

ESTIMATED REVENUE EFFECTS OF THE CHAIRMAN'S ADDITIONAL MODIFICATIONS TO S. 1971,
 THE "NATIONAL EMPLOYEE SAVINGS AND TRUST EQUITY GUARANTEE ACT,"
 SCHEDULED FOR MARKUP BY THE COMMITTEE ON FINANCE ON JULY 11, 2002

Fiscal Years 2002 - 2012

[Millions of Dollars]

Provision	Effective	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2002-07	2002-12
Diversification of Defined Contribution Plan Assets	generally pyba 12/31/02	----- <i>Negligible Revenue Effect</i> -----												
Protection of Employees During Pension Plan Transaction Suspension Period														
1. Notice to participants or beneficiaries of transaction suspension periods	generally pyba 12/31/02	----- <i>Negligible Revenue Effect</i> -----												
2. Inapplicability of relief from fiduciary liability during suspension of ability of participant or beneficiary to direct investments	generally pyba 12/31/02	----- <i>No Revenue Effect</i> -----												
3. Clarification of participant access to remedies under ERISA	DOE	----- <i>No Revenue Effect</i> -----												
4. Increased maximum bond amount of plans holding employer securities	pyba 12/31/02	----- <i>No Revenue Effect</i> -----												
Total of Protection of Employees During Pension Plan Transaction Suspension Period		----- <i>Negligible Revenue Effect</i> -----												
Providing Information to Assist Participants														
1. Benefit statements and investment guidelines	generally pyba 12/31/03	----- <i>Negligible Revenue Effect</i> -----												
2. Information on optional forms of benefit	DOE	----- <i>Negligible Revenue Effect</i> -----												
3. Fiduciary duty to provide material information relating to investment in employer stock	pyba 12/31/02	----- <i>No Revenue Effect</i> -----												
4. Electronic disclosure of insider trading	pyba 12/31/02	----- <i>No Revenue Effect</i> -----												
5. Fiduciary rules for plan sponsors designating independent investment advisors	DOE	----- <i>No Revenue Effect</i> -----												
Total of Providing Information to Assist Participants		----- <i>Negligible Revenue Effect</i> -----												
Other Proposals Relating to Pension Plans														
1. Studies	DOE	----- <i>No Revenue Effect</i> -----												
2. Plan Amendments	DOE	----- <i>No Revenue Effect</i> -----												
Total of Other Proposals Relating to Pension Plans		----- <i>No Revenue Effect</i> -----												
Provisions Relating to Executive Compensation														
1. Repeal of limitation on issuance of Treasury guidance regarding nonqualified deferred compensation	tyba DOE	----- <i>Negligible Revenue Effect</i> -----												
2. Taxation of deferred compensation provided through offshore trusts	ada DOE	---	67	76	56	28	9	5	4	4	20	23	235	290

Provision	Effective	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2002-07	2002-12
3. Treatment of loans to executives	lmora DOE	---	10	25	32	30	22	19	19	22	30	32	118	241
4. Required wage withholding at top marginal rate for supplemental wage payments in excess of \$1 million	wprma 12/31/02	---	115	19	11	11	9	[1]	8	9	10	9	165	201
Total of Provisions Relating to Executive Compensation		---	192	120	99	69	40	24	31	35	60	64	518	732
Additional Provisions														
1. Voluntary early retirement incentive plans maintained by local educational agencies and other entities	ada DOE	---	-1	-4	-7	-10	-10	-10	-10	-10	-10	-10	-32	-82
2. Exclusion of incentive stock options and employee stock purchase plan stock options from wages	DOE	----- Negligible Revenue Effect -----												
3. Capital gain treatment on sale of stock acquired from exercise of statutory stock options to comply with conflict of interest requirements	sa 7/1/02	---	[1]	[1]	1	1	1	[1]	1	1	[1]	[1]	2	5
4. Interest rate range for additional funding requirements for the 2001 plan year [2]	[3]	109	258	-43	-110	-91	-62	-92	-98	-55	-16	-1	62	-199
5. Automatic rollovers of certain mandatory distributions	[4]	----- Negligible Revenue Effect -----												
6. Chief Executive Officer required to sign corporate income tax returns.....	rfa DOE	----- Negligible Revenue Effect -----												
7. Other Provisions Relation to Pensions:														
a. Employee Plans Compliance Resolution System [5] ...	DOE	----- Negligible Revenue Effect -----												
b. Extension to all governmental plans of moratorium on application of certain nondiscrimination rules applicable to State and local plans	pyba 12/31/02	----- Negligible Revenue Effect -----												
c. Notice and consent period regarding distributions	yba 12/31/02	----- Negligible Revenue Effect -----												
d. Technical corrections to Saver Act [6]	DOE	----- No Revenue Effect -----												
e. Missing participants [6]	[7]	---	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]
f. Reduced PBGC premiums for small and new plans [6]	pfea 12/31/02 & yba 12/31/02	---	---	-3	-5	-6	-7	-7	-7	-8	-8	-8	-21	-59
g. Authorization for PBGC to pay interest on premium overpayment refunds [6]	iafpbnet DOE	---	-3	-3	-3	-3	-3	-3	-3	-3	-3	-3	-15	-30
h. Rules for substantial owner benefits in terminated plans [6]	noitta 12/31/02	---	---	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]	[8]
i. Benefit suspension notice	pyba 12/31/02	----- No Revenue Effect -----												
Total of Additional Provisions		109	254	-53	-124	-109	-81	-112	-117	-75	-37	-22	-4	-365
NET TOTAL		109	446	67	-25	-40	-41	-88	-86	-40	23	42	514	367

Joint Committee on Taxation

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

Legend for "Effective" column:

ada = amounts deferred after
 DOE = date of enactment
 iafpbnet = interest accruing for periods beginning not earlier than
 lmora = loans made or refinanced after

noitta = notice of intent to terminate after
 pfea = plans first effective after
 pyba = plan years beginning after
 rfa = returns files after

sa = sales after
 tyba = taxable years beginning after
 wprma = wage payments made after
 yba = years beginning after

[Footnotes for JCX-77-02 appear on the following page]

Footnotes for JCX-77-02:

- [1] Gain of less than \$500,000.
- [2] Includes estimated effects on PBGC variable-rate premiums provided by Congressional Budget Office.
- [3] Effective as if included in section 405 of the "Job Creation and Work Assistance Act of 2002."
- [4] Effective as if included in "Economic Growth and Tax Relief Reconciliation Act of 2001."
- [5] Directs the Secretary of the Treasury to modify rules through regulations.
- [6] Estimate provided by the Congressional Budget Office.
- [7] Effective for distributions made from terminating plans that occur after the PBGC has adopted final regulations implementing provisions.
- [8] Loss of less than \$500,000.