

The role of taxpayers' income and knowledge of taxpayers on the improvement of tax compliance

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ABSTRACT

This study aims to analyze the effect of taxpayer knowledge on tax compliance in Jakarta and West Java. This type of research is quantitative. The method used in this study is primary data with non-probability sampling, namely purposive sampling to taxpayers who have reported the 2021 annual tax return as many as 229 respondents. Data analysis used the Lisrel 8.80 program with Maximum Likelihood Estimation which was used as a basis for testing and discussing hypotheses. In confirming and completing information about things that were not asked in the questionnaire, a debt interview was conducted. The results showed that there was a significant positive effect between taxpayer income and taxpayer knowledge on tax compliance. So it is recommended that the government in this case the Directorate General of Taxes is always active in providing socialization to the public about taxpayer knowledge and the importance of understanding the role of taxes in a state so that tax compliance will increase.

Keywords: taxpayer income, taxpayer knowledge and tax compliance