

Subject Renter's credit co-payments and income eligibility

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Date March 14, 2019

Overview

H.F. 2349 makes two changes to the schedule used to calculate the renter's credit.

1) It reduces the "co-payments" by 5 percentage points for all income ranges currently eligible for the credit except for the lowest range. The bill reduces the co-payment for the lowest range (\$0 to \$5,369) from 5% to 2.5%.

2) It makes the credit available to individuals with incomes of \$90,000 or less. Under current law, the credit is limited to individuals with \$62,900 or less of household income. The threshold percentage for newly eligible taxpayers is 2.0% of household income. The co-payment rate is 50%. The maximum credit is \$550, which phases down to \$150 for claimants with \$80,000 to \$90,000 in household income.