

**Table 25: State & Local Earned Income Tax Credits as of January 1, 2009**

State	Maximum Percentage of Federal Credit or Approximate Equivalent	Link to Federal Structure	Refundable for Residents	Eligibility for Workers Without Children
<b>State EITCs</b>				
Colorado (1)	10.00%	Credit	Yes	Yes
Delaware	20.00%	Credit	No	Yes
Illinois	5.00%	Credit	Yes	Yes
Indiana	9.00%	Credit	Yes	Yes
Iowa	7.00%	Credit	Yes	Yes
Kansas	17.00%	Credit	Yes	Yes
Louisiana	3.50%	Credit	Yes	Yes
Maine (2)	5.00%	Credit	No	Yes
Maryland (3)	50.00%	Credit	No	Yes
Massachusetts	15.00%	Credit	Yes	Yes
Michigan	20.00%	Credit	Yes	Yes
Minnesota (4)	45.00%	NA	Yes	Yes
Nebraska	10.00%	Credit	Yes	Yes
New Jersey	25.00%	Credit	Yes	Yes
New Mexico	8.00%	Credit	Yes	Yes
New York	30.00%	Credit	Yes	Yes
North Carolina	5.00%	Credit	Yes	Yes
Oklahoma	5.00%	Credit	Yes	Yes
Oregon	6.00%	Credit	Yes	Yes
Rhode Island (5)	25.00%	Credit	Partially	Yes
Vermont	32.00%	Credit	Yes	Yes
Virginia	20.00%	Credit	No	Yes
Washington (6)	5.00%	Credit	Yes	Yes
Wisconsin (7)	43.00%	Credit	Yes	No
<b>Local EITCs</b>				
District of Columbia	40.00%	Credit	Yes	Yes
Montgomery County, Maryland	20.00%	Credit	Yes	No
New York City	5.00%	Credit	Yes	Yes

## Notes:

- (1) Credit is only available if state revenues exceed constitutional spending limitations. The State will not offer the credit for tax years 2002-2010.
- (2) Beginning in tax year 2010 the credit will be partially refundable up to \$150 for joint filers and \$125 for other taxpayers.
- (3) Taxpayers with one or more dependents may claim a refundable credit equal to 25% of the Federal credit.
- (4) Credit is not based on the federal credit, but on earned income at various rates for each filing status.
- (5) 15% of the unused 25% State credit is refundable to taxpayers.
- (6) The credit is scheduled to increase to 10% of the Federal credit in 2010.
- (7) The percentage of the Federal credit allowed varies by number of children - 4% (one child), 14% (two children, and 43% (three or more children).

Source: Office of Tax Policy Analysis compilation from various sources, including CCH State Tax Guide and Levitis, A. and J. Koulisch (2008, October 8). "State Earned Income Tax Credits: 2008 Legislative Updates" (Washington, D.C.: Center for Budget and Policy Priorities).