

Earned Income Credit *EIC 2011*

Notice to Employees of Federal Earned Income Tax Credit (EIC)

If you make \$43,000* or less, your employer should notify you at the time of hiring of the potential availability of Earned Income Tax Credits or Advance Earned Income Credits. Earned Income Tax Credits are reductions in federal income tax liability for which you may be eligible if you meet certain requirements. Additional information and forms for these programs can be obtained from your employer or the Internal Revenue Service.

* 2011 income limits for eligibility are:

- \$43,998 (\$49,078 for married filing jointly) with three or more qualifying children
- \$40,964 (\$46,044 for married filing jointly) with two qualifying children
- \$36,052 (\$41,132 for married filing jointly) with one qualifying child
- \$13,660 (\$18,740 for married filing jointly) with no qualifying children

Advance Payments of EITC Eliminated

The Education Jobs and Medicaid Assistance Act of 2010 signed into law August 10, 2010 repealed the Advance EITC. It will not be available to workers after December 31, 2010.

Individuals who received Advance EITC during any tax year must file a tax return to report the payments even if they owe no tax or will not get a refund. If you received advance payments of EIC in 2010, you must file Form 1040 or Form 1040A to report the payments. Your Form W-2, box 9, will show the amount you received. Report the amount on line 59 (Form 1040) or line 36 (Form 1040A). If filing Form 1040, check box (a) on line 59.

Advance EITC, also known as AEITC, allowed certain workers to receive EITC in installments throughout the year, instead of a lump sum during the following filing season. To qualify for Advance EITC, an individual must have had at least one qualifying child. The amount of Advance EITC was limited to 60 percent of the maximum credit payable for a worker with one qualifying child.

Visit the IRS on the Web at www.irs.gov

Every employer shall keep conspicuously posted in or about the premises wherein any worker is employed, a printed copy or abstract of those labor laws which the Executive Director may designate, in a form to be furnished by the Executive Director.

R.S. 23:15, 23:1018.2

January 2011



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