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Systematic Literature Review: Implementation oF Tax Review on Corporate Income Tax as a Basis for Evaluation of Tax Obligations

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ABSTRACT
This research is to examine and find out the application of tax review on corporate income tax as a basis for fulfilling tax obligations by using systematic literature review research on data obtained from Publish or Perish 8 publications. This research uses as many as 10 articles as a source of analysis.

Keywords: Tax Review, Corporate Income Tax, Tax Obligations

INTRODUCTION

Taxes are one of the most important sources of state revenue to finance state expenditures, both routine expenditures and development expenditures, and constitute people's contributions to the state treasury based on the law without receiving direct reciprocal services that can be demonstrated and used to pay state expenditures. (Oktaviani & Apriliawati, 2021)

Tax collection in Indonesia currently uses two systems, namely the self-assessment system and the withholding system. A self-assessment system is a tax collection system in which individual and corporate taxpayers are given the authority and trust to calculate, calculate, deposit, and report taxes owed to the state (John, 2003). The form of the income tax collection system with a withholding system in Indonesia is Article 21 Income Tax (PPh), Article 22 Income Tax, Article 23 Income Tax, Article 24 Income Tax, Article 26 Income Tax, Article 4 Income Tax paragraph (2), and Article 15 Income Tax (Irawati, 2011). The basis for calculating the amount of tax payable is the net profit before tax contained in the company's financial statements. In other words, the size of the company's profit in the financial statements determines the amount of tax payable that must be paid. Before a taxpayer prepares an annual income tax return, it is better if the taxpayer first reviews the fulfillment of his tax obligations in one tax year.

Tax review serves to minimize various errors that may arise during tax audits in order to avoid tax sanctions. Tax review covers all types of taxes, whether they are obligatory or potential taxes, such as corporate income tax, VAT, and PPnBM. The tax review aims to evaluate corporate income tax obligations on various aspects of implementing tax obligations in order to fulfill corporate income tax obligations at the end of the year. Based on the explanation above, the purpose of this study is to examine and find out the application of tax review on Corporate Income Tax which is an obligation to be paid by the company. - tax law. (Dewi & Setiawan, 2015).

This activity can be carried out independently by the Taxpayer or Tax Consultant at the will of the Taxpayer. Tax review, namely the activity of understanding, reprocessing and comparing the implementation of tax obligations that have been carried out in the past. Tax review cannot be separated from tax audit, tax compliance and tax control. Because the tax audit is a form of efforts to empower taxpayers in relation to tax compliance. (Setiawan & Setiawan, 2018)

Tax reviews can be carried out by internal companies, for example internal auditors and external auditors such as Public Accounting Firms (KAP) and Tax Consulting Firms (KKP) (Faisal, 2009). According to Sumarsan (2015) in Octave Abriyanti Yonanda , in carrying out a tax review, the procedures that need to be carried out are as follows: (Oktaf Abriyanti Yonanda, n.d.)

1. Tax review on income in financial reports;
2. Tax review on income against SPT;
3. Tax review of expenses in the financial statements

METHOD

The method describes what the researcher has done to answer the research question. This study uses a descriptive qualitative approach with a type of literature study which is defined as a collection technique and analyzes data sources to be processed and presented

from various literature (Rijal Fadli, 2021) with the systematic literature review method relating to the application of a tax review on corporate income tax as a basis for evaluating obligations taxation. The objects of research are several companies and secondary data collection techniques from several stages, namely observation of literature studies and documentation from Publish or Perish 8 and Google Scholar for published journal articles with qualitative and quantitative research obtained 10 articles from previous research for the 2015 – 2021 period.
Questions in this study to describe the purpose of the subject that has been limited, namely:
1. RQ 1: What is the procedure for implementing a tax review on corporate income tax as a basis for evaluating tax obligations?
2. RQ 2 : What are the results of research on the application of a tax review on corporate income tax as a basis for evaluating tax obligations?

Concept maps are a method that aims to optimize the researcher's knowledge of ideas as described below:

Application of Tax Review on corporate income tax as a basis for evaluating tax obligations

RQ1 What is the procedure for implementing a tax review on corporate income tax as a basis for evaluating tax obligations?

RQ2 What are the results of research on the application of a tax review on corporate income tax as a basis for evaluating tax obligations?

Figure 1. Conceptual framework

RESULT AND DISCUSSION

The following are the results of several previous studies as materials used to analyze the literature review research.

Table 1. Tax Review Procedures and Research Results

Source	Writer's name	Title	Tax Review Procedure	Research result
Indonesian Accounting Literacy Journal Vol. 1, No. 2, March 2021, pp. 328–337	1. Ani Oktaviani 2. Yeti Apriliawati	Implementation of Tax Review on Income Tax as a Strategy Tax Planning at Pt Kharisma Barokah Muliatama	1. Reviewing the basis for recognizing income and expenses and calculating taxable income 2. Reviewing calculation provisions, validity and related documents and provisions for depositing and reporting 3. Reviewing tax credits that have	PT. Kharisma Barokah Muliatama has not done the bookkeeping optimally. Because all costs reported are not necessarily in accordance with reality. Because PT. Kharisma Barokah Muliatama records costs that have been incurred based on estimates for each departure.

Source	Writer's name	Title	Tax Review Procedure	Research result
			been withheld by third parties 4. Reviewing records in the company's books 5. Reviewing the reconciliation between business circulation according to financial reports and according to the VAT period SPT (Oktaviani & Apriliawati, 2021)	
Udayana University Accounting E-Journal Vol.16.3. Sept. (2016): 2480-2506	1. Siti Ro'fah Ayuningsih 2. Putu Ery Setiawan	Implementation of Tax Review on Corporate Income Tax And Withholding Tax At Pt. A B C	1. Review of revenue and expense recognition in the income statement 2. Reviewing the calculation and timing of the withholding obligations/ 21, 22, 23, 24, 25, 26, 4(2) (Ayuningsih & Setiawan, 2016)	The results of the study show that the tax review on Corporate Income Tax has carried out the obligation to deposit and report in accordance with the applicable rules and regulations. But the calculation and preparation of the fiscal reconciliation report there are some differences in consumption and telephone costs. PT. ABC has carried out the obligation to withhold, deposit and report PPh 21 and 25 in accordance with tax provisions. Based on company data in the tax year examined, no PPh Articles 22, 23, 24, 26 and 4 (2) payable
Insan Akuntan Online Journal, Vol.2, No.2 December 2017, 271 – 282	1. Leny Rismawaty 2. Indra Wijaya	Application of Tax Review on Income Tax at PT Indo	Comparing the results of the tax review according to the company according to tax provisions including tax reviews on PPH 29, 25, 23, 21 (Rismawaty & Wijaya, 2017)	The results showed that there was a calculation error in determining the amount of income tax owed by the company, and there were several tax obligations that were not based on tax provisions

Source	Writer's name	Title	Tax Review Procedure	Research result
Udayana University Accounting E-Journal Vol.13.No.2 Nov. 2015	1. AA Shintia Dewi's wife 2. Putu Ery Setiawan	Implementation of Tax Review on Income Tax Agency as a Basis for Evaluation of Obligations Taxation	1. Examine documents related to business registration to obtain an NPWP which can be seen in the identity listed in the SPT 2. Reviewing the accuracy of the amount, time of deposit and reporting of monthly PPh Article 25 installments 3. recognition in the income statement 4. Reviewing tax credits made by third parties 5. Make positive and negative fiscal corrections on income expenses that are not in accordance with tax provisions 6. Recalculate and evaluate PT AV's payable income tax 7. Comparing the results of income tax calculations according to applicable tax provisions with the results of 2013 corporate tax reporting (Dewi & Setiawan, 2015)	Based on the tax review on corporate income tax, PT AV has carried out its deposit and reporting obligations in accordance with tax regulations. However, in the case of calculations there are several errors in charging costs to the fiscal profit and loss report, resulting in less tax payable according to tax provisions than tax payable according to the company,
Udayana University Accounting E-Journal Vol.22.1. January (2018): 245-272	1. I Kadek Agus Setiawan 2. Putu Ery Setiawan	Application of Tax Review as a Basis for Evaluation of Fulfillment of Corporate Income Tax and VAT Tax Obligations	1. Tax Review on Corporate Income Tax (Corporate Income Tax) is carried out by examining documents related to business registration to obtain an NPWP which can be seen in the identity listed in the SPT	Based on the results of the research conducted, the tax review on Corporate Income Tax has found differences in the fiscal reconciliation reports on Business Travel and Telephone Expense accounts. In the official travel account, the company

Source	Writer's name	Title	Tax Review Procedure	Research result
			2. Reviewing the company's books, reviewing tax credits made by third parties, calculating positive and negative Fiscal Corrections on income and expenses that are not in accordance with tax provisions 3. The company, reviewing tax credits made by third parties, calculates positive and negative Fiscal Corrections for income and expenses that are not in accordance with tax provisions (Setiawan & Setiawan, 2018)	cannot show minutes or notes on the assignment explaining the subject or purpose of the foreign business trip related to the company's main activities, which causes differences in fiscal corrections between taxpayers and researchers.
Udayana University Accounting E-Journal Vol.20.2. August (2017)	1. Putu Ari Putri Saridewi 2. Naniek Noviari	Analysis of Application of Tax Review on Income Tax Agency at Hotel X in 2014	1. Examine documents related to business registration to obtain an NPWP which can be seen in the identity listed in the SPT. 2. Analysis of PP'46 of 2013. 3. Reviewing the accuracy of the amount, time of deposit, and reporting of monthly PPh Article 25 installments. 4. Review the recognition of revenues and expenses in the income statement 5. Reviewing tax credits made by third parties 6. Review the company's books. 7. Make positive and negative fiscal corrections on income and expenses that are not in accordance with tax provisions. 8. Recalculate and evaluate the income tax	Based on the results of the research that has been carried out, Hotel X has carried out its deposit and reporting obligations in accordance with statutory regulations. However, in calculating and preparing the Agency's Annual Tax Return, there is an error in charging fees which causes the company's payable tax to be smaller than the tax payable according to the provisions set forth apply.

Source	Writer's name	Title	Tax Review Procedure	Research result
			owed by Hotel X (Saridewi & Noviari, 2017)	
Insan Akuntan Online Journal, Vol.1, No.1, June 2016	1. Yuni Devita 2. Indra Wijaya	Tax Review on Corporate Income Tax (PPh) at PT. Lasting Engineering Works in 2014	Review costs and fiscal corrections made based on tax regulations (Devita & Wijaya, 2016)	The results of the research show that PT. Langgeng Karya Teknik made an error in calculating the corporate income tax payable and for deductions, There are still a number of tax deposits and reports that are not in accordance with tax provisions.
Student Scientific Journal of FEB Universitas Brawijaya Vol 6, No 2	Oktaf Abriyanti Yonanda	Analysis of the Application of Tax Review as a Basis for Evaluation of Tax Obligations (Study at PT. XYZ in Pasuruan Regency)	Fiscal Correction Review of Income and Expense Accounts (Oktaf Abriyanti Yonanda, n.d.)	Based on the results of the study, there are deficiencies on the implementation of formal tax obligations. In PPh Article 21, PT. XYZ did not report the tax payable on all employees' salaries. In PPh Article 22, PT. XYZ did not report all payable taxes related to transactions deducted by the Treasurer because it only received SSP from the Treasurer. PPh Article 4 paragraph (2) also does not report Periodic SPT PPh Article 4 paragraph (2) on the amount of tax payable deducted from income as the contractor for construction services.
Hita Accounting and Finance, Indonesian Hindu University, July 2020	Ni Kadek Yuni Andayani[1] I Wayan Sudiana[2] I Putu Nuratama[3]	Implementation of Tax Review on Corporate Income Tax As a Basis for Evaluation of Incorrect Tax Obligations	1. Review of PPh Article 21 is carried out by recapitulating the implementation of fulfilling the Foundation's obligations on PPh Article 21 and	1. The obligation for PPh Article 21 has been carried out by the Foundation by submitting SPT in a timely manner but not yet fully in accordance with the applicable tax

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Source	Writer's name	Title	Tax Review Procedure	Research result
		One Education Foundation in Denpasar in 2018	comparing transaction data in the financial statements which are objects of PPh Article 21 with the amounts reported on the SPT to match all PPh Article 21 objects that have been deducted. 2. The review that has been carried out on all transactions of the Foundation's financial statements, did not find any PPh Article 23 objects so that the Foundation has no obligation to submit Article 23 PPh SPT. 3. Review of PPh Article 25 is carried out by matching the accuracy of the amount, time of deposit and reporting of monthly installments which are the foundation's tax obligations. 4. Review of Income Tax Article 4 Paragraph 2 Rent is carried out by looking at the transactions in the financial statements.. (Andayani et al., 2020)	provisions, in the event that the deposit is still made for more than the specified time period and there are still transactions that are objects of PPh Article 21 that have not been listed in the SPT reporting and has not been deducted from the PPh Article 21. 2. A review of Article 23 PPh obligations for all financial statement transactions of the Foundation did not find any Article 23 PPh objects so that the Foundation has no obligation to submit Article 23 PPh SPT. 3. Obligations for Article 25 Income Tax have been carried out by the Foundation by depositing and reporting Article 25 Income Tax Returns as monthly installments but not all of them are in accordance with applicable regulations because there are deposits and reports that are still being made for more than the specified time period.

Source	Writer's name	Title	Tax Review Procedure	Research result
				4. Obligations on Income Tax Article 4 Paragraph (2) Leases have not been implemented by the Foundation. The existence of a prepaid rental account indicates that the Foundation has the obligation to cut, deposit and report SPT above Article 4 Paragraph (2) rental income tax.
Parameter Journal, Volume 2 No. 2	Marti Hartiati	Tax Review on Obligations of Market Trader Cooperatives Kumbasari-Badung as Income Tax Deductor	1. Done by comparing the calculation results of PPh Article 21 by Koppas Kumbasari-Badung with the results of calculating PPh Article 21 based on the provisions in PER-31/PJ/2012. 2. Comparing withholding, depositing and reporting PPh Article 21 that has been carried out by the Kumbasari-Badung Koppas with the correct deduction, deposit and reporting provisions based on PER-31/PJ/2012. (Pph, 2017)	1. Koppas Kumbasari-Badung has not carried out the obligation to correctly calculate PPh Article 21 that is payable every month in accordance with PER-31/PJ/2012. 2. In calculating PPh Article 21 for the 2014 tax year, the Cooperative does not make and keep records or calculation worksheets as the basis for reporting PPh Article 21 for each tax period. 3. Koppas Kumbasari-Badung has not carried out the obligation to properly cut Article 21 Income Tax that is payable every month in accordance with PER-31/PJ/2012.

Source	Writer's name	Title	Tax Review Procedure	Research result
				4. In calculating PPh Article 21 for the 2014 tax year, the Cooperative does not make and keep records or calculation worksheets as the basis for reporting PPh Article 21 for each tax period. 5. Koppas Kumbasari-Badung not yet carry out the obligation to cut PPh Article 21 which is payable every month correctly in accordance with PER-31/PJ/2012. 6. Koppas Kumbasari Badung has not carried out the obligation to deposit Article 21 PPh deductions that are payable every month by correctly in accordance with PER-31/PJ/2012 because there is a time delay deposit in October and December.

DISCUSSION

Explanation of Discussion 1

Based on table 1, it shows that in carrying out a tax review there are several procedures that are usually carried out by companies to carry out, namely reviewing the basis for recognizing income and expenses and calculating taxable income, reviewing calculation provisions, validity and related documents and timeliness of deposit and reporting. reviewing tax credits that have been withheld by third parties, reviewing records in the company's books, and reviewing the reconciliation between business circulation according to financial reports and according to the VAT period SPT.

Explanation of Discussion 2

Regarding the results of research on the Application of Tax Review on Corporate Income Tax as a Basis for Evaluation of Tax Obligations, it can be seen that when a company conducts a tax review there are still many findings that these companies still make mistakes both in recognizing income, costs, calculating, deducting, and reporting on tax obligations. However, it is also seen that there are several companies that have carried out their deposit and reporting obligations in accordance with the applicable rules and regulations, but are having problems with the calculations.

IMPLICATIONS

The results of the research regarding the Literature Review on the Implementation of Tax Review on Corporate Income Tax as a Basis for Evaluation of Tax Obligations to describe the objectives of the subject that has been discussed are:
Based on the results of the review, it is known that the most important step taken in implementing a tax review is to review the recognition of company revenues and expenses. Then, examine all matters relating to tax obligations starting from the calculation, withholding, and reporting. To avoid mistakes that might occur in the future, it is recommended that these companies implement this tax review every month because this will be very helpful in planning the estimated costs to be used and before a tax audit is carried out and the company should immediately make corrections to all uncorrected transactions.

CONCLUSION

Based on the results of the research that has been done, it can be concluded that the study used the systematic literature review method aiming to identify and analyze relevant articles, appropriate procedures, research methods used in data collection as well as research topics and issues or problems. There are 8 journals found based on the screening results. The application of a tax review consists of steps such as reviewing the basis for recognizing income and expenses and calculating taxable income, reviewing the calculation provisions, validity and related documents and the timeliness of deposit and reporting, reviewing tax credits that have been withheld by third parties, reviewing the records in the company's bookkeeping, as well as reviewing the reconciliation between business circulation according to the financial statements and according to the VAT periodical SPT.

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