

**ESTIMATED REVENUE EFFECTS OF THE CHAIRMAN'S SECOND MODIFICATION TO
THE "PRESERVING AMERICA'S TRANSIT AND HIGHWAYS ACT OF 2014,"
SCHEDULED FOR MARKUP BY THE SENATE COMMITTEE ON FINANCE ON JULY 10, 2014**

Fiscal Years 2014 - 2024

[Millions of Dollars]

Provision	Effective	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2014-19	2014-24
I. Extension of Highway Trust Fund Expenditure														
Authority.....	DOE	----- <i>No Revenue Effect</i> -----												
II. Tax Compliance and Modernization Provisions														
1. Mortgage reporting.....	rasda 12/31/15	---	15	106	127	164	203	241	272	302	337	375	615	2,143
2. Clarification of 6-year statute of limitations in case of overstatement of basis.....	[1]	3	63	72	85	100	114	128	147	171	196	203	437	1,282
Total of Tax Compliance and Modernization Provisions.....		3	78	178	212	264	317	369	419	473	533	578	1,052	3,425
III. Additional Provisions														
1. Transfer \$1.0 billion from the Leaking Underground Storage Tank Trust Fund to the Highway Trust Fund.....	DOE	----- <i>No Revenue Effect</i> -----												
2. Liquefied natural gas equalization.....	fsoua 9/30/14	---	-3	-3	-3	-3	-3	-3	-3	-4	-4	-4	-16	-34
3. Continuation of normal retirement age with service component for certain defined benefit plans.....	[2]	----- <i>Negligible Revenue Effect</i> -----												
4. Sense of the Senate of the need to pass a long-term transportation funding bill.....	DOE	----- <i>No Revenue Effect</i> -----												
Total of Additional Provisions		---	-3	-3	-3	-3	-3	-3	-3	-4	-4	-4	-16	-34
IV. New Provisions														
1. Penalty for failure to meet the due diligence requirements for the child tax credit [3].....	tyba 12/31/14	---	[4]	5	5	5	5	5	5	5	5	5	19	43
2. Modify the method of determining the interest rates used for calculating pension plan liabilities [5][6].....	pyba 12/31/12	749	2,732	3,964	3,642	2,180	267	-1,153	-1,969	-2,635	-2,839	-2,250	13,536	2,691
3. Merchandise processing fee (sunset 1/7/24) [7].....	DOE	---	---	---	---	---	---	---	162	873	917	994	---	2,946
4. Extension of Customs user fees (sunset 1/7/24) [7].....	DOE	----- <i>Estimate Included in Item IV.3.</i> -----												
5. 100 percent continuous levy authority on payments to Medicare providers and suppliers.....	[8]	---	51	78	80	81	83	84	86	88	90	91	372	812
6. Liquefied petroleum gas equalization.....	fsoua 9/30/14	---	-2	-2	-2	-2	-2	-2	-2	-2	-2	-2	-11	-22

Provision	Effective	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2014-19	2014-24
7. Modify tax exemption requirements for mutual ditch or irrigation companies.....	tyba DOE	---	-2	-3	-3	-4	-4	-4	-4	-4	-4	-4	-17	-37
Total of New Provisions		749	2,779	4,042	3,722	2,260	349	-1,070	-1,722	-1,675	-1,833	-1,166	13,899	6,433
NET TOTAL		752	2,854	4,217	3,931	2,521	663	-704	-1,306	-1,206	-1,304	-592	14,935	9,824

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. The date of enactment is assumed to be August 1, 2014.

Legend for "Effective" column:

DOE = date of enactment
 fsoua = fuel sold or used after

pyba = plan years beginning after
 rasda = returns and statements due after

tyba = taxable years beginning after

[1] Effective for returns filed after the date of enactment, as well as to any other return for which the assessment period specified in section 6501 had not yet expired as of that date.

[2] Effective for all periods before, on, and after the date of enactment.

[3] Estimate includes the following outlay effects.....	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2014-19</u>	<u>2014-24</u>
	---	---	-4	-4	-4	-4	-4	-4	-4	-4	-5	-17	-40

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

[5] Interest rate must be adjusted if outside the following ranges of 25-year average rate: 90-110% for 2012-2015, 85-115% for 2016, 80-120% for 2017, 75-125% for 2018, and 70-130% for 2019 and after.

[6] Estimate includes the following budget effects:	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2014-19</u>	<u>2014-24</u>
Total Revenue Effect.....	749	2,717	3,894	3,507	2,015	107	-1,268	-2,064	-2,680	-2,829	-2,205	12,991	1,946
On-budget effects.....	725	2,591	3,726	3,364	1,945	117	-1,205	-1,970	-2,560	-2,710	-2,118	12,468	1,905
Off-budget effects.....	24	127	169	144	70	-10	-63	-94	-120	-119	-87	523	41
Direct spending effects [9].....	---	15	70	135	165	160	115	95	45	-10	-45	545	745

[7] Estimate provided by the Congressional Budget Office.

[8] Effective for payments made on or after the date that is six months after the date of enactment.

[9] Estimate provided by the Congressional Budget Office and reflects estimated effects on premiums paid to and benefits paid by the Pension Benefit Guaranty Corporation.