

108TH CONGRESS  
2D SESSION

# H. R. 4171

To amend the Internal Revenue Code of 1986 to ensure that soldiers serving in a combat zone do not lose eligibility for the refundable child tax credit by reason of receiving nontaxable combat pay.

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## IN THE HOUSE OF REPRESENTATIVES

APRIL 20, 2004

Mr. RANGEL (for himself and Ms. HOOLEY of Oregon) 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 ensure that soldiers serving in a combat zone do not lose eligibility for the refundable child tax credit by reason of receiving nontaxable combat pay.

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. NONTAXABLE COMBAT PAY INCLUDED IN DE-**  
4                       **TERMINING REFUNDABLE CHILD TAX CRED-**  
5                       **IT.**

6       (a) IN GENERAL.—Paragraph (1) of section 24(d) of  
7       the Internal Revenue Code of 1986 is amended by adding  
8       at the end the following new sentence: “For purposes of

1 subparagraph (B), any amount excluded from gross in-  
2 come by reason of section 112 shall be treated as earned  
3 income which is taken into account in computing taxable  
4 income for the taxable year.”.

5 (b) EFFECTIVE DATE.—The amendment made by  
6 this section shall apply to taxable years beginning after  
7 December 31, 2002.

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