STATE TAX WITHHOLDING RATES – 2026

Your state of residency will determine the minimum amount of withholdings attributable to the distributions below. For **Alaska, Florida, Nevada, New Hampshire, Puerto Rico, South Dakota, Tennessee, Texas, Washington, and Wyoming** state withholding may not be elected. Please refer below for the amount that will be withheld from each distribution, based on each state's minimum withholding requirements. Each state sets its own withholding rates and requirements on taxable distributions. We apply these rates unless you direct us not to (where permitted) or you request a higher rate. Due to the frequency of state tax law changes these rates are subject to change.

State Agency	Withholding Option	Percent/Dollar Amount	State Agency	Withholding Option	Percent/Dollar Amount
ALABAMA	Voluntary	5%	**MISSISSIPPI**	Voluntary	No minimum
ARIZONA	Voluntary	3.5%	**MISSOURI**	Voluntary	4.70%
***ARKANSAS**	Mandatory Opt Out	3%	**MONTANA**	Voluntary	No minimum
CALIFORNIA	Withhold 1% of gain unless otherwise stated	10% of Fed Tax	NEBRASKA	Mandatory	5%
COLORADO	Voluntary	4.40%	NEW JERSEY	Voluntary	No minimum
***CONNECTICUT**	Voluntary	6.99%	NEW MEXICO	Voluntary	No minimum
DELAWARE	Mandatory Opt Out	5%	NEW YORK	Voluntary	$5
GEORGIA	Voluntary	5.19%	***NORTH CAROLINA**	Mandatory Opt Out	4%
HAWAII	Voluntary	No minimum	NORTH DAKOTA	Voluntary	No minimum
IDAHO	Voluntary	5.30%	OHIO	Voluntary	No minimum
ILLINOIS	Voluntary	4.95%	***OKLAHOMA**	Mandatory Opt Out	4.5%
INDIANA	Voluntary	No minimum	***OREGON**	Mandatory Opt Out	8%
***IOWA**	Mandatory Opt Out	3.8%	PENNSYLVANIA	Voluntary	No minimum
***KANSAS**	Mandatory	5.20%	RHODE ISLAND	Voluntary	No minimum
KENTUCKY	Voluntary	4%	SOUTH CAROLINA	Voluntary	No minimum
LOUISIANA	Voluntary	No minimum	UTAH	Voluntary	4.5%
MAINE	Required, unless payee elects out of federal w/h	5%	VERMONT	Withhold 3% of gain unless otherwise stated	30% of Fed Tax

MARYLAND	Voluntary	No minimum	VIRGINIA	Voluntary	No minimum
MASSACHUSETTS	Mandatory Opt Out	5%	**WASHINGTON DC**	Voluntary	No minimum
MICHIGAN	Mandatory Opt Out	4.25%	WEST VIRGINIA	Voluntary	No minimum
***MINNESOTA**	Mandatory Opt Out	6.25%	WISCONSIN	Voluntary	No minimum

State Agency	Special Withholding Requirements
ARIZONA	Voluntary withholding is permitted for regularly scheduled payments and non-regular payments from pension or annuities at a rate of either 1%, 2%, or 3%. If you choose to withhold, your state specific tax form will be required. (**A-4P**) Withholding is not allowed on payments/distributions from a Roth IRA.
ARKANSAS	If federal taxes are withheld and you choose to opt-out of state taxes, your state specific tax form will be required. (**AR-4P**)
CONNECTICUT	If you choose to withhold state taxes, your state specific tax form will be required. (**CT-W4P**)
IOWA	A mandatory 3.8% withholding rate will apply unless you choose to opt-out of state taxes, your state specific tax form will be required. (**IA W-4P**) Additionally, if a client is **over the age of 55**, there is no need to complete the form to waive the state tax withholdings.
MASSACHUSETTES	Massachusetts rules state that voluntary or commercial annuity withholding aligns with your federal choice—if you opt out of federal withholding (choosing zero), you can elect **no state withholding**.
MICHIGAN	If federal taxes are withheld and you choose to opt-out of state taxes, your state specific tax form will be required. (**MI-W4P**) Roth IRA-Withholding is mandatory on the taxable portion of excess contributions distributed, and voluntary withholding is not allowed.
MINNESOTA	If federal taxes are withheld and you choose to opt-out or withhold more than the minimum state tax required, your state specific tax form will be required. (**W-4MNP**) If you would like to withhold additional taxes, you are solely responsible for calculating your desired percentage. You can reference this information, and more, on the following state website: https://www.revenue.state.mn.us
MISSISSIPPI	A mandatory 5% withholding rate will apply for premature and removal of excess distributions. Voluntary withholding is not allowed for a Roth IRA.
MISSOURI	Withholding is not mandatory. However, if you elect to withhold state tax on a closeout distribution, a 5% minimum rate will apply.
MONTANA	If you choose to withhold, your state specific tax form will be required. (**MW-4**)
NORTH CAROLINA	If federal taxes are withheld and you choose to opt-out of state taxes, your state specific tax form will be required. (**NC-4P**)
OKLAHOMA	**OK W-4P** for periodic distributions (periodic payments are made in installments at regular intervals over a period of more than one year). If federal taxes are withheld and you choose to opt-out of withholding state taxes, your state specific tax form will be required. **OK W-4R** for non-periodic payments and eligible rollover distributions/periodic distribution set up with duration date of less than a year. If federal taxes are withheld and you choose to opt-out of or withhold OK state tax, your state specific tax form will be required.
OREGON	If federal taxes are withheld and you choose to opt-out of state taxes, your state specific tax form will be required. (**OR-W-4**)
WASHINGTON DC	A mandatory 10.75% withholding rate will apply to all close out distributions. No minimum on partial distributions.

KANSAS	Kansas withholding is required only when federal withholding is required. If federal withholding is voluntary on these payments, Kansas withholding is also voluntary.

NOTE: Mandatory/Mandatory Opt-Out rules do not apply to distributions from Roth IRA's. In general, qualified distributions from a Roth IRA are exempt from both state and federal income taxes and no withholding would be required, with the exception of MI and MS. See above. For all other applicable states, if you wish to withhold state tax on qualified distributions from a Roth IRA, the amount must meet the minimum required for the state of withholding and the appropriate state tax form must be completed, where applicable.

