

2.2 "Voluntary Compliance"

1. The United States tax system operates on a principle called
 - a. mandatory compliance.
 - b. voluntary compliance.
 - c. required compliance.
 - d. enforced compliance.

2. Everyone in the United States believe paying taxes is their civic duty, and honestly report their income and earnings.
 - a. True
 - b. False

3. The division of the U.S. Department of the Treasury that is responsible for making sure the tax system runs correctly is the
 - a. Department of the Interior.
 - b. Secret Service.
 - c. Internal Revenue Service.
 - d. Federal Trade Commission.

4. The IRS can question what your report on your tax return through a process called a(n)
 - a. inspection.
 - b. inquiry.
 - c. audible.
 - d. audit.

5. Filing your personal income taxes must be completed each year by
 - a. January 18th.
 - b. February 14th.
 - c. March 17th.
 - d. April 15th.

6. Without a tax structure, it would be impossible for a country to provide necessities that people use every day.
 - a. True
 - b. False

7. Your overall tax burden can be reduced using
 - a. deductions.
 - b. exemptions.
 - c. credits.
 - d. All of the above

8. What you report as expenses, deductions, and other earnings is a personal choice even though the law is specific about what is legal.
 - a. True
 - b. False

9. Most citizens believe that paying taxes is part of their responsibility to
 - a. others.
 - b. society.
 - c. Both a and b
 - d. Neither a nor b

10. Good citizenship is at the core of any democratic nation.
 - a. True
 - b. False