

2026 State Tax Competitiveness Index | Full Study

State	2020	2021	2022	2023	2024	2025 Rank	2025 Score	2026 Rank	2026 Score	2025-2026 Rank	2025-2026 Score
Alabama	39	39	40	40	38	36	4.79	37	4.80	-1	0.01
Alaska	3	3	3	3	3	3	6.96	4	6.93	-1	-0.03
Arizona	18	18	19	15	15	15	5.45	14	5.52	1	0.07
Arkansas	41	42	39	39	37	35	4.90	34	4.93	1	0.03
California	48	48	48	48	48	48	3.87	48	3.81	0	-0.05
Colorado	22	23	21	28	33	32	5.00	33	4.97	-1	-0.03
Connecticut	47	47	47	47	47	47	4.14	47	4.17	0	0.03
Delaware	17	17	17	18	18	20	5.32	24	5.22	-4	-0.11
Florida	4	4	4	4	4	4	6.82	5	6.84	-1	0.02
Georgia	28	27	29	29	32	23	5.24	18	5.38	5	0.14
Hawaii	37	38	41	42	41	41	4.55	41	4.56	0	0.01
Idaho	14	13	14	10	9	11	5.63	9	5.69	2	0.06
Illinois	32	32	33	33	36	38	4.77	38	4.78	0	0.01
Indiana	10	8	11	11	11	9	5.71	10	5.66	-1	-0.05
Iowa	43	41	37	36	22	19	5.35	17	5.40	2	0.06
Kansas	27	28	24	22	23	25	5.20	23	5.22	2	0.02
Kentucky	19	19	20	20	21	24	5.21	25	5.20	-1	-0.01
Louisiana	40	40	44	38	39	37	4.79	31	5.06	6	0.27
Maine	26	26	22	32	29	31	5.05	26	5.14	5	0.09
Maryland	42	43	46	45	45	45	4.39	46	4.20	-1	-0.20
Massachusetts	36	37	36	37	44	43	4.45	43	4.45	0	0.00
Michigan	12	11	12	14	14	14	5.52	16	5.44	-2	-0.08
Minnesota	46	46	45	44	42	42	4.49	44	4.44	-2	-0.05
Mississippi	29	29	30	30	31	27	5.08	27	5.12	0	0.04
Missouri	13	9	9	9	13	13	5.55	12	5.62	1	0.07
Montana	5	5	5	5	5	5	6.30	6	6.19	-1	-0.11
Nebraska	25	25	25	25	28	22	5.24	22	5.27	0	0.03
Nevada	16	16	16	17	17	18	5.36	20	5.34	-2	-0.03

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New Hampshire	7	7	7	7	7	6	5.98	3	7.20	3	1.23
New Jersey	50	50	49	49	49	49	3.68	49	3.71	0	0.03
New Mexico	20	21	31	23	24	26	5.09	28	5.09	-2	0.00
New York	49	49	50	50	50	50	3.60	50	3.65	0	0.05
North Carolina	11	10	10	12	12	12	5.61	13	5.62	-1	0.01
North Dakota	9	14	13	13	10	10	5.64	11	5.62	-1	-0.02
Ohio	34	34	34	34	35	39	4.75	39	4.78	0	0.02
Oklahoma	23	22	27	21	19	17	5.37	19	5.37	-2	0.00
Oregon	8	12	28	31	26	33	5.02	35	4.92	-2	-0.10
Pennsylvania	35	35	35	35	34	34	4.97	36	4.91	-2	-0.06
Rhode Island	44	44	42	41	40	40	4.68	40	4.69	0	0.01
South Carolina	31	30	32	26	30	29	5.06	29	5.09	0	0.03
South Dakota	1	2	2	2	2	2	7.64	2	7.71	0	0.07
Tennessee	38	36	8	8	8	8	5.94	8	6.04	0	0.10
Texas	6	6	6	6	6	7	5.98	7	6.11	0	0.12
Utah	15	15	15	16	16	16	5.42	15	5.48	1	0.06
Vermont	45	45	43	43	43	44	4.42	42	4.52	2	0.10
Virginia	24	24	26	27	25	28	5.04	30	5.07	-2	0.03
Washington	33	33	38	46	46	46	4.25	45	4.21	1	-0.04
West Virginia	30	31	23	24	27	30	5.04	32	5.06	-2	0.02
Wisconsin	21	20	18	19	20	21	5.32	21	5.30	0	-0.03
Wyoming	2	1	1	1	1	1	7.67	1	7.74	0	0.07
District of Columbia	47	47	48	48	48	48	4.05	48	4.14	0	0.08