Tax Division (TAX)

FY 2013 Budget Request At A Glance	
FY 2012 Enacted:	$104.9 million (639 positions; 377 attorneys)
Current Services Adjustments:	+$1.7 million
Program Changes:	-$106,000
FY 2013 Budget Request:	$106.5 million (623 positions; 370 attorneys)
Change From FY 2012 Enacted:	+$1.6 million (+1.5%) (-16 positions; -7 attorneys)

Mission:

The Tax Division's mission is to enforce the nation's tax laws fully, fairly, and consistently, through both criminal and civil litigation, in order to promote voluntary compliance with the tax laws, maintain public confidence in the integrity of the tax system, and promote the sound development of the law.

Resources:

The FY 2013 budget request for TAX totals $106.5 million, which is a 1.5% increase over the FY 2012 Enacted.

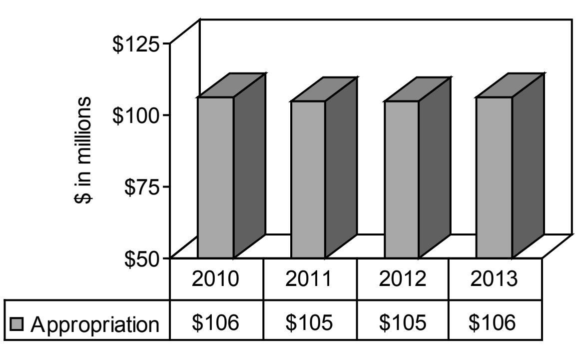
Organization:

The Tax Division is headed by an Assistant Attorney General (AAG), who is appointed by the President and confirmed by the Senate. Four Deputy Assistant Attorneys General (DAAG) help manage the Division. All of the Division's offices are located in Washington, D.C., except the Southwestern Civil Trial Section, which is located in Dallas, TX. Attorneys travel domestically and internationally for litigation activities.

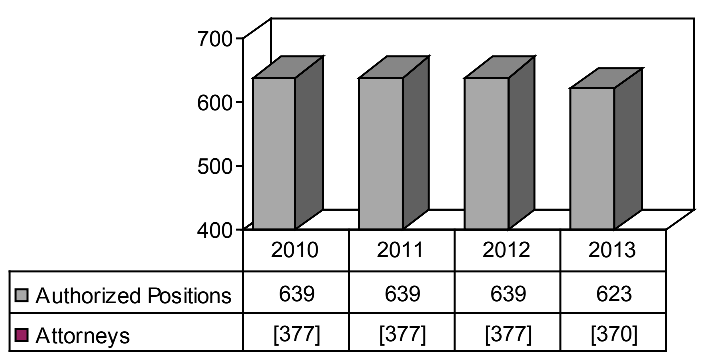
Personnel:

The TAX's direct authorized positions for FY 2013 total 623 positions. TAX's FY 2013 request includes a decrease of -16 positions from the FY 2012 Enacted of 639 direct authorized positions.

Funding (FY 2010 - 2013)



Personnel (FY 2010 - 2013)



FY 2013 Strategy:

Tax Division will continue to play a significant role in the government's efforts to combat abuse of the Nation's internal revenue laws. As a result of the Division's efforts in this regard, there is a significant monetary benefit to the Treasury, which substantially exceeds the dollars appropriated to the Tax Division to perform its work.

In FY 2013, the Tax Division will play a critical role in investigating and prosecuting tax-related fraud cases. Tax charges have long been used to prosecute challenging cases when other criminal conduct has been more difficult to prove. Prosecutions of the countless individuals engaged in mortgage fraud, securities fraud, and other financial fraud will be strengthened with the addition of tax charges and with the expertise and experience of Tax Division attorneys.

The Division's long-standing coordinated approach to tax enforcement is a particularly effective component to the Administration's goal to reduce the Tax Gap. The Tax Division's primary civil strategy to achieve its goals is to litigate federal civil tax cases filed by and against taxpayers in the federal courts. Through this litigation, the Division ensures the tax laws are properly enforced, by targeting particularly acute tax enforcement problems that threaten tax administration. The Tax Division defends the Federal Treasury against tax refund claims arising from complex and abusive corporate and individual tax shelters that are estimated to cost the Treasury billions of dollars annually. The Division's criminal enforcement strategy is to vigorously and consistently enforce the criminal tax laws in order to punish offenders, deter future violations, and reassure honest taxpayers that they will not bear an undue share of the federal tax burden.

FY 2013 Program Changes:

Program Offset - IT Savings: -$106,000 and 0 positions
This offset represents savings that will be generated through greater inter-component collaboration in IT contracting. Funds will be redirected to support the Department's Cyber-security and IT transformation efforts as well as other high priority requests.

Tax Division
(Dollars in Thousands)

	Tax Division		
	Pos	**FTE**	**Amount**
2011 Enacted	**639**	**582**	**104,877**
2012 Enacted	**639**	**582**	**104,877**
2013 Request	**623**	**572**	**106,459**
Change 2013 from 2012 Enacted	**-16**	**-10**	**1,582**
Technical Adjustments	**0**	**0**	**0**
Total Technical Adjustments	**0**	**0**	**0**
Adjustments to Base			
Increases:			
ATB Transfers	0	0	80
Pay & Benefits	0	0	1,189
Domestic Rent & Facilities	0	0	419
Subtotal Increases:	**0**	**0**	**1,688**
Decreases:			
ATB Decreases	-16	-10	0
Subtotal Decreases:	**-16**	**-10**	**0**
Total Adjustments to Base	**-16**	**-10**	**1,688**
Total Adjustments to Base and Technical Adjustments	**-16**	**-10**	**1,688**
2013 Current Services	**623**	**572**	**106,565**
Program Changes			
Increases:	**0**	**0**	**0**
Decreases:			
Program Offset - IT Savings	0	0	-106
Subtotal, Program Decrease	**0**	**0**	**-106**
Total Program Changes	**0**	**0**	**-106**
2013 Request	**623**	**572**	**106,459**
Change 2013 from 2012 Enacted	**-16**	**-10**	**1,582**

Tax Division
(Dollars in Thousands)

Comparison by activity and program	2012 Enacted			2013 Current Services		
	Perm Pos.	FTE	Amount	Perm Pos.	FTE	Amount
General Tax Matters	639	582	104,877	623	572	106,565
Total	639	582	104,877	623	572	106,565
Reimbursable FTE	0	0	0	0	0	0
Grand Total	639	582	104,877	623	572	106,565

Comparison by activity and program	2013 Total Program Changes			2013 Request		
	Perm Pos.	FTE	Amount	Perm Pos.	FTE	Amount
General Tax Matters	0	0	-106	623	572	106,459
Total	0	0	-106	623	572	106,459
Reimbursable FTE	0	0	0	0	0	0
Grand Total	0	0	-106	623	572	106,459