

**1977 WISCONSIN DEPT. OF REVENUE**

**Bureau of Local Fiscal Information**

Table 1 - See Notes Column for comments for asterisks

State	First Used (Year And City)	(A) Number & Type of Jurisdictions Using Tax	(B) Tax Base	(C) & (D) Tax Rates Residents	(E) Tax Rates - Non-Residents
Alabama	1956 (Gadsden)	5 municipalities	Earnings	1% in 3 cities 2% in 2 cities	
Delaware	1969 (Wilmington)	1 city	Earnings	1 ¼%	Same rate
Indiana	1973	36 counties* (out of 92)	AGI**	Local option of 3 rates: ½%, ¾%, or 1%	¼%, but only if county of residence has no tax; otherwise 0%
Kentucky	1948 (Louisville)	34 municipalities 2 counties	Earnings*	Local option permitted actual range: ¼% to 2.5%	Same Rate
Maryland	1966 (Baltimore)	23 counties plus City of Baltimore 100% coverage	State personal income tax liability	Local option* 20% to 50% surcharge by increments of 5%; Most levy maximum 50% rate.	Zero
Michigan	1962 (Detroit)	16 municipalities	Similar to state and Federal AGI less \$600 personal exemptions*	Adoption optional, but no local option as to rates: Detroit, 2%; all others, 1%	½% (no option) but on income earned in jurisdiction only
Missouri	1948 (St. Louis)	2 cities	Earnings	Actual rates 1% in both St. Louis and Kansas City	Same rate
New York	1966 (N.Y. City)	1 City	Similar to state and Federal AGI with full range of exemptions & deductions	Rates range from .7% on 1 <sup>st</sup> \$1,000 of taxable income to 3.5% on income over \$30,000	Lower rate, but on a different base as well
Ohio	1946 (Toledo)	335 municipalities	Earnings	Local option; actual rates range from ¼% to 2.0%	Practice not uniform, but most cities tax at same rate
Pennsylvania	1939 (Phila.)	3,765 municipalities, townships & school dist	Earnings	Local option; range from .25% to 1.0% * Philadelphia rate 3.3125%	Same rate, but only if jurisdiction of residence has no tax**
Washington, D.C.			Similar to Federal, with full range of exemptions and deductions	Range from 2% on 1 <sup>st</sup> \$1,000 of taxable income to 10% on income over \$25,000	Zero

Table 1 Continued

State	(E) Administration	(G) Corporate Income			Local Income taxes as % of all Local Tax Revenues	Population of State Covered	Notes
		Taxed	Rate	Allocation			
Alabama	Local	No			20% Birmingham, 1% rate 58% Gadsden, 2% rate		
Delaware	Local	Yes	1 ¼%	One factor gross receipts	37% Wilmington		
Indiana	State	No				20+%	*All revenues are distributed to municipalities and school dist. Within the county. **A piggyback system; state income tax is a flat rate applied to taxable AGI
Kentucky	Local	Yes			Between 48% & 56% in four larger cities	39%	*All earnings earned within the taxing jurisdiction, but no earnings earned elsewhere.
Maryland	State	No			Baltimore: 14.2% Statewide : about 30%	100%	*Adoption is mandatory, but choice of rates is optional.
Michigan	Local	Yes	1% (2% in Detroit)	3 factors	Detroit: 35% Saginaw: 34% Flint: 57% Grand Rapids: 47%	27%	*Expenses of earning income are the only deduction allowed
Missouri	Local	Yes	1%	3 factors	Kansas City: 37% St. Louis: 29%	24%	
New York	Local	Yes		3 factors	21% (N.Y.C.)	43%	
Ohio	Local	Yes in some, No in others			Generally between 50% and 80% for larger cities	65%	
Pennsylvania	Local	No			Philadelphia: 63% generally between 15% and 30% elsewhere	100%	*Overlapping cities and school districts split 50-50. **Except in Philadelphia, where non-residents taxed regardless.
Washington, D.C.		Yes	9%	3 factors			