

Line 50 - Earned Income Tax Credit - continued

recipients to the Division of Taxation in October 2007. Please allow at least 4–6 weeks for the Division to process the information and issue a check for your New Jersey earned income tax credit.

NOTE: If your filing status is single or married, filing separate return, you may not claim a New Jersey earned income tax credit.

Part-Year Residents. If you were a New Jersey resident for only part of the taxable year, and your gross income for the entire year from all sources was \$20,000 or less, you may qualify for a New Jersey earned income tax credit if you meet the other eligibility requirements in Part I of the New Jersey Earned Income Tax Credit Schedule. The amount of the credit must be prorated based upon the number of months you were a New Jersey resident. For this calculation 15 days or more is a month. Use this prorated figure on Line 50.

UI/HC/WD; DI Credit (Lines 51 and 52)

You may take credit for excess unemployment insurance/health care subsidy fund/workforce development partnership fund contributions and/or disability insurance contributions withheld by two or more employers. For 2006, the maximum employee unemployment insurance/health care subsidy fund/workforce development partnership fund contribution was \$109.65, and the maximum employee disability insurance contribution was \$129.00. If you had two or more employers and you contributed more than the maximum amount(s), you must en-

Earned Income Tax Credit Schedule (Keep for your records)	
Part I - Eligibility	
1. Is the filing status on <i>both</i> your Federal return and your New Jersey return married, filing joint return; or head of household; or qualifying widow(er)?	<input type="radio"/> Yes. Continue with line 2. <input type="radio"/> No. Stop - you are not eligible for a New Jersey earned income tax credit.
2. Is your New Jersey gross income on Line 28, Form NJ-1040 \$20,000 or less?	<input type="radio"/> Yes. Continue with line 3. <input type="radio"/> No. Stop - you are not eligible for a New Jersey earned income tax credit.
3. Did you file a 2006 Federal Schedule EIC on which you listed at least one "qualifying child"?	<input type="radio"/> Yes. Continue with Part II, line 4. <input type="radio"/> No. Stop - you are not eligible for a New Jersey earned income tax credit.
Part II - Earned Income Tax Credit Amount	
4. Enter the amount of your Federal earned income credit from your 2006 Federal Form 1040 or Form 1040A	4. _____ If you asked the IRS to calculate your Federal earned income credit, fill in the oval at Line 50.
5. Enter 20% of amount on line 4 here and on Line 50, Form NJ-1040	5. _____ Part-year residents, see instructions.

close a completed Form NJ-2450 with your return to claim the credit.

If any single employer withheld more than the maximum for either UI/HC/WD (\$109.65) or disability insurance (\$129.00) contributions, enter only the maximum amount for that category on Form NJ-2450. You must contact the employer who withheld contributions in excess of the legal maximum for a refund.

All information on Form NJ-2450 must be substantiated by W-2 statements or the claim will be denied. The amounts of unemployment insurance/health care subsidy fund/workforce development partnership fund contributions and disability insurance contributions withheld must be reported separately on all W-2 statements. The employer's New Jersey taxpayer identification number **or** approved private plan number must also be shown. See sample W-2 on page 20.

Be careful when completing Form NJ-2450 and check that your W-2 verifies the information you provide. If **all** New Jersey Department of Labor and Workforce Development requirements are not met, your income tax credit must be denied. You must then refile your claim with the Department of Labor and Workforce Development using their Form UC-9A, "Employee's Claim for Refund of Excess Contributions." Once your income tax credit for excess

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