

ESTIMATED REVENUE EFFECTS OF H.R. 1319,  
THE "AMERICAN RESCUE PLAN ACT OF 2021,"  
SCHEDULED FOR CONSIDERATION BY THE HOUSE OF REPRESENTATIVES  
ON FEBRUARY 26, 2021

Fiscal Years 2021 - 2031

[Millions of Dollars]

| Provision   | Effective                              | 2021            | 2022           | 2023        | 2024        | 2025          | 2026          | 2027          | 2028          | 2029          | 2030          | 2031          | 2021-26         | 2021-30         | 2021-31         |
|---|--|-----------------|----------------|-------------|-------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-----------------|-----------------|-----------------|
| <b>SUBTITLE F - PRESERVING HEALTH BENEFITS FOR WORKERS (SUNSET 9/30/21) [1][2].....</b>   | <b>cpo/a 4/1/21 &amp; tyea DOE [3]</b> | <b>-10,223</b>  | <b>-3,146</b>  | <b>116</b>  | <b>[4]</b>  | <b>[4]</b>    | <b>[4]</b>    | <b>[4]</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>-13,253</b>  | <b>-13,253</b>  | <b>-13,253</b>  |
| <b>SUBTITLE G - PROMOTING ECONOMIC SECURITY</b>   |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
| <b>I. 2021 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 Jointly (Fully Phased Out at Larger Amounts); Payments to Certain Non-Filers (Sunset 12/31/21).....</b> |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>DOE</b>                             | <b>-404,937</b> | <b>-17,400</b> | <b>---</b>  | <b>---</b>  | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>-422,337</b> | <b>-422,337</b> | <b>-422,337</b> |
| <b>II. Child Tax Credit - Improvements for 2021 (Sunset 12/31/21); and Application of Child Tax Credit in Possessions [5] .....</b>   |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>tyba 12/31/20</b>                   | <b>-25,826</b>  | <b>-79,249</b> | <b>-710</b> | <b>-721</b> | <b>-725</b>   | <b>-721</b>   | <b>-307</b>   | <b>-311</b>   | <b>-316</b>   | <b>-320</b>   | <b>-323</b>   | <b>-107,953</b> | <b>-109,206</b> | <b>-109,529</b> |
| <b>III. Earned Income Tax Credit</b>  |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
| 1. Strengthening the earned income tax credit for individuals with no qualifying children (sunset 12/31/21) [5].....  |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>tyba 12/31/20</b>                   | <b>-521</b>     | <b>-11,361</b> | <b>---</b>  | <b>---</b>  | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>-11,882</b>  | <b>-11,882</b>  | <b>-11,882</b>  |
| 2. Taxpayer eligible for childless earned income credit in case of qualifying children who fail to meet certain identification requirements [5].....  |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>tyba 12/31/20</b>                   | <b>[6]</b>      | <b>-12</b>     | <b>-2</b>   | <b>-1</b>   | <b>-1</b>     | <b>-1</b>     | <b>-2</b>     | <b>-2</b>     | <b>-2</b>     | <b>-2</b>     | <b>-2</b>     | <b>-16</b>      | <b>-24</b>      | <b>-26</b>      |
| 3. Credit allowed in case of certain separated spouses [5].....   |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>tyba 12/31/20</b>                   | <b>-1</b>       | <b>-20</b>     | <b>-21</b>  | <b>-22</b>  | <b>-23</b>    | <b>-25</b>    | <b>-25</b>    | <b>-27</b>    | <b>-28</b>    | <b>-30</b>    | <b>-31</b>    | <b>-111</b>     | <b>-221</b>     | <b>-252</b>     |
| 4. Modification of disqualified investment income test [5].....   |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>tyba 12/31/20</b>                   | <b>-24</b>      | <b>-330</b>    | <b>-198</b> | <b>-200</b> | <b>-225</b>   | <b>-229</b>   | <b>-238</b>   | <b>-233</b>   | <b>-231</b>   | <b>-240</b>   | <b>-251</b>   | <b>-1,206</b>   | <b>-2,148</b>   | <b>-2,399</b>   |
| 5. Application of earned income tax credit in possessions of the United States [5].....   |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>DOE</b>                             | <b>---</b>      | <b>-738</b>    | <b>-746</b> | <b>-764</b> | <b>-781</b>   | <b>-798</b>   | <b>-814</b>   | <b>-831</b>   | <b>-849</b>   | <b>-867</b>   | <b>-885</b>   | <b>-3,828</b>   | <b>-7,189</b>   | <b>-8,074</b>   |
| 6. Temporary special rule for determining earned income for purposes of earned income tax credit (sunset 12/31/20) [5]..  |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>DOE</b>                             | <b>---</b>      | <b>-3,185</b>  | <b>---</b>  | <b>---</b>  | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>-3,185</b>   | <b>-3,185</b>   | <b>-3,185</b>   |
| <b>Total of Earned Income Tax Credit.....</b>   |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   |  | <b>-546</b>     | <b>-15,646</b> | <b>-967</b> | <b>-987</b> | <b>-1,030</b> | <b>-1,053</b> | <b>-1,079</b> | <b>-1,093</b> | <b>-1,110</b> | <b>-1,139</b> | <b>-1,169</b> | <b>-20,228</b>  | <b>-24,649</b>  | <b>-25,818</b>  |
| <b>IV. Dependent Care Assistance</b>  |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
| 1. Refundability and enhancement of child and dependent care tax credit (sunset 12/31/21) [5].....  |  |                 |                |             |             |               |               |               |               |               |               |               |                 |                 |                 |
|   | <b>tyba 12/31/20</b>                   | <b>-2,127</b>   | <b>-5,837</b>  | <b>---</b>  | <b>---</b>  | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>---</b>    | <b>-7,964</b>   | <b>-7,964</b>   | <b>-7,964</b>   |

| Provision   | Effective                               | 2021   | 2022            | 2023          | 2024         | 2025         | 2026         | 2027         | 2028         | 2029         | 2030         | 2031         | 2021-26         | 2021-30         | 2021-31         |
|---|---|--|-----------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-----------------|-----------------|-----------------|
| 2. Increase in exclusion for employer-provided dependent care assistance (sunset 12/31/21) [7].....   | tyba 12/31/20                           | -78  | -39             | ---           | ---          | ---          | ---          | ---          | ---          | ---          | ---          | ---          | -117            | -117            | -117            |
| <b>Total of Dependent Care Assistance.....</b>  |   | <b>-2,205</b>  | <b>-5,876</b>   | <b>---</b>    | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>-8,081</b>   | <b>-8,081</b>   | <b>-8,081</b>   |
| <b>V. Extension and Modification of Credits for Paid Sick and Family Leave (sunset 9/30/21) [5] .....</b>   | <b>apwrt cqba 3/31/21 &amp; DOE [8]</b> | <b>-4,409</b>  | <b>-1,742</b>   | <b>[4]</b>    | <b>[4]</b>   | <b>[4]</b>   | <b>[4]</b>   | <b>[4]</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>-6,151</b>   | <b>-6,151</b>   | <b>-6,151</b>   |
| <b>VI. Extension and Modification of the Employee Retention Credit (sunset 12/31/21) [5].....</b>   | <b>cqba 6/30/21</b>                     | <b>-2,791</b>  | <b>-5,993</b>   | <b>[4]</b>    | <b>[4]</b>   | <b>[4]</b>   | <b>[4]</b>   | <b>[4]</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>-8,784</b>   | <b>-8,784</b>   | <b>-8,784</b>   |
| <b>VII. The Premium Tax Credit</b>  |   |  |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| 1. Improving affordability by expanding premium assistance for consumers (sunset 12/31/22) [2][5][9].....   | tyba 12/31/20                           | -4,137   | -22,234         | -7,964        | -536         | 23           | ---          | ---          | ---          | ---          | ---          | ---          | -34,847         | -34,848         | -34,847         |
| 2. Temporary modification of limitations on reconciliation of tax credits for coverage under a qualified health plan with advance payments of such credit (sunset 12/31/20) [10]..... | tyba 12/31/19                           | -4,696   | -1,565          | ---           | ---          | ---          | ---          | ---          | ---          | ---          | ---          | ---          | -6,261          | -6,261          | -6,261          |
| 3. Application of premium tax credit in case of individuals receiving unemployment compensation during 2021 (sunset 12/31/21) [2][5][11].....   | tyba 12/31/20                           | -2,624   | -1,660          | -232          | ---          | ---          | ---          | ---          | ---          | ---          | ---          | ---          | -4,516          | -4,516          | -4,516          |
| <b>Total of the Premium Tax Credit .....</b>  |   | <b>-11,457</b>   | <b>-25,459</b>  | <b>-8,196</b> | <b>-536</b>  | <b>23</b>    | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>---</b>   | <b>-45,624</b>  | <b>-45,624</b>  | <b>-45,624</b>  |
| <b>VIII. Miscellaneous Provisions</b>   |   |  |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| 1. Repeal of worldwide interest allocation rules.....   | 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          | 20,005          | 22,331          |
| 2. Tax treatment of targeted economic injury disaster loan advances.....  | ---                                     | ----- Estimate to Be Provided By The Congressional Budget Office ----- |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| 3. Tax treatment of restaurant revitalization grants.....   | ---                                     | ----- Estimate to Be Provided By The Congressional Budget Office ----- |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| 4. Modification of exceptions for reporting of third party network transactions [5][12].....  | [13]                                    | ---  | 146             | 1,081         | 751          | 789          | 829          | 870          | 913          | 959          | 1,007        | 1,057        | 3,596           | 7,345           | 8,403           |
| <b>Total of Miscellaneous Provisions .....</b>  |   | <b>335</b>   | <b>1,423</b>    | <b>3,104</b>  | <b>3,035</b> | <b>3,172</b> | <b>3,163</b> | <b>3,228</b> | <b>3,298</b> | <b>3,302</b> | <b>3,290</b> | <b>3,384</b> | <b>14,232</b>   | <b>27,350</b>   | <b>30,734</b>   |
| <b>SUBTITLE H - PENSIONS</b>  |   |  |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| A. Relief for Multiemployer Pension Plans.....  | various                                 | ----- Estimate To Be Provided by the Congressional Budget Office ----- |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| B. Relief for Single Employer Pension Plans   |   |  |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| 1. Extended amortization for single employer plans [5][14].....   | 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           | 19,775          | 22,841          |
| 2. Extension of pension funding stabilization percentages for single employer plans [5][15].....  | pyba 12/31/19                           | ----- Estimate Included In Item B.1. Above -----                       |                 |               |              |              |              |              |              |              |              |              |                 |                 |                 |
| 3. Modification of special rules for minimum funding standards for community newspaper plans [5][16].....   | pyea 12/31/17                           | 25   | 19              | 24            | 27           | 28           | 31           | 33           | 33           | 32           | 30           | 30           | 154             | 282             | 311             |
| C. Cost of Living Adjustment Freeze [17] .....  | cyba 12/31/30                           | ---  | ---             | ---           | ---          | ---          | ---          | ---          | -3           | -9           | -16          | 81           | ---             | -28             | 53              |
| <b>Total of Subtitle H - Pensions .....</b>   |   | <b>386</b>   | <b>527</b>      | <b>850</b>    | <b>1,218</b> | <b>2,363</b> | <b>1,709</b> | <b>2,852</b> | <b>3,264</b> | <b>3,500</b> | <b>3,360</b> | <b>3,179</b> | <b>7,053</b>    | <b>20,029</b>   | <b>23,205</b>   |
| <b>NET TOTAL .....</b>  |   | <b>-461,673</b>  | <b>-152,561</b> | <b>-5,803</b> | <b>2,009</b> | <b>3,803</b> | <b>3,098</b> | <b>4,694</b> | <b>5,158</b> | <b>5,376</b> | <b>5,191</b> | <b>5,071</b> | <b>-611,126</b> | <b>-590,708</b> | <b>-585,638</b> |

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. The date of enactment is assumed to be March 15, 2021.

[Legend and Footnotes for JCX-12-21 appear on following page]

**Legend and Footnotes for JCX-12-21:**

Legend for "Effective" column:

apwrt = amounts paid with respect to  
 cpo/a = coverage period on or after  
 cqba = calendar quarters beginning after  
 cyba = calendar years beginning after

DOE = date of enactment  
 pia = penalties issued after  
 pyba = plan years beginning after

pyea = plan years ending after  
 tyba = taxable years beginning after  
 tyea = taxable years ending after

|   |             |             |             |             |             |             |             |             |             |             |             |                |                |                |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----------------|----------------|----------------|
| [1] Estimate includes the following budget effects:   | <u>2021</u> | <u>2022</u> | <u>2023</u> | <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>2021-26</u> | <u>2021-30</u> | <u>2021-31</u> |
| Total Revenue Effect.....   | -10,223     | -3,146      | 116         | [4]         | [4]         | [4]         | [4]         | ---         | ---         | ---         | ---         | -13,253        | -13,253        | -13,253        |
| On-budget effects.....  | -10,227     | -3,114      | 129         | [4]         | [4]         | [4]         | [4]         | ---         | ---         | ---         | ---         | -13,212        | -13,212        | -13,212        |
| Off-budget effects.....   | 4           | -32         | -13         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | -41            | -41            | -41            |
| [2] Estimate provided by the Joint Committee on Taxation staff in collaboration with the Congressional Budget Office.   |             |             |             |             |             |             |             |             |             |             |             |                |                |                |
| [3] The provision relating to the payroll tax credit applies to premiums to which premium assistance applies and to wages paid on or after April 1, 2021.   |             |             |             |             |             |             |             |             |             |             |             |                |                |                |
| [4] Gain of less than \$500,000.  |             |             |             |             |             |             |             |             |             |             |             |                |                |                |
| [5] Estimates contain the following outlay effects:   | <u>2021</u> | <u>2022</u> | <u>2023</u> | <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>2021-26</u> | <u>2021-30</u> | <u>2021-31</u> |
| Preserving health benefits for workers .....  | -605        | -374        | -74         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | -1,053         | -1,053         | -1,053         |
| Child tax credit - improvements for 2021 (sunset 12/31/21); and application of<br>child tax credit in possessions.....  | 19,169      | 65,186      | 710         | 721         | 725         | 721         | 307         | 311         | 316         | 320         | 323         | 87,233         | 88,486         | 88,809         |
| Strengthening the earned income tax credit for individuals with no qualifying<br>children (sunset 12/31/21).....  | ---         | 9,278       | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | 9,278          | 9,278          | 9,278          |
| Taxpayer eligible for childless earned income credit in case of qualifying children<br>who fail to meet certain identification requirements.....  | ---         | 11          | 2           | 1           | 1           | 1           | 2           | 2           | 2           | 2           | 2           | 16             | 24             | 26             |
| Credit allowed in case of certain separated spouses.....  | ---         | 18          | 18          | 19          | 20          | 21          | 21          | 22          | 23          | 24          | 24          | 96             | 185            | 210            |
| Modification to disqualified investment income test.....  | ---         | 224         | 141         | 143         | 165         | 164         | 162         | 159         | 159         | 165         | 173         | 837            | 1,482          | 1,655          |
| Application of earned income tax credit in possessions of United States.....  | ---         | 738         | 746         | 764         | 781         | 798         | 814         | 831         | 849         | 867         | 885         | 3,828          | 7,189          | 8,074          |
| Refundability and enhancement of child and dependent care tax credit<br>(sunset 12/31/21) .....   | ---         | 3,752       | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | 3,752          | 3,752          | 3,752          |
| Extension and modification of credits for paid sick and family<br>leave (sunset 9/30/21).....   | 3,538       | 611         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | 4,149          | 4,149          | 4,149          |
| Extension and modification of the employee retention credit .....   | 1,090       | 878         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | 1,968          | 1,968          | 1,968          |
| Improving affordability by expanding premium assistance for consumers.....  | 2,725       | 14,306      | 5,203       | 450         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | 22,684         | 22,684         | 22,684         |
| Application of premium tax credit in case of individuals receiving unemployment<br>compensation during 2020.....  | 1,351       | 926         | 149         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | 2,426          | 2,426          | 2,426          |
| Modification of exceptions for reporting of third party network transactions .....  | ---         | ---         | 40          | 42          | 44          | 46          | 49          | 51          | 54          | 56          | 59          | 173            | 383            | 442            |
| Temporary special rule for determining earned income for purposes of earned<br>income tax credit .....  | ---         | 2,866       | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | 2,866          | 2,866          | 2,866          |
| Extended amortization for single employer plans [18] .....  | -107        | -144        | -232        | -353        | -1,124      | -93         | -917        | -1,156      | -1,419      | -1,643      | -1,819      | -2,053         | -7,188         | -9,007         |
| Extension of pension funding stabilization percentages for single employer<br>plans [18].....   |             |             |             |             |             |             |             |             |             |             |             |                |                |                |
| Modification of special rules for minimum funding standards for community<br>newspaper plans [18].....  | -7          | -7          | -11         | -15         | -18         | -21         | -24         | -27         | -30         | -32         | -35         | -79            | -192           | -227           |
| [6] Loss of less than \$500,000.  |             |             |             |             |             |             |             |             |             |             |             |                |                |                |
| [7] Estimate includes the following budget effects:   | <u>2021</u> | <u>2022</u> | <u>2023</u> | <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>2021-26</u> | <u>2021-30</u> | <u>2021-31</u> |
| Total Revenue Effect.....   | -78         | -39         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | -117           | -117           | -117           |
| On-budget effects.....  | -27         | -14         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | -41            | -41            | -41            |
| Off-budget effects.....   | -51         | -25         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | ---         | -76            | -76            | -76            |
| [8] With respect to the credit for self-employed individuals, only days occurring during the period beginning on April 1, 2021 and ending on September 30, 2021, may be taken into account for purposes of determining the qualified sick leave equivalent amount and the qualified family leave equivalent amount. |             |             |             |             |             |             |             |             |             |             |             |                |                |                |

