

ESTIMATED REVENUE EFFECTS OF THE CHAIRMAN'S MARK REGARDING
THE EXTENSION OF HIGHWAY TRUST FUND PROVISIONS AND
THE "VOLUMETRIC ETHANOL EXCISE TAX CREDIT ACT OF 2003,"
SCHEDULED FOR MARKUP BY THE COMMITTEE ON FINANCE ON SEPTEMBER 17, 2003

Fiscal Years 2004 - 2013

[Millions of Dollars]

Provision	Effective	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2004-08	2004-13
5-Month Extension of Highway Trust Fund and Aquatic Resources Trust Fund Expenditure Authority [1]	DOE	----- <i>No Revenue Effect</i> -----											
The "Volumetric Ethanol Excise Tax Credit Act of 2003"													
1. Extension of section 40 alcohol fuels income tax credit (sunset 12/31/10)	fsa 12/31/03	---	---	---	---	-6	-13	-15	-10	-3	---	-6	-47
2. Transfer full amount of alcohol fuel excise taxes to the Highway Trust Fund	fsa 9/30/03	----- <i>No Revenue Effect</i> -----											
3. Repeal reduced-rate sales of gasoline for blending with alcohol and reduced-rate sales of alcohol fuel blends	fsa 12/31/03	29	46	49	48	45	43	40	36	33	30	218	400
4. Provide excise tax credit (in lieu of reduced tax rate on gasoline) to certain blenders of alcohol fuel mixtures (sunset 12/31/10)	fsa 12/31/03	----- <i>Negligible Revenue Effect</i> -----											
5. Provide excise tax credits for biodiesel used to produce a qualified fuel mixture [2] (\$1.00/gallon for agribiodiesel and \$0.50/gallon for biodiesel) (sunset 12/31/05) [3]	fsa 12/31/03	-22	-41	-12	---	---	---	---	---	---	---	-76	-76
6. Provide income tax credits for biodiesel fuel and biodiesel used to produce a qualified fuel mixture (\$1.00/gallon for agribiodiesel and \$0.50/gallon for biodiesel) (sunset 12/31/05) [3]	fsa 12/31/03	----- <i>Revenue Effects Included in Item #5.</i> -----											
7. Provide outlay payments (in lieu of excise tax credits and refunds) to producers of alcohol and biodiesel fuel mixtures and users of neat alcohol and neat biodiesel fuels):													
a. Outlay payments [4] [5]	fsoua 12/31/03	-21	-29	-30	-30	-31	-32	-33	-33	-34	-34	-141	-308
b. Reduction in excise tax credits and refunds	fsoua 12/31/03	16	22	22	23	23	24	24	25	26	26	106	231
Total of The "Volumetric Ethanol Excise Tax Credit Act of 2003"		2	-2	29	41	31	22	16	18	22	22	101	200
NET TOTAL		2	-2	29	41	31	22	16	18	22	22	101	200

Joint Committee on Taxation

NOTE: Details may not add to totals due to rounding.

Legend for "Effective" column: DOE = date of enactment

fsa = fuel sold after

fsoua = fuel sold or used after

[1] The outlay effects of this provision will be estimated by the Congressional Budget Office.

[2] Tax credits would be provided for on-road and off-road uses of biodiesel.

[3] This provision may also have indirect effects on Federal outlays for certain farm programs. Outlay effects will be estimated by the Congressional Budget Office.

[4] Estimate provided by the Congressional Budget Office. Negative numbers indicate an increase in outlays.

[5] The outlay payments for ethanol expire after December 31, 2010, and the outlay payments for biodiesel expire after December 31, 2005.