AUTOMATIC BENEFIT FOR CHILDREN

September 23, 2022

The Honorable Janet L. Yellen Secretary of the Treasury US Department of the Treasury 1500 Pennsylvania Avenue NW Washington, DC 20020 The Honorable Charles P. Rettig Commissioner Internal Revenue Service 1111 Constitution Avenue NW Washington, DC 20024

Dear Secretary Yellen and Commissioner Rettig:

We, the undersigned members of the Automatic Benefit for Children (ABC) Coalition, urge the Internal Revenue Service to send letters to parents and caregivers who received the advanced Child Tax Credit (CTC) between July and December 2021, but who have not yet filed to claim the second half of their payments.

The letter should: (1) communicate the amount the caregiver could potentially receive if they claim the CTC on a tax return this year and (2) clearly direct them to <u>childtaxcredit.gov</u>, which has bilingual content and simple routing to filing tools, for information about how to file their 2021 tax return.

As evidenced by the IRS' letters to non-filers in 2020 and 2021, continued outreach is critical to ensure that families with children who are facing increased economic hardship <u>due to the expiration of the</u> <u>advanced monthly payments</u> and rising costs are able to make ends meet. Data from 2021 suggests that IRS outreach letters were by far <u>the most effective CTC outreach strategy</u>, possibly generating hundreds of thousands of returns. Repeated letters with simple and relevant information, such as the potential benefit amount, increase the likelihood of individuals filing to claim the second half of their 2021 CTC, which will provide much needed resources to families in the coming months. In addition to playing a crucial role in directing resources to families who need them most, the letter can provide a reminder of the support offered by this Administration through the expanded CTC.

We urge the IRS to send these letters **as soon as possible** so that caregivers have time to file before the November 15th deadline to claim the CTC through the simplified process provided through <u>childtaxcredit.gov</u>.

Sincerely,

The Arc of the United States Black Women for Wages for Housework Bread for the World Care Income Now CCC CalWORKs Association Center for Economic and Policy Research Center for Law and Social Policy Center for the Study of Social Policy Child Welfare League of America Children's Defense Fund Children's HealthWatch Coalition on Human Needs Code for America **Common Sense Media Community Change Action** Community Legal Services of Philadelphia Educational Alliance Every Mother is a Working Mother Network First Focus on Children Food Research & Action Center **Foster America** Friends Committee on National Legislation Futures Without Violence Global Women's Strike Golden State Opportunity **Greater Boston Legal Services Hispanic Federation** ideas42 Policy Lab **Income Movement** Maine Equal Justice MomsRising National Community Action Partnership National Head Start Association National Women's Law Center NETWORK Lobby for Catholic Social Justice ParentsTogether Action Payday men's network **Prosperity Now** RESULTS San Diego for Every Child Share Our Strength UNIDOS US United Way of Greater Philadelphia and Southern New Jersey United Way Worldwide United Ways of California Universal Income Project Women of Color in the Global Women's Strike ZERO TO THREE

CC:

Janis Bowdler, Counselor for Racial Equity, U.S. Department of the Treasury