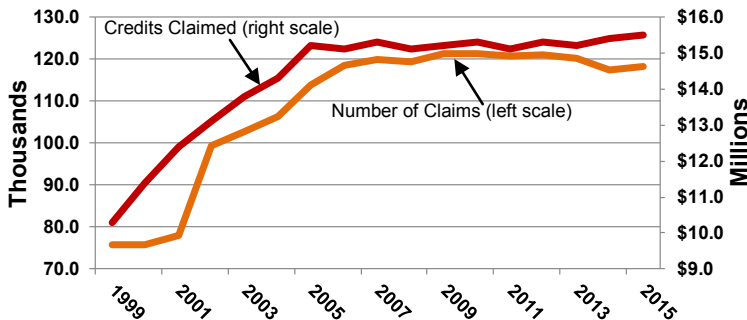


# Tuition and Textbook Tax Credit

## Tax Credit Description

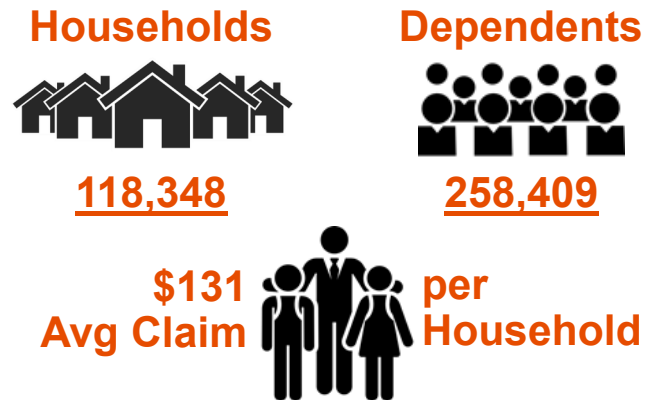
Taxpayers who have one or more dependents attending Kindergarten through 12th grade in an accredited Iowa school may take a credit equal to 25% of the first \$1,000 in qualified expenses for each dependent. The tax credit is nonrefundable, and unused credits may not be carried forward. Qualified expenses include tuition, textbooks, fees, and equipment; however, homeschooling expenses do not qualify.

## Annual Claimants and the Amount of Credits by Tax Year

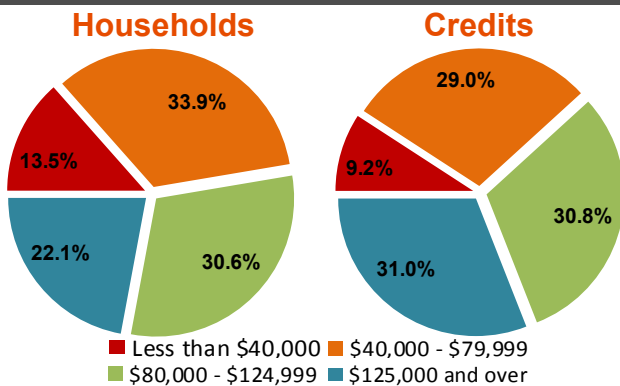


\$15.5 million in TTC credits were claimed in TY 2015. Last legislative modification to credit was in TY 1998.

## Tuition and Textbook Tax Credit Household Claims, Tax Year 2015



## Share of Claims and Credits by Adjusted Gross Income



## Share of Households Claiming Maximum Credit

# 8.2%

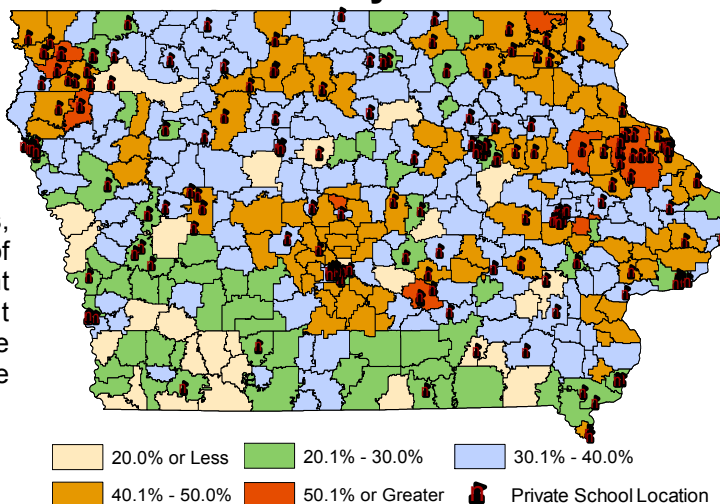
The share of households claiming \$250 per dependent account for \$4.3 million, or 27.7% in credits in tax year 2015.

## Tuition and Textbook Tax

# 33.8%

The highest utilization rates, defined as the share of households with dependent children making a tax credit claim, appear to coincide with the location of private schools.

## Utilization Rates by School District



## Credit Claims by School District

- #1 Number of Claims - Des Moines (5,932)
- #1 Credit per Pupil - Boyden-Hull (\$163)
- #1 Average Claim - Rock Valley (\$354)
- #1 Utilization Rate - Pella (56.3%)