

COMPARISON OF THE ESTIMATED BUDGET EFFECTS OF H.R. 5063,  
THE "ARMED FORCES TAX FAIRNESS ACT OF 2002,"  
AS PASSED BY THE HOUSE OF REPRESENTATIVES AND THE SENATE

Fiscal Years 2003 - 2012

[Millions of Dollars]

Provision	Effective	H.R. 5063, as Passed by the House							H.R. 5063, as Passed by the Senate							
		2003	2004	2005	2006	2007	2003-07	2003-12	2003	2004	2005	2006	2007	2003-07	2003-12	
<b>Improving Tax Equity for Military Personnel</b>																
1. Increase death gratuity exclusion to present levels of death gratuity; (S) but provide for automatic increase in exclusion as death gratuities increase.....	doa 9/10/01	-1	-1	-1	-1	-1	-5	-9	-1	-1	-1	-1	-1	-5	-9	
2. Special rule for members of uniformed services in determining exclusion of gain from sale of principal residence; (S) except retroactive effective date and certain other modifications.....	H = ema DOE S = soea 5/6/97	-8	-13	-14	-14	-15	-64	-147	-66	-14	-14	-15	-15	-124	-214	
3. Exclusion for amounts received under Department of Defense Homeowners Assistance Program .....	pma DOE	----- No Provision -----							[1]	-2	-2	-2	-2	-9	-19	
4. Expansion combat zone filing rules to contingency operations .....	[2]	----- No Provision -----							-9	[1]	[1]	[1]	[1]	-11	-14	
5. Above-the-line deduction for overnight travel expenses of national guard and reserve members.....	apoi tyba 12/31/01	----- No Provision -----							-83	-71	-73	-75	-76	-377	-788	
6. Modification of membership requirement for exemption from tax for certain veterans' organizations.....	tyba DOE	----- No Provision -----							-1	-1	-1	-1	-2	-7	-16	
7. Clarification of treatment of certain dependent care assistance programs provided to members of the uniformed services of the United States .....	tyba 12/31/01	----- No Provision -----							----- No Revenue Effect-----							
<b>Total of Improving Tax Equity for Military Personnel .....</b>		<b>-9</b>	<b>-14</b>	<b>-15</b>	<b>-15</b>	<b>-16</b>	<b>-69</b>	<b>-156</b>	<b>-160</b>	<b>-89</b>	<b>-91</b>	<b>-94</b>	<b>-96</b>	<b>-533</b>	<b>-1,060</b>	
<b>Other Provisions</b>																
1. Impose mark-to-market on individuals who expatriate .....	[3]	----- No Provision -----							5	102	85	80	74	346	656	
2. Extension of IRS user fees (through 9/30/12) [4] .....	rma DOE	----- No Provision -----							---	33	34	35	36	138	341	
3. Authorize IRS to enter into installment agreements that provide for partial payment .....	iaeio/a DOE	----- No Provision -----							41	14	5	[5]	[5]	61	63	
<b>Total of Other Provisions .....</b>		<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>46</b>	<b>149</b>	<b>124</b>	<b>115</b>	<b>110</b>	<b>545</b>	<b>1,060</b>	
<b>NET TOTAL .....</b>		<b>-9</b>	<b>-14</b>	<b>-15</b>	<b>-15</b>	<b>-16</b>	<b>-69</b>	<b>-156</b>	<b>-114</b>	<b>60</b>	<b>33</b>	<b>21</b>	<b>14</b>	<b>12</b>	<b>---</b>	

Joint Committee on Taxation

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

Legend: {H} = H.R. 5063, as Passed by the House of Representatives

{S} = H.R. 5063, as Passed by the Senate

Legend for "Effective" column:

apoi = amounts paid or incurred in  
doa = deaths occurring after  
DOE = date of enactment

ema = elections made after  
iaeio/a = installment agreements entered into on or after  
pma = payments made after

rma = requests made after  
soea = sales or exchanges after  
tyba = taxable years beginning after

[1] Loss of less than \$500,000.

[2] The provision applies to any period for performing an act that has not expired before the date of enactment.

[3] Generally effective for U.S. citizens who relinquish citizenship or long-term residents who terminate their residency on or after September 12, 2002.

[4] Estimate provided by Congressional Budget Office.

[5] Gain of less than \$500,000.