

**ESTIMATED REVENUE EFFECTS OF THE CHAIRMAN'S MARK OF
THE "SMALL BUSINESS AND WORK OPPORTUNITY ACT OF 2007,"
SCHEDULED FOR MARKUP BY THE COMMITTEE ON FINANCE ON JANUARY 17, 2007**

Fiscal Years 2007 - 2016

[Millions of Dollars]

Provision	Effective	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2007-11	2007-16
Small Business Proposals													
1. Extension of increased expensing for small business - increase section 179 expensing from \$25,000 to \$100,000 and increase the phaseout threshold amount from \$200,000 to \$400,000; include software in section 179 property; and extend indexing of both the deduction limit and the phaseout threshold (sunset 12/31/10).....	tyba 12/31/09	---	---	---	-2,964	-1,897	1,732	1,092	792	613	375	-4,861	-257
2. Extension of the 15-year straight-line cost recovery period for qualified leasehold and restaurant improvements (sunset 3/31/08).....	ppisa 12/31/07	---	-30	-88	-114	-112	-109	-100	-95	-100	-98	-345	-847
3. 15-year recovery period for new restaurant buildings (sunset 3/31/08).....	ppisa DOE	-22	-66	-94	-99	-99	-98	-97	-95	-93	-86	-379	-847
4. 15-year recovery period for retail improvements (sunset 3/31/08).....	ppisa DOE	-22	-76	-119	-127	-123	-114	-106	-108	-109	-108	-467	-1,012
5. Increase gross receipts threshold for cash accounting to \$10M regardless of inventories, index for inflation, and reset testing period.....	tyba DOE	-9	-278	-151	-52	-57	-63	-69	-76	-84	-92	-547	-931
6. Extension of Work Opportunity Tax Credit with expansions on post 9/11 disabled veterans, high-risk youth, and vocational rehabilitation referrals (sunset 12/31/12).....	wpoifbwa 12/31/07	---	-150	-411	-569	-657	-726	-591	-302	-143	-75	-1,788	-3,624
7. Subchapter S provisions													
a. Exclude capital gains from passive investment income..	tyba DOE	---	-15	-30	-32	-34	-35	-37	-40	-43	-46	-111	-312
b. Treatment of qualifying director shares.....	tyba 12/31/06	-4	-10	-14	-18	-20	-21	-22	-23	-23	-23	-66	-178
c. Recapture of bad debt reserves.....	tyba 12/31/06	11	27	-22	-40	-36	-23	-21	-22	-23	-24	-60	-173
d. Treatment of sale of interest in a qualified subchapter S subsidiary.....	tyba 12/31/06	-1	-3	-3	-4	-4	-4	-5	-5	-5	-6	-15	-40
e. Elimination of all earnings and profits attributable to pre-1983 years.....	tyba DOE	-3	-2	-2	-2	-2	-2	-2	-2	-2	-2	-11	-21
f. Expansion of qualifying beneficiaries of an electing small business trust.....	DOE	---	-1	-2	-3	-4	-4	-4	-5	-5	-5	-10	-33
8. Treatment of certified professional employer organizations as employers.....	[1]	---	---	-2	-3	-4	-4	-4	-5	-5	-6	-8	-32
NET TOTAL		-50	-604	-938	-4,027	-3,049	529	34	14	-22	-196	-8,668	-8,307

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. Date of enactment is assumed to be April 1, 2007.

Legend for "Effective" column:

DOE = date of enactment

ppisa = property placed in service after
tyba = taxable years beginning after

wpoifbwa = wages paid or incurred for individuals
beginning work after

[1] Effective with respect to wages paid for services performed on or after January 1 of the first calendar year beginning more than 12 months after the date of enactment.