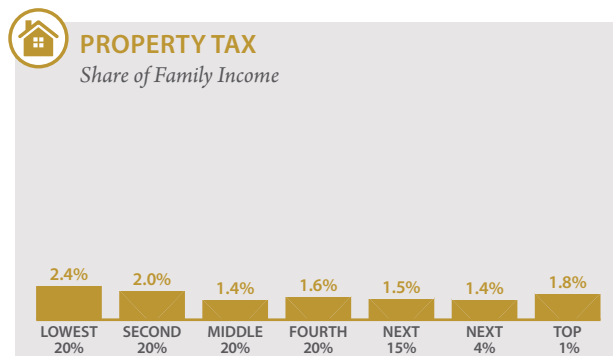
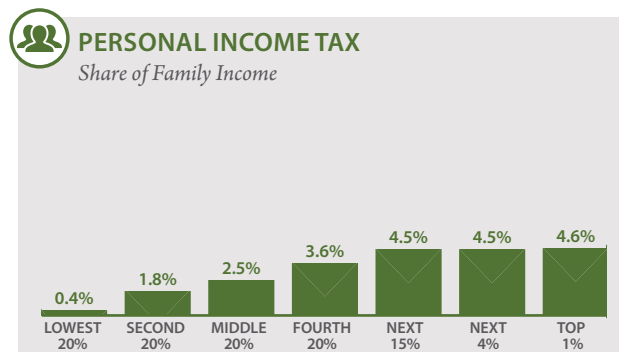
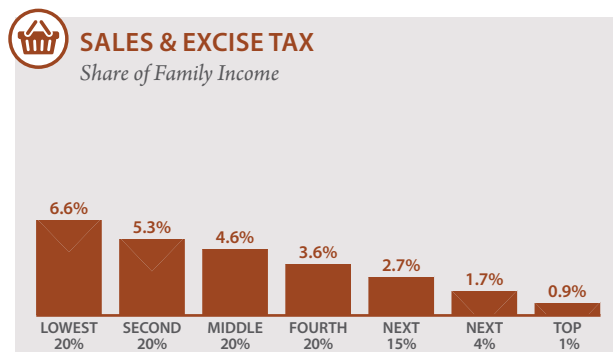
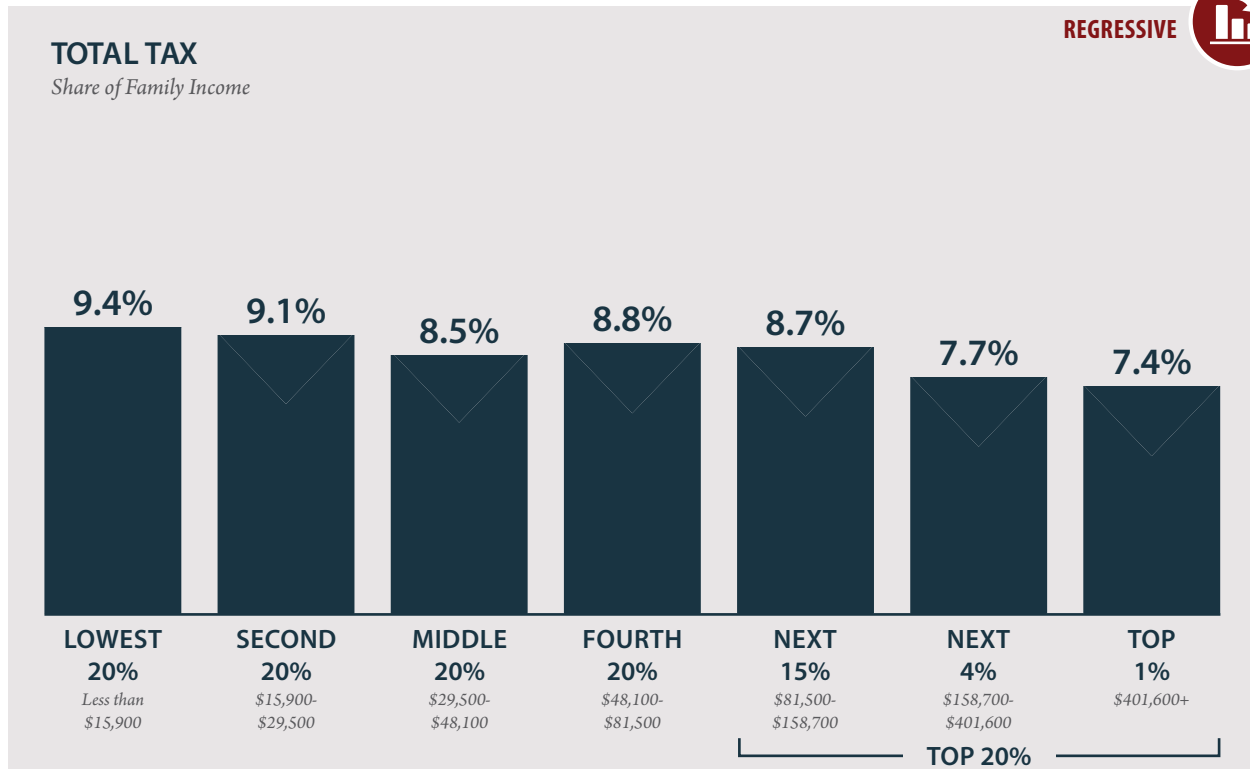


WEST VIRGINIA

STATE AND LOCAL TAX SHARES OF FAMILY INCOME for non-elderly taxpayers







NOTE:

Figures show permanent law in West Virginia enacted through September 10, 2018 at 2015 income levels. Top figure represents total state and local taxes as a share of income. The 6th edition of Who Pays does not include the impact of the federal deduction for state and local taxes (SALT) because policy changes in the 2017 federal Tax Cuts and Jobs Act temporarily limited the extent to which the SALT deduction functions as a generalized offset of state and local taxes.

WEST VIRGINIA State and Local Taxes (cont.)

TOTAL TAX

Share of Family Income

| INCOME GROUP | TOP 20% | | | | | | |
|---|--------------------|----------------------|----------------------|----------------------|-----------------------|------------------------|----------------|
| | LOWEST 20% | SECOND 20% | MIDDLE 20% | FOURTH 20% | NEXT 15% | NEXT 4% | TOP 1% |
| INCOME RANGE | Less than \$15,900 | \$15,900 to \$29,500 | \$29,500 to \$48,100 | \$48,100 to \$81,500 | \$81,500 to \$158,700 | \$158,700 to \$401,600 | over \$401,600 |
| AVERAGE INCOME IN GROUP | \$8,900 | \$22,700 | \$37,000 | \$61,600 | \$107,400 | \$220,500 | \$702,400 |
|  SALES & EXCISE TAXES | 6.6% | 5.3% | 4.6% | 3.6% | 2.7% | 1.7% | 0.9% |
| General Sales—Individuals | 2.8% | 2.7% | 2.5% | 2.0% | 1.5% | 1.0% | 0.6% |
| Other Sales & Excise—Ind. | 2.7% | 1.7% | 1.3% | 0.9% | 0.6% | 0.4% | 0.1% |
| Sales & Excise on Business | 1.0% | 0.9% | 0.9% | 0.7% | 0.5% | 0.3% | 0.2% |
|  PROPERTY TAXES | 2.4% | 2.0% | 1.4% | 1.6% | 1.5% | 1.4% | 1.8% |
| Home, Rent, Car—Individuals | 2.3% | 1.9% | 1.2% | 1.5% | 1.3% | 1.0% | 0.5% |
| Other Property Taxes | 0.1% | 0.1% | 0.2% | 0.1% | 0.2% | 0.4% | 1.3% |
|  INCOME TAXES | 0.5% | 1.9% | 2.5% | 3.6% | 4.6% | 4.6% | 4.7% |
| Personal Income Tax | 0.4% | 1.8% | 2.5% | 3.6% | 4.5% | 4.5% | 4.6% |
| Corporate Income Tax | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.1% | 0.1% |
|  TOTAL TAXES | 9.4% | 9.1% | 8.5% | 8.8% | 8.7% | 7.7% | 7.4% |

Individual figures may not sum to totals due to rounding.

ITEP TAX INEQUALITY INDEX

According to ITEP's Tax Inequality Index, which measures the impact of each state's tax system on income inequality, **West Virginia has the 37th most unfair state and local tax system** in the country. Incomes are more unequal in West Virginia after state and local taxes are collected than before. (See Appendix B for state-by-state rankings and the methodology section for additional detail on the index.)

TAX FEATURES DRIVING THE DATA IN WEST VIRGINIA



PROGRESSIVE TAX CODE FEATURES

- Graduated personal income tax structure
- State sales tax base excludes groceries
- Provides a refundable property tax "circuit breaker" credit to low-income taxpayers via the income tax
- Requires the use of combined reporting for the corporate income tax



REGRESSIVE TAX CODE FEATURES

- Fails to provide a refundable Earned Income Tax Credit (EITC)
- Does not levy a tax on estates or inheritances