

STATE SALES TAX RATES AND VENDOR DISCOUNTS

(January 1, 2018)

STATE	STATE SALES		VENDOR	
	TAX RATE	RANK	DISCOUNT	MAX/MIN
ALABAMA	4.0%	41	5.0%-2.0% (1)	\$400/month (max)
ALASKA	-----	N/A-----	-----	-----
ARIZONA	5.6%	28	1.0%	\$10,000/year (max)
ARKANSAS	6.5%	9	2.0%	\$1,000/month (max)
CALIFORNIA	7.25%	1	None	
COLORADO	2.9%	46	3.33% (4)	
CONNECTICUT	6.35%	12	None	
DELAWARE	-----	N/A-----	-----	-----
FLORIDA	6.0%	16	2.5%	\$30/report (max)
GEORGIA	4.0%	41	3.0%-0.5% (1)	
HAWAII	4.0%	41	None	
IDAHO	6.0%	16	None (5)	
ILLINOIS	6.25%	13	1.75%	\$5/year (min)
INDIANA (2)	7.0%	2	0.73% (2)	
IOWA	6.0%	16	None	
KANSAS	6.50%	9	None	
KENTUCKY	6.0%	16	1.75%-1.5% (1)	\$50/month (max)
LOUISIANA (9)	5.0%	32	0.748% (9)	
MAINE	5.5%	29	None (5)	
MARYLAND	6.0%	16	1.2%-0.90% (1)	\$500/return (max)
MASSACHUSETTS	6.25%	13	None	
MICHIGAN	6.0%	16	0.5% (6)	\$6/monh (min), \$15,000/month (max)
MINNESOTA	6.875%	6	None	
MISSISSIPPI	7.0%	2	2.0%	\$50/month (max)
MISSOURI	4.225%	39	2.0%	
MONTANA	-----	N/A-----	-----	-----
NEBRASKA	5.5%	29	2.5%	\$75/month (max)
NEVADA	6.85%	6	0.25%	
NEW HAMPSHIRE (11)	-----	N/A-----	-----	-----
NEW JERSEY	6.625%	8	None	
NEW MEXICO	5.125%	31	None	
NEW YORK	4.0%	41	5.0%	\$200/quarter (max)
NORTH CAROLINA	4.75%	35	None	
NORTH DAKOTA	5.0%	32	1.5%	\$110/month (max)
OHIO	5.75%	26	0.75%	
OKLAHOMA	4.5%	37	1.0%	2,500/month (max)
OREGON	-----	N/A-----	-----	-----
PENNSYLVANIA	6.0%	16	1.0%	\$25/month (min)
RHODE ISLAND	7.0%	2	None	
SOUTH CAROLINA	6.0%	16	3.0%-2.0% (1)	\$10,000/year (max)
SOUTH DAKOTA	4.5%	37	1.5% (10)	\$70/month (max)
TENNESSEE	7.0%	2	None	
TEXAS	6.25%	13	0.5% (7)	
UTAH (3)	4.7%	35	1.31%	
VERMONT	6.0%	16	None (5)	
VIRGINIA (3)	4.3%	39	1.6%-0.8% (8)	
WASHINGTON	6.5%	9	None	
WEST VIRGINIA	6.0%	16	None	
WISCONSIN	5.0%	32	0.5%	\$10/period (min), \$1,000 (max)
WYOMING	4.0%	41	1.95%-1.0% (1)	\$500/month (max)
DIST. OF COLUMBIA	5.75%	26	None	
U. S. MEDIAN	5.75%			28 states allow vendor discounts

Source: Compiled by FTA from various sources.

- (1) In some states, the vendors' discount varies by the amount paid. In AL and SC, the larger discounts apply to the first \$100. In GA, the larger discount applies to the first \$3,000. In KY, the larger discounts apply to the first \$1,000, while MD applies the larger discount to annual collections of \$6,000. In WY, the larger discount applies to the first \$6,250. The lower discounts apply to the remaining collections above these amounts.
- (2) Utilities are not permitted to take discount. Collection allowances are 0.73% if total sales tax collected is less than \$60,000; 0.53% if total taxes is between \$60,000 and \$600,000; 0.26% if total sales tax collected is more than \$600,000.
- (3) Rate does not include a statewide local rate of 1.0% in VA and 1.25% in UT. In UT, a discount of 1% is applicable to local taxes.
- (4) Local option sales tax discount varies from 0% to 3.33%.
- (5) Vendors are allowed to keep any excess collections prescribed under the bracket system.
- (6) Vendor discount only applies to the first 4.0% of the tax. A 0.75% discount if paid by the 12th of the month.
- (7) An additional discount of 1.25% applies for early payment.
- (8) Discount varies; 1.1% (1.6% for food) of the first \$62,500, 0.84% (1.2%) of the amount to \$208,000, and 0.56% (0.8%) of the remainder. Applies to the state tax only. No discount allowed on electronically file returns.
- (9) On 7/1/18, Louisiana tax rate will decrease to 4% and vendor discount rate will increase to 0.935%..
- (10) Electronic Filers only.
- (11) New Hampshire imposes a 9% tax on meals and rooms, with a vendor discount of 3%.