

**ESTIMATED REVENUE EFFECTS OF THE "SMALL BUSINESS JOB PROTECTION ACT OF 1996,"  
A BILL TO BE INTRODUCED AND SUBJECT OF A MARKUP BY THE COMMITTEE ON WAYS AND MEANS ON TUESDAY, MAY 14, 1996**

Fiscal Years 1996 - 2003

[Millions of Dollars]

Provision	Effective	1996	1997	1998	1999	2000	2001	2002	2003	1996-00	1996-03
1. Small business incentives - increase in expensing limitation for small businesses to \$18,500 for 1996, \$19,000 for 1997, \$20,000 for 1998, \$21,000 for 1999, \$22,000 for 2000, \$23,000 for 2001, \$23,500 for 2002, \$25,000 for 2003 and thereafter.....	tyba 12/31/95	-129	-311	-337	-479	-581	-590	-547	-625	-1,837	-3,599
2. Pension simplification provisions.....	various	---	90	47	-74	-344	-368	-408	-438	-272	-1,486
3. Employer-provided educational assistance; applies to undergraduate education only after 1995; sunset after 12/31/96.....	1/1/95	-136	-608	---	---	---	---	---	---	-744	-744
4. Subchapter S corporations reform package.....	various	-3	-31	-67	-78	-89	-94	-100	-107	-268	-569
5. Extend the work opportunity tax credit, with modifications through 6/30/97 [1].....	7/1/96	-33	-90	-91	-48	-19	-6	-1	---	-281	-288
6. Provide FICA tip credit for off-premises employees.....	1/1/97	---	-6	-14	-15	-16	-17	-18	-18	-51	-104
7. Permanent extension of FUTA exemption for alien agricultural workers [2].....	1/1/95	-5	-3	-3	-3	-3	-3	-3	-3	-17	-26
8. Repeal of excess passive assets provision (Section 956A).....	tyba 12/31/96	--	-11	-22	-29	-36	-41	-45	-51	-98	-235
9. Phased-in repeal of section 936: Wage credit companies - 6 years of present law, followed by 4-year phaseout with modified base period; Income companies - 2 years of present law followed by 8-year phaseout with modified base period; QPSII - repealed 1/1/96.....	tyba 12/31/95	255	605	552	596	498	516	746	1,116	2,506	4,884

Provision	Effective	1996	1997	1998	1999	2000	2001	2002	2003	1996-00	1996-03
10. Repeal 50% interest income exclusion for financial institution loans to ESOPs.....	Ima 10/13/95	12	69	109	149	187	224	261	296	525	1,306
11. Modify exclusion of damages received on account of personal injury or sickness.....	ara 6/30/96	5	50	55	59	61	64	68	71	230	433
12. Corporate accounting - reform of income forecast method.....	ppisa 9/13/95	32	69	29	13	14	16	19	22	157	214
13. Apply look-through rule for purposes of characterizing certain subpart F insurance income as UBIT.....	gira 12/31/95	7	23	24	27	30	32	34	37	111	214
14. Repeal advance refunds of diesel fuel tax for diesel cars and light trucks.....	vpoa DOE	3	17	19	19	19	19	19	19	76	133
15. FICA tip credit technical clarification.....	---	----- <i>Negligible Revenue Effect</i> -----									
16. Luxury excise tax and other technical corrections.....	---	14	---	---	---	---	---	---	---	14	14
<b>NET TOTAL .....</b>		<b>22</b>	<b>-137</b>	<b>301</b>	<b>137</b>	<b>-279</b>	<b>-248</b>	<b>25</b>	<b>319</b>	<b>51</b>	<b>147</b>

Joint Committee on Taxation

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

Legend for "Effective" column: ara = amounts received after  
gira = gross income received in taxable years beginning after  
Ima = loans made after

ppisa = property placed in service after  
tyba = taxable years beginning after  
vpoa DOE = vehicles purchased on or after date of enactment

[1] Credit rate at 35% on first \$6,000 of income; eligible workers expanded to include welfare cash recipients and veteran foodstamp recipients; 500 hour work requirement.

[2] Estimates provided by the Congressional Budget Office (CBO).