

103^D CONGRESS
1ST SESSION

H. R. 435

To amend the Internal Revenue Code of 1986 to provide income tax relief for families.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 5, 1993

Mr. WOLF introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to provide income tax relief for families.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. TAX CREDIT FOR CHILDREN.**

4 (a) IN GENERAL.—Subpart B of part IV of sub-
5 chapter A of chapter 1 of the Internal Revenue Code of
6 1986 (relating to foreign tax credit, etc.) is amended by
7 adding at the end thereof the following new section:

8 **“SEC. 30A. CREDIT FOR CHILDREN.**

9 “(a) GENERAL RULE.—In the case of an eligible indi-
10 vidual, there shall be allowed as a credit against the tax

1 imposed by this chapter and chapter 21 for the taxable
2 year an amount equal to \$600 multiplied by the number
3 of qualifying children of the taxpayer who have not at-
4 tained the age of 19 as of the close of the calendar year
5 in which the taxable year of the taxpayer begins.

6 “(b) LIMITATION BASED ON AMOUNT OF TAX.—The
7 credit allowed by subsection (a) for a taxable year shall
8 not exceed the excess (if any) of—

9 “(1) the sum of the regular tax (reduced by the
10 sum of the credits allowable under subpart A and
11 section 32) and the tax imposed by chapter 21, over

12 “(2) the tentative minimum tax,
13 for the taxable year.

14 “(c) DEFINITIONS AND SPECIAL RULES.—For pur-
15 poses of this section—

16 “(1) ELIGIBLE INDIVIDUAL.—The term ‘eligible
17 individual’ has the meaning given to such term by
18 section 32(c)(1) (determined without regard to sub-
19 paragraph (B) thereof).

20 “(2) QUALIFYING CHILD.—The term ‘qualifying
21 child’ has the meaning given to such term by section
22 32(c)(3) (determined without regard to subpara-
23 graphs (C) and (E) thereof).

24 “(3) CERTAIN OTHER RULES APPLY.—Sub-
25 sections (d) and (e) of section 32 shall apply.”

1 (b) DENIAL OF DOUBLE BENEFIT.—Subparagraph
2 (A) of section 21(b)(1) of such Code (defining qualifying
3 individual) is amended by inserting “(other than an indi-
4 vidual described in section 30A(a))” after “taxpayer”.

5 (c) CONFORMING AMENDMENT.—The table of sec-
6 tions for such subpart B is amended by adding at the end
7 thereof the following new item:

“Sec. 30A. Credit for children.”

8 (d) EFFECTIVE DATE.—The amendments made by
9 this section shall apply to taxable years beginning after
10 December 31, 1992.

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