Washington State & Local Taxes

Shares of family income for non-elderly taxpayers

Note: Figures show permanent law in Washington 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.

Institute on Taxation & Economic Policy, January 2013
Washington State & Local Taxes
Details, Tax Code Features, & Recent Developments

<table>
<thead>
<tr>
<th>Income Group</th>
<th>Lowest 20%</th>
<th>Second 20%</th>
<th>Middle 20%</th>
<th>Fourth 20%</th>
<th>Top 15%</th>
<th>Next 4%</th>
<th>Top 1%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income Range</td>
<td>$20,000</td>
<td>$38,000</td>
<td>$60,000</td>
<td>$95,000</td>
<td>$176,000</td>
<td>$430,000</td>
<td></td>
</tr>
<tr>
<td>Average Income in Group</td>
<td>$11,500</td>
<td>$28,600</td>
<td>$49,600</td>
<td>$76,800</td>
<td>$123,900</td>
<td>$249,600</td>
<td>$1,131,500</td>
</tr>
</tbody>
</table>

Sales & Excise Taxes
- General Sales—Individuals: 4.1% 3.3% 2.9% 2.4% 1.8% 1.2% 0.6%
- Other Sales & Excise—Ind.: 4.1% 2.7% 2.1% 1.6% 1.1% 0.7% 0.3%
- Sales & Excise on Business: 4.8% 3.7% 3.0% 2.4% 1.8% 1.2% 0.9%

Property Taxes
- Property Taxes on Families: 3.9% 2.6% 2.6% 2.7% 2.6% 1.9% 0.7%
- Other Property Taxes: 0.1% 0.1% 0.1% 0.1% 0.1% 0.3% 0.7%

Income Taxes
- Personal Income Tax: 0.0% 0.0% 0.0% 0.0% 0.0% 0.0% 0.0%
- Corporate Income Tax: — — — — — — —

Total Taxes
- Federal Deduction Offset: 0.0% 0.0% -0.3% -0.5% -0.7% -0.7% -0.5%

OVERALL TOTAL
- Federal Deduction Offset: 0.0% 0.0% -0.3% -0.5% -0.7% -0.7% -0.5%

Note: Table shows detailed breakout of data on previous page.

Progressive Features
- Provides a refundable earned income tax credit (EITC) contingent upon state appropriation

Regressive Features
- No personal income tax
- Comparatively high reliance on sales taxes
- Comparatively high combined state and local sales tax rate

Recent Developments
- Increased cigarette tax
- Increased alcohol tax

Who Pays? A Distributional Analysis of the Tax Systems in All 50 States, 4th Edition