

**Implicit Tax Rates on State Lottery Sales,
Fiscal Year 2008**

State	Implicit Tax Rate * (c)	Rank
U.S.	41.81%	—
Ariz.	44.05%	15
Calif.	54.00%	5
Colo.	31.89%	37
Conn.	39.99%	20
Del. (a) (c)	52.18%	7
Fla.	44.29%	14
Ga.	32.72%	36
Idaho	35.98%	29
Ill.	46.23%	13
Ind.	35.84%	30
Iowa	29.69%	38
Kans.	42.85%	17
Ky.	32.78%	35
La.	54.49%	3
Maine	27.64%	40
Md.	46.29%	12
Mass.	24.05%	41
Mich.	46.60%	11
Minn.	33.68%	32
Mo.	36.58%	27
Mont.	33.54%	33
Nebr.	34.14%	31
N.H.	40.79%	18
N.J.	53.25%	6
N.M.	38.38%	24
N.Y.	51.20%	8
N.C.	48.07%	10
N.D.	37.82%	25
Ohio	40.67%	19
Okla.	54.16%	4
Ore. (a) (c)	119.74%	1
Pa.	42.94%	16
R.I. (b)	17.40%	43
S.C.	36.22%	28
S.D. (b)	21.07%	42
Tenn.	36.73%	26
Tex.	39.42%	22
Vt.	28.46%	39
Va.	48.89%	9
Wash.	33.34%	34
W.Va. (a) (c)	61.33%	2
Wis.	39.47%	21
D.C.	38.72%	23

* The implicit tax rate measures the tax revenue (profits) as a percentage of the value of the lottery ticket (prize money plus administrative costs). The implicit tax rate does not take into account federal or state income tax on winnings.

(a) Includes net VLT sales (Cash in less cash out).

(b) Include gross VLT sales (Cash in).

(c) States with video lottery terminals (VLT) do not all report lottery sales the same way; therefore, the figures for these states are not strictly comparable to other states with or without video lottery terminals and should be considered only estimates (see notes (a) and (b)).

Source: North American Association of State and Provincial Lotteries; U.S. Census Bureau; Tax Foundation calculations.

