

**Amendment to H.R. 5377, as reported  
Offered by Mr. Lipinski of Illinois**

Page 4, insert new section after Sec. 3 and renumber remaining sections accordingly.

**Sec. 4. Increase in Limitation on Deduction for State and Local Taxes after 2021.**

- (a) In General.—Section 164(b)(6) of the Internal Revenue Code of 1986 is amended by striking “2018 through 2025” and replacing with “after 2017”, striking “, and before January 1, 2026—”, striking “and” at the end of subparagraph (A), striking the period at the end of subparagraph (B) and inserting “, and”, and by inserting after subparagraph (B) the following new subparagraphs:

“(C) the aggregate amount of taxes taken into account under paragraphs (1), (2), and (3) of subsection (a) and paragraph (5) of this subsection for taxable years beginning after December 31, 2021 shall not exceed \$15,000 (twice such amount in the case of a joint return).

(D) in the case of a taxable year beginning in a calendar year after 2021, the \$15,000 amount in subparagraph (C) shall be increased by an amount equal to—

- (i) such dollar amount, multiplied by
- (ii) the cost-of-living adjustment determined under section 1(f)(3) for the calendar year in which the taxable year begins, determined by substituting ‘calendar year 2021’ for ‘calendar year 2016’ in subparagraph (A)(ii) thereof.”.

- (b) Effective Date.—The amendment made by this section shall apply to taxable years beginning after December 31, 2021.”

Page 10, add new section at the end.

**“Sec. 8. Increase in Corporate Income Tax Rate.**

- (a) In General.—Section 11(b) of the Internal Revenue Code of 1986 is amended by striking “21 percent of taxable income.” and inserting “the applicable percentage of taxable income. For purposes of the preceding sentence, the term ‘applicable percentage’ means such percentage as the Secretary determines (not later than 60 days after the date of the enactment of this sentence) will result in an increase in revenues to the Treasury (relative to the revenues that the Secretary estimates would have been received in the Treasury if the applicable percentage were 21 percent) equal to the reduction in revenues to the Treasury which the Secretary estimates will occur by reason of the amendment made by section 4 of the Restoring Tax Fairness for States and Localities Act”.

- (b) Effective Date.—The amendment made by this section shall apply to taxable years beginning after December 31, 2021.”