

District of Columbia Tax Comparisons

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D.C. Tax Revision Commission
April 15, 2013

Regional Tax Rate Comparisons

	D.C.	Maryland	Virginia
Top Individual Rate	8.95%	5.75%	5.75%
Top Bracket	\$350,000	\$300,000	\$17,000
County Rate	--	3.2%	0%
Corporate Income	9.975%	8.25%	6%
Retail Sales	6%	6%	6%*

RESIDENTIAL PROPERTY TAXES (RATE PER \$100)

	D.C.	Montgomery, MD	Pr. George's, MD	Arlington, VA	Fairfax, VA
Tax Rate	\$0. 85	\$1.068-1.641	\$1.431-2.921	\$0.958	\$1.096-1.213

COMMERCIAL PROPERTY TAXES (RATE PER \$100)

	D.C.	Silver Spring, MD	Rosslyn, VA	Tysons, VA	Reston, VA
Tax Rate	\$1.65/1.85	\$1.429	\$1.008	\$1.095	\$1.095

D.C. Per Capita Tax Revenue

Total State & Local Tax Revenue

	Per Capita	Percentage of Personal Income
<u>District of Columbia</u>	<u>\$8,315 (2)</u>	<u>11.7% (8)</u>
Maryland	\$4,851 (9)	10.0% (27)
Virginia	\$3,885 (25)	8.8% (44)
U.S. Average	\$4,105	10.3%

Source: Census Bureau, FY 2010

Note: State rank in parentheses.

Tax Burdens for D.C. Families

Estimated Payment of Major State & Local Taxes
For a Hypothetical Family of Three (by income), 2011

Income	\$25,000	\$50,000	\$75,000	\$100,000	\$150,000
<u>D.C.</u>	<u>\$2,847</u>	<u>\$4,637</u>	<u>\$6,684</u>	<u>\$8,389</u>	<u>\$13,157</u>
U.S. Average*	\$3,065	\$4,971	\$7,041	\$8,719	\$12,831
Alexandria, VA	\$2,953	\$5,661	\$7,877	\$9,425	\$13,471
Arlington, VA	\$3,025	\$5,632	\$7,996	\$9,502	\$13,873
Fairfax, VA	\$2,863	\$5,780	\$7,918	\$9,468	\$13,381
Montgomery, MD	\$2,874	\$5,458	\$7,975	\$10,073	\$14,827
Pr. George's MD	\$2,866	\$6,227	\$8,818	\$10,931	\$15,746

Source: ORA

*Largest city in each state plus D.C.

D.C. Business Taxes

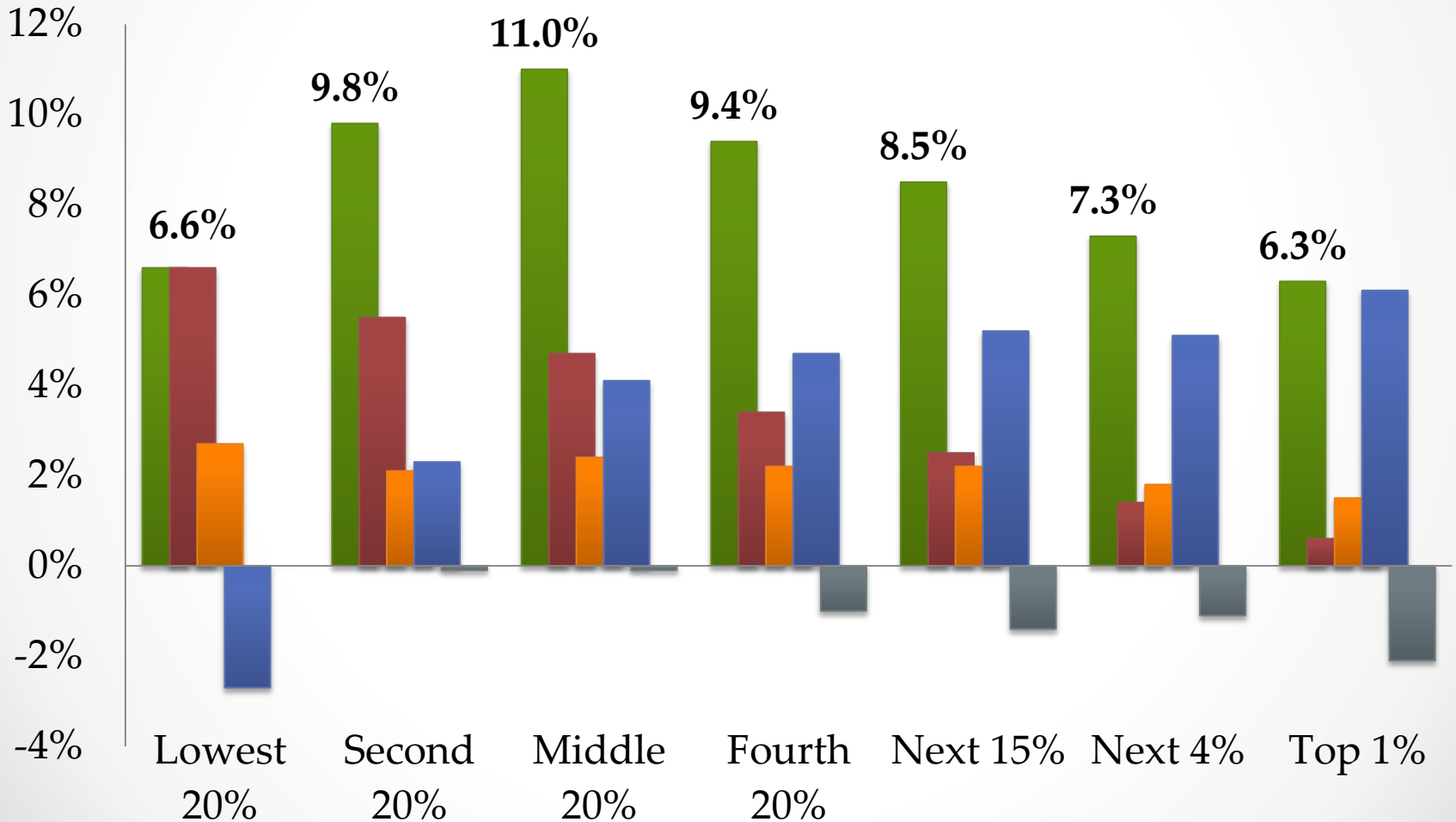
What we know:

- D.C.'s income tax rate for businesses is the third highest in the country.
- However, ORA reports that in 2008 nearly two-thirds of businesses paid the minimum tax.
- D.C.'s *effective* commercial property tax rate is average for a large city.

D.C. Distribution of Taxes

Shares of Family Income for Non-Elderly Taxpayers Paid in D.C. Taxes

■ Total ■ Sales ■ Property ■ Income ■ Federal Offset



D.C. Tax System Highlights

1. Family tax burdens are relatively low for the region.
2. D.C.'s tax distribution is close-to-flat.
3. The statutory tax rates for business income and commercial property are relatively high.