

ESTIMATED REVENUE EFFECTS OF H.R. 3521,
THE "TAX RELIEF EXTENSION ACT OF 2003,"
AS PASSED BY THE HOUSE OF REPRESENTATIVES ON NOVEMBER 20, 2003

Fiscal Years 2004 - 2013

[Millions of Dollars]

Provision	Effective	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2004-08	2004-13
Extension of Certain Expiring Provisions													
1. Treatment of nonrefundable personal credits under the individual alternative minimum tax (sunset 12/31/04) [1]	tyba 12/31/03	-62	-249	---	---	---	---	---	---	---	---	-311	-311
2. Work opportunity tax credit (sunset 12/31/04)	wpoifibwa 12/31/03	-80	-125	-57	-24	-15	-8	-1	---	---	---	-302	-312
3. Welfare-to-work tax credit (sunset 12/31/04)	wpoifibwa 12/31/03	-14	-36	-34	-17	-8	-4	-2	---	---	---	-108	-115
4. Above-the-line deduction for teacher classroom expenses capped at \$250 annually (sunset 12/31/04)	tyba 12/31/03	-157	-52	---	---	---	---	---	---	---	---	-209	-209
5. Enhanced deduction for corporate contributions of computer equipment to public libraries and elementary and secondary schools (sunset 12/31/04)	cma 12/31/03	-66	-56	---	---	---	---	---	---	---	---	-122	-122
6. Expensing of "Brownfields" environmental remediation costs (sunset 12/31/04)	epoia 12/31/03	-159	-98	15	17	20	18	16	14	12	10	-204	-134
7. 5-year carryback of net operating losses and waive the AMT 90% limitation on the allowance of losses (including losses carried forward into tax years ending in 2003) (sunset 12/31/03)	NOLs gi tyei 2003	-19,385	4,047	3,305	2,499	1,540	1,104	776	557	360	228	-7,994	-4,969
8. Archer medical savings accounts ("MSAs") (sunset 12/31/04)	1/1/04	[2]	-2	-2	-2	-2	-2	-2	-2	-2	-2	-9	-17
9. Suspension of section 809 related to the reduction in policyholder dividends for mutual life insurance companies (sunset 12/31/04).....	tyba 12/31/03	-14	-24	-10	[2]	[2]	---	---	---	---	---	-48	-48
10. Qualified zone academy bonds (sunset 12/31/04)	oia 12/31/03	[2]	-2	-6	-11	-13	-13	-13	-13	-13	-13	-33	-98
11. Tax incentives for investment in the District of Columbia (sunset 12/31/04)	1/1/04	-31	-37	-6	-2	-5	-26	-61	-42	-42	-40	-80	-291
12. Expansion of Work Opportunity Tax Credit targeted categories to include certain employees in New York City - for employers with 200 or fewer employees add individuals working in or relocated from the Liberty Zone as a targeted group eligible for a modified WOTC (40% on first 6,000; allow against AMT) (sunset 12/31/04).....	wpoifwpa 12/31/03	-122	-129	-36	-13	-5	---	---	---	---	---	-305	-305
13. Disclosure relating to terrorist activities:													
a. Disclosure of tax return information to inform officials of terrorist activities (sunset 12/31/04).....	1/1/04	----- No Revenue Effect -----											
b. Disclosure upon request of information relating to terrorist activities (sunset 12/31/04).....	1/1/04	----- No Revenue Effect -----											

Provision	Effective	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2004-08	2004-13
14. Increase in limit on cover over of rum excise tax revenues (from \$10.50 to \$13.25 per proof gallon) to Puerto Rico and the Virgin Islands (sunset 12/31/04) [3].....	abiUSa 12/31/03	-62	-15	---	---	---	---	---	---	---	---	-77	-77
15. Parity in the application of certain limits to mental health benefits (sunset 12/31/04) [4]	bfsfa 12/31/03	-3	-9	---	---	---	---	---	---	---	---	-12	-12
16. Combined employment tax reporting demonstration project (sunset 12/31/04)	do/a DOE	----- <i>No Revenue Effect</i> -----											
Total of Extension of Certain Expiring Provisions		-20,155	3,213	3,169	2,447	1,512	1,069	713	514	315	183	-9,814	-7,020
Provisions Relating to Pensions													
1. Temporary replacement of interest rate used for purposes of pension funding and PBGC variable rate premiums for 2004 and 2005 [5]	pyba 12/31/03	2,719	3,636	-171	-1,464	-758	-1,006	-1,066	-681	-461	-446	3,963	304
2. Waive 80% of the additional funding requirement for defined benefit plans of commercial passenger airlines (sunset for plan years beginning after 12/27/05) [5]	pyba 12/27/03	5	35	32	-36	-61	-39	-28	-32	-27	-19	-26	-171
Total of Provisions Relating to Pensions		2,724	3,671	-139	-1,500	-819	-1,045	-1,094	-713	-488	-465	3,937	133
Miscellaneous Trade Provisions [6]	various	-74	-93	-99	-38	-16	-16	-16	-17	-17	-18	-319	-403
NET TOTAL		-17,505	6,791	2,931	909	677	8	-397	-216	-190	-300	-6,196	-7,290

Joint Committee on Taxation

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

Legend for "Effective" column:

abiUSa = articles brought into the United States after
bfsfa = benefits for services furnished after
cma = contributions made after
do/a = disclosures on or after
DOE = date of enactment
epoia = expenditures paid or incurred after

gi = generated in
NOLs = net operating losses
oia = obligations issued after
pyba = plan years beginning after
tyba = taxable years beginning after

tyei = taxable years ending in
wpoifbwa = wages paid or incurred for individuals beginning work after
wpoifwpa = wages paid or incurred for work performed after

[1] The "Economic Growth and Tax Relief Reconciliation Act of 2001" provides that the child tax credit and adoption tax credit are allowed for purposes of the alternative minimum tax for 2002 through 2010.
[2] Loss of less than \$500,000.
[3] Estimate provided by the Congressional Budget Office.
[4] This provision will have a negligible effect on penalty excise tax receipts. However it will have an indirect effect on income tax receipts through increases in employer-contributions for health insurance and corresponding decreases in cash wages. The table shows this indirect revenue effect, which was estimated by the Congressional Budget Office.
[5] Estimate does not include the effects on PBGC variable rate premiums which will be provided by the Congressional Budget Office.
[6] Estimate provided by the Congressional Budget Office.