

119TH CONGRESS
2D SESSION

S. 4850

AN ACT

To amend title 28, United States Code, to adjust thresholds relating to jurisdiction for inflation.

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 “Diversity Jurisdiction
3 Inflation Adjustment Act”.

4 **SEC. 2. INFLATION ADJUSTMENTS.**

5 Section 1332 of title 28, United States Code, is
6 amended—

7 (1) in subsection (a), by striking “of \$75,000”
8 and inserting “described in subsection (b)”; and

9 (2) by striking subsection (b) and inserting the
10 following:

11 “(b)(1) The matter in controversy described in this
12 subsection is not less than \$150,000, as adjusted under
13 paragraph (2), exclusive of interest and costs.

14 “(2)(A) In this paragraph—

15 “(i) the term ‘appropriate year’ means the cal-
16 endar year preceding the calendar year in which the
17 adjustment under paragraph (1) is to take effect;
18 and

19 “(ii) the term ‘Consumer Price Index’ means
20 the Consumer Price Index for All Urban Consumers
21 published by the Department of Labor.

22 “(B) Effective on January 1, 2030, and January 1
23 of each tenth year thereafter, the dollar amount then in
24 effect as the minimum amount in controversy applicable
25 under paragraph (1) shall be adjusted by an amount,
26 rounded to the nearest \$25,000 (or, if midway between

1 multiples, to the next higher multiple of \$25,000) which
2 reflects the change in the Consumer Price Index for the
3 month of September of the appropriate year, over the Con-
4 sumer Price Index for—

5 “(i) in the case of the initial adjustment, the
6 month of September 2025; and

7 “(ii) in the case of each subsequent adjustment,
8 September of the year preceding the last adjust-
9 ment.

10 “(C) The Director of the Administrative Office of the
11 United States Courts shall determine the amount of each
12 adjustment under paragraph (1) and, not later than No-
13 vember 15 of the appropriate year, shall submit for publi-
14 cation in the Federal Register the amount (and the per-
15 centage change in the Consumer Price Index that is the
16 basis for the amount) and the new minimum amount in
17 controversy to take effect on January 1 of the succeeding
18 calendar year.

19 “(3) Except when express provision therefor is other-
20 wise made in a statute of the United States, where the
21 plaintiff who files the case originally in the Federal courts
22 is finally adjudged to be entitled to recover less than the
23 sum or value required under paragraph (1) without regard
24 to any setoff or counterclaim to which the defendant may
25 be adjudged to be entitled, and exclusive of interest and

- 1 costs, the district court may deny costs to the plaintiff
2 and, in addition, may impose costs on the plaintiff.”.

Passed the Senate August 7, 2026.

Attest:

Secretary.

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