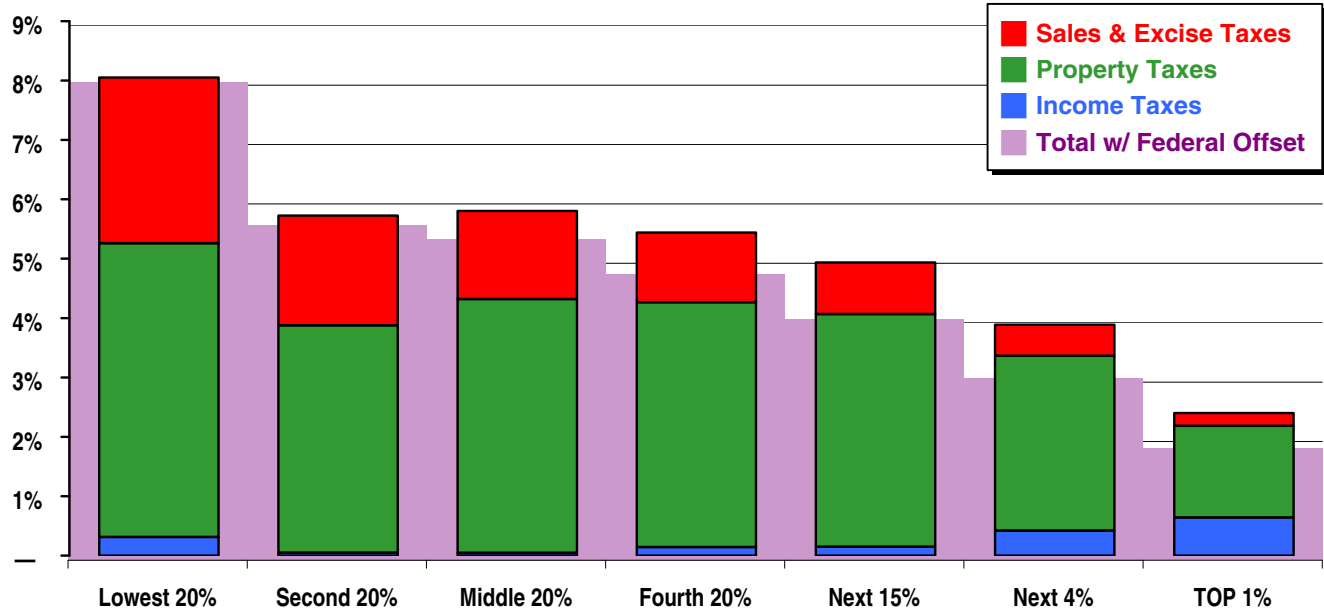


# New Hampshire

## 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 \$20,000	\$20,000 – \$34,000	\$34,000 – \$55,000	\$55,000 – \$84,000	\$84,000 – \$159,000	\$159,000 – \$474,000	\$474,000 or more
Average Income in Group	\$11,700	\$27,000	\$44,000	\$68,100	\$109,800	\$226,700	\$1,079,300
<b>Sales &amp; Excise Taxes</b>	<b>2.8%</b>	<b>1.8%</b>	<b>1.5%</b>	<b>1.2%</b>	<b>0.9%</b>	<b>0.5%</b>	<b>0.2%</b>
General Sales—Individuals	—	—	—	—	—	—	—
Other Sales & Excise—Ind.	2.4%	1.5%	1.2%	1.0%	0.7%	0.4%	0.2%
Sales & Excise on Business	0.4%	0.3%	0.3%	0.2%	0.2%	0.1%	0.1%
<b>Property Taxes</b>	<b>4.9%</b>	<b>3.8%</b>	<b>4.3%</b>	<b>4.1%</b>	<b>3.9%</b>	<b>2.9%</b>	<b>1.5%</b>
Property Taxes on Families	4.7%	3.8%	4.2%	4.0%	3.8%	2.7%	1.1%
Other Property Taxes	0.2%	0.1%	0.1%	0.1%	0.1%	0.3%	0.5%
<b>Income Taxes</b>	<b>0.3%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.1%</b>	<b>0.1%</b>	<b>0.4%</b>	<b>0.6%</b>
Personal Income Tax	0.3%	0.0%	0.0%	0.1%	0.1%	0.3%	0.4%
Corporate Income Tax	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.2%
<b>TOTAL TAXES</b>	<b>8.1%</b>	<b>5.7%</b>	<b>5.8%</b>	<b>5.4%</b>	<b>4.9%</b>	<b>3.9%</b>	<b>2.4%</b>
Federal Deduction Offset	-0.0%	-0.1%	-0.4%	-0.6%	-0.9%	-0.8%	-0.5%
<b>TOTAL AFTER OFFSET</b>	<b>8.1%</b>	<b>5.6%</b>	<b>5.4%</b>	<b>4.8%</b>	<b>4.1%</b>	<b>3.1%</b>	<b>1.9%</b>

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

# New Hampshire Details

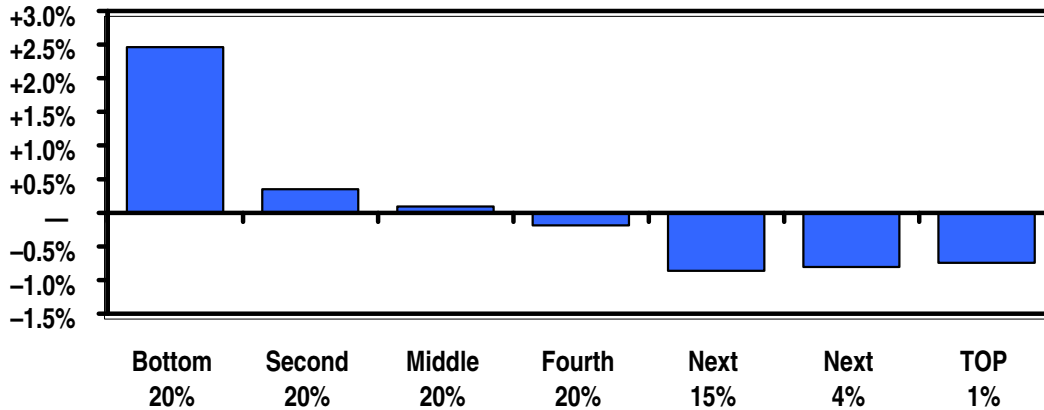
## Progressive Features

- ✓ No statewide sales tax

## Regressive Features

- ✗ No broad-based personal income tax
- ✗ Heavy reliance on property tax

Changes in Tax as Share of Income, 1989 - 2002

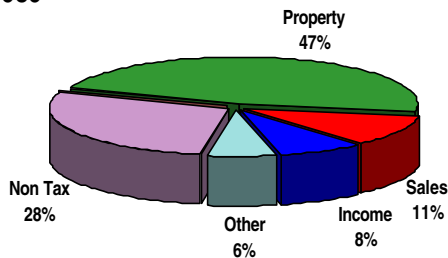


	Bottom 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
<b>Sales &amp; Excise</b>	+0.5%	+0.2%	+0.1%	+0.1%	+0.0%	+0.0%	-0.0%
<b>Property</b>	+1.8%	+0.2%	+0.2%	-0.2%	-0.9%	-0.9%	-0.6%
<b>Income</b>	+0.2%	-0.1%	-0.1%	+0.1%	-0.0%	-0.0%	-0.1%
<b>Federal Offset</b>	+0.0%	+0.0%	-0.1%	-0.1%	+0.0%	+0.1%	-0.0%
<b>Overall Change</b>	+2.5%	+0.4%	+0.1%	-0.2%	-0.9%	-0.8%	-0.7%

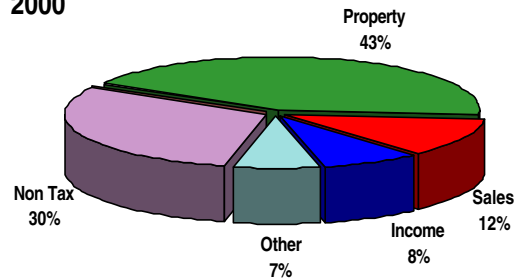
New Hampshire relies heavily on a property tax to pay for government services which makes New Hampshire one of the most regressive states. Progressive changes to the property tax including low income tax relief and a statewide cut to 5.8 offset a regressive 31 cent hike in the cigarette tax.

## Composition of Revenues

1989



2000



Source: Government Finances, US Department of Census