

The Child Tax Credit: Connecting with Families

Minnesota Department of Revenue

Child Tax Credit and Advance Payments

Refundable tax credit

- \$1,750 per qualifying child
- No limit on the number of children
- Gradually phases out
- ITIN filers are eligible

Advance Payments of the Child Tax Credit

- Opt-in
- Receive part of next years payments in three advance payments

Shared Principles and Values



Trust families as decisionmakers



Simple, clear, and accessible



Reliability



Strengthens the public trust

Taxpayer Journey



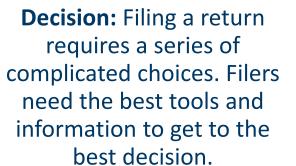
Awareness: Filers must know about the credit to take advantage.



File: Filers must have confidence, know-how, and funds to file their taxes.









Awareness

- Promotional materials for partners
- Outreach grant partners
- Free tax preparation site visits
- Earned media
- Paid media



Example of a Promotional Materials

New advance payments option: You can choose to receive part of your Child Tax Credit for the next year in three advance payments before you file your next income tax return. For details,

visit: https://www.revenue.state.mn.u s/advance-payments-child-tax-credit

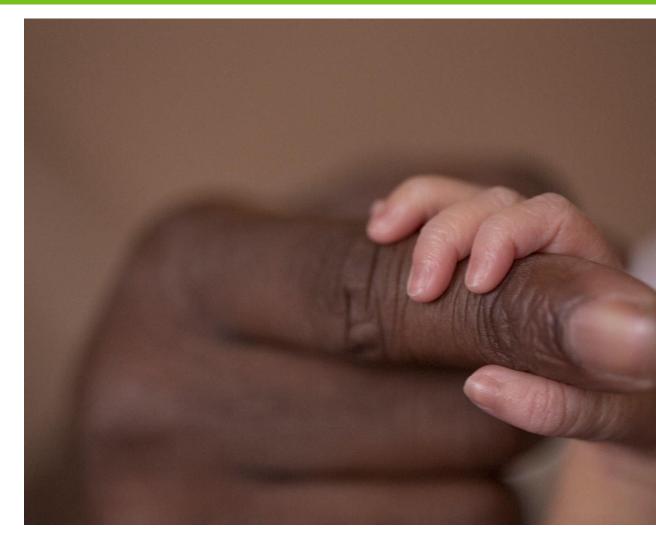






Strategic Outreach

- Centering life events and circumstances
- Geography
- Other state tax credits and benefits





Decision Points

- Filing resources
- Advance payments



SNAP Estimator Part 1



Advance CTC/SNAP Estimator

This tool is designed to help you estimate how your case's monthly SNAP benefit might change if you decide to receive advance payments of your 2025 Child Tax Credit. Click here for more information about the Child Tax Credit's interaction with SNAP.

To use this tool, you must know your monthly SNAP benefit amount. You can refer to your most recent approval notice to find this amount. If you do not have your approval notice, you can check the ebtEdgh-app: You should have a transaction in the first half of the month labeled "Benefit Authorization (Food)", and that amount will be your monthly benefit. You can also call ebtEDGE customer service at 888-997-2227 or contact your county or tribal nation case worker.

Your result is only an estimate. If your SNAP case's income, expenses, or members have changed and those changes have not been reported to your caseworker yet, this tool will not give you correct information. This tool will also likely be incorrect for SNAP cases whose financial situation includes:

- · paying child support
- farm income losses
- · large medical expenses

For additional information, read this user guide. To report a problem with the tool or share feedback, click here.

Enter all of the information below to calculate your expected new benefit.

Tax Information

My adjusted gross income (AGI) for 2024 was ______. (total for year)

 If you have completed your federal tax return for 2024, enter the value from line 11 on Form 1040. If you have not yet completed your taxes, add up all income from the tax forms you received listing your income (W-2 and 1099) and totals for other taxable income like unemployment benefits (1099-6) and gambling winnings.

Enter all of the information below to calculate your expected new benefit.

Tax Information		
My adjusted gross incom	e (AGI) for 2024 was (total for year)	
1040. If you have not yet	d your federal tax return for 2024, enter the va completed your taxes, add up all income from and 1099) and totals for other taxable income vinnings.	the tax forms you received
36000		
Our household's tax filing	g status is:	
Married Filing Jointly	 Any other filing status 	
How many of the qualify	ing children on your tax return were age 16 or	younger at the end of 2024?
4		
SNAP Case Inform	ation	
This month, my case rece	eived \$ in SNAP benefits.	
875	*	٥

SNAP Estimator Part 2

6	
How much does your SNAP case spend on childcare?	
0	
My SNAP case spends this amount on childcare every:	
○ Week ● Month ○ Year	
What is your SNAP case's income from jobs or self-employment?	
3000	
My SNAP case makes this amount from jobs or self-employment every:	
○ Week ● Month ○ Year	
What is your SNAP case's unearned income? This includes:	
Social Security (RSDI)	
Supplemental Security Income (SSI) Veteran Benefits (VA)	
Veteran Benefits (VA) Unemployment Insurance	
Workers' Compensation	
Retirement benefits	
Tribal payments	
Child support or spousal support	
Other - trusts, gifts, gambling, etc.	
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Calculate my new benefit estimate

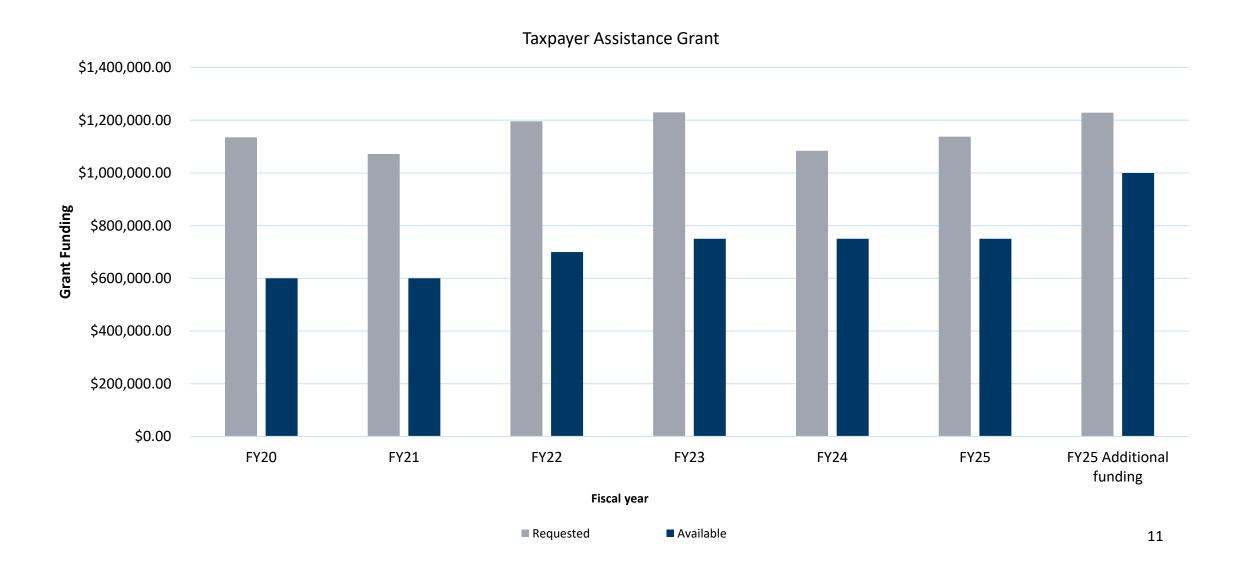
Based on the information you entered, if you choose to receive advance payments of your 2025 Child Tax Credit (CTC), you will receive 3 payments that add up to \$3205.

If you choose to receive advance payments of your CTC, we estimate that your new monthly SNAP benefit will be \$755. This is a reduction of \$120 from your current monthly SNAP benefit. Your SNAP budget will include the advance payments as income for 12 months. Over the course of one year, this would amount to \$1440 in lost SNAP benefits if you choose advance CTC payments.

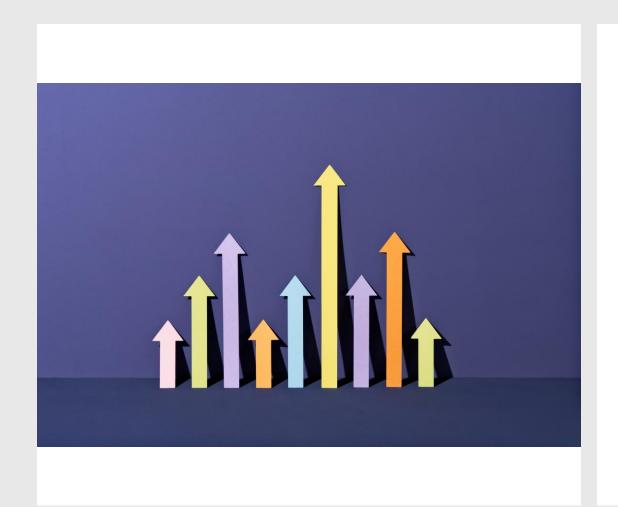
Remember that this is only an estimate. Changes to your SNAP case's income, expenses, or members; or changes to SNAP policy, may also change your SNAP monthly benefit.

If you decide not to opt for advance payments and wait until next tax season to receive your 2025 CTC, you will receive the full amount in a single payment and your SNAP benefit will not be impacted.





Progress and the Future



- As of September 29, 2025
 - Tax Year 2023: 84% of estimated eligible population claimed the CTC

• Filers: 218,775

• Avg credit: \$2,486

 Tax Year 2024: 86% of estimate eligible population claimed the CTC

• Filers: 222,536

Avg credit: \$2,568

Links to Resources

- Promotional materials
- Free tax preparation site map
- Free electronic filing
- <u>Electronic filing software</u>
- Grant information
- Common Repayment Examples
- CTC and SNAP information and estimator
- Video: How to use the SNAP/CTC Estimator Tool



Thank You

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