

HR 5383

Middle Class College Tuition Tax Credit Expansion Act of 2016

Congress: 114 (2015–2017, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Jun 3, 2016

Current Status: Referred to the House Committee on Ways and Means.

Latest Action: Referred to the House Committee on Ways and Means. (Jun 3, 2016)

Official Text: <https://www.congress.gov/bill/114th-congress/house-bill/5383>

Sponsor

Name: Rep. Israel, Steve [D-NY-3]

Party: Democratic • **State:** NY • **Chamber:** House

Cosponsors

No cosponsors are listed for this bill.

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred To	Jun 3, 2016

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
114 S 699	Related bill	Mar 10, 2015: Read twice and referred to the Committee on Finance.
114 HR 1260	Related bill	Mar 4, 2015: Referred to the House Committee on Ways and Means.

Middle Class College Tuition Tax Credit Expansion Act of 2016

This bill amends the Internal Revenue Code to replace the Hope Scholarship and Lifetime Learning tax credits with a new American Opportunity Tax Credit that:

- allows an increased income tax credit for the qualified tuition and related expenses of a student who is carrying at least one half of a normal course load,
- increases the income threshold for reductions in the credit amount based upon modified adjusted gross income,
- allows a lifetime dollar limitation on such credit of \$25,000 for all taxable years,
- prohibits taxpayers who have fraudulently or recklessly claimed the credit from receiving the credit during a specified disallowance period, and
- makes 50% of the credit refundable.

The bill also allows an exclusion from gross income of any amount received as a Federal Pell Grant.

Actions Timeline

- **Jun 3, 2016:** Introduced in House
- **Jun 3, 2016:** Referred to the House Committee on Ways and Means.