

Indiana Sales Tax Info Sheet

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State Sales Tax

Local Sales Tax

Indiana has a statewide sales tax rate of **7%**, which was introduced in 1933. This data sheet was last updated in November 2021 by [SalesTaxHandbook.com](https://www.salestaxhandbook.com).

What is exempt from sales taxes in Indiana?

Many states have special sales tax rates that apply to the purchase of certain types of goods, or fully exempt them from the sales tax altogether. Here's how Indiana taxes five types of commonly-exempted goods:

Clothing



Groceries



Prepared Food



Prescription Drugs



OTC Drugs



Are services subject to sales tax in Indiana?

"Goods" refers to the sale of tangible personal property, which are generally taxable. "Services" refers to the sale of labor or non-tangibles. In Indiana, services are generally not taxable. To learn more, see [salestaxhandbook.com/indiana/sales-tax-taxability#services](https://www.salestaxhandbook.com/indiana/sales-tax-taxability#services).

Local Sales Taxes in Indiana

Municipal governments in Indiana are also allowed to collect a **local-option sales tax** that ranges from 0% to 0% across the state, with an average local tax of N/A (for a total of 7% when combined with the state sales tax). The maximum local tax rate allowed by Indiana law is N/A. Below are listed local sales tax rates for the five largest cities in Indiana. You can find other Indiana city and county sales tax rates at [salestaxhandbook.com/indiana/rates](https://www.salestaxhandbook.com/indiana/rates).

City Name	State Rate	County Rate	City Rate	Special Rate	Combined Rate
Indianapolis, IN	7%	N/A	N/A	N/A	7%
Fort Wayne, IN	7%	N/A	N/A	N/A	7%
South Bend, IN	7%	N/A	N/A	N/A	7%
Evansville, IN	7%	N/A	N/A	N/A	7%
Lafayette, IN	7%	N/A	N/A	N/A	7%

To learn more, visit the Indiana Sales Tax Handbook at [SalesTaxHandbook.com/Indiana](https://www.salestaxhandbook.com/indiana)