

ESTIMATED BUDGET EFFECTS OF THE CONFERENCE AGREEMENT FOR H.R. 2  
 THE "JOBS AND GROWTH TAX RELIEF RECONCILIATION ACT OF 2003"

Fiscal Years 2003 - 2013

[Millions of Dollars]

Provision	Effective	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2003-08	2003-13
<b>Acceleration of Certain Previously Enacted Tax Reductions</b>														
1. Expand the child credit to \$1,000 for 2003 through 2004; revert to present-law phase in for 2005 [1] .....	tyba 12/31/02	-13,712	-5,820	-12,956	---	---	---	---	---	---	---	---	-32,488	-32,488
2. Accelerate the expansion of the 15% individual income tax rate bracket and the increase in the standard deduction for married taxpayers filing joint returns; revert to present-law phase in for 2005 .....	tyba 12/31/02	-4,936	-24,904	-5,234	---	---	---	---	---	---	---	---	-35,074	-35,074
3. Accelerate the expansion of the 10% bracket; revert to present-law phase in for 2005 .....	tyba 12/31/02	-1,549	-8,445	-1,912	---	---	---	---	---	---	---	---	-11,906	-11,906
4. Accelerate the 2006 rate schedule .....	tyba 12/31/02	-9,531	-38,809	-19,930	-5,915	---	---	---	---	---	---	---	-74,185	-74,185
5. Increase individual AMT exemption amount by \$4,500 single and \$9,000 joint for 2003 and 2004 .....	tyba 12/31/02	-1,176	-10,346	-6,260	---	---	---	---	---	---	---	---	-17,782	-17,782
<b>Total of Acceleration of Certain Previously Enacted Tax Reductions .....</b>		<b>-30,904</b>	<b>-88,324</b>	<b>-46,292</b>	<b>-5,915</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>-171,435</b>	<b>-171,435</b>
<b>Growth Incentives for Business</b>														
1. Increase bonus depreciation to 50% and extend through 12/31/04 .....	ppisa 5/5/03 [2]	-9,918	-33,298	-11,684	9,414	9,300	8,112	6,648	4,987	3,586	2,212	1,447	-28,074	-9,194
2. Increase section 179 expensing - increase the amount that can be expensed 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 index both the deduction limit and the phaseout threshold after 2003 (sunset after 2005) .....	tyba 12/31/02	-1,647	-2,681	-3,690	-1,027	2,724	1,842	1,290	937	647	410	243	-4,479	-952
<b>Total of Growth Incentives for Business .....</b>		<b>-11,565</b>	<b>-35,979</b>	<b>-15,374</b>	<b>8,387</b>	<b>12,024</b>	<b>9,954</b>	<b>7,938</b>	<b>5,924</b>	<b>4,233</b>	<b>2,622</b>	<b>1,690</b>	<b>-32,553</b>	<b>-10,146</b>
<b>Reductions in Taxes on Dividends and Capital Gains</b>														
1. Tax capital gains with a 15%/5% rate structure for 2003 through 2007, and 15%/0% in 2008 (sunset 12/31/08) .....	so/a 5/6/03	-62	-928	-1,335	-3,042	-4,454	-3,544	509	-9,532	---	---	---	-13,365	-22,386
2. Tax dividends with a 15%/5% rate structure for 2003 through 2007, and 15%/0% in 2008 (sunset 12/31/08) [3] .....	dri tyba 12/31/02	-4,250	-17,506	-19,215	-20,081	-21,263	-23,203	-19,689	-493	---	---	---	-105,518	-125,700
<b>Total of Reductions in Taxes on Dividends and Capital Gains .....</b>		<b>-4,312</b>	<b>-18,434</b>	<b>-20,550</b>	<b>-23,123</b>	<b>-25,717</b>	<b>-26,747</b>	<b>-19,180</b>	<b>-10,025</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>-118,883</b>	<b>-148,086</b>

