## Ohio's State and Local Tax Burden



Legislative Budget Office

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## Ohioans paid \$5,340 per capita on average in state and local taxes in FY 2021

| Combined State and Local Taxes, FY 2021 |                  |                      |
|---|------------------|----------------------|
| State                                   | Taxes Per Capita | Rank Among<br>States |
| National average                        | \$6,379          |                      |
| Ohio                                    | \$5,340          | 27                   |
| Neighboring states                      |                  |                      |
| Indiana                                 | \$5,410          | 26                   |
| Kentucky                                | \$4,687          | 40                   |
| Michigan                                | \$4,968          | 34                   |
| Pennsylvania                            | \$6,275          | 19                   |
| West Virginia                           | \$4,656          | 42                   |

Source: U.S. Census Bureau

- Ohio's combined state and local tax burden, measured by taxes per capita, was \$5,340 in FY 2021.
- This was lower than the national average but higher than in neighboring states except Pennsylvania and Indiana.
- Per-capita taxes in the 50 states ranged from \$10,199 (New York) to \$4,179 (Alaska).

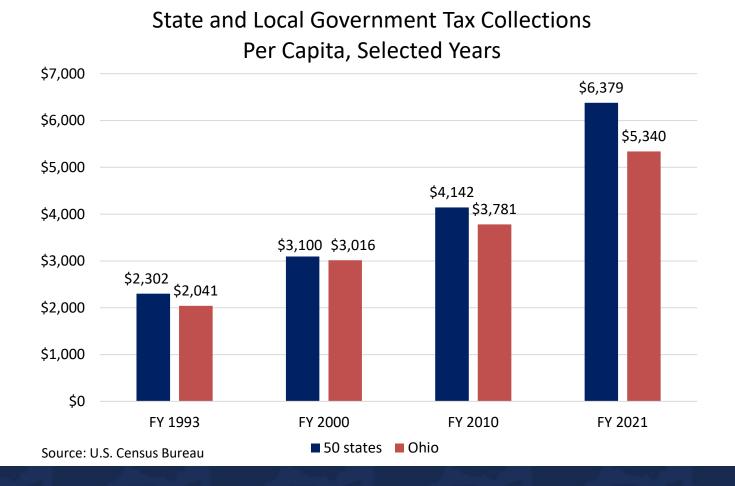
## Ohio's state and local tax burden in FY 2021 was about 9.4% of personal income

| Combined State and Local Taxes, FY 2021 |                                  |                      |
|---|----------------------------------|----------------------|
| State                                   | Taxes as % of<br>Personal Income | Rank Among<br>States |
| National average                        | 9.8%                             |                      |
| Ohio                                    | 9.4%                             | 27                   |
| Neighboring states                      |                                  |                      |
| Indiana                                 | 9.4%                             | 25                   |
| Kentucky                                | 9.1%                             | 29                   |
| Michigan                                | 8.8%                             | 33                   |
| Pennsylvania                            | 9.8%                             | 20                   |
| West Virginia                           | 9.6%                             | 22                   |

Sources: U.S. Census Bureau; U.S. Bureau of Economic Analysis

- Measured relative to personal income, Ohio's state and local tax burden of 9.4% in FY 2021 was lower than the national average, 9.8%.
- Compared to nearby states, Ohio's taxes as a share of personal income were higher than in Kentucky and Michigan, lower than in Pennsylvania and West Virginia, and about the same as in Indiana.

## Ohio's state and local tax burden historically comes in below the U.S. average



The state and local tax burden in Ohio, on a per-capita basis, has been lower historically than the average for all 50 states.

Tax increases in years shown, nationwide and in Ohio, outpaced general price inflation.