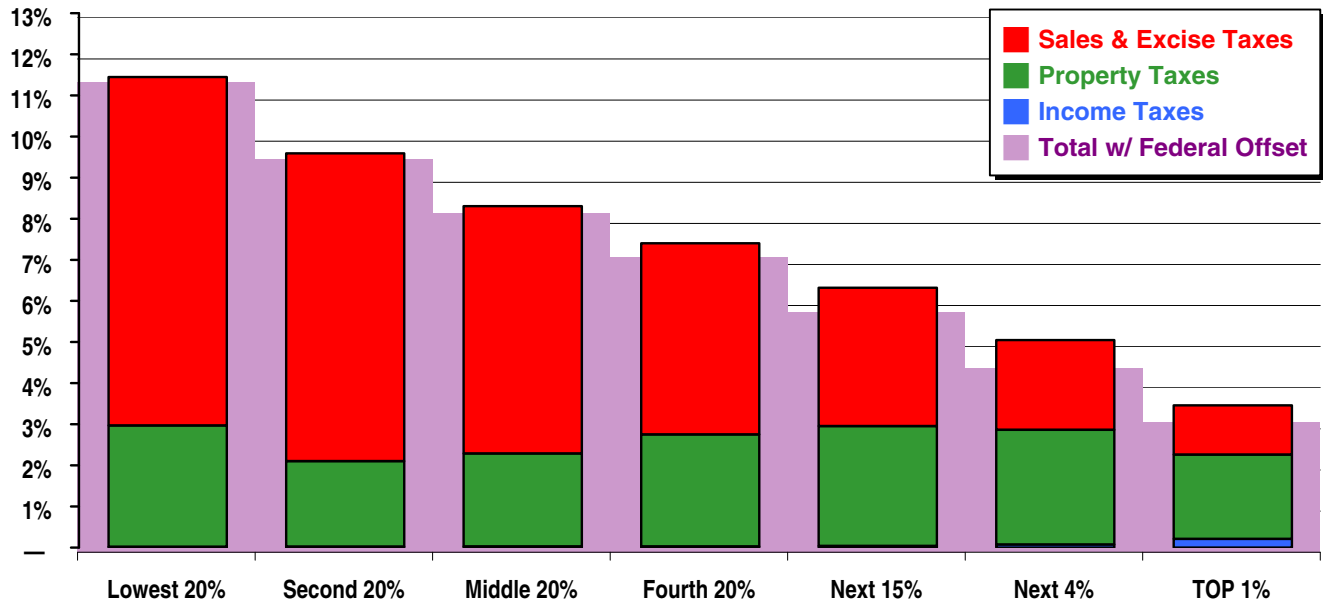


Texas

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 \$15,000	\$15,000 – \$25,000	\$25,000 – \$40,000	\$40,000 – \$69,000	\$69,000 – \$147,000	\$147,000 – \$304,000	\$304,000 or more
Average Income in Group	\$9,300	\$19,700	\$31,900	\$52,500	\$95,300	\$202,300	\$1,080,900
Sales & Excise Taxes	8.5%	7.5%	6.0%	4.7%	3.4%	2.2%	1.2%
General Sales—Individuals	4.1%	3.8%	3.1%	2.5%	1.9%	1.3%	0.7%
Other Sales & Excise—Ind.	1.2%	0.9%	0.7%	0.5%	0.3%	0.2%	0.0%
Sales & Excise on Business	3.1%	2.8%	2.2%	1.7%	1.2%	0.8%	0.4%
Property Taxes	3.0%	2.1%	2.3%	2.7%	2.9%	2.8%	2.1%
Property Taxes on Families	2.8%	1.9%	2.1%	2.4%	2.5%	2.2%	0.8%
Other Property Taxes	0.2%	0.2%	0.2%	0.3%	0.4%	0.6%	1.2%
Income Taxes	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.2%
Personal Income Tax	—	—	—	—	—	—	—
Corporate Income Tax	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.2%
TOTAL TAXES	11.4%	9.6%	8.3%	7.4%	6.3%	5.1%	3.5%
Federal Deduction Offset	-0.0%	-0.0%	-0.1%	-0.2%	-0.5%	-0.6%	-0.3%
TOTAL AFTER OFFSET	11.4%	9.6%	8.2%	7.2%	5.8%	4.5%	3.2%

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

Texas Details

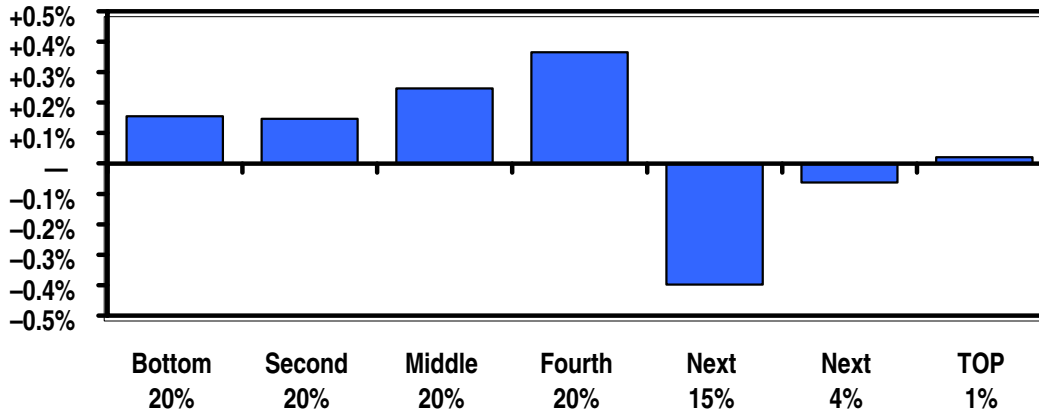
Progressive Features

- ✓ Property tax "homestead exemption"

Regressive Features

- ✗ No Income tax

Changes in Tax as Share of Income, 1989 - 2002

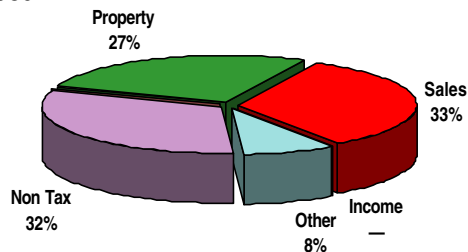


	Bottom 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
Sales & Excise	-0.0%	-0.1%	-0.0%	-0.0%	-0.0%	-0.0%	-0.0%
Property	+0.2%	+0.2%	+0.3%	+0.4%	-0.3%	-0.0%	-0.0%
Income	+0.0%	+0.0%	+0.0%	+0.0%	+0.0%	+0.0%	+0.1%
Federal Offset	+0.0%	+0.0%	+0.0%	-0.0%	-0.1%	-0.0%	-0.0%
Overall Change	+0.2%	+0.1%	+0.2%	+0.4%	-0.4%	-0.1%	+0.0%

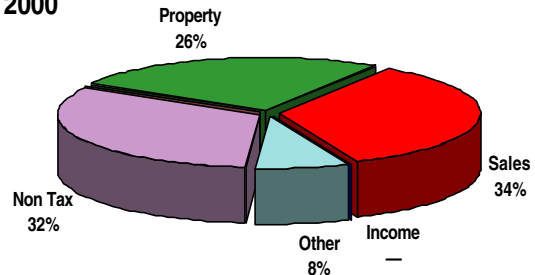
Texas raised the general sales tax rate .25% in the 1990s.

Composition of Revenues

1989



2000



Source: Government Finances, US Department of Census