

(Without Reference to File)

SENATE THIRD READING

SB 124 (Committee on Budget and Fiscal Review)

As Amended June 22, 2020

Majority vote. Budget Bill Appropriation Takes Effect Immediately

### **SUMMARY:**

This is the Earned Income Tax Credit (EITC) trailer bill for the 2020-21 budget. It contains the necessary changes necessary to implement the 2020 Budget Act.

### **Major Provisions**

- 1) Extends the EITC and Young Child Tax Credit (YCTC), beginning on or after January 1, 2020, to an eligible individual who has a federal individual taxpayer identification number (ITIN) under the following conditions:
  - a) An eligible individual who has a qualifying child younger than six years old as of the last day of taxable year.
  - b) An eligible individual whose spouse has a qualifying child younger than six years old as of the last day of the taxable year.
  - c) Any other qualifying children of an eligible individual who has a qualifying child younger than six years old as of the last day of the taxable year.
  - d) Any other qualifying children of an eligible individual's spouse who has a qualifying child younger than six years old as of the last day of the taxable year.
- 2) Removes from our conformity to Internal Revenue Code EITC eligibility rules related to the exception from eligibility for certain Social Security Numbers. The removal of that conformity would apply for all taxpayers, regardless of whether they have children under six years old in the family.

### **COMMENTS:**

This bill is a budget trailer bill within the overall 2020-21 budget package necessary to implement actions related to the Earned Income Tax Credit.

### **According to the Author:**

None

### **Arguments in Support:**

None on file.

### **Arguments in Opposition:**

None on file.

**FISCAL COMMENTS:**

This bill includes a continuous appropriation for the Tax Relief and Refund Account for amounts related to the Earned Income Tax Credit and Young Child Tax Credits.

**VOTES:**

**SENATE FLOOR: 27-9-2**

**YES:** Allen, Archuleta, Atkins, Beall, Bradford, Caballero, Dodd, Durazo, Galgiani, Glazer, Hertzberg, Hill, Hueso, Hurtado, Leyva, McGuire, Mitchell, Monning, Pan, Portantino, Roth, Rubio, Skinner, Stern, Umberg, Wieckowski, Wiener

**NO:** Bates, Chang, Grove, Jones, Moorlach, Morrell, Nielsen, Stone, Wilk

**ABS, ABST OR NV:** Borgeas, Jackson

**UPDATED:**

VERSION: June 22, 2022

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