

109TH CONGRESS
2D SESSION

S. 3893

To amend the Internal Revenue Code of 1986 to increase the adjusted gross income limitation for qualified performing artists eligible for an above-the-line deduction for performance expenses.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 14, 2006

Mr. SCHUMER (for himself and Mrs. FEINSTEIN) introduced the following bill;
which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to increase the adjusted gross income limitation for qualified performing artists eligible for an above-the-line deduction for performance expenses.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. INCREASED ADJUSTED GROSS INCOME LIMITA-**
4 **TION FOR QUALIFIED PERFORMING ARTISTS**
5 **ELIGIBLE FOR ABOVE-THE-LINE DEDUCTION**
6 **FOR PERFORMANCE EXPENSES.**

7 (a) IN GENERAL.—Section 62(b)(1)(C) of the Inter-
8 nal Revenue Code of 1986 (defining qualified performing

1 artist) is amended by striking “\$16,000” and inserting
 2 “\$30,000”.

3 (b) ADJUSTMENT FOR INFLATION.—Section 62(b) of
 4 the Internal Revenue Code of 1986 is amended by adding
 5 at the end the following new paragraph:

6 “(4) INFLATION ADJUSTMENT.—In the case of
 7 any taxable year beginning in a calendar year after
 8 2010, the dollar amount contained in paragraph
 9 (1)(C) shall be increased by an amount equal to—

10 “(A) such dollar amount, multiplied by

11 “(B) the cost-of-living adjustment deter-
 12 mined under section 1(f)(3) for the calendar
 13 year in which the taxable year begins, deter-
 14 mined by substituting ‘calendar year 2009’ for
 15 ‘calendar year 1992’ in subparagraph (B)
 16 thereof.

17 Any increase determined under the preceding sen-
 18 tence shall be rounded to the nearest multiple of
 19 \$50.”.

20 (c) EFFECTIVE DATE.—The amendments made by
 21 this section shall apply to taxable years beginning after
 22 December 31, 2006.

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