Dear Speaker Johnson, Leader Thune, Leader Jeffries, Leader Schumer, and Leaders of the Appropriations Committees:

As Congress considers legislation to fully fund the government for the remainder of FY25, the undersigned organizations urge you to **strongly oppose the Administration's request for additional recissions to IRS enforcement funding.** Rescinding this money will enable wealthy individuals and big corporations to cheat on their taxes while depriving the country of critical revenue needed to invest in building the middle class and the nation's fiscal health. We encourage Congress to reject any base funding cuts or rescissions that would imperil the IRS's ability to provide taxpayer services and ensure that all taxpayers are paying their full obligations due under law. In addition we ask you to oppose harmful poison pill riders, including any rider blocking the popular and effective Direct File program.

The investments made to rebuild the IRS have shown strong results:

- The IRS is now answering taxpayer calls as it should, clearing backlogs, and transmitting timelier tax refunds. The agency answered nearly 90 percent of calls during the 2024 filing season (a vast improvement from 18 percent in 2022). Average wait times dropped from 29 to 4 minutes.
- In the 2024 filing season, the IRS conducted a Direct File pilot program that allowed taxpayers in 12 states to file their taxes online for free without commercial tax preparers, saving working families hundreds of dollars. Data released by the IRS further confirms that the pilot was an incredible success with a 90 percent satisfaction rate. The program was so successful that Treasury Secretary Bessent committed to maintaining it for the current filing season. When fully phased in, the program is estimated to save Americans \$11 billion annually in filing and time costs and could deliver \$12 billion more in currently unclaimed tax credits for low-income families.
- On the enforcement side, the IRS is devoting new resources to increasing tax collections from high-income tax evaders. The IRS has <u>collected</u> over \$1 billion in past-due taxes from millionaires and is using new tools to <u>identify</u> large partnerships to audit, such as hedge funds and real estate firms, after years of auditing high-income partnerships at near-zero rates. <u>Estimates</u> suggest that every \$1 spent auditing high-income individuals means more than \$12 in additional tax revenue.

As Congress considers legislation to fund the government for the remainder of FY2025, Congress should maintain current funding for the IRS, and reject any cuts to the agency's annual base funding as well as any additional rescissions of the funding provided to the IRS. Further rescissions of the IRS's Enforcement funding would undermine collection of tax revenue and enforcement of the tax laws, benefitting the wealthy and big corporations at the expense of workers and families.

We appreciate your consideration of our views and urge Congress to act accordingly.

Sincerely,

NATIONAL ORGANIZATIONS

20/20 Vision

Accountable.US

AFL-CIO

Alliance for a Just Society

Alliance for Retired Americans

American Family Voices

American Federation of State, County and Municipal Employees (AFSCME)

American Federation of Government Employees (AFGE)

American Federation of Teachers (AFT)

Americans for Financial Reform

Americans for Tax Fairness

Autistic People of Color Fund

Autistic Self Advocacy Network

Autistic Women & Nonbinary Network

Beyond Careers

Blue Future

Center for American Progress

Center for Common Ground

Center for Law and Social Policy (CLASP)

Center for Popular Democracy

Center for the Study of Social Policy

Change Machine

Children's Defense Fund

Children's HealthWatch

Churches United for Fair Housing

Coalition on Human Needs

Color Of Change

CommonDefense.us

Congregation of Our Lady of Charity of the Good Shepherd, U.S. Provinces

Consumer Action

Demand Action

DemCast USA

Dems Make Life Better

Demos Action

Economic Security Project Action

Equal Rights Advocates

Fair Share America

Families Over Billionaires

Financial Accountability and Corporate Transparency (FACT) Coalition

First Focus Campaign for Children

Futures Without Violence

Groundwork Action

Health Care for America Now (HCAN)

Health Care Voter

Institute for Policy Studies, Poverty Project

In The Public Interest

Income Movement

Indivisible

Institute for Policy Studies -Inequality Program

Institute on Taxation and Economic Policy

Just Harvest

Just Solutions

Main Street Alliance

MomsRising

My Money Story

National Advocacy Center of the Sisters of the Good Shepherd

National Association of Social Workers

National Community Action Partnership

National Disability Institute

National Health Care for the Homeless Council

National Women's Law Center

NETWORK Lobby for Catholic Social Justice

Our Revolution

Oxfam America

Patriotic Millionaires

P Street

People's Action

Public Advocacy for Kids (PAK)

Public Citizen

RESULTS

Revolving Door Project

RootsAction.org

Service Employees International Union (SEIU)

Small Business For America's Future

Social Work Grand Challenge to Reduce Extreme Economic Inequality

State Revenue Alliance

Stop TB USA

Strong Economy For All Campaign

Take on Wall Street

The Expectations Project

The Workers Circle

UnidosUS

Unitarian Universalists for Social Justice

United Church of Christ

Unrig Our Economy

Voices for Progress

Young Invincibles

STATE ORGANIZATIONS

Action NC

Advancing Connecticut Together

All Home (CA)

Arkansas Asset Builders

California Alliance of Caregivers

Campaign for Working Families, Inc.

CASH Campaign of Maryland

Catalyst Miami (FL)

CCAN Action Fund

Center for Common Ground, NJ

Churches United for Fair Housing (CUFFH)

Colorado Fiscal Institute

Common Good Iowa

Courage California

DBT For You

Empire State Voices

Every Texan

Georgia Budget and Policy Institute

Golden State Opportunity (CA)

Grace - End Child Poverty California

Grow Brooklyn (NY)

Honest Arizona

Housing Action Illinois

Hunger Free Vermont

Indiana Community Action Poverty Institute

Indivisible Georgia Coalition

Indivisible Marin (CA)

Instituto del Desarrollo de la Juventud (PR)

ISAIAH (MN)

The Karabelle Pizzigati Initiative in Advocacy for Children, Youth and Families at The

University of

Maryland

La Victoria Foundation

Louisiana Partnership for Children and Families

Lower Cape Indivisible, Women In Number

Maine Center for Economic Policy

Maine Equal Justice

Michigan Families for Fair Care

Michigan League for Public Policy

Nebraska For Us

New American Association Of Massachusetts

New Mexico Voices for Children

Northwest Progressive Institute

Oregon Center for Public Policy

Our Children Oregon

Pennsylvania Policy Center

Prepare + Prosper (MN)

RAISE Texas

RESULTS Alaska

RESULTS Albuquerque

RESULTS Bremerton/North Kitsap

RESULTS Central Ohio

RESULTS Central & Western Pennsylvania

RESULTS Cleveland

RESULTS Dallas

RESULTS Detroit

RESULTS District of Columbia

RESULTS Houston

RESULTS Idaho

RESULTS Maryland

RESULTS Massachusetts

RESULTS New Jersey

RESULTS North Florida

RESULTS Oklahoma

RESULTS Orlando

RESULTS Philadelphia

RESULTS San Diego

RESULTS Seattle

RESULTS Sierra Nevada

RESULTS Silicon Valley

RESULTS South Carolina

RESULTS Tennessee

RESULTS Tri-Cities, Washington

RESULTS West Virginia

RESULTS Western North Carolina

RESULTS Wisconsin

Rise Up WV

Rocky Mountain Values (CO)

San Diego for Every Child (CA)

SimplifyCT, Inc.

The Language of Connection Spokane (WA)

Tygart Valley United Way (WV)

United Ways of California

United Way of New York City

Vermont Asylum Assistance Project

Voices for Vermont's Children

Washington Anti-Hunger & Nutrition Coalition

Washington Physicians for Social Responsibility

Washington State Budget and Policy Center

West Virginia Center on Budget & Policy

West Virginia Citizen Action

West Virginia CWA State Council

cc: Members of the House Appropriations Committee Members of the Senate Appropriations Committee Members of the House Ways & Means Committee Members of the Senate Finance Committee