

ESTIMATED REVENUE EFFECTS OF A CHAIRMAN'S MARK  
 FOR SENATE FINANCE COMMITTEE MARKUP OF S. 1415 ON MAY 14, 1998

Fiscal Years 1998 - 2007

[Billions of Dollars]

Provision	Effective	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	1998-02	2003-07
1. \$1.10 per pack increase in cigarette excise taxes, with proportional increases in other tobacco products; index all tobacco excise taxes to CPI beginning 1/1/00.....	1/1/99	---	10.6	13.6	13.9	13.8	13.8	14.3	14.9	15.5	16.1	51.9	74.6
2. New non-deductible penalty excise tax for failure to meet underage smoking reduction goals (no abatement relief) [1].....	tyba 12/31/02	---	---	---	---	---	---	0.9	0.8	2.8	2.8	---	7.3
3. 100% deduction for health insurance expenses of self-employed individuals and other individuals not eligible to participate in an employer-subsidized health plan.....	tyba 12/31/98	---	-1.4	-5.3	-5.5	-5.8	-5.7	-5.6	-5.9	-6.1	-6.0	-18.1	-29.3
<b>NET TOTAL .....</b>		---	9.2	8.3	8.4	8.1	8.1	9.6	9.8	12.2	12.9	33.9	52.6

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding.

Legend for "Effective" column: tyba = taxable years beginning after

[1] Estimate is presented net of reduced excise tax receipts that result from passing the penalty excise tax payments through in tobacco prices.