ESTIMATED REVENUE EFFECTS OF H.R. 3768, THE "KATRINA EMERGENCY TAX RELIEF ACT OF 2005" [1]

Fiscal Years 2006 - 2015

[Millions of Dollars]

Provision	Effective	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2006-10	2006-15
I. General Tax Relief Provisions													
 Extend replacement period for non-recognition of 													
gain [2]	DOE	-761	-1,046	-93	7	14	23	38	48	51	55	-1,880	-1,665
Suspend limitations on charitable contributions for													
relief efforts relating to Hurricane Katrina	[3]	-407	62	33	13	9	4					-290	-286
Increase standard mileage rate for charitable													
purposes related to Hurricane Katrina	cmb 1/1/07	-17	-12									-29	-29
4. Exclusion of certain cancellations of Indebtedness [2]	[4]	-178	-97									-275	-275
Special rules for mortgage revenue bonds for													
financing qualified hurricane recovery residences [2]	fpb 1/1/08	-2	-7	-12	-14	-15	-15	-15	-15	-15	-15	-50	-124
Suspend the 10% and \$100 thresholds on													
personal casualty losses for losses attributable to													
Hurricane Katrina	DOE	-1,094	-1,264	-73	[5]							-2,431	-2,431
7. Additional \$500 personal exemption for Hurricane													
Katrina displaced individuals (staying as													
houseguests for at least 60 days) subject to													
maximum additional exemptions of \$2,000,													
personal exemption phase out does not apply, and		00	00									404	404
exemption applies for AMT	tybi 2005 & 2006	-96	-38									-134	-134
8. Allow residents of Hurricane Katrina disaster area													
as of August 28, 2005 who experienced a loss of income due to Hurricane Katrina to elect to use													
prior year's income in the calculation of the earned													
income credit and the refundable child tax credit [2]	tyi 8/28/05	-125										-125	-125
Secretarial authority to make adjustments	tyl 6/26/05	-123										-125	-125
regarding taxpayer and dependency status	tybi 2005 & 2006 -					N/a	adiaible P	evenue Ef	foct				
10. Work opportunity tax credit for certain individuals	tybi 2003 & 2000 -					//0	-giigibie ix	evenue Li	GC1				
(sunset 8/28/07 for qualified individuals hired on or													
after 8/29/05 and before 8/28/07) [2]	wpoio/a 8/29/05	-20	-52	-48	-21	-10	-6	-3				-152	-161
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Total of General Tax Relief Provisions		-2,700	-2,454	-193	-15	-2	6	20	33	36	40	-5,366	-5,230
II. Penalty Free Use of Retirement Funds in the Case of													
Hurricane Katrina													
1. Penalty-free withdrawals from retirement plans for													
distributions related to Hurricane Katrina (capped													
at \$100,000 per taxpayer)	dra 8/28/05	-45	3	-1	-2	-1	-1	-1	-1	-1	-1	-46	-51

Provision	Effective	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2006-10	2006-15
	DOE na 2/28/05 & nfore 8/29/05	-8	-12	11	8	 Neg	 gligible Re	 venue Effe	 ect	 		-1	-1
Hurricane Katrina Provisions relating to plan amendments	[6] DOE												
Total of Penalty Free Use of Retirement Funds in the Case of Hurricane Katrina		-53	-9	10	6	-1	-1	-1	-1	-1	-1	-47	-52
ET TOTAL		-2,753	-2,463	-183	-9	-3	5	19	32	35	39	-5,412	-5,282

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. Date of enactment is assumed to be October 1, 2005.

Legend for "Effective" column:

cmb = contributions made before dma = distributions made after DOE = date of enactment dra = distributions received after fpb = financing provided before tybi = taxable years beginning in tyi = taxable years including wpoio/a = wages paid or incurred on or after

- [1] Estimates subject to change due to the uncertainty of the Hurricane Katrina disaster area and FEMA designations.
- [2] For areas designated to receive individual or individual and public disaster assistance under the Robert T. Stafford Disaster Relief and Emergency Assistance Act, if such area is located within a Presidentially declared major disaster relating to Hurricane Katrina. Estimate based on FEMA designations as of September 14, 2005.
- [3] Contributions made during the period beginning August 28, 2005, and ending on December 31, 2005.
- [4] Effective for discharges of indebtedness before January 1, 2007.
- [5] Loss of less than \$500,000.
- [6] Increase in loan limits effective for loans made after the date of enactment and before the date which is one year after the disaster declaration date; repayment relief for loans outstanding on or after August 26, 2005.