823	\$8,596,188	\$9,338,448	\$1,872,908	\$5,856,314
Average Per Return	\$6,679	\$1,856	\$3,564	\$1,498	\$2,146
State Rank (1 is highest)	4	46	21	49	41
Taxable individual retirement distributions	\$6,555,255	\$7,994,041	\$4,514,366	\$1,151,345	\$4,214,821
Average Per Return	\$2,008	\$1,726	\$1,723	\$921	\$1,545
State Rank (1 is highest)	3	13	14	50	22
Taxable pensions and annuities in AGI	\$13,070,330	\$22,796,131	\$9,893,338	\$4,649,736	\$11,314,471
Average Per Return	\$4,004	\$4,922	\$3,776	\$3,719	\$4,147
State Rank (1 is highest)	30	6	36	38	24
Unemployment compensation	\$2,431,105	\$2,384,204	\$1,087,889	\$318,893	\$953,907
Average Per Return	\$745	\$515	\$415	\$255	\$350
State Rank (1 is highest)	4	13	23	43	33
Taxable social security benefits in AGI	\$5,089,864	\$8,202,732	\$4,321,845	\$1,639,663	\$4,168,386
Average Per Return	\$1,559	\$1,771	\$1,650	\$1,312	\$1,528
State Rank (1 is highest)	26	8	17	45	29
Partnership/S-corp net income (less loss)	\$16,974,475	\$15,492,033	\$11,067,327	\$3,312,295	\$8,346,109
Average Per Return	\$5,200	\$3,345	\$4,224	\$2,650	\$3,059
State Rank (1 is highest)	4	27	13	38	33
Individual retirement arrangement payments	\$286,784	\$328,128	\$241,633	\$72,313	\$189,069
Average Per Return	\$88	\$71	\$92	\$58	\$69
State Rank (1 is highest)	18	31	14	49	32
Taxable income	\$193,753,337	\$175,653,607	\$121,605,291	\$35,321,593	\$101,561,422
Average Per Return	\$59,352	\$37,930	\$46,416	\$28,254	\$37,223
State Rank (1 is highest)	3	30	16	50	33
Total tax liability	\$40,252,103	\$32,602,509	\$23,135,440	\$6,211,929	\$18,577,897
Average Per Return	\$12,330	\$7,040	\$8,831	\$4,969	\$6,809
State Rank (1 is highest)	3	30	15	50	32

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Income

## Appendix Table 1: by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	MONTANA	NEBRASKA	NEVADA	NEW HAMPSHIRE	NEW JERSEY
Number of returns	485,250	871,940	1,289,360	679,910	4,307,560
Adjusted gross income (AGI)	\$25,241,058	\$51,884,307	\$75,126,856	\$44,853,272	\$333,551,601
Average Per Return	\$52,017	\$59,504	\$58,267	\$65,969	\$77,434
Rank (1 is highest)	40	19	23	13	4
Salaries and wages in AGI	\$16,107,063	\$35,219,834	\$48,805,831	\$32,022,918	\$241,732,959
Average Per Return	\$33,193	\$40,392	\$37,853	\$47,099	\$56,118
State Rank (1 is highest)	49	22	36	9	2
Taxable interest	\$355,398	\$568,546	\$1,214,463	\$875,596	\$3,875,384
Average Per Return	\$732	\$652	\$942	\$1,288	\$900
State Rank (1 is highest)	15	23	7	3	8
Ordinary dividends	\$710,547	\$1,426,723	\$3,543,554	\$1,278,426	\$8,266,113
Average Per Return	\$1,464	\$1,636	\$2,748	\$1,880	\$1,919
State Rank (1 is highest)	24	20	4	14	10
Qualified dividend	\$542,208	\$1,207,301	\$3,060,922	\$986,718	\$6,256,693
Average Per Return	\$1,117	\$1,385	\$2,374	\$1,451	\$1,452
State Rank (1 is highest)	25	18	3	17	16
Business or profession net income	\$850,734	\$1,278,578	\$2,117,693	\$2,001,239	\$11,776,797
Average Per Return	\$1,753	\$1,466	\$1,642	\$2,943	\$2,734
State Rank (1 is highest)	26	43	35	4	5
Net capital gain (less loss) in AGI	\$1,910,762	\$3,355,424	\$7,819,352	\$2,622,840	\$16,207,513
Average Per Return	\$3,938	\$3,848	\$6,065	\$3,858	\$3,763
State Rank (1 is highest)	15	17	5	16	19
Taxable individual retirement distributions	\$683,298	\$1,206,233	\$2,194,789	\$1,314,923	\$7,635,643
Average Per Return	\$1,408	\$1,383	\$1,702	\$1,934	\$1,773
State Rank (1 is highest)	33	35	16	4	11
Taxable pensions and annuities in AGI	\$1,986,709	\$2,729,447	\$5,944,650	\$2,726,146	\$18,571,969
Average Per Return	\$4,094	\$3,130	\$4,611	\$4,010	\$4,311
State Rank (1 is highest)	26	49	9	29	19
Unemployment compensation	\$187,393	\$178,546	\$843,137	\$254,149	\$4,554,871
Average Per Return	\$386	\$205	\$654	\$374	\$1,057
State Rank (1 is highest)	27	47	9	30	1
Taxable social security benefits in AGI	\$771,883	\$1,379,998	\$1,869,577	\$1,192,594	\$8,335,807
Average Per Return	\$1,591	\$1,583	\$1,450	\$1,754	\$1,935
State Rank (1 is highest)	24	25	39	9	2
Partnership/S-corp net income (less loss)	\$2,114,703	\$3,865,545	\$3,959,818	\$1,198,471	\$19,032,716
Average Per Return	\$4,358	\$4,433	\$3,071	\$1,763	\$4,418
State Rank (1 is highest)	12	9	32	50	11
Individual retirement arrangement payments	\$58,613	\$100,385	\$78,458	\$69,492	\$407,439
Average Per Return	\$121	\$115	\$61	\$102	\$95
State Rank (1 is highest)	3	6	46	8	12
Taxable income	\$17,411,099	\$36,163,076	\$54,232,005	\$32,330,598	\$239,264,203
Average Per Return	\$35,881	\$41,474	\$42,061	\$47,551	\$55,545
State Rank (1 is highest)	38	21	18	12	4
Total tax liability	\$3,093,917	\$6,566,785	\$10,101,865	\$6,097,054	\$50,976,085
Average Per Return	\$6,376	\$7,531	\$7,835	\$8,967	\$11,834
State Rank (1 is highest)	40	24	19	14	4

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Income Appendix Table 1: by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	NEW MEXICO	NEW YORK	NORTH CAROLINA	NORTH DAKOTA
Number of returns	905,340	9,363,750	4,287,590	353,830
Adjusted gross income (AGI)	\$44,008,714	\$699,683,832	\$230,067,580	\$25,107,236
Average Per Return	\$48,610	\$74,723	\$53,659	\$70,958
Rank (1 is highest)	48	5	38	7
Salaries and wages in AGI	\$30,436,672	\$460,276,877	\$166,344,024	\$14,881,721
Average Per Return	\$33,619	\$49,155	\$38,797	\$42,059
State Rank (1 is highest)	48	6	27	18
Taxable interest	\$473,085	\$12,965,638	\$2,003,479	\$245,260
Average Per Return	\$523	\$1,385	\$467	\$693
State Rank (1 is highest)	39	1	44	19
Ordinary dividends	\$1,104,328	\$22,200,940	\$5,313,621	\$409,887
Average Per Return	\$1,220	\$2,371	\$1,239	\$1,158
State Rank (1 is highest)	38	7	35	42
Qualified dividend	\$874,656	\$16,844,215	\$4,213,312	\$328,459
Average Per Return	\$966	\$1,799	\$983	\$928
State Rank (1 is highest)	37	7	35	41
Business or profession net income	\$1,384,344	\$25,308,388	\$6,939,992	\$808,106
Average Per Return	\$1,529	\$2,703	\$1,619	\$2,284
State Rank (1 is highest)	41	6	36	11
Net capital gain (less loss) in AGI	\$1,986,003	\$74,584,063	\$9,953,415	\$2,144,956
Average Per Return	\$2,194	\$7,965	\$2,321	\$6,062
State Rank (1 is highest)	39	2	38	6
Taxable individual retirement distributions	\$1,159,443	\$14,263,813	\$6,485,074	\$387,083
Average Per Return	\$1,281	\$1,523	\$1,513	\$1,094
State Rank (1 is highest)	41	24	25	48
Taxable pensions and annuities in AGI	\$4,580,930	\$39,901,812	\$17,241,766	\$924,771
Average Per Return	\$5,060	\$4,261	\$4,021	\$2,614
State Rank (1 is highest)	5	22	28	50
Unemployment compensation	\$367,863	\$5,464,209	\$2,179,333	\$69,733
Average Per Return	\$406	\$584	\$508	\$197
State Rank (1 is highest)	25	11	15	48
Taxable social security benefits in AGI	\$1,339,941	\$15,708,448	\$6,669,512	\$550,830
Average Per Return	\$1,480	\$1,678	\$1,556	\$1,557
State Rank (1 is highest)	35	15	28	27
Partnership/S-corp net income (less loss)	\$1,797,456	\$44,732,199	\$11,324,896	\$2,896,199
Average Per Return	\$1,985	\$4,777	\$2,641	\$8,185
State Rank (1 is highest)	47	6	39	1
Individual retirement arrangement payments	\$62,290	\$869,826	\$294,775	\$43,773
Average Per Return	\$69	\$93	\$69	\$124
State Rank (1 is highest)	34	13	35	2
Taxable income	\$29,374,586	\$503,021,742	\$151,028,441	\$19,272,941
Average Per Return	\$32,446	\$53,720	\$35,225	\$54,469
State Rank (1 is highest)	48	6	40	5
Total tax liability	\$5,174,754	\$108,861,224	\$27,557,797	\$3,860,139
Average Per Return	\$5,716	\$11,626	\$6,427	\$10,910
State Rank (1 is highest)	47	5	38	6

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Income Appendix Table 1: by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	OHIO	OKLAHOMA	OREGON	PENNSYLVANIA	RHODE ISLAND
Number of returns	5,507,560	1,618,460	1,768,810	6,134,120	512,930
Adjusted gross income (AGI)	\$296,950,143	\$93,300,163	\$99,091,267	\$371,107,952	\$30,401,656
Average Per Return	\$53,917	\$57,647	\$56,021	\$60,499	\$59,271
Rank (1 is highest)	36	25	29	17	21
Salaries and wages in AGI	\$211,176,554	\$62,421,769	\$67,572,455	\$260,627,429	\$21,448,672
Average Per Return	\$38,343	\$38,569	\$38,202	\$42,488	\$41,816
State Rank (1 is highest)	31	30	33	15	19
Taxable interest	\$2,397,629	\$966,875	\$1,213,571	\$4,159,474	\$334,442
Average Per Return	\$435	\$597	\$686	\$678	\$652
State Rank (1 is highest)	47	31	20	21	24
Ordinary dividends	\$7,013,374	\$1,747,082	\$2,532,511	\$10,378,479	\$725,343
Average Per Return	\$1,273	\$1,079	\$1,432	\$1,692	\$1,414
State Rank (1 is highest)	33	45	26	19	27
Qualified dividend	\$5,631,224	\$1,441,367	\$1,903,238	\$8,288,092	\$564,918
Average Per Return	\$1,022	\$891	\$1,076	\$1,351	\$1,101
State Rank (1 is highest)	32	45	28	20	26
Business or profession net income	\$9,279,257	\$3,067,762	\$3,553,176	\$12,377,030	\$1,088,654
Average Per Return	\$1,685	\$1,895	\$2,009	\$2,018	\$2,122
State Rank (1 is highest)	32	23	20	19	15
Net capital gain (less loss) in AGI	\$11,074,392	\$6,111,098	\$5,186,896	\$18,740,226	\$1,518,103
Average Per Return	\$2,011	\$3,776	\$2,932	\$3,055	\$2,960
State Rank (1 is highest)	43	18	27	25	26
Taxable individual retirement distributions	\$8,230,025	\$2,082,129	\$3,183,955	\$10,452,260	\$726,555
Average Per Return	\$1,494	\$1,286	\$1,800	\$1,704	\$1,416
State Rank (1 is highest)	28	39	9	15	32
Taxable pensions and annuities in AGI	\$25,112,244	\$6,096,055	\$8,146,505	\$25,299,875	\$2,188,530
Average Per Return	\$4,560	\$3,767	\$4,606	\$4,124	\$4,267
State Rank (1 is highest)	12	37	10	25	21
Unemployment compensation	\$1,982,370	\$389,069	\$1,219,320	\$4,564,136	\$463,141
Average Per Return	\$360	\$240	\$689	\$744	\$903
State Rank (1 is highest)	32	45	7	5	2
Taxable social security benefits in AGI	\$7,338,076	\$2,444,310	\$3,134,005	\$10,546,282	\$833,865
Average Per Return	\$1,332	\$1,510	\$1,772	\$1,719	\$1,626
State Rank (1 is highest)	43	33	7	11	21
Partnership/S-corp net income (less loss)	\$15,119,450	\$7,156,399	\$5,463,730	\$17,539,656	\$1,604,571
Average Per Return	\$2,745	\$4,422	\$3,089	\$2,859	\$3,128
State Rank (1 is highest)	36	10	31	35	30
Individual retirement arrangement payments	\$358,366	\$108,649	\$176,671	\$518,457	\$44,526
Average Per Return	\$65	\$67	\$100	\$85	\$87
State Rank (1 is highest)	40	38	9	22	19
Taxable income	\$202,953,815	\$64,066,013	\$65,786,871	\$262,752,944	\$21,074,609
Average Per Return	\$36,850	\$39,585	\$37,193	\$42,835	\$41,087
State Rank (1 is highest)	36	26	34	17	24
Total tax liability	\$37,034,311	\$12,004,217	\$11,917,933	\$49,658,108	\$3,955,122
Average Per Return	\$6,724	\$7,417	\$6,738	\$8,095	\$7,711
State Rank (1 is highest)	35	26	34	18	20

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Income Appendix Table 1: by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	SOUTH CAROLINA	SOUTH DAKOTA	TENNESSEE	TEXAS	UTAH
Number of returns	2,077,310	414,950	2,882,040	11,573,440	1,174,090
Adjusted gross income (AGI)	\$103,453,955	\$23,853,171	\$151,027,941	\$741,394,480	\$68,508,709
Average Per Return	\$49,802	\$57,484	\$52,403	\$64,060	\$58,350
Rank (1 is highest)	45	26	39	15	22
Salaries and wages in AGI	\$73,215,188	\$14,443,245	\$109,976,563	\$516,944,611	\$49,743,263
Average Per Return	\$35,245	\$34,807	\$38,159	\$44,666	\$42,368
State Rank (1 is highest)	44	46	34	13	17
Taxable interest	\$893,667	\$354,958	\$1,551,998	\$8,636,505	\$715,941
Average Per Return	\$430	\$855	\$539	\$746	\$610
State Rank (1 is highest)	48	10	37	14	30
Ordinary dividends	\$2,466,499	\$644,181	\$3,266,533	\$19,803,844	\$1,116,001
Average Per Return	\$1,187	\$1,552	\$1,133	\$1,711	\$951
State Rank (1 is highest)	39	21	44	18	46
Qualified dividend	\$1,957,041	\$510,413	\$2,587,207	\$15,770,694	\$853,764
Average Per Return	\$942	\$1,230	\$898	\$1,363	\$727
State Rank (1 is highest)	39	21	44	19	46
Business or profession net income	\$2,926,952	\$720,744	\$7,438,765	\$29,059,207	\$1,509,418
Average Per Return	\$1,409	\$1,737	\$2,581	\$2,511	\$1,286
State Rank (1 is highest)	48	28	8	9	50
Net capital gain (less loss) in AGI	\$4,429,727	\$2,240,682	\$7,460,637	\$58,086,722	\$4,728,988
Average Per Return	\$2,132	\$5,400	\$2,589	\$5,019	\$4,028
State Rank (1 is highest)	42	11	32	12	14
Taxable individual retirement distributions	\$3,380,064	\$548,658	\$3,734,802	\$16,023,487	\$1,400,104
Average Per Return	\$1,627	\$1,322	\$1,296	\$1,385	\$1,193
State Rank (1 is highest)	17	37	38	34	45
Taxable pensions and annuities in AGI	\$9,429,318	\$1,457,553	\$10,541,118	\$37,220,754	\$4,321,992
Average Per Return	\$4,539	\$3,513	\$3,658	\$3,216	\$3,681
State Rank (1 is highest)	13	45	40	48	39
Unemployment compensation	\$719,302	\$59,337	\$854,443	\$3,779,899	\$306,457
Average Per Return	\$346	\$143	\$296	\$327	\$261
State Rank (1 is highest)	34	50	41	37	42
Taxable social security benefits in AGI	\$3,566,739	\$707,914	\$4,151,503	\$13,447,194	\$1,503,056
Average Per Return	\$1,717	\$1,706	\$1,440	\$1,162	\$1,280
State Rank (1 is highest)	12	14	40	48	47
Partnership/S-corp net income (less loss)	\$4,700,501	\$2,102,941	\$5,289,790	\$42,523,530	\$5,281,568
Average Per Return	\$2,263	\$5,068	\$1,835	\$3,674	\$4,498
State Rank (1 is highest)	44	5	49	24	7
Individual retirement arrangement payments	\$126,440	\$47,962	\$171,275	\$735,527	\$84,132
Average Per Return	\$61	\$116	\$59	\$64	\$72
State Rank (1 is highest)	45	5	48	43	29
Taxable income	\$67,461,378	\$17,314,394	\$103,392,498	\$538,076,053	\$44,711,641
Average Per Return	\$32,475	\$41,726	\$35,875	\$46,492	\$38,082
State Rank (1 is highest)	47	20	39	15	29
Total tax liability	\$11,891,233	\$3,184,086	\$19,556,485	\$107,683,473	\$7,817,550
Average Per Return	\$5,724	\$7,673	\$6,786	\$9,304	\$6,658
State Rank (1 is highest)	46	22	33	13	36

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Major Components of Federal Adjusted Gross Income Appendix Table 1: by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	VERMONT	VIRGINIA	WASHINGTON	WEST VIRGINIA
Number of returns	321,250	3,811,070	3,244,400	788,490
Adjusted gross income (AGI)	\$17,263,683	\$265,928,739	\$220,076,117	\$38,110,792
Average Per Return	\$53,739	\$69,778	\$67,833	\$48,334
Rank (1 is highest)	37	8	10	49
Salaries and wages in AGI	\$11,918,205	\$192,987,373	\$153,350,509	\$27,817,782
Average Per Return	\$37,099	\$50,639	\$47,266	\$35,280
State Rank (1 is highest)	38	5	8	43
Taxable interest	\$200,158	\$2,393,243	\$2,740,560	\$334,684
Average Per Return	\$623	\$628	\$845	\$424
State Rank (1 is highest)	27	26	11	49
Ordinary dividends	\$604,129	\$7,146,692	\$6,862,169	\$592,481
Average Per Return	\$1,881	\$1,875	\$2,115	\$751
State Rank (1 is highest)	13	15	8	49
Qualified dividend	\$471,033	\$5,830,256	\$5,390,949	\$480,897
Average Per Return	\$1,466	\$1,530	\$1,662	\$610
State Rank (1 is highest)	14	10	8	49
Business or profession net income	\$768,337	\$7,614,922	\$6,742,323	\$1,269,920
Average Per Return	\$2,392	\$1,998	\$2,078	\$1,611
State Rank (1 is highest)	10	21	17	37
Net capital gain (less loss) in AGI	\$1,161,665	\$12,354,807	\$17,584,452	\$916,244
Average Per Return	\$3,616	\$3,242	\$5,420	\$1,162
State Rank (1 is highest)	20	22	10	50
Taxable individual retirement distributions	\$505,491	\$5,991,562	\$6,004,432	\$823,878
Average Per Return	\$1,574	\$1,572	\$1,851	\$1,045
State Rank (1 is highest)	20	21	7	49
Taxable pensions and annuities in AGI	\$1,102,437	\$21,510,593	\$14,118,172	\$3,384,993
Average Per Return	\$3,432	\$5,644	\$4,352	\$4,293
State Rank (1 is highest)	47	1	18	20
Unemployment compensation	\$117,530	\$861,120	\$2,076,078	\$338,354
Average Per Return	\$366	\$226	\$640	\$429
State Rank (1 is highest)	31	46	10	21
Taxable social security benefits in AGI	\$529,380	\$6,181,963	\$5,651,693	\$1,201,160
Average Per Return	\$1,648	\$1,622	\$1,742	\$1,523
State Rank (1 is highest)	18	22	10	30
Partnership/S-corp net income (less loss)	\$722,202	\$14,085,857	\$11,074,706	\$1,524,360
Average Per Return	\$2,248	\$3,696	\$3,413	\$1,933
State Rank (1 is highest)	45	22	26	48
Individual retirement arrangement payments	\$45,935	\$291,496	\$270,990	\$50,885
Average Per Return	\$143	\$76	\$84	\$65
State Rank (1 is highest)	1	26	24	41
Taxable income	\$11,909,285	\$188,610,545	\$162,534,832	\$25,201,786
Average Per Return	\$37,072	\$49,490	\$50,097	\$31,962
State Rank (1 is highest)	35	8	7	49
Total tax liability	\$2,078,747	\$36,817,823	\$30,649,415	\$4,307,299
Average Per Return	\$6,471	\$9,661	\$9,447	\$5,463
State Rank (1 is highest)	37	9	11	49

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013.  
Calculations by South Carolina Revenue and Fiscal Affairs Office.

# Appendix Table 1: Major Components of Federal Adjusted Gross Income by State for Tax Year 2012

[Money amounts, other than averages, are in thousands of dollars]

Selected Components of Income	WISCONSIN	WYOMING
Number of returns	2,778,100	301,660
Adjusted gross income (AGI)	\$158,743,676	\$29,362,666
Average Per Return	\$57,141	\$97,337
Rank (1 is highest)	28	1
Salaries and wages in AGI	\$112,366,999	\$12,175,291
Average Per Return	\$40,447	\$40,361
State Rank (1 is highest)	21	23
Taxable interest	\$1,642,538	\$382,962
Average Per Return	\$591	\$1,270
State Rank (1 is highest)	32	4
Ordinary dividends	\$3,698,436	\$1,692,321
Average Per Return	\$1,331	\$5,610
State Rank (1 is highest)	30	1
Qualified dividend	\$2,921,241	\$1,503,985
Average Per Return	\$1,052	\$4,986
State Rank (1 is highest)	30	1
Business or profession net income	\$3,987,768	\$518,474
Average Per Return	\$1,435	\$1,719
State Rank (1 is highest)	46	29
Net capital gain (less loss) in AGI	\$7,001,616	\$9,523,858
Average Per Return	\$2,520	\$31,571
State Rank (1 is highest)	33	1
Taxable individual retirement distributions	\$4,936,530	\$484,949
Average Per Return	\$1,777	\$1,608
State Rank (1 is highest)	10	18
Taxable pensions and annuities in AGI	\$10,804,087	\$1,150,227
Average Per Return	\$3,889	\$3,813
State Rank (1 is highest)	33	35
Unemployment compensation	\$1,384,364	\$97,367
Average Per Return	\$498	\$323
State Rank (1 is highest)	16	38
Taxable social security benefits in AGI	\$4,550,328	\$493,994
Average Per Return	\$1,638	\$1,638
State Rank (1 is highest)	19	20
Partnership/S-corp net income (less loss)	\$10,245,741	\$2,095,726
Average Per Return	\$3,688	\$6,947
State Rank (1 is highest)	23	2
Individual retirement arrangement payments	\$232,264	\$26,939
Average Per Return	\$84	\$89
State Rank (1 is highest)	23	17
Taxable income	\$108,798,908	\$20,942,668
Average Per Return	\$39,163	\$69,425
State Rank (1 is highest)	27	1
Total tax liability	\$19,707,907	\$3,785,620
Average Per Return	\$7,094	\$12,549
State Rank (1 is highest)	29	2

SOURCE: IRS, Statistics of Income Division, Individual Master File System, December 2013. Calculations by South Carolina Revenue and Fiscal Affairs Office.



## Appendix Table 2: Average Effective State Individual Income Tax Rates for Tax Year 2012

(Numbers in Thousands)

State and Ranking		State Individual Income Tax Revenue	Federal Adjusted Gross Income	Effective Tax Rate	State and Ranking		State Individual Income Tax Revenue	Federal Adjusted Gross Income	Effective Tax Rate
1	New York	47,492,336	699,683,832	6.79%	22	Missouri	5,452,827	148,386,175	3.67%
2	Oregon	5,826,002	99,091,267	5.88%	23	Kansas	2,893,587	78,767,293	3.67%
3	Maryland	11,477,575	204,384,291	5.62%	24	Utah	2,466,495	68,508,709	3.60%
4	Kentucky	4,637,599	93,338,797	4.97%	25	Idaho	1,213,335	33,823,445	3.59%
5	Delaware	1,248,596	25,866,607	4.83%	26	Montana	900,180	25,241,058	3.57%
6	California	55,024,435	1,179,870,752	4.66%	27	Rhode Island	1,080,801	30,401,656	3.56%
7	Minnesota	7,988,084	172,341,815	4.64%	28	Nebraska	1,838,344	51,884,307	3.54%
8	Connecticut	7,371,189	159,120,924	4.63%	29	Vermont	598,450	17,263,683	3.47%
9	West Virginia	1,755,746	38,110,792	4.61%	30	Georgia	8,142,371	235,414,406	3.46%
10	Massachusetts	11,954,838	260,735,756	4.59%	31	New Jersey	11,128,418	333,551,601	3.34%
11	Ohio	13,428,718	296,950,143	4.52%	32	South Carolina	3,096,834	103,453,955	2.99%
12	North Carolina	10,383,796	230,067,580	4.51%	33	Alabama	3,118,392	104,270,067	2.99%
13	Maine	1,441,926	32,436,809	4.45%	34	Oklahoma	2,774,376	93,300,163	2.97%
14	Wisconsin	6,762,399	158,743,676	4.26%	35	Colorado	4,875,627	164,960,975	2.96%
15	Hawaii	1,540,746	36,814,360	4.19%	36	Michigan	7,346,645	252,983,502	2.90%
16	Indiana	6,097,513	157,568,594	3.87%	37	Mississippi	1,501,267	56,030,537	2.68%
17	Pennsylvania	14,312,266	371,107,952	3.86%	38	New Mexico	1,150,468	44,008,714	2.61%
18	Illinois	15,512,310	403,120,062	3.85%	39	Louisiana	2,474,606	110,334,415	2.24%
19	Virginia	10,216,148	265,928,739	3.84%	40	Arizona	3,093,904	151,832,947	2.04%
20	Arkansas	2,401,902	62,666,234	3.83%	41	North Dakota	432,527	25,107,236	1.72%
21	Iowa	3,126,638	82,730,033	3.78%					

Sources: US Census Bureau, State and Local Government Finances by Level of Government and by State: 2012. Internal Revenue Service, Statistics of Income Bulletin, Table 2, Individual Income and Tax Data by State and Size of Adjusted Gross Income, Tax Year 2012. Calculations by the South Carolina Revenue and Fiscal Affairs Office.