

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2020

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty                       | Civil penalties assessed [1] |              | Civil penalties abated [2] |              |
|---|------------------------------|--------------|----------------------------|--------------|
|   | Number                       | Amount       | Number                     | Amount       |
|   | (1)                          | (2)          | (3)                        | (4)          |
| Civil penalties, total                                | 40,509,512                   | \$31,370,740 | 3,824,582                  | \$23,881,496 |
| Individual and estate and trust income taxes:         |                              |              |                            |              |
| Civil penalties, total [3]                            | 33,976,400                   | \$14,100,811 | 2,729,818                  | \$1,701,166  |
| Accuracy [4]  | 422,972                      | \$842,606    | 33,903                     | \$171,177    |
| Bad check   | 1,083,365                    | \$99,437     | 194,907                    | \$20,959     |
| Delinquency   | 2,431,105                    | \$3,260,209  | 274,651                    | \$760,473    |
| Estimated tax   | 10,715,948                   | \$2,584,316  | 222,858                    | \$102,431    |
| Failure to pay  | 19,319,073                   | \$7,137,998  | 2,003,195                  | \$634,706    |
| Fraud   | 1,330                        | \$113,034    | 129                        | \$6,615      |
| Other [5]   | 2,607                        | \$63,210     | 175                        | \$4,804      |
| Partnership income taxes:                             |                              |              |                            |              |
| Civil penalties, total                                | 349,534                      | \$2,464,824  | 162,077                    | \$2,238,175  |
| Bad check   | 725                          | \$31         | d                          | d            |
| Delinquency   | 348,805                      | \$2,464,694  | 159,937                    | \$2,213,537  |
| Estimated tax   | -                            | \$0          | -                          | \$0          |
| Failure to file electronically                        | d                            | d            | 42                         | \$18,674     |
| Failure to pay  | d                            | d            | d                          | d            |
| Failure to provide information [6]                    | d                            | d            | 2,043                      | \$5,940      |
| Other [5]   | -                            | \$0          | -                          | \$0          |
| Corporation income taxes:                             |                              |              |                            |              |
| Civil penalties, total [7]                            | 587,511                      | \$1,429,504  | 160,133                    | \$1,198,210  |
| Accuracy [4]  | 2,423                        | \$53,964     | d                          | d            |
| Bad check   | 11,111                       | \$16,909     | 1,281                      | \$9,856      |
| Delinquency   | 51,682                       | \$356,495    | 94,318                     | \$486,925    |
| Estimated tax   | 235,454                      | \$395,982    | 9,221                      | \$211,526    |
| Failure to pay  | 286,725                      | \$589,311    | 54,181                     | \$468,629    |
| Fraud   | 59                           | \$8,932      | d                          | d            |
| Other   | 57                           | \$7,910      | 831                        | \$2,143      |
| S corporation income taxes:                           |                              |              |                            |              |
| Civil penalties, total                                | 441,286                      | \$635,766    | 58,678                     | \$62,981     |
| Bad check   | -                            | \$0          | -                          | \$0          |
| Delinquency   | 438,681                      | \$633,174    | 58,456                     | \$62,441     |
| Estimated tax   | 1,367                        | \$1,130      | -                          | \$0          |
| Failure to file electronically [8]                    | -                            | \$0          | -                          | \$0          |
| Failure to pay  | 1,238                        | \$1,461      | 222                        | \$540        |
| Failure to provide information                        | -                            | \$0          | -                          | \$0          |
| Other   | -                            | \$0          | -                          | \$0          |
| Employment taxes:                                     |                              |              |                            |              |
| Civil penalties, total [9]                            | 4,341,094                    | \$6,090,902  | 576,514                    | \$16,849,500 |
| Accuracy [4]  | 1,027                        | \$2,955      | d                          | d            |
| Bad check   | 288,860                      | \$49,460     | 15,395                     | \$21,244     |
| Delinquency   | 577,228                      | \$752,352    | 63,250                     | \$280,168    |
| Estimated tax   | 8,030                        | \$27,133     | 809                        | \$4,437,782  |
| Failure to pay  | 2,430,338                    | \$1,151,115  | 301,504                    | \$1,134,454  |
| Federal tax deposits                                  | 1,035,480                    | \$4,106,008  | 195,519                    | \$10,975,550 |
| Fraud   | 74                           | \$1,119      | -                          | \$0          |
| Other   | 57                           | \$761        | d                          | d            |
| Excise taxes and tax-exempt organizations and trusts: |                              |              |                            |              |
| Civil penalties, total [10]                           | 627,708                      | \$496,208    | 112,095                    | \$172,810    |
| Accuracy [4]  | 429                          | \$24,925     | 53                         | \$127        |
| Bad check   | 6,901                        | \$1,986      | 269                        | \$1,188      |
| Daily delinquency [11]                                | 36,584                       | \$136,826    | 21,411                     | \$85,666     |
| Delinquency   | 196,969                      | \$43,405     | 14,775                     | \$17,561     |
| Estimated tax   | 11,012                       | \$3,696      | 303                        | \$567        |
| Failure to pay  | 360,637                      | \$98,964     | 68,137                     | \$11,316     |
| Federal tax deposits                                  | 1,142                        | \$17,975     | 317                        | \$10,552     |
| Fraud   | 33                           | \$2,198      | -                          | \$0          |
| Other   | 14,001                       | \$166,233    | 6,830                      | \$45,833     |
| Estate and gift taxes:                                |                              |              |                            |              |
| Civil penalties, total [12]                           | 3,043                        | \$1,211,955  | 1,927                      | \$591,307    |
| Accuracy [4]  | 47                           | \$34,526     | d                          | d            |
| Bad check   | 11                           | \$79         | d                          | d            |
| Delinquency   | 1,075                        | \$1,089,425  | 679                        | \$563,023    |
| Failure to pay  | 1,858                        | \$85,302     | 1,205                      | \$26,482     |
| Fraud   | -                            | \$0          | -                          | \$0          |
| Other   | 52                           | \$2,624      | 38                         | \$900        |
| Nonreturn penalties [13]                              | 182,936                      | \$4,940,771  | 23,340                     | \$1,067,347  |

d — Not shown to avoid disclosure of information. However, the data are included in the appropriate totals.

- [1] Assessments of penalties included here were recorded in Fiscal Year 2020 regardless of the tax year to which the penalties may apply.
- [2] Abatements of penalties included here were recorded in Fiscal Year 2020 regardless of the tax year to which the penalties may apply. An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty. Numbers and amounts represent only the portion of assessed penalties that were abated.
- [3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).
- [4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial understatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).
- [5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.
- [6] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for a partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065-B (large partnership return).
- [7] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990-T (tax-exempt organization unrelated business income tax return).
- [8] Represents penalties associated with failure to file electronically on Forms 1120-S or 8752 (required payment or refund for an S corporation under Internal Revenue Code section 7519).
- [9] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).
- [10] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return); and 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).
- [11] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041-A (information return of charitable contribution deductions by certain trusts); 5227 (split-interest trust information return); or 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).
- [12] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).
- [13] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520-A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2020 was \$628,107,771 and is included in the amount abated.

NOTES: Detail may not add to totals because of rounding. Due to the Covid-19 pandemic, the IRS suspended most collection activities, including assessing many penalties, from March 30, 2020, through July 15, 2020, in order to provide relief to taxpayers and to ensure the health and safety of both taxpayers and IRS employees. Additionally, the closure of IRS offices and service centers led to delays in timely processing of checks or forms received by mail. To provide fair and equitable treatment, IRS provided relief from some penalties in certain circumstances due to delays in IRS remittance processing.

SOURCE: Chief Financial Officer, Custodial Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2019

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty                      | Civil penalties assessed [1] |            | Civil penalties abated [2] |            |
|--|------------------------------|------------|----------------------------|------------|
|  | Number                       | Amount     | Number                     | Amount     |
|  | (1)                          | (2)        | (3)                        | (4)        |
| Civil penalties, total                               | 40,161,325                   | 40,486,209 | 4,254,126                  | 11,398,253 |
| Individual and estate and trust income taxes:        |                              |            |                            |            |
| Civil penalties, total [3]                           | 32,828,655                   | 14,169,849 | 3,091,328                  | 2,246,104  |
| Accuracy [4]   | 573,070                      | 1,164,789  | 49,318                     | 269,581    |
| Bad check  | 862,562                      | 76,150     | 9,774                      | 17,398     |
| Delinquency  | 2,916,647                    | 4,323,077  | 362,780                    | 1,094,069  |
| Estimated tax  | 9,660,848                    | 2,225,146  | 478,080                    | 101,777    |
| Failure to pay                                       | 18,809,087                   | 6,225,366  | 2,188,926                  | 739,690    |
| Fraud  | 1,825                        | 89,811     | 150                        | 12,790     |
| Other [5]  | 4,616                        | 65,509     | 2,300                      | 10,799     |
| Partnership income taxes:                            |                              |            |                            |            |
| Civil penalties, total [6]                           | 297,813                      | 1,095,337  | 169,796                    | 498,032    |
| Bad check  | 679                          | 43         | 14                         | 11         |
| Delinquency  | 297,130                      | 1,095,286  | 167,777                    | 467,048    |
| Estimated tax  | 0                            | 0          | 0                          | 0          |
| Failure to file electronically                       | 0                            | 0          | 48                         | 25,015     |
| Failure to pay                                       | d                            | d          | 0                          | 0          |
| Failure to provide information [7]                   | d                            | d          | 1,957                      | 5,958      |
| Other [5]  | 0                            | 0          | 0                          | 0          |
| Corporation income taxes:                            |                              |            |                            |            |
| Civil penalties, total [8]                           | 644,683                      | 4,117,192  | 175,335                    | 4,110,002  |
| Accuracy [4]   | 2,808                        | 128,901    | 522                        | 97,900     |
| Bad check  | 10,820                       | 22,505     | 748                        | 11,505     |
| Delinquency  | 63,313                       | 499,052    | 104,004                    | 856,889    |
| Estimated tax  | 239,347                      | 333,771    | 9,850                      | 237,800    |
| Failure to pay                                       | 328,206                      | 3,096,813  | 59,061                     | 2,902,076  |
| Fraud  | 98                           | 19,968     | d                          | d          |
| Other  | 91                           | 16,182     | d                          | d          |
| S corporation income taxes:                          |                              |            |                            |            |
| Civil penalties, total [9]                           | 402,019                      | 572,735    | 43,555                     | 33,886     |
| Bad check  | 0                            | 0          | 0                          | 0          |
| Delinquency  | 399,365                      | 568,179    | 43,252                     | 33,178     |
| Estimated tax  | 1,385                        | 1,102      | 0                          | 0          |
| Failure to file electronically [10]                  | 0                            | 0          | 0                          | 0          |
| Failure to pay                                       | 1,269                        | 3,454      | 303                        | 708        |
| Failure to provide information                       | 0                            | 0          | 0                          | 0          |
| Other  | 0                            | 0          | 0                          | 0          |
| Employment taxes:                                    |                              |            |                            |            |
| Civil penalties, total [11]                          | 4,995,424                    | 13,681,459 | 599,718                    | 2,188,196  |
| Accuracy [4]   | 1,554                        | 3,481      | 66                         | 103        |
| Bad check  | 308,101                      | 56,290     | 14,819                     | 28,731     |
| Delinquency  | 813,738                      | 3,008,272  | 85,003                     | 223,803    |
| Estimated tax  | 9,528                        | 4,455,744  | 1,288                      | 6,594      |
| Failure to pay                                       | 2,645,493                    | 1,926,311  | 328,022                    | 348,186    |
| Federal tax deposits                                 | 1,216,655                    | 4,223,462  | 170,513                    | 1,580,595  |
| Fraud  | 113                          | 2,930      | 7                          | 185        |
| Other  | 242                          | 4,968      | 0                          | 0          |
| Excise taxes and tax-exempt organization and trusts: |                              |            |                            |            |
| Civil penalties, total [12]                          | 696,467                      | 381,961    | 142,289                    | 253,140    |
| Accuracy [4]   | 730                          | 608        | 49                         | 26         |
| Bad check  | 7,013                        | 2,740      | 265                        | 1,224      |
| Daily delinquency [13]                               | 48,268                       | 168,156    | 34,944                     | 135,145    |
| Delinquency  | 218,568                      | 59,605     | 19,354                     | 24,208     |
| Estimated tax  | 12,288                       | 3,321      | 457                        | 365        |
| Failure to pay                                       | 391,427                      | 47,135     | 77,819                     | 29,304     |
| Federal tax deposits                                 | 2,660                        | 31,968     | 708                        | 16,284     |
| Fraud  | 65                           | 35         | 0                          | 0          |
| Other  | 15,448                       | 68,393     | 8,693                      | 46,584     |
| Estate and gift taxes:                               |                              |            |                            |            |
| Civil penalties, total [14]                          | 5,263                        | 203,126    | 3,048                      | 146,441    |
| Accuracy [4]   | 52                           | 6,567      | 6                          | 3,443      |
| Bad check  | 31                           | 309        | 20                         | 179        |
| Delinquency  | 1,826                        | 135,908    | 1,139                      | 102,635    |
| Failure to pay                                       | 3,301                        | 58,814     | 1,840                      | 39,351     |
| Fraud  | 0                            | 0          | 0                          | 0          |
| Other  | 53                           | 1,529      | 43                         | 833        |
| Nonreturn penalties [15]                             | 291,001                      | 6,264,551  | 29,057                     | 1,922,451  |

d — Not shown to avoid disclosure of information. However, the data are included in the appropriate totals.

[1] Assessments of penalties included here were recorded in Fiscal Year 2018 regardless of the tax year to which the penalties may apply.

[2] Abatements of penalties included here were recorded in Fiscal Year 2018 regardless of the tax year to which the penalties may apply. An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty. Numbers and amounts represent only the portion of assessed penalties that were abated.

[3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial understatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); ; understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Prior to FY 2017, partnership information was included in the corporation section under S corporation/partnership information.

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for a partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065-B (large partnership return).

[8] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990-T (tax-exempt organization unrelated business income tax return).

[9] Prior to FY 2017, S corporation penalties were included in the corporation section under S corporation/partnership information.

[10] Represents penalties associated with failure to file electronically on Forms 1120-S or 8752 (required payment or refund for an S corporation under Internal Revenue Code section 7519).

[11] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[12] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return) and 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[13] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041-A (information return of charitable contribution deductions by certain trusts); 5227 (split-interest trust information return); or 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[14] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[15] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520-A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2019 was \$716,181,435 and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2018

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty               | Civil penalties assessed [1] |            | Civil penalties abated [2,3] |            |
|---|------------------------------|------------|------------------------------|------------|
|   | Number                       | Amount     | Number                       | Amount     |
|   | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total                        | 39,152,723                   | 29,281,035 | 4,125,413                    | 11,949,301 |
| Individual and estate and trust income taxes: |                              |            |                              |            |
| Civil penalties, total [4]                    | 31,840,318                   | 11,994,071 | 2,824,101                    | 2,097,454  |
| Accuracy [5]                                  | 606,121                      | 1,590,969  | 112,730                      | 270,001    |
| Bad check                                     | 805,780                      | 64,360     | 14,512                       | 21,424     |
| Delinquency                                   | 2,523,294                    | 3,079,990  | 372,365                      | 908,237    |
| Estimated tax                                 | 10,073,921                   | 1,729,666  | 98,684                       | 68,859     |
| Failure to pay                                | 17,820,322                   | 5,158,129  | 2,223,772                    | 794,950    |
| Fraud   | 2,318                        | 323,747    | 171                          | 11,265     |
| Other [6]                                     | 8,562                        | 47,209     | 1,867                        | 22,718     |
| Partnership income taxes:                     |                              |            |                              |            |
| Civil penalties, total [7]                    | 387,104                      | 3,197,394  | 252,833                      | 2,988,415  |
| Bad check                                     | 621                          | 36         | 18                           | 17         |
| Delinquency                                   | 386,480                      | 3,197,350  | 251,261                      | 2,941,871  |
| Estimated tax                                 | d                            | d          | 0                            | 0          |
| Failure to provide information [8]            | 0                            | 0          | 1,514                        | 19,383     |
| Failure to file electronically                | 0                            | 0          | 40                           | 27,144     |
| Failure to pay                                | d                            | d          | 0                            | 0          |
| Other [6]                                     | 0                            | 0          | 0                            | 0          |
| Corporation income taxes:                     |                              |            |                              |            |
| Civil penalties, total [9]                    | 593,395                      | 2,733,456  | 178,617                      | 1,841,049  |
| Accuracy [5]                                  | 4,666                        | 216,494    | d                            | d          |
| Bad check                                     | 8,937                        | 13,766     | 796                          | 10,452     |
| Delinquency                                   | 60,530                       | 1,507,886  | 109,006                      | 1,227,636  |
| Estimated tax                                 | 216,808                      | 376,858    | 10,519                       | 133,582    |
| Failure to pay                                | 302,315                      | 587,812    | 56,690                       | 306,894    |
| Fraud   | 77                           | 12,287     | d                            | d          |
| Other   | 62                           | 18,353     | 896                          | 1,805      |
| S corporation income taxes:                   |                              |            |                              |            |
| Civil penalties, total [10]                   | 435,413                      | 506,753    | 45,296                       | 34,424     |
| Bad check                                     | 0                            | 0          | 0                            | 0          |
| Delinquency                                   | 432,979                      | 503,877    | 45,039                       | 33,323     |
| Failure to provide information                | 0                            | 0          | 0                            | 0          |
| Failure to file electronically [11]           | 0                            | 0          | 0                            | 0          |
| Estimated tax                                 | 1,273                        | 874        | 0                            | 0          |
| Failure to pay                                | 1,161                        | 2,003      | 257                          | 1,101      |
| Other   | 0                            | 0          | 0                            | 0          |
| Employment taxes:                             |                              |            |                              |            |
| Civil penalties, total [12]                   | 4,921,398                    | 4,836,680  | 645,321                      | 2,767,722  |
| Accuracy [5]                                  | 1,452                        | 9,525      | 62                           | 183        |
| Bad check                                     | 297,391                      | 59,019     | 16,933                       | 40,324     |
| Delinquency                                   | 783,233                      | 806,982    | 95,012                       | 475,218    |
| Estimated tax                                 | 8,536                        | 18,576     | 1,426                        | 7,226      |
| Failure to pay                                | 2,631,271                    | 956,288    | 348,939                      | 428,561    |
| Federal tax deposits                          | 1,199,118                    | 2,975,245  | 182,949                      | 1,816,210  |
| Fraud   | 195                          | 5,486      | 0                            | 0          |
| Other   | 202                          | 5,559      | 0                            | 0          |
| Excise taxes:                                 |                              |            |                              |            |
| Civil penalties, total [13]                   | 653,405                      | 381,348    | 132,009                      | 261,853    |
| Accuracy [5]                                  | 925                          | 259        | 114                          | 1,201      |
| Bad check                                     | 6,305                        | 1,732      | 357                          | 1,347      |
| Daily delinquency [14]                        | 45,887                       | 161,720    | 30,894                       | 123,382    |
| Delinquency                                   | 217,884                      | 49,680     | 20,149                       | 16,543     |
| Estimated tax                                 | 10,303                       | 2,057      | 341                          | 566        |
| Failure to pay                                | 347,459                      | 41,059     | 64,519                       | 21,251     |
| Federal tax deposits                          | 4,271                        | 44,120     | 1,158                        | 33,165     |
| Fraud   | 33                           | 184        | 0                            | 0          |
| Other   | 20,338                       | 80,537     | 14,477                       | 64,399     |
| Estate and gift taxes:                        |                              |            |                              |            |
| Civil penalties, total [15]                   | 6,282                        | 246,613    | 3,211                        | 133,610    |
| Accuracy [5]                                  | 67                           | 3,911      | 8                            | 527        |
| Bad check                                     | 48                           | 856        | 16                           | 666        |
| Delinquency                                   | 2,078                        | 154,006    | 1,187                        | 84,294     |
| Failure to pay                                | 4,011                        | 86,272     | 1,939                        | 46,602     |
| Fraud   | 0                            | 0          | 0                            | 0          |
| Other   | 78                           | 1,569      | 61                           | 1,520      |
| Nonreturn penalties [16]                      | 315,408                      | 5,384,719  | 44,025                       | 1,824,774  |

d — Not shown to avoid disclosure of information. However, the data are included in the appropriate totals.

[1] Assessments of penalties included here were recorded in Fiscal Year 2018 regardless of the tax year to which the penalties may apply.

[2] Abatements of penalties included here were recorded in Fiscal Year 2018 regardless of the tax year to which the penalties may apply.

[3] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty. Numbers and amounts represent only the portion of assessed penalties that were abated.

[4] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[5] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial understatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); ; understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[6] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[7] In prior years, partnership information was included in the corporation section under S corporation/partnership information.

[8] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for a partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065-B (large partnership return).

[9] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990-T (tax-exempt organization unrelated business income tax return).

[10] In prior years, S corporation penalties were included in the corporation section under S corporation/partnership information.

[11] Represents penalties associated with failure to file electronically on Forms 1120-S or 8752 (required payment or refund for an S corporation under Internal Revenue Code section 7519).

[12] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[13] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return) and 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[14] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041-A (information return of charitable contribution deductions by certain trusts); 5227 (split-interest trust information return); or 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[15] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[16] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520-A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2018 was \$764,151,311 and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2017

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty               | Civil penalties assessed [1] |            | Civil penalties abated [2,3] |            |
|---|------------------------------|------------|------------------------------|------------|
|   | Number                       | Amount     | Number                       | Amount     |
|   | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total                        | 38,871,235                   | 26,515,093 | 4,307,346                    | 12,574,391 |
| Individual and estate and trust income taxes: |                              |            |                              |            |
| Civil penalties, total [4]                    | 31,194,792                   | 11,013,679 | 2,861,242                    | 2,894,297  |
| Accuracy [5]                                  | 557,147                      | 1,078,288  | 45,314                       | 208,849    |
| Bad check                                     | 655,971                      | 60,375     | 11,024                       | 18,160     |
| Delinquency                                   | 2,546,262                    | 3,045,682  | 434,315                      | 1,376,371  |
| Estimated tax                                 | 9,803,675                    | 1,534,350  | 142,632                      | 109,728    |
| Failure to pay                                | 17,624,080                   | 5,080,546  | 2,224,582                    | 1,154,507  |
| Fraud   | 2,533                        | 156,950    | 171                          | 10,866     |
| Other [6]                                     | 5,124                        | 57,489     | 3,204                        | 15,817     |
| Partnership income taxes:                     |                              |            |                              |            |
| Civil penalties, total [7]                    | 400,443                      | 1,335,355  | 238,262                      | 971,151    |
| Bad check                                     | 538                          | 33         | 10                           | 9          |
| Delinquency                                   | 396,296                      | 1,253,071  | 235,330                      | 917,701    |
| Failure to provide information [8]            | 3,609                        | 82,251     | 2,922                        | 53,442     |
| Estimated tax                                 | 0                            | 0          | 0                            | 0          |
| Other [6]                                     | 0                            | 0          | 0                            | 0          |
| Corporation income taxes:                     |                              |            |                              |            |
| Civil penalties, total [9]                    | 555,281                      | 1,499,621  | 188,304                      | 930,489    |
| Accuracy [5]                                  | 751                          | 457,715    | d                            | d          |
| Bad check                                     | 8,136                        | 12,051     | 915                          | 13,803     |
| Delinquency                                   | 61,994                       | 321,423    | 112,228                      | 445,662    |
| Estimated tax                                 | 211,279                      | 192,870    | 10,451                       | 75,398     |
| Failure to pay                                | 272,604                      | 455,221    | 62,470                       | 293,486    |
| Fraud   | 174                          | 13,540     | d                            | d          |
| Other   | 343                          | 46,801     | 1,863                        | 3,935      |
| S corporation income taxes:                   |                              |            |                              |            |
| Civil penalties, total [10]                   | 389,314                      | 536,728    | 48,322                       | 31,977     |
| Bad check                                     | 0                            | 0          | 0                            | 0          |
| Delinquency                                   | 384,039                      | 528,763    | 48,097                       | 31,645     |
| Failure to file electronically [11]           | 2,701                        | 4,722      | 0                            | 0          |
| Estimated tax                                 | 1,370                        | 946        | 0                            | 0          |
| Failure to pay                                | 1,204                        | 2,297      | 225                          | 331        |
| Other   | 0                            | 0          | 0                            | 0          |
| Employment taxes:                             |                              |            |                              |            |
| Civil penalties, total [12]                   | 5,360,358                    | 6,929,097  | 782,526                      | 5,413,431  |
| Accuracy [5]                                  | 1,816                        | 4,237      | 61                           | 608        |
| Bad check                                     | 286,881                      | 74,139     | 18,511                       | 59,485     |
| Delinquency                                   | 896,597                      | 1,306,957  | 125,804                      | 1,501,481  |
| Estimated tax                                 | 8,918                        | 20,106     | 1,494                        | 11,962     |
| Failure to pay                                | 2,873,632                    | 1,359,980  | 422,394                      | 893,479    |
| Federal tax deposits                          | 1,291,881                    | 4,152,275  | 214,202                      | 2,946,215  |
| Fraud   | 243                          | 7,047      | 0                            | 0          |
| Other   | 390                          | 4,356      | 60                           | 201        |
| Excise taxes:                                 |                              |            |                              |            |
| Civil penalties, total [13]                   | 630,521                      | 395,726    | 139,730                      | 326,065    |
| Accuracy [5]                                  | 1,176                        | 9,340      | 110                          | 34         |
| Bad check                                     | 6,120                        | 3,046      | 395                          | 2,689      |
| Daily delinquency [14]                        | 54,153                       | 177,271    | 42,174                       | 149,000    |
| Delinquency                                   | 214,800                      | 50,025     | 19,752                       | 18,681     |
| Estimated tax                                 | 8,509                        | 1,706      | 259                          | 183        |
| Failure to pay                                | 325,775                      | 37,073     | 64,314                       | 37,799     |
| Federal tax deposits                          | 3,363                        | 42,996     | 1,026                        | 37,274     |
| Fraud   | 0                            | 0          | 4                            | 14,830     |
| Other   | 16,625                       | 74,268     | 11,696                       | 65,575     |
| Estate and gift taxes:                        |                              |            |                              |            |
| Civil penalties, total [15]                   | 6,494                        | 227,975    | 3,406                        | 166,823    |
| Accuracy [5]                                  | 38                           | 7,498      | d                            | d          |
| Bad check                                     | 46                           | 488        | d                            | d          |
| Delinquency                                   | 2,263                        | 157,102    | 1,312                        | 115,289    |
| Failure to pay                                | 4,028                        | 60,768     | 1,982                        | 48,870     |
| Fraud   | 0                            | 0          | 0                            | 0          |
| Other   | 119                          | 2,118      | 78                           | 2,075      |
| Nonreturn penalties [16]                      | 334,032                      | 4,576,912  | 45,554                       | 1,840,157  |

d — Not shown to avoid disclosure of information. However, the data are included in the appropriate totals.

[1] Assessments of penalties included here were recorded in Fiscal Year 2017 regardless of the tax year to which the penalties may apply.

[2] Abatements of penalties included here were recorded in Fiscal Year 2017 regardless of the tax year to which the penalties may apply.

[3] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty. Numbers and amounts represent only the portion of assessed penalties that were abated.

[4] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[5] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial understatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); ; understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[6] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[7] In prior years, partnership information was included in the corporation section under S corporation/partnership information.

[8] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for a partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065–B (large partnership return).

[9] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990–T (tax-exempt organization unrelated business income tax return).

[10] In prior years, S corporation penalties were included in the corporation section under S corporation/partnership information.

[11] Represents penalties associated with failure to file electronically on Forms 1120-S or 8752 (required payment or refund for an S corporation under Internal Revenue Code section 7519).

[12] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT–1 (railroad retirement tax return).

[13] Represents penalties associated with Forms 11–C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990–PF (private foundation return); 1041–A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return) and 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[14] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041–A (information return of charitable contribution deductions by certain trusts); 5227 (split-interest trust information return); or 8886–T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[15] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[16] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W–2, 3520–A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these income and employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2017 was \$776,826,929 and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2016

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty               | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |           |
|---|------------------------------|------------|------------------------------|-----------|
|   | Number                       | Amount     | Number                       | Amount    |
|   | (1)                          | (2)        | (3)                          | (4)       |
| Civil penalties, total                        | 39,573,561                   | 27,346,036 | 5,236,054                    | 8,995,016 |
| Individual and estate and trust income taxes: |                              |            |                              |           |
| Civil penalties, total [3]                    | 31,713,538                   | 12,071,419 | 3,908,121                    | 3,855,612 |
| Accuracy [4]                                  | 499,190                      | 1,047,185  | 58,495                       | 273,215   |
| Bad check                                     | 571,240                      | 59,751     | 12,127                       | 28,291    |
| Delinquency                                   | 2,879,878                    | 4,273,798  | 612,063                      | 2,316,359 |
| Estimated tax                                 | 10,063,989                   | 1,334,598  | 144,875                      | 118,040   |
| Failure to pay                                | 17,691,033                   | 4,917,744  | 3,076,914                    | 1,078,526 |
| Fraud   | 3,219                        | 389,374    | 140                          | 25,743    |
| Other [5]                                     | 4,989                        | 48,970     | 3,507                        | 15,437    |
| Business income taxes:                        |                              |            |                              |           |
| Civil penalties, total                        | 978,564                      | 2,183,902  | 241,201                      | 1,026,732 |
| Accuracy [4, 6]                               | 2,098                        | 242,211    | 425                          | 97,968    |
| Bad check [6]                                 | 7,347                        | 20,182     | 967                          | 27,393    |
| Delinquency [6]                               | 458,186                      | 851,113    | 162,954                      | 401,617   |
| Estimated tax [6]                             | 212,729                      | 253,018    | 9,550                        | 143,960   |
| Failure to pay [6]                            | 286,634                      | 528,828    | 63,542                       | 337,152   |
| Fraud [6]                                     | 205                          | 19,655     | d                            | d         |
| S corporation/Partnership information [7]     | 11,279                       | 54,171     | 1,419                        | 14,423    |
| Other [6]                                     | 86                           | 214,724    | d                            | d         |
| Employment taxes:                             |                              |            |                              |           |
| Civil penalties, total [8]                    | 5,857,416                    | 6,046,139  | 897,520                      | 1,669,566 |
| Accuracy [4]                                  | 1,892                        | 3,409      | 89                           | 88        |
| Bad check                                     | 262,532                      | 59,518     | 18,078                       | 40,156    |
| Delinquency                                   | 1,098,732                    | 1,722,144  | 156,402                      | 302,319   |
| Estimated tax                                 | 8,298                        | 21,585     | 1,104                        | 13,278    |
| Failure to pay                                | 3,144,623                    | 1,147,954  | 468,220                      | 279,446   |
| Federal tax deposits                          | 1,340,928                    | 3,086,402  | 253,613                      | 1,033,882 |
| Fraud   | 233                          | 2,595      | 6                            | 169       |
| Other   | 178                          | 2,533      | 8                            | 228       |
| Excise taxes:                                 |                              |            |                              |           |
| Civil penalties, total [9]                    | 629,428                      | 371,381    | 140,086                      | 278,542   |
| Accuracy [4]                                  | 1,324                        | 1,058      | 124                          | 30        |
| Bad check                                     | 5,341                        | 1,972      | 390                          | 1,432     |
| Daily delinquency [10]                        | 57,843                       | 179,644    | 43,706                       | 151,977   |
| Delinquency                                   | 213,741                      | 45,832     | 19,939                       | 14,122    |
| Estimated tax                                 | 10,838                       | 1,999      | 333                          | 283       |
| Failure to pay                                | 319,031                      | 23,451     | 60,910                       | 10,952    |
| Federal tax deposits                          | 5,315                        | 39,320     | 1,542                        | 21,354    |
| Fraud   | 9                            | 4          | 0                            | 0         |
| Other   | 15,986                       | 78,101     | 13,142                       | 78,392    |
| Estate and gift taxes:                        |                              |            |                              |           |
| Civil penalties, total [11]                   | 6,078                        | 199,779    | 3,121                        | 141,335   |
| Accuracy [4]                                  | 57                           | 8,923      | 3                            | 249       |
| Bad check                                     | 33                           | 461        | 23                           | 197       |
| Delinquency                                   | 2,139                        | 112,655    | 1,217                        | 102,428   |
| Failure to pay                                | 3,716                        | 73,584     | 1,753                        | 35,905    |
| Fraud   | 0                            | 0          | 0                            | 0         |
| Other   | 133                          | 4,157      | 125                          | 2,557     |
| Nonreturn penalties [12]                      | 388,537                      | 6,473,416  | 46,005                       | 2,023,229 |

d — Not shown to avoid disclosure of information. However, the data are included in the appropriate totals.

[1] Assessments of penalties included here were recorded in Fiscal Year 2016 regardless of the tax year to which the penalties may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty. Numbers and amounts represent only the portion of assessed penalties that were abated.

[3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial understatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); ; understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990–T (tax-exempt organization unrelated business income tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065–B (large partnership return).

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT–1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11–C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990–PF (private foundation return); 1041–A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); 5227 (split-interest trust information return); and 8886–T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[10] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041–A (information return of charitable contribution deductions by certain trusts); 5227 (split-interest trust information return); or 8886–T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[11] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[12] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W–2, 3520–A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2016 was \$842,842 thousand and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.



Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2015

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty               | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |           |
|---|------------------------------|------------|------------------------------|-----------|
|   | Number                       | Amount     | Number                       | Amount    |
|   | (1)                          | (2)        | (3)                          | (4)       |
| Civil penalties, total                        | 40,144,909                   | 24,143,904 | 4,216,202                    | 8,877,878 |
| Individual and estate and trust income taxes: |                              |            |                              |           |
| Civil penalties, total [3]                    | 31,809,876                   | 12,438,473 | 2,868,559                    | 3,621,126 |
| Accuracy [4]                                  | 553,184                      | 1,018,467  | 58,686                       | 247,290   |
| Bad check                                     | 459,823                      | 80,226     | 17,494                       | 55,251    |
| Delinquency                                   | 3,194,458                    | 4,322,582  | 560,616                      | 1,966,673 |
| Estimated tax                                 | 9,680,042                    | 1,289,177  | 146,871                      | 115,818   |
| Failure to pay                                | 17,914,250                   | 5,431,246  | 2,081,477                    | 1,210,511 |
| Fraud   | 3,017                        | 181,994    | 197                          | 12,583    |
| Other [5]                                     | 5,102                        | 114,780    | 3,218                        | 13,000    |
| Business income taxes:                        |                              |            |                              |           |
| Civil penalties, total                        | 1,023,903                    | 1,959,984  | 232,062                      | 882,418   |
| Accuracy [4, 6]                               | 4,913                        | 234,490    | 540                          | 103,430   |
| Bad check [6]                                 | 8,242                        | 19,575     | 1,343                        | 25,090    |
| Delinquency [6]                               | 475,418                      | 923,513    | 151,804                      | 402,491   |
| Estimated tax [6]                             | 224,292                      | 173,447    | 8,081                        | 56,304    |
| Failure to pay [6]                            | 298,720                      | 510,022    | 66,912                       | 276,634   |
| Fraud [6]                                     | 174                          | 12,488     | 0                            | 0         |
| S corporation/Partnership information [7]     | 12,059                       | 57,976     | 1,252                        | 9,690     |
| Other [6]                                     | 85                           | 28,473     | 2,130                        | 8,781     |
| Employment taxes:                             |                              |            |                              |           |
| Civil penalties, total [8]                    | 6,255,847                    | 4,274,580  | 917,458                      | 1,741,738 |
| Accuracy [4]                                  | 2,336                        | 5,277      | 163                          | 1,887     |
| Bad check                                     | 264,329                      | 55,042     | 19,356                       | 46,119    |
| Delinquency                                   | 1,247,369                    | 870,719    | 190,724                      | 318,580   |
| Estimated tax                                 | 7,147                        | 21,354     | 1,284                        | 9,227     |
| Failure to pay                                | 3,344,145                    | 841,620    | 463,794                      | 228,323   |
| Federal tax deposits                          | 1,389,988                    | 2,463,636  | 242,109                      | 1,137,359 |
| Fraud   | 340                          | 7,533      | d                            | d         |
| Other   | 193                          | 9,399      | d                            | d         |
| Excise taxes:                                 |                              |            |                              |           |
| Civil penalties, total [9]                    | 650,637                      | 431,069    | 145,576                      | 322,415   |
| Accuracy [4]                                  | 1,320                        | 881        | 84                           | 268       |
| Bad check                                     | 4,979                        | 1,988      | 603                          | 1,733     |
| Daily delinquency [10]                        | 64,683                       | 198,695    | 46,654                       | 164,624   |
| Delinquency                                   | 224,009                      | 44,444     | 20,301                       | 17,761    |
| Estimated tax                                 | 12,516                       | 2,144      | 405                          | 382       |
| Failure to pay                                | 317,071                      | 28,310     | 60,393                       | 12,673    |
| Federal tax deposits                          | 7,122                        | 62,458     | 2,054                        | 46,654    |
| Fraud   | 18                           | 794        | 0                            | 0         |
| Other   | 18,919                       | 91,355     | 15,082                       | 78,320    |
| Estate and gift taxes:                        |                              |            |                              |           |
| Civil penalties, total [11]                   | 5,620                        | 211,701    | 3,437                        | 142,574   |
| Accuracy [4]                                  | 77                           | 8,445      | 24                           | 27,515    |
| Bad check                                     | 61                           | 512        | 20                           | 243       |
| Delinquency                                   | 1,944                        | 121,049    | 1,370                        | 71,633    |
| Failure to pay                                | 3,415                        | 79,034     | 1,925                        | 39,814    |
| Fraud   | 0                            | 0          | 0                            | 0         |
| Other   | 123                          | 2,660      | 98                           | 3,369     |
| Nonreturn penalties [12]                      | 399,026                      | 4,828,098  | 49,110                       | 2,167,608 |

d — Not shown to avoid disclosure of information. However, the data are included in the appropriate totals.

[1] Assessments of penalties included here were recorded in Fiscal Year 2015 regardless of the tax year to which the penalties may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty.

[3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial understatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); ; understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990-T (tax-exempt organization unrelated business income tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065-B (large partnership return).

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); 5227 (split-interest trust information return); and 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[10] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041-A (information return of charitable contribution deductions by certain trusts); 5227 (split-interest trust information return); or 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[11] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[12] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520-A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2015 was \$843,478 thousand and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2014

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty               | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |           |
|---|------------------------------|------------|------------------------------|-----------|
|   | Number                       | Amount     | Number                       | Amount    |
|   | (1)                          | (2)        | (3)                          | (4)       |
| Civil penalties, total                        | 40,357,481                   | 25,560,362 | 4,969,392                    | 9,891,799 |
| Individual and estate and trust income taxes: |                              |            |                              |           |
| Civil penalties, total [3]                    | 31,235,124                   | 13,084,133 | 3,256,068                    | 4,124,998 |
| Accuracy [4]                                  | 554,467                      | 1,072,236  | 115,787                      | 417,858   |
| Bad check                                     | 431,859                      | 65,987     | 11,666                       | 20,769    |
| Delinquency                                   | 3,223,243                    | 4,937,902  | 660,474                      | 2,233,057 |
| Estimated tax                                 | 8,902,388                    | 1,148,632  | 188,813                      | 165,518   |
| Failure to pay                                | 18,114,683                   | 5,620,634  | 2,274,073                    | 1,258,215 |
| Fraud   | 3,326                        | 174,318    | 192                          | 12,032    |
| Other [5]                                     | 5,158                        | 64,424     | 5,063                        | 17,549    |
| Business income taxes:                        |                              |            |                              |           |
| Civil penalties, total                        | 1,085,395                    | 2,120,309  | 235,108                      | 959,172   |
| Accuracy [4, 6]                               | 5,009                        | 221,182    | 377                          | 74,407    |
| Bad check [6]                                 | 8,950                        | 26,619     | 791                          | 17,952    |
| Delinquency [6]                               | 511,344                      | 1,050,259  | 159,468                      | 483,548   |
| Estimated tax [6]                             | 239,191                      | 195,799    | 8,668                        | 75,928    |
| Failure to pay [6]                            | 307,120                      | 455,002    | 61,946                       | 247,783   |
| Fraud [6]                                     | 166                          | 19,076     | 4                            | 99        |
| S corporation/Partnership information [7]     | 13,518                       | 127,099    | 1,332                        | 10,518    |
| Other [6]                                     | 97                           | 25,273     | 2,522                        | 48,938    |
| Employment taxes:                             |                              |            |                              |           |
| Civil penalties, total [8]                    | 6,946,702                    | 4,959,919  | 1,234,391                    | 2,095,513 |
| Accuracy [4]                                  | 2,593                        | 7,450      | 102                          | 2,116     |
| Bad check                                     | 480,174                      | 64,286     | 201,942                      | 44,865    |
| Delinquency                                   | 1,429,205                    | 975,560    | 231,910                      | 349,088   |
| Estimated tax                                 | 6,155                        | 12,429     | 978                          | 6,685     |
| Failure to pay                                | 3,495,287                    | 956,966    | 507,796                      | 253,812   |
| Federal tax deposits                          | 1,532,364                    | 2,919,726  | 291,652                      | 1,438,805 |
| Fraud   | 455                          | 11,620     | 6                            | 139       |
| Other   | 469                          | 11,882     | 5                            | 3         |
| Excise taxes:                                 |                              |            |                              |           |
| Civil penalties, total [9]                    | 678,944                      | 478,406    | 179,817                      | 338,980   |
| Accuracy [4]                                  | 872                          | 872        | 95                           | 105       |
| Bad check                                     | 4,786                        | 783        | 589                          | 2,063     |
| Daily delinquency [10]                        | 65,016                       | 210,413    | 49,097                       | 178,540   |
| Delinquency                                   | 230,561                      | 61,283     | 21,198                       | 15,064    |
| Estimated tax                                 | 10,786                       | 1,622      | 384                          | 271       |
| Failure to pay                                | 325,440                      | 36,099     | 70,314                       | 13,574    |
| Federal tax deposits                          | 5,564                        | 29,617     | 1,695                        | 14,016    |
| Fraud   | 24                           | 15,110     | 8                            | 11        |
| Other   | 35,895                       | 122,606    | 36,437                       | 115,336   |
| Estate and gift taxes:                        |                              |            |                              |           |
| Civil penalties, total [11]                   | 9,251                        | 222,117    | 5,209                        | 178,371   |
| Accuracy [4]                                  | 91                           | 14,653     | 23                           | 6,719     |
| Bad check                                     | 38                           | 207        | 23                           | 332       |
| Delinquency                                   | 3,678                        | 138,705    | 2,368                        | 123,261   |
| Failure to pay                                | 5,264                        | 66,327     | 2,671                        | 46,509    |
| Fraud   | 0                            | 0          | 0                            | 0         |
| Other   | 180                          | 2,225      | 124                          | 1,549     |
| Nonreturn penalties [12]                      | 402,065                      | 4,695,478  | 58,799                       | 2,194,766 |

[1] Assessments of penalties included here were recorded in Fiscal Year 2014 regardless of the tax year to which the penalties may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty.

[3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial understatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); ; understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990-T (tax-exempt organization unrelated business income tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065-B (large partnership return).

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); 5227 (split-interest trust information return); and 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[10] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041-A (information return of charitable contribution deductions by certain trusts); 5227 (split-interest trust information return); or 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[11] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[12] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520-A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2014 was \$826,907,000 and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2013

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty               | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |            |
|---|------------------------------|------------|------------------------------|------------|
|   | Number                       | Amount     | Number                       | Amount     |
|   | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total                        | 37,942,652                   | 25,893,293 | 4,895,628                    | 11,458,194 |
| Individual and estate and trust income taxes: |                              |            |                              |            |
| Civil penalties, total [3]                    | 29,070,320                   | 13,309,254 | 3,320,491                    | 5,207,090  |
| Accuracy [4]                                  | 731,696                      | 1,541,341  | 178,066                      | 532,566    |
| Bad check                                     | 398,755                      | 32,629     | 10,152                       | 11,737     |
| Delinquency                                   | 3,185,041                    | 5,162,683  | 737,681                      | 2,880,233  |
| Estimated tax                                 | 7,791,108                    | 1,054,767  | 260,143                      | 238,822    |
| Failure to pay                                | 16,953,892                   | 5,282,313  | 2,129,974                    | 1,512,893  |
| Fraud   | 3,361                        | 157,155    | 144                          | 6,819      |
| Other [5]                                     | 6,467                        | 78,368     | 4,331                        | 24,022     |
| Business income taxes:                        |                              |            |                              |            |
| Civil penalties, total                        | 1,009,783                    | 2,090,165  | 232,802                      | 1,171,723  |
| Accuracy [4, 6]                               | 4,889                        | 240,213    | 177                          | 115,298    |
| Bad check [6]                                 | 7,770                        | 18,216     | 667                          | 8,143      |
| Delinquency [6]                               | 507,429                      | 1,079,218  | 163,283                      | 633,633    |
| Estimated tax [6]                             | 208,155                      | 171,275    | 7,591                        | 75,752     |
| Failure to pay [6]                            | 267,821                      | 457,213    | 56,718                       | 324,941    |
| Fraud [6]                                     | 154                          | 60,763     | 8                            | 170        |
| S corporation/Partnership information [7]     | 13,471                       | 55,458     | 1,510                        | 8,682      |
| Other [6]                                     | 94                           | 7,809      | 2,848                        | 5,104      |
| Employment taxes:                             |                              |            |                              |            |
| Civil penalties, total [8]                    | 6,848,308                    | 4,459,405  | 1,119,842                    | 1,887,121  |
| Accuracy [4]                                  | 2,835                        | 5,155      | 114                          | 426        |
| Bad check                                     | 269,417                      | 45,359     | 13,413                       | 24,247     |
| Delinquency                                   | 1,487,054                    | 991,300    | 250,513                      | 399,923    |
| Estimated tax                                 | 4,873                        | 13,930     | 946                          | 7,449      |
| Failure to pay                                | 3,557,876                    | 958,356    | 556,231                      | 299,935    |
| Federal tax deposits                          | 1,525,527                    | 2,431,912  | 298,616                      | 1,154,182  |
| Fraud   | 230                          | 2,988      | 0                            | 0          |
| Other   | 496                          | 10,404     | 9                            | 959        |
| Excise taxes:                                 |                              |            |                              |            |
| Civil penalties, total [9]                    | 584,302                      | 490,725    | 155,728                      | 304,920    |
| Accuracy [4]                                  | 916                          | 736        | 142                          | 312        |
| Bad check                                     | 4,839                        | 2,120      | 375                          | 1,234      |
| Daily delinquency [10]                        | 67,286                       | 221,758    | 52,435                       | 194,659    |
| Delinquency                                   | 189,278                      | 42,023     | 17,303                       | 13,423     |
| Estimated tax                                 | 8,756                        | 1,700      | 245                          | 777        |
| Failure to pay                                | 278,326                      | 48,989     | 66,210                       | 14,649     |
| Federal tax deposits                          | 3,439                        | 20,698     | 1,104                        | 14,505     |
| Fraud   | 26                           | 65,814     | 7                            | 644        |
| Other   | 31,436                       | 86,885     | 17,907                       | 64,718     |
| Estate and gift taxes:                        |                              |            |                              |            |
| Civil penalties, total [11]                   | 7,076                        | 165,942    | 3,832                        | 170,299    |
| Accuracy [4]                                  | 99                           | 19,871     | 13                           | 730        |
| Bad check                                     | 63                           | 467        | 25                           | 245        |
| Delinquency                                   | 2,386                        | 85,267     | 1,374                        | 70,496     |
| Failure to pay                                | 4,316                        | 58,097     | 2,290                        | 33,846     |
| Fraud   | 0                            | 0          | d                            | d          |
| Other   | 212                          | 2,240      | d                            | d          |
| Nonreturn penalties [12]                      | 422,863                      | 5,377,802  | 62,933                       | 2,717,042  |

[1] Assessments of penalties included here were recorded in Fiscal Year 2013 regardless of the tax year to which the penalties may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty.

[3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990-T (tax-exempt organization unrelated business income tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065-B (large partnership return).

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return).

[10] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041-A (information return of charitable contribution deductions by certain trusts); 1120-POL (income tax return for certain political organizations); 5227 (split-interest trust information return); or 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[11] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[12] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520-A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2013 was \$898,159,000 and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.



Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2012

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty               | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |            |
|---|------------------------------|------------|------------------------------|------------|
|   | Number                       | Amount     | Number                       | Amount     |
|   | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total                        | 37,910,493                   | 26,864,993 | 4,994,926                    | 11,295,909 |
| Individual and estate and trust income taxes: |                              |            |                              |            |
| Civil penalties, total [3]                    | 28,502,399                   | 13,639,029 | 3,105,821                    | 5,083,419  |
| Accuracy [4]                                  | 610,573                      | 1,385,527  | 58,661                       | 295,178    |
| Bad check                                     | 376,238                      | 36,658     | 8,978                        | 5,631      |
| Delinquency                                   | 3,286,784                    | 5,189,961  | 803,864                      | 2,970,749  |
| Estimated tax                                 | 7,076,247                    | 1,133,895  | 261,812                      | 267,065    |
| Failure to pay                                | 17,145,505                   | 5,632,607  | 1,966,739                    | 1,514,161  |
| Fraud   | 2,962                        | 166,020    | 206                          | 10,967     |
| Other [5]                                     | 4,090                        | 94,362     | 5,561                        | 19,669     |
| Business income taxes:                        |                              |            |                              |            |
| Civil penalties, total                        | 995,533                      | 1,990,879  | 253,219                      | 888,649    |
| Accuracy [4, 6]                               | 5,149                        | 172,469    | 124                          | 42,887     |
| Bad check [6]                                 | 7,183                        | 13,235     | 537                          | 2,652      |
| Delinquency [6]                               | 511,926                      | 936,031    | 173,773                      | 489,419    |
| Estimated tax [6]                             | 198,550                      | 193,201    | 8,743                        | 77,436     |
| Failure to pay [6]                            | 256,385                      | 398,138    | 63,274                       | 246,999    |
| Fraud [6]                                     | 180                          | 38,335     | 5                            | 1,652      |
| S corporation/Partnership information [7]     | 16,094                       | 233,030    | 1,934                        | 7,713      |
| Other [6]                                     | 66                           | 6,440      | 4,829                        | 19,890     |
| Employment taxes:                             |                              |            |                              |            |
| Civil penalties, total [8]                    | 7,288,193                    | 5,080,845  | 1,385,521                    | 2,220,951  |
| Accuracy [4]                                  | 2,964                        | 11,946     | 123                          | 327        |
| Bad check                                     | 265,505                      | 43,612     | 13,081                       | 16,518     |
| Delinquency                                   | 1,605,828                    | 1,147,574  | 307,517                      | 457,476    |
| Estimated tax                                 | 4,273                        | 21,044     | 757                          | 15,937     |
| Failure to pay                                | 3,901,067                    | 1,132,967  | 704,373                      | 411,686    |
| Federal tax deposits                          | 1,507,809                    | 2,703,540  | 359,638                      | 1,318,685  |
| Fraud   | 403                          | 14,446     | 0                            | 0          |
| Other   | 344                          | 5,715      | 32                           | 323        |
| Excise taxes:                                 |                              |            |                              |            |
| Civil penalties, total [9]                    | 580,536                      | 381,095    | 173,285                      | 324,046    |
| Accuracy [4]                                  | 1,131                        | 969        | 134                          | 784        |
| Bad check                                     | 4,484                        | 4,399      | 573                          | 3,178      |
| Daily delinquency [10]                        | 73,878                       | 237,506    | 61,630                       | 224,979    |
| Delinquency                                   | 179,790                      | 32,507     | 19,840                       | 13,016     |
| Estimated tax                                 | 8,745                        | 1,398      | 329                          | 229        |
| Failure to pay                                | 295,339                      | 40,980     | 78,282                       | 14,669     |
| Federal tax deposits                          | 2,819                        | 22,494     | 976                          | 17,602     |
| Fraud   | 37                           | 612        | d                            | d          |
| Other   | 14,313                       | 40,228     | d                            | d          |
| Estate and gift taxes:                        |                              |            |                              |            |
| Civil penalties, total [11]                   | 7,673                        | 208,577    | 4,236                        | 86,514     |
| Accuracy [4]                                  | 83                           | 4,334      | 17                           | 2,584      |
| Bad check                                     | 50                           | 231        | 20                           | 167        |
| Delinquency                                   | 2,591                        | 77,745     | 1,651                        | 53,045     |
| Failure to pay                                | 4,703                        | 56,462     | 2,392                        | 27,045     |
| Fraud   | d                            | d          | d                            | d          |
| Other   | d                            | d          | d                            | d          |
| Nonreturn penalties [12]                      | 536,159                      | 5,564,568  | 72,844                       | 2,692,331  |

[1] Assessments and abatements of penalties included here were recorded in Fiscal Year 2012 regardless of the tax year to which the penalty may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty.

[3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990-T (tax-exempt organization unrelated business income tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065-B (large partnership return).

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (information return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return).

[10] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041-A (information return of charitable contribution deductions by certain trusts); 1120-POL (income tax return for certain political organizations); 5227 (split-interest trust information return); or 8886-T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[11] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[12] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520-A, 8027, and 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2012 was \$880,037 thousand and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2011

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty           | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |            |
|---|------------------------------|------------|------------------------------|------------|
|   | Number                       | Amount     | Number                       | Amount     |
|   | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total                    | 38,646,963                   | 30,921,558 | 4,871,988                    | 11,008,638 |
| Individual income tax:                    |                              |            |                              |            |
| Civil penalties, total [3]                | 28,749,882                   | 15,580,904 | 3,067,370                    | 5,241,771  |
| Accuracy [4]                              | 500,472                      | 1,112,671  | 51,461                       | 252,004    |
| Bad check                                 | 296,559                      | 24,795     | 11,959                       | 5,088      |
| Delinquency                               | 3,736,987                    | 6,344,147  | 790,190                      | 2,718,565  |
| Estimated tax                             | 7,366,907                    | 1,569,824  | 263,442                      | 450,376    |
| Failure to pay                            | 16,841,952                   | 6,291,624  | 1,944,535                    | 1,697,104  |
| Fraud                                     | 2,391                        | 186,116    | 167                          | 107,263    |
| Other [5]                                 | 4,614                        | 51,727     | 5,616                        | 11,371     |
| Business income tax:                      |                              |            |                              |            |
| Civil penalties, total                    | 1,080,027                    | 1,496,418  | 250,325                      | 611,457    |
| Accuracy [4, 6]                           | 4,204                        | 191,564    | d                            | d          |
| Bad check [6]                             | 4,679                        | 14,551     | 210                          | 250        |
| Delinquency [6]                           | 594,265                      | 651,050    | 170,685                      | 295,428    |
| Estimated tax [6]                         | 198,697                      | 203,923    | 8,465                        | 99,486     |
| Failure to pay [6]                        | 259,245                      | 304,238    | 64,793                       | 149,844    |
| Fraud [6]                                 | 192                          | 9,383      | d                            | d          |
| S corporation/partnership information [7] | 18,662                       | 117,262    | 1,758                        | 10,547     |
| Other [6]                                 | 83                           | 4,447      | 4,318                        | 38,618     |
| Employment taxes:                         |                              |            |                              |            |
| Civil penalties, total [8]                | 7,745,830                    | 5,298,944  | 1,364,041                    | 2,424,513  |
| Accuracy [4]                              | 2,590                        | 13,638     | 238                          | 962        |
| Bad check                                 | 192,135                      | 25,154     | 3,610                        | 2,632      |
| Delinquency                               | 1,669,240                    | 1,340,470  | 291,429                      | 655,989    |
| Estimated tax                             | 3,595                        | 14,182     | 648                          | 10,878     |
| Failure to pay                            | 4,162,673                    | 1,100,324  | 673,166                      | 383,485    |
| Federal tax deposits                      | 1,715,095                    | 2,795,325  | 394,938                      | 1,370,523  |
| Fraud                                     | 256                          | 3,404      | 12                           | 44         |
| Other                                     | 246                          | 6,447      | 0                            | 0          |
| Excise taxes:                             |                              |            |                              |            |
| Civil penalties, total [9]                | 506,429                      | 420,070    | 121,831                      | 335,802    |
| Accuracy [4]                              | d                            | d          | 67                           | 18         |
| Bad check                                 | 3,831                        | 872        | 207                          | 78         |
| Daily delinquency [10]                    | 72,325                       | 289,857    | 53,231                       | 250,356    |
| Delinquency                               | 179,365                      | 34,998     | 11,644                       | 6,737      |
| Estimated tax                             | 6,705                        | 884        | 234                          | 105        |
| Failure to pay                            | 223,610                      | 21,134     | 43,306                       | 8,309      |
| Federal tax deposits                      | 2,985                        | 17,516     | 1,008                        | 10,722     |
| Fraud                                     | d                            | d          | 0                            | 0          |
| Other                                     | 16,488                       | 54,132     | 12,134                       | 59,477     |
| Estate and gift tax:                      |                              |            |                              |            |
| Civil penalties, total [11]               | 8,432                        | 163,305    | 4,486                        | 124,976    |
| Accuracy [4]                              | 79                           | 10,746     | d                            | d          |
| Bad check                                 | 80                           | 154        | 21                           | 241        |
| Delinquency                               | 2,849                        | 85,875     | 1,757                        | 67,417     |
| Failure to pay                            | 5,141                        | 60,880     | 2,545                        | 48,399     |
| Fraud                                     | 0                            | 0          | d                            | d          |
| Other                                     | 283                          | 5,650      | 155                          | 4,384      |
| Nonreturn penalties [12]                  | 556,363                      | 7,961,917  | 63,935                       | 2,270,119  |

d — Not shown to avoid disclosure of information. However, the data are included in the appropriate totals.

[1] Assessments and abatements of penalties included here were recorded in Fiscal Year 2011 regardless of the tax year to which the penalty may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty.

[3] Represents penalties associated with the Form 1040 series (individual income tax return series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series) and Form 990–T (tax-exempt organization unrelated business income tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519), or failure to file electronically Form 1065–B (large partnership return).

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's tax return for income and Social Security taxes withheld for other than household and agricultural employees); 943 (employer's tax return for agricultural employees); 944 (employer's tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1040, Schedule H (household employment taxes); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT–1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11–C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (excise tax return for wagering); 990 (tax-exempt organization information return); 990–PF (private foundation return); 1041–A (return of charitable contribution deductions by certain trusts); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return).

[10] Represents penalties under Internal Revenue Code sections 6652(c)(2)(A) and (B) related to tax-exempt organizations or trusts. Penalties are assessed on a daily basis for failure to file Forms 990 (tax-exempt organization information return); 1041–A (trust accumulation of charitable amounts information return); 1120–POL (income tax return for certain political associations); 5227 (split-interest trust information return); or 8886–T (disclosure by tax-exempt entity regarding prohibited tax shelter transaction).

[11] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[12] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W–2, 3520–A, 8027, and 8300).

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2010

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty           | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |            |
|---|------------------------------|------------|------------------------------|------------|
|   | Number                       | Amount     | Number                       | Amount     |
|   | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total                    | 37,055,841                   | 28,055,115 | 4,874,920                    | 10,025,544 |
| Individual income tax:                    |                              |            |                              |            |
| Civil penalties, total [3]                | 27,106,767                   | 14,525,188 | 3,039,087                    | 4,109,484  |
| Accuracy [4]                              | 469,321                      | 1,069,785  | 58,107                       | 241,645    |
| Bad check                                 | 152,225                      | 14,212     | 6,770                        | 4,791      |
| Delinquency                               | 3,529,203                    | 5,871,164  | 804,058                      | 2,195,182  |
| Estimated tax                             | 7,412,249                    | 1,617,298  | 263,299                      | 267,794    |
| Failure to pay                            | 15,538,896                   | 5,828,731  | 1,901,839                    | 1,346,024  |
| Fraud                                     | 2,218                        | 123,458    | 236                          | 48,255     |
| Other [5]                                 | 2,655                        | 539        | 4,778                        | 5,794      |
| Business income tax:                      |                              |            |                              |            |
| Civil penalties, total                    | 1,145,931                    | 1,770,628  | 263,261                      | 776,088    |
| Accuracy [4, 6]                           | 3,640                        | 334,558    | 146                          | 47,625     |
| Bad check [6]                             | 1,826                        | 164        | 111                          | 137        |
| Delinquency [6]                           | 639,251                      | 758,432    | 173,326                      | 421,878    |
| Estimated tax [6]                         | 213,035                      | 231,940    | 12,349                       | 106,221    |
| Failure to pay [6]                        | 269,950                      | 374,144    | 72,123                       | 183,134    |
| Fraud [6]                                 | 161                          | 14,334     | 7                            | 662        |
| S corporation/partnership information [7] | 18,022                       | 54,685     | 1,607                        | 8,611      |
| Other [6]                                 | 46                           | 2,371      | 3,592                        | 7,819      |
| Employment taxes:                         |                              |            |                              |            |
| Civil penalties, total [8]                | 7,838,423                    | 5,778,753  | 1,376,063                    | 2,477,757  |
| Accuracy [4]                              | 1,786                        | 8,827      | 218                          | 529        |
| Bad check                                 | 33,613                       | 2,199      | 1,476                        | 194        |
| Delinquency                               | 1,646,392                    | 1,461,043  | 292,063                      | 524,462    |
| Estimated tax                             | 3,688                        | 12,723     | 726                          | 6,680      |
| Failure to pay                            | 4,135,675                    | 1,176,674  | 672,498                      | 316,886    |
| Federal tax deposits                      | 2,016,966                    | 3,108,562  | 409,049                      | 1,628,555  |
| Fraud                                     | 290                          | 8,137      | 28                           | 445        |
| Other                                     | 13                           | 587        | 5                            | 6          |
| Excise taxes:                             |                              |            |                              |            |
| Civil penalties, total [9]                | 515,889                      | 482,863    | 136,514                      | 396,036    |
| Accuracy [4]                              | 1,038                        | 521        | 97                           | 283        |
| Bad check                                 | 3,800                        | 124        | 235                          | 25         |
| Daily delinquency                         | 78,471                       | 285,894    | 61,489                       | 239,018    |
| Delinquency                               | 173,660                      | 37,187     | 13,105                       | 7,497      |
| Estimated tax                             | 5,799                        | 1,178      | 364                          | 289        |
| Failure to pay                            | 225,358                      | 24,934     | 42,586                       | 8,187      |
| Federal tax deposits                      | 3,076                        | 14,441     | 1,064                        | 9,241      |
| Other                                     | 24,687                       | 118,584    | 17,574                       | 131,497    |
| Estate and gift tax:                      |                              |            |                              |            |
| Civil penalties, total [10]               | 10,865                       | 205,156    | 6,198                        | 147,791    |
| Accuracy [4]                              | 88                           | 6,686      | 5                            | 479        |
| Bad check                                 | 92                           | 655        | 63                           | 612        |
| Delinquency                               | 3,600                        | 116,577    | 2,384                        | 100,995    |
| Failure to pay                            | 6,789                        | 77,283     | 3,576                        | 43,912     |
| Fraud                                     | 3                            | 745        | 0                            | 0          |
| Other                                     | 293                          | 3,209      | 170                          | 1,792      |
| Nonreturn penalties [11]                  | 437,966                      | 5,292,526  | 53,797                       | 2,118,388  |

[1] Assessments and abatements of penalties included here were recorded in Fiscal Year 2010 regardless of the tax year to which the penalty may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty.

[3] Represents penalties associated with the Form 1040 series (individual income tax series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series); 1120-C (farmers' cooperative return); and 990-T (tax-exempt organization "unrelated business income" tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519); or failure to file electronically Form 1065-B (large partnership return). In prior editions of

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's quarterly tax return for income and Social Security taxes withheld); 942 (employer's tax return for household employees); 943 (employer's tax return for agricultural employees); 944 (employer's annual tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (trust accumulation of charitable amounts information return); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return).

[10] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[11] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520A, 8027, 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2010 was \$630,573 thousand and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2009

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty           | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |            |
|---|------------------------------|------------|------------------------------|------------|
|   | Number                       | Amount     | Number                       | Amount     |
|   | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total                    | 36,228,339                   | 29,820,693 | 5,140,094                    | 15,939,535 |
| Individual income tax:                    |                              |            |                              |            |
| Civil penalties, total [3]                | 26,387,032                   | 14,997,997 | 3,303,495                    | 3,924,645  |
| Accuracy [4]                              | 410,338                      | 868,560    | 55,560                       | 232,527    |
| Bad check                                 | 161,144                      | 17,429     | 9,710                        | 6,086      |
| Delinquency                               | 3,805,227                    | 6,189,019  | 775,789                      | 2,238,966  |
| Estimated tax                             | 7,565,037                    | 2,167,017  | 271,984                      | 279,104    |
| Failure to pay                            | 14,437,722                   | 5,633,923  | 2,183,511                    | 1,143,044  |
| Fraud                                     | 2,305                        | 119,283    | 235                          | 18,285     |
| Other [5]                                 | 5,259                        | 2,765      | 6,706                        | 6,632      |
| Business income tax:                      |                              |            |                              |            |
| Civil penalties, total [6]                | 970,098                      | 1,853,961  | 232,837                      | 1,014,539  |
| Accuracy [4]                              | 3,318                        | 286,811    | d                            | d          |
| Bad check                                 | 1,691                        | 241        | 186                          | 3,904      |
| Delinquency                               | 410,262                      | 649,719    | 127,140                      | 420,876    |
| Estimated tax                             | 243,852                      | 433,078    | 21,336                       | 220,752    |
| Failure to pay                            | 297,386                      | 380,175    | 81,043                       | 231,758    |
| Fraud                                     | 140                          | 14,093     | d                            | d          |
| S Corporation/Partnership information [7] | 13,398                       | 89,196     | 1,919                        | 14,642     |
| Other                                     | 51                           | 649        | 1,100                        | 7,446      |
| Employment taxes:                         |                              |            |                              |            |
| Civil penalties, total [8]                | 7,918,580                    | 7,064,177  | 1,410,603                    | 4,621,747  |
| Accuracy [4]                              | 2,862                        | 12,840     | 139                          | 439        |
| Bad check                                 | 36,846                       | 2,571      | 1,966                        | 441        |
| Delinquency                               | 1,686,977                    | 1,570,520  | 290,668                      | 1,457,850  |
| Estimated tax                             | 4,545                        | 26,661     | 1,170                        | 34,318     |
| Failure to pay                            | 4,182,740                    | 1,215,132  | 680,496                      | 457,011    |
| Federal tax deposits                      | 2,004,152                    | 4,222,112  | 436,130                      | 2,671,118  |
| Fraud                                     | 412                          | 14,307     | 15                           | 553        |
| Other                                     | 46                           | 32         | 19                           | 16         |
| Excise taxes:                             |                              |            |                              |            |
| Civil penalties, total [9]                | 494,672                      | 615,424    | 137,077                      | 733,010    |
| Accuracy [4]                              | 1,144                        | 1,924      | 104                          | 67         |
| Bad check                                 | 4,299                        | 144        | 187                          | 10         |
| Daily delinquency                         | 86,777                       | 297,192    | 65,881                       | 253,575    |
| Delinquency                               | 151,245                      | 34,057     | 11,521                       | 192,377    |
| Estimated tax                             | 9,460                        | 4,398      | 902                          | 1,181      |
| Failure to pay                            | 204,159                      | 24,398     | 37,568                       | 90,030     |
| Federal tax deposits                      | 3,566                        | 31,073     | 1,257                        | 20,296     |
| Fraud                                     | 14                           | 745        | 0                            | 0          |
| Other                                     | 34,008                       | 221,494    | 19,657                       | 175,475    |
| Estate and gift tax:                      |                              |            |                              |            |
| Civil penalties, total [10]               | 12,900                       | 247,429    | 7,002                        | 2,553,580  |
| Accuracy [4]                              | d                            | d          | 8                            | 5,636      |
| Bad check                                 | 158                          | 1,163      | 75                           | 1,002      |
| Delinquency                               | 4,273                        | 166,884    | 2,657                        | 2,477,777  |
| Failure to pay                            | 8,180                        | 72,932     | 4,153                        | 68,180     |
| Fraud                                     | d                            | d          | 0                            | 0          |
| Other                                     | 224                          | 1,542      | 109                          | 986        |
| Nonreturn penalties [11]                  | 445,057                      | 5,041,705  | 49,080                       | 3,092,014  |

d — Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

[1] Penalties assessed and abatements of penalties included here were recorded in Fiscal Year 2009 regardless of the tax year to which the penalty may apply.

[2] An abatement is a reduction of assessed penalties. The IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and the IRS's acceptance of partial payment of assessed penalty.

[3] Represents penalties associated with the Form 1040 series (individual income tax series) and Form 1041 (estate and trust income tax return).

[4] Represents penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); understatement of reportable transactions (under Internal Revenue Code section 6662A); and underpayment of stamp tax (under Internal Revenue Code section 6653).

[5] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[6] Represents penalties associated with the Form 1120 series (corporation income tax return series); 1120-C (farmers' cooperative return); and 990-T (tax-exempt organization "unrelated business income" tax return).

[7] Represents penalties associated with failure to provide information on Forms 1065 (partnership return) or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519); or failure to file electronically Form 1065-B (large partnership return). In prior editions of

[8] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's quarterly tax return for income and Social Security taxes withheld); 942 (employer's tax return for household employees); 943 (employer's tax return for agricultural employees); 944 (employer's annual tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[9] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (tax return for wagering); 990 (tax-exempt organization information return); 990-PF (private foundation return); 1041-A (trust accumulation of charitable amounts information return); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return).

[10] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[11] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to tax return preparers and to information returns (e.g., Forms 1099, W-2, 3520A, 8027, 8300), as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Also includes trust fund recovery penalties. Withheld income and employment taxes, including Social Security taxes, railroad retirement taxes, or collected excise taxes, are collectively called trust fund taxes because employers actually hold the employee's money in trust until they make a Federal tax deposit in that amount. Trust fund recovery penalties are assessed when these employment taxes are not collected, accounted for, and paid timely. The amount of trust fund recovery penalties credited in Fiscal Year 2009 was \$586,608 thousand and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Financial Management.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2008

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed [1] |            | Civil penalties abated [1,2] |            |
|---------------------------------|------------------------------|------------|------------------------------|------------|
|                                 | Number                       | Amount     | Number                       | Amount     |
|                                 | (1)                          | (2)        | (3)                          | (4)        |
| Civil penalties, total          | 40,353,465                   | 28,115,371 | 3,075,159                    | 11,858,696 |
| Individual income tax:          |                              |            |                              |            |
| Civil penalties, total          | 30,223,315                   | 13,365,745 | 1,119,922                    | 4,088,235  |
| Accuracy [3]                    | 391,621                      | 904,206    | 48,326                       | 216,870    |
| Bad check                       | 175,695                      | 21,668     | 9,324                        | 7,980      |
| Delinquency                     | 3,660,514                    | 4,677,827  | 779,429                      | 2,091,019  |
| Estimated tax                   | 8,551,575                    | 2,385,319  | 265,805                      | 286,766    |
| Failure to pay                  | 17,419,367                   | 5,053,053  | 9,324                        | 1,440,757  |
| Fraud                           | 2,265                        | 165,750    | 216                          | 16,173     |
| Partnership information [4]     | 14,847                       | 95,571     | 2,840                        | 23,602     |
| Other [5]                       | 7,431                        | 62,352     | 4,658                        | 5,067      |
| Corporation income tax:         |                              |            |                              |            |
| Civil penalties, total [6]      | 783,864                      | 2,163,750  | 135,191                      | 1,113,042  |
| Accuracy [3]                    | 3,355                        | 572,514    | 138                          | 183,068    |
| Bad check                       | 1,453                        | 240        | 291                          | 2,883      |
| Delinquency                     | 131,450                      | 438,222    | 22,155                       | 271,404    |
| Estimated tax                   | 301,345                      | 582,773    | 21,957                       | 307,787    |
| Failure to pay                  | 346,061                      | 555,024    | 90,257                       | 337,327    |
| Fraud                           | 149                          | 12,401     | 5                            | 414        |
| Other [5]                       | 51                           | 2,575      | 388                          | 10,159     |
| Employment taxes:               |                              |            |                              |            |
| Civil penalties, total [7]      | 8,513,558                    | 4,172,608  | 1,602,564                    | 3,407,913  |
| Accuracy [3]                    | 2,597                        | 22,601     | 99                           | 593        |
| Bad check                       | 41,774                       | 3,180      | 3,079                        | 1,499      |
| Delinquency                     | 1,775,198                    | 1,185,627  | 285,579                      | 475,293    |
| Estimated tax [8]               | 4,909                        | 33,082     | 1,255                        | 19,935     |
| Failure to pay                  | 4,384,202                    | 1,104,878  | 737,800                      | 276,590    |
| Federal tax deposits            | 2,304,351                    | 1,814,400  | 574,721                      | 2,633,260  |
| Fraud                           | 403                          | 6,304      | 4                            | 16         |
| Other [5]                       | 124                          | 2,535      | 27                           | 727        |
| Excise taxes:                   |                              |            |                              |            |
| Civil penalties, total [9]      | 417,926                      | 1,259,718  | 136,566                      | 426,691    |
| Accuracy [3]                    | 950                          | 2,760      | d                            | d          |
| Bad check                       | 4,796                        | 154        | 262                          | 23         |
| Daily delinquency               | 92,114                       | 307,142    | 67,362                       | 241,330    |
| Delinquency                     | 105,510                      | 211,820    | 12,058                       | 9,364      |
| Estimated tax [10]              | 13,478                       | 6,049      | 957                          | 1,691      |
| Failure to pay                  | 168,938                      | 115,436    | 42,440                       | 9,217      |
| Federal tax deposits            | 3,806                        | 44,759     | 1,479                        | 37,757     |
| Fraud                           | 128                          | 1,597      | d                            | d          |
| Other [5]                       | 28,206                       | 570,002    | 11,963                       | 127,238    |
| Estate and gift tax:            |                              |            |                              |            |
| Civil penalties, total [11]     | 12,308                       | 2,579,568  | 6,974                        | 167,167    |
| Accuracy [3]                    | d                            | d          | 6                            | 84         |
| Bad check                       | 132                          | 1,139      | 74                           | 1,024      |
| Delinquency                     | 3,995                        | 2,494,748  | 2,447                        | 117,234    |
| Failure to pay                  | 7,931                        | 76,662     | 4,359                        | 46,485     |
| Fraud                           | d                            | d          | 0                            | 0          |
| Other [5]                       | 185                          | 1,457      | 88                           | 2,341      |
| Nonreturn penalties [12]        | 402,494                      | 4,573,982  | 73,942                       | 2,655,647  |

d — Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

[1] Penalties assessed and abate­ments of penalties included here were recorded in Fiscal Year 2008 regardless of the tax year to which the penalty may apply.

[2] An abatement is a reduction of assessed penalties. IRS may approve an abatement of a penalty for: IRS error; reasonable cause; administrative and collection costs not warranting collection of penalty; discharge of penalty in bankruptcy; and IRS's acceptance of partial payment of assessed penalty.

[3] Includes penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); and understatement of reportable transactions (under Internal Revenue Code section 6662A). Also includes penalties related to negligence or disregard of rules and regulations (under Internal Revenue Code section 6653(a)) assessed on returns due before January 1, 1990.

[4] Represents penalties associated with failure to provide information on Form 1065 (partnership return); or 8752 (required payment or refund for an S corporation or partnership under Internal Revenue Code section 7519); or failure to file Form 1065-B (large partnership return) electronically.

[5] Represents penalties related to failure to supply taxpayer identification number, failure to report tip income, and other return penalties.

[6] Represents penalties associated with the Forms 1120 series (corporation income tax return series); 990-C (farmers' cooperative return); and 990-T (tax-exempt organization unrelated business income tax return).

[7] Represents penalties associated with Forms 940 (employer's Federal unemployment tax return); 941 (employer's quarterly tax return for income and Social Security taxes withheld); 942 (employer's tax return for household employees); 943 (employer's tax return for agricultural employees); 944 (employer's annual tax return); 945 (tax return for withheld income tax from nonpayroll distributions); 1042 (tax return of withheld income tax on U.S.-source income of foreign persons); and CT-1 (railroad retirement tax return).

[8] Represents penalties associated with partnership (Form 1065) income and withholding tax.

[9] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering return); 720 (excise tax return); 730 (tax return on wagering); 990 (tax-exempt organization except private foundation return); 990-PF (private foundation return); 1041-A (trust accumulation of charitable amounts information return); 2290 (heavy highway vehicle use tax return); 4720 (excise tax return of charities and other persons); and 5227 (split-interest trust information return).

[10] Represents penalties associated with failure by certain tax-exempt organizations to pay estimated tax.

[11] Represents penalties associated with Forms 706 (estate tax return) and 709 (gift tax return).

[12] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to trust fund recovery; to tax return preparers; and to information returns (e.g., Forms 1099, W-2, 3520A, 8027, 8300); as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Trust fund recovery penalties assessed to all responsible officers are reduced when one officer or the business pays a portion of the total amount assessed. The amount of trust fund recovery assessments credited was \$805,736 (thousands) and is included in the amount abated.

NOTE: Detail may not add to totals because of rounding.

SOURCE: Chief Financial Officer, Revenue Financial Management OS:CFO:R.



Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2007

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Civil penalties abated |            |
|---------------------------------|--------------------------|------------|------------------------|------------|
|                                 | Number                   | Amount     | Number                 | Amount     |
|                                 | (1)                      | (2)        | (3)                    | (4)        |
| Civil penalties, total          | 37,566,699               | 29,524,556 | 4,908,112              | 11,135,878 |
| Individual income tax:          |                          |            |                        |            |
| Civil penalties, total          | 27,338,827               | 14,883,408 | 3,018,698              | 3,973,560  |
| Accuracy [1]                    | 327,822                  | 771,048    | 42,238                 | 189,654    |
| Bad check                       | 249,716                  | 20,841     | 13,099                 | 7,742      |
| Delinquency                     | 3,847,589                | 5,765,933  | 709,057                | 2,056,639  |
| Estimated tax                   | 7,722,178                | 2,274,586  | 253,625                | 297,761    |
| Failure to pay                  | 15,172,385               | 5,826,851  | 1,995,949              | 1,390,932  |
| Fraud                           | 2,275                    | 122,600    | 225                    | 12,172     |
| Partnership information [2]     | 5,122                    | 96,923     | 2,417                  | 15,729     |
| Other [3]                       | 11,740                   | 4,625      | 2,088                  | 2,931      |
| Corporation income tax:         |                          |            |                        |            |
| Civil penalties, total [4]      | 762,718                  | 1,786,166  | 124,275                | 846,990    |
| Accuracy [1]                    | 2,736                    | 211,721    | 92                     | 31,919     |
| Bad check                       | 2,194                    | 7,619      | 471                    | 13,314     |
| Delinquency                     | 124,835                  | 535,485    | 19,667                 | 363,731    |
| Estimated tax                   | 291,834                  | 440,254    | 19,586                 | 196,879    |
| Failure to pay                  | 340,979                  | 368,810    | 84,459                 | 241,147    |
| Fraud                           | 140                      | 222,278    | 0                      | 0          |
| Employment taxes:               |                          |            |                        |            |
| Civil penalties, total [5]      | 8,454,024                | 7,232,594  | 1,555,813              | 3,055,606  |
| Accuracy [1]                    | 2,396                    | 5,641      | 94                     | 978        |
| Bad check                       | 65,595                   | 7,449      | 8,538                  | 9,015      |
| Delinquency                     | 1,695,870                | 1,844,553  | 240,546                | 425,339    |
| Estimated tax                   | 5,028                    | 35,960     | 1,152                  | 15,243     |
| Failure to pay                  | 4,413,486                | 1,146,643  | 765,122                | 293,995    |
| Federal tax deposits            | 2,271,223                | 4,170,503  | 540,346                | 2,310,751  |
| Fraud                           | 426                      | 21,845     | 15                     | 286        |
| Excise taxes:                   |                          |            |                        |            |
| Civil penalties, total [6]      | 592,945                  | 419,796    | 140,965                | 291,716    |
| Accuracy [1]                    | 175                      | 157        | 49                     | 30         |
| Bad check                       | 4,005                    | 199        | 325                    | 423        |
| Daily delinquency               | 87,415                   | 280,818    | 66,233                 | 233,357    |
| Delinquency                     | 184,435                  | 38,597     | 18,311                 | 14,270     |
| Estimated tax                   | 10,198                   | 3,446      | 305                    | 336        |
| Failure to pay                  | 301,694                  | 39,869     | 53,911                 | 9,705      |
| Federal tax deposits            | 4,932                    | 52,438     | 1,769                  | 32,243     |
| Fraud                           | 91                       | 4,272      | 62                     | 1,352      |
| Estate and gift tax:            |                          |            |                        |            |
| Civil penalties, total [7]      | 14,173                   | 268,315    | 8,550                  | 172,055    |
| Accuracy [1]                    | 62                       | 8,447      | d                      | d          |
| Bad check                       | 110                      | 692        | 55                     | 851        |
| Delinquency                     | 4,621                    | 168,234    | 2,934                  | 120,220    |
| Failure to pay                  | 9,380                    | 90,942     | 5,550                  | 50,429     |
| Fraud                           | 0                        | 0          | d                      | d          |
| Nonreturn penalties [8]         | 404,012                  | 4,934,279  | 59,811                 | 2,795,951  |

d — Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

[1] Includes penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); and understatement of reportable transactions (under Internal Revenue Code section 6662A). Also includes penalties related to negligence or disregard of rules and regulations (under Internal Revenue Code section 6653(a)) assessed on returns due before January 1, 1990.

[2] Represents penalties associated with failure to provide information on Forms 1065 (partnership) or 8752 (partnership or S corporation required payment or refund under Internal Revenue Code section 7519), or failure to file electronically for Form 1065-B (large partnership).

[3] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[4] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperative private foundation); and 990-T (tax-exempt organization business income tax).

[5] Represents penalties associated with Forms 940 (employer's Federal unemployment tax); 941 (employer's employment tax); 942 (employer's tax for household employees); 943 (employer's tax for agricultural employees); 944 (employer tax); 945 (withheld income tax); 1042 (withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[6] Represents penalties associated with Forms 11-C (occupational tax and registration for wagering); 720 (quarterly excise tax); 730 (tax on wagering); 990 (tax-exempt organization except private foundation tax ); 990-PF (private foundation tax); 1041-A (trust accumulation of charitable amounts); 2290 (heavy highway vehicle use tax); 4720 (excise taxes of private foundations and other persons); and 5227 (split-interest trust tax).

[7] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[8] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to trust fund recovery; to tax return preparers; and to information returns (e.g., Forms 1099, W-2, 3520A, 8027, 8300); as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Trust fund recovery penalties assessed to all responsible officers are reduced when one officer or the business pays a portion of the total amount assessed. The amount of trust fund recovery assessments credited is \$654,445 (thousands) and is included in the amount abated.

NOTES: An abatement is a reduction of penalties due to IRS error, reasonable cause, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. Fiscal year data represent assessments and abatements recorded in a given fiscal year, regardless of the tax year to which the penalty may apply. Abatements for a given fiscal year apply to assessments made in the current or in a prior fiscal year.

SOURCE: Chief Financial Officer, Revenue Financial Management OS:CFO:R.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2006

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Civil penalties abated |            |
|---------------------------------|--------------------------|------------|------------------------|------------|
|                                 | Number                   | Amount     | Number                 | Amount     |
|                                 | (1)                      | (2)        | (3)                    | (4)        |
| Civil penalties, total          | 36,322,974               | 27,109,016 | 4,585,845              | 10,637,852 |
| Individual income tax:          |                          |            |                        |            |
| Civil penalties, total          | 25,949,861               | 12,517,793 | 2,723,732              | 2,430,354  |
| Delinquency                     | 3,457,277                | 4,126,751  | 660,600                | 1,275,110  |
| Estimated tax                   | 6,577,158                | 1,493,251  | 185,767                | 167,619    |
| Accuracy [1]                    | 272,353                  | 628,847    | 29,522                 | 154,651    |
| Partnership information [2]     | 5,120                    | 99,010     | 2,364                  | 30,713     |
| Failure to pay                  | 15,389,076               | 6,041,616  | 1,832,659              | 780,405    |
| Bad check                       | 233,569                  | 18,455     | 11,687                 | 4,982      |
| Fraud                           | 2,182                    | 107,472    | 301                    | 16,605     |
| Other [3]                       | 13,126                   | 2,391      | 832                    | 269        |
| Corporation income tax:         |                          |            |                        |            |
| Civil penalties, total [4]      | 702,031                  | 1,222,120  | 101,128                | 714,612    |
| Delinquency                     | 111,474                  | 258,344    | 17,057                 | 164,041    |
| Estimated tax                   | 270,488                  | 299,780    | 14,221                 | 91,234     |
| Accuracy [1]                    | 2,039                    | 327,316    | 79                     | 314,907    |
| Failure to pay                  | 314,557                  | 312,607    | 69,322                 | 138,544    |
| Bad check                       | 3,315                    | 14,844     | 446                    | 5,633      |
| Fraud                           | 158                      | 9,229      | 3                      | 253        |
| Employment taxes:               |                          |            |                        |            |
| Civil penalties, total [5]      | 8,788,261                | 6,412,214  | 1,488,032              | 2,942,895  |
| Delinquency                     | 1,762,339                | 1,101,533  | 232,146                | 323,476    |
| Estimated tax                   | 4,029                    | 51,030     | 1,778                  | 46,768     |
| Accuracy [1]                    | 1,410                    | 11,724     | 84                     | 859        |
| Failure to pay                  | 4,620,927                | 1,309,509  | 700,750                | 306,240    |
| Federal tax deposits            | 2,274,397                | 3,915,193  | 546,164                | 2,256,045  |
| Bad check                       | 124,955                  | 19,998     | 7,101                  | 9,439      |
| Fraud                           | 204                      | 3,227      | 9                      | 68         |
| Excise taxes:                   |                          |            |                        |            |
| Civil penalties, total [6]      | 543,823                  | 373,091    | 123,507                | 266,281    |
| Delinquency                     | 176,347                  | 42,705     | 15,492                 | 9,789      |
| Daily delinquency               | 81,604                   | 260,109    | 60,310                 | 208,115    |
| Estimated tax                   | 7,251                    | 1,145      | 47                     | 24         |
| Accuracy [1]                    | 799                      | 631        | 17                     | 17         |
| Failure to pay                  | 269,193                  | 31,567     | 45,607                 | 9,851      |
| Federal tax deposits            | 4,472                    | 33,957     | 1,773                  | 37,974     |
| Bad check                       | 4,131                    | 565        | 231                    | 98         |
| Fraud                           | 26                       | 2,412      | 30                     | 413        |
| Estate and gift tax:            |                          |            |                        |            |
| Civil penalties, total [7]      | 14,278                   | 266,647    | 7,854                  | 163,169    |
| Delinquency                     | 4,144                    | 157,307    | 2,384                  | 104,015    |
| Accuracy [1]                    | 61                       | 6,571      | 11                     | 5,173      |
| Failure to pay                  | 9,958                    | 100,839    | 5,405                  | 53,146     |
| Bad check                       | 112                      | 920        | d                      | d          |
| Fraud                           | 3                        | 1,010      | d                      | d          |
| Nonreturn penalties [8]         | 324,720                  | 6,317,151  | 141,592                | 4,120,541  |

d — Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

[1] Includes penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); and understatement of reportable transactions (under Internal Revenue Code section 6662A). Also includes penalties related to negligence or disregard of rules and regulations (under Internal Revenue Section 6653(a)) assessed on returns due before January 1, 1990.

[2] Represents penalties associated with failure to provide information on Forms 1065 (partnerships) or Forms 8752 (payment or refund under Internal Revenue section 7519), or failure to file electronically for Forms 1065-B (large partnerships).

[3] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[4] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[5] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[6] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[7] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[8] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to trust fund recovery; to tax return preparers; and to information returns (e.g., Forms 1099, W-2, 3520A, 8027, 8300); as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Trust fund recovery penalties assessed to all responsible officers are reduced when one officer or the business pays a portion of the total amount assessed. The amount of trust fund recovery assessments credited is \$647,137 thousand and is included in the amount abated.

NOTES: Revised September 2007. Detail may not add to totals because of rounding. An abatement is a reduction of penalties due to IRS error, reasonable cause, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. Fiscal year data represent assessments and abatements recorded in a given fiscal year, regardless of the tax year to which the penalty may apply. Abatements for a given fiscal year apply to assessments made in the current or in a prior fiscal year.

SOURCE: Chief Financial Officer, Revenue Financial Management OS:CFO:R.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2005

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Civil penalties abated |            |
|---------------------------------|--------------------------|------------|------------------------|------------|
|                                 | Number                   | Amount     | Number                 | Amount     |
|                                 | (1)                      | (2)        | (3)                    | (4)        |
| Civil penalties, total          | 32,847,045               | 23,917,238 | 4,283,201              | 10,510,863 |
| Individual income tax:          |                          |            |                        |            |
| Civil penalties, total          | 23,472,594               | 9,722,957  | 2,261,619              | 1,564,837  |
| Delinquency                     | 3,083,222                | 3,825,540  | 503,672                | 835,031    |
| Estimated tax                   | 6,187,854                | 1,181,748  | 148,665                | 120,213    |
| Accuracy [1]                    | 58,366                   | 325,714    | 508                    | 62,388     |
| Partnership information [2]     | 4,949                    | 173,343    | 2,504                  | 15,250     |
| Failure to pay                  | 13,914,331               | 4,122,033  | 1,594,276              | 502,320    |
| Bad check                       | 213,156                  | 16,971     | 10,727                 | 5,896      |
| Fraud                           | 1,955                    | 76,103     | 405                    | 23,411     |
| Other [3]                       | 8,761                    | 1,505      | 862                    | 328        |
| Corporation income tax:         |                          |            |                        |            |
| Civil penalties, total [4]      | 642,207                  | 1,059,559  | 97,530                 | 501,738    |
| Delinquency                     | 110,257                  | 286,194    | 17,876                 | 167,001    |
| Estimated tax                   | 247,461                  | 174,910    | 12,762                 | 86,518     |
| Accuracy [1]                    | 1,342                    | 313,768    | 93                     | 107,941    |
| Failure to pay                  | 280,128                  | 247,590    | 66,441                 | 135,617    |
| Bad check                       | 2,802                    | 9,678      | 355                    | 3,999      |
| Fraud                           | 217                      | 27,419     | 3                      | 662        |
| Employment taxes:               |                          |            |                        |            |
| Civil penalties, total [5]      | 7,682,452                | 6,618,882  | 1,458,421              | 3,903,950  |
| Delinquency                     | 1,596,897                | 1,300,437  | 209,497                | 703,666    |
| Estimated tax                   | 2,766                    | 19,846     | 225                    | 1,702      |
| Accuracy [1]                    | 690                      | 3,954      | 86                     | 120        |
| Failure to pay                  | 3,810,547                | 752,600    | 663,212                | 249,109    |
| Federal tax deposits            | 2,162,486                | 4,517,177  | 577,925                | 2,938,885  |
| Bad check                       | 108,851                  | 21,171     | 7,444                  | 10,278     |
| Fraud                           | 215                      | 3,697      | 32                     | 190        |
| Excise taxes:                   |                          |            |                        |            |
| Civil penalties, total [6]      | 692,497                  | 763,365    | 160,142                | 519,747    |
| Delinquency                     | 169,202                  | 33,976     | 17,336                 | 9,489      |
| Daily delinquency               | 88,332                   | 252,948    | 67,864                 | 214,170    |
| Estimated tax                   | 5,225                    | 616        | 42                     | 46         |
| Accuracy [1]                    | 158,039                  | 291,304    | 25,375                 | 128,546    |
| Failure to pay                  | 263,898                  | 24,977     | 47,491                 | 7,994      |
| Federal tax deposits            | 4,118                    | 157,430    | 1,735                  | 158,707    |
| Bad check                       | 3,622                    | 300        | 250                    | 97         |
| Fraud                           | 61                       | 1,814      | 49                     | 698        |
| Estate and gift tax:            |                          |            |                        |            |
| Civil penalties, total [7]      | 17,296                   | 279,699    | 10,488                 | 195,318    |
| Delinquency                     | 4,509                    | 163,546    | 3,211                  | 126,908    |
| Accuracy [1]                    | 72                       | 15,375     | 3                      | 2,639      |
| Failure to pay                  | 12,594                   | 97,798     | 7,211                  | 64,274     |
| Bad check                       | d                        | d          | d                      | d          |
| Fraud                           | d                        | d          | d                      | d          |
| Nonreturn penalties [8]         | 339,999                  | 5,472,776  | 295,001                | 3,825,273  |

d — Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

[1] Includes penalties for negligence; substantial understatement of income tax; substantial valuation misstatement; substantial overstatement of pension liabilities; substantial estate or gift tax valuation understatement (under Internal Revenue Code section 6662); and understatement of reportable transactions (under Internal Revenue Code section 6662A). Also includes penalties related to negligence or disregard of rules and regulations (under Internal Revenue Section 6653(a)) assessed on returns due before January 1, 1990.

[2] Represents penalties associated with failure to provide information on Forms 1065 (partnerships) or Forms 8752 (payment or refund under Internal Revenue section 7519), or failure to file electronically for Forms 1065-B (large partnerships).

[3] Represents penalties related to failure to supply taxpayer identification number and failure to report tip income.

[4] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[5] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[6] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[7] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[8] Represents various penalties assessed and abated for a wide range of noncompliant behaviors, such as noncompliance related to trust fund recovery; to tax return preparers; and to information returns (e.g., Forms 1099, W-2, 3520A, 8027, 8300); as well as aiding and abetting; frivolous return filings; and misuse of dyed fuel. Trust fund recovery penalties assessed to all responsible officers are reduced when one officer or the business pays a portion of the total amount assessed. The amount of trust fund recovery assessments credited is \$524,560 thousand and is included in the amount abated.

NOTES: Revised September 2007. Detail may not add to totals because of rounding. An abatement is a reduction of penalties due to IRS error, reasonable cause, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. Fiscal year data represent assessments and abatements recorded in a given fiscal year, regardless of the tax year to which the penalty may apply. Abatements for a given fiscal year apply to assessments made in the current or in a prior fiscal year.

SOURCE: Chief Financial Officer, Revenue Financial Management OS:CFO:R.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2004

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Reasonable cause abatements [1] |         | Other abatements [1] |           | Net civil penalties assessed after abatements |            |
|---------------------------------|--------------------------|------------|---------------------------------|---------|----------------------|-----------|---|------------|
|                                 | Number                   | Amount     | Number                          | Amount  | Number               | Amount    | Number  | Amount     |
|                                 | (1)                      | (2)        | (3)                             | (4)     | (5)                  | (6)       | (7)   | (8)        |
| Civil penalties, total          | 28,571,490               | 18,057,098 | 367,558                         | 934,655 | 3,518,416            | 6,055,977 | 24,685,516                                    | 11,066,466 |
| Individual income tax           | 18,819,702               | 5,877,990  | 79,754                          | 131,693 | 1,934,842            | 900,505   | 16,805,106                                    | 4,845,792  |
| Delinquency                     | 2,311,943                | 2,346,814  | 29,895                          | 77,754  | 374,632              | 480,412   | 1,907,416                                     | 1,788,648  |
| Estimated tax                   | 5,260,594                | 966,549    | 8,948                           | 8,725   | 117,355              | 85,602    | 5,134,291                                     | 872,222    |
| Failure to pay                  | 11,030,124               | 2,446,528  | 36,545                          | 42,166  | 1,432,363            | 307,211   | 9,561,216                                     | 2,097,151  |
| Bad check                       | 205,955                  | 12,773     | 4,122                           | 1,585   | 6,387                | 2,668     | 195,446                                       | 8,521      |
| Fraud                           | 2,044                    | 75,208     | 49                              | 826     | 324                  | 9,525     | 1,671   | 64,857     |
| Negligence                      | 395                      | 23,668     | 53                              | 602     | 524                  | 4,428     | -182  | 18,638     |
| Other [2]                       | 8,647                    | 6,450      | 142                             | 37      | 3,257                | 10,659    | 5,248   | -4,246     |
| Corporation income tax [3]      | 660,015                  | 1,239,913  | 8,852                           | 101,832 | 95,970               | 402,527   | 555,193                                       | 735,554    |
| Delinquency                     | 112,719                  | 259,475    | 3,506                           | 56,449  | 14,337               | 149,831   | 94,876  | 53,195     |
| Estimated tax                   | 261,233                  | 227,768    | 1,101                           | 16,413  | 14,171               | 121,731   | 245,961                                       | 89,624     |
| Failure to pay                  | 281,543                  | 174,928    | 4,069                           | 16,783  | 67,218               | 114,225   | 210,256                                       | 43,921     |
| Bad check                       | 3,064                    | 4,242      | 167                             | 4,431   | 128                  | 691       | 2,769   | -881       |
| Fraud                           | 132                      | 6,675      | --                              | --      | 4                    | 47        | 128   | 6,628      |
| Negligence                      | 25                       | 4,776      | --                              | --      | **                   | **        | **  | **         |
| Other                           | 1,299                    | 562,049    | 9                               | 7,755   | **                   | **        | **  | **         |
| Employment taxes [4]            | 7,813,859                | 5,231,655  | 221,248                         | 491,084 | 1,230,962            | 2,267,756 | 6,361,649                                     | 2,472,815  |
| Delinquency                     | 1,614,918                | 886,788    | 43,030                          | 68,109  | 165,578              | 236,028   | 1,406,310                                     | 582,651    |
| Failure to pay                  | 3,766,218                | 595,280    | 51,663                          | 28,832  | 647,374              | 145,348   | 3,067,181                                     | 421,100    |
| Federal tax deposits            | 2,313,900                | 3,722,213  | 123,265                         | 388,618 | 413,608              | 1,882,181 | 1,777,027                                     | 1,451,414  |
| Bad check                       | 117,671                  | 17,620     | 3,252                           | 4,838   | 4,349                | 3,985     | 110,070                                       | 8,797      |
| Fraud                           | 383                      | 5,195      | **                              | **      | **                   | **        | 363   | 4,573      |
| Negligence                      | --                       | --         | --                              | --      | 5                    | 39        | -5  | -39        |
| Other                           | 769                      | 4,558      | **                              | **      | **                   | **        | 703   | 4,318      |
| Excise taxes [5]                | 482,028                  | 393,442    | 34,701                          | 133,069 | 91,850               | 137,940   | 355,477                                       | 122,434    |
| Delinquency                     | 153,961                  | 44,093     | 3,123                           | 3,811   | 10,101               | 18,029    | 140,737                                       | 22,253     |
| Daily delinquency               | 88,956                   | 245,348    | 27,734                          | 117,076 | 36,143               | 88,149    | 25,079  | 40,122     |
| Estimated tax                   | 3,915                    | 413        | **                              | **      | **                   | **        | 3,869   | 385        |
| Failure to pay                  | 225,089                  | 16,315     | 3,083                           | 1,631   | 43,606               | 7,039     | 178,400                                       | 7,645      |
| Federal tax deposits            | 5,051                    | 50,327     | 716                             | 10,523  | 1,616                | 23,932    | 2,719   | 15,873     |
| Bad check                       | 4,804                    | 300        | 40                              | 22      | 279                  | 112       | 4,485   | 167        |
| Fraud                           | 94                       | 1,437      | --                              | --      | 37                   | 610       | 57  | 827        |
| Negligence                      | --                       | --         | --                              | --      | --                   | --        | --  | --         |
| Other                           | 158                      | 35,208     | **                              | **      | **                   | **        | 131   | 35,161     |
| Estate and gift tax [6]         | 20,065                   | 243,678    | 2,850                           | 46,786  | 11,203               | 171,255   | 6,012   | 25,637     |
| Delinquency                     | 6,526                    | 160,316    | 1,153                           | 30,658  | 2,951                | 118,158   | 2,422   | 11,501     |
| Failure to pay                  | 13,028                   | 76,051     | 1,626                           | 15,325  | 8,121                | 51,412    | 3,281   | 9,314      |
| Bad check                       | 234                      | 639        | 54                              | 431     | 31                   | 210       | 149   | -1         |
| Fraud                           | --                       | --         | --                              | --      | --                   | --        | --  | --         |
| Negligence                      | **                       | **         | --                              | --      | --                   | --        | **  | **         |
| Other                           | **                       | **         | 17                              | 372     | 100                  | 1,476     | **  | **         |
| All other taxes [7]             | 293,855                  | 251,915    | 20,153                          | 30,192  | 75,742               | 170,282   | 197,960                                       | 51,442     |
| Delinquency                     | 125,949                  | 118,913    | 15,071                          | 23,737  | 41,869               | 69,045    | 69,009  | 26,131     |
| Estimated tax                   | 52,395                   | 11,483     | 398                             | 241     | 6,186                | 3,540     | 45,811  | 7,702      |
| Failure to pay                  | 112,576                  | 19,043     | 4,037                           | 2,666   | 26,436               | 7,206     | 82,103  | 9,170      |
| Bad check                       | 2,244                    | 195        | 511                             | 78      | 846                  | 86        | 887   | 32         |
| Negligence                      | --                       | --         | --                              | --      | --                   | --        | --  | --         |
| Missing information             | 390                      | 80,218     | 111                             | 3,199   | 244                  | 79,119    | 35  | -2,100     |
| Other                           | 301                      | 22,063     | 25                              | 270     | 161                  | 11,286    | 115   | 10,507     |
| Nonreturn taxes [8]             | 481,966                  | 4,818,505  | --                              | --      | 77,847               | 2,005,712 | 404,119                                       | 2,812,793  |

\*\* Not shown to avoid disclosure of information about specific taxpayers. However, the data are included in the appropriate totals.

[1] Certain civil penalties have been identified as having been abated due to reasonable cause judgment made by an IRS employee following specific guidelines. Other abatements are made because of a decrease in the underlying tax.

[2] Includes failure to supply taxpayer identification number, failure to report tip income, and miscellaneous.

[3] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[4] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[5] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (basic excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[6] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[7] Represents penalties associated with Forms 1041 (estate and trust income tax); 1065 (partnerships); and individual retirement arrangements (IRA's).

[8] Represents penalties assessable under the Tax Equity and Fiscal Responsibility Act of 1982 and the Tax Reform Acts of 1984 and 1986. Examples include failure to file Form W-2 (wage and tax statement); failure to file proper information returns (such as the Form 1099 for payers reporting interest or dividend distributions); and the penalty for promoting an "abusive tax shelter."

NOTES: Detail may not add to totals because of rounding. An "abatement" is a reduction of tax assessment and related interest and penalties resulting from excessive tax assessments, penalties, and interest due to IRS error, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. With the exception of estimated income tax, assessments and abatements can apply to any tax year. Therefore, the abatements in Fiscal Year 2004 (columns 3 through 6) may not be altogether comparable to the assessments (columns 1 and 2) because they reflect different tax years. As a result, when the number or amount of abatements is subtracted from the number or amount of assessments in this table, it is possible for the abatements to exceed the assessments. When this occurs, the result is a negative frequency or amount (columns 7 and 8). In addition to the assessments and abatements shown, the law required that interest be charged on late payments. Such interest is not reflected in the data. Net interest in Fiscal Year 2004 totaled \$4.2 billion on individual returns and \$4.3 billion on business returns.

SOURCE: IRS Data Book, FY 2004, Publication 55b. Also, Chief Financial Officer, Revenue Financial Management OS:CFO:R.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2003

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Reasonable cause abatements [1] |           | Other abatements [1] |           | Net civil penalties assessed after abatements |           |
|---------------------------------|--------------------------|------------|---------------------------------|-----------|----------------------|-----------|---|-----------|
|                                 | Number                   | Amount     | Number                          | Amount    | Number               | Amount    | Number  | Amount    |
|                                 | (1)                      | (2)        | (3)                             | (4)       | (5)                  | (6)       | (7)   | (8)       |
| Civil penalties, total          | 28,767,480               | 17,806,588 | 386,817                         | 1,095,116 | 3,600,438            | 7,359,219 | 24,780,225                                    | 9,352,253 |
| Individual income tax           | 19,184,593               | 5,146,747  | 87,266                          | 134,911   | 1,988,236            | 756,718   | 17,109,091                                    | 4,255,118 |
| Delinquency                     | 2,123,824                | 1,896,092  | 33,470                          | 81,420    | 356,778              | 409,647   | 1,733,576                                     | 1,405,025 |
| Estimated tax                   | 5,744,584                | 1,152,579  | 10,841                          | 10,798    | 146,493              | 83,698    | 5,587,250                                     | 1,058,083 |
| Failure to pay                  | 11,099,091               | 1,992,496  | 38,811                          | 39,365    | 1,474,117            | 230,922   | 9,586,163                                     | 1,722,209 |
| Bad check                       | 207,335                  | 13,665     | 3,861                           | 1,505     | 6,717                | 2,841     | 196,757                                       | 9,319     |
| Fraud                           | 1,976                    | 65,985     | 63                              | 1,597     | 458                  | 17,023    | 1,455   | 47,364    |
| Negligence                      | 425                      | 19,773     | 118                             | 210       | 928                  | 3,469     | -621  | 16,094    |
| Other [2]                       | 7,358                    | 6,157      | 102                             | 15        | 2,745                | 9,119     | 4,511   | -2,977    |
| Corporation income tax [3]      | 704,012                  | 1,097,851  | 10,663                          | 119,076   | 110,375              | 623,957   | 582,974                                       | 354,819   |
| Delinquency                     | 125,433                  | 326,649    | 4,210                           | 72,729    | 16,419               | 174,815   | 104,804                                       | 79,105    |
| Estimated tax                   | 274,894                  | 291,095    | 1,297                           | 8,791     | 17,980               | 181,695   | 255,617                                       | 100,610   |
| Failure to pay                  | 299,005                  | 348,451    | 4,959                           | 35,080    | 75,778               | 242,795   | 218,268                                       | 70,576    |
| Bad check                       | 2,913                    | 5,336      | 186                             | 2,400     | 123                  | 1,153     | 2,604   | 1,783     |
| Fraud                           | 170                      | 13,839     | --                              | --        | 1                    | 1         | 169   | 13,838    |
| Negligence                      | 12                       | 20,396     | --                              | --        | 1                    | 2         | 11  | 20,394    |
| Other                           | 1,585                    | 92,085     | 11                              | 76        | 73                   | 23,497    | 1,501   | 68,512    |
| Employment taxes [4]            | 7,649,296                | 6,187,833  | 225,747                         | 547,036   | 1,239,894            | 3,256,789 | 6,183,655                                     | 2,384,007 |
| Delinquency                     | 1,470,183                | 861,656    | 40,719                          | 60,368    | 154,023              | 243,652   | 1,275,441                                     | 557,636   |
| Failure to pay                  | 3,657,521                | 561,540    | 52,536                          | 21,849    | 638,718              | 161,330   | 2,966,267                                     | 378,361   |
| Federal tax deposits            | 2,409,231                | 4,675,038  | 129,438                         | 459,111   | 442,617              | 2,787,523 | 1,837,176                                     | 1,428,404 |
| Bad check                       | 111,244                  | 31,887     | 3,049                           | 5,691     | 4,411                | 18,328    | 103,784                                       | 7,868     |
| Fraud                           | 263                      | 4,489      | --                              | --        | 20                   | 877       | 243   | 3,612     |
| Negligence                      | 7                        | 51         | --                              | --        | 19                   | 16        | -12   | 35        |
| Other                           | 847                      | 53,171     | 5                               | 17        | 86                   | 45,063    | 756   | 8,091     |
| Excise taxes [5]                | 455,513                  | 358,579    | 34,635                          | 132,981   | 91,241               | 198,423   | 329,637                                       | 27,175    |
| Delinquency                     | 137,960                  | 42,507     | 4,084                           | 4,764     | 8,941                | 5,001     | 124,935                                       | 32,742    |
| Daily delinquency               | 76,089                   | 231,622    | 25,460                          | 104,678   | 34,151               | 93,386    | 16,478  | 33,558    |
| Estimated tax                   | 4,145                    | 639        | 4                               | 4         | 70                   | 66        | 4,071   | 568       |
| Failure to pay                  | 224,886                  | 19,496     | 4,130                           | 2,713     | 45,971               | 10,358    | 174,785                                       | 6,424     |
| Federal tax deposits            | 6,357                    | 58,482     | 881                             | 20,415    | 1,753                | 89,440    | 3,723   | -51,373   |
| Bad check                       | 5,669                    | 191        | 71                              | 250       | 181                  | 69        | 5,417   | -129      |
| Fraud                           | 86                       | 3,970      | --                              | --        | 13                   | 80        | 73  | 3,890     |
| Negligence                      | --                       | --         | --                              | --        | 57                   | 8         | -57   | -8        |
| Other                           | 321                      | 1,671      | 5                               | 156       | 104                  | 14        | 212   | 1,500     |
| Estate and gift tax [6]         | 27,076                   | 281,377    | 2,743                           | 27,089    | 16,244               | 202,128   | 8,089   | 52,160    |
| Delinquency                     | 7,925                    | 180,467    | 1,037                           | 18,384    | 3,790                | 132,647   | 3,098   | 29,436    |
| Failure to pay                  | 18,576                   | 95,655     | 1,630                           | 7,310     | 12,332               | 68,329    | 4,614   | 20,017    |
| Bad check                       | 298                      | 560        | 64                              | 256       | 38                   | 162       | 196   | 142       |
| Fraud                           | 1                        | 111        | --                              | --        | --                   | --        | 1   | 111       |
| Negligence                      | 2                        | 51         | --                              | --        | --                   | --        | 2   | 51        |
| Other                           | 274                      | 4,532      | 12                              | 1,140     | 84                   | 989       | 178   | 2,403     |
| All other taxes [7]             | 290,204                  | 454,689    | 25,763                          | 134,023   | 73,649               | 277,362   | 190,792                                       | 43,303    |
| Delinquency                     | 120,825                  | 166,572    | 19,168                          | 75,910    | 36,982               | 64,531    | 64,675  | 26,131    |
| Estimated tax                   | 53,995                   | 15,033     | 514                             | 639       | 5,339                | 5,509     | 48,142  | 8,885     |
| Failure to pay                  | 111,399                  | 20,789     | 5,726                           | 3,150     | 30,093               | 8,108     | 75,580  | 9,532     |
| Bad check                       | 2,748                    | 232        | 177                             | 46        | 357                  | 64        | 2,214   | 122       |
| Negligence                      | 6                        | 277        | --                              | --        | 5                    | 20        | 1   | 257       |
| Missing information             | 747                      | 243,177    | 153                             | 53,984    | 648                  | 196,165   | -54   | -6,972    |
| Other                           | 484                      | 8,609      | 25                              | 294       | 225                  | 2,966     | 234   | 5,349     |
| Non-return taxes [8]            | 456,786                  | 4,279,513  | --                              | --        | 80,799               | 2,043,841 | 375,987                                       | 2,235,672 |

NOTE: Detail may not add to totals because of rounding.

[1] Certain civil penalties have been identified as having been abated due to reasonable cause judgment made by an IRS employee following specific guidelines. Other abatements are made because of a decrease in the underlying tax.

[2] Includes failure to supply taxpayer identification number, failure to report tip income, and miscellaneous.

[3] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[4] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[5] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (basic excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[6] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[7] Represents penalties associated with Forms 1041 (estate and trust income tax); 1065 (partnerships); and individual retirement arrangements (IRA's).

[8] Represents penalties assessable under the Tax Equity and Fiscal Responsibility Act of 1982 and the Tax Reform Acts of 1984 and 1986. Examples include failure to file Form W-2 (wage and tax statement); failure to file proper information returns (such as the Form 1099 for payers reporting interest or dividend distributions); and the penalty for promoting an "abusive tax shelter."

NOTES: An "abatement" is a reduction of tax assessment and related interest and penalties resulting from excessive tax assessments, penalties, and interest due to IRS error, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. With the exception of estimated income tax, assessments and abatements can apply to any tax year. Therefore, the abatements in Fiscal Year 2003 (columns 3 through 6) may not be altogether comparable to the assessments (columns 1 and 2) because they reflect different tax years. As a result, when the number or amount of abatements are subtracted from the number or amount of assessments in this table, it is possible for the abatements to exceed the assessments. When this occurred, the result is a negative frequency or amount (columns 7 and 8). In addition to the assessments and abatements shown, the law required that interest be charged on late payments. Such interest is not reflected in the data. Net interest in Fiscal Year 2003 totaled \$4.2 billion on individual returns and \$3.4 billion on business returns.

SOURCE: IRS Data Book, FY 2003, Publication 55b. Also, Chief Financial Officer, Revenue Accounting, OS:CFO:R.



Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2002

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Reasonable cause abatements [1] |         | Other abatements [1] |           | Net civil penalties assessed after abatements |           |
|---------------------------------|--------------------------|------------|---------------------------------|---------|----------------------|-----------|---|-----------|
|                                 | Number                   | Amount     | Number                          | Amount  | Number               | Amount    | Number  | Amount    |
|                                 | (1)                      | (2)        | (3)                             | (4)     | (5)                  | (6)       | (7)   | (8)       |
| Civil penalties, total          | 28,299,002               | 18,728,718 | 448,324                         | 992,850 | 3,661,491            | 8,163,018 | 24,189,187                                    | 9,572,851 |
| Individual income tax           | 18,525,360               | 5,065,204  | 126,192                         | 134,565 | 2,029,002            | 924,756   | 16,370,166                                    | 4,005,883 |
| Delinquency                     | 2,068,563                | 1,784,284  | 48,067                          | 86,597  | 373,084              | 570,487   | 1,647,412                                     | 1,127,200 |
| Estimated tax                   | 5,744,362                | 1,391,295  | 14,185                          | 10,474  | 156,925              | 102,393   | 5,573,252                                     | 1,278,428 |
| Failure to pay                  | 10,503,242               | 1,758,443  | 59,355                          | 34,867  | 1,487,088            | 214,727   | 8,956,799                                     | 1,508,850 |
| Bad check                       | 201,450                  | 13,622     | 4,412                           | 1,983   | 6,838                | 2,442     | 190,200                                       | 9,196     |
| Fraud                           | 1,996                    | 75,670     | 27                              | 298     | 522                  | 13,616    | 1,447   | 61,756    |
| Negligence                      | 576                      | 36,841     | 109                             | 338     | 1,922                | 12,958    | -1,455  | 23,544    |
| Other [2]                       | 5,171                    | 5,049      | 37                              | 7       | 2,623                | 8,133     | 2,511   | -3,091    |
| Corporation income tax [3]      | 751,466                  | 1,576,683  | 11,575                          | 58,070  | 114,188              | 1,183,322 | 625,703                                       | 335,291   |
| Delinquency                     | 123,465                  | 805,393    | 4,751                           | 32,776  | 15,140               | 688,658   | 103,574                                       | 83,959    |
| Estimated tax                   | 304,231                  | 359,151    | 1,050                           | 8,015   | 20,392               | 199,874   | 282,789                                       | 151,262   |
| Failure to pay                  | 319,096                  | 328,975    | 5,585                           | 14,979  | 78,380               | 291,034   | 235,131                                       | 22,962    |
| Bad check                       | 2,988                    | 3,862      | 184                             | 1,910   | 185                  | 1,033     | 2,619   | 920       |
| Fraud                           | 159                      | 16,995     | 1                               | 1       | 9                    | 849       | 149   | 16,145    |
| Negligence                      | 22                       | 4,542      | 1                               | 272     | 1                    | 17        | 20  | 4,253     |
| Other                           | 1,505                    | 57,765     | 3                               | 118     | 81                   | 1,857     | 1,421   | 55,790    |
| Employment taxes [4]            | 7,763,552                | 6,216,145  | 237,880                         | 584,653 | 1,253,872            | 2,863,742 | 6,271,800                                     | 2,767,751 |
| Delinquency                     | 1,445,547                | 808,658    | 40,896                          | 59,307  | 141,886              | 187,342   | 1,262,765                                     | 562,009   |
| Failure to pay                  | 3,618,126                | 507,274    | 56,627                          | 21,485  | 639,393              | 129,907   | 2,922,106                                     | 355,882   |
| Federal tax deposits            | 2,594,659                | 4,869,436  | 136,618                         | 500,111 | 468,423              | 2,541,825 | 1,989,618                                     | 1,827,500 |
| Bad check                       | 104,157                  | 16,860     | 3,699                           | 3,659   | 3,973                | 3,482     | 96,485  | 9,720     |
| Fraud                           | 231                      | 5,755      | 3                               | 4       | 31                   | 121       | 197   | 5,630     |
| Negligence                      | 16                       | 2,958      | --                              | --      | 38                   | 504       | -22   | 2,454     |
| Other                           | 816                      | 5,204      | 37                              | 87      | 128                  | 561       | 651   | 4,556     |
| Excise taxes [5]                | 455,663                  | 464,917    | 36,433                          | 119,917 | 72,418               | 172,585   | 346,812                                       | 172,415   |
| Delinquency                     | 137,489                  | 26,001     | 3,674                           | 2,935   | 7,219                | 4,092     | 126,596                                       | 18,974    |
| Daily delinquency               | 72,313                   | 209,520    | 28,148                          | 107,396 | 22,442               | 56,953    | 21,723  | 45,171    |
| Estimated tax                   | 6,894                    | 2,098      | 10                              | 7       | 551                  | 884       | 6,333   | 1,207     |
| Failure to pay                  | 227,339                  | 14,090     | 3,761                           | 982     | 40,310               | 4,733     | 183,268                                       | 8,375     |
| Federal tax deposits            | 6,557                    | 208,985    | 760                             | 7,433   | 1,743                | 103,917   | 4,054   | 97,635    |
| Bad check                       | 4,859                    | 1,549      | 79                              | 1,164   | 113                  | 231       | 4,667   | 154       |
| Fraud                           | 38                       | 495        | --                              | --      | 22                   | 1,031     | 16  | -535      |
| Negligence                      | --                       | --         | --                              | --      | 8                    | 1         | -8  | -1        |
| Other                           | 174                      | 2,179      | 1                               | 1       | 10                   | 744       | 163   | 1,435     |
| Estate and gift tax [6]         | 28,908                   | 301,176    | 4,134                           | 42,361  | 14,592               | 197,831   | 10,182  | 60,984    |
| Delinquency                     | 9,362                    | 201,057    | 1,646                           | 30,362  | 4,150                | 132,095   | 3,566   | 38,600    |
| Failure to pay                  | 18,941                   | 90,497     | 2,381                           | 11,513  | 10,289               | 60,653    | 6,271   | 18,331    |
| Bad check                       | 352                      | 744        | 91                              | 450     | 34                   | 144       | 227   | 150       |
| Fraud                           | 1                        | 20         | --                              | --      | --                   | --        | 1   | 20        |
| Negligence                      | 1                        | 137        | --                              | --      | --                   | --        | 1   | 137       |
| Other                           | 251                      | 8,721      | 16                              | 36      | 119                  | 4,938     | 116   | 3,746     |
| All other taxes [7]             | 362,892                  | 279,932    | 32,110                          | 53,284  | 94,638               | 188,322   | 236,144                                       | 38,327    |
| Delinquency                     | 145,744                  | 147,597    | 24,848                          | 39,615  | 53,046               | 88,063    | 67,850  | 19,919    |
| Estimated tax                   | 78,330                   | 27,318     | 564                             | 530     | 6,813                | 9,751     | 70,953  | 17,037    |
| Failure to pay                  | 133,843                  | 22,886     | 6,379                           | 3,427   | 33,292               | 10,512    | 94,172  | 8,946     |
| Bad check                       | 3,562                    | 229        | 2                               | 70      | 603                  | 112       | 2,957   | 47        |
| Negligence                      | 6                        | 39         | --                              | --      | 1                    | 19        | 5   | 20        |
| Missing information             | 808                      | 71,232     | 316                             | 9,635   | 673                  | 75,551    | -181  | -13,954   |
| Other                           | 599                      | 10,632     | 1                               | 6       | 210                  | 4,313     | 388   | 6,313     |
| Non-return taxes [8]            | 411,161                  | 4,824,661  | --                              | --      | 82,781               | 2,632,461 | 328,380                                       | 2,192,200 |

[1] Certain civil penalties have been identified as having been abated due to reasonable cause judgment made by an IRS employee following specific guidelines. Other abatements are made because of a decrease in the underlying tax.

[2] Includes failure to supply taxpayer identification number, failure to report tip income, and miscellaneous.

[3] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[4] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[5] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (basic excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[6] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[7] Represents penalties associated with Forms 1041 (estate and trust income tax); 1065 (partnerships); and individual retirement arrangements (IRA's).

[8] Represents penalties assessable under the Tax Equity and Fiscal Responsibility Act of 1982 and the Tax Reform Acts of 1984 and 1986. Examples include failure to file Form W-2 (wage and tax statement); failure to file proper information returns (such as the Form 1099 for payers reporting interest or dividend distributions); and the penalty for promoting an "abusive tax shelter."

NOTES: An "abatement" is a reduction of tax assessment and related interest and penalties resulting from excessive tax assessments, penalties, and interest due to IRS error, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. With the exception of estimated income tax, assessments and abatements can apply to any tax year. Therefore, the abatements in Fiscal Year 2002 (columns 3 through 6) may not be altogether comparable to the assessments (columns 1 and 2). As a result, when abatements are subtracted from the assessments in this table, it is possible for the abatements to exceed the assessments. When this occurred, the result is a negative frequency or amount (columns 7 and 8). In addition to the assessments and abatements shown, the law required that interest be charged on late payments. Such interest is not reflected in the data. Net interest in Fiscal Year 2002 totaled \$4.3 billion on individual returns and \$2.2 billion on business returns. Detail may not add to totals because of rounding.

SOURCE: IRS Data Book, FY 2002, Publication 55b. Also, Chief Financial Officer, Revenue Accounting, Office of Revenue Systems N:CFO:R:S.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2001

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Reasonable cause abatements [1] |           | Other abatements [1] |           | Net civil penalties assessed after abatements |           |
|---------------------------------|--------------------------|------------|---------------------------------|-----------|----------------------|-----------|---|-----------|
|                                 | Number                   | Amount     | Number                          | Amount    | Number               | Amount    | Number  | Amount    |
|                                 | (1)                      | (2)        | (3)                             | (4)       | (5)                  | (6)       | (7)   | (8)       |
| Civil penalties, total          | 32,064,438               | 19,132,803 | 549,342                         | 1,231,369 | 3,811,641            | 5,672,907 | 27,703,452                                    | 9,760,624 |
| Individual income tax           | 21,608,783               | 4,985,698  | 145,580                         | 151,913   | 2,051,384            | 641,263   | 19,411,819                                    | 4,192,522 |
| Delinquency                     | 1,932,466                | 1,511,815  | 53,238                          | 97,623    | 389,412              | 342,249   | 1,489,816                                     | 1,071,943 |
| Estimated tax                   | 6,430,656                | 1,693,938  | 17,831                          | 10,744    | 156,522              | 92,146    | 6,256,303                                     | 1,591,048 |
| Failure to pay                  | 13,024,359               | 1,681,688  | 68,821                          | 39,540    | 1,493,546            | 165,035   | 11,461,992                                    | 1,477,113 |
| Bad check                       | 214,487                  | 16,967     | 5,335                           | 2,476     | 6,761                | 3,566     | 202,391                                       | 10,925    |
| Fraud                           | 1,800                    | 63,153     | 35                              | 1,078     | 437                  | 15,142    | 1,328   | 46,933    |
| Negligence                      | 548                      | 14,405     | 274                             | 443       | 3,289                | 16,366    | -3,015  | -2,404    |
| Other [2]                       | 4,467                    | 3,732      | 46                              | 8         | 1,417                | 6,759     | 3,004   | -3,036    |
| Corporation income tax [3]      | 786,341                  | 1,909,232  | 12,533                          | 58,420    | 125,327              | 730,282   | 648,481                                       | 1,120,531 |
| Delinquency                     | 126,982                  | 346,717    | 5,164                           | 28,984    | 15,673               | 159,321   | 106,145                                       | 158,412   |
| Estimated tax                   | 329,694                  | 359,901    | 1,138                           | 9,208     | 22,133               | 146,583   | 306,423                                       | 204,110   |
| Failure to pay                  | 324,812                  | 524,772    | 5,948                           | 17,066    | 87,241               | 414,160   | 231,623                                       | 93,546    |
| Bad check                       | 2,966                    | 5,726      | 265                             | 3,054     | 178                  | 4,549     | 2,523   | -1,878    |
| Fraud                           | 196                      | 9,181      | --                              | --        | 4                    | 399       | 192   | 8,782     |
| Negligence                      | 35                       | 628,299    | --                              | --        | 4                    | 12        | 31  | 628,288   |
| Other                           | 1,656                    | 34,637     | 18                              | 107       | 94                   | 5,258     | 1,544   | 29,271    |
| Employment taxes [4]            | 8,512,594                | 6,228,943  | 309,052                         | 796,920   | 1,401,900            | 2,741,002 | 6,801,642                                     | 2,691,021 |
| Delinquency                     | 1,343,314                | 710,026    | 42,506                          | 55,748    | 136,208              | 146,365   | 1,164,600                                     | 507,913   |
| Failure to pay                  | 3,568,739                | 427,106    | 61,033                          | 19,818    | 663,963              | 100,227   | 2,843,743                                     | 307,061   |
| Federal tax deposits            | 3,499,865                | 5,042,688  | 201,075                         | 714,096   | 597,983              | 2,487,393 | 2,700,807                                     | 1,841,199 |
| Bad check                       | 99,591                   | 17,911     | 4,420                           | 7,249     | 3,546                | 5,292     | 91,625  | 5,369     |
| Fraud                           | 210 [r]                  | 14,933     | --                              | --        | 12                   | 99        | 198   | 14,834    |
| Negligence                      | 10                       | 1          | 1                               | 4         | 5                    | 3         | 4   | -7        |
| Other                           | 865                      | 16,277     | 17                              | 4         | 183                  | 1,622     | 665   | 14,651    |
| Excise taxes [5]                | 431,628                  | 409,741    | 38,399                          | 122,763   | 64,397               | 86,394    | 328,832                                       | 200,585   |
| Delinquency                     | 132,874                  | 27,597     | 3,708                           | 1,703     | 7,599                | 5,766     | 121,567                                       | 20,129    |
| Daily delinquency               | 59,015                   | 166,856    | 29,736                          | 105,471   | 15,863               | 34,611    | 13,416  | 26,775    |
| Estimated tax                   | 9,696                    | 4,927      | 14                              | 24        | 1,062                | 1,559     | 8,620   | 3,344     |
| Failure to pay                  | 217,150                  | 14,034     | 3,810                           | 937       | 38,134               | 5,528     | 175,206                                       | 7,569     |
| Federal tax deposits            | 7,956                    | 72,621     | 1,017                           | 14,478    | 1,529                | 35,761    | 5,410   | 22,382    |
| Bad check                       | 4,758                    | 1,968      | 87                              | 138       | 165                  | 1,586     | 4,506   | 244       |
| Fraud                           | 56                       | 104,391    | --                              | --        | 26                   | 686       | 30  | 103,705   |
| Negligence                      | --                       | --         | --                              | --        | --                   | --        | --  | --        |
| Other                           | 123                      | 17,348     | 27                              | 13        | 19                   | 897       | 77  | 16,438    |
| Estate and gift tax [6]         | 28,913                   | 306,257    | 4,244                           | 46,344    | 15,155               | 223,029   | 9,514   | 36,883    |
| Delinquency                     | 10,105                   | 213,974    | 1,604                           | 32,463    | 4,862                | 156,117   | 3,639   | 25,393    |
| Failure to pay                  | 18,153                   | 88,370     | 2,533                           | 13,362    | 10,129               | 64,903    | 5,491   | 10,104    |
| Bad check                       | 401                      | 886        | 101                             | 488       | 50                   | 141       | 250   | 257       |
| Fraud                           | --                       | --         | --                              | --        | --                   | --        | --  | --        |
| Negligence                      | 2                        | 352        | --                              | --        | --                   | --        | 2   | 352       |
| Other                           | 252                      | 2,675      | 6                               | 32        | 114                  | 1,867     | 132   | 776       |
| All other taxes [7]             | 433,552                  | 1,413,185  | 39,534                          | 55,009    | 88,383               | 1,250,690 | 305,635                                       | 107,486   |
| Delinquency                     | 156,527                  | 1,036,609  | 29,749                          | 37,551    | 41,664               | 976,047   | 85,114  | 23,012    |
| Estimated tax                   | 127,144                  | 36,933     | 667                             | 413       | 10,442               | 9,969     | 116,035                                       | 26,551    |
| Failure to pay                  | 143,881                  | 29,621     | 7,813                           | 3,085     | 35,216               | 16,066    | 100,852                                       | 10,469    |
| Bad check                       | 4,086                    | 487        | 1,113                           | 247       | 233                  | 123       | 2,740   | 117       |
| Negligence                      | 3                        | 15         | --                              | --        | --                   | --        | 3   | 15        |
| Missing information             | 1,101                    | 291,542    | 183                             | 13,614    | 689                  | 246,948   | 229   | 30,980    |
| Other                           | 810                      | 17,977     | 9                               | 98        | 139                  | 1,537     | 662   | 16,341    |
| Non-return taxes [8]            | 262,627                  | 3,879,747  | --                              | --        | 65,095               | 247       | 197,532                                       | 1,411,597 |

[1] Certain civil penalties have been identified as having been abated due to reasonable cause judgment made by an IRS employee following specific guidelines. Other abatements are made because of a decrease in the underlying tax.

[2] Includes failure to supply taxpayer identification number, failure to report tip income, and miscellaneous.

[3] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[4] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[5] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (basic excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[6] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[7] Represents penalties associated with Forms 1041 (estate and trust income tax); 1065 (partnerships); and individual retirement arrangements (IRA's).

[8] Represents penalties assessable under the Tax Equity and Fiscal Responsibility Act of 1982 and the Tax Reform Acts of 1984 and 1986. Examples include failure to file Form W-2 (wage and tax statement); failure to file proper information returns (such as the Form 1099 for payers reporting interest or dividend distributions); and the penalty for promoting an "abusive tax shelter."

NOTES: Detail may not add to totals because of rounding. An "abatement" is a reduction of tax assessment and related interest and penalties resulting from excessive tax assessments, penalties, and interest due to IRS error, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. With the exception of estimated income tax, assessments and abatements can apply to any tax year. Therefore, the abatements in Fiscal Year 2001 (columns 3 through 6) may not be altogether comparable to the assessments (columns 1 and 2). As a result, when abatements are subtracted from the assessments in this table, it is possible for the abatements to exceed the assessments (columns 7 and 8). When this occurred, the result is a negative frequency or amount. In addition to the assessments and abatements shown, the law required that interest be charged on late payments. Such interest is not reflected in the data. Net interest in Fiscal Year 2001 totaled \$3.2 billion on individual returns and \$6.0 billion on business returns.

SOURCE: IRS Data Book, FY 2001, Publication 55b. Also, Chief Financial Officer, Revenue Accounting, Office of Revenue Systems N:CFO:R:S. Revised 09.20.02.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 2000

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Reasonable cause abatements<br>[1] |         | Other abatements |            | Net civil penalties assessed<br>after abatements |           |
|---------------------------------|--------------------------|------------|------------------------------------|---------|------------------|------------|--|-----------|
|                                 | Number                   | Amount     | Number                             | Amount  | Number           | Amount     | Number   | Amount    |
|                                 | (1)                      | (2)        | (3)                                | (4)     | (5)              | (6)        | (7)  | (8)       |
| Civil penalties, total          | 30,861,612               | 15,835,871 | 618,659                            | 468,828 | 3,547,727        | 10,079,006 | 26,695,226                                       | 8,608,563 |
| Individual income tax           | 19,403,045               | 4,372,098  | 165,421                            | 143,917 | 1,597,392        | 742,527    | 17,640,232                                       | 3,485,654 |
| Delinquency                     | 1,978,200                | 1,431,777  | 57,580                             | 92,205  | 320,379          | 451,301    | 1,600,241  | 888,272   |
| Estimated tax                   | 5,978,233                | 1,395,369  | 19,098                             | 9,986   | 162,293          | 113,185    | 5,796,842  | 1,272,198 |
| Failure to pay                  | 11,239,811               | 1,436,261  | 83,425                             | 37,628  | 1,102,308        | 150,207    | 10,054,078                                       | 1,248,426 |
| Bad check                       | 199,154                  | 14,752     | 4,928                              | 1,834   | 6,416            | 2,747      | 187,810  | 10,171    |
| Fraud                           | 1,786                    | 65,282     | 28                                 | 1,668   | 427              | 13,193     | 1,331  | 50,421    |
| Negligence                      | 642                      | 24,649     | 306                                | 580     | 4,456            | 9,857      | -4,120   | 14,212    |
| Other [2]                       | 5,219                    | 4,007      | 56                                 | 17      | 1,113            | 2,037      | 4,050  | 1,953     |
| Corporation income tax [3]      | 813,623                  | 943,903    | 13,247                             | 47,297  | 124,997          | 485,008    | 675,379  | 411,598   |
| Delinquency                     | 132,780                  | 250,725    | 5,340                              | 27,480  | 16,647           | 184,587    | 110,793  | 38,658    |
| Estimated tax                   | 333,416                  | 289,575    | 1,060                              | 5,214   | 20,889           | 111,684    | 311,467  | 172,677   |
| Failure to pay                  | 342,038                  | 181,486    | 6,637                              | 11,628  | 87,140           | 122,219    | 248,261  | 47,638    |
| Bad check                       | 3,099                    | 5,090      | 199                                | 2,936   | 191              | 872        | 2,709  | 1,283     |
| Fraud                           | 225                      | 9,566      | --                                 | --      | 26               | 1,103      | 199  | 8,463     |
| Negligence                      | 38                       | 154,601    | --                                 | --      | 4                | 50,749     | 34   | 103,852   |
| Other                           | 2,027                    | 52,861     | 11                                 | 39      | 100              | 13,795     | 1,916  | 39,027    |
| Employment taxes [4]            | 9,491,416                | 6,861,456  | 348,029                            | 78,764  | 1,548,618        | 3,054,488  | 7,594,769  | 3,728,204 |
| Delinquency                     | 1,449,266                | 691,445    | 44,366                             | 50,665  | 149,683          | 253,982    | 1,255,217  | 386,798   |
| Failure to pay                  | 3,738,523                | 386,121    | 63,343                             | 16,122  | 728,503          | 124,199    | 2,946,677  | 245,800   |
| Federal tax deposits            | 4,209,620                | 5,758,696  | 236,352                            | 4,667   | 666,715          | 2,672,019  | 3,306,553  | 3,082,009 |
| Bad check                       | 92,199                   | 18,592     | 3,905                              | 7,195   | 3,322            | 3,268      | 84,972   | 8,129     |
| Fraud                           | 285                      | 2,687      | 2                                  | 2       | 22               | 76         | 261  | 2,609     |
| Negligence                      | 15                       | 1          | --                                 | --      | 58               | 50         | -43  | -48       |
| Other                           | 1,508                    | 3,914      | 61                                 | 113     | 315              | 894        | 1,132  | 2,907     |
| Excise taxes [5]                | 462,869                  | 298,648    | 37,476                             | 116,735 | 73,927           | 60,686     | 351,466  | 121,227   |
| Delinquency                     | 145,322                  | 27,712     | 4,382                              | 2,213   | 9,100            | 3,688      | 131,840  | 21,810    |
| Daily delinquency               | 61,357                   | 174,058    | 27,520                             | 98,899  | 14,878           | 37,579     | 18,959   | 37,580    |
| Estimated tax                   | 8,613                    | 3,752      | 23                                 | 29      | 898              | 1,091      | 7,692  | 2,632     |
| Failure to pay                  | 232,427                  | 11,899     | 4,448                              | 1,405   | 47,032           | 3,430      | 180,947  | 7,065     |
| Federal tax deposits            | 10,578                   | 58,535     | 1,055                              | 14,131  | 1,727            | 13,608     | 7,796  | 30,796    |
| Bad check                       | 4,397                    | 442        | 48                                 | 58      | 173              | 254        | 4,176  | 130       |
| Fraud                           | 65                       | 15,058     | --                                 | --      | 83               | 858        | -18  | 14,200    |
| Negligence                      | --                       | --         | --                                 | --      | 20               | 3          | -20  | -3        |
| Other                           | 110                      | 7,191      | --                                 | --      | 16               | 175        | 94   | 7,017     |
| Estate and gift tax [6]         | 32,378                   | 332,457    | 3,792                              | 38,707  | 18,222           | 246,268    | 10,364   | 47,482    |
| Delinquency                     | 11,515                   | 226,036    | 1,531                              | 27,004  | 5,960            | 174,710    | 4,024  | 24,322    |
| Failure to pay                  | 20,222                   | 95,280     | 2,185                              | 10,559  | 12,066           | 69,291     | 5,971  | 15,430    |
| Bad check                       | 392                      | 804        | 66                                 | 482     | 65               | 389        | 261  | -67       |
| Fraud                           | 2                        | --         | 1                                  | 617     | 12               | 509        | -11  | -1,126    |
| Negligence                      | 8                        | 6,413      | --                                 | --      | 4                | 23         | 4  | 6,389     |
| Other                           | 239                      | 3,925      | 9                                  | 44      | 115              | 1,347      | 115  | 2,534     |
| All other taxes [7]             | 512,379                  | 1,949,875  | 50,694                             | 43,408  | 160,201          | 5,213,318  | 301,484  | 13,675    |
| Delinquency                     | 192,852                  | 1,891,410  | 39,842                             | 39,593  | 53,174           | 1,870,846  | 99,836   | -19,029   |
| Estimated tax                   | 114,109                  | 26,672     | 638                                | 678     | 9,704            | 7,363      | 103,767  | 18,631    |
| Failure to pay                  | 199,851                  | 23,563     | 6,617                              | 2,807   | 95,557           | 10,479     | 97,677   | 10,277    |
| Bad check                       | 4,180                    | 369        | 3,593                              | 297     | 236              | 65         | 351  | 7         |
| Negligence                      | 4                        | 420        | --                                 | --      | --               | --         | 4  | 420       |
| Missing information             | 723                      | 624        | --                                 | --      | 1,443            | 3,324      | -720   | -2,700    |
| Other                           | 660                      | 6,817      | 4                                  | 33      | 87               | 715        | 569  | 6,068     |
| Non-return taxes [8]            | 145,902                  | 1,077,435  | --                                 | --      | 24,370           | 276,711    | 121,532  | 800,724   |

NOTE: Details may not add to totals because of rounding.

[1] Certain civil penalties have been identified as having been abated due to reasonable cause judgment made by an IRS employee following specific guidelines. Other abatements are made because of a decrease in the underlying tax.

[2] Includes failure to supply taxpayer identification number, failure to report tip income, and miscellaneous.

[3] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[4] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[5] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (basic excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[6] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[7] Represents penalties associated with Forms 1041 (estate and trust income tax); 1065 (partnerships); and individual retirement arrangements (IRA's).

[8] Represents penalties assessable under the Tax Equity and Fiscal Responsibility Act of 1982 and the Tax Reform Acts of 1984 and 1986. Examples include failure to file Form W-2 (wage and tax statement); failure to file proper information returns (such as the Form 1099 for payers reporting interest or dividend distributions); and the penalty for promoting an "abusive tax shelter."

NOTES: An "abatement" is a reduction of tax assessment and related interest and penalties resulting from excessive tax assessments, penalties, and interest due to IRS error, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. With the exception of estimated income tax, assessments and abatements can apply to any tax year. Therefore, the abatements in Fiscal Year 2000 (columns 3 through 6) may not be altogether comparable to the assessments (columns 1 and 2). As a result, when abatements are subtracted from the assessments in this table, it is possible for the abatements to exceed the assessments (columns 7 and 8). When this occurred, the result is a negative frequency or amount. In addition to the assessments and abatements shown, the law required that interest be charged on late payments. Such interest is not reflected in the data. Net interest in Fiscal Year 2000 totaled \$3.6 billion on individual returns and \$3.6 billion on business returns.

SOURCE: 2000 IRS Data Book, Publication 55b. Also Chief Financial Officer, Revenue Accounting, Office of Revenue Systems N:CFO:R:S.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 1999

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Civil penalties assessed |            | Reasonable cause abatements<br>[1] |         | Other abatements |           | Net civil penalties assessed<br>after abatements |           |
|---------------------------------|--------------------------|------------|------------------------------------|---------|------------------|-----------|--|-----------|
|                                 | Number                   | Amount     | Number                             | Amount  | Number           | Amount    | Number   | Amount    |
|                                 | (1)                      | (2)        | (3)                                | (4)     | (5)              | (6)       | (7)  | (8)       |
| Civil penalties, total          | 32,316,708               | 16,903,926 | 825,441                            | 980,398 | 3,550,002        | 8,456,367 | 28,318,858                                       | 7,467,161 |
| Individual income tax           | 20,601,533               | 4,647,148  | 377,574                            | 130,706 | 1,639,296        | 648,822   | 18,962,256                                       | 3,867,620 |
| Delinquency                     | 2,215,094                | 1,651,380  | 78,435                             | 70,665  | 371,541          | 410,113   | 1,843,553  | 1,170,602 |
| Estimated tax                   | 5,740,454                | 1,289,055  | 19,205                             | 9,524   | 164,797          | 88,799    | 5,575,657  | 1,190,732 |
| Failure to pay                  | 12,411,244               | 1,601,292  | 274,265                            | 48,147  | 1,086,570        | 119,742   | 11,324,674                                       | 1,433,403 |
| Bad check                       | 224,002                  | 12,764     | 5,031                              | 1,338   | 6,623            | 2,326     | 217,379  | 9,100     |
| Fraud                           | 2,580                    | 74,766     | 31                                 | 195     | 551              | 8,834     | 1,998  | 65,736    |
| Negligence                      | 656                      | 14,432     | 527                                | 811     | 7,469            | 17,066    | -6,813   | -3,445    |
| Other [2]                       | 7,503                    | 3,461      | 80                                 | 25      | 1,745            | 1,943     | 5,808  | 1,492     |
| Corporation income tax [3]      | 829,711                  | 906,945    | 23,497                             | 39,986  | 128,042          | 703,183   | 678,172  | 163,775   |
| Delinquency                     | 139,156                  | 335,269    | 8,126                              | 21,687  | 17,198           | 319,818   | 113,832  | -6,235    |
| Estimated tax                   | 336,155                  | 303,482    | 1,001                              | 5,898   | 22,632           | 147,636   | 312,522  | 149,947   |
| Failure to pay                  | 347,549                  | 192,098    | 14,191                             | 10,830  | 87,846           | 212,486   | 245,512  | -31,218   |
| Bad check                       | 3,140                    | 8,043      | 162                                | 1,535   | 159              | 583       | 2,819  | 5,924     |
| Fraud                           | 247                      | 13,828     | --                                 | --      | 24               | 521       | 223  | 13,308    |
| Negligence                      | 62                       | 13,943     | --                                 | --      | 14               | 9,977     | 48   | 3,966     |
| Other                           | 3,402                    | 40,282     | 17                                 | 36      | 169              | 12,163    | 3,216  | 28,082    |
| Employment taxes [4]            | 9,678,968                | 6,026,240  | 325,098                            | 611,224 | 1,522,583        | 2,658,666 | 7,831,287  | 2,756,350 |
| Delinquency                     | 1,560,751                | 720,154    | 44,433                             | 49,029  | 162,607          | 193,532   | 1,353,711  | 477,593   |
| Failure to pay                  | 3,884,009                | 395,293    | 62,095                             | 15,722  | 735,967          | 141,714   | 3,085,947  | 237,857   |
| Federal tax deposits            | 4,130,609                | 4,885,134  | 211,732                            | 543,387 | 619,613          | 2,316,028 | 3,299,264  | 2,025,720 |
| Bad check                       | 100,854                  | 15,110     | 6,817                              | 3,067   | 3,701            | 2,513     | 90,336   | 9,530     |
| Fraud                           | 275                      | 5,664      | --                                 | --      | 49               | 554       | 226  | 5,110     |
| Negligence                      | 23                       | 327        | --                                 | --      | 87               | 1,060     | -64  | -733      |
| Other                           | 2,447                    | 4,559      | 21                                 | 20      | 559              | 3,264     | 1,867  | 1,275     |
| Excise taxes [5]                | 433,067                  | 320,419    | 32,845                             | 104,480 | 71,045           | 98,814    | 329,177  | 117,125   |
| Delinquency                     | 133,716                  | 30,294     | 3,659                              | 2,651   | 8,841            | 8,506     | 121,216  | 19,136    |
| Daily delinquency               | 58,857                   | 163,697    | 24,283                             | 83,006  | 18,030           | 46,034    | 16,544   | 34,657    |
| Estimated tax                   | 8,099                    | 3,894      | 34                                 | 35      | 1,068            | 1,293     | 6,997  | 2,566     |
| Failure to pay                  | 216,607                  | 12,738     | 3,761                              | 829     | 40,063           | 6,222     | 172,783  | 5,686     |
| Federal tax deposits            | 11,027                   | 58,702     | 1,041                              | 17,860  | 2,650            | 35,223    | 7,336  | 5,618     |
| Bad check                       | 4,237                    | 676        | 57                                 | 74      | 217              | 265       | 3,963  | 336       |
| Fraud                           | 82                       | 39,528     | --                                 | --      | 109              | 836       | -27  | 38,692    |
| Negligence                      | 14                       | 238        | 2                                  | [6]     | 21               | 222       | -9   | 16        |
| Other                           | 428                      | 10,653     | 8                                  | 24      | 46               | 212       | 374  | 10,417    |
| Estate and gift tax [7]         | 31,308                   | 319,539    | 3,372                              | 30,619  | 16,409           | 241,382   | 11,527   | 47,538    |
| Delinquency                     | 11,452                   | 228,464    | 1,386                              | 22,303  | 5,376            | 175,783   | 4,690  | 30,379    |
| Failure to pay                  | 19,153                   | 85,921     | 1,916                              | 7,956   | 10,843           | 62,171    | 6,394  | 15,794    |
| Bad check                       | 398                      | 1,073      | 62                                 | 343     | 57               | 225       | 279  | 505       |
| Fraud                           | 1                        | 765        | --                                 | --      | 6                | 122       | -5   | 643       |
| Negligence                      | 4                        | 26         | --                                 | --      | --               | --        | 4  | 26        |
| Other                           | 300                      | 3,290      | 8                                  | 17      | 127              | 3,082     | 165  | 191       |
| All other taxes [8]             | 459,693                  | 3,131,355  | 63,055                             | 63,383  | 94,156           | 2,914,840 | 302,482  | 153,132   |
| Delinquency                     | 220,122                  | 2,946,263  | 51,122                             | 60,293  | 52,662           | 2,769,785 | 116,338  | 116,184   |
| Estimated tax                   | 106,375                  | 29,590     | 693                                | 441     | 9,230            | 9,116     | 96,452   | 20,032    |
| Failure to pay                  | 123,141                  | 19,776     | 11,019                             | 2,506   | 29,932           | 6,336     | 82,190   | 10,935    |
| Bad check                       | 6,857                    | 537        | 221                                | 142     | 75               | 21        | 6,561  | 374       |
| Negligence                      | --                       | --         | --                                 | --      | 2                | 11        | -2   | -11       |
| Missing information             | 2,836                    | 131,976    | --                                 | --      | 2,170            | 129,158   | 666  | 2,819     |
| Other                           | 362                      | 3,213      | --                                 | --      | 85               | 414       | 277  | 2,799     |
| Non-return taxes [9]            | 282,428                  | 1,552,280  | --                                 | --      | 78,471           | 1,190,659 | 203,957  | 361,621   |

[1] Certain civil penalties have been identified as having been abated due to reasonable cause judgment made by an IRS employee following specific guidelines. Additional abatements are made because of a decrease in the underlying tax.

[2] Includes failure to supply taxpayer identification number, failure to report tip income, and miscellaneous.

[3] Represents penalties associated with Forms 1120 (corporation income tax return series); 990-C (farmers' cooperatives); and 990-T (tax-exempt organization business income tax).

[4] Represents penalties associated with Forms 940 (employer's unemployment tax); 941 (employer's employment tax); 942 (household employment tax); 943 (agricultural employment tax); 945 (withheld income tax); 1042 (return of withheld income tax on U.S.-source income of foreign person); and CT-1 (railroad retirement tax).

[5] Represents penalties associated with Forms 11-C (occupational tax and registration, wagering); 720 (basic excise tax return); 730 (wagering tax); 990 (basic tax-exempt organization return); 990-PF (private foundation); 1041-A (trust accumulation of charitable amounts); 2290 (highway heavy vehicle use tax); 4720 (excise tax, charities); and 5227 (split-interest trusts).

[6] Less than \$1,000.

[7] Represents penalties associated with Forms 706 (estate tax) and 709 (gift tax).

[8] Represents penalties associated with Forms 1041 (estate and trust income tax); 1065 (partnerships); and individual retirement arrangements (IRA's).

[9] Represents penalties assessable under the Tax Equity and Fiscal Responsibility Act of 1982 and the Tax Reform Acts of 1984 and 1986. Examples include failure to file Form W-2 (wage and tax statement); failure to file proper information returns (such as the Form 1099 for payers reporting interest or dividend distributions); and the penalty for promoting an "abusive tax shelter."

NOTES: An "abatement" is a reduction of tax assessment and related interest and penalties resulting from excessive tax assessments, penalties, and interest due to IRS error, administrative and collection costs not warranting collection of the amount due, unpaid assessments discharged in bankruptcy, and IRS acceptance of partial payment of unpaid tax assessment in settlement of the balance due. With the exception of estimated income tax, assessments and abatements can apply to any tax year. Therefore, the abatements in Fiscal Year 1999 (columns 3 through 6) may not be altogether comparable to the assessments (columns 1 and 2). As a result, when abatements are subtracted from the assessments in this table, it is possible for the abatements to exceed the assessments (columns 7 and 8). When this occurred, the result is a negative frequency or amount. In addition to the assessments and abatements shown, the law required that interest be charged on late payments. Such interest is not reflected in the data. Net interest totaled \$4.3 billion on individual returns in Fiscal Year 1999 and \$3.0 billion on business returns.

SOURCE: 1999 IRS Data Book, Publication 55b.

**Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 1998**

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty   | Civil penalties assessed |                   | Reasonable cause abatements<br>[1] |                | Other abatements |                  | Net civil penalties assessed<br>after abatements |                  |
|-----------------------------------|--------------------------|-------------------|------------------------------------|----------------|------------------|------------------|--|------------------|
|                                   | Number                   | Amount            | Number                             | Amount         | Number           | Amount           | Number   | Amount           |
|                                   | (1)                      | (2)               | (3)                                | (4)            | (5)              | (6)              | (7)  | (8)              |
| <b>Civil penalties, total</b>     | <b>34,157,063</b>        | <b>12,112,082</b> | <b>630,562</b>                     | <b>568,331</b> | <b>3,810,603</b> | <b>4,057,579</b> | <b>29,967,801</b>                                | <b>7,599,309</b> |
| <b>Individual income tax</b>      | <b>22,214,004</b>        | <b>4,519,306</b>  | <b>251,903</b>                     | <b>113,137</b> | <b>1,823,935</b> | <b>777,871</b>   | <b>20,390,069</b>                                | <b>3,741,435</b> |
| Delinquency                       | 2,346,199                | 1,636,225         | 67,497                             | 65,315         | 445,679          | 507,348          | 1,900,520  | 1,128,877        |
| Estimated tax                     | 6,841,544                | 1,391,214         | 21,172                             | 9,653          | 207,296          | 97,119           | 6,634,248  | 1,294,095        |
| Failure to pay                    | 12,767,802               | 1,328,889         | 157,842                            | 34,389         | 1,143,493        | 115,321          | 11,624,309                                       | 1,213,568        |
| Bad check                         | 242,682                  | 11,122            | 4,360                              | 834            | 11,308           | 2,632            | 231,374  | 8,489            |
| Fraud                             | 4,474                    | 109,087           | 36                                 | 1,371          | 749              | 25,455           | 3,725  | 83,632           |
| Negligence                        | 1,465                    | 38,818            | 892                                | 1,548          | 13,264           | 27,265           | -11,799  | 11,553           |
| Other [2]                         | 9,838                    | 3,951             | 104                                | 27             | 2,146            | 2,730            | 7,692  | 1,221            |
| <b>Corporation income tax [3]</b> | <b>845,478</b>           | <b>910,630</b>    | <b>13,657</b>                      | <b>45,447</b>  | <b>131,075</b>   | <b>437,523</b>   | <b>700,746</b>                                   | <b>427,660</b>   |
| Delinquency                       | 142,148                  | 275,093           | 5,810                              | 30,847         | 18,193           | 160,901          | 118,145  | 83,345           |
| Estimated tax                     | 338,599                  | 355,191           | 999                                | 3,818          | 22,664           | 169,092          | 314,936  | 182,281          |
| Failure to pay                    | 355,051                  | 141,655           | 6,687                              | 9,779          | 89,856           | 76,653           | 258,508  | 55,224           |
| Bad check                         | 3,328                    | 3,314             | 131                                | 790            | 146              | 154              | 3,051  | 2,371            |
| Fraud                             | 393                      | 28,483            | --                                 | --             | 16               | 554              | 377  | 27,928           |
| Negligence                        | 126                      | 46,559            | 5                                  | 141            | 21               | 27,784           | 100  | 18,634           |
| Other                             | 5,833                    | 60,335            | 25                                 | 73             | 179              | 2,385            | 5,629  | 57,877           |
| <b>Employment taxes [4]</b>       | <b>9,852,803</b>         | <b>4,122,107</b>  | <b>268,903</b>                     | <b>259,133</b> | <b>1,575,273</b> | <b>1,421,422</b> | <b>8,008,627</b>                                 | <b>2,441,552</b> |
| Delinquency                       | 1,727,803                | 649,455           | 44,897                             | 40,359         | 193,139          | 191,049          | 1,489,767  | 418,046          |
| Estimated tax                     | 4,175,632                | 384,249           | 61,071                             | 13,407         | 798,343          | 95,363           | 3,316,218  | 275,479          |
| Federal tax deposits              | 3,838,185                | 3,056,728         | 159,097                            | 202,668        | 579,530          | 1,129,558        | 3,099,558  | 1,724,501        |
| Bad check                         | 107,221                  | 11,851            | 3,788                              | 2,644          | 3,608            | 2,499            | 99,825   | 6,708            |
| Fraud                             | 438                      | 12,555            | --                                 | --             | 42               | 366              | 396  | 12,189           |
| Negligence                        | 66                       | 509               | 1                                  | ( )            | 113              | 294              | -48  | 216              |
| Other                             | 3,458                    | 6,760             | 49                                 | 54             | 498              | 2,293            | 2,911  | 4,414            |
| <b>Excise taxes [6]</b>           | <b>460,747</b>           | <b>291,053</b>    | <b>40,146</b>                      | <b>75,069</b>  | <b>92,467</b>    | <b>66,884</b>    | <b>328,134</b>                                   | <b>149,099</b>   |
| Delinquency                       | 135,084                  | 31,369            | 3,925                              | 1,962          | 10,560           | 5,803            | 120,599  | 23,604           |
| Daily delinquency                 | 76,598                   | 154,929           | 31,458                             | 69,133         | 26,647           | 40,854           | 18,493   | 44,942           |
| Estimated tax                     | 8,517                    | 4,505             | 38                                 | 50             | 1,090            | 1,568            | 7,389  | 2,887            |
| Failure to pay                    | 227,545                  | 17,563            | 4,083                              | 955            | 52,556           | 6,616            | 170,906  | 9,992            |
| Federal tax deposits              | 6,543                    | 24,347            | 584                                | 2,955          | 1,193            | 7,896            | 4,766  | 13,496           |
| Bad check                         | 4,937                    | 182               | 54                                 | 13             | 315              | 13               | 4,568  | 156              |
| Fraud                             | 304                      | 25,215            | --                                 | --             | 29               | 410              | 275  | 24,806           |
| Negligence                        | 67                       | 109               | 3                                  | ( )            | 43               | 268              | 21   | -159             |
| Other                             | 1,152                    | 32,833            | 1                                  | ( )            | 34               | 3,457            | 1,117  | 29,376           |
| <b>Estate and gift tax [7]</b>    | <b>27,715</b>            | <b>226,915</b>    | <b>3,013</b>                       | <b>23,837</b>  | <b>14,117</b>    | <b>176,991</b>   | <b>10,585</b>                                    | <b>26,087</b>    |
| Delinquency                       | 10,583                   | 157,048           | 1,255                              | 16,842         | 5,003            | 124,427          | 4,325  | 15,780           |
| Failure to pay                    | 16,474                   | 64,297            | 1,692                              | 6,441          | 8,887            | 48,164           | 5,895  | 9,692            |
| Bad check                         | 327                      | 1,317             | 59                                 | 403            | 41               | 288              | 227  | 626              |
| Fraud                             | 2                        | 176               | --                                 | --             | 1                | 101              | 1  | 75               |
| Negligence                        | 2                        | 41                | --                                 | --             | 5                | 691              | -3   | -650             |
| Other                             | 327                      | 4,035             | 7                                  | 151            | 180              | 3,320            | 140  | 564              |
| <b>All other taxes [8]</b>        | <b>458,068</b>           | <b>408,460</b>    | <b>52,940</b>                      | <b>51,708</b>  | <b>97,462</b>    | <b>256,747</b>   | <b>307,666</b>                                   | <b>100,005</b>   |
| Delinquency                       | 197,410                  | 354,344           | 45,845                             | 49,099         | 47,803           | 232,640          | 103,762  | 72,605           |
| Estimated tax                     | 127,723                  | 28,886            | 607                                | 564            | 11,340           | 9,275            | 115,776  | 19,046           |
| Failure to pay                    | 126,042                  | 14,164            | 6,242                              | 2,004          | 35,252           | 4,655            | 84,548   | 7,505            |
| Bad check                         | 3,038                    | 176               | 246                                | 41             | 103              | 25               | 2,689  | 110              |
| Negligence                        | 6                        | 13                | --                                 | --             | 2                | 1                | 4  | 12               |
| Missing information               | 3,589                    | 8,751             | --                                 | --             | 2,955            | 10,012           | 634  | -1,261           |
| Other                             | 260                      | 2,126             | --                                 | --             | 7                | 138              | 253  | 1,988            |
| <b>Non-return taxes [9]</b>       | <b>298,248</b>           | <b>1,633,611</b>  | <b>--</b>                          | <b>--</b>      | <b>76,274</b>    | <b>920,140</b>   | <b>221,974</b>                                   | <b>713,471</b>   |

See notes and footnotes following the last table.



Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 1997

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Assessments |            | Reasonable Cause Abatements [1] |         | Other Abatements |           | Net penalties |           |
|---------------------------------|-------------|------------|---------------------------------|---------|------------------|-----------|---------------|-----------|
|                                 | Number      | Amount     | Number                          | Amount  | Number           | Amount    | Number        | Amount    |
|                                 | (1)         | (2)        | (3)                             | (4)     | (5)              | (6)       | (7)           | (8)       |
| Civil penalties, total          | 33,486,314  | 13,154,041 | 510,286                         | 637,128 | 3,596,798        | 4,448,942 | 29,379,230    | 8,067,971 |
| Individual Total                | 21,890,896  | 4,250,597  | 150,123                         | 90,850  | 1,648,372        | 554,542   | 20,092,401    | 3,605,206 |
| Delinquency                     | 2,326,074   | 1,444,664  | 56,675                          | 51,391  | 443,742          | 310,435   | 1,825,657     | 1,082,838 |
| Estimated tax                   | 6,413,301   | 1,214,513  | 18,198                          | 6,929   | 212,423          | 77,303    | 6,182,680     | 1,130,281 |
| Failure to pay                  | 12,875,020  | 1,311,185  | 70,248                          | 24,958  | 958,221          | 78,066    | 11,846,551    | 1,208,161 |
| Bad check                       | 248,179     | 9,952      | 4,062                           | 679     | 10,828           | 1,313     | 233,289       | 7,960     |
| Fraud                           | 6,137       | 158,820    | 28                              | 4,690   | 795              | 32,769    | 5,314         | 121,361   |
| Negligence                      | 3,676       | 104,798    | 779                             | 2,178   | 19,225           | 46,789    | -16,328       | 55,831    |
| Other [2]                       | 18,509      | 6,666      | 133                             | 24      | 3,138            | 7,868     | 15,238        | -1,226    |
| Corporation Total [3]           | 831,088     | 1,258,396  | 13,742                          | 30,692  | 128,700          | 315,863   | 688,646       | 911,841   |
| Delinquency                     | 153,549     | 421,008    | 6,091                           | 18,516  | 20,664           | 134,702   | 126,794       | 267,790   |
| Estimated tax                   | 319,240     | 242,505    | 789                             | 1,839   | 21,632           | 94,504    | 296,819       | 146,162   |
| Failure to pay                  | 345,914     | 339,122    | 6,805                           | 10,235  | 86,021           | 70,772    | 253,088       | 258,115   |
| Bad check                       | 3,193       | 1,081      | 47                              | 57      | 82               | 37        | 3,064         | 987       |
| Fraud                           | 618         | 118,609    | 0                               | 0       | 29               | 1,653     | 589           | 116,955   |
| Negligence                      | 265         | 64,727     | 2                               | 11      | 46               | 11,458    | 217           | 53,259    |
| Other                           | 8,309       | 71,345     | 8                               | 34      | 226              | 2,737     | 8,075         | 68,573    |
| Employment Total [4]            | 9,677,793   | 4,485,367  | 244,581                         | 376,105 | 1,553,257        | 2,144,028 | 7,879,955     | 1,965,233 |
| Delinquency                     | 1,697,348   | 750,268    | 42,490                          | 45,210  | 191,509          | 216,053   | 1,463,349     | 489,006   |
| Failure to pay                  | 4,212,623   | 451,062    | 55,401                          | 13,981  | 744,823          | 135,953   | 3,412,399     | 301,128   |
| Federal tax deposits            | 3,661,199   | 3,255,106  | 145,725                         | 316,054 | 614,706          | 1,787,785 | 2,900,768     | 1,151,267 |
| Bad check                       | 100,210     | 8,981      | 865                             | 550     | 1,247            | 545       | 98,098        | 7,886     |
| Fraud                           | 546         | 8,565      | 27                              | 233     | 113              | 476       | 406           | 7,855     |
| Other                           | 5,867       | 11,386     | 73                              | 78      | 859              | 3,216     | 4,935         | 8,092     |
| Excise Total [5]                | 425,913     | 272,909    | 31,452                          | 56,410  | 79,198           | 52,744    | 315,263       | 163,754   |
| Delinquency                     | 131,231     | 21,522     | 4,091                           | 1,329   | 9,218            | 4,814     | 117,922       | 15,379    |
| Daily delinquency               | 60,701      | 72,309     | 22,428                          | 37,928  | 15,817           | 16,382    | 22,456        | 18,000    |
| Failure to pay                  | 218,023     | 12,517     | 4,203                           | 376     | 51,624           | 5,986     | 162,196       | 6,155     |
| Federal tax deposits            | 5,191       | 43,227     | 683                             | 16,764  | 1,519            | 23,584    | 2,989         | 2,878     |
| Bad check                       | 4,720       | 104        | 21                              | 7       | 145              | 18        | 4,554         | 79        |
| Fraud                           | 289         | 113,904    | 0                               | 0       | 46               | 414       | 243           | 113,490   |
| Other                           | 5,758       | 9,326      | 26                              | 8       | 829              | 1,545     | 4,903         | 7,773     |
| Estate and Gift Total           | 24,223      | 202,848    | 2,533                           | 18,785  | 11,653           | 136,308   | 10,037        | 47,756    |
| Delinquency                     | 9,249       | 140,561    | 938                             | 12,495  | 4,121            | 102,258   | 4,190         | 25,809    |
| Failure to pay                  | 14,312      | 51,341     | 1,547                           | 6,110   | 7,338            | 32,565    | 5,427         | 12,666    |
| Bad check                       | 296         | 385        | 37                              | 143     | 55               | 161       | 204           | 82        |
| Fraud                           | 13          | 1,603      | 0                               | 0       | 1                | 35        | 12            | 1,568     |
| Negligence                      | 12          | 3,177      | 0                               | 0       | 4                | 28        | 8             | 3,149     |
| Other                           | 341         | 5,781      | 11                              | 37      | 134              | 1,262     | 196           | 4,481     |
| All Other Total [7]             | 511,705     | 514,498    | 67,855                          | 64,286  | 158,542          | 378,557   | 285,308       | 71,656    |
| Delinquency                     | 216,675     | 469,022    | 61,363                          | 61,969  | 47,693           | 367,986   | 107,619       | 39,067    |
| Estimated tax                   | 101,693     | 18,482     | 471                             | 240     | 7,925            | 4,374     | 93,297        | 13,867    |
| Failure to pay                  | 185,409     | 14,276     | 5,893                           | 2,018   | 102,854          | 6,038     | 76,662        | 6,220     |
| Bad check                       | 2,697       | 158        | 128                             | 58      | 63               | 16        | 2,506         | 83        |
| Negligence                      | 1           | 0 [6]      | 0                               | 0       | 0                | 0         | 1             | 0 [6]     |
| Missing information             | 5,158       | 12,084     | 0                               | 0       | 0                | 0         | 5,158         | 12,084    |
| Other                           | 72          | 477        | 0                               | 0       | 7                | 142       | 65            | 336       |
| Non-return [8]                  | 124,696     | 2,169,426  | 0                               | 0       | 17,076           | 866,900   | 107,620       | 1,302,525 |

NOTE: Detail may not add to totals due to rounding. With the exception of estimated tax, assessments and abatements can apply to any tax year. When the number and/or amount of abatements exceeds assessments the result(s) will be a negative number and/or credit amount. Additionally, the law requires that interest be charged on late payments. Net interest totaled \$5.2 billion on individual returns and \$4.3 billion on business returns.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 1996

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Assessments |            | Reasonable Cause Abatements [1] |         | Other Abatements |           | Net penalties |           |
|---------------------------------|-------------|------------|---------------------------------|---------|------------------|-----------|---------------|-----------|
|                                 | Number      | Amount     | Number                          | Amount  | Number           | Amount    | Number        | Amount    |
|                                 | (1)         | (2)        | (3)                             | (4)     | (5)              | (6)       | (7)           | (8)       |
| Civil penalties, total          | 33,984,689  | 13,215,117 | 525,199                         | 621,291 | 3,688,834        | 5,107,542 | 29,770,656    | 7,486,284 |
| Individual Total                | 21,709,015  | 4,076,030  | 144,855                         | 80,612  | 1,548,299        | 563,185   | 20,015,861    | 3,432,234 |
| Delinquency                     | 2,444,101   | 1,490,735  | 54,830                          | 47,138  | 391,561          | 317,785   | 1,997,710     | 1,125,812 |
| Estimated tax                   | 5,877,687   | 1,093,693  | 18,825                          | 7,362   | 213,166          | 78,745    | 5,645,696     | 1,007,586 |
| Failure to pay                  | 13,110,019  | 1,228,190  | 66,489                          | 23,422  | 902,431          | 84,902    | 12,141,099    | 1,119,866 |
| Bad check                       | 233,495     | 8,592      | 3,532                           | 614     | 7,744            | 1,132     | 222,219       | 6,847     |
| Fraud                           | 5,828       | 140,738    | 18                              | 173     | 890              | 23,746    | 4,920         | 116,818   |
| Negligence                      | 8,210       | 104,104    | 958                             | 1,876   | 28,467           | 52,365    | -21,215       | 49,863    |
| Other [2]                       | 29,675      | 9,978      | 203                             | 26      | 4,040            | 4,509     | 25,432        | 5,443     |
| Corporation Total [3]           | 797,388     | 1,414,030  | 13,322                          | 24,967  | 134,687          | 864,590   | 649,379       | 524,473   |
| Delinquency                     | 139,774     | 455,791    | 5,731                           | 13,879  | 19,771           | 424,684   | 114,272       | 17,229    |
| Estimated tax                   | 311,036     | 274,333    | 898                             | 2,328   | 21,398           | 111,756   | 288,740       | 160,249   |
| Failure to pay                  | 336,339     | 405,091    | 6,622                           | 8,633   | 93,231           | 324,633   | 236,486       | 71,825    |
| Bad check                       | 2,612       | 281        | 46                              | 85      | 53               | 11        | 2,513         | 185       |
| Fraud                           | 489         | 58,539     | 0                               | 0       | 24               | 1,066     | 465           | 57,473    |
| Negligence                      | 367         | 123,758    | 1                               | 5       | 40               | 507       | 326           | 123,247   |
| Other                           | 6,771       | 96,238     | 24                              | 39      | 170              | 1,933     | 6,577         | 94,267    |
| Employment Total [4]            | 10,185,260  | 5,411,532  | 277,591                         | 399,884 | 1,605,955        | 2,354,701 | 8,301,714     | 2,656,947 |
| Delinquency                     | 1,837,872   | 662,559    | 45,848                          | 33,340  | 203,656          | 155,552   | 1,588,368     | 473,667   |
| Failure to pay                  | 4,378,155   | 387,023    | 60,843                          | 11,980  | 764,910          | 78,214    | 3,552,402     | 296,829   |
| Federal tax deposits            | 3,873,870   | 4,339,443  | 170,310                         | 354,318 | 635,633          | 2,114,299 | 3,067,927     | 1,870,826 |
| Bad check                       | 89,036      | 4,982      | 521                             | 203     | 866              | 123       | 87,649        | 4,656     |
| Fraud                           | 562         | 6,468      | 0                               | 0       | 41               | 293       | 521           | 6,175     |
| Other                           | 5,765       | 1,056      | 69                              | 43      | 849              | 6,220     | 4,847         | 4,794     |
| Excise Total [5]                | 407,624     | 168,291    | 34,149                          | 48,939  | 68,381           | 46,013    | 305,094       | 73,339    |
| Delinquency                     | 127,998     | 22,777     | 3,696                           | 1,509   | 11,297           | 4,838     | 113,005       | 16,430    |
| Daily delinquency               | 52,992      | 69,119     | 25,422                          | 41,253  | 14,401           | 16,603    | 13,169        | 11,263    |
| Failure to pay                  | 205,073     | 10,584     | 3,778                           | 442     | 39,297           | 3,100     | 161,998       | 7,042     |
| Federal tax deposits            | 12,499      | 48,515     | 1,202                           | 5,696   | 2,257            | 18,407    | 9,040         | 24,413    |
| Bad check                       | 3,920       | 81         | 19                              | 0 [6]   | 88               | 2         | 3,813         | 78        |
| Fraud                           | 349         | 10,584     | 0                               | 0       | 194              | 2,159     | 155           | 8,426     |
| Other                           | 4,793       | 6,630      | 32                              | 39      | 847              | 904       | 3,914         | 5,687     |
| Estate and Gift Total           | 21,223      | 153,514    | 2,309                           | 19,753  | 9,940            | 113,088   | 8,974         | 20,674    |
| Delinquency                     | 8,182       | 105,808    | 872                             | 12,443  | 3,556            | 83,584    | 3,754         | 9,781     |
| Failure to pay                  | 12,320      | 40,632     | 1,380                           | 6,836   | 6,133            | 27,758    | 4,807         | 6,038     |
| Bad check                       | 268         | 324        | 34                              | 157     | 29               | 72        | 205           | 94        |
| Fraud                           | 5           | 610        | 0                               | 0       | 0                | 0         | 5             | 610       |
| Negligence                      | 9           | 1,633      | 0                               | 0       | 6                | 281       | 3             | 1,351     |
| Other                           | 439         | 4,507      | 23                              | 317     | 216              | 1,392     | 200           | 2,799     |
| All Other Total [7]             | 515,098     | 272,354    | 52,973                          | 47,136  | 232,903          | 150,969   | 229,222       | 74,249    |
| Delinquency                     | 169,556     | 238,219    | 46,826                          | 45,398  | 35,125           | 136,002   | 87,605        | 56,818    |
| Estimated tax                   | 77,556      | 16,482     | 365                             | 196     | 5,729            | 6,070     | 71,462        | 10,215    |
| Failure to pay                  | 262,242     | 10,751     | 5,665                           | 1,527   | 188,803          | 3,847     | 67,774        | 5,376     |
| Bad check                       | 2,187       | 80         | 117                             | 15      | 60               | 7         | 2,010         | 58        |
| Negligence                      | 3           | 13         | 0                               | 0       | 15               | 585       | -12           | -572      |
| Missing information             | 3,509       | 6,395      | 0                               | 0       | 3,164            | 4,055     | 345           | 2,340     |
| Other                           | 45          | 416        | 0                               | 0       | 7                | 402       | 38            | 14        |
| Non-return [8]                  | 349,081     | 1,719,366  | 0                               | 0       | 88,669           | 1,014,997 | 260,412       | 704,369   |

NOTE: Detail may not add to totals due to rounding. With the exception of estimated tax, assessments and abatements can apply to any tax year. When the number and/or amount of abatements exceeds assessments the result(s) will be a negative number and/or credit amount. Additionally, the law requires that interest be charged on late payments. Net interest totaled \$4.8 billion on individual returns and \$6.0 billion on business returns.

Civil Penalties Assessed and Abated, by Type of Tax and Type of Penalty, Fiscal Year 1995

[Money amounts are in thousands of dollars]

| Type of tax and type of penalty | Assessments |            | Reasonable Cause Abatements [1] |         | Other Abatements |           | Net penalties |            |
|---------------------------------|-------------|------------|---------------------------------|---------|------------------|-----------|---------------|------------|
|                                 | Number      | Amount     | Number                          | Amount  | Number           | Amount    | Number        | Amount     |
|                                 | (1)         | (2)        | (3)                             | (4)     | (5)              | (6)       | (7)           | (8)        |
| Civil penalties, total          | 34,013,588  | 15,613,521 | 548,758                         | 495,599 | 3,652,536        | 5,052,446 | 29,811,563    | 10,065,477 |
| Individual Total                | 21,344,971  | 4,006,290  | 134,710                         | 76,202  | 1,568,086        | 596,019   | 19,642,175    | 3,334,069  |
| Delinquency                     | 2,734,350   | 1,614,610  | 52,703                          | 45,042  | 383,979          | 277,041   | 2,297,668     | 1,292,528  |
| Estimated tax                   | 5,619,851   | 1,015,559  | 17,625                          | 8,699   | 233,646          | 97,056    | 5,368,580     | 909,804    |
| Failure to pay                  | 12,709,596  | 1,140,939  | 60,020                          | 20,186  | 892,554          | 96,687    | 11,757,022    | 1,024,066  |
| Bad check                       | 226,829     | 7,517      | 2,869                           | 359     | 7,942            | 894       | 216,018       | 6,264      |
| Fraud                           | 5,460       | 116,929    | 14                              | 48      | 1,353            | 31,847    | 4,093         | 85,034     |
| Negligence                      | 12,730      | 102,592    | 1,290                           | 1,840   | 44,655           | 85,644    | -33,215       | 15,108     |
| Other [2]                       | 36,155      | 8,143      | 189                             | 28      | 3,957            | 6,850     | 32,009        | 1,265      |
| Corporation Total [3]           | 767,317     | 2,575,902  | 12,735                          | 19,395  | 131,116          | 362,644   | 623,466       | 2,193,863  |
| Delinquency                     | 134,102     | 1,591,912  | 5,663                           | 11,530  | 18,119           | 192,254   | 110,320       | 1,388,128  |
| Estimated tax                   | 289,072     | 193,065    | 667                             | 1,073   | 20,574           | 70,243    | 267,831       | 121,749    |
| Failure to pay                  | 335,558     | 452,899    | 6,361                           | 6,568   | 92,116           | 94,694    | 237,081       | 351,637    |
| Bad check                       | 2,458       | 233        | 34                              | 182     | 65               | 73        | 2,359         | -22        |
| Fraud                           | 509         | 35,127     | 0                               | 0       | 29               | 2,210     | 480           | 32,917     |
| Negligence                      | 629         | 227,598    | 0                               | 0       | 73               | 1,308     | 556           | 226,290    |
| Other                           | 4,989       | 75,068     | 10                              | 42      | 140              | 1,862     | 4,839         | 73,164     |
| Employment Total [4]            | 10,612,221  | 4,769,223  | 317,612                         | 289,244 | 1,673,126        | 1,748,797 | 8,621,483     | 2,731,182  |
| Delinquency                     | 1,977,825   | 589,779    | 53,984                          | 31,712  | 219,429          | 121,335   | 1,704,412     | 436,732    |
| Failure to pay                  | 4,273,678   | 359,210    | 68,788                          | 9,926   | 784,187          | 59,318    | 3,420,703     | 289,966    |
| Federal tax deposits            | 4,265,042   | 3,789,159  | 194,271                         | 247,389 | 667,555          | 1,566,346 | 3,403,216     | 1,975,424  |
| Bad check                       | 89,082      | 4,273      | 491                             | 136     | 987              | 139       | 87,604        | 3,998      |
| Fraud                           | 451         | 10,338     | 0                               | 0       | 67               | 232       | 384           | 10,106     |
| Other                           | 5,143       | 16,465     | 78                              | 81      | 901              | 1,428     | 5,164         | 14,956     |
| Excise Total [5]                | 404,338     | 170,194    | 32,915                          | 49,957  | 61,798           | 39,462    | 309,625       | 80,775     |
| Delinquency                     | 131,499     | 26,742     | 3,931                           | 6,161   | 9,838            | 5,011     | 117,730       | 15,571     |
| Daily delinquency               | 52,341      | 66,907     | 23,083                          | 38,006  | 16,549           | 17,408    | 12,709        | 11,493     |
| Failure to pay                  | 198,746     | 10,495     | 4,216                           | 850     | 31,334           | 3,417     | 163,196       | 6,228      |
| Federal tax deposits            | 13,648      | 26,467     | 1,630                           | 4,885   | 3,107            | 9,857     | 8,911         | 11,725     |
| Bad check                       | 3,190       | 61         | 15                              | 0 [6]   | 102              | 2         | 3,073         | 59         |
| Fraud                           | 569         | 22,045     | 0                               | 0       | 128              | 2,283     | 441           | 19,762     |
| Other                           | 4,345       | 17,477     | 40                              | 55      | 740              | 1,485     | 3,565         | 15,938     |
| Estate and Gift Total           | 19,288      | 122,826    | 1,894                           | 14,615  | 8,221            | 72,039    | 9,173         | 36,171     |
| Delinquency                     | 7,312       | 81,396     | 729                             | 9,405   | 2,994            | 49,841    | 3,589         | 22,150     |
| Failure to pay                  | 11,270      | 35,650     | 1,121                           | 5,035   | 5,023            | 20,448    | 5,126         | 10,167     |
| Bad check                       | 256         | 158        | 28                              | 123     | 24               | 56        | 204           | -22        |
| Fraud                           | 5           | 1,963      | 0                               | 0       | 1                | 9         | 4             | 1,954      |
| Negligence                      | 19          | 455        | 0                               | 0       | 3                | 79        | 16            | 376        |
| Other                           | 426         | 3,203      | 16                              | 52      | 176              | 1,605     | 234           | 1,545      |
| All Other Total [7]             | 331,291     | 235,255    | 48,892                          | 46,186  | 81,917           | 148,972   | 199,751       | 40,097     |
| Delinquency                     | 153,581     | 205,629    | 42,874                          | 44,223  | 31,318           | 133,779   | 79,389        | 27,626     |
| Estimated tax                   | 57,451      | 11,102     | 308                             | 163     | 4,541            | 3,403     | 52,602        | 7,537      |
| Failure to pay                  | 113,295     | 8,975      | 5,612                           | 1,758   | 41,578           | 2,540     | 66,105        | 4,676      |
| Bad check                       | 1,773       | 58         | 98                              | 41      | 68               | 6         | 1,607         | 11         |
| Negligence                      | 39          | 255        | 0                               | 0       | 23               | 29        | 16            | 226        |
| Missing information             | 5,116       | 9,139      | 0                               | 0       | 4,385            | 9,184     | 0             | -45        |
| Other                           | 36          | 97         | 0                               | 0       | 4                | 31        | 32            | 66         |
| Non-return [8]                  | 534,162     | 3,733,832  | 0                               | 0       | 128,272          | 2,084,512 | 405,890       | 1,649,320  |

NOTE: Detail may not add to totals due to rounding. With the exception of estimated tax, assessments and abatements can apply to any tax year. When the number and/or amount of abatements exceeds assessments the result(s) will be a negative number and/or credit amount. Additionally, the law requires that interest be charged on late payments. Net interest totaled \$4.5 billion on individual returns and \$8.7 billion on business returns.