

Improving Tax Collection & Reducing Leakages

(Collective Inputs from over 200,000 Citizens on LocalCircles)

1. The department should create a special team to crackdown on banquets who ask for cash payment to evade taxes. Ones caught banquets should be heavily penalised
2. Presenting the rent agreement should be made mandatory along with the rent receipts
3. The licences of the manufacturers providing false information to evade excise should be cancelled
4. Charging but not reporting VAT and service tax should be made a criminal offence
5. The income tax inspectors should be given refresher courses and should be trained on latest techniques of catching tax evasion
6. More benefits should be provided on making online/credit card/debit card payments so that the money could be easily reported
7. No cash transactions should be allowed for an amount in excess of Rs. 10,000
8. Simplification of tax rules and making them easily understandable to a layman is required so it can be followed by more citizens and businesses
9. Payment of taxes must be made people friendly and rewarding
10. The charges like 1.8 to 2 percent on purchases on credit card in institutions like IRCTC and petrol pumps etc. must be eliminated so that more people are encouraged to use them
11. Every establishment should be compelled to do all its transactions electronically
12. E payment facilities like card swipe machines and online fund transfer should be available with each business establishment however small it may be
13. All payments by wholesalers/retailers should mandatorily be done through cheque or net banking or credit card only
14. Use of ATM, Credit Cards should be encouraged by waiving of service tax and charges
15. COD e-Commerce transactions of all citizens should also be scrutinized.