

117TH CONGRESS  
1ST SESSION

# H. R. 4750

To amend the Internal Revenue Code of 1986 to increase the adjusted gross income limitation for above-the-line deduction of expenses of performing artist employees, and for other purposes.

---

## IN THE HOUSE OF REPRESENTATIVES

JULY 28, 2021

Ms. CHU (for herself and Mr. BUCHANAN) introduced the following bill; which was referred to the Committee on Ways and Means

---

## A BILL

To amend the Internal Revenue Code of 1986 to increase the adjusted gross income limitation for above-the-line deduction of expenses of performing artist employees, and for other purposes.

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. SHORT TITLE.**

4 This Act may be cited as the “Performing Artist Tax  
5 Parity Act of 2021”.

1 **SEC. 2. ABOVE-THE-LINE DEDUCTION OF EXPENSES OF**  
2 **PERFORMING ARTISTS.**

3 (a) IN GENERAL.—Section 62(a)(2)(B) of the Inter-  
4 nal Revenue Code of 1986 is amended—

5 (1) by striking “PERFORMING ARTISTS.—The  
6 deductions” and inserting the following: “PER-  
7 FORMING ARTISTS.—

8 “(i) IN GENERAL.—The deductions”;

9 and

10 (2) by adding at the end the following new  
11 clauses:

12 “(ii) PHASEOUT.—The amount of ex-  
13 penses taken into account under clause (i)  
14 shall be reduced (but not below zero) by 10  
15 percentage points for each \$2,000 (\$4,000  
16 in the case of a joint return), or fraction  
17 thereof, by which the taxpayer’s adjusted  
18 gross income (determined without regard  
19 to this subparagraph) for the taxable year  
20 exceeds \$100,000 (200 percent of such  
21 amount in the case of a joint return).

22 “(iii) COST-OF-LIVING ADJUST-  
23 MENT.—In the case of any taxable year be-  
24 ginning in a calendar year after 2021, the  
25 \$100,000 amount under clause (ii) shall be  
26 increased by an amount equal to—

1                   “(I) such dollar amount, multi-  
2                   plied by

3                   “(II) the cost-of-living adjust-  
4                   ment determined under section 1(f)(3)  
5                   for the calendar year in which the tax-  
6                   able year begins, determined by sub-  
7                   stituting ‘calendar year 2020’ for ‘cal-  
8                   endar year 2016’ in subparagraph  
9                   (A)(ii) thereof.

10                   If any amount after adjustment under the  
11                   preceding sentence is not a multiple of  
12                   \$1,000, such amount shall be rounded to  
13                   the nearest multiple of \$1,000.”.

14                   (b) CLARIFICATION REGARDING COMMISSION PAID  
15 TO PERFORMING ARTIST’S MANAGER OR AGENT.—Sec-  
16 tion 62(a)(2)(B)(i) of such Code, as amended by sub-  
17 section (a), is amended by inserting before the period at  
18 the end the following: “, including any commission paid  
19 to the performing artist’s manager or agent”.

20                   (c) CONFORMING AMENDMENTS.—

21                   (1) Section 62(a)(2)(B)(i) of such Code, as  
22                   amended by the preceding provisions of this Act, is  
23                   amended by striking “by him” and inserting “by the  
24                   performing artist”.

1           (2) Section 62(b)(a) of such Code is amended  
2           by inserting “and” at the end of subparagraph (A),  
3           by striking “, and” at the end of subparagraph (B)  
4           and inserting a period, and by striking subparagraph  
5           (C).

6           (d) EFFECTIVE DATE.—The amendments made by  
7           this section shall apply to taxable years beginning after  
8           December 31, 2020.

○