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Overview

Allows the $1,000 per child K-12 education tax credit for an unlimited number of children. Current law limits the credit to $2,000 per family. Changes the phaseout so that it begins at $34,000 rather than $33,500. The maximum income eligible would depend on the number of children for whom the credit is claimed; under current law $37,500 is the maximum income eligible, regardless of the number of children for whom the credit is claimed.

1 Education credit phaseout. Removes the $2,000 per family limit in the K-12 education tax credit, effectively allowing the current $1,000 per child credit for an unlimited number of qualifying children. Sets the maximum credit for a claimant at $1,000 multiplied by the number of qualifying children, and phases out the maximum credit at the rate of $1 for each $4 of income over $34,000. The income at which the credit is fully phased out would depend on the number of qualifying children; it would be fully phased out at $38,000 for one qualifying child, and extend for an additional $4,000 for each additional qualifying child. Under current law, the credit begins to phase out at $33,500 and is fully phased out at $37,500, without regard to the number of the qualifying children.