



www.lsc.ohio.gov

OHIO LEGISLATIVE SERVICE COMMISSION

Office of Research
and Drafting

Legislative Budget
Office

H.B. 290
135th General Assembly

Bill Analysis

Version: As Introduced

Primary Sponsors: Reps. Weinstein and McNally

Zachary P. Bowerman, Attorney

SUMMARY

- Authorizes a refundable income tax credit for a taxpayer with dependent children.

DETAILED ANALYSIS

The bill authorizes a refundable income tax credit for a taxpayer with dependent children. The full amount of the credit is \$1,000 for each child under six years old and \$500 for all other minor children, with age determined as of the last day of the taxpayer's taxable year. This credit amount is reduced by 1/20th for each \$1,000 of a taxpayer's household federal adjusted gross income (FAGI) that exceeds \$65,000, meaning the credit fully phases out at a household FAGI of \$85,000. (Household income is the sum of the FAGI of every nondependent residing in the taxpayer's household.) The Tax Commissioner may request information to verify a taxpayer's eligibility for the credit.

The credit is refundable, meaning it will result in a refund of any amounts beyond the taxpayer's tax liability. Those refunds are to be disbursed in 12 equal monthly payments starting in the month after the taxpayer files the taxpayer's return.¹ The bill also allows a taxpayer to deduct those refunds from the taxpayer's income, to the extent they are otherwise taxable.² The credit and associated deduction are available for a taxpayer's first taxable year ending after the bill's 90-day effective date.³

¹ R.C. 5747.36, 5747.08, and 5747.98.

² R.C. 5747.01(A)(40).

³ Section 3.

HISTORY

Action	Date
Introduced	10-03-23
