More income earned on your reservation now counts when calculating the Minnesota Working Family Credit.

What is the Working Family Credit?

It is a refundable credit for working individuals whose income is below a certain level. This credit is Minnesota's counterpart to the federal Earned Income Tax Credit. For 2021, the maximum Working Family Credit is:

- \$286 for taxpayers with no children
- \$1,147 for families with one qualifying child
- \$2,213 for families with two qualifying children
- \$2,566 for families with three or more qualifying children

If you are a tribal member who lives and works on your reservation, you can receive the credit even if Minnesota does not tax you.

What has changed?

The income limit to qualify for the credit was increased to allow more taxpayers to claim the credit.

How can the Working Family Credit benefit me?

It can reduce your Minnesota tax and may provide you a refund even if you do not owe tax.

Do I qualify for the Working Family Credit?

To qualify, you must file a 2021 Minnesota Income Tax return, qualify for the federal Earned Income Tax Credit, and be a full-year or part-year Minnesota resident. Also, your income from 2021 must be less than the following:

Number of Qualifying Children	Married Filing Joint	Any Other Filing Status
None (if between the age of 19 and 64)	\$29,100	\$23,100
1	\$48,400	\$42,400
2	\$54,700	\$48,700
3 or more	\$58,400	\$52,400

Example. Daryl and Theresa are tribal members who live on the reservation where they are enrolled members. They are married, have two qualifying children, and earn \$30,000 in combined wages working on the reservation.

Prior to 2017, Daryl and Theresa would not receive a Working Family Credit. Under the new law, they would qualify for a \$2,213 credit if they file a Minnesota return jointly. Since the Working Family Credit is a refundable credit, they would receive a \$2,213 Minnesota tax refund.

To learn more, go to www.revenue.state.mn.us and type Working Family Credit in the Search box, or call 651-296-3781 or 1-800-652-9094. To contact the department's Tribal Liaison, Dawn Blanchard call 651-556-6001.

Can I get free tax help?

From February 1 through April 15, you may qualify for free tax preparation for your federal and state income tax returns. After February 1, go to **www.revenue.state.mn.us** and type **Free Tax Help** in the Search box, or call 651-297-3724 or 1-800-657-3989 to find a location near you.

