

21-May-21

State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2021

State	Percentage of Federal Credit	Refundable
California ¹	85%	Yes
Colorado	10%	Yes
Connecticut	23%	Yes
Delaware	20%	No
District of Columbia ²	40%	Yes
Hawaii	20%	No
Illinois	18%	Yes
Indiana	9%	Yes
Iowa	15%	Yes
Kansas	17%	Yes
Louisiana	5%	Yes
Maine	25% - without dependent children 12% - all other eligible filers	Yes
Maryland ³	28%	Yes
Massachusetts	30%	Yes
Michigan	6%	Yes
Minnesota ⁴	25% – 45%	Yes
Missouri ⁵	10%	No
Montana	3%	Yes
Nebraska	10%	Yes
New Jersey	40%	Yes
New Mexico	17%	Yes
New York ⁶	30%	Yes
Ohio	30%	No
Oklahoma	5%	No
Oregon	12% - children under age of three 9% - all other filers	Yes
Rhode Island	15%	Yes
South Carolina ⁷	83.33%	No
Vermont	36%	Yes
Virginia	20%	No
Washington ⁵	18% – 56%	Yes
Wisconsin ⁸	4% - one child 11% - two children 34% - three children	Yes

Notes:

- California's credit has a smaller range of eligible income than the federal credit (maximum income is \$30,000 for 2021). For more information, please see: <https://www.ftb.ca.gov/file/personal/credits/california-earned-income-tax-credit.html>.
- The District of Columbia's EITC for childless workers is 100 percent of the federal credit and the range of eligible income is larger than the federal range. For more information, please see: <https://otr.cfo.dc.gov/page/earned-income-tax-credit-dc>.
- Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both. Maryland's localities also offer an EITC.
- Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal EITC. Minnesota's credit is calculated as a percentage of income.
- Missouri's credit, enacted in 2021, will take effect in 2023. The matching rate could increase up to 20% in following years conditional on revenues. Washington lawmakers enacted an EITC in 2008, funding it for the first time in 2021 and modifying its structure. The credit will take effect in 2023 and will be calculated as a percentage of income instead of a percentage of the federal EITC.
- New York City has an additional EITC that is 5 percent of the federal credit.
- South Carolina's credit is set at 20.83 percent of the federal credit for tax year 2018, 41.67 percent for tax year 2019, 62.50 percent for tax year 2020, 83.33 percent for tax year 2021, 104.17 percent for tax year 2022, and 125 percent for tax year 2023 and later. For more information, please see: <https://dor.sc.gov/communications/sc-earned-income-tax-credit-increases-in-2020>.
- Wisconsin's credit is only available to workers with qualifying children.

Sources:

- State Department of Revenue websites.
- Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit," <https://www.irs.gov/credits-deductions/individuals/earned-income-tax-credit/states-and-local-governments-with-earned-income-tax-credit>
- Tax Credits for Working Families, "State Tax Credits" <http://www.taxcreditsforworkersandfamilies.org/state-tax-credits/>
- Missouri Senate Bill 153 (2021 Regular Session) <https://legiscan.com/MO/text/SB153/2021>
- "Working Families Tax Exemption," chapter 195, 2021 Washington Laws (HB 1297)

20-May-21

State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2020

State	Percentage of Federal Credit	Refundable
California ¹	85%	Yes
Colorado	10%	Yes
Connecticut	23%	Yes
Delaware	20%	No
District of Columbia ²	40%	Yes
Hawaii	20%	No
Illinois	18%	Yes
Indiana	9%	Yes
Iowa	15%	Yes
Kansas	17%	Yes
Louisiana	5%	Yes
Maine	25% - without dependent children 12% - all other eligible filers	Yes
Maryland ³	28%	Yes
Massachusetts	30%	Yes
Michigan	6%	Yes
Minnesota ⁴	25% – 45%	Yes
Montana	3%	Yes
Nebraska	10%	Yes
New Jersey	40%	Yes
New Mexico	17%	Yes
New York ⁵	30%	Yes
Ohio	30%	No
Oklahoma	5%	No
Oregon	12% - children under age of three 9% - all other filers	Yes
Rhode Island	15%	Yes
South Carolina ⁶	62.50%	No
Vermont	36%	Yes
Virginia	20%	No
Wisconsin ⁷	4% - one child 11% - two children 34% - three children	Yes

Notes:

- California's credit has a smaller range of eligible income than the federal credit (maximum income is \$30,000 beginning in tax year 2019). For more information, please see: <https://www.ftb.ca.gov/file/personal/credits/california-earned-income-tax-credit.html>.
- The District of Columbia's EITC for childless workers is 100 percent of the federal credit and the range of eligible income is larger than the federal range. For more information, please see: <https://otr.cfo.dc.gov/page/earned-income-tax-credit-dc>.
- Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both. Maryland's localities also offer an EITC.
- Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal EITC. Minnesota's credit is calculated as a percentage of income.
- New York City has an additional EITC that is 5 percent of the federal credit.
- Ohio's credit is limited to 50% of tax liability for state taxable income above \$20,000
- South Carolina's credit is set at 20.83 percent of the federal credit for tax year 2018, 41.67 percent for tax year 2019, 62.50 percent for tax year 2020, 83.33 percent for tax year 2021, 104.17 percent for tax year 2022, and 125 percent for tax year 2023 and later. For more information, please see: <https://dor.sc.gov/communications/sc-earned-income-tax-credit-increases-in-2020>.
- Wisconsin's credit is only available to workers with qualifying children.

Sources:

- State Department of Revenue websites.
- Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit," <https://www.irs.gov/credits-deductions/individuals/earned-income-tax-credit/states-and-local-governments-with-earned-income-tax-credit>
- Tax Credits for Working Families, "State Tax Credits" <http://www.taxcreditsforworkersandfamilies.org/state-tax-credits/>
- National Conference of State Legislatures, "Earned Income Tax Credit Overview" <https://www.ncsl.org/research/labor-and-employment/earned-income-tax-credits-for-working-families.aspx>

6-Feb-20

State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2019

State	Percentage of Federal Credit	Refundable
California ¹	85%	Yes
Colorado	10%	Yes
Connecticut	23%	Yes
Delaware	20%	No
District of Columbia ²	40%	Yes
Hawaii	20%	No
Illinois	18%	Yes
Indiana	9%	Yes
Iowa	15%	Yes
Kansas	17%	Yes
Louisiana	5%	Yes
Maine	5%	Yes
Maryland ³	28%	Yes
Massachusetts	30%	Yes
Michigan	6%	Yes
Minnesota ⁴	25% – 45%	Yes
Montana	3%	Yes
Nebraska	10%	Yes
New Jersey	39%	Yes
New Mexico	17%	Yes
New York ⁵	30%	Yes
Ohio	30%	No
Oklahoma	5%	No
Oregon	11% - children under age of three 8% - all other filers	Yes
Rhode Island	15%	Yes
South Carolina ⁶	41.67%	No
Vermont	36%	Yes
Virginia	20%	No
Wisconsin ⁷	4% - one child 11% - two children 34% - three children	Yes

Notes:

- California's credit has a smaller range of eligible income than the federal credit (maximum income is \$30,000 for 2019). For more information, please see: <https://www.ftb.ca.gov/file/personal/credits/california-earned-income-tax-credit.html>.
- The District of Columbia's EITC for childless workers is 100 percent of the federal credit and the range of eligible income is larger than the federal range. For more information, please see: <https://otr.cfo.dc.gov/page/earned-income-tax-credit-dc>.
- Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both. Maryland's localities also offer an EITC.
- Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal EITC. Minnesota's credit is calculated as a percentage of income.
- New York City has an additional EITC that is 5 percent of the federal credit.
- South Carolina's credit is set at 20.83 percent of the federal credit for tax year 2018, 41.67 percent for tax year 2019, 62.50 percent for tax year 2020, 83.33 percent for tax year 2021, 104.17 percent for tax year 2022, and 125 percent for tax year 2023 and later. For more information, please see: <https://dor.sc.gov/communications/sc-earned-income-tax-credit-increases-in-2020>.
- Wisconsin's credit is only available to workers with qualifying children.

Sources:

- State Department of Revenue websites.
- Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit," <https://www.irs.gov/credits-deductions/individuals/earned-income-tax-credit/states-and-local-governments-with-earned-income-tax-credit>
- Tax Credits for Working Families, "State Tax Credits" <http://www.taxcreditsforworkersandfamilies.org/state-tax-credits/>

20-May-21

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2018**

State	Percentage of Federal Credit	Refundable
California ¹	85%	Yes
Colorado	10%	Yes
Connecticut	23%	Yes
Delaware	20%	No
District of Columbia ²	40%	Yes
Hawaii	20%	No
Illinois	18%	Yes
Indiana	9%	Yes
Iowa	15%	Yes
Kansas	17%	Yes
Louisiana	3.5%	Yes
Maine	5%	No
Maryland ³	27%	Yes
Massachusetts	23%	Yes
Michigan	6%	Yes
Minnesota ⁴	25% – 45%	Yes
Montana ⁵	3%	Yes
Nebraska	10%	Yes
New Jersey	37%	Yes
New Mexico	10%	Yes
New York ⁶	30%	Yes
Ohio ⁷	10%	No
Oklahoma	5%	Yes
Oregon	11% - children under age of three 8% - all other filers	Yes
Rhode Island	15%	Yes
South Carolina ⁸	20.83%	No
Vermont	36%	Yes
Virginia	20%	No
Wisconsin ⁹	4% - one child 11% - two children 34% - three children	Yes

Notes:

1. California's credit has a smaller range of eligible income than the federal credit (e.g., maximum income is \$24,951 for taxpayer with 3 or more qualifying children). For more information please see: <https://www.ftb.ca.gov/individuals/faq/net/900.shtmlIncome-Tax-Credit.pdf>.

2. The District of Columbia's EITC for childless workers is 100 percent of the federal credit and the range of eligible income is larger than the federal range. For more information please see: <https://www.dcfpi.org/wp-content/uploads/2009/03/EITC-brief-2014-08-15b.pdf>

3. Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both. Maryland's localities also offer an EITC.

4. Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal EITC. Minnesota's credit is calculated as a percentage of income.

5. Montana has an EITC but it is not in effect for tax year 2018. Montana will first offer its EITC in 2020 (tax year 2019.)

6. New York City has an EITC that is 5 percent of the federal credit.

7. Ohio's credit is limited to 50 percent of liability for Ohio Taxable Income above \$20,000.
8. South Carolina's credit is set at 20.83 percent of the federal credit for tax year 2018, 41.67 percent for tax year 2019, 62.50 percent for tax year 2020, 83.33 percent for tax year 2021, 104.17 percent for tax year 2022, and 125 percent for tax year 2023 and later. For more information, please see: <https://dor.sc.gov/communications/sc-earned-income-tax-credit-increases-in-2020>.
9. Wisconsin's credit is only available to workers with qualifying children.

Sources:

Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit,"

<https://www.irs.gov/credits-deductions/individuals/earned-income-tax-credit/states-and-local-governments-with-earned-income-tax-credit>

Tax Credits for Working Families, "State Tax Credits"

<http://www.taxcreditsforworkersandfamilies.org/state-tax-credits/#1468434105720-80bc7ff8-d202>

1-Mar-18

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2017**

State	Percentage of Federal Credit	Refundable
California ¹	85%	Yes
Colorado	10%	Yes
Connecticut	23%	Yes
Delaware	20%	No
District of Columbia ²	40%	Yes
<i>Hawaii</i> ⁸	20%	No
Illinois	10%	Yes
Indiana	9%	Yes
Iowa	15%	Yes
Kansas	17%	Yes
Louisiana	3.5%	Yes
Maine	5%	No
Maryland ³	27%	Yes
Massachusetts	23%	Yes
Michigan	6%	Yes
Minnesota ⁴	25% – 45%	Yes
<i>Montana</i> ⁸	3%	Yes
Nebraska	10%	Yes
New Jersey	30%	Yes
New Mexico	10%	Yes
New York ⁵	30%	Yes
Ohio ⁶	10%	No
Oklahoma	5%	Yes
Oregon	11% - children under age of three 8% - all other filers	Yes
Rhode Island	12.5%	Yes
<i>South Carolina</i> ⁸	125%	No
Vermont	32%	Yes
Virginia	20%	No
Wisconsin ⁷	4% - one child 11% - two children 34% - three children	Yes

Notes:

1. California's credit has a smaller range of eligible income than the federal credit (e.g., maximum income is \$22,302 for taxpayer with 3 or more qualifying children). For more information please see: <https://www.ftb.ca.gov/individuals/faq/net/900.shtmlIncome-Tax-Credit.pdf>.

2. The District of Columbia's EITC for childless workers is 100 percent of the federal credit and the range of eligible income is larger than the federal range. For more information please see: <https://www.dcfpi.org/wp-content/uploads/2009/03/EITC-brief-2014-08-15b.pdf>

3. Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both. Maryland's localities also offer an EITC.

4. Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal EITC. Minnesota's credit is calculated as a percentage of income.

5. New York City has an EITC that is 5 percent of the federal credit.

6. Ohio's credit is limited to 50 percent of liability for Ohio Taxable Income above \$20,000.

7. Wisconsin's credit is only available to workers with qualifying children.

8. Hawaii, Montana, and South Carolina have EITCs but they are not in effect for tax year 2017. Hawaii and South Carolina will offer an EITC beginning in 2018 and Montana will first offer its EITC in 2020.

Sources:

Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit,"

<https://www.irs.gov/credits-deductions/individuals/earned-income-tax-credit/states-and-local-governments-with-earned-income-tax-credit>

Tax Credits for Working Families, "State Tax Credits"

<http://www.taxcreditsforworkersandfamilies.org/state-tax-credits/#1468434105720-80bc7ff8-d202>

9-Feb-17

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2016**

State	Percentage of Federal Credit	Refundable
California ¹	85%	Yes
Colorado	10%	Yes
Connecticut	27.5%	Yes
Delaware	20%	No
District of Columbia	40%	Yes
Illinois	10%	Yes
Indiana	9%	Yes
Iowa	15%	Yes
Kansas	17%	Yes
Louisiana	3.5%	Yes
Maine	5%	No
Maryland ²	26%	Yes
Massachusetts	23%	Yes
Michigan	6%	Yes
Minnesota ³	25% - 45%	Yes
Nebraska	10%	Yes
New Jersey	30%	Yes
New Mexico	10%	Yes
New York ⁴	30%	Yes
Ohio ⁵	10%	No
Oklahoma	5%	Yes
Oregon	8%	Yes
Rhode Island	13%	Yes
Vermont	32%	Yes
Virginia	20%	No
Wisconsin ⁶	4% - one child 11% - two children 34% - three children	Yes

Notes:

1. California's credit has a smaller range of eligible income than the federal credit. For more information please see: <https://www.ftb.ca.gov/individuals/faq/net/900.shtmlIncome-Tax-Credit.pdf>.
2. Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.
3. Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, federal credit; taxpayers without any children may receive a 25 percent credit.
4. New York City has an EITC that is 5 percent of the federal credit.
5. Ohio's credit is limited to 50 percent of liability for Ohio Taxable Income above \$20,000.
6. Wisconsin's credit is not available to workers without qualifying children.

Sources:

Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit,"

<https://www.irs.gov/credits-deductions/individuals/earned-income-tax-credit/states-and-local-governments-with-earned-income-tax-credit>

National Conference of State Legislatures, "Tax Credits for Working Families: Earned Income Tax Credit (EITC)"

<http://www.ncsl.org/research/labor-and-employment/earned-income-tax-credits-for-working-families.aspx>

6-May-15

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2015**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Colorado	10%	Yes	Yes
Connecticut	30%	Yes	Yes
Delaware	20%	No	Yes
District of Columbia	40%	Yes	Yes
Illinois	10%	Yes	Yes
Indiana	9%	Yes	Yes
Iowa	14%	Yes	Yes
Kansas	17%	Yes	Yes
Louisiana	3.5%	Yes	Yes
Maine	5%	No	Yes
Maryland ^a	25%	Yes	Yes
Massachusetts	15%	Yes	Yes
Michigan	6%	Yes	Yes
Minnesota ^b	Average 33%	Yes	Yes
Nebraska	10%	Yes	Yes
New Jersey	20%	Yes	Yes
New Mexico	10%	Yes	Yes
New York	30%	Yes	Yes
North Carolina	5%	Yes	Yes
Ohio ^c	5%	No	Yes
Oklahoma	5%	Yes	Yes
Oregon	6%	Yes	Yes
Rhode Island	25%	Partially ^d	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Wisconsin	4% - one child 11% - two children 34% - three children	Yes	No

Notes:

^a Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^b Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^c Ohio's credit is limited to 50 percent of liability for Ohio Taxable Income above \$20,000.

^d Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased from 10 percent to 15 percent of the nonrefundable credit (i.e. 3.75 percent of the federal credit).

Sources:

Nicholas Johnson and Erica Williams, "A Hand Up: How State Earned Income Tax Credits Help Working Families Escape Poverty in 2011," Center on Budget and Policy Priorities (April 18, 2011).

Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit,"

<http://www.irs.gov/Individuals/States-and-Local-Governments-with-Earned-Income-Tax-Credit>

13-Aug-14

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2014**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Colorado	10%	Yes	Yes
Connecticut	27.5% in 2014, 30% after	Yes	Yes
Delaware	20%	No	Yes
District of Columbia	40%	Yes	Yes
Illinois	10%	Yes	Yes
Indiana	9%	Yes	Yes
Iowa	14%	Yes	Yes
Kansas	17%	Yes	Yes
Louisiana	3.5%	Yes	Yes
Maine	5%	No	Yes
Maryland ^a	25%	Yes	Yes
Massachusetts	15%	Yes	Yes
Michigan	6%	Yes	Yes
Minnesota ^b	Average 33%	Yes	Yes
Nebraska	10%	Yes	Yes
New Jersey	20%	Yes	Yes
New Mexico	10%	Yes	Yes
New York	30%	Yes	Yes
North Carolina	5%	Yes	Yes
Ohio ^c	5%	No	Yes
Oklahoma	5%	Yes	Yes
Oregon	8%	Yes	Yes
Rhode Island	25%	Partially ^d	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Washington ^e	10%	Yes	Yes
Wisconsin	4% - one child 11% - two children 34% - three children	Yes	No

Notes:

^a Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^b Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^c Ohio's credit is limited to 50 percent of liability for Ohio Taxable Income above \$20,000.

^d Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased from 10 percent to 15 percent of the nonrefundable credit (i.e. 3.75 percent of the federal credit).

^e Washington's credit was enacted in 2008 but it has not implemented it yet due to a lack of funds.

Sources:

Nicholas Johnson and Erica Williams, "A Hand Up: How State Earned Income Tax Credits Help Working Families Escape Poverty in 2011," Center on Budget and Policy Priorities (April 18, 2011).

Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit,"

<http://www.irs.gov/Individuals/States-and-Local-Governments-with-Earned-Income-Tax-Credit>

3-Apr-13

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2013**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Connecticut	30%	Yes	Yes
Delaware	20%	No	Yes
District of Columbia	40%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana	6%	Yes	Yes
Iowa	7%	Yes	Yes
Kansas	18%	Yes	Yes
Louisiana	3.5%	Yes	Yes
Maine	5%	No	Yes
Maryland ^a	25%	Yes	Yes
Massachusetts	15%	Yes	Yes
Michigan	6%	Yes	Yes
Minnesota ^b	Average 33%	Yes	Yes
Nebraska	10%	Yes	Yes
New Jersey	20%	Yes	Yes
New Mexico	10%	Yes	Yes
New York	30%	Yes	Yes
North Carolina	5%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon	6%	Yes	Yes
Rhode Island	25%	Partially ^c	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Washington ^d	10%	Yes	Yes
Wisconsin	4% - one child 11% - two children 34% - three children	Yes	No

Notes:

^a Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^b Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^c Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased from 10 percent to 15 percent of the nonrefundable credit (i.e. 3.75 percent of the federal credit).

^d Washington's credit was enacted in 2008 but it has not implemented it yet due to a lack of funds

Sources:

Nicholas Johnson and Erica Williams, "A Hand Up: How State Earned Income Tax Credits Help Working Families Escape Poverty in 2011," Center on Budget and Policy Priorities (April 18, 2011).

Internal Revenue Service, "State and Local Governments with Earned Income Tax Credit,"

<http://www.irs.gov/Individuals/States-and-Local-Governments-with-Earned-Income-Tax-Credit>

12-Mar-13

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2010**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Delaware	20%	No	Yes
District of Columbia	40%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana	9%	Yes	Yes
Iowa	7%	Yes	Yes
Kansas	18%	Yes	Yes
Louisiana	3.5%	Yes	Yes
Maine	5%	No	Yes
Maryland ^a	25%	Yes	Yes
Massachusetts	15%	Yes	Yes
Michigan	20% ^f	Yes	Yes
Minnesota ^b	Average 33%	Yes	Yes
Nebraska	10%	Yes	Yes
New Jersey	20%	Yes	Yes
New Mexico	10%	Yes	Yes
New York ^c	30%	Yes	Yes
North Carolina ^d	5%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon ^e	6%	Yes	Yes
Rhode Island	25%	Partially ^g	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Washington	Not yet implemented; scheduled to go 10% in 2012 ^f	Yes	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	Yes	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds and again in 2005 as a result of a voter-approved five-year suspension of TABOR. In 2011 when the TABOR suspension expires and given sufficient revenues, rebates will resume. A new law passed in 2010, however, would prioritize EITC refunds over rebates and over use of surplus revenues to fund an income tax cut also scheduled for 2011.

^a Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^b Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^c Should the federal government reduce New York's share of the TANF block grant, the New York credit would be reduced automatically to the 1999 level of 20 percent.

^d North Carolina's EITC is scheduled to expire in 2013.

^e Oregon's EITC is scheduled to expire at the end of 2013.

^f Washington's EITC is worth 10 percent of the federal EITC or \$50, whichever is greater.

^h Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased from 10 percent to 15 percent of the nonrefundable credit (i.e. 3.75 percent of the federal credit).

Source: Nicholas Johnson and Erica Williams, "A Hand Up: How State Earned Income Tax Credits Help Working Families Escape Poverty in 2011," Center on Budget and Policy Priorities (April 18, 2011).

28-Jul-10

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2009**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Delaware	20%	No	Yes
District of Columbia	40%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana	9%	Yes	Yes
Iowa	7%	Yes	Yes
Kansas	17%	Yes	Yes
Louisiana	3.5%	Yes	Yes
Maine	5%	Partially ^a	Yes
Maryland ^b	25%	Yes	Yes
Massachusetts	15%	Yes	Yes
Michigan	20% ^c	Yes	Yes
Minnesota ^d	Average 33%	Yes	Yes
Nebraska	10%	Yes	Yes
New Jersey	25%	Yes	Yes
New Mexico	10%	Yes	Yes
New York ^e	30%	Yes	Yes
North Carolina ^f	5%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon ^g	6%	Yes	Yes
Rhode Island	25%	Partially ^h	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	Yes	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds and again in 2005 as a result of a voter-approved five-year suspension of TABOR. Under current law, the rebates will resume in 2011, but a recent income tax cut that also depends on the rebates is likely to exhaust the funds, leaving the EITC unfunded.

Washington has enacted a refundable credit equal to the greater of 5 percent of the federal EITC or \$25, effective in TY 2009 and scheduled to rise to 10 percent with a \$50 minimum in 2010. The credit's implementation required an appropriation; because of the recession and resulting budget shortfall policymakers did not finance the credit for 2009, so the credit is currently on hold.

^a In 2009, Maine passed legislation making its EITC partially refundable. The change will take place in TY 2010.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Michigan's EITC is scheduled to increase to 20 percent of the federal credit in 2009. However, as part of budget cuts, the state legislature is considering freezing the credit at 10 percent.

^d Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^e Should the federal government reduce New York's share of the TANF block grant, the New York credit would be reduced automatically to the 1999 level of 20 percent.

^f North Carolina's EITC is scheduled to expire in 2013.

^g Oregon's EITC is scheduled to expire at the end of 2013.

^h Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased to 15 percent of the amount by which the 25 percent credit exceeds Rhode Island tax liability (i.e. 3.75 percent of the federal credit).

Source: Erica Williams, Nicholas Johnson and Jon Shure, "State Earned Income Tax Credits: 2009 Legislative Update," Center on Budget and Policy Priorities (November 10, 2009).

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2008**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Delaware	20%	No	Yes
District of Columbia	40%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana	6%	Yes	Yes
Iowa	7%	Yes	Yes
Kansas	17%	Yes	Yes
Louisiana	3.5%	Yes	Yes
Maine	5%	No	Yes
Maryland ^a	25%	Yes	Yes
Massachusetts	15%	Yes	Yes
Michigan	10%	Yes	Yes
Minnesota ^b	Average 33%	Yes	Yes
Nebraska	10%	Yes	Yes
New Jersey	22.5%	Yes	Yes
New Mexico	10%	Yes	Yes
New York ^c	30%	Yes	Yes
North Carolina ^d	3.5%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon ^e	6%	Yes	Yes
Rhode Island	25%	Partially ^f	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	Yes	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds and again in 2005 as a result of a voter-approved five-year suspension of TABOR. Under current law, the rebates will resume in 2011, but a recent income tax cut that also depends on the rebates is likely to exhaust the funds, leaving the EITC unfunded.

^a Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^b Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^c Should the federal government reduce New York's share of the TANF block grant, the New York credit would be reduced automatically to the 1999 level of 20 percent.

^d North Carolina's EITC is scheduled to expire in 2013.

^e Oregon's EITC is scheduled to expire at the end of 2013.

^f Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased to 15 percent of the amount by which the 25 percent credit exceeds Rhode Island tax liability (i.e. 3.75 percent of the federal credit).

Source: Jason Levitis and Jeremy Koulisch, "State Earned Income Tax Credits: 2008 Legislative Update," Center on Budget and Policy Priorities (October 8, 2008).

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2007**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Delaware	20%	No	Yes
District of Columbia	35%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana ^a	6%	Yes	Yes
Iowa	7%	Yes	Yes
Kansas	17%	Yes	Yes
Maine	5%	No	Yes
Maryland ^b	20%	Yes	No
Massachusetts	15%	Yes	Yes
Minnesota ^c	Average 33%	Yes	Yes
Nebraska	8%	Yes	Yes
New Jersey	20%	Yes	Yes
New Mexico	8%	Yes	Yes
New York ^d	30%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon ^e	5%	Yes	Yes
Rhode Island	25%	Partially ^f	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	Yes	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds and again in 2005 as a result of a voter-approved five-year suspension of TABOR. Under current law, the rebates will resume in 2011, but a recent income tax cut that also depends on the rebates is likely to exhaust the funds, leaving the EITC unfunded.

^a Scheduled to expire in TY 2011.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d Should the federal government reduce New York's share of the TANF block grant, the New York credit would be reduced automatically to the 1999 level of 20 percent.

^e Oregon's EITC is scheduled to expire in 2011.

^f Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased to 15 percent of the amount by which the 25 percent credit exceeds Rhode Island tax liability (i.e. 3.75 percent of the federal credit).

Source: Jason Levitis and Jeremy Koulish, "A Majority of States with Income Taxes Have Enacted State Earned Income Tax Credits," Center on Budget and Policy Priorities (October 5, 2007).

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2006**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Delaware	20%	No	Yes
District of Columbia	35%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana ^a	6%	Yes	Yes
Iowa	6.5%	No	Yes
Kansas	15%	Yes	Yes
Maine	5%	No	Yes
Maryland ^b	20%	Yes	No
Massachusetts	15%	Yes	Yes
Minnesota ^c	Average 33%	Yes	Yes
Nebraska	8%	Yes	Yes
New Jersey ^d	20%	Yes	No
New York ^{e,f}	30%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon	5%	Yes ^g	Yes
Rhode Island	25%	Partially ^h	Yes
Vermont	32%	Yes	Yes
Virginia	20%	No	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	4% - one child 14% - two children 43% - three children	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds and again in 2005 as a result of a voter-approved five-year suspension of TABOR. Under current law, the rebates will resume in 2011.

^a Scheduled to expire in TY 2011.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d The New Jersey credit is available only to families with incomes below \$20,000.

^e The New York credit would be reduced automatically to the 1999 level of 20 percent should the federal government reduce New York's share of the TANF block grant.

^f Beginning in 2006, New York also allows certain non-custodial parents who are making child support payments to claim an EITC that is the greater of 20 percent of the federal EITC that they would be eligible for with one qualifying child as a custodial parent or 250 percent of the federal EITC for taxpayers without qualifying children.

^g The refundability of the credit is scheduled to expire on January 1, 2011.

^h Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased to 15 percent of the amount by which the 25 percent credit exceeds Rhode Island tax liability (i.e. 3.75 percent of the federal credit).

Source: Ifie Okwuje and Nicholas Johnson, "A Rising Number of State Earned Income Tax Credits Are Helping Working Families Escape Poverty," Center on Budget and Policy Priorities (October 20, 2006).

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2005**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
District of Columbia	35%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana ^a	6%	Yes	Yes
Iowa	6.5%	No	Yes
Kansas	15%	Yes	Yes
Maine	4.92%	No	Yes
Maryland ^b	20%	Yes	No
Massachusetts	15%	Yes	Yes
Minnesota ^c	Average 33%	Yes	Yes
Nebraska	8%	Yes	Yes
New Jersey ^d	20%	Yes	No
New York ^e	30%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon	5%	Yes ^f	Yes
Rhode Island	25%	Partially ^g	Yes
Vermont	32%	Yes	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	4% - one child 14% - two children 43% - three children	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds and again in 2005 as a result of a voter-approved five-year suspension of TABOR. Under current law, the rebates will resume in 2011.

^a Scheduled to expire at the end of TY 2005.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d The New Jersey credit is available only to families with incomes below \$20,000.

^e The New York credit would be reduced automatically to the 1999 level of 20 percent should the federal government reduce New York's share of the TANF block grant.

^f The refundability of the credit is scheduled to expire on January 1, 2011.

^g Rhode Island made a very small portion of its EITC refundable effective in TY 2003. In 2006, the refundable portion was increased to 10 percent of the amount by which the 25 percent credit exceeds Rhode Island tax liability (i.e. 2.5 percent of the federal credit).

Source: Center on Budget and Policy Priorities, September 16, 2005.

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2004**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
District of Columbia	25%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana ^a	6%	Yes	Yes
Iowa	6.5%	No	Yes
Kansas	15%	Yes	Yes
Maine	4.92%	No	Yes
Maryland ^b	20%	Yes	No
Massachusetts	15%	Yes	Yes
Minnesota ^c	Average 33%	Yes	Yes
Nebraska	8%	Yes	Yes
New Jersey ^d	20%	Yes	No
New York ^e	30%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon	5%	No	Yes
Rhode Island	25%	Partially ^f	Yes
Vermont	32%	Yes	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	4% - one child 14% - two children 43% - three children	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds.

^a Scheduled to expire at the end of TY 2005.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d The New Jersey credit is available only to families with incomes below \$20,000.

^e The New York credit would be reduced automatically to the 1999 level of 20 percent should the federal government reduce New York's share of the TANF block grant.

^f Rhode Island made a very small portion of its EITC refundable effective in TY 2003. Taxpayers may get a refund equal to 5 percent of the amount by which the 25 percent credit exceeds Rhode Island tax liability (i.e. 1.25 percent of the federal credit).

Source: Center on Budget and Policy Priorities, September 16, 2005.

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2003**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
District of Columbia	25%	Yes	Yes
Illinois	5%	Yes	Yes
Indiana ^a	6%	Yes	Yes
Iowa	6.5%	No	Yes
Kansas	15%	Yes	Yes
Maine	4.92%	No	Yes
Maryland ^b	18%	Yes	No
Massachusetts	15%	Yes	Yes
Minnesota ^c	Average 33%	Yes	Yes
Nebraska	8%	Yes	Yes
New Jersey ^d	20%	Yes	No
New York ^e	30%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon	5%	No	Yes
Rhode Island	25%	Partially ^f	Yes
Vermont	32%	Yes	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	4% - one child 14% - two children 43% - three children	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended beginning in 2002 due to a lack of funds.

^a Scheduled to expire at the end of TY 2005.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d The New Jersey credit is available only to families with incomes below \$20,000.

^e The New York credit would be reduced automatically to the 1999 level of 20 percent should the federal government reduce New York's share of the TANF block grant.

^f Rhode Island made a very small portion of its EITC refundable effective in TY 2003. Taxpayers may get a refund equal to 5 percent of the amount by which the 25 percent credit exceeds Rhode Island tax liability (i.e. 1.25 percent of the federal credit).

Source: Center on Budget and Policy Priorities, September 16, 2005.

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2002**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
District of Columbia	25%	Yes	Yes
Illinois ^a	5%	No	Yes
Iowa	6.5%	No	Yes
Kansas	15%	Yes	Yes
Maine	5%	No	Yes
Maryland ^b	16%	Yes	No
Massachusetts	15%	Yes	Yes
Minnesota ^c	Varies with earnings; average 33%	Yes	Yes
New Jersey ^d	17.5%	Yes	No
New York ^e	27.5%	Yes	Yes
Oklahoma	5%	Yes	Yes
Oregon	5%	No	Yes
Rhode Island	25%	No	Yes
Vermont	32%	Yes	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	Yes	No

Notes: From 1999 to 2001, Colorado offered a 10 percent (8.5 percent in 1999) refundable EITC financed from required rebates under the state's "TABOR" amendment. Those rebates, and hence the EITC, were suspended in 2002 due to a lack of funds.

Indiana has enacted a refundable tax credit (described in statute as an "earned income tax credit") for low-income working families with children. Unlike the tax credits listed in this table, the credit is unavailable to a large portion of the recipients of the federal credit.

^a Scheduled to expire after TY 2002.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d The New Jersey credit is available only to families with incomes below \$20,000.

^e The New York credit would be reduced automatically to the 1999 level of 20 percent should the federal government reduce New York's share of the TANF block grant.

Source: Center on Budget and Policy Priorities, September 16, 2005.

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2001**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Colorado	10%	Yes	Yes
District of Columbia	25%	Yes	Yes
Illinois ^a	5%	No	Yes
Iowa	6.5%	No	Yes
Kansas	10%	Yes	Yes
Maine	5%	No	Yes
Maryland ^b	16%	Yes	No
Massachusetts	15%	Yes	Yes
Minnesota ^c	Varies with earnings; average 33%	Yes	Yes
New Jersey ^d	15%	Yes	No
New York ^e	25%	Yes	Yes
Oregon	5%	No	Yes
Rhode Island	25.5%	No	Yes
Vermont	32%	Yes	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	Yes	No

Note: Indiana has enacted a refundable tax credit (described in statute as an "earned income tax credit") for low-income working families with children. Unlike the tax credits listed in this table, the credit is unavailable to a large portion of the recipients of the federal credit.

^a Scheduled to expire after TY 2002.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d The New Jersey credit is available only to families with incomes below \$20,000.

^e The New York credit would be reduced automatically to the 1999 level of 20 percent should the federal government reduce New York's share of the TANF block grant.

Source: Center on Budget and Policy Priorities, September 16, 2005.

**State Earned Income Tax Credits Based on the Federal EITC
Tax Year 2000**

State	Percentage of Federal Credit	Refundable?	Workers Without Qualifying Children Eligible?
Colorado	10%	Yes	Yes
District of Columbia	10%	Yes	Yes
Illinois ^a	5%	No	Yes
Iowa	6.5%	No	Yes
Kansas	10%	Yes	Yes
Maine	5%	No	Yes
Maryland ^b	15%	Yes	No
Massachusetts	10%	Yes	Yes
Minnesota ^c	Varies with earnings; average 33%	Yes	Yes
New Jersey ^d	10%	Yes	No
New York ^e	22.5%	Yes	Yes
Oregon	5%	No	Yes
Rhode Island ^f	26%	No	Yes
Vermont	32%	Yes	Yes
Wisconsin	4% - one child 14% - two children 43% - three children	Yes	No

Note: Indiana has enacted a refundable tax credit (described in statute as an "earned income tax credit") for low-income working families with children. Unlike the tax credits listed in this table, the credit is unavailable to a large portion of the recipients of the federal credit.

^a Scheduled to expire after TY 2002.

^b Maryland also offers a non-refundable EITC set at 50 percent of the federal credit. Taxpayers may claim either the refundable credit or the non-refundable credit, but not both.

^c Minnesota's credit for families with children, unlike the other credits shown in this table, is not expressly structured as a percentage of the federal credit. Depending on income level, the credit for families with children may range from 25 percent to 45 percent of the federal credit; taxpayers without any children may receive a 25 percent credit.

^d The New Jersey credit is available only to families with incomes below \$20,000.

^e The New York credit would be reduced automatically to the 1999 level of 20 percent should the federal government reduce New York's share of the TANF block grant.

^f Rhode Island's credit is implicitly incorporated, because Rhode Island tax is based on federal tax liability after credits.

Source: Center on Budget and Policy Priorities, September 16, 2005.