

APPENDIX II

Child Tax Credit Under Current Law and Proposals in 2020

Credit Calculation

	Credit for Children		Credit Amount Inflation Adjusted?	Full Amount of Credit Refundable?	Earnings-Based Limit on Refundable Credit?
	Age 6 and Over	Under Age 6			
Current Law (through 2025)	2,000	2,000	No	No	Yes
Working Families Tax Relief Act	2,000	3,050	Yes	Yes	No
American Family Act	3,000	3,600	Yes	Yes	No

Credit Phase-Out

	Phase-Out Start Threshold		Phase-Out Threshold Inflation Adjusted?	Maximum Income	
	Married	Unmarried		Married	Unmarried
Current Law (through 2025)	400,000	200,000	No	$\$400,000 + (40,000 \times \# \text{ of qualifying kids})$	$\$200,000 + (40,000 \times \# \text{ of qualifying kids})$
Working Families Tax Relief Act	200,000	150,000	No	$\$200,000 + (40,000 \times \# \text{ of qualifying kids})$ or higher if kids under 6	$\$150,000 + (40,000 \times \# \text{ of qualifying kids})$ or higher if kids under 6
American Family Act	180,000	130,000	No	$\$180,000 + (20,000 \times \# \text{ of qualifying kids})$	$\$130,000 + (20,000 \times \# \text{ of qualifying kids})$