



**Tax Credit Unit Fact Sheet**

**Work Opportunity Tax Credit (WOTC)**

**Target group: Qualified Long-term Unemployment Recipient**

A **Long-term Unemployment Recipient Target Group L,** isany individual who on the day before the individual begins work, that day the individual completes the IRS Form 8850 and has a period of unemployment that is:

* not less than 27 consecutive weeks; **and**
* includes a period (which may be less than 27 weeks) in which the individual received unemployment compensation under state or federal law.

**Maximum Credit Amount $2,400**

**Tier 1-Worked at least 120 hours, but less than 400 hours**

* Up to $1,500
* 25 percent of $6,000 of first-year wages

**Tier 2-Worked at least 400 hours**

* Up to $2,400
* 40 percent of $6,000 of first-year wages