



General Assembly

January Session, 2019

Proposed Bill No. 5195

LCO No. 244



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:
REP. RUTIGLIANO, 123rd Dist.

AN ACT REQUIRING A STUDY OF THE EARNED INCOME TAX CREDIT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 That the Commissioner of Revenue Services shall (1) conduct a
2 study of the earned income amount requirements for earned income
3 tax credit eligibility and the impact of such income requirements on
4 premature termination of employment by recipients of such credit who
5 are seeking to maintain eligibility for such credit, and (2) report on the
6 findings of such study, including recommendations for (A) a
7 graduated schedule that will allow those receiving the earned income
8 tax credit to remain eligible for such credit upon small increases in
9 pay, (B) monthly distribution, in lieu of a lump sum payment, of a
10 personal income tax overpayment refund resulting from the
11 application of the earned income tax credit, and (C) a schedule for such
12 monthly distribution where such refund decreases as pay increases in
13 a manner that does not reduce the recipient's monthly income.

Statement of Purpose:

To require the Commissioner of Revenue Services to study the income requirements applicable to the earned income tax credit and the

monthly distribution, in lieu of a lump sum payment, of a personal income tax refund resulting from the application of the earned income tax credit.