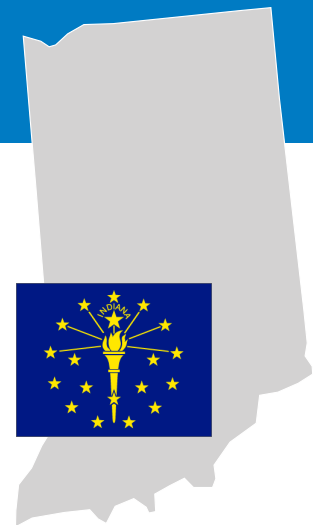


Tax Facts & Comparisons Indiana

Taxes are complicated. Each state's tax code is a multifaceted system with many moving parts, and Indiana is no exception. The Tax Foundation produces a number of rankings that evaluate states on tax structures and overall tax burdens. Here's how Indiana scores.



Tax Foundation Rankings of Indiana

State Business Tax Climate Index

8th
best

Indiana ranks 8th out of the 50 states on the Tax Foundation's 2014 *State Business Tax Climate Index*, which annually compares the states' tax systems on over 100 variables that impact business. Last year, Indiana ranked 10th.

Indiana's individual income tax ranks 10th best, its corporate income tax ranks 22nd best, its sales tax ranks 10th best, its property tax ranks 5th best, and its unemployment insurance tax ranks 7th best.

Neighboring states' ranks: Michigan (13th), Illinois (31st), Kentucky (26th), Ohio (44th)

State-Local Tax Burdens Rank

22nd
highest

Estimated at 9.5% of income, Indiana's 2011 state-local tax burden ranks 22nd highest nationally, below the national average of 9.8%. Indiana taxpayers pay \$3,385 per capita in state and local taxes.

Neighboring states' ranks: Michigan (21st), Illinois (13th), Kentucky (23rd), Ohio (18th)

Tax Freedom Day[®]

2015
April
18

In 2014, Indiana taxpayers worked 108 days into the year until April 18 to pay their total tax bill, ranking 24th highest nationally.

That's 6 days before national Tax Freedom Day (April 21), the day when Americans finally have earned enough money to pay their total tax bill for the year.

More at taxfoundation.org/publications

Indiana Taxes at a Glance

Each state uses a variety of tax tools to raise revenue, including individual income taxes, property taxes, and sales taxes, among others. Here are some facts on how Indiana structures their different tax types:

Note: All collections listed on this page are combined state and local tax collections as reported by the Census Bureau's Government Finance Division. For all ranks, 1 indicates highest among the 50 states.

General Info

		Rank	Nat. Avg.
Income per capita	\$35,592	41st	\$43,735
Federal aid as % of gen. revenue	33%	20th	32.8%
State debt per capita	\$7,593	31st	\$3,678

Individual Income Tax

Number of brackets	1
Bottom income bracket rate	3.30%
Bottom bracket kick In	\$0
Top income tax rate	3.30%
Top bracket kick in	federal adjusted gross income with modification
Collections per capita (2012)	\$934
Collections rank (2012)	26th

Property Tax

Collections per capita (2012)	\$994
Collections rank (2012)	35th
Property taxes paid as share of owner-occupied housing value (2013)	0.86%
Property taxes paid percent rank (2013)	28th

Sources of State & Local Tax Collections

	Indiana	All States.
Property Tax	27%	32%
Sales Tax	27%	23%
Corporate Income Tax	3%	4%
Individual Income Tax	25%	22%
Other	18%	20%

Corporate Income Tax

Number of brackets	1
Top corporate tax rate	7.00%
Collections per capita (2012)	\$122
Collections rank (2012)	27th

Sales Tax

State rate	7.00%
State + average local rate	7.00%
State + average local rank	21st
Collections per capita (2011)	\$1,015
Collections rank (2011)	23rd

Excise Taxes

	Rate	Rank
Gasoline taxes and fees	29.9¢ per gallon	19th
Cigarette taxes	\$1.00 per pack	31st
Spirits taxes	\$2.68 per gallon	42nd
Beer taxes	\$0.12 per gallon	41st
Cell phone taxes	10.71%	20th

Other Taxes

	Rate	Exemption
Gross receipts tax	None	N/A
Capital stock tax	None	N/A
Inheritance tax	None	N/A
Estate tax	None	N/A

About the Tax Foundation



The Tax Foundation is the nation's leading independent tax policy research organization. Since 1937, our principled research, insightful analysis, and engaged experts have informed smarter tax policy at the federal, state, and local levels. Our Center for

State Tax Policy is routinely relied upon for presentations, testimony, and media appearances on state tax and fiscal policy, and our website is a comprehensive resource for information on tax and spending policy in each U.S. state.

More at taxfoundation.org