

**INFLUENCE OF TAXPAYERS' PERCEPTION TOWARDS TAX  
COMPLIANCE DECISION IN NUWARA ELIYA DISTRICT**



**BY**

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## ABSTRACT

This study was conducted to bring an insight about influence of taxpayers' perception towards tax compliance decision in Nuwara Eliya District and taking perception into consideration. Conceptual model is developed based on reviewing literature. The study has been developed by researcher based on influence of taxpayers' perception towards tax compliance decision in Nuwara Eliya District. Researcher include dimensions of taxpayers' perception as simplicity of tax system, probability detection of non-compliance, positive image towards government and fairness in tax system.

A structured questionnaire was used as the method of data collection and 100 of individual taxpayers' in Nuwara Eliya District. Convenient sample method used to make the sampling frame of the study. Quantitative research approach used for this study. The data were analysed using descriptive statistics, correlation, and regression analyses.

The result indicated that the taxpayers' perception and tax compliance were high level. The multiple regression models were used to examine the relationship between independent and dependent variables and indicate that tax compliance was influenced by the simplicity of tax system, probability detection of non-compliance, positive image towards government and fairness in tax system. The results of this study can inform policy makers how the determinants influence tax compliance decision. The results of this study also provides insights both policy makers and tax Administrators to gain better understanding of the key variables that are significantly associated with tax compliance.

**Key words:** Taxpayers' perception, Tax Compliance

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