

ESTIMATED BUDGET EFFECTS OF EARNED INCOME CREDIT PROVISIONS CONTAINED IN S. 1795 THE CHAIRMAN'S MARK  
 TO BE CONSIDERED AT A MARKUP OF THE SENATE FINANCE COMMITTEE ON WEDNESDAY, JUNE 26, 1996

Fiscal Years 1997 - 2006

[Millions of Dollars]

Provision	Effective	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	1997-01	1997-02	1997-06
<b>1. EIC compliance proposals</b>														
a. Outlay reduction.....	tyba 12/31/95	224	232	236	242	245	251	257	263	269	276	1,179	1,430	2,496
b. Revenue.....	tyba 12/31/95	28	29	29	30	30	31	31	32	33	33	146	177	306
<b>2. Expand definition of disqualified income and index threshold</b>														
a. Outlay reduction.....	tyba 12/31/95	170	169	151	146	152	160	156	151	145	136	788	948	1,535
b. Revenue.....	tyba 12/31/95	26	26	27	23	23	25	24	26	23	24	125	150	246
<b>3. Modify AGI by disregarding certain losses and by adding tax-exempt interest income and nontaxable distributions from IRAs, pensions, and annuities</b>														
a. Outlay reduction.....	tyba 12/31/95	214	229	242	255	277	293	304	319	334	351	1,219	1,512	2,820
b. Revenue.....	tyba 12/31/95	35	40	43	46	50	54	57	61	65	69	214	268	521
<b>4. Suspend inflation adjustment for individuals with no qualifying children</b>														
a. Outlay reduction.....	tyba 12/31/96	1	26	57	89	123	158	195	232	270	313	294	452	1,461
b. Revenue.....	tyba 12/31/96	[1]	13	29	43	56	70	82	95	107	119	142	212	613
<b>TOTAL OUTLAY REDUCTION.....</b>		<b>583</b>	<b>631</b>	<b>659</b>	<b>705</b>	<b>771</b>	<b>832</b>	<b>883</b>	<b>948</b>	<b>1,010</b>	<b>1,070</b>	<b>3,347</b>	<b>4,180</b>	<b>8,091</b>
<b>TOTAL REVENUE.....</b>		<b>87</b>	<b>107</b>	<b>126</b>	<b>138</b>	<b>155</b>	<b>174</b>	<b>190</b>	<b>210</b>	<b>224</b>	<b>242</b>	<b>612</b>	<b>787</b>	<b>1,652</b>

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding.  
 Individual provisions do not add to totals due to interactions.

[1] Revenue gain less than \$500,000.