Utah Child Tax Credit

What is it?

- In 2023, Utah became the 13th state to introduce its own child tax credit, intended to supplement the federal child tax credit and ultimately help families with the costs of raising children.
- Currently, Utah offers up to an $1,000 nonrefundable tax credit for each qualifying child that is between the ages of 1-4 on the last day of the taxable year.

Eligibility

- If a claimant is allowed to claim a federal child tax credit for a dependent, they are also allowed to claim a state child tax credit for any children between the ages of 1-4.
- The amount of child tax credit available to a claimant is dependent on income. The maximum amount of child tax credit would be $1,000 for each child.
- The child tax credit amount is reduced by $.10 for every dollar of modified adjusted gross income that exceeds:
  - $27,000 if married filing separately
  - $43,000 if filing single or head of household
  - $54,000 if married filing jointly
- Claimants can get this credit by filling out the Child Tax Credit Worksheet (available at incometax.utah.gov) and entering the calculated amount onto Line 25 of the TC-40 Schedule A Form.

HB 316 Child Tax Credit Amendments

- HB 316 Child Tax Credit Amendments, sponsored by Rep. Mark Strong, would expand the state child tax credit program.
- If passed, this bill would allow claimants to receive a child tax credit for newborns and children up to 5 years old. The current child tax credit only applies to children between the ages of 1-4.