

Amendment to the Amendment in the Nature of a Substitute to Subtitle G. Budget Reconciliation Legislative Recommendations Relating to Promoting Economic Security offered by Rep. Schweikert of Arizona

The amendment would improve integrity of EITC and CDCTC by requiring Treasury to establish a program for reviewing claims and inconsistencies.

AMENDMENT

OFFERED BY Mr. Schweiker

At the end of part 2 (relating to the child tax credit)
of subtitle G, add the following:

1 **SEC. 9613. IMPROVEMENT OF PROGRAM INTEGRITY.**

2 (a) CHILD TAX CREDIT.—

3 (1) STUDY.—The Treasury Inspector General
4 for Tax Administration shall conduct a study evalu-
5 ating the changes to the child tax credit under sec-
6 tions 9611 and 9612 of this Act.

7 (2) REPORT.—Not later than 90 days after the
8 date of the enactment of this section, the Treasury
9 Inspector General for Tax Administration shall sub-
10 mit to the Secretary of the Treasury a report con-
11 taining—

12 (A) a detailed analysis of the likelihood, if
13 any, of an increase of \$10 billion or more in im-
14 proper payments to taxpayers due the changes
15 to the child tax credit, and

16 (B) recommendations for the improvement
17 of the integrity of administration of the child
18 tax credit.

1 (b) DATABASE CONSULTATION FOR CHILD TAX
2 CREDIT AND EARNED INCOME TAX CREDIT.—

3 (1) CHILD TAX CREDIT.—Section 24 of the In-
4 ternal Revenue Code of 1986 is amended by adding
5 at the end the following new subsection:

6 “(j) VERIFICATION OF QUALIFICATION.—No credit
7 shall be allowed under this section to a taxpayer with re-
8 spect to any qualifying child unless the Secretary verifies
9 the eligibility of a taxpayer for such credit by consulting
10 the databases for—

11 “(1) the supplemental nutrition assistance pro-
12 gram under the Food and Nutrition Act of 2008 (7
13 U.S.C. 2011 et seq.) (commonly known as the
14 ‘SNAP Program’), and

15 “(2) the program of block grants for States for
16 temporary assistance for needy families established
17 under part A of title IV of the Social Security Act
18 (42 U.S.C. 601 et seq.) (commonly known as the
19 ‘TANF Program’).”.

20 (2) EARNED INCOME TAX CREDIT.—Section 32
21 of such Code is amended by adding at the end the
22 following new subsection:

23 “(n) VERIFICATION OF QUALIFICATION.—Rules simi-
24 lar to the rules of section 24(j) shall apply.”.

1 (3) EFFECTIVE DATE.—The amendments made
2 by this subsection shall apply to taxable years begin-
3 ning after December 31, 2020.

