

S 4531 -- Redline

Enrolled to Chaptered -- Increases amount of child tax credit in taxable years 2026, 2027, and 2028.

Deletions ~~struck~~ · Insertions underlined

2026, c.026 (S4531) ~~Sec. 2~~CHAPTER Note 26 ~~P.L.~~An Act increasing the amount of the child tax credit in certain taxable years and amending P.L.2022, c.24.

~~2026, CHAPTER 26, approved June 30, 2026 Senate, No.~~

~~4531 — An Act increasing the amount of the child tax credit in certain taxable years and amending P.L.2022, c.24.~~

C.54A:4-17.1 Child tax credit, income limit.

~~[The]~~ Except in taxable years 2026, 2027, and 2028, the credit shall be in the following amounts:

g. The Division of Taxation shall issue data as part of the annual tax expenditure report, as required by section 1 of P.L.2009, c.189 (C.52:27B-20a) to include the number of taxpayers claiming the New Jersey Child Tax Credit, as well as claimants' income, the number of children benefitting, and the average credit amount per child and per ~~claimant~~claimant. ~~(cf.~~

~~P.L.2023, c.72, s.1)~~ 2. This act shall take effect immediately and apply to taxable years beginning on and after January 1, 2026.

~~STATEMENT — This~~Approved bill June increases 30, the 2026. ~~amount of the child tax credit in taxable years 2026, 2027, and 2028.~~

~~Current law provides for a credit against the New Jersey gross income tax to a resident taxpayer with income of \$80,000 or less for each child under age six. The amount of the credit depends upon the taxable income of a taxpayer. Specifically, current law provides for a child tax credit in the following amounts:~~

~~If the taxable income is: The credit is:~~

~~\$30,000 or under \$1,000 over \$30,000 but not over~~

~~\$40,000 \$800 over \$40,000 but not over \$50,000 \$600~~

~~over \$50,000 but not over \$60,000 \$400 over \$60,000 but not over \$80,000~~

~~\$200 Under the bill, the child tax credit amounts are temporarily increased for taxable years 2026, 2027, and 2028, after which the child tax credit amounts are to return to the amounts listed above.~~

~~Specifically, the bill increases the child tax credit to the following amounts during taxable years 2026, 2027, and 2028:~~

~~If the taxable income is: The credit is:~~

~~\$30,000 or under \$1,250 over \$30,000 but not over~~

~~\$40,000 \$1,000 over \$40,000 but not over \$50,000 \$750~~

~~over \$50,000 but not over \$60,000 \$500 over \$60,000 but not over \$80,000~~

~~\$250 Increases amount of child tax credit in taxable years~~

~~2026, 2027, and 2028.~~