

ESTIMATED REVENUE EFFECTS OF THE CHAIRMAN'S MARK OF
 THE "SMALL BUSINESS AND WORK OPPORTUNITY ACT OF 2007,"
 SCHEDULED FOR MARKUP BY THE COMMITTEE ON FINANCE ON JANUARY 17, 2007

Fiscal Years 2007 - 2016

[Millions of Dollars]

Provision	Effective	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2007-11	2007-16
Small Business Proposals													
1. Extension of increased expensing for small business - increase section 179 expensing from \$25,000 to \$100,000 and increase the phaseout threshold amount from \$200,000 to \$400,000; include software in section 179 property; and extend indexing of both the deduction limit and the phaseout threshold (sunset 12/31/10).....	tyba 12/31/09	---	---	---	-2,964	-1,897	1,732	1,092	792	613	375	-4,861	-257
2. Extension of the 15-year straight-line cost recovery period for qualified leasehold and restaurant improvements (sunset 3/31/08).....	ppisa 12/31/07	---	-30	-88	-114	-112	-109	-100	-95	-100	-98	-345	-847
3. 15-year recovery period for new restaurant buildings (sunset 3/31/08).....	ppisa DOE	-22	-66	-94	-99	-99	-98	-97	-95	-93	-86	-379	-847
4. 15-year recovery period for retail improvements (sunset 3/31/08).....	ppisa DOE	-22	-76	-119	-127	-123	-114	-106	-108	-109	-108	-467	-1,012
5. Increase gross receipts threshold for cash accounting to \$10M regardless of inventories, index for inflation, and reset testing period.....	tyba DOE	-9	-278	-151	-52	-57	-63	-69	-76	-84	-92	-547	-931
6. Extension of Work Opportunity Tax Credit with expansions on post 9/11 disabled veterans, high-risk youth, and vocational rehabilitation referrals (sunset 12/31/12).....	wpoifbwa 12/31/07	---	-150	-411	-569	-657	-726	-591	-302	-143	-75	-1,788	-3,624
7. Subchapter S provisions													
a. Exclude capital gains from passive investment income..	tyba DOE	---	-15	-30	-32	-34	-35	-37	-40	-43	-46	-111	-312
b. Treatment of qualifying director shares.....	tyba 12/31/06	-4	-10	-14	-18	-20	-21	-22	-23	-23	-23	-66	-178
c. Recapture of bad debt reserves.....	tyba 12/31/06	11	27	-22	-40	-36	-23	-21	-22	-23	-24	-60	-173
d. Treatment of sale of interest in a qualified subchapter S subsidiary.....	tyba 12/31/06	-1	-3	-3	-4	-4	-4	-5	-5	-5	-6	-15	-40
e. Elimination of all earnings and profits attributable to pre-1983 years.....	tyba DOE	-3	-2	-2	-2	-2	-2	-2	-2	-2	-2	-11	-21
f. Expansion of qualifying beneficiaries of an electing small business trust.....	DOE	---	-1	-2	-3	-4	-4	-4	-5	-5	-5	-10	-33
8. Treatment of certified professional employer organizations as employers.....	[1]	---	---	-2	-3	-4	-4	-4	-5	-5	-6	-8	-32
NET TOTAL		-50	-604	-938	-4,027	-3,049	529	34	14	-22	-196	-8,668	-8,307

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. Date of enactment is assumed to be April 1, 2007.

Legend for "Effective" column:

DOE = date of enactment

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

wpoifbwa = wages paid or incurred for individuals
 beginning work after

[1] Effective with respect to wages paid for services performed on or after January 1 of the first calendar year beginning more than 12 months after the date of enactment.