

Governor's Recommended Tax Relief Package Regional Comparison

| Policy | Governor's Tax Relief Package | VT (Current Law) | ME | CT | MA | RI | NY | NH |
|---|--|---|--|--|--|---|--|-----|
| Earned Income Tax Credit | 45% | 36% | 5% | 23% | 30% | 15% | 30% | N/A |
| Regional State Ranking | 1 | 1 | 5 | 3 | 2 | 4 | 2 | N/A |
| Student Loan Interest (SLI) Deduction | All student loan interest deductible | Federal deduction only | •Maine Opportunity Credit | Federal deduction only | •Federal deduction •Unlimited deduction for undergrad loans | Federal deduction only | Federal deduction only | N/A |
| Regional State Ranking | 1 | 3 | N/A | 3 | 2 | 3 | 3 | N/A |
| Military retirement Income and survivor's benefits income | Full Exemption | No exemption | Full exemption | Full exemption | Full exemption | Exemption of \$15,000 for incomes below \$88,950/\$111,200 *For those of Social Security age | Full exemption | N/A |
| Regional State Ranking | 1 | 3 | 1 | 1 | 1 | 2 | 1 | N/A |
| Social Security | Full exemption for AGIs below \$75K/\$90K; phases out for AGIs over \$85K/\$100K | Full exemption for AGIs below \$45K/\$60K; phases out for AGIs over \$55K/\$70K | Full exemption | Full exemption for AGIs below \$75K/\$100K; 75% exemption for all others | Full exemption | Full exemption for AGIs below \$88,950/\$111,200 *For those of Social Security age | Full exemption | N/A |
| Regional State Ranking | 4 | 4 | 1 | 2 | 1 | 3 | 1 | N/A |
| Child and Dependent Care Credit | •65% fully refundable | •50% refundable for AGIs below 30k/40k •24% not refundable otherwise | •25%, up to \$500 refundable •50% for specific state-regulated care centers | N/A | •No CDCC •Deduction based, modest impact | •25% not refundable | •110% for AGIs below \$25,000 •100-109% for AGIs below \$40,000 •Phase down to 20% at AGIs \$65,000 and above •Fully refundable | N/A |
| Regional State Ranking | | | | | | | | |

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| Nurse Income Tax Credit | •\$1000 refundable tax credit •Available for RN, APRN, LPN, LNA, nurse educators |
| Child Care Worker Income Tax Credit | •\$1000 refundable tax credit •Available for employees providing private pre-K or childcare services within regulated system |