

T13-0124
President Obama's Revenue Proposals, Detail
Budget Impacts (\$ billions), 2014-2023

Provision	Impact on Budget (\$ billions)		
	Receipts	Outlays	Deficit
Individual income tax increases, excluding chained CPI			
Reduce the value of certain tax expenditures for high-income taxpayers	529	-	-529
Implement a "Buffett Rule" for taxpayers with incomes above \$1 million	53	-	-53
Tax carried interest as ordinary income	16	-	-16
Limit total accrual of tax-favored retirement benefits	9	-	-9
Require non-spouse beneficiaries to take inherited IRA distributions within 5 years	5	-	-5
Other individual tax increases	1	-	-1
Index tax parameters using the chained CPI	100	-	-100
Individual income tax reductions			
Permanently extend AOTC, EITC, and CTC provisions in ATRA ¹	-60	101	161
Provide for automatic enrollment in IRAs	-16	2	18
Expand child and dependent care tax credit	-5	3	9
Simplify the rule for claiming the EITC for workers without qualifying children	-1	5	5
Exclusion of cancellation of mortgage debt	-3	-	3
Other individual income tax reductions	*	-	*
Estate and gift tax increases			
Restore 2009 parameters	72	-	-72
Other estate and gift tax increases	7	-	-7
Excise and other tax increases			
Increase and index the tobacco tax	78	-	-78
Create financial crisis responsibility fee and other finance & insurance taxes	63	-	-63
Expand unemployment insurance tax base	51	-	-51
Reinstate Superfund taxes	20	-	-20
Make unemployment insurance surtax permanent	15	-	-15
Establish a mandatory surcharge for air traffic services	7	-	-7
Other taxes	7	-	-7
Tax incentives for business and infrastructure			
Provide small businesses a 10-percent tax credit for new jobs and wage increases	-25	1	26
Create Promise Zones	-5	-	5
Other infrastructure and business provisions	-9	-	9
America Fast Forward Bonds			
Provide America Fast Forward Bonds	54	54	*
Allow eligible uses of AFFB to include all qualified private activity bond categories	12	12	*
Increase Federal subsidy rate for AFFB for school construction	14	24	10
Tax administration			
Increase tax enforcement program integrity cap	47	-	-47
Reduce tax gap, strengthen compliance, simplify system, and other reforms	28	-	-28
Other budget provisions			
Increase federal employee contributions to CSRS and FERS retirement programs	20	-	-20
Reduce tariffs	-1	-	1
Revenue-neutral business tax reform			
	-	-	-
Total	1,083	201	-881
<i>Memo</i>			
Change versus president's adjusted baseline ¹	1,142	100	-1,042

* Less than \$500 million

Source: Office of Management and Budget, Fiscal Year 2014 Budget of the U.S. Government, April 2013

(1) The president's budget baseline differs from current law in one way on the revenue side: it assumes permanent extension of the AOTC and the EITC and CTC expansions that were included in the American Taxpayer Relief Act.