

119TH CONGRESS
1ST SESSION

H. R. 1611

To amend the Internal Revenue Code of 1986 to provide a refundable tax credit for certain teachers as a supplement to State efforts to provide teachers with a livable wage, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 26, 2025

Mrs. HAYES (for herself, Mr. LARSON of Connecticut, Mr. TAKANO, Ms. SCANLON, Mrs. MCBATH, Ms. MCCOLLUM, Ms. TITUS, Mrs. CHERFILUS-McCORMICK, Mrs. McIVER, Mr. JOHNSON of Georgia, Ms. TLAIB, Ms. ELFRETH, Ms. ANSARI, Ms. BYNUM, Ms. McCLELLAN, Ms. NORTON, Ms. GARCIA of Texas, Ms. TOKUDA, Mr. LATIMER, Mr. FIELDS, Mr. WHITESIDES, Ms. OCASIO-CORTEZ, Mr. BISHOP, Mr. MCGARVEY, and Mr. POCAN) introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Education and Workforce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend the Internal Revenue Code of 1986 to provide a refundable tax credit for certain teachers as a supplement to State efforts to provide teachers with a livable wage, 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,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Respect, Advancement,
3 and Increasing Support for Educators Act of 2025” or
4 the “RAISE Act of 2025”.

5 **SEC. 2. REFUNDABLE TEACHER TAX CREDIT.**

6 (a) ALLOWANCE OF TAX CREDIT.—

7 (1) IN GENERAL.—Subpart C of part IV of sub-
8 chapter A of chapter 1 of the Internal Revenue Code
9 of 1986 is amended by inserting after section 36B
10 the following new section:

11 **“SEC. 36C. TEACHER TAX CREDIT.**

12 “(a) CREDIT ALLOWED.—In the case of an individual
13 who is an eligible educator during school years ending with
14 or within the taxable year, there shall be allowed as a cred-
15 it against the tax imposed by this chapter an amount
16 equal to the sum of—

17 “(1) \$1,000, plus

18 “(2) in the case of an eligible educator who is
19 employed at a qualifying school, the applicable
20 amount.

21 “(b) APPLICABLE AMOUNT.—For purposes of sub-
22 section (a), the applicable amount is the amount which
23 bears the same ratio (not to exceed one) to \$14,000
24 (\$9,000, in the case of any early childhood educator with-
25 out a bachelor’s degree) as—

1 “(1) the number of percentage points by which
2 the student poverty ratio for such qualifying school
3 exceeds 39 percent, bears to

4 “(2) 36 percentage points.

5 “(c) ELIGIBLE EDUCATOR.—For purposes of this
6 section—

7 “(1) IN GENERAL.—The term ‘eligible educator’
8 means—

9 “(A) any elementary or secondary teacher,
10 and

11 “(B) any early childhood educator.

12 “(2) ELEMENTARY OR SECONDARY TEACHER.—

13 “(A) IN GENERAL.—The term ‘elementary
14 or secondary teacher’ means an individual
15 who—

16 “(i) is a teacher of record who pro-
17 vides direct classroom teaching (or class-
18 room-type teaching in a nonclassroom set-
19 ting) in a public elementary school or a
20 public secondary school for not less than
21 75 percent of the normal or statutory
22 number of hours of work for a full-time
23 teacher over a complete school year (as de-
24 termined by the State in which the school
25 is located),

1 “(ii) meets the applicable require-
2 ments for State certification and licensure
3 in the State in which such school is located
4 in the subject area in which the individual
5 is the teacher of record, and

6 “(iii) has met the requirements of
7 clauses (i) and (ii) for a period of not less
8 than 1 year before the first day of the tax-
9 able year.

10 “(B) TEACHER OF RECORD.—For pur-
11 poses of subparagraph (A), the term ‘teacher of
12 record’ means a teacher who has been assigned
13 the responsibility for specified pupils’ learning
14 in a grade, subject, or course as reflected on the
15 school’s official record of attendance.

16 “(3) EARLY CHILDHOOD EDUCATOR.—The
17 term ‘early childhood educator’ means an individual
18 who—

19 “(A) has a Child Development Associate
20 credential (or an equivalent credential), or has
21 an associate’s degree or higher,

22 “(B) meets the applicable requirements for
23 State certification, licensure, or permitting
24 under State law for early childhood education,

1 “(C) has primary responsibility for the
2 learning and development of children in an
3 early childhood education program (as defined
4 in section 103 of the Higher Education Act of
5 1965 (20 U.S.C. 1003)) for not less than 75
6 percent of the normal or statutory number of
7 hours of work for a full-time teacher over a
8 complete program year, as determined by the
9 Secretary of Health and Human Services, and

10 “(D) has met the requirements of subpara-
11 graphs (A), (B), and (C) for a period of not
12 less than 1 year before the first day of the tax-
13 able year.

14 “(d) QUALIFYING SCHOOL.—

15 “(1) IN GENERAL.—The term ‘qualifying
16 school’ means, with respect to any school year—

17 “(A) a public elementary school or a public
18 secondary school that—

19 “(i) is served by a local educational
20 agency that is eligible in such year for as-
21 sistance pursuant to part A of title I of the
22 Elementary and Secondary Education Act
23 of 1965 (20 U.S.C. 6311 et seq.), or

24 “(ii) is served by an educational serv-
25 ice agency, or a location operated by an

1 educational service agency, that is eligible,
2 for the year in which the determination is
3 made, for assistance under part A of title
4 I of the Elementary and Secondary Edu-
5 cation Act of 1965 (20 U.S.C. 6311 et
6 seq.),

7 “(B) an elementary school or secondary
8 school that is funded by the Bureau of Indian
9 Education, or

10 “(C) an early childhood education program
11 (as defined in section 103 of the Higher Edu-
12 cation Act of 1965 (20 U.S.C. 1003)) that
13 serves children who receive, or are eligible for,
14 services for which financial assistance is pro-
15 vided in accordance with the Child Care and
16 Development Block Grant of 1990 (42 U.S.C.
17 9857 et seq.) or the child and adult care food
18 program established under section 17 of the
19 Richard B. Russell National School Lunch Act
20 (42 U.S.C. 1766).

21 “(2) ESEA DEFINITIONS.—For purposes of
22 this subsection, the terms ‘educational service agen-
23 cy’, ‘elementary school’, ‘local educational agency’,
24 ‘secondary school’, and ‘State educational agency’
25 have the meanings given such terms in section 8101

1 of the Elementary and Secondary Education Act of
2 1965 (20 U.S.C. 7801).

3 “(e) STUDENT POVERTY RATIO.—

4 “(1) IN GENERAL.—The term ‘student poverty
5 ratio’ means—

6 “(A) with respect to any qualifying school
7 described in subparagraph (A) or (B) of sub-
8 section (d)(1), the ratio (expressed as a per-
9 centage) of—

10 “(i) the total number of children
11 served at such qualifying school meeting at
12 least one measure of poverty described in
13 section 1113(a)(5) of the Elementary and
14 Secondary Education Act of 1965 (20
15 U.S.C. 6313(a)(5)), to

16 “(ii) the total number of children
17 served at such qualifying school, and

18 “(B) with respect to any qualifying school
19 described in subsection (d)(1)(C), the ratio (ex-
20 pressed as a percentage) of—

21 “(i) the total number of children at-
22 tending such qualifying school who are eli-
23 gible for services under the Child Care and
24 Development Block Grant of 1990 (42
25 U.S.C. 9857 et seq.) or for the child and

adult care food program established under
section 17 of the Richard B. Russell Na-
tional School Lunch Act (42 U.S.C. 1766),
to

“(ii) the total number of children at-
tending such qualifying school.

“(2) DETERMINATION OF RATIO.—In deter-
mining the student poverty ratio with respect to a
qualifying school under paragraph (1)(A), the Sec-
retary shall use the same measure of poverty as is
used for purposes of determining the allocation of
funds under part A of title I of the Elementary and
Secondary Education Act of 1965 (20 U.S.C. 6311
et seq.) with respect to the qualifying school.

“(f) INFLATION ADJUSTMENT.—

“(1) IN GENERAL.—In the case of any taxable
year beginning after 2026, each of the dollar
amounts in subsections (a) and (b) shall be in-
creased by an amount equal to—

“(A) such dollar amount, multiplied by

“(B) the cost-of-living adjustment deter-
mined under section 1(f)(3) for the calendar
year in which the taxable year begins, deter-
mined by substituting in subparagraph (A)(ii)

1 thereof ‘calendar year 2025’ for ‘calendar year
2 2016’.

3 “(2) ROUNDING.—If any increase determined
4 under paragraph (1) is not a multiple of \$50, such
5 increase shall be rounded to the nearest multiple of
6 \$50.”.

7 (2) CONFORMING AMENDMENTS.—

8 (A) The table of sections for subpart C of
9 part IV of subchapter A of chapter 1 of the In-
10 ternal Revenue Code of 1986 is amended by in-
11 serting after the item relating to section 36B
12 the following new item:

 “Sec. 36C. Teacher tax credit.”.

13 (B) Section 6211(b)(4)(A) of such Code is
14 amended by inserting “36C,” after “36B,”.

15 (C) Section 1324(b)(2) of title 31, United
16 States Code, is amended by inserting “36C,”
17 after “36B,”.

18 (b) INFORMATION SHARING.—

19 (1) IN GENERAL.—The Secretary of Education
20 shall—

21 (A) collect such information as necessary
22 for purposes of determining whether a school is
23 a qualifying school (as defined in section 36C of
24 the Internal Revenue Code of 1986, as added

1 by subsection (a)) and the appropriate amount
2 of tax credit under such section; and

3 (B) provide such information to the Sec-
4 retary of the Treasury (or the Secretary's dele-
5 gate).

6 (2) INFORMATION FOR THE SECRETARY OF
7 EDUCATION.—As a condition of receiving Federal
8 funds and if requested by the Secretary of Edu-
9 cation, each qualifying school shall collect and sub-
10 mit to the Secretary of Education such information
11 as may be necessary to enable the Secretary of Edu-
12 cation to carry out paragraph (1).

13 (c) SUPPLEMENTATION OF FUNDS.—

14 (1) ELEMENTARY AND SECONDARY EDU-
15 CATION.—A State educational agency or local edu-
16 cational agency (as such terms are defined in section
17 8101 of the Elementary and Secondary Education
18 Act of 1965 (20 U.S.C. 7801)) shall not reduce or
19 adjust any teacher pay or teacher loan forgiveness
20 program due to the eligibility of teachers within the
21 jurisdiction of such agency for the tax credit under
22 section 36C of the Internal Revenue Code of 1986.
23 Each State educational agency and local educational
24 agency (as so defined), upon request by the Sec-
25 retary of the Treasury, shall demonstrate that the

1 methodology used to allocate teacher pay and teach-
2 er loan forgiveness (if applicable) to qualifying
3 schools (as defined in section 36C(d) of such Code)
4 ensures that each such school receives the same
5 State and local funds for teacher compensation it
6 would receive if the credit under such section 36C
7 had not been enacted.

8 (2) EARLY CHILDHOOD EDUCATION.—An agen-
9 cy or other entity that funds, licenses, or regulates
10 an early childhood education program (as defined in
11 section 103 of the Higher Education Act of 1965
12 (20 U.S.C. 1003)) shall not reduce or adjust any
13 teacher pay or teacher loan forgiveness program, or
14 permit such a reduction or adjustment in the early
15 childhood education program, due to the eligibility of
16 teachers within the jurisdiction of such agency for
17 the tax credit under section 36C of the Internal Rev-
18 enue Code of 1986. Each such agency or entity,
19 upon request by the Secretary of the Treasury, shall
20 demonstrate that the methodology used to allocate
21 teacher pay and teacher loan forgiveness (if applica-
22 ble) to such early childhood education programs en-
23 sures that each such program receives the same
24 State and local funds for teacher compensation it

1 would receive if the credit under such section 36C
2 had not been enacted.

3 (d) EMPLOYER LIMITATIONS.—

4 (1) PROHIBITION OF USE IN COLLECTIVE BAR-
5 GAINING.—An employer that engages in collective
6 bargaining with employees who are eligible edu-
7 cators, as defined in section 36C(c) of the Internal
8 Revenue Code of 1986, shall not include the amount
9 of the teacher tax credit under section 36C of such
10 Code in determining the amount of salary or other
11 compensation provided to any employee under the
12 collective bargaining agreement.

13 (2) PROHIBITION OF USE AS PUNISHMENT OR
14 RETRIBUTION.—An employer of an eligible educator,
15 as defined in section 36C of the Internal Revenue
16 Code of 1986, shall not change the work assignment
17 or location of the eligible educator if one of the pri-
18 mary reasons for the change is to—

19 (A) prevent the eligible educator from re-
20 ceiving a teacher tax credit under section 36C
21 of such Code; or

22 (B) reduce the amount of the teacher tax
23 credit that the eligible educator will receive.

24 (3) ENFORCEMENT.—Notwithstanding any
25 other provision of law, the Federal Labor Relations

1 Authority shall have the authority to investigate and
 2 enforce any alleged violation of this section in the
 3 same manner, and subject to the same procedures,
 4 as would apply to an allegation of an unfair labor
 5 practice under section 7118 of title 5, United States
 6 Code.

7 (4) DEFINITION.—In this subsection—

8 (A) the term “affecting commerce” has the
 9 meaning given the term in section 2 of the Na-
 10 tional Labor Relations Act (29 U.S.C. 152);

11 (B) the term “employee” means an em-
 12 ployee of an employer who is employed in a
 13 business of an employer that affects commerce;
 14 and

15 (C) the term “employer” means a person,
 16 including a State or political subdivision of a
 17 State, engaged in a business affecting com-
 18 merce.

19 (e) EFFECTIVE DATE.—The amendments made by
 20 this section shall apply to taxable years beginning after
 21 the date of the enactment of this Act.

22 **SEC. 3. INCREASE IN AND EXPANSION OF DEDUCTION FOR**
 23 **EXPENSES OF ELEMENTARY AND SEC-**
 24 **ONDARY SCHOOL TEACHERS.**

25 (a) INCREASE.—

1 (1) IN GENERAL.—Subparagraph (D) of section
2 62(a)(2) of the Internal Revenue Code of 1986 is
3 amended by striking “\$250” and inserting “\$500”.

4 (2) INFLATION ADJUSTMENT.—Section
5 62(d)(3) of such Code is amended—

6 (A) by striking “2015” and inserting
7 “2026”;

8 (B) by striking “the \$250 amount” and in-
9 serting “each of the dollar amounts”; and

10 (C) by striking “2014” in subparagraph
11 (B) thereof and inserting “2025”.

12 (b) EXPANSION TO EARLY CHILDHOOD EDU-
13 CATORS.—Section 62(d)(1)(A) of the Internal Revenue
14 Code of 1986 is amended—

15 (1) by striking “who is a kindergarten” and in-
16 serting “who is—

17 “(i) a kindergarten”;

18 (2) by striking the period at the end and insert-
19 ing “, or”; and

20 (3) by adding at the end the following new sub-
21 paragraph:

22 “(ii) an early childhood educator (as
23 defined in section 200 of the Higher Edu-
24 cation Act of 1965 (20 U.S.C. 1021)) in
25 an early childhood education program (as

1 defined in section 103 of such Act (20
 2 U.S.C. 1003)) for at least 1,020 hours
 3 during a year.”.

4 (c) EFFECTIVE DATE.—The amendments made by
 5 this section shall apply to amounts paid or incurred in tax-
 6 able years beginning after the date of the enactment of
 7 this Act.

8 **SEC. 4. MANDATORY FUNDING TO SUPPORT LOCAL EDU-**
 9 **CATIONAL AGENCIES THAT MAINTAIN OR IN-**
 10 **CREASE TEACHER SALARIES.**

11 Section 2003 of the Elementary and Secondary Edu-
 12 cation Act of 1965 (20 U.S.C. 6603) is amended—

13 (1) in the section heading, by striking “**AU-**
 14 **THORIZATION OF APPROPRIATIONS**” and insert-
 15 ing “**FUNDING**”; and

16 (2) by striking subsection (a) and inserting the
 17 following:

18 “(a) APPROPRIATIONS FOR PART A.—

19 “(1) IN GENERAL.—There are authorized to be
 20 appropriated, and there are appropriated, out of any
 21 funds not otherwise appropriated—

22 “(A) for fiscal year 2026, \$5,200,000,000
 23 to carry out part A; and

24 “(B) for fiscal year 2027 and each suc-
 25 ceeding fiscal year, the amount appropriated

1 under this paragraph for the preceding year, in-
2 creased by a percentage equal to the annual
3 percentage increase in the Consumer Price
4 Index for All Urban Consumers published by
5 the Department of Labor for the most recent
6 calendar year.

7 “(2) RESERVATION FOR TEACHER SALARY IN-
8 CENTIVE GRANTS.—

9 “(A) DEFINITIONS.—In this paragraph:

10 “(i) ELIGIBLE LOCAL EDUCATIONAL
11 AGENCY.—The term ‘eligible local edu-
12 cational agency’ means a local educational
13 agency that, for the preceding school year,
14 maintained or increased the salary sched-
15 ule for all teachers employed by the local
16 educational agency.

17 “(ii) TEACHER SALARY INCENTIVE
18 RESERVATION.—The term ‘teacher salary
19 incentive reservation’ means, for each fis-
20 cal year, the amount that is 20 percent of
21 the amount by which the funds appro-
22 priated under paragraph (1) for the fiscal
23 year exceeds \$2,200,000,000.

24 “(B) IN GENERAL.—For each fiscal year
25 for which the total amount appropriated under

1 paragraph (1) is greater than \$2,200,000,000,
2 the Secretary shall, after making any reserva-
3 tions under section 2101(a), reserve and use
4 the teacher salary incentive reservation to
5 award grants, based on allotments under sub-
6 paragraph (C), to eligible local educational
7 agencies for purposes described in subpara-
8 graph (E).

9 “(C) ALLOTMENTS.—An allotment under
10 this subparagraph for a fiscal year to an eligible
11 local educational agency shall bear the same re-
12 lationship to the teacher salary incentive res-
13 ervation as the number of children counted
14 under section 1124(c) who are served by the
15 local educational agency bears to the total num-
16 ber of such children counted under such section
17 served by all eligible local educational agencies
18 that submitted an application under subpara-
19 graph (D).

20 “(D) APPLICATION.—An eligible local edu-
21 cational agency desiring an allotment under this
22 paragraph shall submit to the Secretary an ap-
23 plication at such time, in such manner, and
24 containing such information as the Secretary
25 may require.

1 “(E) USE OF FUNDS.—A local educational
2 agency receiving an allotment under subpara-
3 graph (C) may use the allotment to carry out
4 one or more of the following:

5 “(i) Comprehensive teacher or school
6 leader preparation programs described sub-
7 section (d), (e), or (f) of section 202 of the
8 Higher Education Act of 1965.

9 “(ii) Support for teachers to earn cer-
10 tifications or credentials in high-need fields
11 or advanced credentials, such as certifi-
12 cation or credentialing by the National
13 Board for Professional Teaching Stand-
14 ards.

15 “(iii) Teacher leadership programs.

16 “(iv) Induction or mentoring pro-
17 grams for new teachers, principals, or
18 other school leaders.

19 “(v) High-quality research-based pro-
20 fessional development.

21 “(vi) Other activities approved by the
22 Secretary that—

23 “(I) promote and strengthen the
24 teaching profession;

1 “(II) attract, retain, and diver-
2 sify the educator workforce; or

3 “(III) advance the skills and effi-
4 cacy of the educator workforce.

5 “(F) SUPPLEMENT, NOT SUPPLANT.—A
6 local educational agency receiving an allotment
7 under subparagraph (C) shall use the allotment
8 to supplement, and not supplant, any State
9 funds or efforts to raise teacher pay.”.

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