AMENDMENT

OFFERED BY MS. JUDY CHU OF CALIFORNIA

In section 1312(b)(1)(A), strike “(B), (C), and (D)” and insert “(B) and (C)”.

In section 1312(b)(1)(B), strike “subparagraph (E) as subparagraph (B)” and insert “subparagraphs (D) and (E) as subparagraphs (B) and (D) respectively”.

In section 1312(b)(2)(A), strike “subsections (b) and (d) and by redesignating subsections (c) and (e) as subsections (b) and (c), respectively” and insert “subsection (b)”.

In section 1312(b), add at the end the following new paragraph:

(3) INCREASE IN DEDUCTIBLE AMOUNT FOR ELIGIBLE EDUCATOR.—

(A) IN GENERAL.—Section 62(a)(1)(D) is amended by striking “$250” and inserting “$500 (twice such amount in the case of eligible married educators filing jointly)”.

(B) REBASING INFLATION ADJUSTMENT.—

Section 62(d)(3) is amended—
(i) by striking “$250” and inserting “$500”,
(ii) by striking “2015” and inserting “2018”, and
(iii) by striking “2015” and inserting “2017”.

Add at the end the following:

**TITLE VI—CORPORATE RATE INCREASE TO ACHIEVE REVENUE NEUTRALITY.**

**SEC. 6001. CORPORATE RATE INCREASE TO ACHIEVE REVENUE NEUTRALITY.**

(a) IN GENERAL.—The rate of tax specified in section 11(b)(1) of the Internal Revenue Code of 1986 (after the amendment made by section 3001(a)) shall be increased by such number of percentage points as is necessary to fully offset the aggregate reduction in Federal revenues which result from the amendments and repeals made by section 1312.

(b) EFFECTIVE DATE.—Subsection (a) shall apply as if such provision were an amendment made by section 3001(a).