

114TH CONGRESS
1ST SESSION

H. R. 2334

To amend the Internal Revenue Code of 1986 to require individuals to include their social security numbers on the income tax return as a condition of claiming the refundable portion of the child tax credit, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MAY 14, 2015

Mr. SAM JOHNSON of Texas 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 require individuals to include their social security numbers on the income tax return as a condition of claiming the refundable portion of the child tax credit, and for other purposes.

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 “Refundable Child Tax
5 Credit Eligibility Verification Reform Act of 2015”.

1 **SEC. 2. SOCIAL SECURITY NUMBER REQUIRED TO CLAIM**
2 **THE REFUNDABLE PORTION OF THE CHILD**
3 **TAX CREDIT.**

4 (a) **IN GENERAL.**—Section 24(d) of the Internal Rev-
5 enue Code of 1986 is amended by adding at the end the
6 following new paragraph:

7 “(5) **IDENTIFICATION REQUIREMENT WITH RE-**
8 **SPECT TO TAXPAYER AND QUALIFYING CHILD.**—

9 “(A) **IN GENERAL.**—Paragraph (1) shall
10 not apply to any taxpayer for any taxable year
11 unless the taxpayer includes on the return of
12 tax for such taxable year the taxpayer’s social
13 security number.

14 “(B) **JOINT RETURNS.**—In the case of a
15 joint return, the requirement of subparagraph
16 (A) shall be treated as met if the social security
17 number of either spouse is included on such re-
18 turn.

19 “(C) **LIMITATION.**—Subparagraph (A)
20 shall not apply to the extent the tentative min-
21 imum tax (as defined in section 55(b)(1)(A))
22 exceeds the credit allowed under section 32.”.

23 (b) **OMISSIONS TREATED AS MATHEMATICAL OR**
24 **CLERICAL ERROR.**—Section 6213(g)(2)(I) of such Code
25 is amended to read as follows:

1 “(i) IN GENERAL.—No credit shall be
2 allowed under this subsection for any tax-
3 able year in the disallowance period.

4 “(ii) DISALLOWANCE PERIOD.—For
5 purposes of clause (i), the disallowance pe-
6 riod is—

7 “(I) the period of 10 taxable
8 years after the most recent taxable
9 year for which there was a final deter-
10 mination that the taxpayer’s claim of
11 credit under this subsection was due
12 to fraud, and

13 “(II) the period of 2 taxable
14 years after the most recent taxable
15 year for which there was a final deter-
16 mination that the taxpayer’s claim of
17 credit under this subsection was due
18 to reckless or intentional disregard of
19 rules and regulations (but not due to
20 fraud).

21 “(B) TAXPAYERS MAKING IMPROPER
22 PRIOR CLAIMS.—In the case of a taxpayer who
23 is denied credit under this subsection for any
24 taxable year as a result of the deficiency proce-
25 dures under subchapter B of chapter 63, no

1 credit shall be allowed under this subsection for
2 any subsequent taxable year unless the taxpayer
3 provides such information as the Secretary may
4 require to demonstrate eligibility for such cred-
5 it.”.

6 (b) EFFECTIVE DATE.—The amendment made by
7 this section shall apply to taxable years beginning after
8 December 31, 2015.

9 **SEC. 4. CHECKLIST FOR PAID PREPARERS TO VERIFY ELI-**
10 **GIBILITY FOR REFUNDABLE PORTION OF**
11 **THE CHILD TAX CREDIT; PENALTY FOR FAIL-**
12 **URE TO MEET DUE DILIGENCE REQUIRE-**
13 **MENTS.**

14 (a) IN GENERAL.—The Secretary of the Treasury (or
15 the Secretary’s delegate) shall prescribe a form (similar
16 to Form 8867) which is required to be completed by paid
17 income tax return preparers in connection with claims for
18 the refundable portion of the child tax credit under section
19 24(d) of the Internal Revenue Code of 1986.

20 (b) PENALTY.—

21 (1) IN GENERAL.—Section 6695 of the Internal
22 Revenue Code of 1986 is amended by redesignating
23 subsection (h) as subsection (i) and by inserting
24 after subsection (g) following new subsection:

1 “(h) FAILURE TO BE DILIGENT IN DETERMINING
2 ELIGIBILITY FOR REFUNDABLE PORTION OF CHILD TAX
3 CREDIT.—Any person who is a tax return preparer with
4 respect to any return or claim for refund who fails to com-
5 ply with due diligence requirements imposed by the Sec-
6 retary by regulations with respect to determining eligi-
7 bility for, or the amount of, the credit allowable by section
8 24(d) shall pay a penalty of \$500 for each such failure.”.

9 (2) INFLATION ADJUSTMENT.—Section
10 6695(h)(1) of such Code, as so redesignated, is
11 amended—

12 (A) by striking “and (g)” and inserting
13 “(g), and (h)”, and

14 (B) by striking “determined by sub-
15 stituting” and all that follows and inserting the
16 following: “determined by substituting for ‘cal-
17 endar year 1992’ in subparagraph (B) there-
18 of—

19 “(A) except as provided in subparagraph
20 (B), ‘calendar year 2013’, and

21 “(B) in the case of the dollar amount
22 under subsection (h), ‘calendar year 2015’.”.

23 (c) EFFECTIVE DATE.—

24 (1) IN GENERAL.—Except as provided in para-
25 graph (2), the amendments made by this section

1 shall apply to taxable years beginning after Decem-
2 ber 31, 2015.

3 (2) SUBSECTION (b)(2).—The amendments
4 made by subsection (b)(2) shall apply to returns or
5 claims for refund filed in a calendar year beginning
6 after December 31, 2016.

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