

Tax Climate

State Business Tax Climate Index Rankings (2025)

State	Overall Rank	Corporate Tax Rank	Individual Income Tax Rank	Sales Tax Rank	Property Tax Rank	Unemployment Insurance Tax Rank
Missouri	13	4	20	24	11	5
Arkansas	36	15	39	44	19	11
Illinois	37	42	13	38	41	43
Iowa	20	23	19	11	32	33
Kansas	25	27	27	30	29	4
Kentucky	22	18	23	18	27	34
Nebraska	24	20	26	13	45	3
Oklahoma	21	5	28	32	15	6
Tennessee	8	48	1	47	33	17

Source: State Tax Competitiveness Index

State Corporate Income Tax Rates (2025)

State	Tax rates and brackets	Special rates or notes
Missouri	4.0% > \$0	
Arkansas	1.0% > \$0 2.0% > \$3,000 3.0% > \$6,000 4.3% > \$11,000	
Illinois	9.5% > \$0	Illinois' rate includes two separate corporate income taxes, one at a 7% rate and one at a 2.5% rate.
Iowa	5.5% > \$0 7.1% > \$100,000	
Kansas	3.5% > \$0 6.5% > \$50,000	
Kentucky	5.0% > \$0	
Nebraska	5.58% > \$0 5.84% > \$100,000	
Oklahoma	4.0% > \$0	
Tennessee	6.5% > \$0	Gross Receipts Tax Rate: 0.02%–0.3%

Source: The Tax Foundation



State Sales And Gasoline Taxes (2025)

State	Sales Tax	Gas Tax*
Missouri	4.23%	27.49 cents
Arkansas	6.50%	25.00 cents
Illinois	6.25%	67.10 cents
Iowa	6.00%	30.00 cents
Kansas	6.50%	25.04 cents
Kentucky	6.00%	27.80 cents
Nebraska	5.50%	30.50 cents
Oklahoma	4.50%	20.00 cents
Tennessee	7.00%	27.40 cents

*Calculated rate including excise taxes, additional fees levied per gallon (such as storage tank and environmental fees), local excise taxes, and sales or gross receipts taxes

Source: Tax Foundation