

- Committee on Finance -  
**ESTIMATED REVENUE EFFECTS OF POSSIBLE PROPOSALS TO AMEND THE "SMALL BUSINESS AND WORK OPPORTUNITY ACT OF 2007,"**  
**CONTAINED IN H.R. 2, AS PASSED BY THE SENATE [1]**

Fiscal Years 2007 - 2017

[Millions of Dollars]

Provision	Effective	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2007-12	2007-17
<b>I. Extension and Expansion of Certain Provisions</b>														
1. One-year extension to special increase in expensing under section 179 for GO Zone property (sunset 12/31/08).....	tyba 12/31/09	---	-14	-10	7	5	3	3	2	1	1	---	-9	-2
2. Extension of the 15-year straight-line cost recovery period for qualified leasehold and restaurant improvements (sunset 12/31/08).....	ppisa 12/31/07	---	-70	-205	-267	-261	-254	-232	-220	-231	-227	-222	-1,058	-2,190
3. 15-year recovery period for new restaurant buildings (sunset 12/31/08).....	ppisa DOE	---	-23	-60	-72	-72	-71	-71	-70	-68	-67	-60	-299	-635
4. 15-year straight-line recovery period for qualified retail improvement property (sunset 12/31/08).....	ppisa DOE	---	-18	-54	-70	-69	-67	-60	-57	-60	-59	-59	-278	-572
5. Expand WOTC to include outmigration counties (sunset 12/31/12).....	DOE	[2]	-4	-12	-17	-20	-23	-18	-9	-4	-2	-1	-76	-111
6. Shorten the useful lives for cost recovery purposes for outmigration counties.....	ppisa DOE & before 4/1/08	-109	-207	-108	-4	20	23	16	11	1	3	13	-385	-340
7. Permit interest deduction to qualifying small business trusts .....	tyba 12/31/06	---	-2	-3	-4	-5	-5	-6	-8	-9	-11	-12	-18	-64
8. Private debt collection by the disabled .....	tcaa DOE	---	---	---	---	---	---	---	---	---	---	---	---	---
		----- Negligible Revenue Effect -----												
<b>Extension and Expansion of Certain Provisions .....</b>		<b>-109</b>	<b>-338</b>	<b>-452</b>	<b>-427</b>	<b>-402</b>	<b>-394</b>	<b>-368</b>	<b>-351</b>	<b>-370</b>	<b>-362</b>	<b>-341</b>	<b>-2,123</b>	<b>-3,914</b>
<b>II. Provisions That Raise Revenue</b>														
1. Increase information return penalties.....	irrtbfo/a 1/1/08	---	---	---	35	85	83	82	81	81	79	78	202	603
2. Require e-filing by certain large businesses.....	tyeo/a 12/31/08	---	---	---	---	---	---	---	---	---	---	---	---	---
		----- No Revenue Effect -----												
3. Allow IRS access to information in the National Directory of New Hires .....	DOE	---	---	---	---	---	---	---	---	---	---	---	---	---
		----- No Revenue Effect -----												
4. Permit disclosure of prison tax scams.....	do/a 1/1/08	---	---	[3]	[3]	[3]	[3]	[3]	[3]	[3]	[3]	[3]	2	5
5. Make repeated willful failure to file a tax return a felony.....	rrtbf/a 1/1/08	---	[3]	[3]	[3]	[3]	[3]	[3]	[3]	[3]	[3]	[3]	2	5
6. Expand preparer penalties.....	rfo/a 1/1/08	---	3	5	6	8	9	9	10	10	11	11	31	82
7. Impose penalty on failure to comply with electronic filing requirements.....	rrtbf/a 1/1/08	---	---	---	---	---	---	---	---	---	---	---	---	---
		----- Negligible Revenue Effect -----												
8. Establish penalties for filing erroneous refund claims.....	rfo/a 1/1/08	---	---	---	5	10	11	12	13	14	16	17	26	98
9. Repeal suspension of certain interest under section 6404(g) (36-month rule).....	[4]	---	162	246	248	250	251	252	254	255	256	257	1,157	2,430
10. Termination of installment agreements.....	foo/a DOE	---	---	---	---	---	---	---	---	---	---	---	---	---
		----- No Revenue Effect -----												
11. Office of chief counsel review of offers-in-compromise.....	oicsopo/a DOE	---	---	---	---	---	---	---	---	---	---	---	---	---
		----- No Revenue Effect -----												
12. Authorization for financial management service retention of transaction fees from levied amounts.....	---	---	---	---	---	---	---	---	---	---	---	---	---	---
		----- Estimate to be Provided by the Congressional Budget Office -----												
13. Extension of IRS authority to fund undercover operations (sunset 12/31/09).....	1/1/08	---	[3]	---	---	---	---	---	---	---	---	---	[3]	[3]
14. Increase in age of minor children whose unearned income is taxed as if parent's income.....	tyba DOE	---	34	139	144	148	143	146	156	163	174	185	608	1,432

Provision	Effective	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2007-12	2007-17
15. Limitation on annual amounts which may be deferred under nonqualified deferred compensation arrangements..	generally tyba 12/31/06	----- No Revenue Effect -----												
16. Increase in penalty excise taxes on the political and excess lobbying activities of section 501(c)(3) organizations.....	tyba DOE	[5]	[5]	[5]	[5]	[5]	[5]	[5]	[5]	[5]	[5]	[5]	1	2
17. Increase in penalties for failure to file Form 990.....	rfo/a 1/1/08	---	[5]	[5]	[5]	[5]	[5]	[5]	[5]	[5]	[5]	[5]	2	5
<b>Total of Proposals That Raise Revenue .....</b>		<b>[5]</b>	<b>199</b>	<b>390</b>	<b>438</b>	<b>501</b>	<b>497</b>	<b>501</b>	<b>514</b>	<b>523</b>	<b>536</b>	<b>548</b>	<b>2,031</b>	<b>4,662</b>
<b>NET TOTAL .....</b>		<b>-109</b>	<b>-139</b>	<b>-62</b>	<b>11</b>	<b>99</b>	<b>103</b>	<b>133</b>	<b>163</b>	<b>153</b>	<b>174</b>	<b>207</b>	<b>-92</b>	<b>748</b>

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. The date of enactment is assumed to be July 1, 2007.

Legend for "Effective" column:

- |   |  |
|---|--|
| DOE = date of enactment   | rfo/a = returns filed on or after                                  |
| do/a = disclosures on or after                                    | rrtbfo/a = returns required to be electronically filed on or after |
| foo/a = failures occurring on or after                            | rrtbo/a = returns required to be filed on or after                 |
| irrtbfo/a = information returns required to be filed on or after  | tcaa = tax collection contracts awarded after                      |
| oicsopo/a = offers-in-compromise submitted or pending on or after | tyba = taxable years beginning after                               |
| ppisa = property placed in service after                          | tyeo/a = taxable years ending on or after                          |

- [1] Estimates are presented relative to H.R. 2, as passed by the Senate.
- [2] Loss of less than \$500,000.
- [3] Gain of less than \$1 million.
- [4] Effective for IRS notices issued after the date which is six months after the date of enactment.
- [5] Gain of less than \$500,000.