

**Table 4. PRESENT VALUE OF SELECTED TAX EXPENDITURES
FOR ACTIVITY IN CALENDAR YEAR 2016**

(in millions of dollars)

Provision	2016 Present Value of Revenue Loss
5 Deferral of income from controlled foreign corporations (normal tax method)	60,600
7 Expensing of research and experimentation expenditures (normal tax method)	3,090
21 Credit for holding clean renewable energy bonds	0
9 Expensing of exploration and development costs - fuels	150
35 Expensing of exploration and development costs - nonfuels	10
39 Expensing of multiperiod timber growing costs	120
44 Expensing of certain multiperiod production costs - agriculture	-140
43 Expensing of certain capital outlays - agriculture	-100
49 Expensing of reforestation expenditures	30
51 Exclusion and deferral of policyholder income earned on life insurance and annuity contracts 1/	12,720
65 Accelerated depreciation on rental housing	17,470
76 Depreciation of buildings other than rental	-3,430
77 Accelerated depreciation of machinery and equipment	20,250
78 Expensing of certain small investments (normal tax method)	940
104 Credit for holders of zone academy bonds	160
64 Credit for low-income housing investments	6,190
101 Qualified tuition programs	3,790
143 Defined benefit employer plans	30,510
144 Defined contribution employer plans	72,100
145 Exclusion of IRA contributions and earnings	1,390
145 Exclusion of Roth earnings and distributions	4,540
145 Exclusion of non-deductible IRA earnings	450
147 Exclusion of contributions and earnings for Self-Employed plans	5,120
164 Exclusion of interest on public-purpose bonds	14,900
Exclusion of interest on non-public purpose bonds	3,880
170 Deferral of interest on U.S. savings bonds	260

1/ Estimate is for annuities only. Life insurance earnings are mostly excluded from taxable income.

