To reauthorize and improve the Child Care and Development Block Grant Act of 1990, and for other purposes.

Referred to the Committee on ________________ and ordered to be printed

Ordered to lie on the table and to be printed

AMENDMENT intended to be proposed by Mr. COBURN

Viz:

1 At the appropriate place, insert the following:

2 **SEC. _____. ELIMINATION OF CHILD CARE SUBSIDIES FOR HIGH-INCOME INDIVIDUALS.**

3 (a) **INTERNAL REVENUE CODE.—**

4 (1) **NO HOUSEHOLD AND DEPENDENT CARE CREDIT FOR HIGH-INCOME INDIVIDUALS.—**Section 21 of the Internal Revenue Code of 1986 is amended by redesignating subsection (f) as subsection (g) and by inserting after subsection (e) the following new subsection:

5 “(f) **NO CREDIT FOR HIGH-INCOME INDIVIDUALS.—**

6 No credit shall be allowed under this section for any tax-
able year with respect to any taxpayer with an adjusted
gross income equal to or greater than $250,000 for such
taxable year.”.

(2) No dependent care assistance pro-
grams for high-income individuals.—Section
129(a) of the Internal Revenue Code of 1986 is
amended by adding at the end the following new
paragraph:

“(3) No exclusion for high-income indi-
viduals.—No exclusion shall be allowed by reason
of this section for any taxable year with respect to
any taxpayer with an adjusted gross income equal to
or greater than $250,000 for such taxable year.”.

(3) Effective date.—The amendments made
by this subsection shall apply to taxable years begin-
ning after the date of the enactment of this Act.

(b) Federal Payments.—

(1) No child care subsidies for high-in-
come individuals.—Notwithstanding any other
 provision of law, no Federal funds may be used to
make payments relating to child care or child care
services for any individual whose adjusted gross in-
come in the preceding year was equal to or greater
than $250,000.
(2) Effective Date.—The prohibition under this subsection shall apply to any payments made on or after the date of the enactment of this Act.