

State Earned Income Credits

	Rate	Refundable	Same Standards as Federal	No. of Returns (2000)	Amount Paid (2000)
Colorado	10%	Yes	Yes	192,700	\$25.4 million
D.C.	10%	Yes	Yes	1st Year	1st Year
Illinois	5%	No	Yes	1st Year	\$35 million ¹
Iowa	6.5%	No	Yes	75,500 ²	\$6.0 million ³
Kansas	10%	Yes	Yes	131,100	\$21.6 million
Maine	5%	No	Yes	N/A	N/A
Maryland	15%	Yes	Yes	N/A	N/A
Massachusetts	15%	Yes	Yes	270,000	\$40 million
Minnesota	25-45% ⁴	Yes	Yes	N/A	N/A
New Jersey	10%	Yes	No ⁵	1st Year	1st Year
New York	22.5% ⁶	Yes	Yes	1,160,000	\$361 million
Oregon	5%	No	Yes	161,800	\$10.3 million
Rhode Island	26%	No	Yes	58,780 ⁷	Unknown ⁸
Wisconsin	4-43% ⁹	Yes	Yes ¹⁰	185,000	\$59.1 million
Vermont	32%	Yes	Yes	31,000	\$11.4 million ¹¹

¹ Estimate

² 1999 filing year.

³ 1999 filing year.

⁴ Credit is structured like the federal credit. Amount of credit is based on number of qualifying children and income of household. Credit also contains a phase-out. State credit rates convert to a range of 25 to 45 percent of the federal credit for the various income ranges.

⁵ Must claim federal credit, but also meet criteria of having at least one qualifying child, income of less than \$20,000 and meet certain filing status criteria.

⁶ Credit was 20 percent in 1999; moving to 30 percent by 2003.

⁷ 1999 filing year.

⁸ Not known. Credit taken at federal level before tax rate is applied.

⁹ Credit is 4 percent of federal credit for households with one child, 14 percent for 2 children and 43 percent of the federal credit for households with three or more qualifying children.

¹⁰ No credit is allowed for households that do not have a qualifying child.