

2010 Individual Income Tax Information for Unemployment Insurance Recipients

Understanding your 1099-G

DWD will mail tax statements (Form 1099-G) to anyone who received unemployment benefits in 2010 by January 31, 2011.

If you do not receive your 1099-G in the mail, you should visit your local full service WorkOne Center in person to request a duplicate after February 14, 2011. Please note, your 1099-G will be mailed to the address that was on file with DWD as of December 31, 2010.

Unemployment Insurance recipients can update their address through Uplink, Indiana's online filing system, at <http://www.in.gov/dwd/2362.htm> or their local WorkOne Center.

Why is my 1099-G different from my Uplink homepage?

Uplink does not include the \$25 weekly additional payment from 2010. Your 1099-G does include the additional money. To determine how much money you received from the \$25 weekly additional payments multiply the number of weeks you collected unemployment during 2010 times \$25.

Why aren't state and local taxes withheld from my benefits?

DWD cannot by law withhold state and local taxes from your benefits. The only taxes that can be withheld are federal taxes, but you must elect to have taxes withheld.

Paying Taxes on Your Benefits:

Unemployment benefits are taxed at the federal, state and local levels. Some Hoosiers may qualify for Indiana's Unemployment Insurance deduction. See the chart below for the appropriate form to report unemployment benefits and determine eligibility for the deduction.

State Tax Return Form	Report Benefits (Income)	Unemployment Deduction
IT-40 (full-year resident)	Schedule 1	Schedule 2
IT-40NPR (part-year resident)	Schedule B	Schedule C
IT-40EZ (easy filing)	Worksheet on Back	Worksheet on Back

For more information about unemployment compensation and state taxes, visit <http://www.in.gov/dor/4261.htm>. State tax forms may also be found online at www.in.gov/dor/4167.htm

Earned Income Tax Credit:

Unemployment Recipients may also qualify to receive the Earned Income Tax Credit (EITC), which is designed to help low to moderate income working individuals and families. If you qualify for the federal EITC, you automatically qualify for Indiana's EITC. The chart below will help you determine if you qualify for the federal EITC.

# of Children	Maximum 2010 Income	Max. 2010 Income (Married filing Jointly)	Max. Tax Credit
0	\$13,460	\$18,470	\$457
1	\$35,535	\$40,545	\$3,050
2	\$40,363	\$45,373	\$5,036
3+	\$43,352	\$48,362	\$5,666

For more information:

U.S. Internal Revenue Service: 800-829-1040 www.irs.gov/

Indiana Department of Revenue: 317-232-2240 www.in.gov/dor

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