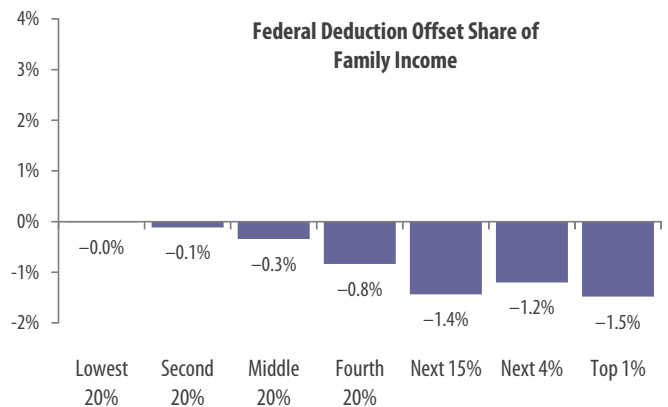
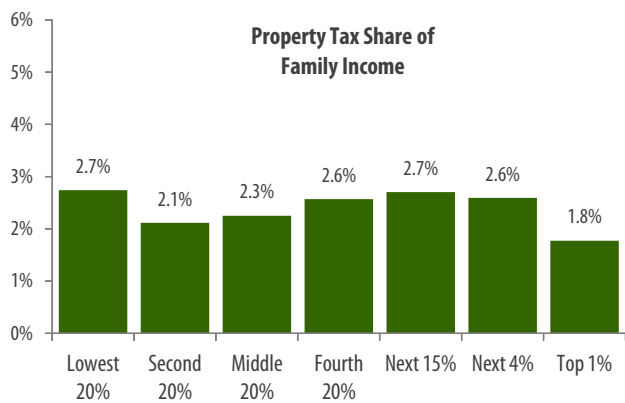
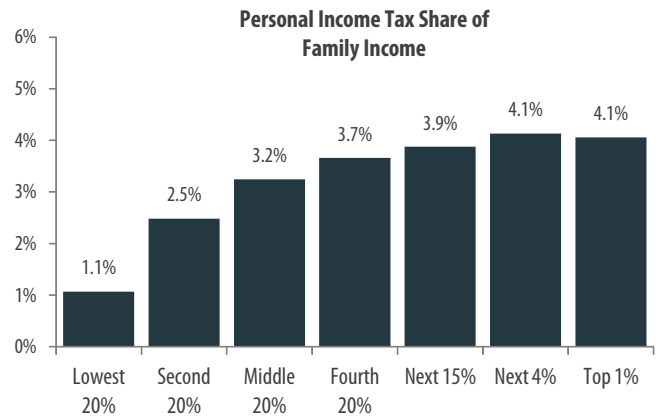
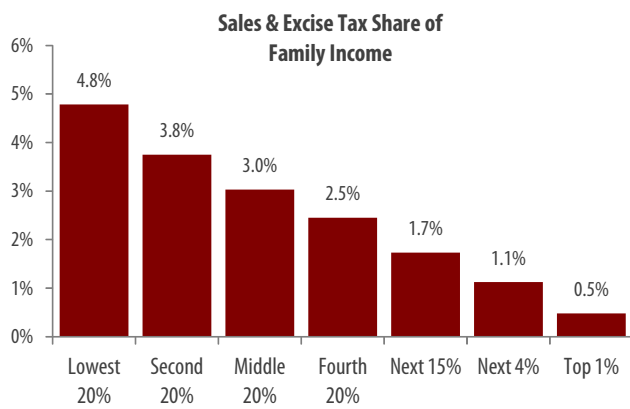
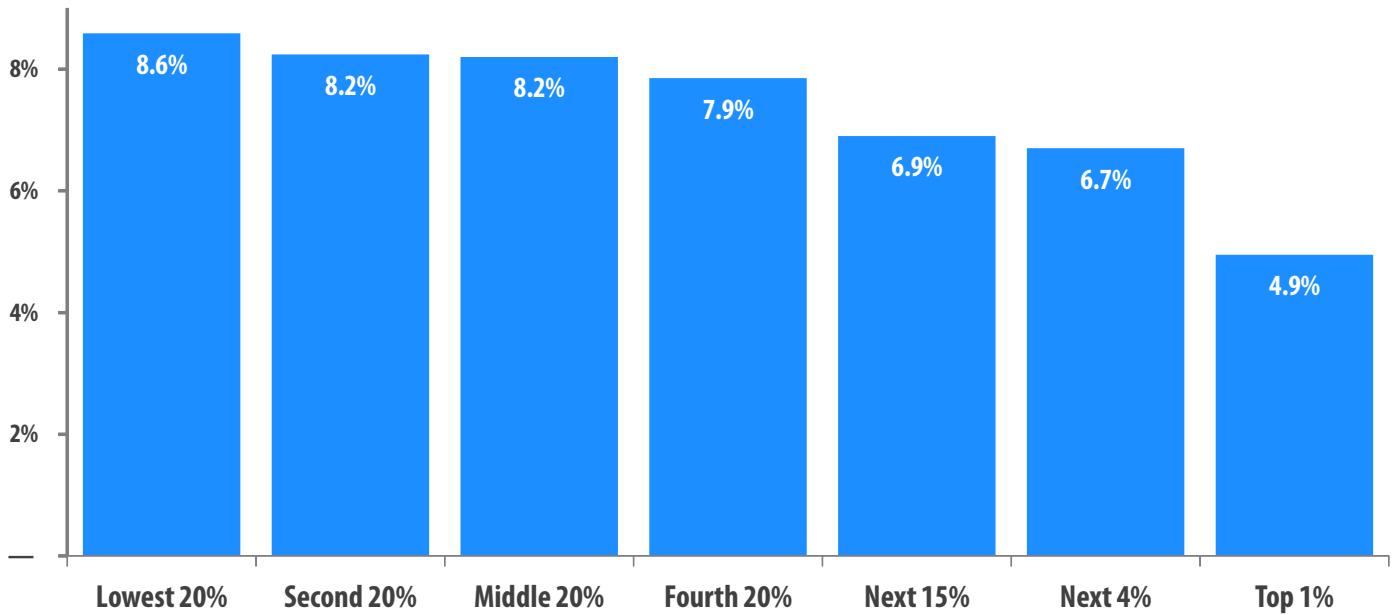


Virginia State & Local Taxes

Shares of family income for non-elderly taxpayers



Note: Figures show permanent law in Virginia enacted through January 2, 2013 at 2010 income levels. Top figure represents total state and local taxes as a share of personal income, post-federal offset.

Virginia State & Local Taxes

Details, Tax Code Features, & Recent Developments

Income Group	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
Income Range	Less than \$20,000	\$20,000 – \$37,000	\$37,000 – \$60,000	\$60,000 – \$100,000	\$100,000 – \$203,000	\$203,000 – \$479,000	\$479,000 or more
Average Income in Group	\$11,400	\$27,700	\$47,300	\$78,400	\$137,000	\$284,000	\$1,286,500
Sales & Excise Taxes	4.8%	3.8%	3.0%	2.5%	1.7%	1.1%	0.5%
General Sales—Individuals	2.6%	2.1%	1.8%	1.5%	1.1%	0.7%	0.3%
Other Sales & Excise—Ind.	1.1%	0.8%	0.6%	0.4%	0.3%	0.2%	0.1%
Sales & Excise on Business	1.1%	0.8%	0.7%	0.5%	0.4%	0.2%	0.1%
Property Taxes	2.7%	2.1%	2.3%	2.6%	2.7%	2.6%	1.8%
Property Taxes on Families	2.6%	2.0%	2.2%	2.5%	2.5%	2.3%	0.8%
Other Property Taxes	0.1%	0.1%	0.1%	0.1%	0.2%	0.3%	1.0%
Income Taxes	1.1%	2.5%	3.3%	3.7%	3.9%	4.2%	4.2%
Personal Income Tax	1.1%	2.5%	3.2%	3.7%	3.9%	4.1%	4.1%
Corporate Income Tax	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%
Total Taxes	8.6%	8.4%	8.5%	8.7%	8.3%	7.9%	6.4%
Federal Deduction Offset	0.0%	-0.1%	-0.3%	-0.8%	-1.4%	-1.2%	-1.5%
OVERALL TOTAL	8.6%	8.2%	8.2%	7.9%	6.9%	6.7%	4.9%

Progressive Features

- ✓ Income tax uses a graduated rate structure
- ✓ Provides a non-refundable earned income tax credit (EITC)

Regressive Features

- ✗ Narrow income tax brackets mean majority of taxpayers pay top income tax rate
- ✗ Fails to provide refundable income tax credits to offset the impact of sales, excise, and property taxes
- ✗ Groceries included in sales tax base, but taxed at a lower rate than other items

Recent Developments

- ▲ Amazon will begin to collect sales tax from online purchases

Virginia's Outdated Tax Brackets Subject Far More Taxpayers to Top Income Tax Rate Than in Previous Years

