

ABSTRACT

The independence, competency, and ethics variable influences toward the tax and implication toward audit quality

The tax auditor sometimes got very complex problem in applying tax audit so that to produce the quality report of tax audit was significantly influenced by the auditor tax skill. With the independence, competency, and ethics, the auditor would manage giving an assignment of inspection which they received to produce a good report audit.

The purpose of this research was to observe and obtain the empiric evidence of the independence, competency, and ethics influences partially and simultaneously toward the tax audit report and audit quality.

This research analyzed the variable of independence, competency, and ethics as the form of independence variable (model variable) toward tax audit report and audit quality as dependent variable, while the tax audit report was as the independent variable toward audit quality (dependent variable) too.

The population was all auditors who were the official functional of tax auditor in the house of directorate tax general in the area of east java I, II, and III i.e. 410 people (master file of directorate tax general employee affair). The samples were 208 people.

The analysis result by using SEM technique (AMOS 6) were gained the result that a) independent, competency, and ethics variable partially and simultaneously had significant influence toward LPP; b. Independence, competency, and ethics variable simultaneously had significant influence toward audit quality; c. Independence and ethics variable partially had significant influence toward audit quality while the competency did not have significant influence toward audit quality.

Keywords: Independence, competency, ethics, tax audit report ,LPP, audit quality