ABSTRACT

Tax is one of the most important sources of domestic revenue from the country to fund the State Budget (APBN). In the APBN each year, revenue from the tax sector has the largest share of revenue. The tax target that is always increasing is not in accordance with the realization of tax revenue. Tax is one of the expenses or costs for the company that must be paid, therefore it is possible for the company to carry out tax avoidance in accordance with tax regulations and not according to tax regulations.

This study aims to examine empirical evidence both simultaneously and partially the influence of institutional ownership, audit committee, and company size on tax avoidance in the Indonesia Stock Exchange for the period 2013-2017.

This study consisted of 50 samples of the food and beverage sector listed on the Indonesia Stock Exchange in the period 2013-2017. The sample was obtained by purposive sampling. The analytical method used in this study is descriptive statistical analysis and panel data regression using Eviews 9.

The results of this study indicate that institutional ownership, audit committees, and company size have an effect on tax avoidance simultaneously. Partially, institutional ownership and company size influence tax avoidance. While the audit committee does not affect tax avoidance.

For companies, the results of this study can be used for policies related to tax avoidance. As for the government, the results of this study are expected to be further investigated whether companies that carry out tax avoidance are included in tax evasion or tax planning.

Keywords *: Institutional Ownership, Audit Committee, Company Size and Tax Avoidance*