

118TH CONGRESS  
1ST SESSION

# H. R. 3899

To amend the Internal Revenue Code of 1986 to establish a refundable child tax credit with monthly advance payment.

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## IN THE HOUSE OF REPRESENTATIVES

JUNE 7, 2023

Ms. DELAURO (for herself, Ms. DELBENE, Mr. TORRES of New York, Ms. BONAMICI, Ms. BARRAGÁN, Mr. MCGOVERN, Mr. LARSON of Connecticut, Ms. JACOBS, Ms. VELÁZQUEZ, Ms. WILSON of Florida, Mrs. WATSON COLEMAN, Mr. SCHIFF, Mr. MULLIN, Ms. CHU, Mrs. BEATTY, Mr. GOMEZ, Mrs. CHERFILUS-McCORMICK, Ms. TITUS, Mr. BOWMAN, Ms. OCASIO-CORTEZ, Mr. SWALWELL, Ms. TOKUDA, Ms. BALINT, Mr. TONKO, Mr. NADLER, Ms. MOORE of Wisconsin, Ms. SCANLON, Mr. PANNETTA, Ms. DEAN of Pennsylvania, Ms. HOYLE of Oregon, Mr. GRIJALVA, Mr. PAYNE, Mr. MORELLE, Ms. PINGREE, Ms. NORTON, Mr. HUFFMAN, Ms. CLARKE of New York, Mr. FOSTER, Ms. WILLIAMS of Georgia, Mr. POCAN, Mr. DOGGETT, Mrs. McCLELLAN, Mr. KILDEE, Ms. MENG, Ms. BUDZINSKI, Mr. HIGGINS of New York, Mr. GARCÍA of Illinois, Mr. MAGAZINER, Mr. RASKIN, Mr. VEASEY, Mr. EVANS, Mr. NORCROSS, Mr. DESAULNIER, Mr. COURTNEY, Mr. KIM of New Jersey, Mr. JOHNSON of Georgia, Mr. ROBERT GARCIA of California, Ms. ROSS, Ms. LEE of California, Ms. OMAR, Mr. FROST, Mr. LEVIN, Mr. DAVIS of Illinois, Mr. CASAR, Mrs. FOUSHEE, Ms. GARCIA of Texas, Ms. KELLY of Illinois, Mr. MCGARVEY, Mr. GREEN of Texas, Ms. SCHAKOWSKY, Ms. UNDERWOOD, Mr. GOLDMAN of New York, Ms. BUSH, Mr. CASTEN, Ms. LEE of Pennsylvania, Mr. CÁRDENAS, Ms. SÁNCHEZ, Mr. DELUZIO, Mr. SHERMAN, Ms. CASTOR of Florida, Mr. VARGAS, Ms. SEWELL, Ms. STRICKLAND, Mr. HORSFORD, Mr. SMITH of Washington, Mr. THANEDAR, Mr. BLUMENAUER, Mr. KILMER, Ms. KAPTUR, Mr. PALLONE, Ms. KUSTER, Ms. BROWNLEY, Mr. LYNCH, Mr. KEATING, Ms. JAYAPAL, Mr. LANDSMAN, Mr. SARBANES, Mrs. PELTOLA, Ms. LOIS FRANKEL of Florida, Mr. PASCRELL, Ms. STANSBURY, Mrs. HAYES, Ms. SCHRIER, Ms. WATERS, Mr. CARSON, Mr. IVEY, Mr. BOYLE of Pennsylvania, Ms. PLASKETT, Mr. SOTO, Ms. SLOTKIN, Mrs. SYKES, Ms. STEVENS, Mr. LARSEN of Washington, Ms. PORTER, Ms. CRAIG, Mr. MENENDEZ, Ms. PETERSEN, Mr. SCHNEIDER, Mr. MOSKOWITZ, Mr. NICKEL, Ms. PELOSI, Mr. KHANNA, Mr. CLEAVER, Ms. CROCKETT, Ms. WEXTON, Ms. SALINAS, Mr. PHILLIPS, Mr. MOULTON, Mr. SABLAN, Mr. CARTER of Louisiana, Ms. BROWN, Mr. SORESENSEN, Mrs. MCBATH, Mr.

TRONE, Ms. MCCOLLUM, Ms. LOFGREN, Mr. CASTRO of Texas, Mrs. FLETCHER, Mr. GARAMENDI, Mr. CARBAJAL, Ms. LEGER FERNANDEZ, Ms. TLAIB, Mr. BEYER, Mrs. TRAHAN, Mr. HIMES, Mr. COSTA, Ms. ESCOBAR, Mrs. NAPOLITANO, Mr. RUPPERSBERGER, Mr. JEFFRIES, Ms. ESHOO, Mr. BISHOP of Georgia, Mr. SCOTT of Virginia, Mrs. DINGELL, Mr. QUIGLEY, Mr. GALLEGRO, Ms. BLUNT ROCHESTER, Mr. DAVIS of North Carolina, Mr. CLYBURN, Mr. AGUILAR, Ms. CLARK of Massachusetts, Ms. SCHOLTEN, Ms. ADAMS, Ms. SHERRILL, Mr. JACKSON of Illinois, Ms. KAMLAGER-DOVE, Mrs. RAMIREZ, Mr. THOMPSON of Mississippi, Mr. MEEKS, Mrs. TORRES of California, Mr. CARTWRIGHT, Mr. MFUME, Mr. CONNOLLY, Mr. VASQUEZ, Ms. WILD, Ms. MATSUI, Mr. MRVAN, Mr. TAKANO, Ms. JACKSON LEE, Mr. HOYER, Mr. CASE, Mr. CORREA, Mr. CROW, Mr. CUELLAR, Ms. DEGETTE, Ms. HOULAHAN, Mr. LIEU, Mr. RYAN, Ms. WASSERMAN SCHULTZ, Mr. GOTTHEIMER, Mr. COHEN, Mr. RUIZ, Mr. JACKSON of North Carolina, Mr. PAPPAS, Mr. PETERS, Mr. VICENTE GONZALEZ of Texas, Mr. NEGUSE, Ms. PEREZ, Mr. AUCHINCLOSS, Mr. KRISHNAMOORTHY, Ms. CARAVEO, Ms. MANNING, Ms. SPANBERGER, Mr. BERA, Mr. ESPAILLAT, Ms. LEE of Nevada, Ms. PRESSLEY, and Mr. ALLRED) introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to establish a refundable child tax credit with monthly advance payment.

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 “American Family Act”.

5       **SEC. 2. ESTABLISHMENT OF REFUNDABLE CHILD TAX**  
 6                               **CREDIT WITH MONTHLY ADVANCE PAYMENT.**

7       (a) IN GENERAL.—Subpart A of part IV of sub-  
 8       chapter A of chapter 1 of the Internal Revenue Code of  
 9       1986 is amended by inserting after section 24 the fol-  
 10      lowing new sections:

1 **“SEC. 24A. MONTHLY CHILD TAX CREDIT.**

2       “(a) ALLOWANCE OF CREDIT.—There shall be al-  
3 lowed as a credit against the tax imposed by this chapter  
4 for the taxable year the sum of the monthly specified child  
5 allowances determined with respect to the taxpayer under  
6 subsection (b) for each calendar month during such tax-  
7 able year.

8       “(b) MONTHLY SPECIFIED CHILD ALLOWANCE.—

9           “(1) IN GENERAL.—For purposes of this sec-  
10 tion, the term ‘monthly specified child allowance’  
11 means, with respect to any taxpayer for any cal-  
12 endar month, the sum of—

13               “(A) \$250, with respect to each specified  
14 child of such taxpayer who will (as of the close  
15 of such month) have attained age 6, plus

16               “(B) 120 percent of the dollar amount in  
17 effect for such month under subparagraph (A),  
18 with respect to each specified child of such tax-  
19 payer who will not (as of the close of such  
20 month) have attained age 6.

21 In the case of any specified child of such taxpayer  
22 who will not (as of the close of such month) have at-  
23 tained the age of 1 month, subparagraph (B) shall  
24 be applied by substituting ‘800 percent’ for ‘120  
25 percent’.

1           “(2) LIMITATIONS BASED ON MODIFIED AD-  
2 JUSTED GROSS INCOME.—

3           “(A) INITIAL REDUCTION.—The monthly  
4 specified child allowance otherwise determined  
5 under paragraph (1) with respect to any tax-  
6 payer for any calendar month shall be reduced  
7 (but not below zero) by  $\frac{1}{12}$  of 5 percent of the  
8 excess (if any) of the taxpayer’s modified ad-  
9 justed gross income for the applicable taxable  
10 year over the initial threshold amount in effect  
11 for such applicable taxable year.

12           “(B) LIMITATION ON INITIAL REDUC-  
13 TION.—In the case of any calendar month be-  
14 ginning before January 1, 2026, the amount of  
15 the reduction under subparagraph (A) shall not  
16 exceed the lesser of—

17           “(i) the excess (if any) of—

18           “(I) the monthly specified child  
19 allowance with respect to the taxpayer  
20 for such calendar month (determined  
21 without regard to this paragraph),  
22 over

23           “(II) the amount which would be  
24 determined under subclause (I) if the  
25 dollar amounts in effect under sub-

1 paragraphs (A) and (B) of paragraph  
2 (1) were each equal to \$166.67, or

3 “(ii)  $\frac{1}{12}$  of 5 percent of the excess of  
4 the secondary threshold amount over the  
5 initial threshold amount.

6 “(C) SECONDARY REDUCTION.—In the  
7 case of any calendar month beginning before  
8 January 1, 2026, the monthly specified child al-  
9 lowance otherwise determined under paragraph  
10 (1) with respect to any taxpayer for such cal-  
11 endar month (determined after the application  
12 of subparagraphs (A) and (B)) shall be reduced  
13 (but not below zero) by  $\frac{1}{12}$  of 5 percent of the  
14 excess (if any) of the taxpayer’s modified ad-  
15 justed gross income for the applicable taxable  
16 year over the secondary threshold amount.

17 “(D) DEFINITIONS RELATED TO LIMITA-  
18 TIONS BASED ON MODIFIED ADJUSTED GROSS  
19 INCOME.—For purposes of this paragraph—

20 “(i) INITIAL THRESHOLD AMOUNT.—  
21 The term ‘initial threshold amount’  
22 means—

23 “(I) \$150,000, in the case of a  
24 joint return or surviving spouse (as  
25 defined in section 2(a)),

1 “(II) 1/2 the dollar amount in ef-  
2 fect under subclause (I), in the case of  
3 a married individual filing a separate  
4 return, and

5 “(III) \$112,500, in any other  
6 case.

7 “(ii) SECONDARY THRESHOLD  
8 AMOUNT.—The term ‘secondary threshold  
9 amount’ means—

10 “(I) \$400,000, in the case of a  
11 joint return or surviving spouse (as  
12 defined in section 2(a)),

13 “(II) \$300,000, in the case of a  
14 head of household (as defined in sec-  
15 tion 2(b)), and

16 “(III) \$200,000, in any other  
17 case.

18 “(iii) APPLICABLE TAXABLE YEAR.—  
19 The term ‘applicable taxable year’ means,  
20 with respect to any taxable year for which  
21 the credit under this section is deter-  
22 mined—

23 “(I) such taxable year, or

24 “(II) if the taxpayer elects the  
25 application of this subclause (at such

1 time and in such form and manner as  
2 the Secretary may provide), the pre-  
3 ceding taxable year or the second pre-  
4 ceding taxable year (as specified in  
5 such election).

6 “(iv) MODIFIED ADJUSTED GROSS IN-  
7 COME.—The term ‘modified adjusted gross  
8 income’ means adjusted gross income in-  
9 creased by any amount excluded from  
10 gross income under section 911, 931, or  
11 933.

12 “(3) INFLATION ADJUSTMENTS.—

13 “(A) MONTHLY SPECIFIED CHILD ALLOW-  
14 ANCE.—In the case of any month beginning  
15 after December 31, 2023, the \$250 amount in  
16 paragraph (1)(A) shall be increased by an  
17 amount equal to—

18 “(i) such dollar amount, multiplied  
19 by—

20 “(ii) the percentage (if any) by  
21 which—

22 “(I) the CPI (as defined in sec-  
23 tion 1(f)(4)) for the calendar year  
24 preceding the calendar year in which  
25 such month begins, exceeds

1                   “(II) the CPI (as so defined) for  
2                   calendar year 2020.

3                   “(B) INITIAL THRESHOLD AMOUNT.—In  
4                   the case of any taxable year beginning after De-  
5                   cember 31, 2023, the dollar amounts in sub-  
6                   clauses (I) and (III) of paragraph (2)(D)(i)  
7                   shall each be increased by an amount equal  
8                   to—

9                   “(i) such dollar amount, multiplied by  
10                   “(ii) the percentage (if any) which  
11                   would be determined under subparagraph  
12                   (A)(ii) if subclause (II) thereof were ap-  
13                   plied by substituting ‘2022’ for ‘2020’.

14                   “(C) ROUNDING.—

15                   “(i) MONTHLY SPECIFIED CHILD AL-  
16                   LOWANCE.—Any increase under subpara-  
17                   graph (A) which is not a multiple of \$10  
18                   shall be rounded to the nearest multiple of  
19                   \$10.

20                   “(ii) INITIAL THRESHOLD AMOUNT.—  
21                   Any increase under subparagraph (B)  
22                   which is not a multiple of \$5,000 shall be  
23                   rounded to the nearest multiple of \$5,000.

24                   “(c) SPECIFIED CHILD.—For purposes of this sec-  
25                   tion—



1           “(1) IN GENERAL.—The term ‘specified child’  
2 means, with respect to any taxpayer for any cal-  
3 endar month, an individual—

4           “(A) who has the same principal place of  
5 abode as the taxpayer for more than one-half of  
6 such month,

7           “(B) who is younger than the taxpayer and  
8 will not, as of the close of such month, have at-  
9 tained age 18,

10          “(C) who receives care from the taxpayer  
11 during such month that is not compensated,

12          “(D) who is not the spouse of the taxpayer  
13 at any time during such month, and

14          “(E) who either—

15           “(i) is a citizen, national, or resident  
16 of the United States, or

17           “(ii) if the taxpayer is a citizen or na-  
18 tional of the United States, such individual  
19 is described in section 152(f)(1)(B) with  
20 respect to such taxpayer.

21          “(2) CERTAIN INDIVIDUALS INELIGIBLE.—In  
22 the case of an individual who is a specified child  
23 with respect to another taxpayer for any calendar  
24 month, such individual shall be treated for such cal-  
25 endar month as having no specified children.

1           “(3) CARE FROM THE TAXPAYER.—

2                   “(A) IN GENERAL.—Except as otherwise  
3 provided by the Secretary, whether any indi-  
4 vidual receives care from the taxpayer (within  
5 the meaning of paragraph (1)(C)) shall be de-  
6 termined on the basis of facts and cir-  
7 cumstances with respect to the following fac-  
8 tors:

9                           “(i) The supervision provided by the  
10 taxpayer regarding the daily activities and  
11 needs of the individual.

12                           “(ii) The maintenance by the taxpayer  
13 of a secure environment at which the indi-  
14 vidual resides.

15                           “(iii) The provision or arrangement by  
16 the taxpayer of, and transportation by the  
17 taxpayer to, medical care at regular inter-  
18 vals and as required for the individual.

19                           “(iv) The involvement by the taxpayer  
20 in, and financial and other support by the  
21 taxpayer for, educational or similar activi-  
22 ties of the individual.

23                           “(v) Any other factor that the Sec-  
24 retary determines to be appropriate to de-

1           termine whether the individual receives  
2           care from the taxpayer.

3           “(B) DETERMINATION OF WHETHER CARE  
4           IS COMPENSATED.—For purposes of deter-  
5           mining if care is compensated within the mean-  
6           ing of paragraph (1)(C), compensation from the  
7           Federal Government, a State or local govern-  
8           ment, a Tribal government, or any possession of  
9           the United States shall not be taken into ac-  
10          count.

11          “(4) APPLICATION OF TIE-BREAKER RULES.—

12           “(A) IN GENERAL.—Except as provided in  
13           subparagraph (D), if any individual would (but  
14           for this paragraph) be a specified child of 2 or  
15           more taxpayers for any month, such individual  
16           shall be treated as the specified child only of  
17           the taxpayer who is—

18                   “(i) the parent of the individual (or, if  
19                   such individual would (but for this para-  
20                   graph) be a specified child of 2 or more  
21                   parents of the individual for such month,  
22                   the parent of the individual determined  
23                   under subparagraph (B)),

24                   “(ii) if the individual is not a specified  
25                   child of any parent of the individual (deter-

1           mined without regard to this paragraph),  
2           the specified relative of the individual with  
3           the highest adjusted gross income for the  
4           taxable year which includes such month, or

5           “(iii) if the individual is neither a  
6           specified child of any parent of the indi-  
7           vidual nor a specified child of any specified  
8           relative of the individual (in both cases de-  
9           termined without regard to this para-  
10          graph), the taxpayer with the highest ad-  
11          justed gross income for the taxable year  
12          which includes such month.

13          “(B) TIE-BREAKER AMONG PARENTS.—If  
14          any individual would (but for this paragraph)  
15          be the specified child of 2 or more parents of  
16          the individual for any month, such child shall  
17          be treated only as the specified child of—

18                 “(i) the parent with whom the child  
19                 resided for the longest period of time dur-  
20                 ing such month, or

21                 “(ii) if the child resides with both par-  
22                 ents for the same amount of time during  
23                 such month, the parent with the highest  
24                 adjusted gross income for the taxable year  
25                 which includes such month.

1           “(C) SPECIFIED RELATIVE.—For purposes  
2 of this paragraph, the term ‘specified relative’  
3 means an individual who is—

4           “(i) an ancestor of a parent of the  
5 specified child,

6           “(ii) a brother or sister of a parent of  
7 the specified child, or

8           “(iii) a brother, sister, stepbrother, or  
9 stepsister of the specified child.

10          “(D) CERTAIN PARENTS OR SPECIFIED  
11 RELATIVES NOT TAKEN INTO ACCOUNT.—This  
12 paragraph shall be applied without regard to  
13 any parent or specified relative of an individual  
14 for any month if—

15          “(i) such parent or specified relative  
16 elects to have such individual not be treat-  
17 ed as a specified child of such parent or  
18 specified relative for such month,

19          “(ii) in the case of a parent of such  
20 individual, the adjusted gross income of  
21 the taxpayer (with respect to whom such  
22 individual would be treated as a specified  
23 child after application of this subpara-  
24 graph) for the taxable year which includes  
25 such month is higher than the highest ad-

1           justed gross income of any parent of the  
2           individual for any taxable year which in-  
3           cludes such month (determined without re-  
4           gard to any parent with respect to whom  
5           such individual is not a specified child, de-  
6           termined without regard to subparagraphs  
7           (A) and (B) and after application of this  
8           subparagraph), and

9           “(iii) in the case of a specified relative  
10          of such individual, the adjusted gross in-  
11          come of the taxpayer (with respect to  
12          whom such individual would be treated as  
13          a specified child after application of this  
14          subparagraph) for the taxable year which  
15          includes such month is higher than the  
16          highest adjusted gross income of any par-  
17          ent and any specified relative of the indi-  
18          vidual for any taxable year which includes  
19          such month (determined without regard to  
20          any parent and any specified relative with  
21          respect to whom such individual is not a  
22          specified child, determined without regard  
23          to subparagraphs (A) and (B) and after  
24          application of this subparagraph).

1           “(E) TREATMENT OF JOINT RETURNS.—

2           For purposes of this paragraph, with respect to  
3           any month, the adjusted gross income of each  
4           person who files a joint return for the taxable  
5           year which includes such month is the total ad-  
6           justed gross income shown on the joint return  
7           for the taxable year.

8           “(F) PARENT.—Except as otherwise pro-  
9           vided by the Secretary, the term ‘parent’ shall  
10          have the same meaning as when used in section  
11          152(c)(4).

12          “(5) TREATMENT OF TEMPORARY ABSENCES.—  
13          Except as provided in regulations or other guidance  
14          issued by the Secretary, for purposes of this sub-  
15          section—

16               “(A) IN GENERAL.—In the case of any in-  
17               dividual’s temporary absence from such individ-  
18               ual’s principal place of abode, each day com-  
19               posing the temporary absence shall—

20                       “(i) be treated as a day at such indi-  
21                       vidual’s principal place of abode,

22                       “(ii) be treated as satisfying the care  
23                       requirement described in paragraph (1)(C)  
24                       for each day described in clause (i), and

1           “(iii) not be treated as a day at any  
2           other location.

3           “(B) TEMPORARY ABSENCE.—For pur-  
4           poses of subparagraph (A), an absence shall be  
5           treated as temporary if—

6                   “(i) the individual would have resided  
7                   at the place of abode but for the absence,  
8                   and

9                           “(ii) under the facts and cir-  
10                           cumstances, it is reasonable to assume that  
11                           the individual will return to reside at the  
12                           place of abode.

13           “(6) SPECIAL RULE FOR DIVORCED PARENTS,  
14           ETC.—Rules similar to the rules section 152(e) shall  
15           apply for purposes of this subsection.

16           “(7) ELIGIBILITY DETERMINED ON BASIS OF  
17           PRESUMPTIVE ELIGIBILITY.—

18                   “(A) IN GENERAL.—If a period of pre-  
19                   sumptive eligibility is established under section  
20                   7527B(c) for any individual with respect to any  
21                   taxpayer—

22                           “(i) such individual shall be treated as  
23                           the specified child of such taxpayer for any  
24                           month in such period of presumptive eligi-  
25                           bility, and



1           “(ii) such individual shall not be  
2           treated as the specified child of any other  
3           taxpayer with respect to whom a period of  
4           presumptive eligibility has not been estab-  
5           lished for any such month.

6           “(B) ABILITY OF CREDIT CLAIMANTS TO  
7           ESTABLISH PRESUMPTIVE ELIGIBILITY.—Noth-  
8           ing in section 7527B(c) shall be interpreted to  
9           preclude a taxpayer from establishing a period  
10          of presumptive eligibility (including any such  
11          period described in section 7527B(c)(2)(D))  
12          with respect to any specified child for purposes  
13          of this section solely because such taxpayer af-  
14          firmatively elects not to receive monthly ad-  
15          vance child payments under section 7527B.

16          “(d) CREDIT REFUNDABLE.—If the taxpayer (in the  
17          case of a joint return, either spouse) has a principal place  
18          of abode (determined as provided in section 32) in the  
19          United States or Puerto Rico for more than one-half of  
20          any calendar month during the taxable year, so much of  
21          the credit otherwise allowed under subsection (a) as is at-  
22          tributable to monthly specified child allowances with re-  
23          spect to any such calendar month shall be allowed under  
24          subpart C (and not allowed under this subpart).

25          “(e) IDENTIFICATION REQUIREMENTS.—

1           “(1) QUALIFYING CHILD IDENTIFICATION RE-  
2           QUIREMENT.—No credit shall be allowed under this  
3           section to a taxpayer with respect to any qualifying  
4           child unless the taxpayer includes the name and tax-  
5           payer identification number of such qualifying child  
6           on the return of tax for the taxable year and such  
7           taxpayer identification number was issued on or be-  
8           fore the due date for filing such return.

9           “(2) TAXPAYER IDENTIFICATION REQUIRE-  
10          MENT.—No credit shall be allowed under this section  
11          if the taxpayer identification number of the taxpayer  
12          was issued after the due date for filing the return  
13          for the taxable year.

14          “(f) RESTRICTIONS ON TAXPAYERS WHO IMPROP-  
15          ERLY CLAIMED CREDIT OR IMPROPERLY RECEIVED  
16          MONTHLY ADVANCE CHILD PAYMENT.—

17                 “(1) TAXPAYERS MAKING PRIOR FRAUDULENT  
18                 OR RECKLESS CLAIMS.—

19                         “(A) IN GENERAL.—No credit shall be al-  
20                         lowed under this section for any taxable year  
21                         (and no payment shall be made under section  
22                         7527B for any month) in the disallowance pe-  
23                         riod.

1           “(B) DISALLOWANCE PERIOD.—For pur-  
2           poses of subparagraph (A), the disallowance pe-  
3           riod is—

4                   “(i) the period of 10 taxable years  
5                   after the most recent taxable year for  
6                   which there was a final determination that  
7                   the taxpayer’s claim of credit under this  
8                   section or section 24 (or payment received  
9                   under section 7527A or 7527B) was due to  
10                  fraud,

11                   “(ii) the period of 2 taxable years  
12                   after the most recent taxable year for  
13                   which there was a final determination that  
14                   the taxpayer’s claim of credit under this  
15                   section or section 24 (or payment received  
16                   under section 7527A or 7527B) was due to  
17                   reckless or intentional disregard of rules  
18                   and regulations (but not due to fraud),  
19                  and

20                   “(iii) in addition to any period deter-  
21                   mined under clause (i) or (ii) (as the case  
22                   may be), the period beginning on the date  
23                   of the final determination described in  
24                   such clause and ending with the beginning  
25                  of the period described in such clause.

1           “(2) TAXPAYERS MAKING IMPROPER PRIOR  
2 CLAIMS.—In the case of a taxpayer who is denied  
3 credit under this section or section 24 for any tax-  
4 able year as a result of the deficiency procedures  
5 under subchapter B of chapter 63, no credit shall be  
6 allowed under this section for any subsequent tax-  
7 able year (and no payment shall be made under sec-  
8 tion 7527B for any subsequent month) unless the  
9 taxpayer provides such information as the Secretary  
10 may require to demonstrate eligibility for such cred-  
11 it.

12           “(3) COORDINATION WITH POSSESSIONS OF  
13 THE UNITED STATES.—For purposes of this sub-  
14 section, a taxpayer’s claim of credit under this sec-  
15 tion or section 24 (or payment received under sec-  
16 tion 7527A or section 7527B) includes a claim of  
17 credit under this section or section 24 of the income  
18 tax law of any jurisdiction other than the United  
19 States (or similar payment received under section  
20 7527A or section 7527B of such income tax law),  
21 and a claim made or a payment received from Amer-  
22 ican Samoa pursuant to a plan described in sub-  
23 section (i)(3)(B) or section 24(k)(3)(B).

24           “(g) RECONCILIATION OF CREDIT AND MONTHLY  
25 ADVANCE CHILD PAYMENTS.—

1           “(1) IN GENERAL.—The amount otherwise de-  
2           termined under subsection (a) with respect to any  
3           taxpayer for any taxable year shall be reduced (but  
4           not below zero) by the aggregate amount of pay-  
5           ments made under section 7527B to such taxpayer  
6           for one or more calendar months in such taxable  
7           year. Any failure to so reduce the credit shall be  
8           treated as arising out of a mathematical or clerical  
9           error and assessed according to section 6213(b)(1).

10           “(2) RECAPTURE OF EXCESS ADVANCE PAY-  
11           MENTS IN CERTAIN CIRCUMSTANCES.—In the case  
12           of a taxpayer described in paragraph (3) for any  
13           taxable year, the tax imposed by this chapter for  
14           such taxable year shall be increased by the excess (if  
15           any) of—

16                   “(A) the aggregate amount of payments  
17                   made to the taxpayer under section 7527B for  
18                   one or more calendar months in such taxable  
19                   year, over

20                   “(B) the amount determined under sub-  
21                   section (a) with respect to the taxpayer for such  
22                   taxable year (without regard to paragraph (1)  
23                   of this subsection).

24           “(3) TAXPAYERS SUBJECT TO RECAPTURE.—

1           “(A) FRAUD OR RECKLESS OR INTEN-  
2           TIONAL DISREGARD OF RULES AND REGULA-  
3           TIONS.—A taxpayer is described in this para-  
4           graph with respect to any taxable year if the  
5           Secretary determines that the amount described  
6           in paragraph (2)(A) with respect to the tax-  
7           payer for such taxable year was determined on  
8           the basis of fraud or a reckless or intentional  
9           disregard of rules and regulations.

10           “(B) UNDERSTATEMENT OF INCOME;  
11           CHANGES IN FILING STATUS.—If the amount  
12           described in paragraph (2)(A) with respect to  
13           the taxpayer for the taxable year was deter-  
14           mined on the basis of an amount of the tax-  
15           payer’s modified adjusted gross income which  
16           was less than the taxpayer’s modified adjusted  
17           gross income for the applicable taxable year (as  
18           defined in subsection (b))—

19                   “(i) such taxpayer shall be treated as  
20                   described in this paragraph, and

21                   “(ii) the increase determined under  
22                   paragraph (2) by reason of this subpara-  
23                   graph shall not exceed the excess of—

24                           “(I) the amount described in  
25                           paragraph (2)(A), over

1                   “(II) the amount which would be  
2                   so described if the payments described  
3                   therein had been determined on the  
4                   basis of the taxpayer’s modified ad-  
5                   justed gross income for the applicable  
6                   taxable year (as defined in subsection  
7                   (b)).

8                   A rule similar to the rule of the preceding  
9                   sentence shall apply if the amount de-  
10                  scribed in paragraph (2)(A) with respect to  
11                  the taxpayer for the taxable year was de-  
12                  termined on the basis of a filing status of  
13                  the taxpayer which differs from the tax-  
14                  payer’s filing status for the applicable tax-  
15                  able year (as so defined).

16                  “(C) PAYMENTS MADE OUTSIDE OF PE-  
17                  RIOD OF PRESUMPTIVE ELIGIBILITY.—If any  
18                  payment described in paragraph (2)(A) with re-  
19                  spect to the taxpayer for the taxable year was  
20                  made with respect to a child for a month which  
21                  was not part of a period of presumptive eligi-  
22                  bility established under section 7527B(c) for  
23                  such child with respect to such taxpayer—

24                                 “(i) such taxpayer shall be treated as  
25                                 described in this paragraph, and

1           “(ii) the increase determined under  
2           paragraph (2) by reason of this subpara-  
3           graph shall not exceed the portion of such  
4           payment so made.

5           “(D) CERTAIN PAYMENTS MADE AFTER  
6           NOTICE FROM SECRETARY.—If the Secretary  
7           notifies a taxpayer under section 7527B(j)(2)  
8           that such taxpayer is subject to recapture with  
9           respect to any payments—

10           “(i) such taxpayer shall be treated as  
11           described in this paragraph, and

12           “(ii) the increase determined under  
13           paragraph (2) by reason of this subpara-  
14           graph shall not exceed the aggregate  
15           amount of such payments.

16           “(E) TAXPAYERS MOVING TO ANOTHER  
17           JURISDICTION.—To minimize the amount of ad-  
18           vance payments made under section 7527B to  
19           ineligible individuals, the Secretary shall issue  
20           regulations or other guidance for purposes of  
21           this paragraph which apply with respect to tax-  
22           payers who are described in section  
23           7527B(b)(4) with respect to the reference  
24           month but are not so described with respect to  
25           one or more months during the taxable year for



1           which advance payments under section 7527B  
2           are made.

3           “(F) OTHER CIRCUMSTANCES TO PREVENT  
4           ABUSE.—A taxpayer is described in this para-  
5           graph with respect to any taxable year pursuant  
6           to regulations or other guidance of the Sec-  
7           retary describing other recapture circumstances  
8           to facilitate the administration and enforcement  
9           by the Secretary of section 7527B to minimize  
10          the amount of advance payments made under  
11          section 7527B to ineligible individuals and to  
12          prevent abuse.

13          “(4) JOINT RETURNS.—Except as otherwise  
14          provided by the Secretary, in the case of an advance  
15          payment made under section 7527B with respect to  
16          a joint return, half of such payment shall be treated  
17          as having been made to each individual filing such  
18          return.

19          “(5) COORDINATION WITH POSSESSIONS OF  
20          THE UNITED STATES.—For purposes of this sub-  
21          section, payments made under section 7527B include  
22          payments made by any jurisdiction other than the  
23          United States under section 7527B of the income  
24          tax law of such jurisdiction, and advance payments  
25          made by American Samoa pursuant to a plan de-

1 scribed in subsection (h)(3)(B). Any increase in tax  
2 imposed on a taxpayer by reason of paragraph (2)  
3 of the income tax law of a jurisdiction other than  
4 the United States shall be considered to reduce the  
5 aggregate amount of payments made to such tax-  
6 payer by such jurisdiction. In carrying out this sec-  
7 tion, the Secretary shall coordinate with each posses-  
8 sion of the United States to prevent any application  
9 of this paragraph that is inconsistent with the pur-  
10 poses of this subsection.

11 “(h) APPLICATION OF CREDIT IN POSSESSIONS.—

12 “(1) MIRROR CODE POSSESSIONS.—

13 “(A) IN GENERAL.—The Secretary shall  
14 pay to each possession of the United States  
15 with a mirror code tax system amounts equal to  
16 the loss (if any) to that possession by reason of  
17 the application of this section (determined with-  
18 out regard to this subsection) with respect to  
19 taxable years beginning in calendar years after  
20 2023. Such amounts shall be determined by the  
21 Secretary based on information provided by the  
22 government of the respective possession.

23 “(B) COORDINATION WITH CREDIT AL-  
24 LOWED AGAINST UNITED STATES INCOME  
25 TAXES.—No credit shall be allowed under this

1 section for any taxable year to any individual to  
2 whom a credit is allowable against taxes im-  
3 posed by a possession of the United States with  
4 a mirror code tax system by reason of the appli-  
5 cation of this section in such possession for  
6 such taxable year.

7 “(C) MIRROR CODE TAX SYSTEM.—For  
8 purposes of this paragraph, the term ‘mirror  
9 code tax system’ means, with respect to any  
10 possession of the United States, the income tax  
11 system of such possession if the income tax li-  
12 ability of the residents of such possession under  
13 such system is determined by reference to the  
14 income tax laws of the United States as if such  
15 possession were the United States.

16 “(2) CROSS REFERENCES RELATED TO APPLI-  
17 CATION OF CREDIT TO RESIDENTS OF PUERTO  
18 RICO.—

19 “(A) For application of refundable credit  
20 to residents of Puerto Rico, see subsection (d).

21 “(B) For application of advance payment  
22 to residents of Puerto Rico, see section  
23 7527B(b)(4).

24 “(3) AMERICAN SAMOA.—

1           “(A) IN GENERAL.—The Secretary shall  
2 pay to American Samoa amounts estimated by  
3 the Secretary as being equal to the aggregate  
4 benefits that would have been provided to resi-  
5 dents of American Samoa by reason of the ap-  
6 plication of this section for taxable years begin-  
7 ning in calendar years after 2023 if the provi-  
8 sions of this section had been in effect in Amer-  
9 ican Samoa (applied as if American Samoa  
10 were the United States and without regard to  
11 the application of this section to residents of  
12 Puerto Rico under subsection (d)).

13           “(B) DISTRIBUTION REQUIREMENT.—Sub-  
14 paragraph (A) shall not apply unless American  
15 Samoa has a plan, which has been approved by  
16 the Secretary, under which American Samoa  
17 will promptly distribute such payments to its  
18 residents.

19           “(C) COORDINATION WITH CREDIT AL-  
20 LOWED AGAINST UNITED STATES INCOME  
21 TAXES.—

22           “(i) IN GENERAL.—In the case of a  
23 taxable year with respect to which a plan  
24 is approved under subparagraph (B), this  
25 section (other than this subsection) shall

1 not apply to any individual eligible for a  
2 distribution under such plan.

3 “(ii) APPLICATION OF SECTION IN  
4 EVENT OF ABSENCE OF APPROVED  
5 PLAN.—In the case of a taxable year with  
6 respect to which a plan is not approved  
7 under subparagraph (B), subsection (d)  
8 shall be applied by substituting ‘, Puerto  
9 Rico, or American Samoa’ for ‘or Puerto  
10 Rico’.

11 “(4) TREATMENT OF PAYMENTS.—For pur-  
12 poses of section 1324 of title 31, United States  
13 Code, the payments under this subsection shall be  
14 treated in the same manner as a refund due from  
15 a credit provision referred to in subsection (b)(2) of  
16 such section.

17 “(i) REGULATIONS.—The Secretary shall issue such  
18 regulations or other guidance as the Secretary determines  
19 necessary or appropriate to carry out the purposes of this  
20 section, including regulations or other guidance—

21 “(1) for determining whether an individual re-  
22 ceives care from a taxpayer for purposes of sub-  
23 section (c)(1), and

1           “(2) to coordinate or modify the application of  
2 this section and sections 24, 7527A, and 7527B in  
3 the case of any taxpayer—

4                   “(A) whose taxable year is other than a  
5 calendar year,

6                   “(B) whose filing status for a taxable year  
7 is different from the status used for deter-  
8 mining one or more monthly payments under  
9 section 7527B during such taxable year, or

10                   “(C) whose principal place of abode for  
11 any month is different from the principal place  
12 of abode used for determining the monthly pay-  
13 ment under section 7527B for such month.

14 **“SEC. 24B. CREDIT FOR CERTAIN OTHER DEPENDENTS.**

15           “(a) IN GENERAL.—There shall be allowed as a cred-  
16 it against the tax imposed by this chapter for the taxable  
17 year an amount equal to \$500 with respect to each speci-  
18 fied dependent of such taxpayer for such taxable year.

19           “(b) LIMITATION BASED ON MODIFIED ADJUSTED  
20 GROSS INCOME.—

21                   “(1) IN GENERAL.—The amount of the credit  
22 allowable under subsection (a) shall be reduced (but  
23 not below zero) by \$50 for each \$1,000 (or fraction  
24 thereof) by which the taxpayer’s modified adjusted  
25 gross income exceeds the threshold amount.

1           “(2) THRESHOLD AMOUNT.—For purposes of  
2 this subsection, the term ‘threshold amount’  
3 means—

4           “(A) \$400,000, in the case of a joint re-  
5 turn or surviving spouse (as defined in section  
6 2(a)),

7           “(B) \$300,000, in the case of a head of  
8 household (as defined in section 2(b)), and

9           “(C) \$200,000, in any other case.

10          “(3) MODIFIED ADJUSTED GROSS INCOME.—

11 For purposes of this subsection, the term ‘modified  
12 adjusted gross income’ means adjusted gross income  
13 increased by any amount excluded from gross in-  
14 come under section 911, 931, or 933.

15          “(c) SPECIFIED DEPENDENT.—For purposes of this  
16 section, the term ‘specified dependent’ means, with respect  
17 to any taxpayer for any taxable year, any dependent of  
18 such taxpayer for such taxable year unless such depend-  
19 ent—

20           “(1) is a specified child of the taxpayer, or any  
21 other taxpayer, for any month during such taxable  
22 year, or

23           “(2) would not be a dependent if subparagraph  
24 (A) of section 152(b)(3) were applied without regard  
25 to all that follows ‘resident of the United States’.

1       “(d) IDENTIFICATION REQUIREMENTS.—Rules simi-  
2 lar to the rules of section 24A(e) shall apply for purposes  
3 of this section.

4       “(e) TAXABLE YEAR MUST BE FULL TAXABLE  
5 YEAR.—Except in the case of a taxable year closed by rea-  
6 son of the death of the taxpayer, no credit shall be allow-  
7 able under this section in the case of a taxable year cov-  
8 ering a period of less than 12 months.

9       “(f) REGULATIONS.—The Secretary shall issue such  
10 regulations or other guidance as the Secretary determines  
11 necessary or appropriate to carry out the purposes of this  
12 section.”.

13       (b) MONTHLY PAYMENT OF CHILD TAX CREDIT.—  
14 Chapter 77 of such Code is amended by inserting after  
15 section 7527A the following new section:

16 **“SEC. 7527B. MONTHLY PAYMENTS OF CHILD TAX CREDIT.**

17       “(a) IN GENERAL.—The Secretary shall establish a  
18 program for making payments to taxpayers with respect  
19 to each calendar month equal to the monthly advance child  
20 payment determined with respect to such taxpayer for  
21 such month.

22       “(b) MONTHLY ADVANCE CHILD PAYMENT.—For  
23 purposes of this section and except as otherwise provided  
24 in this section, the term ‘monthly advance child payment’  
25 means, with respect to any taxpayer for any calendar



1 month, the amount (if any) which is estimated by the Sec-  
2 retary as being equal to the monthly specified child allow-  
3 ance which would be determined under section 24A(b)  
4 with respect to such taxpayer for such calendar month if—

5           “(1) unless determined by the Secretary based  
6           on any information known to the Secretary, the only  
7           specified children of such taxpayer for such calendar  
8           month are the specified children of such taxpayer for  
9           the reference month,

10           “(2) unless determined by the Secretary based  
11           on any information known to the Secretary, the ages  
12           of such children (and the status of such children as  
13           specified children) are determined for such calendar  
14           month by taking into account the passage of time  
15           since such reference month,

16           “(3) the limitations of section 24A(b)(2) were  
17           applied with respect to the reference taxable year  
18           rather than with respect to the applicable taxable  
19           year, and

20           “(4) unless determined by the Secretary based  
21           on any information known to the Secretary, no  
22           monthly specified child allowance were determined  
23           with respect to such taxpayer for such calendar  
24           month unless the taxpayer (in the case of a joint re-  
25           turn, either spouse) has a principal place of abode

1 (determined as provided in section 32) in the United  
2 States or Puerto Rico for more than one-half of the  
3 reference month.

4 “(c) PRESUMPTIVE ELIGIBILITY.—

5 “(1) IN GENERAL.—An individual shall be  
6 treated as a specified child of a taxpayer for pur-  
7 poses of determining any monthly advance child pay-  
8 ment under this section only if such month is part  
9 of the period of presumptive eligibility determined by  
10 the Secretary under this subsection with respect to  
11 such specified child and such taxpayer (determined  
12 by treating the month described in subclause (I) of  
13 paragraph (2)(A)(ii) as being the first month begin-  
14 ning after the determination described in such sub-  
15 clause).

16 “(2) PERIOD OF PRESUMPTIVE ELIGIBILITY.—  
17 For purposes of this section—

18 “(A) IN GENERAL.—Except as otherwise  
19 provided by the Secretary, the term ‘period of  
20 presumptive eligibility’ means the period—

21 “(i) beginning with the month for  
22 which presumptive eligibility is established,  
23 and

24 “(ii) ending with the earliest of—

1           “(I) the beginning of the month  
2 described in clause (i) if the Secretary  
3 determines that the taxpayer com-  
4 mitted fraud or intentionally dis-  
5 regarded rules or regulations in estab-  
6 lishing or maintaining presumptive  
7 eligibility,

8           “(II) in the case of any notifica-  
9 tion from the Secretary that the pe-  
10 riod of presumptive eligibility has  
11 been terminated or suspended by rea-  
12 son of any question regarding eligi-  
13 bility of the taxpayer for monthly ad-  
14 vance child payments with respect to  
15 such child, the month specified in  
16 such notice as the month on which  
17 such termination or suspension be-  
18 gins, and

19           “(III) the month following any  
20 failure of the taxpayer to make the re-  
21 quired annual renewal of presumptive  
22 eligibility by such date as the Sec-  
23 retary may provide.

24           “(B) ESTABLISHING PRESUMPTIVE ELIGI-  
25 BILITY.—A taxpayer shall establish presumptive

1 eligibility with respect to any specified child for  
2 any month at such time and in such manner as  
3 the Secretary may provide. Except as otherwise  
4 provided by the Secretary, in order to establish  
5 a period of presumptive eligibility the taxpayer  
6 must express a reasonable expectation and in-  
7 tent that the taxpayer will continue to be eligi-  
8 ble with respect to such specified child for at  
9 least the two months following the month for  
10 which presumptive eligibility is to be estab-  
11 lished.

12 “(C) METHOD OF ESTABLISHING PRE-  
13 SUMPTIVE ELIGIBILITY.—The Secretary shall  
14 ensure information to establish presumptive eli-  
15 gibility under this paragraph may be provided  
16 on the return of tax for the taxable year ending  
17 before the calendar year which includes the  
18 month for which such eligibility is to be estab-  
19 lished, through the on-line portal described in  
20 subsection (e), or in such other manner as the  
21 Secretary may provide.

22 “(D) INCLUSION OF AUTOMATIC GRACE  
23 PERIODS AND PERIODS OF HARDSHIP.—The pe-  
24 riod of presumptive eligibility shall include any

1 period to which paragraph (1) or (2) of sub-  
2 section (g) applies.

3 “(E) AUTOMATIC ELIGIBILITY FOR BIRTH  
4 OF CHILD.—The Secretary shall issue regula-  
5 tions or other guidance to establish procedures  
6 pursuant to which, to the maximum extent ad-  
7 ministratively practicable—

8 “(i) a parent of a child born during a  
9 calendar month shall be treated as auto-  
10 matically establishing presumptive eligi-  
11 bility with respect to such child,

12 “(ii) the period of such automatic pre-  
13 sumptive eligibility is determined, and

14 “(iii) the first monthly advance child  
15 payment with respect to such child is in-  
16 creased to properly take into account the  
17 months in the period of such automatic  
18 presumptive eligibility which precede such  
19 payment.

20 “(F) PRESUMPTIVE ELIGIBILITY BASED  
21 ON CERTAIN GOVERNMENT PROGRAMS.—The  
22 Secretary shall issue regulations or other guid-  
23 ance to establish procedures under which—

24 “(i) based on information provided to  
25 the Secretary by one or more government

1 entities, a parent or specified relative of a  
2 child is treated as automatically estab-  
3 lishing presumptive eligibility with respect  
4 to such child, and

5 “(ii) the period for which such auto-  
6 matic presumptive eligibility is determined  
7 (including any additional circumstances  
8 under which such period will terminate).

9 “(G) COORDINATION WITH PRESUMP-  
10 TION.—For purposes of determining the status  
11 of any individual as a specified child for pur-  
12 poses of determining presumptive eligibility  
13 with respect to any period, section 24A(c) shall  
14 be applied without regard to paragraph (7)  
15 thereof.

16 “(3) NOTICE OF TERMINATION OF PRESUMP-  
17 TIVE ELIGIBILITY BY REASON OF FAILURE TO MAKE  
18 ANNUAL RENEWAL.—If a taxpayer’s period of pre-  
19 sumptive eligibility with respect to any specified  
20 child terminates by reason of paragraph  
21 (2)(A)(ii)(III), the Secretary shall provide the tax-  
22 payer a written notice of such termination.

23 “(d) DETERMINATION OF REFERENCE MONTH AND  
24 REFERENCE TAXABLE YEAR.—For purposes of this sec-  
25 tion—

1           “(1) REFERENCE MONTH.—The term ‘reference  
2 month’ means, with respect to any taxpayer for any  
3 calendar month, the most recent of—

4           “(A) in the case of a taxpayer who filed a  
5 return of tax for the last taxable year ending  
6 before such calendar month, the last month of  
7 such taxable year,

8           “(B) in the case of a taxpayer who filed a  
9 return of tax for the taxable year preceding the  
10 taxable year described in subparagraph (A), the  
11 last month of such preceding taxable year, and

12           “(C) in the case of a taxpayer who pro-  
13 vides, through a specified alternative mecha-  
14 nism, information which is sufficient to esti-  
15 mate the taxpayer’s monthly advance child pay-  
16 ment for such month, such month.

17           “(2) REFERENCE TAXABLE YEAR.—The term  
18 ‘reference taxable year’ means, with respect to any  
19 taxpayer for any calendar month, the most recent  
20 of—

21           “(A) the taxable year described in subpara-  
22 graph (A) or (B) of paragraph (1), or

23           “(B) in the case of a taxpayer who pro-  
24 vides, through a specified alternative mecha-  
25 nism, information which is sufficient to esti-

1           mate the taxpayer's modified adjusted gross in-  
2           come for the taxable year which includes such  
3           month, such taxable year.

4           “(3) AVAILABILITY OF INFORMATION.—Any  
5           month or year referred to in subparagraph (A), (B),  
6           or (C) of paragraph (1) or subparagraph (A) or (B)  
7           of paragraph (2) shall not be taken into account in  
8           determining the reference month or reference tax-  
9           able year with respect to any calendar month unless  
10          all relevant information with respect to such month  
11          or year is available to the Secretary and the Sec-  
12          retary has adequate time to make estimates under  
13          this section on the basis of such information before  
14          the beginning of such calendar month.

15          “(4) TREATMENT OF INSUFFICIENT INFORMA-  
16          TION.—Except as otherwise provided by the Sec-  
17          retary—

18                 “(A) if a taxpayer is not described in sub-  
19                 paragraph (A), (B), or (C) of paragraph (1)  
20                 with respect to any calendar month, the month-  
21                 ly advance child payment with respect to such  
22                 taxpayer for such calendar month shall be  
23                 treated as zero unless the Secretary determines  
24                 that the Secretary can make the estimate de-  
25                 scribed in subsection (b) on the basis of infor-



1           mation known to the Secretary which the Sec-  
2           retary determines is reasonably reliable, and

3           “(B) if the taxpayer is not described in  
4           paragraph (1)(C) and the information on the  
5           return of tax referred to in subparagraph (A)  
6           or (B) of paragraph (1) does not establish the  
7           status of the taxpayer (in the case of a joint re-  
8           turn, either spouse) as having a principal place  
9           of abode (determined as provided in section 32)  
10          in the United States or Puerto Rico for more  
11          than one-half of the reference month, the Sec-  
12          retary shall determine such status based on in-  
13          formation known to the Secretary.

14          “(5) TRANSITION RULE.—In any case with re-  
15          spect to which section 24A was not in effect for the  
16          taxable year described in subparagraph (A), (B), or  
17          (C) of paragraph (1) (whichever is applicable), sub-  
18          section (b)(1) shall be applied by substituting ‘the  
19          qualifying children of such taxpayer for the taxable  
20          year which includes the reference month’ for ‘the  
21          specified children of such taxpayer for the reference  
22          month’.

23          “(e) ON-LINE INFORMATION PORTAL; SPECIFIED  
24          ALTERNATIVE MECHANISMS.—

1           “(1) ON-LINE INFORMATION PORTAL.—The  
2           Secretary shall establish an on-line portal which al-  
3           lows taxpayers to—

4                   “(A) subject to such restrictions as the  
5           Secretary may provide, elect to begin or cease  
6           receiving payments under this section, and

7                   “(B) provide information to the Secretary  
8           which is relevant in determining the monthly  
9           advance child payment and the taxpayer’s eligi-  
10          bility for such payment, including information  
11          regarding—

12                   “(i) the number of the taxpayer’s  
13          specified children, including by reason of  
14          the birth of a child,

15                   “(ii) the taxpayer’s marital status,

16                   “(iii) the taxpayer’s modified adjusted  
17          gross income,

18                   “(iv) the taxpayer’s principal place of  
19          abode, and

20                   “(v) any other factor which the Sec-  
21          retary may provide.

22          “(2) SPECIFIED ALTERNATIVE MECHANISM.—  
23          For purposes of this section, the term ‘specified al-  
24          ternative mechanism’ means the on-line portal estab-  
25          lished under paragraph (1), the on-line portal estab-

1 lished under section 7527A, and any other mecha-  
2 nism or method established by the Secretary to allow  
3 taxpayer's to provide the information described in  
4 paragraph (1) (including in connection with the fil-  
5 ing of any return of tax).

6 “(3) AVAILABILITY IN MULTIPLE LAN-  
7 GUAGES.—The Secretary shall ensure that the on-  
8 line portal described in paragraph (1) is available in  
9 multiple languages.

10 “(f) SPECIFIED CHILD OF MORE THAN 1 TAX-  
11 PAYER.—

12 “(1) IN GENERAL.—In the event that (without  
13 regard to this paragraph) a period of presumptive  
14 eligibility with respect to the same specified child  
15 would exist for more than 1 taxpayer at the same  
16 time—

17 “(A) except as otherwise provided in this  
18 section or by the Secretary, a period of pre-  
19 sumptive eligibility shall exist only respect to  
20 the taxpayer with the most recent reference  
21 month,

22 “(B) the Secretary shall establish proce-  
23 dures under which the Secretary expeditiously  
24 adjudicates taxpayers' competing claims of pre-

1           sumptive eligibility with respect to the same  
2           child, and

3           “(C) the Secretary shall notify any tax-  
4           payer of the termination of a period of pre-  
5           sumptive eligibility pursuant to this subsection.

6           “(2) PROVISIONS RELATED TO ADJUDICA-  
7           TION.—

8           “(A) EXPEDITED PROCESS; APPEALS.—  
9           The procedures established under paragraph  
10          (1)(B) shall include—

11                  “(i) an expedited process for tax-  
12                  payers who meet such requirements as the  
13                  Secretary may establish for such expedited  
14                  process, and

15                  “(ii) procedures for adjudicating an  
16                  appeal of an adverse decision.

17          “(B) INFORMATION RECEIPT AND COORDI-  
18          NATION.—The Secretary may enter into agree-  
19          ments to receive information from, and other-  
20          wise coordinate with—

21                  “(i) Federal agencies (including the  
22                  Social Security Administration and the De-  
23                  partment of Agriculture),

1           “(ii) any State, local government,  
2           Tribal government, or possession of the  
3           United States, and

4           “(iii) any other individual or entity  
5           that the Secretary determines to be appro-  
6           priate for purposes of adjudicating a com-  
7           peting claim described in paragraph (1).

8           “(C) ADJUDICATION NOT TREATED AS AS-  
9           SESSMENT.—An adjudication under the proce-  
10          dures established under paragraph (1)(B) (in-  
11          cluding the adjudication of any appeal) shall  
12          not be treated as an assessment described in  
13          section 6201.

14          “(D) ADJUDICATION NOT TREATED AS IN-  
15          SPECTION OF TAXPAYER’S BOOKS OF AC-  
16          COUNT.—The inspection of a taxpayer’s books  
17          of account in connection with any adjudication  
18          under the procedures established under para-  
19          graph (1)(B) (including the adjudication of any  
20          appeal) shall not be treated as an examination  
21          or inspection of a taxpayer’s books of account  
22          for purposes of section 7605(b).

23          “(3) RETROACTIVE PAYMENTS.—If, pursuant to  
24          the procedures established under paragraph (1)(B),  
25          the Secretary determines that a child is a specified

1 child of a taxpayer and the Secretary did not make  
2 payments to such taxpayer with respect to such child  
3 for any portion of the period during which the deter-  
4 mination was made, the Secretary may make a one-  
5 time payment to the taxpayer with respect to which  
6 such child is the specified child in an amount equal  
7 to the aggregate amount by which the monthly ad-  
8 vance child payments to such taxpayer would have  
9 increased during such period if such determination  
10 had been made immediately.

11 “(4) RECAPTURE OF PAYMENTS.—If, pursuant  
12 to the procedures established under paragraph  
13 (1)(B), the Secretary makes payments with respect  
14 to the child during the period during which the de-  
15 termination is made—

16 “(A) the Secretary shall provide each tax-  
17 payer which receives such payments notice that  
18 such payments may be subject to recapture,  
19 and

20 “(B) upon making such determination, the  
21 Secretary shall determine on the basis of the  
22 facts and circumstances of each such taxpayer  
23 whether any such payments should be subject  
24 to recapture and shall so notify each such tax-  
25 payer.

1       “(g) RULES RELATED TO GRACE PERIODS AND  
2 HARDSHIPS.—

3               “(1) AUTOMATIC GRACE PERIOD.—

4                       “(A) IN GENERAL.—Notwithstanding sub-  
5 section (f), in the case of any failure or delay  
6 in establishing a period of presumptive eligi-  
7 bility with respect to which the taxpayer elects  
8 the application of this subparagraph, credit  
9 under section 24A or retroactive payment under  
10 this section (similar to the payment described in  
11 subsection (f)(3)) shall be allowed or made with  
12 respect to so much of the period of such failure  
13 or delay as does not exceed 3 months. The pre-  
14 ceding sentence shall not apply if the Secretary  
15 determines that such failure or delay was due  
16 to fraud or reckless or intentional disregard of  
17 rules and regulations.

18                       “(B) LIMITATION.—Subparagraph (A)  
19 shall not apply with respect to any taxpayer  
20 more than once during any 36-month period.

21               “(2) HARDSHIP.—Notwithstanding subsection  
22 (f), if the Secretary determines that a failure or  
23 delay in establishing a period of presumptive eligi-  
24 bility with respect to any specified child was due to  
25 domestic violence, serious illness, natural disaster, or

1 any other hardship, credit under section 24A or ret-  
2 roactive payment under this section (similar to the  
3 payment described in subsection (f)(3)) shall be al-  
4 lowed or made with respect to so much of the period  
5 of such failure or delay as does not exceed 6 months.

6 “(h) PROVISIONS RELATED TO FORM, MANNER, AND  
7 TREATMENT OF PAYMENTS.—

8 “(1) APPLICATION OF ELECTRONIC FUNDS PAY-  
9 MENT REQUIREMENT.—The payments made by the  
10 Secretary under subsection (a) shall be made by  
11 electronic funds transfer to the same extent and in  
12 the same manner as if such payments were Federal  
13 payments not made under this title.

14 “(2) DELIVERY OF PAYMENTS.—Notwith-  
15 standing any other provision of law, the Secretary  
16 may certify and disburse refunds payable under this  
17 section electronically to—

18 “(A) any account to which the payee au-  
19 thorized, on or after January 1, 2023, the deliv-  
20 ery of a refund of taxes under this title or of  
21 a Federal payment (as defined in section 3332  
22 of title 31, United States Code),

23 “(B) any account belonging to a payee  
24 from which that individual, on or after January



1           1, 2023, made a payment of taxes under this  
2           title, or

3           “(C) any Treasury-sponsored account (as  
4           defined in section 208.2 of title 31, Code of  
5           Federal Regulations).

6           “(3) WAIVER OF CERTAIN RULES.—Notwith-  
7           standing section 3325 of title 31, United States  
8           Code, or any other provision of law, with respect to  
9           any payment of a refund under this section, a dis-  
10          bursing official in the executive branch of the United  
11          States Government may modify payment information  
12          received from an officer or employee described in  
13          section 3325(a)(1)(B) of such title for the purpose  
14          of facilitating the accurate and efficient delivery of  
15          such payment. Except in cases of fraud or reckless  
16          neglect, no liability under section 3325, 3527, 3528,  
17          or 3529 of title 31, United States Code, shall be im-  
18          posed with respect to payments made under this  
19          paragraph.

20          “(4) EXCEPTION FROM REDUCTION OR OFF-  
21          SET.—Any applicable payment (as defined in para-  
22          graph (5)(E)(iii)) shall not be—

23                 “(A) subject to reduction or offset pursu-  
24                 ant to section 3716 or 3720A of title 31,  
25                 United States Code,

1           “(B) subject to reduction or offset pursu-  
2           ant to subsection (c), (d), (e), or (f) of section  
3           6402, or

4           “(C) reduced or offset by other assessed  
5           Federal taxes that would otherwise be subject  
6           to levy or collection.

7           “(5) ASSIGNMENT OF BENEFITS.—

8           “(A) IN GENERAL.—The right of any per-  
9           son to any applicable payment shall not be  
10          transferable or assignable, at law or in equity,  
11          and no applicable payment shall be subject to,  
12          execution, levy, attachment, garnishment, or  
13          other legal process, or the operation of any  
14          bankruptcy or insolvency law.

15          “(B) ENCODING OF PAYMENTS.—In the  
16          case of an applicable payment described in sub-  
17          paragraph (E)(iii)(I) that is paid electronically  
18          by direct deposit through the Automated Clear-  
19          ing House (ACH) network, the Secretary of the  
20          Treasury (or the Secretary’s delegate) shall—

21                  “(i) issue the payment using a unique  
22                  identifier that is reasonably sufficient to  
23                  allow a financial institution to identify the  
24                  payment as an applicable payment, and

1           “(ii) further encode the payment pur-  
2           suant to the same specifications as re-  
3           quired for a benefit payment defined in  
4           section 212.3 of title 31, Code of Federal  
5           Regulations.

6           “(C) GARNISHMENT.—

7           “(i) ENCODED PAYMENTS.—In the  
8           case of a garnishment order that applies to  
9           an account that has received an applicable  
10          payment that is encoded as provided in  
11          subparagraph (B), a financial institution  
12          shall follow the requirements and proce-  
13          dures set forth in part 212 of title 31,  
14          Code of Federal Regulations, except—

15               “(I) notwithstanding section  
16               212.4 of title 31, Code of Federal  
17               Regulations (and except as provided  
18               in subclause (II)), a financial institu-  
19               tion shall not fail to follow the proce-  
20               dures of sections 212.5 and 212.6 of  
21               such title with respect to a garnish-  
22               ment order merely because such order  
23               has attached, or includes, a notice of  
24               right to garnish federal benefits issued

1 by a State child support enforcement  
2 agency, and

3 “(II) a financial institution shall  
4 not, with regard to any applicable  
5 payment, be required to provide the  
6 notice referenced in sections 212.6  
7 and 212.7 of title 31, Code of Federal  
8 Regulations.

9 “(ii) OTHER PAYMENTS.—In the case  
10 of a garnishment order (other than an  
11 order that has been served by the United  
12 States) that has been received by a finan-  
13 cial institution and that applies to an ac-  
14 count into which an applicable payment  
15 that has not been encoded as provided in  
16 subparagraph (B) has been deposited elec-  
17 tronically on any date during the lookback  
18 period or into which an applicable payment  
19 that has been deposited by check on any  
20 date in the lookback period, the financial  
21 institution, upon the request of the account  
22 holder, shall treat the amount of the funds  
23 in the account at the time of the request,  
24 up to the amount of the applicable pay-  
25 ment (in addition to any amounts other-

1 wise protected under part 212 of title 31,  
2 Code of Federal Regulations), as exempt  
3 from a garnishment order without requir-  
4 ing the consent of the party serving the  
5 garnishment order or the judgment cred-  
6 itor.

7 “(iii) LIABILITY.—A financial institu-  
8 tion that acts in good faith in reliance on  
9 clauses (i) or (ii) shall not be subject to li-  
10 ability or regulatory action under any Fed-  
11 eral or State law, regulation, court or other  
12 order, or regulatory interpretation for ac-  
13 tions concerning any applicable payments.

14 “(D) NO RECLAMATION RIGHTS.—This  
15 paragraph shall not alter the status of applica-  
16 ble payments as tax refunds or other nonbenefit  
17 payments for purpose of any reclamation rights  
18 of the Department of the Treasury or the Inter-  
19 nal Revenue Service as per part 210 of title 31,  
20 Code of Federal Regulations.

21 “(E) DEFINITIONS.—For purposes of this  
22 paragraph—

23 “(i) ACCOUNT HOLDER.—The term  
24 ‘account holder’ means a natural person  
25 whose name appears in a financial institu-

1                   tion’s records as the direct or beneficial  
2                   owner of an account.

3                   “(ii) ACCOUNT REVIEW.—The term  
4                   ‘account review’ means the process of ex-  
5                   amining deposits in an account to deter-  
6                   mine if an applicable payment has been de-  
7                   posited into the account during the  
8                   lookback period. The financial institution  
9                   shall perform the account review following  
10                  the procedures outlined in section 212.5 of  
11                  title 31, Code of Federal Regulations and  
12                  in accordance with the requirements of sec-  
13                  tion 212.6 of title 31, Code of Federal  
14                  Regulations.

15                  “(iii) APPLICABLE PAYMENT.—The  
16                  term ‘applicable payment’ means—

17                         “(I) any payment made to an in-  
18                         dividual under this section (other than  
19                         any payment made pursuant to para-  
20                         graph (6)),

21                         “(II) any advance payment made  
22                         by a possession of the United States  
23                         with a mirror code tax system (as de-  
24                         fined in section 24(h)) pursuant to an  
25                         election under paragraph (6)(B)

1           which corresponds to a payment de-  
2           scribed in subclause (I), and

3           “(III) any advance payment  
4           made by American Samoa pursuant to  
5           a program for making such payments  
6           which is described in paragraph  
7           (6)(C)(ii).

8           “(iv) GARNISHMENT.—The term ‘gar-  
9           nishment’ means execution, levy, attach-  
10          ment, garnishment, or other legal process.

11          “(v) GARNISHMENT ORDER.—The  
12          term ‘garnishment order’ means a writ,  
13          order, notice, summons, judgment, levy, or  
14          similar written instruction issued by a  
15          court, a State or State agency, a munici-  
16          pality or municipal corporation, or a State  
17          child support enforcement agency, includ-  
18          ing a lien arising by operation of law for  
19          overdue child support or an order to freeze  
20          the assets in an account, to effect a gar-  
21          nishment against a debtor.

22          “(vi) LOOKBACK PERIOD.—The term  
23          ‘lookback period’ means the two month pe-  
24          riod that begins on the date preceding the  
25          date of account review and ends on the

1           corresponding date of the month two  
2           months earlier, or on the last date of the  
3           month two months earlier if the cor-  
4           responding date does not exist.

5           “(6) APPLICATION OF ADVANCE PAYMENTS IN  
6           THE POSSESSIONS OF THE UNITED STATES.—

7           “(A) PUERTO RICO.—

8                   “(i) For application of child tax credit  
9                   to residents of Puerto Rico, see section  
10                  24A(d).

11                   “(ii) For application of monthly ad-  
12                   vance child payments to residents of Puer-  
13                   to Rico, see subsection (b)(4).

14           “(B) MIRROR CODE POSSESSIONS.—In the  
15           case of any possession of the United States with  
16           a mirror code tax system (as defined in section  
17           24A(h)(1)(C)), this section shall not be treated  
18           as part of the income tax laws of the United  
19           States for purposes of determining the income  
20           tax law of such possession unless such posses-  
21           sion elects to have this section be so treated.

22           “(C) ADMINISTRATIVE EXPENSES OF AD-  
23           VANCE PAYMENTS.—

24                   “(i) MIRROR CODE POSSESSIONS.—In  
25                   the case of any possession described in



1           subparagraph (B) which makes the elec-  
2           tion described in such subparagraph, the  
3           amount otherwise paid by the Secretary to  
4           such    possession    under    section  
5           24A(h)(1)(A) with respect to taxable years  
6           beginning in 2024, 2025, and 2026 shall  
7           each be increased by \$300,000 if such pos-  
8           session has a plan, which has been ap-  
9           proved by the Secretary, for making  
10          monthly advance child payments consistent  
11          with such election.

12                 “(ii) AMERICAN SAMOA.—The amount  
13           otherwise paid by the Secretary to Amer-  
14           ican Samoa under subparagraph (A) of  
15           section 24A(h)(3) with respect to taxable  
16           years beginning in 2024, 2025, and 2026  
17           shall each be increased by \$300,000 if the  
18           plan described in subparagraph (B) of  
19           such section includes a program, which has  
20           been approved by the Secretary, for mak-  
21           ing monthly advance child payments under  
22           rules similar to the rules of this section.

23                 “(iii) TIMING OF PAYMENT.—The  
24           Secretary may pay, upon the request of the  
25           possession of the United States to which

1           the payment is to be made, the amount of  
2           the increase determined under clause (i) or  
3           (ii), respectively, immediately upon ap-  
4           proval of the plan with respect to which  
5           such payment relates.

6           “(i) APPLICATION OF CERTAIN DEFINITIONS AND  
7 RULES APPLICABLE TO CHILD TAX CREDIT.—

8           “(1) DEFINITIONS.—Except as otherwise pro-  
9           vided in this section, terms used in this section  
10          which are also used in section 24A shall have the  
11          same respective meanings as when used in section  
12          24A.

13          “(2) TREATMENT OF CERTAIN DEATHS.—A  
14          child shall not be taken into account in determining  
15          the monthly advance child payment for any calendar  
16          month if the death of such child before the end of  
17          such month is known to the Secretary as of date on  
18          which the Secretary estimates such payment.

19          “(3) IDENTIFICATION REQUIREMENTS.—Rules  
20          similar to the rules which apply under section  
21          24A(e) shall apply for purposes of this section ex-  
22          cept that such rules shall apply with respect to the  
23          return of tax for the reference taxable year or, in the  
24          case of information provided through a specified al-

1       ternative mechanism, with respect to the information  
2       provided through such mechanism.

3           “(4) RESTRICTIONS ON TAXPAYERS WHO IM-  
4       PROPERLY CLAIMED CREDIT OR RECEIVED MONTHLY  
5       ADVANCE CHILD PAYMENTS.—For restrictions on  
6       taxpayers who improperly claimed credit or received  
7       monthly advance child payments, see section 24A(f).

8       “(j) NOTICE OF PAYMENTS.—

9           “(1) IN GENERAL.—Not later than January 31  
10      of the calendar year following any calendar year dur-  
11      ing which the Secretary makes one or more pay-  
12      ments to any taxpayer under this section, the Sec-  
13      retary shall provide such taxpayer with a written no-  
14      tice which includes—

15           “(A) the taxpayer’s taxpayer identity (as  
16      defined in section 6103(b)(6)),

17           “(B) the aggregate amount of such pay-  
18      ments made to such taxpayer during such cal-  
19      endar year, and

20           “(C) such other information as the Sec-  
21      retary determines appropriate.

22           “(2) CERTAIN PAYMENTS SUBJECT TO RECAP-  
23      TURE.—In the case of any payments made to a tax-  
24      payer which the Secretary has determined are sub-  
25      ject to recapture, the notice provided under para-

1 graph (1) to such taxpayer shall include the amount  
2 of such payments.

3 “(k) NOTIFICATION OF CERTAIN EVENTS.—With re-  
4 spect to any taxpayer receiving monthly advance child pay-  
5 ments under this section with respect to any specified  
6 child, the Secretary shall, to the maximum extent prac-  
7 ticable, provide reasonable advance notice of each of the  
8 following:

9 “(1) Any month with respect to which such  
10 monthly advance child payment will increase (rel-  
11 ative to the preceding month) by reason of an infla-  
12 tion adjustment under section 24A(b)(3)(A).

13 “(2) Any month with respect to which such  
14 monthly advance child payment will be reduced (rel-  
15 ative to the preceding month) by reason of such  
16 child ceasing to be a specified child by reason of at-  
17 taining age 18.

18 “(3) In the case of a taxpayer with a specified  
19 child described in section 24A(b)(1)(A), any month  
20 with respect to which such monthly advance child  
21 payment will be reduced by reason of such child at-  
22 taining age 6.

23 “(l) REGULATIONS.—The Secretary shall issue such  
24 regulations or other guidance as the Secretary determines

1 necessary or appropriate to carry out the purposes of this  
2 section.”.

3 (c) TERMINATION OF ANNUAL CHILD TAX CRED-  
4 IT.—Section 24 of such Code is amended by adding at  
5 the end the following new subsection:

6 “(l) TERMINATION.—This section shall not apply to  
7 (and no payment shall be made under subsection (k) with  
8 respect to) any taxable year beginning after December 31,  
9 2023.”.

10 (d) DISCLOSURE OF INFORMATION RELATING TO AD-  
11 VANCE PAYMENT OF CHILD TAX CREDIT.—Section  
12 6103(e) of such Code is amended by adding at the end  
13 the following new paragraph:

14 “(12) DISCLOSURE OF INFORMATION RELATING  
15 TO ADVANCE PAYMENT OF CHILD TAX CREDIT.—

16 “(A) JOINT FILERS.—In the case of an in-  
17 dividual to whom the Secretary makes pay-  
18 ments under section 7527A or who is eligible  
19 for monthly advance child payments under sec-  
20 tion 7527B, if the reference taxable year (as  
21 defined in section 7527A(b)(2) or 7527B(d)(2),  
22 as the case may be) that the Secretary uses to  
23 calculate such payments is a year for which the  
24 individual filed an income tax return jointly  
25 with another individual, the Secretary may dis-

1 close to such individual any information which  
2 is relevant in determining the payment under  
3 section 7527A, or the monthly advance child  
4 payment under section 7527B, and the individ-  
5 ual's eligibility for such payment, including in-  
6 formation regarding any of the following:

7 “(i) The number of specified children,  
8 including by reason of the birth of a child.

9 “(ii) The name and TIN of specified  
10 children.

11 “(iii) Marital status.

12 “(iv) Modified adjusted gross income.

13 “(v) Principal place of abode.

14 “(vi) Any other factor which the Sec-  
15 retary may provide pursuant to section  
16 7527A(c) or 7527B(e).

17 “(B) COMPETING CLAIMANTS.—In the case  
18 of an individual who has a competing claim of  
19 presumptive eligibility with respect to a speci-  
20 fied child under section 7527B(f)(1), the Sec-  
21 retary may disclose to such individual return in-  
22 formation provided by another individual who  
23 has a competing claim of presumptive eligibility  
24 with respect to the same specified child in the  
25 course of the Secretary's adjudication of that

1 competing claim, as well as any other informa-  
2 tion considered by the Secretary with respect to  
3 that competing claim. Such information shall be  
4 limited to the items specified in subparagraph  
5 (A) and the following:

6 “(i) Information received under any  
7 agreements or coordination the Secretary  
8 entered into with—

9 “(I) any State, local government,  
10 Tribal government, or possession of  
11 the United States, or

12 “(II) any other individual or enti-  
13 ty that the Secretary determines to be  
14 appropriate for purposes of adjudi-  
15 cating a competing claim.

16 “(ii) Information considered by the  
17 Secretary about where and with whom the  
18 specified child resided.

19 “(iii) Information considered by the  
20 Secretary about expenditures made by the  
21 claimants to the extent such payments re-  
22 late to the competing claim.”.

23 (e) CONFORMING AMENDMENTS.—

24 (1) Section 26(b)(2) is amended by striking  
25 “and” at the end of subparagraph (Y), by striking

1 the period at the end of subparagraph (Z) and in-  
2 sserting “, and”, and by adding at the end the fol-  
3 lowing new subparagraph:

4 “(AA) section 24A(g)(2) (relating to recap-  
5 ture of certain monthly advance child pay-  
6 ments).”.

7 (2) Section 152(f)(6)(B)(ii) is amended to read  
8 as follows:

9 “(ii) the credits under sections 24,  
10 24A, and 24B and the payments under  
11 sections 7527A and 7527B,”.

12 (3) Section 3402(f)(1)(C) is amended by insert-  
13 ing “or section 24A (determined after application of  
14 subsection (g) thereof)” after “section 24 (deter-  
15 mined after application of subsection (j) thereof)”.

16 (4) Section 6103(l)(13)(A)(v) is amended by in-  
17 sert “or section 24A, as the case may be” after  
18 “section 24”.

19 (5) Section 6211(b)(4)(A) is amended by insert-  
20 ing “24A by reason of subsection (d) thereof,” after  
21 “24 by reason of subsections (d) and (i)(1) there-  
22 of,”.

23 (6) Section 6213(g)(2)(I) is amended by insert-  
24 ing “or section 24A(e) (relating to monthly child tax



1 credit)” after “section 24(e) (relating to child tax  
2 credit)”.

3 (7) Section 6213(g)(2)(L) is amended by insert-  
4 ing “24A,” after “24,”.

5 (8) Section 6213(g)(2)(P) is amended—

6 (A) by inserting “or 24A(f)(2)” after “sec-  
7 tion 24(g)(2)”,

8 (B) by inserting “or 24A” after “under  
9 section 24”, and

10 (C) by striking “subsection (g)(1) thereof”  
11 and inserting “section 24(g)(1) or section  
12 24A(f)(1), respectively”.

13 (9) Section 6695(g)(2) is amended by inserting  
14 “24A,” after “24,”.

15 (10) Paragraph (2) of section 1324(b) of title  
16 31, United States Code, as amended by the pre-  
17 ceding provisions of this Act, is amended—

18 (A) by inserting “24A,” after “24,” and

19 (B) by inserting “7527B,” after “7527A,”.

20 (11) The table of sections for subpart A of part  
21 IV of subchapter A of chapter 1 is amended by in-  
22 sserting after the item relating to section 24 the fol-  
23 lowing new items:

“Sec. 24A. Monthly child tax credit.

“Sec. 24B. Credit for certain other dependents.”.

1           (12) The table of sections for chapter 77 is  
2           amended by inserting after the item relating to sec-  
3           tion 7527A the following new item:

“Sec. 7527B. Monthly payments of child tax credit.”.

4           (f) EFFECTIVE DATES.—

5           (1) IN GENERAL.—Except as otherwise pro-  
6           vided in this subsection, the amendments made by  
7           this section shall apply to taxable years beginning  
8           after December 31, 2023.

9           (2) MONTHLY ADVANCE CHILD PAYMENTS.—

10          The amendments made by subsection (b) shall apply  
11          to calendar months beginning after December 31,  
12          2023.

13          (3) INFORMATION DISCLOSURE.—The amend-  
14          ment made by subsection (d) shall take effect on the  
15          date of the enactment of this Act.

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