

**THE URGENCY OF TAXATION ON ONLINE BUSINESS IN
INSTAGRAM PLATFORM**

UNDERGRADUATE THESIS



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2020**

DECLARATION PAGE

I am the undersigned :
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I hereby declare that the undergraduate thesis under the title “**THE URGENCY OF TAXATION ON ONLINE BUSINESS IN INSTAGRAM PLATFORM**”, its contents is truly the work of my own and I did not do plagiarism or quotation in ways that are inconsistent with the prevailing ethic in the scientific community. On this statement, I am ready to bear the risk/ any sanctions imposed to me in accordance with applicable regulations, if in the future found a breach of scientific ethics.

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MOTTO PAGE

“And a person can have nothing but what he strives for”

(Q.S. An-Najm: 53:39)



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DEDICATION PAGE

Alhamdulillahirabbil'alamin,

With praise to Allah SWT, the Most Merciful and the Most Gracious, who has given me His blessing and opportunity to accomplish my undergraduate thesis. I dedicate this undergraduate thesis to:

My Lord, Allah SWT

Prophet Muhammad SAW



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My Beloved Parents

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FOREWORD

Assalamu'alaikum Wr. Wb.

Alhamdulillahirabbil'alamiin, I thank Allah SWT who has given me His mercy guidance to finish my undergraduate thesis. I realized that the success in carrying out this undergraduate thesis to pursue a Bachelor of Law can be done because of the support and assistance of my family. Therefore, I would like to express the deepest gratitude to my parents, namely Edi Setiyono and Trisatun, my brother Diki Bagastama, and my sister Anisa Putri.

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Yogyakarta, March 4th, 2020



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LIST OF STATUES

Acts

The 1945 Constitution

The Law No. 7 of 2014 concerning Trade

The Law No. 16 of 2009 concerning General Provisions and Tax Procedures

The Law No. 36 of 2008 concerning Income Taxes

The Law No. 42 of 2009 concerning Value Added Tax of Goods and Sales Tax on
Luxury Goods

Government Regulation

Government Regulation No. 23 of 2018 concerning Income Taxes on Income
from Businesses Received or Obtained by Taxpayers who have a Specific Gross
Distribution.

Government Regulation No. 1 of 2020 concerning State Financial Policies and
Financial System Stability for Handling Corona Virus Disease (COVID-19) and /
or in the context of Dealing with Threats that Harm the National Economy and /
or Financial System Stability

LIST OF ABBREVIATIONS

APBN	: <i>Anggaran Pendapatan dan Belanja Negara</i> (State Budget)
BUT	: <i>Bentuk Usaha Tetap</i> (Permanent Business Entity)
DPR	: <i>Dewan Perwakilan Rakyat</i> (The House of Representative)
KPP	: <i>Kantor Pelayanan Pajak</i> (Tax Services Office)
KTP	: <i>Kartu Identitas Penduduk</i> (Identity Card)
NPWP	: <i>Nomor Pokok Wajib Pajak</i> (Tax Identification Number)
PERPPU	: <i>Peraturan Pemerintah Pengganti Undang-Undang</i> (Government Regulation in Lieu of Law)
PKP	: <i>Penghasilan Kena Pajak</i> (Taxable Income)
PMK	: <i>Peraturan Menteri Keuangan</i> (The Minister of Finance Regulation)
PPh	: <i>Pajak Penghasilan</i> (Income Tax)
PPN	: <i>Pajak Pertambahan Nilai</i> (Value Added Tax)
PTKP	: <i>Penghasilan Tidak Kena Pajak</i> (Non-Taxable Income)
VAT	: Value Added Tax