



**Tax Credit Unit Fact Sheet**

**Work Opportunity Tax Credit (WOTC)**

**Target group: Qualified Summer Youth Employee**

A **Summer Youth Employee, Target Group F** is a 16- or 17-year-old youth who works for the employer between May 1 and September 15 and resides in an Empowerment Zone. For Kentucky, the empowerment zones are Clinton, Jackson and (parts of) Wayne counties.

**Maximum Credit Amount $1,200**

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

* Up to $750
* 25 percent of $3,000 of first-year wages

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

* Up to $1,200
* 40 percent of $3,000 of first-year wages

Note: TEGL No. 25-15 provided an extension of the Empowerment Zones for a two-year period beginning on Jan. 1, 2015 and ending on Dec. 31, 2016.