

PAYMENT VOUCHER WORKSHEET FOR ESTIMATED TAX and EXTENSION PAYMENTS (PVW).

Line 42. REFUNDABLE EARNED INCOME CREDIT.

If your Maryland earned income credit is greater than your Maryland tax, you may also be eligible for a refundable earned income credit. If you are a married couple filing either a joint or separate Maryland return with or without qualifying child; or you have at least one qualifying child, this credit is the amount by which 45% of your federal earned income credit exceeds your Maryland tax liability. Complete the REFUNDABLE EARNED INCOME CREDIT WORKSHEET (21A) and enter the result on this line.

Individual without a qualifying child may refer to Worksheet (18A.1) to see if they qualify for the refundable earned income credit.

REFUNDABLE EARNED INCOME CREDIT WORKSHEET (21A) – INDIVIDUAL WITH QUALIFYING CHILD OR MARRIED COUPLE FILING SEPARATELY OR JOINTLY WITH OR WITHOUT QUALIFYING CHILD

TO CLAIM THIS CREDIT, YOU MUST:

- Have an entry on line 22 and line 29 of Form 502, and
• Have entered zero on line 3 of the STATE EARNED INCOME CREDIT WORKSHEET (18A) in Instruction 18.

- 1. ENTER your federal earned income credit _____ x 45% (.45) (Part- year residents see Instruction 26(o)) 1. _____
2. ENTER your Maryland tax (the sum of lines 21 and 21a from Form 502) 2. _____
3. SUBTRACT line 2 from line 1. If less than zero (0) enter zero (0). This is your refundable earned income credit. 3. _____

If line 3 is greater than zero (0), enter the amount on line 42 of Form 502.

Line 43. REFUNDABLE INCOME TAX CREDITS. Enter the total of your income tax credits as listed below:

- 1. STUDENT LOAN DEBT RELIEF TAX CREDIT. If you have incurred at least \$20,000 in undergraduate or graduate student loan debt or both, you may qualify for this credit. See Form 502CR Instructions.
2. HERITAGE STRUCTURE REHABILITATION TAX CREDIT. A credit is allowed for a certain percentage of qualified rehabilitation expenditures, as certified by the Maryland Historical Trust. Attach a copy of Form 502S and the certification.
3. REFUNDABLE BUSINESS INCOME TAX CREDITS. One Maryland Economic Development Tax Credit, More Jobs for Marylanders Tax Credit, Biotechnology Investment Incentive Tax Credit, Small Business Relief Tax Credit, Innovation Incentive Tax Credits (for Investors only), Film Production Activity Tax Credit, Theatrical Production Tax Credit, Small Business Research and Development Tax Credit, and Catalytic Revitalization Projects and Historic Revitalization Tax Credit. See Form 500CR instructions at marylandtaxes.gov.
4. IRC SECTION 1341 REPAYMENT CREDIT. If you repaid an amount this year reported as income on a prior year federal tax return that was greater than \$3,000, you may be eligible for an IRC Section 1341 repayment credit. For additional information, see Administrative Release 40.
5. CATALYTIC REVITALIZATION PROJECTS AND HISTORIC REVITALIZATION TAX CREDIT. If you are an individual, business entity, or nonprofit organization, you may claim a tax credit in an amount equal to 20% of the amount stated in the final tax credit certificate issued by the Secretary of this subtitle for 5 consecutive taxable years beginning with the taxable years in which the Catalytic Revitalization Projects is completed. See Form 502CR instructions.

- 6. FLOW-THROUGH NONRESIDENT PTE TAX CREDIT. If you are the beneficiary of a trust for which nonresident PTE tax was paid, you may be entitled to a share of that tax. If you are a partner or a member of a pass-through entity for which nonresident PTE tax was paid, you may be entitled to a share of that tax. Complete and attach Form 502CR with Form 502.
7. CREDIT FOR CHILD AND DEPENDENT CARE EXPENSES. If your Maryland credit for child and dependent care expenses exceeds your Maryland Tax, you may qualify for this credit. See worksheet (21B).

REFUNDABLE CHILD AND DEPENDENT CARE EXPENSES TAX CREDIT WORKSHEET (21B)

- 1. Enter your Federal Adjusted Gross Income (FAGI) from line 1 of Form 502.
If you are filing Individual return and your FAGI is greater than \$56,300* STOP you are not eligible for this refundable tax credit.
If you are filing Joint return and your FAGI is greater than \$84,500* STOP you are not eligible for this refundable tax credit. . . 1. _____
2. Enter your Child and Dependent Care Expenses tax credit from Part B, line 4 of Form 502CR 2. _____
3. Enter Maryland tax (the sum of lines 21 and 21a from Form 502). 3. _____
4. Subtract line 3 from line 2. If this amount is negative or zero (0), enter zero (0). This is your Refundable Child and Dependent Care Expense Tax Credit. Enter this amount in Part CC, line 7 of Form 502CR. 4. _____

* NOTE: The FAGI figures indicated have been adjusted for taxable year 2023. This credit is available to residents only. For more information, visit marylandtaxes.gov

- 8. MARYLAND CHILD TAX CREDIT. This credit is available to residents only. The Maryland Child Tax Credit may be claimed by certain individual and joint married filers with one or more qualifying children. Such filers with a federal adjusted gross income of \$15,000 or less may claim a credit for each qualifying child in the amount of \$500. There is no limit on the number of qualifying children for which the credit may be claimed, so long as they satisfy the requirements.
A "qualified child" is (1) a dependent under the age of 6 on the last day of the tax year, or (2) a dependent over age 5 and under age 17 who has a disability. "Child with a disability" means a child who has been determined through appropriate assessment as having autism, deaf-blindness, hearing impairment, including deafness, emotional disability, intellectual disability, multiple disabilities, orthopedic impairment, other health impairment, specific learning disability, speech or language impairment, traumatic brain injury, visual impairment, including blindness, and who because of that impairment needs special education and related services. Note: A copy of the required certification from a qualified physician stating the nature of the disability must be included with Form 502CR.

REFUNDABLE CHILD TAX CREDIT WORKSHEET (21C)

YOU MAY CLAIM THIS CREDIT IF:

- YOUR federal adjusted gross income is \$15,000 or less; and
• YOUR qualified dependent must be: (1) a child under the age of 6 on the last day of the tax year, or (2) a child over age 5 and under age 17 who has a disability.
1. Enter your Federal Adjusted Gross Income that is equal or less than \$15,000 from line 1 of Form 502. Is line 1 greater than \$15,000? If yes, then STOP. YOU ARE NOT ELIGIBLE TO CLAIM THIS CREDIT. If no,