

Chapter 4. Worksheets

Worksheet A: Indiana's Earned Income Credit (EIC)

Before you begin: Be sure you are using the correct worksheet. Use Worksheet A if you answered "No" to Step 6, question 3. Use Worksheet B if you answered "Yes" to Step 6, question 3.

Part 1 – All filers using Worksheet A

1. Enter your earned income from Step 6, Box B 1. _____
2. Look up the amount on line 1 above in the *Indiana Earned Income Credit Table* starting on page 18 to find the credit. Be sure you use the correct column for the number of children you can claim. Enter the credit here 2. _____
If line 2 is zero, **STOP**. You cannot claim the credit.
3. Enter your modified adjusted gross income from Step 5, Box A 3. _____
4. Are the amounts on lines 3 and 1 the same?
Yes. Skip line 5; enter the amount from line 2 on line 6.
No. Go to line 5.

Part 2 – Filers who answered "No" on line 4

5. If you have:
 - No qualifying children, is the amount on line 3 less than \$9,150?
 - One qualifying child, is the amount on line 3 less than \$20,150?
 - Two or more qualifying children, is the amount on line 3 less than \$20,150?**Yes.** Leave line 5 blank; enter the amount from line 2 on line 6.
No. Look up the amount on line 3 in the *Indiana Earned Income Credit Table* starting on page 18 to find the credit. Be sure you use the correct column for the number of children you can claim. Enter the credit here 5. _____
Look at the amounts on line 5 and 2. Then, enter the **smaller** amount on line 6.

Part 3 – Your Indiana earned income credit

6. This is the amount from Part 1 or Part 2 above 6. _____
7. If you have an alternative minimum tax on our federal tax return, Form 1040/1040-SR, then multiply that amount by 10% (.10) and enter the result here 7. _____
8. Subtract line 7 from line 6 (if zero or less, **STOP**. You cannot take a credit). Enter this amount here 8. _____
9. This is the amount from Part 1 or Part 2 above. Enter the earned income credit claimed on your federal tax return Form 1040/1040-SR 9. _____
10. Multiply line 9 by .10 (10%). Enter result here 10. _____
11. Look at the amount on line 8 and on line 10. Enter the **smaller** amount here and on Schedule IN-EIC, line A-3 **Indiana Earned Income Credit** 11. _____

Final Step – You must complete Schedule IN-EIC and enclose it with your filing.