

103^D CONGRESS
1ST SESSION

H. R. 399

To amend the Internal Revenue Code of 1986 to increase the child care credit for lower-income working parents.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 5, 1993

Mr. SOLOMON 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 increase the child care credit for lower-income working parents.

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 Care Tax Credit
5 Reform Act of 1993”.

6 **SEC. 2. CHILD CARE CREDIT AMENDMENTS.**

7 (a) INCREASE IN AMOUNT OF EMPLOYMENT-RELAT-
8 ED EXPENSES TAKEN INTO ACCOUNT.—

9 (1) 1 QUALIFYING INDIVIDUAL.—Paragraph (1)
10 of section 21(c) of the Internal Revenue Code of

1 1986 (relating to dollar limit on amount creditable)
2 is amended by striking “\$2,400” and inserting
3 “\$3,600”.

4 (2) 2 OR MORE QUALIFYING INDIVIDUALS.—
5 Paragraph (2) of section 21(c) of such Code (relat-
6 ing to dollar limit on amount creditable) is amended
7 by striking “\$4,800” and inserting “\$5,400”.

8 (b) DENIAL OF CREDIT TO TAXPAYERS WHOSE AD-
9 JUSTED GROSS INCOME IS \$50,000 OR MORE.—Para-
10 graph (1) of section 21(a) of the Internal Revenue Code
11 of 1986 (allowing credit generally) is amended by inserting
12 “whose adjusted gross income for the taxable year is less
13 than \$50,000, and” before “who”.

14 (c) DECREASE IN PERCENTAGE OF EMPLOYMENT-
15 RELATED EXPENSES TAKEN INTO ACCOUNT BY TAX-
16 PAYERS WHOSE ADJUSTED GROSS INCOME EXCEEDS
17 \$28,000.—Paragraph (2) of section 21(a) of the Internal
18 Revenue Code of 1986 (defining applicable percentage) is
19 amended by striking “(but not below 20 percent)”.

20 (d) EFFECTIVE DATE.—The amendments made by
21 subsections (a), (b), and (c) shall apply to taxable years
22 beginning after December 31, 1993.

○