



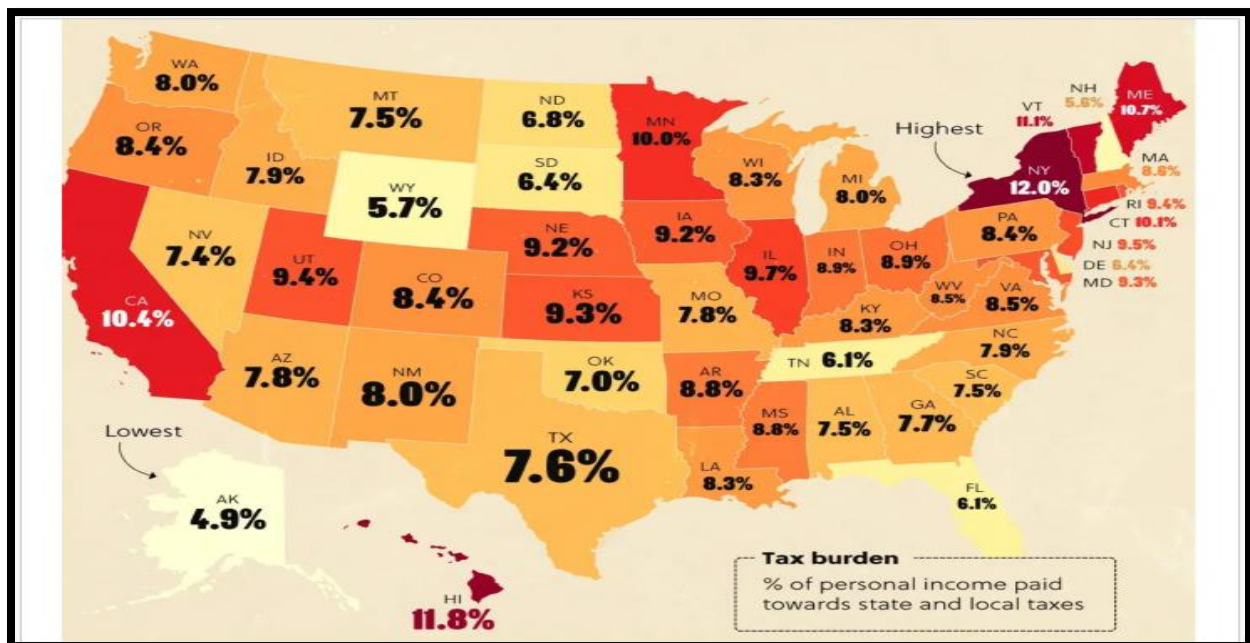
State Tax Rates in Context

June 4, 2024

Several U.S. states have become attractive destinations for retirees, due to the fact that they don't charge state income taxes. Florida, Nevada, South Dakota, Tennessee, Texas, Washington, and Wyoming fall into this thrifty category, and New Hampshire would accept that the state does charge a flat 4% tax on interest and dividend income.

So those states are the cheapest places to live, from a tax standpoint, right? Actually, when you look at the bigger picture, there are thriftier places to live, tax-wise. Why? Because you also have to consider property taxes and state sales and excise tax into the equation.

When you look at the percent of an average person's income that is paid toward total state and local taxes, you discover that the least expensive state, from a tax standpoint, is Alaska, which assesses just 4.9% of the income of its average citizen. Florida and Tennessee are near the bottom (6.1%) but Texas (7.6%) and Washington (8.0%) might not be the thriftiest retirement destinations.



No reader will be surprised that New York (12.0%) is the overall state tax leader, followed by Hawai'i (11.8%), Vermont (11.1%), Maine (10.7%), California (10.4%) and Connecticut (10.1%). Retirees who want to live on the coast and still pay low taxes might consider Delaware, which assesses an overall 6.4% tax rate.

Sources:

<https://www.visualcapitalist.com/visualizing-the-tax-burden-of-every-u-s-state/>

If you have any questions about this article or want to discuss your family finances, investment portfolio, or financial planning advice, please call on me anytime at my number [\(215\) 325-1595](tel:2153251595) or you can [click here to schedule a meeting](#).

Please feel free to forward this article and offer to anyone you know who might have financial questions or need some unbiased advice. Most financial advice is sales advice. In stark contrast, we are fee-only (non-commissioned) fiduciary advisors. We just provide truthful, unbiased advice to our clients.



Jeffrey Broadhurst
MBA, CFA, CFP
Broadhurst Financial Advisors, Inc.



****PRIVACY NOTICE****

This message is intended only for the individual or entity to which it is addressed and may contain information that is privileged, confidential, or exempt from disclosure under applicable federal or state law. You are hereby notified that any dissemination, distribution, or copying of this communication, except in accordance with its intended purpose, is strictly prohibited.

Our physical and mail address:

1911 West Point Pike
P.O. Box 301
West Point, PA 19486-0301

Contact us:

Phone: (215) 325-1595
Email: jeff@broadhurstfinancial.com