

Projected Annual Revenue Losses for States

The University of Tennessee published a report in early February that projects how much money states will lose per year by 2003 if businesses are not required to collect the use taxes that are owed by purchasers on electronic commerce.

State	Lost Revenues (millions of \$)	Sales Tax as % of State Revenues
Alabama	269.7	27%
Arkansas	188.6	37%
Arizona	341.4	44%
California	2,290.8	32%
Colorado	290.8	26%
Connecticut	288.0	32%
Florida	1,403.0	57%
Georgia	620.7	35%
Hawaii	158.6	45%
Iowa	162.7	32%
Idaho	67.1	32%
Illinois	844.8	28%
Indiana	324.6	33%
Kansas	189.5	35%
Kentucky	238.6	28%
Louisiana	453.9	33%
Massachusetts	303.6	20%
Maryland	294.1	24%
Maine	78.5	35%
Michigan	757.5	35%
Minnesota	408.6	28%
Missouri	395.0	32%
Mississippi	206.1	47%
North Carolina	444.9	24%
North Dakota	38.6	29%
Nebraska	105.6	35%
New Jersey	510.7	31%
New Mexico	191.1	41%
Nevada	191.1	55%
New York	1,581.3	21%
Ohio	671.4	31%
Oklahoma	298.3	25%
Pennsylvania	666.8	31%
Rhode Island	55.5	30%
South Carolina	231.4	38%
South Dakota	57.7	53%
Tennessee	545.6	58%
Texas	1,735.9	51%
Utah	158.2	37%
Virginia	363.8	21%
Vermont	31.8	20%
Washington	646.2	59%
Wisconsin	320.1	27%
West Virginia	104.7	28%
Wyoming	38.5	39%
Total	20,109.9	

Sales Tax as a % of State Revenues from Congressional Quarterly, January 15, 2000, p. 73.

Lost Revenues from "E-Commerce in the Context of Declining State Sales Tax Bases" By Donald Bruce, Assistant Professor Center for Business and Economic Research; and William F. Fox, Director, Center for Business and Economic Research; The University of Tennessee, Knoxville, Tennessee, February 2000