

TAX AUDIT AND TAXPAYER COMPLIANCE

Loso Judijanto *¹

IPOSS Jakarta, Indonesia
losojudijantobumn@gmail.com

S Pentanurbowo

Institut Ilmu Sosial dan Manajemen STIAMI Jakarta
pentanurbowo@gmail.com

Erwin

Universitas Tanjungpura
erwin@hukum.untan.ac.id

Al-Amin

Universitas Airlangga, Surabaya, Indonesia
al.amin-2024@feb.unair.ac.id

Abstract

Tax audits alone may not be effective enough in encouraging tax compliance without being supported by thorough tax education and the use of technology in the tax system. The research method used is the literature research method. The results show that tax audit has a deterrent effect on tax avoidance, but its effectiveness increases significantly when accompanied by tax education that provides knowledge and forms a positive attitude towards taxes. In addition, the integration of technology in the tax administration process makes it easier for taxpayers to fulfill their obligations, improving tax compliance through increased efficiency and transparency. Thus, success in improving tax compliance requires a combination of fair and consistent enforcement of regulations, informative and awareness-building education initiatives, and the development of a supportive technological infrastructure. The implications of these findings provide guidance for tax policy makers to design more effective strategies to improve tax compliance in the future.

Keywords: Tax Audit, Taxpayer Compliance.

Introduction

Taxes are one of the main sources of revenue for a country to finance various types of expenditures, including infrastructure development, education, health, and other public services. Tax compliance by taxpayers, both individuals and companies, determines the amount of state revenue from the tax sector (Abdu and Adem 2023).

Tax revenue has a very important role in the economic and social development of a country. As the main source of revenue, taxes are used to finance various

¹ Correspondence author.