

Governor's Recommended Tax Relief Package Regional Comparison

Policy	Governor's Tax Relief Package	VT (Current Law)	ME	CT	MA	RI	NY	NH
Earned Income Tax Credit	45%	36%	5%	23%	30%	15%	30%	N/A
Regional State Ranking	1	1	5	3	2	4	2	N/A
Student Loan Interest (SLI) Deduction	All student loan interest deductible	Federal deduction only	•Maine Opportunity Credit	Federal deduction only	•Federal deduction •Unlimited deduction for undergrad loans	Federal deduction only	Federal deduction only	N/A
Regional State Ranking	1	3	N/A	3	2	3	3	N/A
Military retirement Income and survivor's benefits income	Full Exemption	No exemption	Full exemption	Full exemption	Full exemption	Exemption of \$15,000 for incomes below \$88,950/\$111,200 *For those of Social Security age	Full exemption	N/A
Regional State Ranking	1	3	1	1	1	2	1	N/A
Social Security	Full exemption for AGIs below \$75K/\$90K; phases out for AGIs over \$85K/\$100K	Full exemption for AGIs below \$45K/\$60K; phases out for AGIs over \$55K/\$70K	Full exemption	Full exemption for AGIs below \$75K/\$100K; 75% exemption for all others	Full exemption	Full exemption for AGIs below \$88,950/\$111,200 *For those of Social Security age	Full exemption	N/A
Regional State Ranking	4	4	1	2	1	3	1	N/A
Child and Dependent Care Credit	•65% fully refundable	•50% refundable for AGIs below 30k/40k •24% not refundable otherwise	•25%, up to \$500 refundable •50% for specific state-regulated care centers	N/A	•No CDCC •Deduction based, modest impact	•25% not refundable	•110% for AGIs below \$25,000 •100-109% for AGIs below \$40,000 •Phase down to 20% at AGIs \$65,000 and above •Fully refundable	N/A
Regional State Ranking								

Nurse Income Tax Credit	<ul style="list-style-type: none"> •\$1000 refundable tax credit •Available for RN, APRN, LPN, LNA, nurse educators
Child Care Worker Income Tax Credit	<ul style="list-style-type: none"> •\$1000 refundable tax credit •Available for employees providing private pre-K or childcare services within regulated system