

107TH CONGRESS
1ST SESSION

H. R. 539

To amend the Internal Revenue Code of 1986 to expand the child tax credit.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 8, 2001

Mr. HAYWORTH (for himself, Mr. HERGER, Mr. WATKINS, Mr. PAUL, Mr. RADANOVICH, Mr. SIMPSON, Mr. BACHUS, Ms. MCCARTHY of Missouri, Mrs. BIGGERT, Mr. TERRY, Mr. SCHROCK, Mr. DUNCAN, Ms. PRYCE of Ohio, Ms. GRANGER, Mr. WHITFIELD, Mr. PETRI, Mr. RILEY, Mr. WELDON of Florida, Mr. SESSIONS, Mr. AKIN, Mr. RUSH, Mr. FOSSELLA, Mr. HILLEARY, Mr. PITTS, and Ms. HART) 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 expand the child tax credit.

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. SHORT TITLE.**

4 This Act may be cited as the “Child Credit Expansion
5 and Improvement Act of 2001”.

6 **SEC. 2. EXPANSION OF CHILD TAX CREDIT.**

7 (a) INCREASE IN AMOUNT ALLOWED.—Subsection
8 (a) of section 24 of the Internal Revenue Code of 1986

1 (relating to allowance of credit) is amended by striking
2 “\$500 (\$400 in the case of taxable years beginning in
3 1998)” and inserting “\$1,000”.

4 (b) ADJUSTMENT OF PHASE-OUT THRESHOLD
5 AMOUNTS FOR INFLATION.—Subsection (b) of section 24
6 of such Code (relating to limitation based on adjusted
7 gross income) is amended by adding at the end the fol-
8 lowing new paragraph:

9 “(2) ADJUSTMENTS FOR INFLATION.—In the
10 case of a taxable year beginning after December 31,
11 2001, each of the dollar amounts in paragraph (2)
12 shall be increased by an amount equal to—

13 “(A) such dollar amount, multiplied by

14 “(B) the cost-of-living adjustment deter-
15 mined under section 1(f)(3) for the calendar
16 year in which the taxable year begins, deter-
17 mined by substituting ‘calendar year 2000’ for
18 ‘calendar year 1992’ in subparagraph (B)
19 thereof.

20 If any increase determined under this paragraph is
21 not a multiple of \$50, such increase shall be rounded
22 to the next lowest multiple of \$50.”.

1 (c) EFFECTIVE DATE.—The amendments made by
2 this section shall apply to taxable years beginning after
3 December 31, 2000.

○