ESTIMATED BUDGETARY EFFECTS OF THE REVENUE PROVISIONS OF THE BUDGET RECONCILIATION LEGISLATIVE RECOMMENDATIONS, AS PASSED BY THE HOUSE COMMITTEE ON WAYS AND MEANS ON FEBRUARY 11, 2021

Fiscal Years 2021 - 2031

[Millions of Dollars]

| Provision | Effective | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2021-26 | 2021-31 |
|---|--------------------------------|-----------|---------------|-------------|-------------|-------------|-------------|-----------|-----------|-------------|-------------|-------------|-------------|-------------|
| SUBTITLE F - PRESERVING HEALTH BENEFITS FOR | cpo/a 4/1/21 & | 10.222 | 2146 | 117 | _ | _ | | | _ | _ | _ | | 12.252 | 12.252 |
| WORKERS (SUNSET 9/30/21) [1][2] | tyea DOE | -10,223 | -3,146 | 116 | | | | | | | | | -13,253 | -13,253 |
| SUBTITLE G - PROMOTING ECONOMIC SECURITY | | | | | | | | | | | | | | |
| I. Additional Recovery Rebates to Individuals - \$1,400 for | | | | | | | | | | | | | | |
| Singles/\$2,800 for Married Filing Jointly (SSN Required | | | | | | | | | | | | | | |
| for Each Taxpayer), and \$1,400 Per Dependent (SSN | | | | | | | | | | | | | | |
| Required for Each Dependent); Phaseout Ranges by AGI: | | | | | | | | | | | | | | |
| \$75,000-\$100,000 for Single, \$112,500-\$150,000 for Head of Household, \$150,000-\$200,000 for Married Filing Join | tls: | | | | | | | | | | | | | |
| (Fully Phased Out at Larger Amounts); Payments to Certain | шу | | | | | | | | | | | | | |
| Non-Filers (Sunset 12/31/21). | DOE | -404,937 | -17,400 | | | | | | | | | | -422,337 | -422,337 |
| | | | | | | | | | | | | | | |
| II. Child Tax Credit - Improvements for 2021 (Sunset | | | | | | | | | | | | | | |
| 12/31/21); and Application of Child Tax Credit in | . 1 10/01/00 | 25.024 | 50.240 | =10 | 5 21 | 505 | 5 21 | 205 | 211 | 216 | 220 | 222 | 105.053 | 100 530 |
| Possessions [3] | tyba 12/31/20 | -25,826 | -79,248 | -710 | -721 | -725 | -721 | -307 | -311 | -316 | -320 | -323 | -107,952 | -109,528 |
| III. Earned Income Tax Credit | | | | | | | | | | | | | | |
| 1. Strengthening the earned income tax credit for individuals | | | | | | | | | | | | | | |
| with no qualifying children (sunset 12/31/21) [3] | tyba 12/31/20 | -521 | -11,361 | | | | | | | | | | -11,882 | -11,882 |
| 2. Taxpayer eligible for childless earned income credit | | | | | | | | | | | | | | |
| in case of qualifying children who fail to meet certain | . 1 12/21/20 | F.43 | 10 | 2 | 1 | 1 | 1 | 2 | 2 | 2 | 2 | 2 | 16 | 26 |
| identification requirements [3] | tyba 12/31/20 tyba 12/31/20 | [4] -1 | -12 -20 | -2 -21 | -1 -22 | -1 -23 | -1 -25 | -2 -25 | -2 -27 | -2 -28 | -2 -30 | -2 -31 | -16 -111 | -26 -252 |
| 3. Credit allowed in case of certain separated spouses [3]4. Modification of disqualified investment income test [3] | tyba 12/31/20 tyba 12/31/20 | -1 -24 | -330 | -21 -198 | -220 | -23 -225 | -23 -229 | -238 | -27 | -28 -231 | -30 -240 | -31 -251 | -1,206 | -2,399 |
| Application of earned income tax credit in possessions of | tyba 12/31/20 | -24 | -330 | -170 | -200 | -223 | -22) | -236 | -233 | -231 | -240 | -231 | -1,200 | -2,377 |
| the United States [3] | DOE | | -738 | -746 | -764 | -781 | -798 | -814 | -831 | -849 | -867 | -885 | -3,828 | -8,074 |
| 6. Temporary special rule for determining earned income for | | | | | | | | | ' | | | | - / | - , |
| purposes of earned income tax credit (sunset 12/31/20) [3] | DOE | | -3,185 | | | | | | | | | | -3,185 | -3,185 |
| Total of Earned Income Tax Credit | | -546 | -15,646 | -967 | -987 | -1,030 | -1,053 | -1,079 | -1,093 | -1,110 | -1,139 | -1,169 | -20,228 | -25,818 |

| Provision | Effective | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2021-26 | 2021-31 |
|---|---------------|---------|---------|--------|-------|-------------|-------------|--------------|-------------|------------|-------|-------|---------|---------|
| IV. Dependent Care Assistance | | | | | | | | | | | | | | |
| 1. Refundability and enhancement of child and dependent care tax credit (sunset 12/31/21) [3] | tyba 12/31/20 | -2,127 | -5,837 | | | | | | | | | | -7,964 | -7,964 |
| 2. Increase in exclusion for employer-provided dependent care assistance (sunset 12/31/21) [5] | tyba 12/31/20 | -78 | -39 | | | | | | | | | | -117 | -117 |
| Total of Dependent Care Assistance | • | 2,205 | -5,876 | | | | | | | | | | -8,081 | -8,081 |
| V. Extension and Modification of Credits for Paid Sick | | | | | | | | | | | | | | |
| and Family Leave (sunset 9/30/21) [3] | apa 3/31/21 | -4,054 | -1,154 | | | | | | | | | | -5,208 | -5,208 |
| VI. Extension and Modification of the Employee Retention Credit (sunset 12/31/21) [3] | cqba 6/30/21 | -2,791 | -5,993 | | | | | | | | | | -8,784 | -8,784 |
| ` | cqba 0/30/21 | -2,771 | -3,773 | | | | | | | | | | -0,704 | -0,704 |
| VII. The Premium Tax Credit 1. Improving affordability by expanding premium assistance | | | | | | | | | | | | | | |
| for consumers (sunset 12/31/22) [2][3][6] | tyba 12/31/20 | -4,137 | -22,234 | -7,964 | -536 | 23 | | | | | | | -34,847 | -34,847 |
| of tax credits for coverage under a qualified health plan with advance payments of such credit [7] | tyba 12/31/19 | -4.696 | -1,565 | | | | | | | | | | -6,261 | -6,261 |
| 3. Application of premium tax credit in case of individuals | tyou 12/31/19 | 4,070 | 1,505 | | | | | | | | | | 0,201 | 0,201 |
| receiving unemployment compensation during 2021 [2][3][8] | tyba 12/31/20 | -2,624 | -1,660 | -232 | | | | | | | | | -4,516 | -4,516 |
| Total of the Premium Tax Credit | ••••• | -11,457 | -25,459 | -8,196 | -536 | 23 | | | | | | | -45,624 | -45,624 |
| VIII. Miscellaneous Provisions | | | | | | | | | | | | | | |
| Repeal of worldwide interest allocation rules Tax treatment of targeted economic injury disaster loan | tyba 12/31/20 | 335 | 1,277 | 2,023 | 2,284 | 2,383 | 2,334 | 2,358 | 2,385 | 2,343 | 2,283 | 2,327 | 10,636 | 22,331 |
| advances 3. Tax treatment of restaurant revitalization grants | | | | | | | | | 0 | 0 | 00 | | | |
| Total of Miscellaneous Provisions | •••••• | 335 | 1,277 | 2,023 | 2,284 | 2,383 | 2,334 | 2,358 | 2,385 | 2,343 | 2,283 | 2,327 | 10,636 | 22,331 |
| SUBTITLE H - PENSIONS | | | | | | | | | | | | | | |
| A. Relief for Multiemployer Pension Plans [9] B. Relief for Single Employer Pension Plans | various | | | | Est | timate To B | Be Providea | l by the Co | ngressiona | l Budget O | ffice | | | |
| Extended amortization for single employer plans [3][10] Extension of pension funding stabilization percentages for | pyba 12/31/18 | 361 | 508 | 826 | 1,191 | 2,335 | 1,678 | 2,819 | 3,234 | 3,477 | 3,346 | 3,068 | 6,899 | 22,841 |
| single employer plans [3][10] | pyba 12/31/19 | | | | | Es | stimate Inc | luded In Ite | em B.1. Abo | ove | | | | |
| 3. Modification of special rules for minimum funding standards for community newspaper plans [3][9][11] | pyea 12/31/17 | 25 | 19 | 24 | 27 | 28 | 31 | 33 | 33 | 32 | 30 | 30 | 154 | 311 |

| Provision | Effective | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2021-26 | 2021-31 |
|---|---------------|----------|----------|--------|-------|-------|-----------|-------|--------------------|--------------------|---------------------|--------------------|----------|---------------------|
| C. Reconciliation Offsets - Cost of Living Adjustment Freeze [12] Total of Subtitle H - Pensions | cyba 12/31/30 | 386 | 527 | 850 | 1,218 | 2,363 | 1,709 | 2,852 | -3 3,264 | -9 3,500 | -17 3,359 | 58 3,156 | 7,053 | 29 23,181 |
| NET TOTAL | | -461,318 | -152,118 | -6,884 | 1,258 | 3,014 | 2,269 | 3,824 | 4,245 | 4,417 | 4,183 | 3,991 | -613,778 | -593,121 |

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. The date of enactment is assumed to be March 1, 2021.

| apa = amounts paid affer coverage period or or after copos = coverage period or or after copos = coverage period or or after copos = coverage period or after coverage peri | Legend for "Effective" column: | | | | | | | | | | | | | | | | |
|--|---|-------------------------|--------------|-------------|-------|--------|-----------------------------------|--------------------------------|--------------------------------------|------|------|------|---------|---------|--|--|--|
| Comparison Com | apa = amounts paid after | cyba = cale | ndar years | beginning a | after | | | pyea = plan years ending after | | | | | | | | | |
| Estimate includes the following budget effects: 201 2022 2023 2024 2025 2026 2027 2028 2029 2030 2031 2021-26 | cpo/a = coverage period on or after | DOE = date of enactment | | | | | | | tyba = taxable years beginning after | | | | | | | | |
| Total Revenue Effect. | cqba = calendar quarters beginning after | pyba = plar | n years begi | nning after | | | tyea = taxable years ending after | | | | | | | | | | |
| On-budget effects. 10,227 3,114 129 13,212 33,212 13,212 | | | 2022 | | 2024 | 2025 | 2026 | 2027 | <u>2028</u> | 2029 | 2030 | 2031 | | | | | |
| OFF-budget effects. A 32 13 N N N N N N N N N | | | , | | | | | | | | | | , | , | | | |
| Estimate provided by the Joint Committee on Taxation staff in collaboration with the Congressional Budget Office. 2021 2022 2023 2024 2025 2026 2027 2028 2029 2030 2031 2021-26 2021-31 | e e e e e e e e e e e e e e e e e e e | | | | | | | | | | | | | | | | |
| Stimates contain the following outlay effects: 2021 2022 2023 2024 2025 2026 2027 2026 2027 2028 2029 2030 2031 2021-26 2021-31 Preserving health benefits for workers | | | | | | | | | | | | | -41 | -41 | | | |
| Preserving health benefits for workers | | - | _ | | 2024 | 2025 | 2026 | 2027 | 2020 | 2020 | 2020 | 2021 | 2021 26 | 2021 21 | | | |
| Child tax credit - improvements for 2021 (sunset 12/31/21); and application of child tax credit in possessions | | | | | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | | | | | |
| child tax credit in possessions | | 605 | -374 | -74 | | | | | | | | | -1,053 | -1,053 | | | |
| Strengthening the earned income tax credit for individuals with no qualifying children (sunset 12/31/21) | | | | | | | | | | | | | | | | | |
| children (sunset 12/31/21) | | 18,169 | 66,185 | 710 | 721 | 725 | 721 | 307 | 311 | 316 | 320 | 323 | 87,232 | 88,808 | | | |
| Taxpayer eligible for childless earned income credit in case of qualifying children who fail to meet certain identification requirements. ———————————————————————————————————— | | | | | | | | | | | | | | | | | |
| who fail to meet certain identification requirements | | | 9,278 | | | | | | | | | | 9,278 | 9,278 | | | |
| Credit allowed in case of certain separated spouses | | | | | | | | | | | | | | | | | |
| Modification to disqualified investment income test | | | 11 | 2 | 1 | 1 | 1 | 2 | 2 | 2 | 2 | 2 | 16 | | | | |
| Application of earned income tax credit in possessions of United States | | | 18 | 18 | 19 | 20 | 21 | 21 | 22 | 23 | 24 | 24 | 96 | 210 | | | |
| Refundability and enhancement of child and dependent care tax credit (sunset 12/31/21) | Modification to disqualified investment income test | | 224 | 141 | 143 | 165 | 164 | 162 | 159 | 159 | 165 | 173 | 837 | 1,655 | | | |
| (sunset 12/31/21) | Application of earned income tax credit in possessions of United States | | 738 | 746 | 764 | 781 | 798 | 814 | 831 | 849 | 867 | 885 | 3,828 | 8,074 | | | |
| Extension and modification of credits for paid sick and family leave (sunset 9/30/21) | Refundability and enhancement of child and dependent care tax credit | | | | | | | | | | | | | | | | |
| leave (sunset 9/30/21) | (sunset 12/31/21) | | 3,752 | | | | | | | | | | 3,752 | 3,752 | | | |
| Extension and modification of the employee retention credit | Extension and modification of credits for paid sick and family | | | | | | | | | | | | | | | | |
| Extension and modification of the employee retention credit | leave (sunset 9/30/21) | 3,323 | 431 | | | | | | | | | | 3,754 | 3,754 | | | |
| Improving affordability by expanding premium assistance for consumers | | | 878 | | | | | | | | | | 1,968 | 1,968 | | | |
| Application of premium tax credit in case of individuals receiving unemployment compensation during 2020 | ÷ Ť | | 14,306 | 5,203 | 450 | | | | | | | | 22,684 | | | | |
| Temporary special rule for determining earned income for purposes of earned income tax credit | | , | , | ŕ | | | | | | | | | ĺ | , | | | |
| Temporary special rule for determining earned income for purposes of earned income tax credit | | 1,351 | 926 | 149 | | | | | | | | | 2,426 | 2,426 | | | |
| income tax credit | | -, | | | | | | | | | | | _, | -, * | | | |
| Modification of special rules for minimum funding standards for community | | | 2.866 | | | | | | | | | | 2.866 | 2.866 | | | |
| | | | 2,000 | | | | | | | | | | 2,000 | 2,000 | | | |
| | | 7 | -7 | -11 | -15 | -18 | -21 | -24 | -27 | -30 | -32 | -35 | -79 | -227 | | | |
| Extended amortization for single employer plans | | | -144 | -232 | | -1.124 | | = : | | | | | | | | | |

Footnotes continued for JCX-10-21:

| [4] Loss of less than \$500,000. | | | | | | | | | | | | | |
|---|--------------|-------------|--------|-------------|-------------|-------------|-------|-------|-------|-------------|-------|---------|---------|
| [5] Estimate includes the following budget effects: | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2021-26 | 2021-31 |
| Total Revenue Effect | -78 | -39 | | | | | | | | | | -117 | -117 |
| On-budget effects | -27 | -14 | | | | | | | | | | -41 | -41 |
| Off-budget effects | -51 | -25 | | | | | | | | | | -76 | -76 |
| [6] Estimate includes the following budget effects: | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2021-26 | 2021-31 |
| Total Revenue Effect | -4,137 | -22,345 | -7,964 | -536 | 23 | | | | | | | -34,959 | -34,959 |
| On-budget effects | -4,144 | -22,421 | | | | | | | | | | -26,565 | -26,565 |
| Off-budget effects | 7 | 76 | 52 | 10 | | | | | | | | 145 | 145 |
| [7] The statute applies in the case of any taxable year beginning in 2020, so the sunset only a | pplies to ta | ax year 202 | 0. | | | | | | | | | | |
| [8] Estimate includes the following budget effects: | 2021 | 2022 | 2023 | <u>2024</u> | <u>2025</u> | <u>2026</u> | 2027 | 2028 | 2029 | <u>2030</u> | 2031 | 2021-26 | 2021-31 |
| Total Revenue Effect | -2,624 | -1,660 | -232 | | | | | | | | | -4,516 | -4,516 |
| On-budget effects | -2,731 | -1,767 | -257 | | | | | | | | | -4,755 | -4,755 |
| Off-budget effects | 107 | 107 | 25 | | | | | | | | | 239 | 239 |
| [9] Estimate provided by the Congressional Budget Office. | | | | | | | | | | | | | |
| [10] Estimate includes the following budget and outlay effects: | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2021-26 | 2021-31 |
| Total Revenue Effect. | 361 | 508 | 826 | 1,191 | 2,335 | 1,678 | 2,819 | 3,234 | 3,477 | 3,346 | 3,068 | 6,899 | 22,842 |
| On-budget effects | 229 | 312 | 499 | 689 | 973 | 1,272 | 1,522 | 1,644 | 1,611 | 1,329 | 975 | 3,973 | 11,055 |
| Off-budget effects | 25 | 53 | 95 | 150 | 238 | 312 | 380 | 434 | 447 | 374 | 273 | 873 | 2,781 |
| [11] Estimate includes the following budget and outlay effects: | 2021 | <u>2022</u> | 2023 | <u>2024</u> | 2025 | 2026 | 2027 | 2028 | 2029 | <u>2030</u> | 2031 | 2021-26 | 2021-31 |
| Total Revenue Effect | 25 | 19 | 24 | 27 | 28 | 31 | 33 | 33 | 32 | 30 | 30 | 154 | 311 |
| On-budget effects | 16 | 10 | 11 | 9 | 8 | 8 | 6 | 4 | [14] | -3 | -5 | 61 | 63 |
| Off-budget effects | 2 | 2 | 3 | 3 | 3 | 3 | 3 | 2 | 1 | 1 | [14] | 14 | 21 |
| [12] Estimate includes the following budget effects: | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | 2021-26 | 2021-31 |
| Total Revenue Effect | | | | | | | | -3 | -9 | -17 | 58 | | 29 |
| On-budget effects | | | | | | | | -2 | -7 | -13 | 38 | | 16 |
| Off-budget effects | | | | | | | | -1 | -2 | -4 | 20 | | 13 |
| F103 0 4 00 | ~~ . | | | | | | | | | | 0 1: | | |

^[13] Outlay effects provided by the Congressional Budget Office. For estimates under Subtitle H, items 2.B.1., 2.B.2 and 2.B.3, spending is decreased (negative) as premiums rise due to higher plan underfunding; this has the same effect on the deficit as an increase in revenues.

^[14] Gain of less than \$500,000.