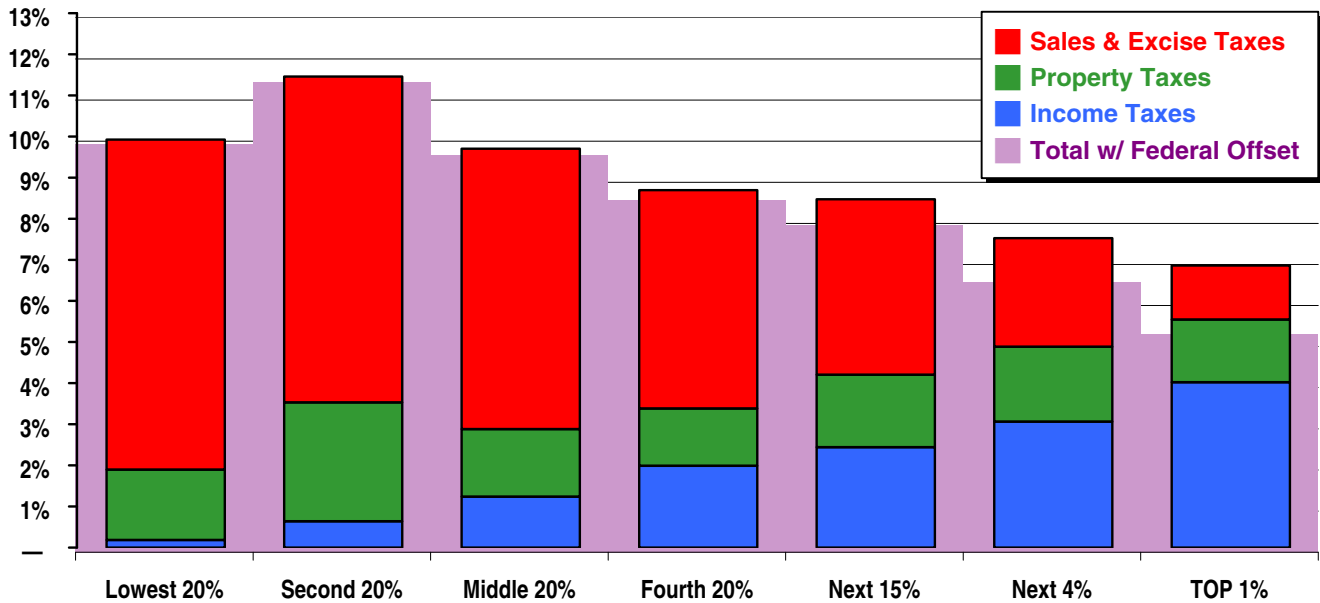


# Mississippi

## State & Local Taxes in 2002

Shares of family income for non-elderly taxpayers



Income Group	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
Income Range	Less than \$11,000	\$11,000 – \$19,000	\$19,000 – \$29,000	\$29,000 – \$53,000	\$53,000 – \$96,000	\$96,000 – \$228,000	\$228,000 or more
Average Income in Group	\$7,000	\$15,100	\$24,100	\$40,400	\$69,000	\$130,500	\$509,200
<b>Sales &amp; Excise Taxes</b>	<b>8.0%</b>	<b>7.9%</b>	<b>6.8%</b>	<b>5.3%</b>	<b>4.3%</b>	<b>2.6%</b>	<b>1.3%</b>
General Sales—Individuals	4.7%	4.9%	4.2%	3.4%	2.8%	1.7%	0.9%
Other Sales & Excise—Ind.	1.2%	1.0%	0.9%	0.6%	0.4%	0.3%	0.1%
Sales & Excise on Business	2.1%	2.1%	1.8%	1.3%	1.0%	0.6%	0.4%
<b>Property Taxes</b>	<b>1.7%</b>	<b>2.9%</b>	<b>1.6%</b>	<b>1.4%</b>	<b>1.8%</b>	<b>1.8%</b>	<b>1.5%</b>
Property Taxes on Families	1.6%	2.7%	1.6%	1.2%	1.4%	1.2%	0.6%
Other Property Taxes	0.1%	0.1%	0.1%	0.2%	0.3%	0.6%	0.9%
<b>Income Taxes</b>	<b>0.2%</b>	<b>0.6%</b>	<b>1.2%</b>	<b>2.0%</b>	<b>2.4%</b>	<b>3.1%</b>	<b>4.0%</b>
Personal Income Tax	0.1%	0.5%	1.2%	1.9%	2.4%	3.0%	3.8%
Corporate Income Tax	0.1%	0.1%	0.0%	0.1%	0.1%	0.1%	0.2%
<b>TOTAL TAXES</b>	<b>9.9%</b>	<b>11.5%</b>	<b>9.7%</b>	<b>8.7%</b>	<b>8.5%</b>	<b>7.5%</b>	<b>6.9%</b>
Federal Deduction Offset	—	-0.0%	-0.0%	-0.1%	-0.5%	-1.0%	-1.5%
<b>TOTAL AFTER OFFSET</b>	<b>9.9%</b>	<b>11.4%</b>	<b>9.7%</b>	<b>8.6%</b>	<b>8.0%</b>	<b>6.6%</b>	<b>5.3%</b>

Note: Table shows 2002 tax law at 2000 income levels.

# Mississippi Details

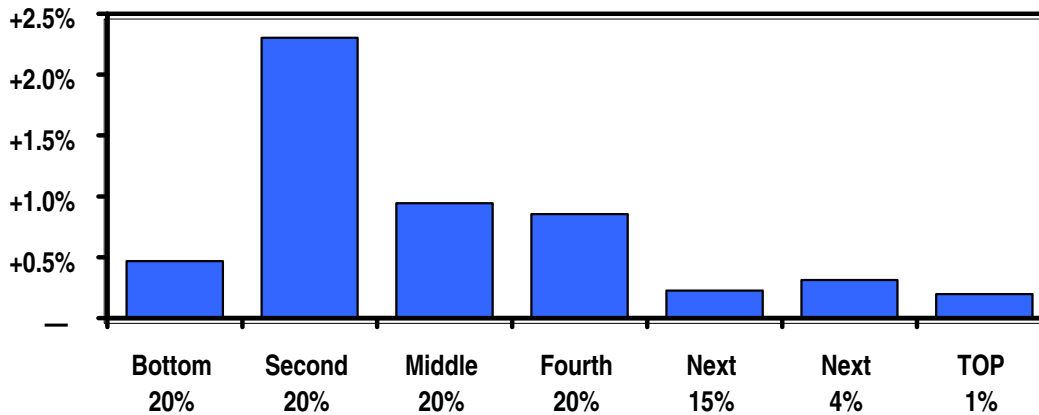
## Progressive Features

- ✓ Homestead credit

## Regressive Features

- ✗ Virtually flat tax
- ✗ Sales tax one of the highest in the nation
- ✗ Sales tax applies to food

Changes in Tax as Share of Income, 1989 - 2002

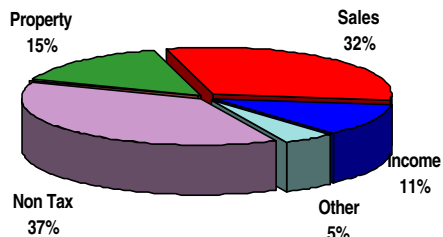


	Bottom 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
<b>Sales &amp; Excise</b>	+0.4%	+0.6%	+0.5%	+0.5%	+0.4%	+0.2%	+0.1%
<b>Property</b>	-0.1%	+1.3%	-0.0%	-0.1%	-0.4%	-0.0%	-0.0%
<b>Income</b>	+0.1%	+0.4%	+0.4%	+0.5%	+0.3%	+0.3%	+0.5%
<b>Federal Offset</b>	—	-0.0%	+0.0%	-0.0%	-0.1%	-0.1%	-0.4%
<b>Overall Change</b>	+0.5%	+2.3%	+0.9%	+0.9%	+0.2%	+0.3%	+0.2%

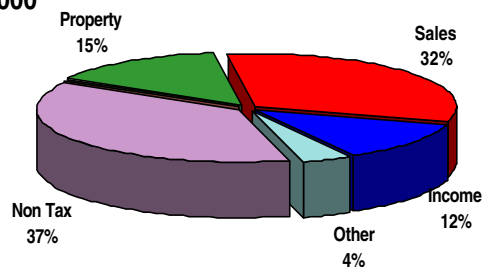
Inflation eroded the value of the personal exemption and standard deduction and caused "bracket creep" for those in middle incomes. The state also hiked the regressive sales tax 1%.

## Composition of Revenues

1989



2000



Source: Government Finances, US Department of Census