

**ESTIMATED REVENUE EFFECTS OF
THE CHAIRMAN'S AMENDMENT IN THE NATURE OF A SUBSTITUTE TO
H.R. 7024, THE "TAX RELIEF FOR AMERICAN FAMILIES AND WORKERS ACT OF 2024,"
SCHEDULED FOR MARKUP BY THE COMMITTEE ON WAYS AND MEANS ON JANUARY 19, 2024**

Fiscal Years 2024 - 2033

[Millions of Dollars]

Provision	Effective	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2024-28	2024-33
I. TAX RELIEF FOR WORKING FAMILIES - Index credit starting in 2024 and refundable maximum starting in 2025, rounding down to the nearest \$100 increment and 1(f)(3) base year 2022; per-child credit phase in; allow use of prior-year earnings in 2024 and 2025; increase refundable maximum to \$1,800 in 2023, \$1,900 in 2024, and \$2,000 in 2025 before indexing (all provisions sunset 12/31/25) [1].....													
	tyba 12/31/22	-8,215	-10,723	-14,555	---	---	---	---	---	---	---	-33,493	-33,493
II. AMERICAN INNOVATION AND GROWTH													
1. Deduction for domestic research and experimental expenditures.....													
	tyba 12/31/21	-82,732	-19,843	15,143	30,312	23,882	15,833	7,400	1,540	---	---	-33,238	-8,465
2. Extension of allowance for depreciation, amortization, or depletion in determining the limitation on business interest.....													
	tyba 12/31/23 through tyba 12/31/25 [2]	-8,996	-4,618	-2,768	-492	-430	-342	-277	-251	-301	-340	-17,305	-18,815
3. Extension of 100-percent bonus depreciation.....													
	ppisa 12/31/22	-32,793	-35,465	-4,439	26,031	16,693	11,773	7,922	4,267	2,024	942	-29,973	-3,046
4. Increase in limitations on expensing of depreciable business assets [3].....													
	ppisi tyba 12/31/23	-236	-389	-323	-325	-275	-219	-190	-178	-177	-183	-1,548	-2,495
TOTAL OF AMERICAN INNOVATION AND GROWTH		-124,757	-60,315	7,613	55,526	39,870	27,045	14,855	5,378	1,546	419	-82,064	-32,821
III. INCREASING GLOBAL COMPETITIVENESS - United States-Taiwan Expedited Double-Tax Relief Act.....													
	---	----- <i>No Revenue Effect</i> -----											
IV. ASSISTANCE FOR DISASTER-IMPACTED COMMUNITIES													
1. Extension of rules for treatment of certain disaster-related personal casualty losses.....													
	DOE	-2,883	-876	-415	-201	-33	-1	-1	-1	-1	-1	-4,408	-4,414
2. Exclusion from gross income for compensation for losses or damages resulting from certain wildfires.....													
	[4]	-384	-85	-43	---	---	---	---	---	---	---	-512	-512
3. East Palestine disaster relief payments.....													
	arooo 2/3/23	-1	[5]	[5]	---	---	---	---	---	---	---	-1	-1
TOTAL OF ASSISTANCE FOR DISASTER-IMPACTED COMMUNITIES		-3,268	-961	-458	-201	-33	-1	-1	-1	-1	-1	-4,921	-4,927

Provision	Effective	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2024-28	2024-33
V. MORE AFFORDABLE HOUSING													
1. State housing credit ceiling increase for low-income housing credit.....	cyba 12/31/22	-20	-98	-215	-300	-332	-338	-339	-339	-339	-339	-965	-2,661
2. Tax-exempt bond financing requirement.....	bpisi tyba 12/31/23	-22	-118	-278	-404	-453	-464	-465	-464	-464	-464	-1,275	-3,597
TOTAL OF MORE AFFORDABLE HOUSING		-42	-216	-493	-704	-785	-802	-805	-804	-804	-804	-2,240	-6,258
VI. TAX ADMINISTRATION AND ELIMINATING FRAUD													
1. Increase in threshold for requiring information reporting with respect to certain payees.....	pma 12/31/23	-46	-128	-120	-139	-159	-163	-168	-173	-196	-220	-592	-1,513
2. Enforcement provisions with respect to COVID-related employee retention credits.....	[6]	18,812	34,580	21,028	3,306	888	---	---	---	---	---	78,613	78,613
TOTAL OF TAX ADMINISTRATION AND ELIMINATING FRAUD		18,766	34,452	20,908	3,167	729	-163	-168	-173	-196	-220	78,021	77,100
NET TOTAL		-117,516	-37,763	13,015	57,788	39,781	26,079	13,881	4,400	545	-606	-44,697	-399

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. The date of enactment is assumed to be January 31, 2024.

Legend for "Effective" column:

arooa = amounts received on or after
 bpisi = buildings placed in service in
 DOE = date of enactment

pma = payments made after
 ppisa = property placed in service after

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

- [1] Estimate contains the following outlay effects:
- | | <u>2024</u> | <u>2025</u> | <u>2026</u> | <u>2027</u> | <u>2028</u> | <u>2029</u> | <u>2030</u> | <u>2031</u> | <u>2032</u> | <u>2033</u> | <u>2024-28</u> | <u>2024-33</u> |
|---------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----------------|----------------|
| Tax Relief for Working Families | 8,215 | 9,296 | 13,128 | --- | --- | --- | --- | --- | --- | --- | 30,640 | 30,640 |
- [2] A retroactive election is allowed for taxable years beginning after December 31, 2021.
 [3] The limit is reduced (but not below zero) by the cost of qualifying property placed in service during the taxable year in excess of \$3.22 million.
 [4] Applies to qualified wildfire relief payments received during taxable years beginning after December 31, 2019, and before January 1, 2026.
 [5] Loss of less than \$500,000.
 [6] Effective for aid, assistance and advice after March 12, 2020, except effective for aid, assistance and advice after the date of enactment with respect to the due diligence requirement, and the limitation on credits and refunds allowed or made after January 31, 2024