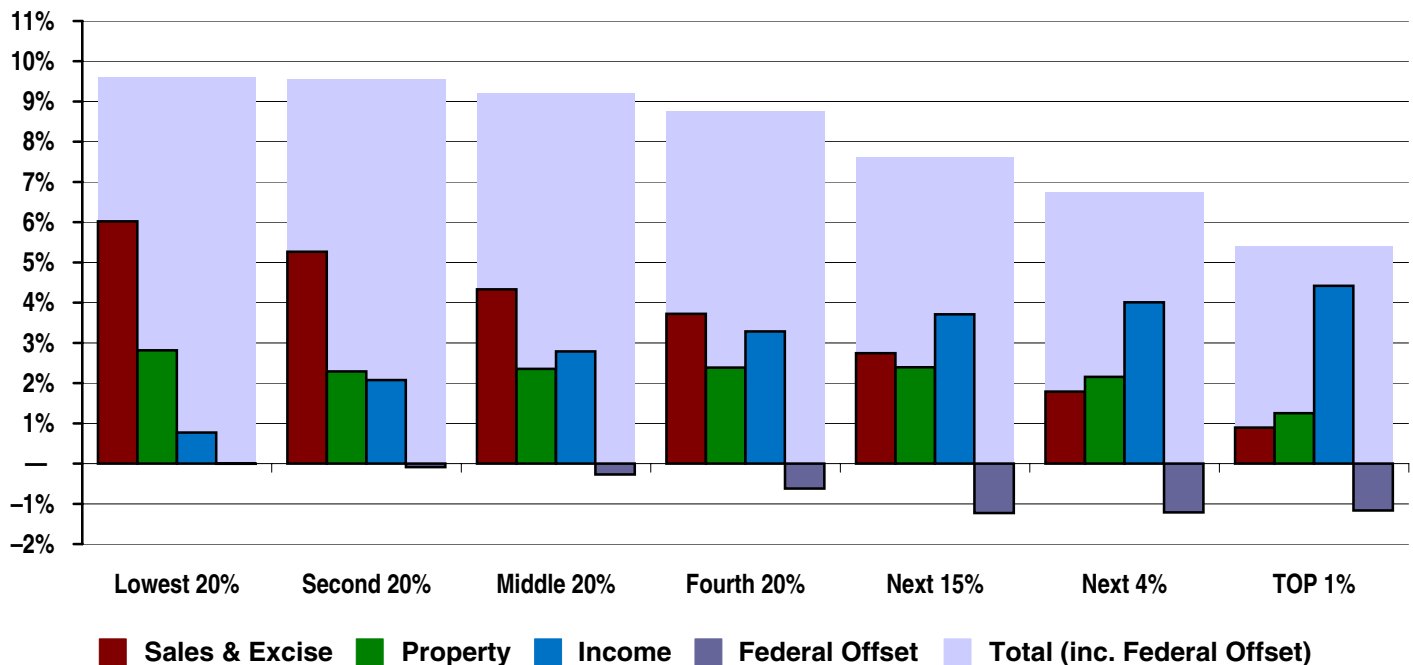


# Missouri

## State & Local Taxes in 2007

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 \$17,000	\$17,000 – \$31,000	\$31,000 – \$50,000	\$50,000 – \$81,000	\$81,000 – \$156,000	\$156,000 – \$412,000	\$412,000 or more
Average Income in Group	\$10,000	\$24,200	\$40,400	\$64,300	\$107,300	\$226,900	\$1,170,600
<b>Sales &amp; Excise Taxes</b>	<b>6.0%</b>	<b>5.3%</b>	<b>4.3%</b>	<b>3.7%</b>	<b>2.7%</b>	<b>1.8%</b>	<b>0.9%</b>
General Sales—Individuals	3.6%	3.3%	2.8%	2.5%	1.8%	1.2%	0.6%
Other Sales & Excise—Ind.	0.7%	0.5%	0.4%	0.3%	0.2%	0.1%	0.0%
Sales & Excise on Business	1.7%	1.5%	1.2%	1.0%	0.7%	0.5%	0.3%
<b>Property Taxes</b>	<b>2.8%</b>	<b>2.3%</b>	<b>2.4%</b>	<b>2.4%</b>	<b>2.4%</b>	<b>2.2%</b>	<b>1.3%</b>
Property Taxes on Families	2.8%	2.2%	2.3%	2.3%	2.3%	1.9%	0.7%
Other Property Taxes	0.1%	0.1%	0.1%	0.1%	0.1%	0.2%	0.6%
<b>Income Taxes</b>	<b>0.8%</b>	<b>2.1%</b>	<b>2.8%</b>	<b>3.3%</b>	<b>3.7%</b>	<b>4.0%</b>	<b>4.4%</b>
Personal Income Tax	0.8%	2.1%	2.8%	3.3%	3.7%	4.0%	4.3%
Corporate Income Tax	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%
<b>TOTAL TAXES</b>	<b>9.6%</b>	<b>9.6%</b>	<b>9.5%</b>	<b>9.4%</b>	<b>8.9%</b>	<b>8.0%</b>	<b>6.6%</b>
Federal Deduction Offset	-0.0%	-0.1%	-0.3%	-0.6%	-1.2%	-1.2%	-1.2%
<b>TOTAL AFTER OFFSET</b>	<b>9.6%</b>	<b>9.5%</b>	<b>9.2%</b>	<b>8.8%</b>	<b>7.6%</b>	<b>6.7%</b>	<b>5.4%</b>

Note: Table shows 2007 tax law updated to reflect permanent changes in law enacted through October 2009.

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# Missouri

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## State & Local Taxes

### Features, Developments, and Comparisons

#### *Progressive Features*

- ✓ Income tax uses a graduated rate structure
- ✓ State sales tax base excludes groceries

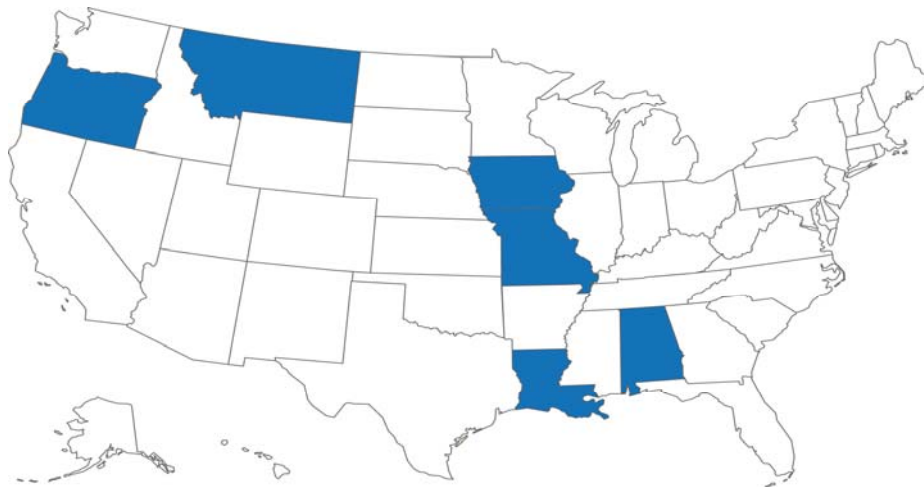
#### *Regressive Features*

- ✗ Offers an income tax deduction for federal income taxes paid
- ✗ Narrow income tax brackets mean majority of taxpayers pay top income tax rate
- ✗ Fails to offer refundable income tax credits to non-elderly taxpayers

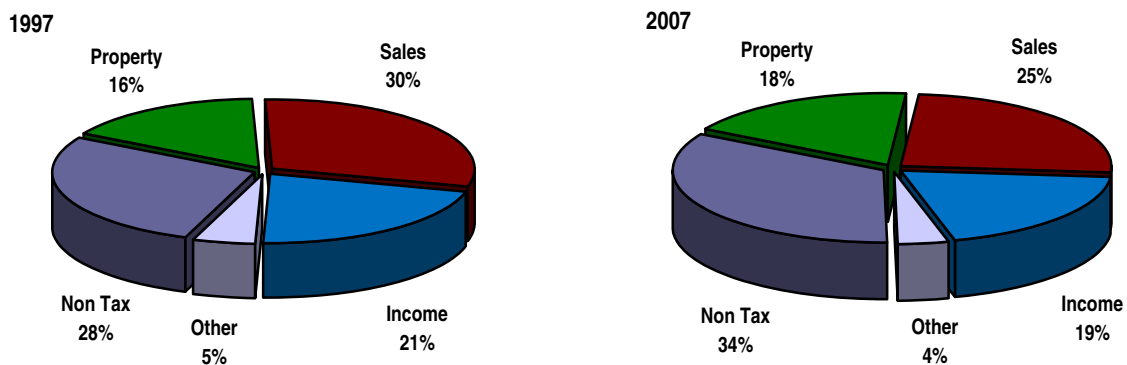
#### *Recent Developments*

- ▲ Enacted a new means-tested exemption for public pensions

#### *States Offering a Deduction for Federal Income Taxes Paid*



#### *Change in the Composition of Revenue*



Source: U.S. Census Bureau, Government Finances