

AMENDMENT TO THE

SENATE AMENDMENT TO H.R. 1

OFFERED BY MR. GARAMENDI OF CALIFORNIA

At the end of Title VII, insert the following

Sec. ____. Establishment of 39.6 Percent Individual Income Tax Rate Bracket.

(a) In General. – Section 1(j)(2) is amended by redesignating subparagraph (F) as subparagraph (G) and by inserting after subparagraph (E) the following new subparagraph:

‘(F) 39.6 percent rate bracket. – in prescribing the tables under this subsection for purposes of paragraph (3)(B)—

“(i) the excess of taxable income over \$500,000, if any, shall be taxed at a rate of 39.6 percent, and

“(ii) paragraph (3)(B)(i) shall be applied with respect to such \$500,000 amount by substituting ‘2024’ for ‘2017’.”

(1) Effective Date. – The amendments made by this subsection shall apply to taxable years beginning after December 31, 2025.