

STATE SALES TAX RATES AND VENDOR DISCOUNTS

(January 1, 2002)

STATE	STATE SALES TAX RATE	RANK	VENDOR DISCOUNT	MAX/MIN
ALABAMA	4.0%	38	5.0%-2.0% (1)	
ALASKA	-----	N/A	-----	
ARIZONA	5.6%	18	1.0%	\$10,000/year (max)
ARKANSAS	5.125%	19	2.0%	\$1,000/month (max)
CALIFORNIA (3)	6.00%	8	None	
COLORADO	2.9%	46	3.33% (4)	
CONNECTICUT	6.0%	8	None	
DELAWARE	-----	N/A	-----	
FLORIDA	6.0%	8	2.5%	\$30/report (max)
GEORGIA	4.0%	38	3.0%-0.5% (1)	
HAWAII	4.0%	38	None	
IDAHO	5.0%	20	None (5)	
ILLINOIS	6.25%	6	1.75%	\$5/year (min)
INDIANA (2)	5.0%	20	1.0%	
IOWA	5.0%	20	None	
KANSAS	4.90%	33	None	
KENTUCKY	6.0%	8	1.75%-1.0% (1)	
LOUISIANA	4.0%	38	1.1%	
MAINE	5.0%	20	None (5)	
MARYLAND	5.0%	20	1.2%-0.9% (1)	
MASSACHUSETTS	5.0%	20	None	
MICHIGAN	6.0%	8	0.5% (6)	\$6/monh (min)
MINNESOTA	6.5%	3	None	
MISSISSIPPI	7.0%	1	2.0%	\$50/month (max)
MISSOURI	4.225%	37	2.0%	
MONTANA	-----	N/A	-----	
NEBRASKA	5.0%	20	2.5%-0.5% (1)	
NEVADA	6.5%	3	1.25%	
NEW HAMPSHIRE	-----	N/A	-----	
NEW JERSEY	6.0%	8	None	
NEW MEXICO	5.0%	20	None	\$150/quarter (max)
NEW YORK	4.0%	38	3.5%	
NORTH CAROLINA	4.5%	35	None	
NORTH DAKOTA	5.0%	20	1.5%	\$255/quarter (max)
OHIO	5.0%	20	0.75%	
OKLAHOMA	4.5%	35	2.25%	\$3,000/month (max)
OREGON	-----	N/A	-----	
PENNSYLVANIA	6.0%	8	1.0%	
RHODE ISLAND	7.0%	1	None	
SOUTH CAROLINA	5.0%	20	3.0%-2.0% (1)	\$3,000/year (max)
SOUTH DAKOTA	4.0%	38	None	
TENNESSEE	6.0%	8	2.0%-1.15% (1)	\$25/report (max)
TEXAS	6.25%	6	0.5% (7)	
UTAH	4.75%	34	1.5%	
VERMONT	5.0%	20	None (5)	
VIRGINIA (3)	3.5%	45	4.0%-2.0% (8)	

State Sales Tax Rate & Vendor Discounts

WASHINGTON	6.5%	3	None	
WEST VIRGINIA	6.0%	8	None	
WISCONSIN	5.0%	20	0.5%	\$10/period (min)
WYOMING	4.0%	38	None	
DIST. OF COLUMBIA	5.75%	17	1.0%	\$5,000/month (max)
U. S. MEDIAN	5.0%		2.0%-1.5% (1)	28 states allow vendor discounts

(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 and NE, the larger discount applies to the first \$3,000. In TN and KY, the larger discounts apply to the first \$2,500 and \$1,000, while MD applies the larger discount to annual collections of \$6,000. The lower discounts apply to the remaining collections above these amounts.

(2) Utilities are not permitted to take discount.

(3) Rate does not include a statewide local rate of 1.25% in CA and 1.0% in VA.

(4) Vendor discount applies to the state taxes collected. Discount for local option sales tax 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.

(7) An additional discount of 1.25% applies for early payment.

(8) Discount varies; 4% of the first \$62,500, 3% of the amount to \$208,000, and 2% of the remainder.