

109TH CONGRESS  
1ST SESSION

# H. R. 4451

To amend the Internal Revenue Code of 1986 to make residents of Puerto Rico eligible for the refundable portion of the child tax credit.

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## IN THE HOUSE OF REPRESENTATIVES

DECEMBER 6, 2005

Mr. TOWNS 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 make residents of Puerto Rico eligible for the refundable portion of the child tax 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. REFUNDABLE CHILD TAX CREDIT ALLOWABLE**  
4                       **TO RESIDENTS OF PUERTO RICO WITH LESS**  
5                       **THAN 3 CHILDREN.**

6       (a) IN GENERAL.—Paragraph (1) of section 24(d) of  
7       the Internal Revenue Code of 1986 (relating to portion  
8       of credit refundable) is amended by inserting at the end  
9       the following new sentence: “For purposes of this para-

1 graph, taxable income shall be computed without regard  
2 to section 933.”.

3 (b) EFFECTIVE DATE.—The amendment made by  
4 subsection (a) shall apply to taxable years beginning after  
5 December 31, 2005.

6 (c) APPLICABILITY.—

7 (1) IN GENERAL.—Any credit allowable by rea-  
8 son of the amendment made by subsection (a) shall  
9 not exceed the applicable percentage of the amount  
10 of credit which would otherwise be allowable under  
11 section 24(d)(1) of the Internal Revenue Code of  
12 1986 (without regard to this subsection).

13 (2) APPLICABLE PERCENTAGE.—The applicable  
14 percentage shall be determined as follows:

<b>In the case of any taxable year beginning in—</b>	<b>The applicable percentage is—</b>
2006 .....	20
2007 .....	40
2008 .....	60
2009 .....	80
2010 and thereafter .....	100.

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