



Arkansas

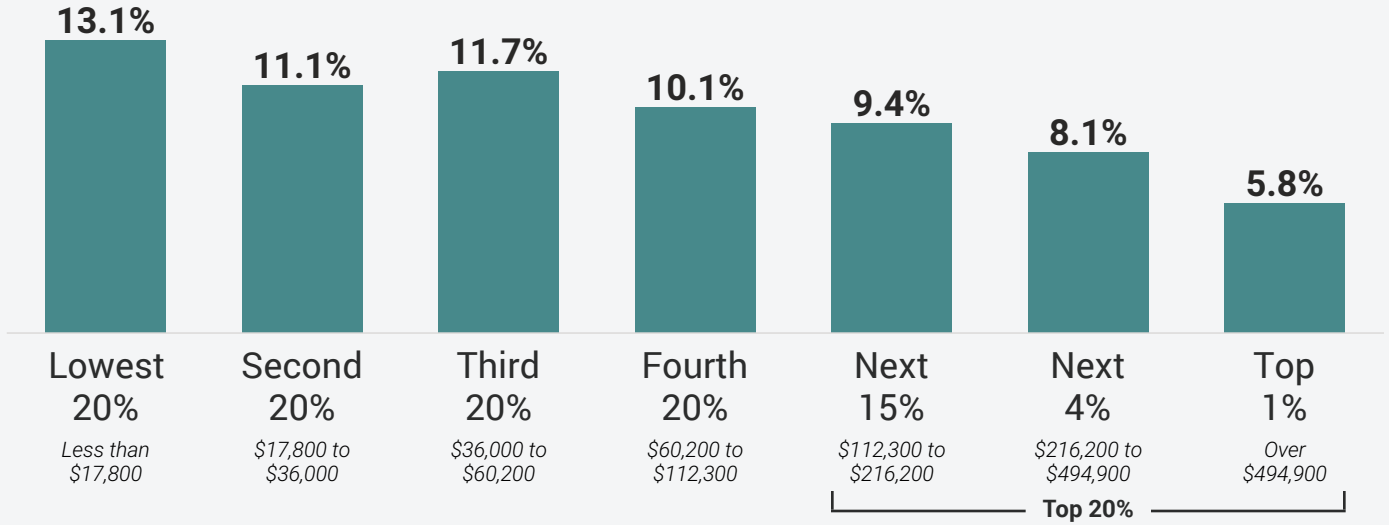
State and local tax shares of family income

Total Taxes

Share of family income

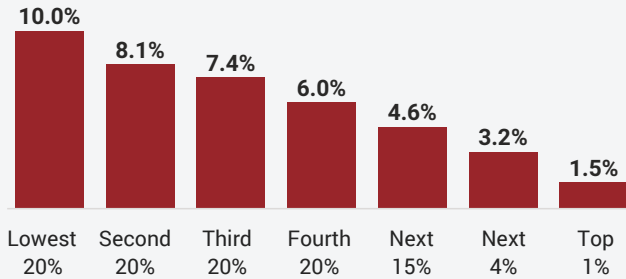


REGRESSIVE



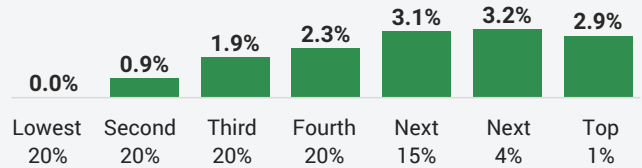
Sales & Excise Taxes

Share of family income



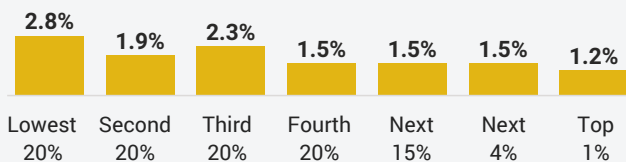
Personal Income Taxes

Share of family income



Property Taxes

Share of family income








Note: All figures and charts show 2024 tax law in Arkansas, presented at 2023 income levels. Senior taxpayers are excluded for reasons detailed in the methodology. Our analysis includes nearly all (99.5 percent) state and local tax revenue collected in Arkansas. As seen in Appendix D, recent legislative changes have significantly increased the regressive tilt of Arkansas's tax system. The top 1 percent of earners received the largest tax cuts, at 1.5 percent of income, and the state moved 6 spots in the ITEP Inequality Index rankings, from 15th to 9th most regressive.

Arkansas

State and local tax (cont.)

Individual figures may not sum to totals due to rounding.

Income Group	Top 20%						
	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Next 15%	Next 4%	Top 1%
Income Range	Less than \$17,800	\$17,800 to \$36,000	\$36,000 to \$60,200	\$60,200 to \$112,300	\$112,300 to \$216,200	\$216,200 to \$494,900	Over \$494,900
Average Income in Group	\$10,300	\$26,500	\$45,600	\$83,400	\$144,100	\$292,000	\$1,416,700
 Sales & Excise Taxes	10.0%	8.1%	7.4%	6.0%	4.6%	3.2%	1.5%
General Sales—Individuals	5.3%	4.9%	4.6%	3.8%	2.9%	1.9%	0.5%
Other Sales & Excise—Ind.	2.9%	1.6%	1.2%	0.8%	0.5%	0.3%	0.1%
Sales & Excise—Business	1.8%	1.6%	1.6%	1.4%	1.2%	1.0%	0.9%
 Property Taxes	2.8%	1.9%	2.3%	1.5%	1.5%	1.5%	1.2%
Home, Rent, Car—Individuals	2.4%	1.6%	1.9%	1.2%	1.2%	1.1%	0.3%
Other Property Taxes	0.4%	0.3%	0.4%	0.3%	0.3%	0.4%	0.8%
 Income Taxes	0.1%	1.0%	1.9%	2.4%	3.2%	3.2%	3.0%
Personal Income Taxes	0.0%	0.9%	1.9%	2.3%	3.1%	3.2%	2.9%
Corporate Income Taxes	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%
 Other Taxes	0.2%	0.2%	0.1%	0.1%	0.1%	0.1%	0.1%
 TOTAL TAXES	13.1%	11.1%	11.7%	10.1%	9.4%	8.1%	5.8%

ITEP Tax Inequality Index

ITEP's Tax Inequality Index measures the effects of each state's tax system on income inequality. **According to this measure, Arkansas has the 9th most regressive state and local tax system in the country.** Income disparities are larger in Arkansas after state and local taxes are collected than before. (See Appendix B for state-by-state rankings and the report methodology for additional detail.)

Tax features driving the data in Arkansas

