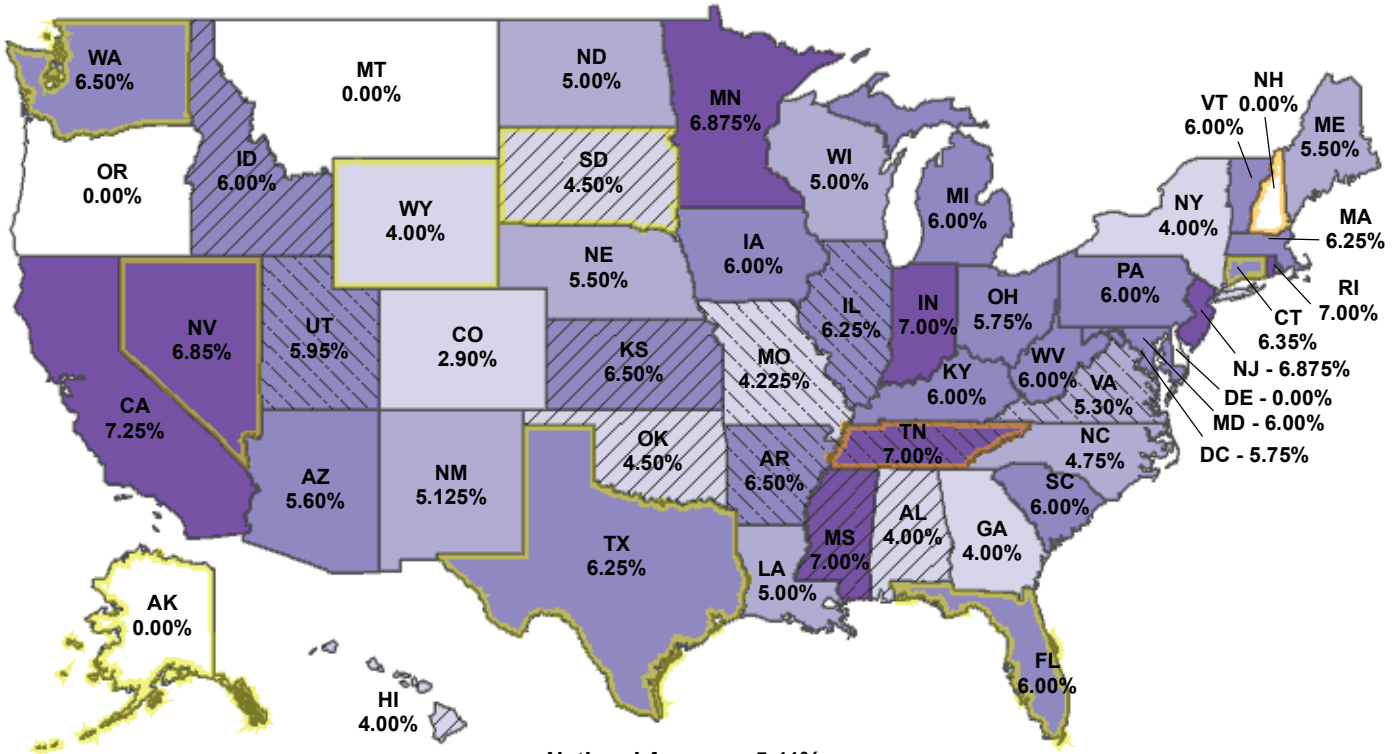


STATE GENERAL SALES TAX RATES – 2017



National Average: 5.11%
National Median: 5.95% (Utah)

HIGHEST ELEVEN:

- 50. California - 7.25%
- 49. Indiana - 7.00%
- 49. Mississippi - 7.00%
- 49. Rhode Island - 7.00%
- 49. Tennessee - 7.00%
- 45. Minnesota - 6.875%
- 45. New Jersey* - 6.875%
- 43. Nevada - 6.85%
- 42. Arkansas - 6.50%
- 42. Kansas - 6.50%
- 42. Washington - 6.50%

*New Jersey rate scheduled to decrease to 6.625% on 1/1/18

LOWEST ELEVEN:

- 1. Alaska - 0.00%
- 1. Delaware - 0.00%
- 1. Montana - 0.00%
- 1. New Hampshire - 0.00%
- 1. Oregon - 0.00%
- 6. Colorado - 2.90%
- 7. Alabama - 4.00%
- 7. Georgia - 4.00%
- 7. Hawaii - 4.00%
- 7. New York - 4.00%
- 7. Wyoming - 4.00%

Sales Tax Rate

- 0.00%
- 0.01% - 4.50%
- 4.51% - 5.50%
- 5.51% - 6.50%
- 6.51% - 7.50%

Food Taxation**

- Taxed at General Sales Tax Rate
- Reduced Tax (range 1.0%-5.0%)
- No State Income Tax
- State Tax on Dividend and Interest Income Only

**In states without cross-hatching, food is tax-exempt.

NOTES:

- 1) Iowa has had the same general sales tax rate of 6.0% since 2010.
- 2) Iowa cities and counties can impose an additional 1.0% local option sales tax.
- 3) Food and prescription drugs are exempt from sales tax in Iowa.
- 4) Iowa, along with 16 other states, has sales tax holidays on clothing and/or school supplies.

Sources: Federation of Tax Administrators, LSA calculations

Iowa LSA Staff Contact: Kent Ohms (515-725-2200)
kenneth.ohms@legis.iowa.gov