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January 10, 2013

Via E-mail to news@wics.com

WICS
Attn: Station Manager
2680 East Cook Street
Springfield, IL 62703

Re: The Jobs and Progress Fund's Untruthful Ad Against Congresswoman Aaron Schock

Dear Station Manager:

Please be advised that I represent Congressman Aaron Schock, Congressman for the 18th Congressional District for the State of Illinois.

This letter is in regard to a negative, misleading advertisement the Jobs and Progress Fund ("JPF") is running against Congressman Schock ("the Advertisement") on your station. Without a doubt, the Advertisement contains false information deliberately intended to mislead Illinois residents and defame Congressman Schock's reputation. Because the Advertisement conveys messages that are plainly disproven by fact, we respectfully demand that your station immediately stop airing the Advertisement and that no further airings of this misleading content be allowed on your station.

At issue are the Advertisement's false claim that Congressman Schock "voted for the biggest tax increase in half a century." This claim is demonstrably false.

With regard to the claim that Congressman Schock voted for the "biggest tax increase in half a century," the JPF cites as support Congressman Schock's favorable vote on H.R. 8, Roll Call Vote #659, on January 1, 2013. However, contrary to JPF's assertion, the so-called Bush tax cuts had already expired on December 31, 2012. The passage of H.R. 8 on January 1st cut taxes significantly. Indeed, the universally respected and non-partisan Congressional Joint Committee of Taxation ("JCT") and the Congressional Budget Office ("CBO") each scored H.R. 8 as nearly a four trillion dollar revenue decrease over the next decade.

January 10, 2013
Page 2

We have attached here for your ready reference the JCT's and the CBO's score of H.R. 8. Please note on page 7 of the JCT's report the -\$3,915,717 (in millions) score for 2013-2022. Similarly, please note on page 2 of the CBO's report, the -\$3,971,177 (in millions) score for that same time period. Thus the claims that the JPF makes with regard to Congressman Schock's vote on H.R. 8 simply turns the truth on its head.

The false claim made here by the JPT against Congressman Schock does not constitute a "candidate use," but rather is simply a statement made by a party that has no guaranteed right of access to air their advertisements on your station. *Columbia Broadcasting Sys., Inc. v. Democratic Nat'l Comm.*, 412 U.S. 94 (1973); *Nat'l Conservative Political Action Comm.*, 89 FCC 2d 626 (1982). Your station is therefore not obligated to air this advertisement, nor would your station be protected from legal liability for airing a false and misleading advertisement sponsored by JPT. Moreover, broadcast licensees have a legal responsibility to review and to eliminate any false, misleading, or deceptive materials contained in advertising. We urge you to stand up for the truth and put a stop to false attacks such as these on your station.

Your station is hereby on notice that the Advertisement makes false statements intended to deliberately deceive Illinois voters and defame Congressman Schock's reputation. Based on the foregoing, we respectfully demand that your station immediately cease the airing of this false and misleading Advertisement and further request that you reject any attempts by the sponsor of this Advertisement to purchase time for the future airing of this Advertisement because of its material misstatements of fact and defamatory nature.

Thank you for your prompt attention to this matter. Please contact me at your earliest opportunity at 773-549-2647 to advise as to your station's actions with respect to the cessation of airing this Advertisement.

Very truly yours,

A handwritten signature in blue ink, appearing to read "John G. Fogarty, Jr.", with a long horizontal flourish extending to the right.

John G. Fogarty, Jr.

cc: Steve Shearer

**ESTIMATED REVENUE EFFECTS OF THE REVENUE PROVISIONS CONTAINED IN
AN AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R.8,
THE "AMERICAN TAXPAYER RELIEF ACT OF 2012,"
AS PASSED BY THE SENATE ON JANUARY 1, 2013**

Fiscal Years 2013 - 2022

[Millions of Dollars]

Provision	Effective	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-17	2013-22
I. General Extensions													
A. Tax Relief													
1. Permanent Extension of Certain Tax Cuts Enacted in 2001													
a. Individual income tax rate relief:													
1. Retain 10% income tax bracket [1].....	tyba 12/31/12	-30,723	-44,168	-44,841	-45,604	-45,986	-46,049	-46,360	-46,518	-46,412	-45,980	-211,322	-442,641
2. Retain the 25% and 28% income tax brackets.....	tyba 12/31/12	-12,731	-18,507	-19,549	-20,839	-21,972	-22,849	-23,447	-23,916	-24,198	-24,226	-93,598	-212,234
3. Retain the 33% income tax bracket, and retain 35% bracket only for taxable income under \$400,000 (\$450,000 joint) [2].....	tyba 12/31/12	-5,094	-7,595	-8,334	-9,332	-10,412	-11,466	-12,386	-13,352	-14,271	-15,235	-40,768	-107,477
4. Repeal the overall limitation on itemized deduction and the personal exemption phaseout for AGI under \$250,000 (\$300,000 joint) [3].....	tyba 12/31/12	-392	-802	-867	-955	-1,043	-1,131	-1,212	-1,292	-1,371	-1,449	-4,058	-10,514
b. Retain the child tax credit at \$1,000; refundable up to greater of 15% of earned income in excess of \$10,000 (indexed from 2001) or the taxpayer's social security tax liability to the extent that it exceeds the taxpayer's earned income credit; allow credit against the AMT; repeal AMT offset of refundable credits [1].....	tyba 12/31/12	-4,117	-35,825	-36,785	-37,749	-38,674	-39,310	-39,869	-40,262	-40,714	-41,189	-153,151	-354,493
c. Marriage penalty relief:													
1. Standard deduction and 15% rate bracket set at 2 times single for married filing jointly [1].....	tyba 12/31/12	-4,279	-6,168	-6,134	-6,067	-5,926	-5,689	-5,508	-5,353	-5,298	-5,182	-28,575	-55,604
2. EIC modification and simplification - increase in joint returns beginning and ending income level for phaseout by \$3,000 indexed after 2008; simplify definition of earned income; use AGI instead of modified AGI; simplify definition of qualifying child and tie-breaker rules; and allow math error procedure with Federal Case registry data beginning in 2004 [1].....	tyba 12/31/12	-31	-3,126	-3,100	-3,115	-3,086	-3,120	-3,193	-3,284	-3,407	-3,565	-12,458	-29,026

Provision	Effective	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-17	2013-22
d. Education Tax Relief:													
1. Coverdell Education Savings Accounts ("ESAs") - increase the annual contribution limit to \$2,000; allow ESA contributions for special needs beneficiaries above the age of 18; allow corporations and other entities to contribute to ESAs; allow contributions until April 15 of the following year; allow a taxpayer to exclude ESA distributions from gross income and claim the HOPE or Lifetime Learning credits as long as they are not used for the same expenses; repeal excise tax on contributions made to ESA when contribution made by anyone on behalf of same beneficiary to QTP; modify phaseout range for married taxpayers; allow tax-free expenditures for elementary and secondary school expenses; expand the definition of qualified expenses to include certain computers and related items.....	tyba 12/31/12	-9	-14	-16	-19	-23	-28	-33	-38	-43	-48	-81	-271
2. Employer provided educational assistance - extend the exclusion for undergraduate courses and graduate level courses [4].....	cba 12/31/12	-230	-1,153	-1,176	-1,200	-1,224	-1,248	-1,273	-1,299	-1,325	-1,351	-4,982	-11,477
3. Student loan interest deduction - eliminate the 60-month rule and the disallowance for voluntary payments; increase phaseout ranges to \$50,000-\$65,000 single/ \$100,000-\$130,000 joint, indexed for inflation.....	ipa 12/31/12	-89	-898	-1,005	-1,024	-1,067	-1,025	-1,118	-1,098	-1,174	-1,180	-4,083	-9,676
4. Eliminate the tax on awards under the National Health Service Corps Scholarship program and F. Edward Hebert Armed Forces Health Professions Scholarship and Financial Assistance Program.....	tyba 12/31/12	-127	-132	-136	-141	-147	-152	-158	-163	-169	-176	-683	-1,501
5. Increase arbitrage rebate exception for governmental bonds used to finance qualified school construction from \$10 million to \$15 million.....	bia 12/31/12	[5]	-1	-2	-4	-6	-8	-10	-12	-14	-16	-13	-72
6. Issuance of tax-exempt private activity bonds for qualified education facilities with annual State volume caps the greater of \$10 per resident or \$5 million.....	bia 12/31/12	[5]	-2	-5	-8	-12	-16	-21	-25	-29	-34	-27	-152
e. Dependent care tax credit - increase the credit rate to 35%, increase the eligible expenses to \$3,000 for one child and \$6,000 for two or more children (not indexed), and increase the start of the phase-out to \$15,000 of AGI [1].....	tyba 12/31/12	-62	-246	-233	-222	-208	-190	-175	-164	-154	-139	-970	-1,791

Provision	Effective	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-17	2013-22
f. Adoption credit - increase the expense limit and the exclusion to \$10,000 for both non-special needs and special needs adoptions, make the credit independent of expenses for special needs adoptions, extend the credit and the exclusion, increase the phase-out start point to \$150,000, index for inflation the expenses limit and the phase-out start point for both the credit and the exclusion, and allow the credit to apply to the AMT [1]..	tyba 12/31/12	-154	-520	-539	-555	-577	-606	-630	-643	-664	-693	-2,344	-5,580
g. Employer-provided child care credit of 25% for childcare expenditures and 10% for child care resource.....	tyba 12/31/12	-14	-17	-19	-21	-22	-22	-23	-23	-24	-24	-93	-209
h. Allow electing Alaska Native Settlement Trusts to tax income to the Trust not the beneficiaries.....	tyba 12/31/12	-2	-5	-5	-4	-5	-5	-5	-5	-5	-5	-21	-46
i. Permanently extend current estate and gift tax policy (\$5 million indexed and unified exemption amount with portability) but with a top tax rate of 40%.....	dda & gma 12/31/12	-334	-27,482	-31,915	-34,815	-37,964	-40,946	-44,033	-47,187	-50,406	-53,986	-132,510	-369,068
2. Permanent Extension of Certain Tax Cuts Enacted in 2003													
a. Tax capital gains with a 0%/15%/20% rate structure.....	tyba 12/31/12	-700	-4,904	-6,282	-6,480	-6,584	-6,532	-6,558	-6,748	-6,914	-7,160	-24,951	-58,863
b. Tax dividends with a 0%/15%/20% rate structure.....	tyba 12/31/12	-6,038	-18,150	-20,195	-21,705	-23,961	-25,876	-27,165	-28,211	-29,380	-30,375	-90,050	-231,057
3. Extension of Certain Tax Cuts Enacted in 2009													
a. Extension of American opportunity tax credit (sunset 12/31/17) [1].....	tyba 12/31/12	-2,625	-13,135	-13,238	-13,498	-13,717	-11,067	---	---	---	---	-56,213	-67,280
b. Reduce the earnings threshold for the refundable portion of the child tax credit to \$3,000 (sunset 12/31/17) [1].....	tyba 12/31/12	-7	-10,680	-10,451	-10,166	-9,696	-9,518	---	---	---	---	-41,000	-50,518
c. Extend the earned income tax credit ("EITC") for larger families (sunset 12/31/17) [1].....	tyba 12/31/12	-18	-1,773	-1,736	-1,688	-1,629	-1,624	---	---	---	---	-6,844	-8,467
d. EIC modification and simplification - increase in joint returns beginning and ending income level for phaseout by \$5,000 indexed after 2008 (sunset 12/31/17) [1].....	tyba 12/31/12	-16	-1,639	-1,612	-1,596	-1,564	-1,552	---	---	---	---	-6,427	-7,979
e. Refunds disregarded in the administration of Federal programs and federally assisted programs [1].....	ara 12/31/12	----- Estimate to be Provided by the Congressional Budget Office -----											
4. Permanent Alternative Minimum Tax Relief - increase the AMT exemption amount to \$50,600 (\$78,750 joint) in 2012 and index the AMT exemption amount, exemption phaseout threshold, and income bracket beginning in 2013.....	tyba 12/31/11	-138,750	-105,375	-119,550	-136,395	-155,947	-179,805	-204,990	-229,846	-257,451	-287,491	-656,016	-1,815,600
Total of General Extensions.....		-206,542	-302,317	-327,725	-353,202	-381,452	-409,834	-418,167	-449,439	-483,423	-519,504	-1,571,238	-3,851,596
II. Individual Tax Extenders													
1. Above-the-line deduction of up to \$250 for teacher classroom expenses (sunset 12/31/13).....	tyba 12/31/11	-242	-164	---	---	---	---	---	---	---	---	-406	-406

Provision	Effective	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-17	2013-22
2. Discharge of indebtedness on principal residence excluded from gross income of individuals (sunset 12/31/13).....	doioa 12/31/12	-199	-1,128	---	---	---	---	---	---	---	---	-1,327	-1,327
3. Parity for exclusion for employer-provided mass transit and parking benefits (sunset 12/31/13) [6].....	ma 12/31/11	-190	-30	---	---	---	---	---	---	---	---	-220	-220
4. Premiums for mortgage insurance deductible as interest that is qualified residence interest (sunset 12/31/13).....	apoa 12/31/11	-791	-506	---	---	---	---	---	---	---	---	-1,297	-1,297
5. Deduction for State and local general sales taxes (sunset 12/31/13).....	tyba 12/31/11	-2,859	-2,404	-275	---	---	---	---	---	---	---	-5,538	-5,538
6. Contributions of capital gain real property made for qualified conservation purposes (sunset 12/31/13).....	cmi tyba 12/31/11	-82	-50	-11	-2	-7	-20	-26	-21	-19	-17	-152	-254
7. Deduction for qualified tuition and related expenses (sunset 12/31/13).....	tyba 12/31/11	-944	-762	---	---	---	---	---	---	---	---	-1,706	-1,706
8. Tax-free distributions from IRAs to certain public charities for individuals age 70-1/2 or older, not to exceed \$100,000 per taxpayer per year; special transition rules for certain distributions made in December 2012 and January 2013 (sunset 12/31/13).....	dmi tyba 12/31/11	-594	-283	-41	-43	-46	-49	-51	-55	-58	-61	-1,006	-1,280
9. Modify and make permanent the authority for disclosure of prisoner return information to certain prison officials.....	DOE	[7]	1	1	1	1	1	1	1	1	1	5	12
Total of Individual Tax Provisions.....		-5,901	-5,326	-326	-44	-52	-68	-76	-75	-76	-77	-11,647	-12,016
III. Business Tax Extenders													
1. Extend and modify tax credit for research and experimentation expenses (sunset 12/31/13).....	apoa 12/31/11	-6,232	-1,989	-1,077	-947	-834	-736	-670	-638	-617	-584	-11,079	-14,324
2. Create a LIHC rate floor of 9 percent (sunset 12/31/13).....	amb 1/1/14	---	-1	-1	-1	-1	-1	-1	-1	-1	-1	-3	-8
3. LIHTC treatment of military housing allowances (sunset 12/31/13).....	da 12/31/11	-2	-3	-4	-4	-4	-4	-4	-4	-4	-4	-17	-37
4. Indian employment tax credit (sunset 12/31/13).....	tyba 12/31/11	-69	-38	-11	-1	---	---	---	---	---	---	-119	-119
5. New markets tax credit (\$3.5 billion allocation in 2012 and 2013) (sunset 12/31/13).....	cyba 12/31/11	-5	-27	-90	-171	-221	-252	-279	-288	-267	-194	-514	-1,794
6. 50% tax credit for certain expenditures for maintaining railroad tracks (sunset 12/31/13).....	apoa 12/31/11	-232	-99	[5]	---	---	---	---	---	---	---	-331	-331
7. Mine rescue team training credit (sunset 12/31/13).....	tyba 12/31/11	-1	-2	-1	[5]	[5]	[5]	---	---	---	---	-5	-5
8. Employer wage credit for activated military reservists (sunset 12/31/13).....	pma 12/31/11	-3	-3	-1	[5]	---	---	---	---	---	---	-7	-7
9. Work opportunity tax credit:													
a. Work opportunity tax credit (sunset 12/31/13).....	wpoifibwa 12/31/11	-894	-533	-199	-84	-45	-17	-2	---	---	---	-1,755	-1,773
b. Work opportunity tax credit for qualified veterans (sunset 12/31/13).....	wpoifibwa 12/31/12	-53	-40	-20	-6	-4	-2	[5]	---	---	---	-123	-125
10. Qualified zone academy bonds (\$400 million allocation in 2012 and in 2013) (sunset 12/31/13).....	oia 12/31/11	-3	-8	-16	-24	-29	-31	-31	-31	-31	-31	-80	-235
11. 15-year straight-line cost recovery for qualified leasehold, restaurant, and retail improvements (sunset 12/31/13).....	ppisa 12/31/11	-277	-371	-416	-411	-401	-388	-383	-378	-361	-331	-1,876	-3,717
12. 7-year recovery period for certain motorsports racing track facilities (sunset 12/31/13).....	ppisa 12/31/11	-46	-24	-14	-7	-4	-5	-3	5	10	10	-95	-78

Provision	Effective	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-17	2013-22
13. Accelerated depreciation for business property on Indian reservations (sunset 12/31/13).....	ppisa 12/31/11	-310	-273	-77	50	111	138	102	46	1	-11	-498	-222
14. Enhanced charitable deduction for contributions of food inventory (sunset 12/31/13).....	cma 12/31/11	-218	-96	---	---	---	---	---	---	---	---	-314	-314
15. Increase in section 179 expensing amounts and threshold limits \$500,000/\$2,000,000 (sunset 12/31/13) [8].....	tyba 12/31/11	-8,088	-4,042	3,129	2,022	1,526	1,191	777	500	350	283	-5,453	-2,352
16. Election to expense mine safety equipment (sunset 12/31/13).....	ppisa 12/31/11	-27	1	7	5	4	4	3	2	1	---	-9	---
17. Special expensing rules for certain film and television productions (sunset 12/31/13).....	qfatpca 12/31/11	-266	-164	45	38	32	24	16	11	9	7	-315	-248
18. Deduction allowable with respect to income attributable to domestic production activities in Puerto Rico (sunset 12/31/13).....	tyba 12/31/11	-236	-122	---	---	---	---	---	---	---	---	-358	-358
19. Modify tax treatment of certain payments under existing arrangements to controlling exempt organizations (sunset 12/31/13).....	proaa 12/31/11	-35	-5	---	---	---	---	---	---	---	---	-40	-40
20. Treatment of certain dividends of RICs (sunset 12/31/13).....	[9]	-124	-27	---	---	---	---	---	---	---	---	-151	-151
21. Extend the treatment of RICs as "qualified investment entities" under section 897 (FIRPTA) (sunset 12/31/13).....	1/1/12	-48	-12	---	---	---	---	---	---	---	---	-60	-60
22. Exception under subpart F for active financing income (sunset 12/31/13).....	tyba 12/31/11	-9,399	-1,826	---	---	---	---	---	---	---	---	-11,225	-11,225
23. Look-through treatment of payments between related CFCs under foreign personal holding company income rules (sunset 12/31/13).....	tyba 2011	-1,199	-304	---	---	---	---	---	---	---	---	-1,503	-1,503
24. Special rules applicable to qualified small business stock (sunset 12/31/13).....	saa 12/31/11	6	7	---	---	-15	-212	-694	-27	-10	-9	-3	-954
25. Basis adjustment to stock of S corporations making charitable contributions of property (sunset 12/31/13).....	cmi tyba 12/31/11	-93	-51	-10	-11	-10	-10	-10	-10	-10	-10	-175	-225
26. Reduction in recognition period for S corporation built-in gains tax (sunset 12/31/13).....	tyba 12/31/11	-180	-76	1	1	1	1	1	1	1	---	-254	-250
27. Empowerment zone tax incentives (sunset 12/31/13).....	tyba 12/31/11	-360	-44	-23	-11	-5	-1	-1	-2	-2	-2	-442	-450
28. New York Liberty Zone tax-exempt bond financing (sunset 12/31/13).....	bia 12/31/11	----- No Revenue Effect -----											
29. Temporary increase in limit on cover over of rum excise tax revenues (from \$10.50 to \$13.25 per proof gallon) to Puerto Rico and the Virgin Islands (sunset 12/31/13) [1] [10].....	abiUSa 12/31/11	-199	-23	---	---	---	---	---	---	---	---	-222	-222
30. Extension and modification of economic development credit for American Samoa (sunset 12/31/13).....	tyba 12/31/11	-38	-24	---	---	---	---	---	---	---	---	-62	-62
31. Extension and modification of bonus depreciation:													
a. 50% bonus depreciation (sunset 12/31/13).....	[11]	-34,439	-15,838	15,018	10,101	7,515	5,707	3,446	1,970	1,111	737	-17,644	-4,673
b. Election to accelerate AMT credit in lieu of bonus depreciation (sunset 12/31/13).....	[11]	-162	-139	-26	4	6	7	7	7	7	7	-317	-283
Total of Business Tax Extenders.....		-63,232	-26,196	16,214	10,543	7,622	5,413	2,274	1,163	187	-133	-55,049	-46,145

Provision	Effective	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-17	2013-22
IV. Energy Tax Extenders													
1. Extension and modification of section 25C nonbusiness energy property (sunset 12/31/13).....	ppisa 12/31/11	-1,456	-991	---	---	---	---	---	---	---	---	-2,446	-2,446
2. Alternative fuel vehicle refueling property (non- hydrogen refueling property) (sunset 12/31/13).....	tyba 12/31/11	-34	-9	-1	[5]	[7]	[7]	[7]	[7]	[7]	[7]	-44	-44
3. Expand section 30D credit for qualified plug-in electric drive motor vehicles to include electric motorcycles (sunset 12/31/13).....	vaa 12/31/11	-1	-3	-3	---	---	---	---	---	---	---	-7	-7
4. Credit for production of cellulosic biofuel with a maximum credit of \$1.01 per gallon and inclusion of fuel from algae (sunset 12/31/13).....	fsoua DOE [12]	-43	-16	---	---	---	---	---	---	---	---	-59	-59
5. Extension of credits for biodiesel and renewable diesel:													
a. Income tax credits for biodiesel fuel, biodiesel used to produce a qualified mixture, and small agri-biodiesel producers (sunset 12/31/13).....	fsoua 12/31/11	-1,881	-300	---	---	---	---	---	---	---	---	-2,181	-2,181
b. Income tax credits for renewable diesel fuel and renewable diesel used to produce a qualified mixture (sunset 12/31/13).....	fsoua 12/31/11	----- Estimate Included In Item 5.a. -----											
c. Excise tax credits and outlay payments for biodiesel fuel mixtures (sunset 12/31/13).....	fsoua 12/31/11	----- Estimate Included In Item 5.a. -----											
d. Excise tax credits and outlay payments for renewable diesel fuel mixtures (sunset 12/31/13).....	fsoua 12/31/11	----- Estimate Included In Item 5.a. -----											
6. Credit for production of Indian coal (sunset 12/31/13).....	cpa 12/31/12	-1	[5]	[5]	[5]	[5]	[5]	[5]	---	---	---	-1	-1
7. Extension and modification of credits for renewable energy:													
a. Modify expiration date for renewable electricity production credit to construction beginning before December 31, 2013.....	ppisa 12/31/12	-116	-445	-882	-1,230	-1,386	-1,499	-1,568	-1,642	-1,686	-1,729	-4,060	-12,184
b. Exclude segregated paper which is commonly recycled from the definition of municipal solid waste for purposes of the section 45 credit for renewable electricity production.....	DOE	6	7	8	8	8	9	9	10	10	---	37	75
c. Election to claim the energy credit in lieu of the electricity production credit (sunset 12/31/13).....	ppisa 12/31/12	---	-100	-130	-54	-10	7	28	40	42	43	-294	-135
8. Credit for construction of energy-efficient new homes (sunset 12/31/13).....	haa 12/31/11	-74	-27	-14	-12	-11	-9	-6	-1	---	---	-138	-154
9. Credit for energy-efficient appliances (sunset 12/31/13).....	apa 12/31/11	-155	-82	-65	-65	-65	-65	-65	-54	-28	-6	-432	-650
10. Special depreciation allowance for cellulosic biofuel plant property and inclusion of algae-based fuel plant property (sunset 12/31/13).....	ppisa 12/31/12 [13]	-1	-2	[7]	[7]	[7]	[7]	[7]	[7]	[7]	[7]	-2	[5]
11. Special rule for sales or dispositions to implement Federal Energy Regulatory Commission ("FERC") or State electric restructuring policy (sunset 12/31/13).....	tyba 12/31/11	-596	-48	110	110	110	110	110	95	---	---	-315	---

Provision	Effective	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-17	2013-22
12. Excise tax credits and outlay payments for alternative fuel, and excise tax credits for alternative fuel mixtures (sunset 12/31/13) (other than liquefied hydrogen).....	fsoua 12/31/11	-305	-56	---	---	---	---	---	---	---	---	-360	-360
Total of Energy Tax Extenders.....		-4,657	-2,072	-977	-1,243	-1,354	-1,447	-1,492	-1,552	-1,662	-1,692	-10,302	-18,146
X. Budget Provision													
1. Amounts in applicable retirement plans may be transferred to designated Roth accounts without distribution.....	[14]	293	784	914	1,058	1,229	1,405	1,526	1,593	1,661	1,723	4,278	12,186
Total of Budget Provision.....		293	784	914	1,058	1,229	1,405	1,526	1,593	1,661	1,723	4,278	12,186
NET TOTAL		-280,039	-335,127	-311,900	-342,888	-374,007	-404,531	-415,935	-448,310	-483,313	-519,683	-1,643,958	-3,915,717

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding. The date of enactment is assumed to be January 2, 2013. Revenue provisions as submitted in statutory draft MAT12564.

Legend for "Effective" column:

- | | | |
|--|---|---|
| abiUSa = articles brought into the United States after | cyba = calendar years beginning after | ppisa = property placed in service after |
| amb = allocations made before | da = distributions after | proaa = payments received or accrued after |
| apa = appliances purchased after | dmi = distributions made in | qfatpca = qualified film and television productions commencing after |
| apoa = amounts paid or incurred after | DOE = date of enactment | saa = stock acquired after |
| apoa = amounts paid or accrued after | doioa = discharge of indebtedness occurring after | tyba = taxable years beginning after |
| ara = amounts received after | fsoua = fuel sold or used after | vaa = vehicles acquired after |
| bia = bonds issued after | haa = homes acquired after | wpoifibwa = wages paid or incurred for individuals beginning work after |
| cba = courses beginning after | ipa = interest paid after | |
| cma = contributions made after | ma = months after | |
| cmi = contributions made in | oia = obligations issued after | |
| cpa = coal produced after | pma = payments made after | |

[1] Estimate includes the following outlay effects:

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2012-17	2012-22
Retain 10% bracket.....	---	1,682	2,927	3,674	4,568	4,644	4,865	4,869	4,849	4,806	12,851	36,884
Retain the child tax credit at \$1,000; refundable; AMT rules.....	---	15,048	15,056	15,042	14,832	14,859	14,887	14,813	14,879	14,941	59,978	134,357
Marriage penalty - standard deduction and 15% rate.....	---	159	228	255	306	309	318	322	308	317	948	2,522
EIC modification and simplification (\$3,000).....	---	2,541	2,509	2,493	2,437	2,444	2,486	2,507	2,565	2,593	9,979	22,574
Dependent care tax credit.....	---	43	171	165	160	150	139	131	123	117	539	1,199
Adoption credit.....	---	88	87	85	85	88	82	81	80	83	345	759
American opportunity tax credit.....	---	3,191	2,929	2,848	2,677	2,512	---	---	---	---	11,645	14,157
Reduce the earnings threshold for the refundable portion of the child tax credit to \$3,000.....	---	10,645	10,410	10,123	9,651	9,480	---	---	---	---	40,829	50,309
Extend EIC for larger families.....	---	1,611	1,559	1,495	1,422	1,395	---	---	---	---	6,088	7,483
EIC modification and simplification (\$5,000).....	---	1,305	1,276	1,261	1,224	1,225	---	---	---	---	5,066	6,290
Refunds disregarded in the administration of Federal programs and federally assisted programs.....	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Temporary increase in limit on cover over of rum excise tax revenues [10].....	199	23	---	---	---	---	---	---	---	---	222	222

----- Estimate to be Provided by the Congressional Budget Office -----

[Footnotes for JCX-1-13 are continued on the following page]

Footnotes for JCX-1-13 continued:

[2] For head of household filers, the 35% bracket is extended to taxable income under \$425,000.

[3] For head of household filers, the repeal of the overall limitation on itemized deduction and the personal exemption phase out applies for AGI under \$275,000.

[4] Estimates includes the following budget effects:	<u>2013</u>	<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>2012-17</u>	<u>2012-22</u>
Total Revenue Effects.....	-230	-1,153	-1,176	-1,200	-1,224	-1,248	-1,273	-1,299	-1,325	-1,351	-4,982	-11,477
On-budget effects.....	-153	-769	-784	-800	-816	-832	-849	-866	-883	-901	-3,321	-7,652
Off-budget effects.....	-77	-384	-392	-400	-408	-416	-424	-433	-442	-450	-1,661	-3,826

[5] Loss of less than \$500,000.

[6] Estimate includes the following effects:	<u>2013</u>	<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>2013-17</u>	<u>2013-22</u>
General Fund	-127	-20	---	---	---	---	---	---	---	---	-148	-148
OASDI	-63	-10	---	---	---	---	---	---	---	---	-72	-72

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

[8] Estimate includes expensing for qualified real property.

[9] Effective for dividends with respect to taxable years of regulated investment companies beginning after December 31, 2011.

[10] Estimate provided by the Congressional Budget Office.

[11] Effective for property placed in service after December 31, 2012, in taxable years ending after such date.

[12] The technical correction is effective as if included in section 15321(b) of the Heartland, Habitat, Harvest and Horticulture Act of 2008.

[13] Inclusion of algae-based property effective for property placed in service after date of enactment.

[14] Effective for transfers after December 31, 2012, in taxable years ending after such date.

Estimate of the Budgetary Effects of H.R. 8, the American Taxpayer Relief Act of 2012, as passed by the Senate on January 1, 2013

(Millions of dollars, by fiscal year)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013- 2017	2013- 2022
CHANGES IN REVENUES^a												
Title I - General Extensions	-206,542	-266,004	-290,573	-315,761	-344,090	-372,728	-395,390	-426,716	-460,619	-496,647	-1,422,970	-3,575,062
Title II - Individual Tax Extenders	-5,901	-5,326	-326	-44	-52	-68	-76	-75	-76	-77	-11,647	-12,016
Title III - Business Tax Extenders	-63,033	-26,173	16,214	10,543	7,622	5,413	2,274	1,163	187	-133	-54,827	-45,923
Title IV - Energy Tax Extenders	-4,657	-2,072	-977	-1,243	-1,354	-1,447	-1,492	-1,552	-1,662	-1,692	-10,302	-18,146
Title V - Unemployment Compensation	0	13	41	42	32	15	12	2	0	0	128	158
Title IX - Budget Provisions	293	784	914	1,058	1,229	1,405	1,526	1,593	1,661	1,723	4,278	12,186
Total Changes in Revenues	-279,840	-298,778	-274,707	-305,405	-336,613	-367,410	-393,146	-425,585	-460,509	-496,826	-1,495,340	-3,638,803
<i>On-budget revenues</i>	-279,700	-298,384	-274,315	-305,005	-336,205	-366,994	-392,722	-425,152	-460,067	-496,376	-1,493,607	-3,634,905
<i>Off-budget revenues</i>	-140	-394	-392	-400	-408	-416	-424	-433	-442	-450	-1,733	-3,898
CHANGES IN DIRECT SPENDING												
Title I - General Extensions^b												
Estimated Budget Authority	2	36,315	37,154	37,443	37,364	37,106	22,777	22,723	22,804	22,857	148,278	276,544
Estimated Outlays	2	36,315	37,154	37,443	37,364	37,106	22,777	22,723	22,804	22,857	148,278	276,544
Title III - Business Tax Extenders^c												
Estimated Budget Authority	199	23	0	0	0	0	0	0	0	0	222	222
Estimated Outlays	199	23	0	0	0	0	0	0	0	0	222	222
Title V - Unemployment Compensation												
Estimated Budget Authority	22,385	7,735	0	0	0	0	0	0	0	0	30,120	30,120
Estimated Outlays	22,385	7,735	0	0	0	0	0	0	0	0	30,120	30,120
Title VI - Medicare and Other Health Extensions												
Medicare Physician Payment Update												
Estimated Budget Authority	10,640	6,720	1,280	1,300	1,170	990	840	740	740	750	21,110	25,170
Estimated Outlays	10,640	6,720	1,280	1,300	1,170	990	840	740	740	750	21,110	25,170
Other Provisions^d												
Estimated Budget Authority	202	-1,804	-4,428	-4,380	-4,436	-870	-1,020	-1,581	-1,459	-5,934	-14,846	-25,710
Estimated Outlays	2,330	-1,770	-4,380	-4,470	-4,460	-870	-1,020	-1,430	-1,500	-5,910	-12,750	-23,480
Subtotal, Title VI												
Estimated Budget Authority	10,842	4,916	-3,148	-3,080	-3,266	120	-180	-841	-719	-5,184	6,264	-540
Estimated Outlays	12,970	4,950	-3,100	-3,170	-3,290	120	-180	-690	-760	-5,160	8,360	1,690

(continued)

Estimate of the Budgetary Effects of H.R. 8, the American Taxpayer Relief Act of 2012, as passed by the Senate on January 1, 2013

(Millions of dollars, by fiscal year)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013- 2017	2013- 2022
Title VII - Extension of Agricultural Programs^a												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
Title VIII - Miscellaneous Provisions^f												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
Title IX - Budget Provisions												
Estimated Budget Authority	24,000	0	0	0	0	0	0	0	0	0	24,000	24,000
Estimated Outlays	14,248	6,080	2,247	771	452	0	0	0	0	0	23,798	23,798
Total Changes in Direct Spending												
Estimated Budget Authority	57,428	48,989	34,006	34,363	34,098	37,226	22,597	21,882	22,085	17,673	208,884	330,346
Estimated Outlays	49,804	55,103	36,301	35,044	34,526	37,226	22,597	22,033	22,044	17,697	210,778	332,374
NET INCREASE OR DECREASE (-) IN DEFICITS FROM CHANGES IN REVENUES AND DIRECT SPENDING												
Net Changes in Deficits	329,644	353,881	311,008	340,449	371,139	404,636	415,743	447,618	482,553	514,523	1,706,118	3,971,177
<i>On-budget deficit change</i>	329,504	353,487	310,616	340,049	370,731	404,220	415,319	447,185	482,111	514,073	1,704,385	3,967,279
<i>Off-budget deficit change</i>	140	394	392	400	408	416	424	433	442	450	1,733	3,898
<hr style="border-top: 1px dashed black;"/>												
Memorandum:												
Adjustment to caps on discretionary appropriations for 2013 and 2014 (subject to appropriation)^g												
<i>Estimated Authorization Level</i>	-2,000	-8,000	0	0	0	0	0	0	0	0	-10,000	-10,000
<i>Estimated Outlays</i>	-892	-5,212	-2,428	-894	-316	-172	0	0	0	0	-9,742	-9,914

(continued)

Estimate of the Budgetary Effects of H.R. 8, the American Taxpayer Relief Act of 2012, as passed by the Senate on January 1, 2013

Sources: Congressional Budget Office and the staff of the Joint Committee on Taxation (JCT).
For additional details on the estimates of revenues prepared by JCT, see JCX-1-13, published at www.jct.gov.

Notes: Components may not sum to totals because of rounding.

Estimates are relative to CBO's March 2012 baseline.

- a. For revenues, positive numbers indicate a decrease in the deficit; negative numbers indicate an increase in the deficit.
 - b. In addition to affecting revenues, some of the provisions in title I would affect direct spending primarily through payments for refundable tax credits (which are recorded in the budget as outlays).
 - c. Increases in direct spending result from payments to Puerto Rico and the Virgin Islands for excise taxes assessed on distilled spirits.
 - d. For most provisions in title VI, changes in budget authority and outlays are equal. The provision with the largest difference between budget authority and outlays is section 644, which would rescind about \$2.3 billion of budget authority for the Consumer Operated and Oriented Plan program. CBO estimates that provision would reduce outlays by \$0.2 billion, because CBO expects that most of that budget authority will lapse under current law.
 - e. Title VII would extend the authority to continue the direct spending programs in the Food, Conservation, and Energy Act of 2008 that provide price and income support to agricultural producers. Authority to continue those programs has expired, but this legislation would reestablish that authority until September 30, 2013. Extending new authority for those programs would cost nearly \$5 billion in 2013; however, following procedures specified in the Balanced Budget and Emergency Deficit Control Act for preparing baseline spending estimates for expiring programs, CBO estimates that enacting title VII would result in no additional costs relative to the CBO baseline, which incorporates the assumption that those programs continue. In addition, the legislation would increase certain payments to dairy producers by \$110 million in 2013 and reduce spending on nutrition education by the same amount in that year. (This cost estimate excludes spending on agriculture programs that would be subject to future appropriation.)
 - f. Section 802, which would prohibit a cost of living adjustment to the pay of Members of Congress during 2013, would save about \$1 million in that year. CBO's estimate of H.J. Res. 117, the Continuing Appropriations Resolution, 2013 (P.L. 112-175), already included those savings.
 - g. Title IX would reduce the cap on discretionary funding for nonsecurity programs for 2013 from \$361 billion to \$359 billion. However, appropriations provided thus far in 2013 for that category, under H.J. Res. 117, the Continuing Appropriations Resolution, 2013 (P.L. 112-175), total \$356.163 billion on an annualized basis; therefore, reducing the nonsecurity cap to \$359 billion would not have any impact on the budget relative to that current level of funding.
-