

107TH CONGRESS  
1ST SESSION

# H. R. 1652

To amend the Internal Revenue Code of 1986 to reduce the amount of  
the earned income credit.

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IN THE HOUSE OF REPRESENTATIVES

MAY 1, 2001

Mr. COLLINS 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 reduce  
the amount of the earned income credit.

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 “Earned Income Tax  
5       Credit Reform Act of 2001”.

6       **SEC. 2. REDUCTION OF EARNED INCOME CREDIT.**

7       (a) REPEAL OF CREDIT FOR INDIVIDUALS WITHOUT  
8       CHILDREN.—

9               (1) IN GENERAL.—Subparagraph (A) of section  
10       32(c)(1) of the Internal Revenue Code of 1986 (de-

1       fining eligible individual) is amended to read as fol-  
 2       lows:

3               “(A) IN GENERAL.—The term ‘eligible in-  
 4               dividual’ means any individual who has a quali-  
 5               fying child for the taxable year.”.

6               (2) CONFORMING AMENDMENT.—The table con-  
 7       tained in paragraph (2) of section 32(b) of such  
 8       Code is amended by striking the item relating to no  
 9       qualifying children.

10       (b) REDUCTION OF CREDIT PERCENTAGES; IN-  
 11       CREASE IN PHASEOUT PERCENTAGES.—Paragraph (1) of  
 12       section 32(b) of such Code (relating to percentages) is  
 13       amended to read as follows:

14               “(1) PERCENTAGES.—The credit percentage  
 15       and the phaseout percentage shall be determined as  
 16       follows:

In the case of an eligible indi- vidual with:	The credit percentage is:	The phaseout percent- age is:
1 qualifying child .....	18.5 .....	16.98
2 or more quali- fying children	19.5 .....	22.06”.

17       (c) EFFECTIVE DATE.—The amendments made by  
 18       this section shall apply to taxable years beginning after  
 19       December 31, 2001.

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