

Tax Climate

State business tax climate index rankings (2023)

State	Overall Rank	Corporate Tax Rank	Individual Income Tax Rank	Sales Tax Rank	Property Tax Rank	Unemployment Insurance Tax Rank
Missouri	11	3	21	26	7	4
Arkansas	40	29	37	45	27	20
Illinois	36	38	13	38	44	43
Iowa	38	34	40	15	40	33
Kansas	25	21	22	25	17	15
Kentucky	18	15	18	14	24	48
Nebraska	29	30	32	9	39	11
Oklahoma	23	4	31	39	30	1
Tennessee	14	45	6	46	33	21

Source: Tax Foundation's State Business Tax Climate Index

State corporate income tax rates (2023)

State	Tax rates and brackets	Special rates or notes
Missouri	4.0% > \$0	
Arkansas	1.0% > \$0 2.0% > \$3,000 3.0% > \$6,000 5.0% > \$11,000 5.9% > \$25,000	
Illinois	9.5% > \$0	Illinois' rate includes two separate corporate income taxes, one at a 7% rate and one at a 2.5% rate.
Iowa	5.5% > \$0 9.0% > \$100,000 9.8% > \$250,000	
Kansas	4.0% > \$0 7.0% > \$50,000	
Kentucky	5.0% > \$0	
Nebraska	5.58% > \$0 7.81% > \$100,000	
Oklahoma	6.0% > \$0	
Tennessee	6.5% > \$0	Gross Receipts Tax Rate: 0.02%–0.3%

Source: Tax Foundation's State Business Tax Climate Index



State sales and gasoline taxes (2023)

State	Sales Tax	Gas Tax*
Missouri	4.23%	22.42 cents
Arkansas	6.50%	24.80 cents
Illinois	6.25%	59.60 cents
Iowa	6.00%	30.00 cents
Kansas	6.50%	24.03 cents
Kentucky	6.00%	26.00 cents
Nebraska	5.50%	25.70 cents
Oklahoma	4.50%	20.00 cents
Tennessee	7.00%	27.40 cents

*Calculated rate including excise taxes, additional fees levied per gallon (such as storage tank and environmental fees), local excise taxes, and sales or gross receipts taxes

Source: Tax Foundation's State Business Tax Climate Index