

JOINT COMMITTEE ON TAXATION
September 16, 2009
JCX-35-09

**ESTIMATED REVENUE EFFECTS OF THE REVENUE PROVISIONS CONTAINED IN THE CHAIRMAN'S MARK OF
THE "AMERICA'S HEALTHY FUTURE ACT OF 2009,"
SCHEDULED FOR MARKUP BY THE COMMITTEE ON FINANCE ON SEPTEMBER 22, 2009**

Fiscal Years 2010 - 2019

[Billions of Dollars]

Provision	Effective	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2010-14	2010-19
Revenue Provisions													
1. 35% excise tax on health coverage in excess of \$8,000/\$21,000 indexed for inflation by CPI-U; levied at insurer level; employer aggregates and issues information return for insurers indicating amount subject to the excise tax; nondeductible; high 17 state transition relief.....	tyba 12/31/12	---	---	---	5.4	17.1	23.4	30.8	38.6	45.8	53.7	22.5	214.9
2. Employer W-2 reporting of value of health benefits.....	tyba 12/31/09	----- <i>Negligible Revenue Effect</i> -----											
3. Conform the definition of medical expenses for health flexible spending arrangements to the definition of the itemized deduction for medical expenses (including prescription purchases of over-the-counter medicines).....	tyba 12/31/09	0.4	0.4	0.5	0.5	0.5	0.6	0.6	0.6	0.6	0.7	2.3	5.4
4. Increase the penalty for nonqualified health savings account distributions to 20%.....	[1]	[2]	[2]	[2]	0.1	0.1	0.1	0.2	0.2	0.3	0.3	0.2	1.3
5. Limit health flexible spending arrangements in cafeteria plans to \$2,000 [3].....	tyba 12/31/12	---	---	---	1.8	2.5	2.5	2.5	2.4	2.4	2.4	4.3	16.5
6. Corporate information reporting.....	pma 12/31/11	---	---	0.4	3.3	2.0	2.1	2.2	2.3	2.4	2.5	5.6	17.1
7. Additional requirements for section 501(c)(3) hospitals.....	tyba DOE	----- <i>Negligible Revenue Effect</i> -----											
8. Impose annual fee on manufacturers and importers of branded drugs.....	1/1/10	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	8.6	17.2
9. Impose annual fee on manufacturers and importers of medical devices.....	1/1/10	2.9	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	14.9	29.9
10. Impose annual fee on health insurance providers.....	1/1/10	2.7	4.2	4.2	4.2	4.2	4.2	4.2	4.2	4.2	4.2	19.5	40.5
11. Impose annual fee on clinical laboratories.....	1/1/10	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	2.8	5.6

Provision	Effective	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2010-14	2010-19
12. Eliminate deduction for expenses allocable to Medicare Part D subsidy.....	tyba 12/31/10	---	0.3	0.4	0.4	0.4	0.4	0.5	0.5	0.5	0.6	1.5	4.0
Total of Revenue Provisions		8.3	10.2	10.8	21.0	32.1	38.6	46.3	54.1	61.5	69.7	82.2	352.4
Other Provisions													
1. Simple cafeteria plan nondiscrimination safe harbor for certain small employers.....	tyba 12/31/10	----- <i>Negligible Revenue Effect</i> -----											
2. Long-term care insurance permitted to be offered under cafeteria plans and health flexible spending arrangements [4].....	tyba 12/31/10	---	-0.2	-0.3	-0.3	-0.4	-0.4	-0.4	-0.5	-0.5	-0.6	-1.2	-3.6
Total of Other Provisions		---	-0.2	-0.3	-0.3	-0.4	-0.4	-0.4	-0.5	-0.5	-0.6	-1.2	-3.6
NET TOTAL		8.3	10.0	10.5	20.7	31.7	38.2	45.9	53.6	61.0	69.1	81.0	348.8

Joint Committee on Taxation

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

Legend for "Effective" column:

- pma = payments made after
- tyba = taxable years beginning after

[1] Effective for disbursements made during taxable years beginning after December 31, 2009.

[2] Gain of less than \$50 million.

[3] Estimate includes interaction with other proposals.

[4] Estimate includes interaction with proposal to limit health flexible spending arrangements in cafeteria plans to \$2,000.