

INDEX

- Accelerated Recovery System, 126
- Accounting and Auditing
 - Enforcement Releases (AAERs), 44, 56, 73
- Aggregate capital expenditures, 133–135
- Aggressive book reporting, 38–46, 48
- Aggressive tax reporting, 38–43, 46, 48, 51–56
- Alternative environmental uncertainty measure, 105–107
- American Taxpayer Relief Act of 2012, 202
- ANCOVA, 182, 185–186, 221–222
- Annual tax-compliance costs, 202
- ASC 740, 6
 - See also* Financial Accounting Standard No. 109 (FAS 109)
- Attitudes towards compliance, 182–186
- Attitude towards compliance, 169–170

- Baby Boomer generation, 166, 170
- Bloomberg BNA (Bloomberg BNA, 2014), 131
- Bonus depreciation, 130
- Bonus depreciation, 126, 127, 128, 129, 130, 131, 132, 133, 150–151
- Bonus depreciation enactment, 133–135
- Book effective tax rate, 91
- Book-tax conformity, 42
- Book-tax differences (BTD), 13, 52

- Book-tax relation, 40–42
- Business investments, 129

- Capacity utilization, 152
- Capacity utilization variable, 140
- Capital expenditures, 127, 128, 129, 130, 131, 132, 135, 137–147, 149
- CEAs. *See* Cumulative effect adjustments (CEAs)
- Client Compliance Measurement Program, 211
- Client demographic variables, 201
- Client–preparer expectation gap, 206
- Client–preparer relationship, 202
- Clients, tax-preparer perceptions of, 201
- Client *vs.* tax-preparer gaps, 200
- Communication gap, 204
- Compliance costs, 234–238, 241, 244, 245
- Compliance questions, 173–174
- Corporate income tax compliance costs, 234, 250–257
- Corporate innovation, 116–117
- Corporate tax avoidance, 84, 87, 93
- Corporate taxes, 233, 238, 239
- Correlation analysis, 219–220
- Covariates, 174–175
- Covenant slack, 4, 10, 13, 24, 25
- Creditors value tax aggressiveness, 3
- Cumulative effect adjustments (CEAs), 2, 3, 9
- Customer gap, 204

- Data Envelopment Analysis (DEA), 92
- Debt covenants, 8–9
- Debt covenant violation, 4, 5, 17
- Debt policy, 116
- Dependent variable (DFIN), 73
- Despite tax preparation costs, 206
- Discretionary accruals (DFIN), 45, 51
- DTAX, 38, 47, 48
- Earnings and taxable income, 46
- Economic Recovery Tax Act of 1981, 126
- Economic stimulus, 127, 158
- Effective tax rates (ETR), 42, 52
- Enrolled Agents (EAs), 202
- Environmental uncertainty, 84, 86–90, 118
proxies of, 90–91
- Environmental uncertainty (EU), 83, 84–89, 90–91, 93, 99, 100, 101, 102
- Equity questions, 173
- Estimated probability of fraud, 48, 51, 72
- ETR. *See* Effective tax rates (ETR)
- European Commission, 239
- Federal income tax, 126
- Federal income tax filings, 135–137
- FIN 48. *See* Financial Interpretation No. 48 (FIN 48)
- Financial Accounting Foundation, 5
- Financial Accounting Standard No. 109 (FAS 109), 6
- Financial Accounting Standards Board, 2
- Financial Interpretation No. 48 (FIN 48), 6–8
cost of debt analysis, 2, 24–30
data and sample selection, 11–12
debt, 9–10
descriptive statistics and univariate results, 17–21
discretionary accruals, 14
financial covenant violations, 2
financial statement benefits, 6
foreign operations, 14
market response, 11
multivariate analyses, 3
multivariate results, 21–24
negative cumulative equity, 3
research design, 12–17
stock market reaction, 11
- Financial statement fraud, 38, 45, 48, 51, 55, 56, 70, 72
- Firms' capital expenditures, 153
- Firm's financial sophistication, 108
- Firm specific and economic variables, 137–147
- Foreign income (FI), 93
- Fraud
estimated probability of, 48, 51, 72
financial statement, 38, 45, 48, 51, 55, 56, 70, 72
- GAAP. *See* Generally Accepted Accounting Principles (GAAP)
- Gaps model of service quality, 203, 204, 205
- Gaps Model of Service Quality, 210
- GDP. *See* Gross domestic product (GDP)
- Gender perceptual differences, post Hoc assessment of, 223–225
- General Linear Model (GLM), 215–216
- Generally Accepted Accounting Principles (GAAP), 43, 73
- Generational groups, 172
- Generational research, 165–167, 186
- Greece, tax compliance costs, 234, 238, 239, 242
- Greek corporate tax legislation, 238

- Greek economy, 258
- Greek tax system, 239, 242, 249
- Gross domestic product (GDP), 135

- Income tax, 6, 9
- Income tax compliance costs, 244–247
- Industry-based quintile ranking, 92
- Innovation efficiency, 116
- Innovation-efficient firms, 85
- Internal Revenue Code (IRC), 126
- Internal Revenue Service (IRS), 2, 128, 138, 236
- Internal Revenue Service
 - commissioned Harris and Associates, 169
- Internal tax compliance costs, 244
- IRC. *See* Internal Revenue Code (IRC)
- IRS. *See* Internal Revenue Service (IRS)
- IRS Protect (PGAP), 215
- IRS Protection Gap (DV), 214

- Legal and accounting community, 30
- Legal Compliance (LGAP), 215
- Legal Compliance Gap (DV), 214
- Limited liability companies (EPE), 242
- Listening gap, 204, 210

- Managerial ability, 85, 89
- Market ratio, 13
- Market response, 28–30
- Market-to-book ratio (MTB), 93
- Measuring book and tax reporting
 - aggressiveness, 49, 53, 54, 58, 59, 60, 66, 67
- Millennial generation, 166–167
- Millennials, 164, 165, 172, 182
- MTB. *See* Market-to-book ratio (MTB)
- Multicollinearity, 154

- National Insurance Contributions (NIC), 235
- Negative stock price reaction, 42

- Ordinary least squares (OLS) regressions, 252

- Pay-As-You-Earn (PAYE), 235
- Perceived fairness, 175–182
- Perceptions of tax-preparer advocacy, 203, 219
- Performance gap, 204
- Population estimates, 247–249
- Positive bonus depreciation effect, 130
- Property, plant and equipment (PPE), research, 93
- Protecting Americans from Tax Hikes (PATH) Act of 2015, 127, 128
- Public limited liability companies, 242

- Qualtrics, 170

- Regression analysis, 220–223
- Regression Analysis Variables, 215–216
- Return on asset (ROA), 93
- Revenue Act of 1962, 129
- Revenue growth, 13

- Sarbanes Oxley Act (SOX), 57
- Save Money Gap (DV), 214
- Save Time Gap (DV), 214
- Saving Money (MGAP), 214
- Saving Time (TGAP), 215
- SCM. *See* Standard Cost Model (SCM)
- Securities and Exchange Commission (SEC), 138
- Service design and standards gap, 204

- Standard Cost Model (SCM), 234, 239
- Supplemental analysis, 186–187
- Tax accounting, 6
- Tax avoidance, 84, 85, 87, 88, 89, 91–92, 103–104
- Tax client expectations, 203, 207
- Tax clients, 200, 201, 209, 210, 213, 216, 228, 229
- Tax compliance, 164, 165
- Tax-compliance costs, 202, 234–238, 236, 241, 244, 245
- Tax costs, 42
- Tax fairness, 167–169
- Tax incentive, 130, 131
- Taxpayer Gender, 216
- Taxpayer Motivation Scale (TMS), xiii–xiv, 200, 207, 209, 211
- Tax-preparation expectation gap, 210
- Tax-preparer perceptions, 201, 214
- Tax preparers, 200, 201, 202, 203, 204, 206, 207, 210, 212, 213, 214, 217
- Tax preparer sample characteristics, 213
- Tax-preparer services, 200
- Tax theory, 116
- Time valuation, 243–244
- Two-stage least squares (2SLS) regression analysis, 85, 108
- Uncertain tax benefits (UTBs), 2, 3, 85
- United States Congress, 127, 128
- Variable definitions, FIN, 48, 15
- Wage costs, 244
- World War II, 166