

Table 9.14-- STATE BUSINESS TAX CLIMATE INDEX RANK: 2017 TO 2023, AND SCORE: 2022 AND 2023

[For fiscal year ending June 30. The higher the score, the lower the rank, and therefore, the more favorable the state's tax system is for business. See source for details. Rank is among the 50 states. 2017 to 2022 data may differ from previous year due to enactment of retroactive statutes, backcasting of methodological changes or corrections]

| Location | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | 2023 | |
|----------------|------------|------------|------------|------------|------------|------------|-------------|------------|-------------|
| | Index rank | Index rank | Index rank | Index rank | Index rank | Index rank | Total score | Index rank | Total score |
| Alabama | 38 | 39 | 41 | 40 | 40 | 39 | 4.57 | 41 | 4.56 |
| Alaska | 3 | 3 | 3 | 3 | 3 | 3 | 7.25 | 3 | 7.23 |
| Arizona | 24 | 24 | 23 | 22 | 23 | 24 | 5.10 | 19 | 5.26 |
| Arkansas | 42 | 43 | 46 | 44 | 46 | 43 | 4.50 | 40 | 4.57 |
| California | 48 | 49 | 48 | 48 | 48 | 48 | 3.58 | 48 | 3.56 |
| Colorado | 21 | 20 | 18 | 20 | 19 | 20 | 5.23 | 21 | 5.17 |
| Connecticut | 47 | 47 | 47 | 47 | 47 | 47 | 4.10 | 47 | 4.08 |
| Delaware | 22 | 22 | 14 | 15 | 16 | 16 | 5.33 | 16 | 5.32 |
| Florida | 4 | 4 | 4 | 4 | 4 | 4 | 6.91 | 4 | 6.85 |
| Georgia | 31 | 30 | 34 | 31 | 28 | 29 | 5.01 | 32 | 4.99 |
| Hawaii | 32 | 33 | 39 | 38 | 38 | 41 | 4.53 | 43 | 4.51 |
| Idaho | 18 | 18 | 20 | 19 | 20 | 17 | 5.28 | 15 | 5.33 |
| Illinois | 25 | 29 | 35 | 36 | 36 | 36 | 4.77 | 36 | 4.78 |
| Indiana | 9 | 9 | 10 | 10 | 9 | 9 | 5.64 | 9 | 5.63 |
| Iowa | 46 | 46 | 45 | 45 | 42 | 38 | 4.67 | 38 | 4.66 |
| Kansas | 27 | 28 | 31 | 34 | 33 | 23 | 5.14 | 25 | 5.13 |
| Kentucky | 37 | 37 | 19 | 18 | 17 | 18 | 5.27 | 18 | 5.27 |
| Louisiana | 45 | 45 | 42 | 43 | 41 | 42 | 4.50 | 39 | 4.62 |
| Maine | 36 | 35 | 28 | 29 | 32 | 34 | 4.96 | 35 | 4.90 |
| Maryland | 41 | 40 | 40 | 42 | 44 | 46 | 4.25 | 46 | 4.28 |
| Massachusetts | 28 | 25 | 30 | 35 | 35 | 35 | 4.93 | 34 | 4.95 |
| Michigan | 13 | 13 | 13 | 12 | 13 | 12 | 5.58 | 12 | 5.57 |
| Minnesota | 44 | 44 | 44 | 46 | 45 | 45 | 4.37 | 45 | 4.35 |
| Mississippi | 29 | 27 | 27 | 28 | 30 | 31 | 5.00 | 30 | 5.00 |
| Missouri | 15 | 15 | 15 | 14 | 11 | 11 | 5.60 | 11 | 5.59 |
| Montana | 6 | 6 | 5 | 5 | 5 | 5 | 6.07 | 5 | 6.08 |
| Nebraska | 30 | 34 | 25 | 27 | 29 | 30 | 5.00 | 29 | 5.02 |
| Nevada | 5 | 5 | 6 | 7 | 7 | 6 | 5.94 | 7 | 5.93 |
| New Hampshire | 7 | 7 | 7 | 6 | 6 | 7 | 5.93 | 6 | 5.96 |
| New Jersey | 49 | 50 | 50 | 50 | 50 | 50 | 3.36 | 50 | 3.37 |
| New Mexico | 26 | 26 | 24 | 24 | 21 | 27 | 5.07 | 22 | 5.16 |
| New York | 50 | 48 | 49 | 49 | 49 | 49 | 3.50 | 49 | 3.45 |
| North Carolina | 11 | 10 | 11 | 11 | 10 | 10 | 5.61 | 10 | 5.60 |
| North Dakota | 17 | 17 | 16 | 17 | 18 | 19 | 5.26 | 17 | 5.29 |

Continued on next page.

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| Location | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | | 2023 | |
|------------------|------------|------------|------------|------------|------------|------------|-------------|------------|-------------|
| | Index rank | Index rank | Index rank | Index rank | Index rank | Index rank | Total score | Index rank | Total score |
| Ohio | 39 | 41 | 37 | 37 | 37 | 37 | 4.72 | 37 | 4.72 |
| Oklahoma | 20 | 21 | 26 | 26 | 25 | 28 | 5.06 | 23 | 5.15 |
| Oregon | 10 | 11 | 9 | 8 | 15 | 22 | 5.15 | 24 | 5.14 |
| Pennsylvania | 33 | 36 | 36 | 33 | 34 | 32 | 5.00 | 33 | 4.99 |
| Rhode Island | 40 | 38 | 38 | 39 | 39 | 40 | 4.54 | 42 | 4.54 |
| South Carolina | 34 | 32 | 32 | 32 | 31 | 33 | 4.97 | 31 | 5.00 |
| South Dakota | 2 | 2 | 2 | 2 | 2 | 2 | 7.48 | 2 | 7.49 |
| Tennessee | 23 | 23 | 29 | 30 | 26 | 14 | 5.45 | 14 | 5.44 |
| Texas | 12 | 12 | 12 | 13 | 12 | 13 | 5.55 | 13 | 5.51 |
| Utah | 8 | 8 | 8 | 9 | 8 | 8 | 5.64 | 8 | 5.64 |
| Vermont | 43 | 42 | 43 | 41 | 43 | 44 | 4.47 | 44 | 4.44 |
| Virginia | 19 | 19 | 21 | 23 | 24 | 25 | 5.09 | 26 | 5.07 |
| Washington | 14 | 14 | 17 | 16 | 14 | 15 | 5.38 | 28 | 5.03 |
| West Virginia | 16 | 16 | 22 | 21 | 22 | 21 | 5.18 | 20 | 5.21 |
| Wisconsin | 35 | 31 | 33 | 25 | 27 | 26 | 5.07 | 27 | 5.07 |
| Wyoming | 1 | 1 | 1 | 1 | 1 | 1 | 7.77 | 1 | 7.76 |
| Dist. of Col. 1/ | 48 | 48 | 47 | 47 | 48 | 48 | 3.86 | 48 | 3.75 |

1/ Score and rank do not affect other areas.

Source: Tax Foundation, *2023 State Business Tax Climate Index*, Table 2 (October 25, 2022)

<<https://taxfoundation.org/publications/state-business-tax-climate-index/>> accessed February 1, 2023.