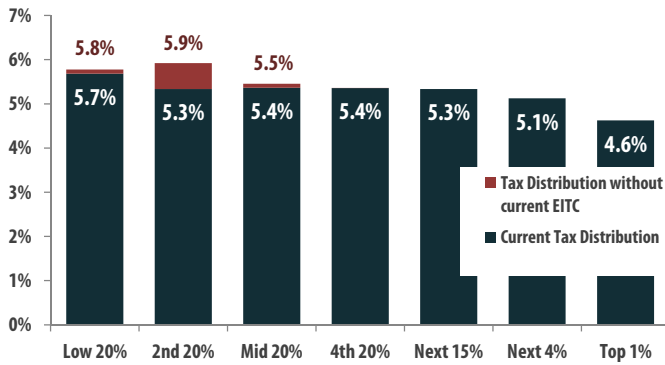


# Delaware

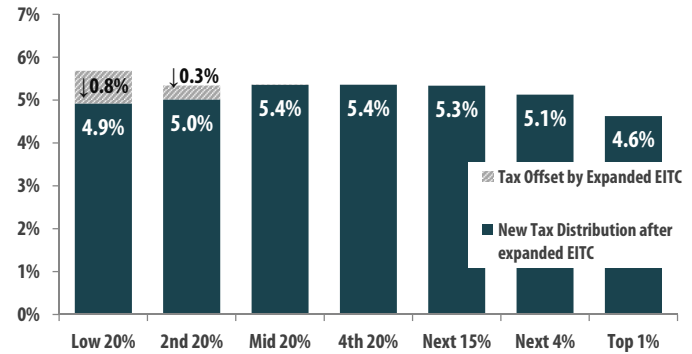
**Current policy:** Non-refundable state EITC worth 20% of the federal EITC

Income Group	Low 20%	2nd 20%	Mid 20%	4th 20%	Next 15%	Next 4%	Top 1%
Income Range	Less than \$18,000	\$18,000 – \$32,000	\$32,000 – \$54,000	\$54,000 – \$89,000	\$89,000 – \$158,000	\$158,000 – \$354,000	\$354,000 – Or More
Average Income in Group	\$9,800	\$24,200	\$42,700	\$69,400	\$112,600	\$222,900	\$1,133,300

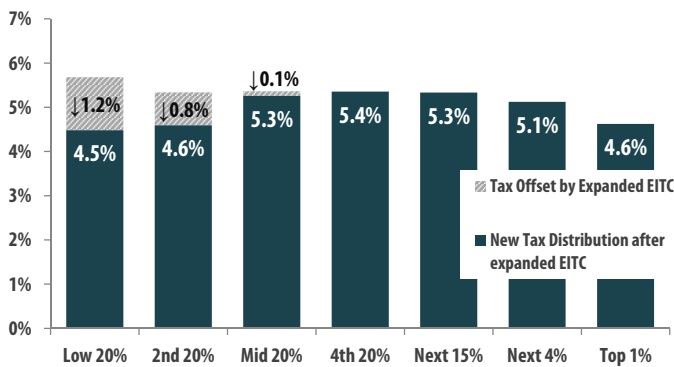
## Current Distribution of Delaware's State & Local Taxes\* (with impact of current EITC)



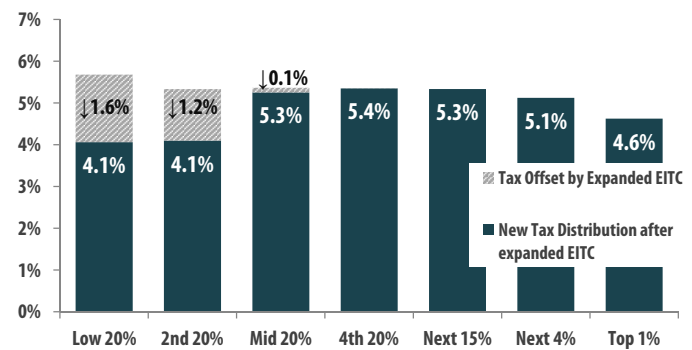
## 1) First Fix: Convert to a Fully Refundable 20% Credit



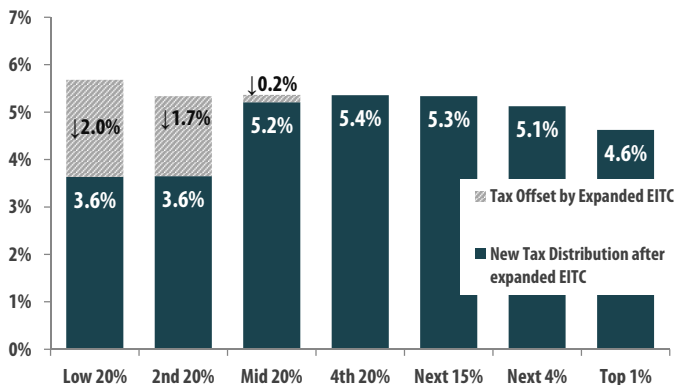
## 2) Make Credit Refundable and Increase to 30%



## 3) Make Credit Refundable and Increase to 40%



## 4) Make Credit Refundable and Increase to 50%



\*The baseline distribution of taxes used in this report has been modified from the published *Who Pays?* results to reflect the permanent increase in Delaware's top personal income tax rate from 5.95 to 6.6 percent (enacted in 2013). The figures represent total state and local taxes as a share of income, post-federal offset. Due to rounding, the new tax distributions shown may not always precisely equal the current distribution minus the EITC offset.