

JOINT COMMITTEE ON TAXATION
December 18, 2007
JCX-118-07

**ESTIMATED REVENUE EFFECTS OF H.R. 3648,
THE "MORTGAGE FORGIVENESS DEBT RELIEF ACT OF 2007"
AS AMENDED AND PASSED BY THE SENATE ON DECEMBER 14, 2007**

Fiscal Years 2008 - 2017

[Millions of Dollars]

Provision	Effective	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2008-12	2008-17
1. Exclude discharges of principal residence acquisition indebtedness from gross income (sunset 12/31/09) [1].....	1/1/07	-173	-241	-192	---	---	---	---	---	---	---	-606	-606
2. Extension of deduction for private mortgage insurance as deductible qualified interest for three years (sunset 12/31/10).....	apoa 12/31/07	-15	-109	-142	-115	-9	32	46	53	46	23	-390	-191
3. Modify tests to qualify as cooperative housing corporation.....	tyea DOE	-1	-2	-2	-2	-2	-3	-3	-3	-3	-3	-9	-22
4. Exclusion from income for benefits provided to volunteer EMS and firefighters (sunset 12/31/10).....	tyba 2007	-21	-85	-90	-71	---	---	---	---	---	---	-267	-267
5. Modify the prohibition against full-time students from qualifying for LIHTC unit.....	cabo/a DOE	[2]	[2]	[2]	[2]	[2]	[2]	[2]	[2]	[2]	[2]	[2]	[2]
6. Allow a surviving spouse to exclude from gross income up to \$500,000 of the gain from the sale of a principal residence owned with a deceased spouse if the sale occurs within 2 years of the death of the spouse.....	soea 12/31/07	-1	-4	-4	-5	-7	-8	-8	-9	-10	-11	-20	-67
7. Increase the penalty for failure to file partnership returns to \$85.....	rfa DOE	20	42	44	45	47	48	50	52	54	56	198	458

Provision	Effective	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2008-12	2008-17
8. Impose a penalty for failure to file S corporation returns at \$85.....	rfa DOE	29	76	79	82	84	87	90	94	97	100	350	818
9. Increase by 1.5 percentage points the required corporate estimated tax payments factor for corporations with assets of at least \$1 billion for payments due in July, August, and September 2012 [3].....	---	---	---	---	---	912	-912	---	---	---	---	912	---
NET TOTAL		-162	-323	-307	-66	1,025	-756	175	187	184	165	168	123

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. The date of enactment is assumed to be December 20, 2007.

Legend for "Effective" column:

apaaa = amounts paid or accrued after
cabo/a = credits allocated before, on, or after

rfa = returns filed after
soea = sales or exchanges after

tyba = taxable years beginning after
tyea = taxable years ending after

[1] Acquisition indebtedness otherwise eligible for the exclusion is limited to \$2 million.

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

[3] Estimate assumes the President will sign H.R. 3688, the "United State - Peru Trade Promotion Agreement Act," as cleared the Congress and presented to the President.