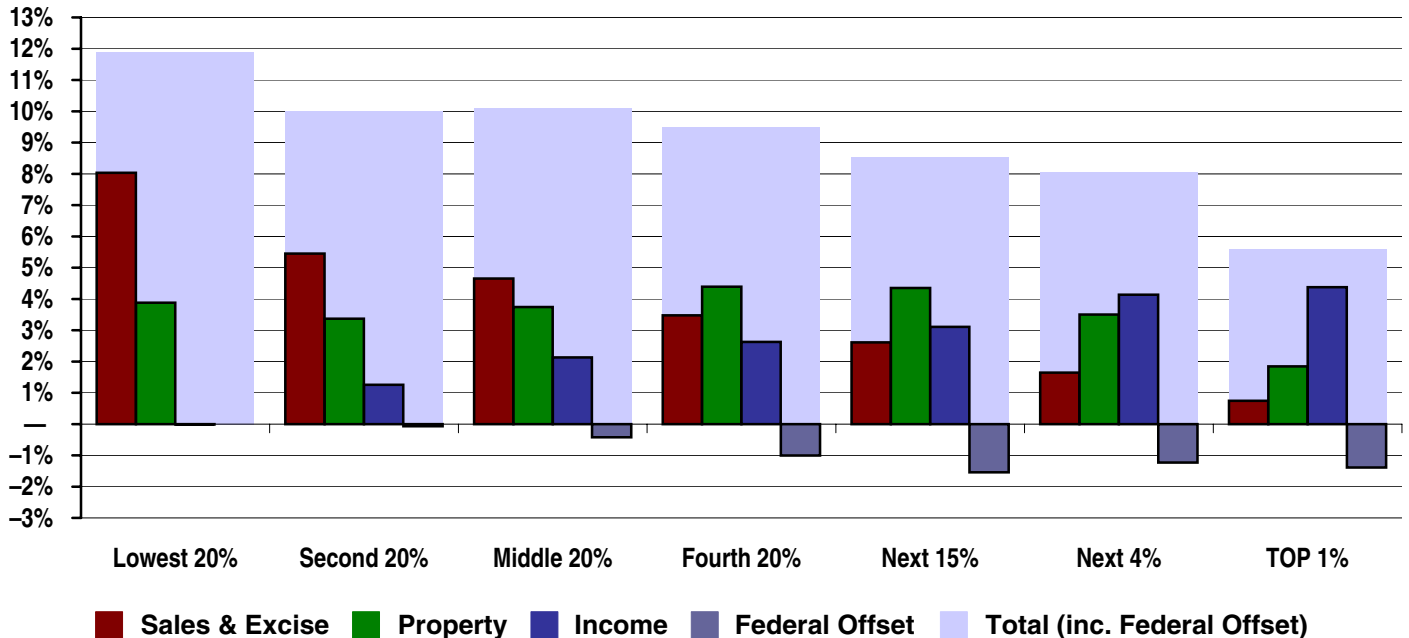


Rhode Island

State & Local Taxes in 2007

Shares of family income for non-elderly taxpayers



| Income Group | Lowest 20% | Second 20% | Middle 20% | Fourth 20% | Top 20% | | |
|---------------------------------|--------------------|---------------------|---------------------|---------------------|----------------------|-----------------------|-------------------|
| | | | | | Next 15% | Next 4% | TOP 1% |
| Income Range | Less than \$17,000 | \$17,000 – \$31,000 | \$31,000 – \$51,000 | \$51,000 – \$85,000 | \$85,000 – \$167,000 | \$167,000 – \$419,000 | \$419,000 or more |
| Average Income in Group | \$9,500 | \$23,500 | \$41,700 | \$66,600 | \$113,000 | \$248,100 | \$1,211,300 |
| Sales & Excise Taxes | 8.0% | 5.4% | 4.7% | 3.5% | 2.6% | 1.6% | 0.7% |
| General Sales—Individuals | 3.4% | 2.5% | 2.3% | 1.8% | 1.4% | 0.9% | 0.4% |
| Other Sales & Excise—Ind. | 2.8% | 1.6% | 1.3% | 0.8% | 0.6% | 0.3% | 0.1% |
| Sales & Excise on Business | 1.8% | 1.3% | 1.1% | 0.8% | 0.6% | 0.4% | 0.2% |
| Property Taxes | 3.9% | 3.4% | 3.7% | 4.4% | 4.3% | 3.5% | 1.8% |
| Property Taxes on Families | 3.8% | 3.2% | 3.6% | 4.2% | 4.1% | 3.1% | 1.0% |
| Other Property Taxes | 0.1% | 0.1% | 0.1% | 0.2% | 0.3% | 0.4% | 0.8% |
| Income Taxes | -0.0% | 1.3% | 2.1% | 2.6% | 3.1% | 4.1% | 4.4% |
| Personal Income Tax | -0.0% | 1.2% | 2.1% | 2.6% | 3.1% | 4.1% | 4.2% |
| Corporate Income Tax | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.1% | 0.2% |
| TOTAL TAXES | 11.9% | 10.1% | 10.5% | 10.5% | 10.1% | 9.3% | 7.0% |
| Federal Deduction Offset | -0.0% | -0.1% | -0.4% | -1.0% | -1.5% | -1.2% | -1.4% |
| TOTAL AFTER OFFSET | 11.9% | 10.0% | 10.1% | 9.5% | 8.5% | 8.1% | 5.6% |

Note: Table shows 2007 tax law updated to reflect permanent changes in law enacted through October 2009.