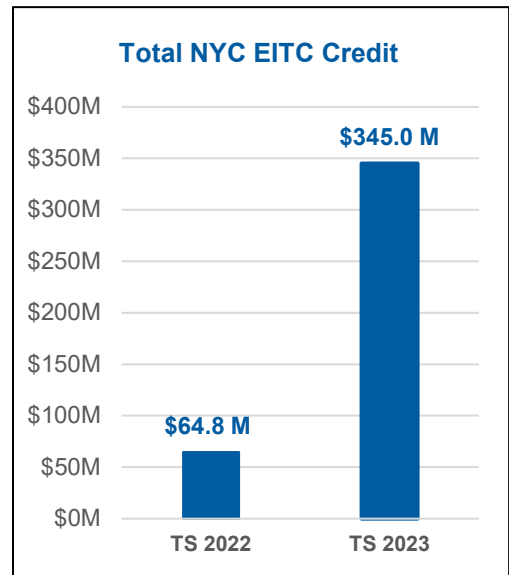


## Impact of the Enhanced New York City Earned Income Tax Credit: Tax Season 2022 to Tax Season 2023

The Earned Income Tax Credit (EITC) is a federal, state, and New York City tax credit available for qualifying families and individuals who work full time, part time, or are self-employed. In tax season 2023, the adopted state budget increased the state and city match of the federal EITC for the first time in nearly 20 years. The newly enhanced NYC EITC increased from a 5% cap of federal EITC levels to 10-30% depending on the filers' income. This report examines the impact of the enhanced NYC EITC from tax season 2022 to tax season 2023, which was the first tax season filers could receive the enhanced tax credit.

- **In total, the NYC EITC contributed \$345 million in benefits across the city in tax season 2023**, representing a **432% increase** from tax season 2022, or an increase of **\$280.1 million**. In tax season 2022, the total amount of money in NYC EITC benefits was \$64.8 million.
- **The average amount of money filers received in NYC EITC benefits was \$462 in tax season 2023**, representing a **332% increase** from tax season 2022, or an increase of **\$355 per filing**. In tax season 2022, the average amount of money a filer received was \$107.
  - In tax season 2023, a single parent with one child and an annual income of \$14,750 or less saw their benefit rise from \$187 to \$933, an increase of 400%.
  - A married couple with two children and an annual income of \$25,000 saw their New York City benefit grow from \$308 to \$925 under the city payment, an increase of 200%.



- **746,766 filers received the NYC EITC in tax season 2023**, representing a 23% increase from tax season 2022, or an increase of 140,562 filers. In tax season 2022, the number of recipients was 606,204. *Note: The enhancement of the NYC EITC did not change eligibility.*

**Table: New York City Earned Income Tax Credit Benefit: Tax Season 2022 and Tax Season 2023**

	Tax Season 2022	Tax Season 2023	Change (TS22 – TS23)	Percent Change
<b>Total Credit (millions \$)</b>	64.8	345.0	280.1	432%
<b>Average Credit (\$)</b>	107	462	355	332%
<b>Number of Filers</b>	606,204	746,766	140,562	23%

*Note: Tax seasons 2022 and 2023 covered tax years 2021 and 2022, respectively.*

For more information on the NYC EITC, other tax credits, or NYC Free Tax Prep, please visit [nyc.gov/TaxPrep](https://nyc.gov/TaxPrep).