

# Tax Gap Reality Check

**Gross Tax Gap:** \$345 Billion  
**Improvements in Collections Since 2001:** \$55 Billion  
**ANNUAL NET TAX GAP:** \$290 Billion

## TAX GAP PROPOSALS:

**Treasury Tax Gap Proposals:** \$3.6 Billion  
**January 2005 JCT Proposals:** \$40.4 Billion  
**Total Tax Gap Proposals:** \$44 Billion

## ENACTED TAX GAP PROVISIONS:

**Mortgage Relief Bill:** \$0.1 Billion  
**Minimum Wage Bill:** \$0.5 Billion  
**Total Enacted Provisions:** \$0.6 Billion

## PERCENTAGE OF TAX GAP RAISED:

**0.2%**

Source: IRS, Joint Committee on Taxation,  
Note that 1 year numbers are calculated by dividing the 10 year JCT numbers by 10.