Amendment to
Rules Committee Print 115-39
Offered by Mr. Danny K. Davis of Illinois

At the end, add the following:

1 TITLE VI—NEW MARKETS TAX CREDIT

2 SEC. 6001. REPEAL OF PROPOSED POLICY CHANGES.

Section 3406 of this Act is repealed and shall have no force or effect.

3 SEC. 6002. PERMANENT EXTENSION OF NEW MARKETS TAX CREDIT.

(a) Extension.—

(1) In general.—Subparagraph (G) of section 45D(f)(1) of the Internal Revenue Code of 1986 is amended—

(A) by striking “$3,500,000,000” and inserting “$5,000,000,000”; and

(B) by striking “each of calendar years 2010 through 2019” and inserting “2010 and each calendar year thereafter”.

(2) Conforming amendment.—Section 45D(f)(3) of such Code is amended by striking the last sentence.
(b) INFLATION ADJUSTMENT.—Subsection (f) of section 45D of the Internal Revenue Code of 1986 is amended by adding at the end the following new paragraph:

“(4) INFLATION ADJUSTMENT.—

“(A) IN GENERAL.—In the case of any calendar year beginning after 2017, the dollar amount in paragraph (1)(G) shall be increased by an amount equal to—

“(i) such dollar amount, multiplied by

“(ii) the cost-of-living adjustment determined under section 1(c)(2) for the calendar year, determined by substituting ‘calendar year 2000’ for ‘calendar year 2016’ in subparagraph (A)(ii) thereof.

“(B) ROUNDING RULE.—Any increase under subparagraph (A) which is not a multiple of $1,000,000 shall be rounded to the nearest multiple of $1,000,000.”.

(c) EFFECTIVE DATE.—The amendments made by this section shall apply to taxable years beginning after December 31, 2017.

SEC. 6003. 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 sections 6001 and 6002.

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