

AMENDMENT TO THE AMERICAN RESCUE PLAN
ACT OF 2021
OFFERED BY MR. SCHWEIKERT OF ARIZONA

At the end of part 3 (relating to the earned income tax credit) of subtitle G, add the following:

1 **SEC. 9627. IMPROVEMENT OF PROGRAM INTEGRITY FOR**
2 **THE EARNED INCOME TAX CREDIT.**

3 (a) REPORT.—Not later than 90 days after the date
4 of the enactment of this section, the Treasury Inspector
5 General for Tax Administration shall submit to the Sec-
6 retary of the Treasury a report containing recommenda-
7 tions for the improvement of the integrity of administra-
8 tion of the earned income tax credit.

9 (b) DATABASE CONSULTATION FOR EARNED INCOME
10 TAX CREDIT.—

11 (1) IN GENERAL.—Section 32 of the Internal
12 Revenue Code of 1986 is amended by adding at the
13 end the following new subsection:

14 “(n) VERIFICATION OF QUALIFICATION.—No credit
15 shall be allowed under this section to a taxpayer with re-
16 spect to any qualifying child unless the Secretary verifies
17 the eligibility of a taxpayer for such credit by consulting
18 the databases of—

1 “(1) the supplemental nutrition assistance pro-
2 gram under the Food and Nutrition Act of 2008 (7
3 U.S.C. 2011 et seq.) (commonly known as the
4 ‘SNAP Program’),

5 “(2) the program of block grants for States for
6 temporary assistance for needy families established
7 under part A of title IV of the Social Security Act
8 (42 U.S.C. 601 et seq.) (commonly known as the
9 ‘TANF Program’), and

10 “(3) any additional database—

11 “(A) to which the Internal Revenue Service
12 has access, and

13 “(B) the consultation of which the Sec-
14 retary of the Treasury determines is nec-
15 essary—

16 “(i) to determine income eligibility for
17 such credit, or

18 “(ii) for the taxpayer to receive the
19 value of such credit on the date on which
20 the Secretary completes matching of infor-
21 mation relevant to such credit as the Sec-
22 retary determines appropriate, or the 15th
23 day of the second month following the
24 close of such taxable year.”.

1 (2) EFFECTIVE DATE.—The amendments made
2 by this subsection shall apply to taxable years begin-
3 ning after December 31, 2020.

