

**Table 9.12-- STATE BUSINESS TAX CLIMATE INDEX RANK: 2020 TO 2025,
AND SCORE: 2024 AND 2025**

[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. 2020 to 2022 data may differ from previous year due to enactment of retroactive statutes, backcasting of methodological changes or corrections]

	2020	2021	2022	2023	2024		2025	
Location	Index rank	Index rank	Index rank	Index rank	Index rank	Total score	Index rank	Total score
Alabama	39	40	40	41	39	4.73	38	4.77
Alaska	3	3	3	3	3	7.17	3	7.05
Arizona	19	19	18	16	16	5.48	15	5.46
Arkansas	45	46	42	38	38	4.74	36	4.85
California	48	48	48	48	48	3.89	48	3.88
Colorado	22	22	25	27	31	5.06	32	5.02
Connecticut	47	47	47	47	47	4.15	47	4.13
Delaware	18	18	19	18	18	5.37	18	5.35
Florida	4	4	4	4	4	6.81	4	6.78
Georgia	30	29	28	29	32	5.03	26	5.10
Hawaii	38	41	43	43	44	4.49	42	4.52
Idaho	17	17	14	13	10	5.61	11	5.60
Illinois	33	34	35	34	36	4.82	37	4.77
Indiana	13	13	13	11	12	5.57	10	5.63
Iowa	44	39	38	37	22	5.19	20	5.30
Kansas	31	31	26	23	25	5.13	25	5.13
Kentucky	20	20	21	21	23	5.19	22	5.18
Louisiana	42	44	45	39	40	4.69	40	4.74
Maine	27	26	23	28	27	5.13	29	5.06
Maryland	41	43	46	46	46	4.33	46	4.35
Massachusetts	34	33	34	33	41	4.55	41	4.56
Michigan	12	11	12	12	14	5.55	14	5.49
Minnesota	46	45	44	44	42	4.54	44	4.48
Mississippi	29	30	30	31	29	5.09	27	5.09
Missouri	15	9	10	9	13	5.56	13	5.54
Montana	5	5	5	5	5	6.18	5	6.32
Nebraska	28	28	24	24	28	5.09	24	5.16
Nevada	16	15	17	17	17	5.42	17	5.37
New Hampshire	7	7	7	7	6	6.03	6	6.05
New Jersey	50	50	49	49	49	3.64	49	3.69
New Mexico	24	27	33	26	30	5.07	31	5.02
New York	49	49	50	50	50	3.61	50	3.62
North Carolina	11	10	11	10	11	5.60	12	5.57
North Dakota	10	16	15	14	9	5.63	9	5.67

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**Table 9.12-- STATE BUSINESS TAX CLIMATE INDEX RANK: 2020 TO 2025,
AND SCORE: 2024 AND 2025 -- Con.**

Location	2020	2021	2022	2023	2024		2025	
	Index rank	Index rank	Index rank	Index rank	Index rank	Total score	Index rank	Total score
Ohio	36	37	37	36	35	4.84	35	4.87
Oklahoma	26	23	31	22	19	5.30	21	5.27
Oregon	9	12	29	30	26	5.13	30	5.05
Pennsylvania	37	36	36	35	34	4.91	34	4.93
Rhode Island	40	38	39	40	37	4.80	39	4.75
South Carolina	32	32	32	32	33	5.01	33	4.99
South Dakota	2	2	2	2	2	7.58	2	7.65
Tennessee	35	35	8	8	8	5.86	8	5.94
Texas	6	6	6	6	7	6.00	7	6.00
Utah	14	14	16	15	15	5.48	16	5.43
Vermont	43	42	41	42	43	4.54	43	4.50
Virginia	23	25	27	25	24	5.16	28	5.09
Washington	8	8	9	45	45	4.47	45	4.44
West Virginia	25	24	22	19	21	5.19	23	5.17
Wisconsin	21	21	20	20	20	5.28	19	5.32
Wyoming	1	1	1	1	1	7.73	1	7.65
Dist. of Col. 1/	47	47	47	48	48	4.01	48	4.07

1/ Score and rank do not affect other areas.

Source: Tax Foundation, *2025 State Tax Competitiveness Index*, Table 1 (October 31, 2024)

<<https://taxfoundation.org/research/all/state/2025-state-tax-competitiveness-index/>> accessed October 31, 2024.