

Received: January 30, 2024
Accepted: February 20, 2024
Published: April, 2024

Conference on Community Engagement Project
<https://journal.uib.ac.id/index.php/concept>

Community Service Project At Smes In Batam: Reviewing Financial Statements and Calculating Corporate Annual Income Tax

Felix Williansyah¹, Meiliana²

Universitas Internasional Batam

Email of correspondence: meiliana@uib.ac.id

Abstract

Following the Decree of the Minister of Education and Culture Number 3 of 2020, Universitas Internasional Batam implements the *Merdeka Belajar Kampus Merdeka* (MBKM) policy. This community service project implemented MBKM policy. A team consisting of a student and a lecturer from the Undergraduate Program in Accounting conducted this project. Team members helped SMEs in Batam reviewed and improved their financial statements and calculated their annual corporate income tax. We implemented this project jointly with PT Anugerah Manajemen Abadi during the period of August to December 2022. PT Anugerah Manajemen Abadi introduced us to four SMEs with limited knowledge and human resources who needed help understanding tax regulations. Those SMEs are engaged in onion trading, machinery, freight forwarding, and housing development. The Team analyzed the financial reports presented by SMEs and adjusted them according to tax regulations (Government Regulation of The Republic of Indonesia Number 7 of 2021 about general provisions and tax procedures). Adjustments were made, among others, to expenses related to "3M" (earning, collecting, and maintaining income) by fiscal reconciliation. Based on the adjusted financial reports, the Team calculated the 2022 corporate income tax expense (PPh article 29). Moreover, the Team provided SMEs with assistance in clarifying the results of their tax reporting to the tax office, including if the tax officer required additional explanations. As a result, four SMEs, which are lacking in human resources and knowledge of taxation, can receive assistance in calculating their corporate tax expenses.

Keywords: *Community Service, Accounting, Financial Statements Review, Tax Calculation*

Introduction

Universitas Internasional Batam (UIB) organizes community services to implement the *Merdeka Belajar Kampus Merdeka* (MBKM) policy as mandated by the Decree of the Minister of Education and Culture Number 3 of 2020. MBKM policy requires universities to facilitate undergraduate students to study for three semesters outside their study program. The UIB community service

program is designed to improve undergraduate students' practical experience according to their field of knowledge. Students will have the opportunity for one to two semesters to study in partner industries/outside of campus. Students during the community service programs will be accompanied by mentors from partners and lecturers. Therefore, students will have experiential learning. The community service program is also one of UIB's efforts to increase mutually beneficial cooperation between industry and campus. This community service project is intended to assist SMEs in Batam to comply with tax regulations and continue to provide accurate and accountable financial statements. The scope of this project is to review and improve financial statements and to calculate corporate income taxes annually. The objective of this community service initiative with PT Anugerah Manajemen Abadi is to provide users of financial statements with accurate and relevant information. The review of financial statements in accordance with Indonesian accounting standards (PSAK). It helps to simplify the preparation of financial statements in order to facilitate the use of the financial statements by third parties (Christian *et al.*, 2021). Furthermore, it prevents fraud as many small, medium, and large organizations are often faced with this issue (Mardianto & Tiono, 2019). Some companies present incorrect financial statements in part for the purpose of avoiding large tax liabilities (Harsono & Susanti, 2022). This project promotes the development of competent graduates capable of adapting to the changing environment, both in terms of their hard skills and soft skills, in the age of technology and globalization. A team consisting of a student and a lecturer from the Undergraduate Program in Accounting at UIB conducted this project in partnership with PT Anugerah Manajemen Abadi. By participating in this community service program, the team members can enhance their networks within the industrial environment in which the community service is carried out. Furthermore, this project provides input to study programs (namely the Undergraduate in Accounting at UIB) regarding learning materials, teaching methods, and research topics related to the development of industry. The team was introduced to four SMEs with limited knowledge and resources who needed assistance understanding the rules and regulations relating to taxes by PT Anugerah Manajemen Abadi. These SMEs are engaged in the trading of onions, manufacturing machinery, providing freight forwarding services, and building homes. The implementation of this project took place during the period of August to December 2022. The team member participated actively in the internal activities of the SMEs, including internal meetings pertaining to the project. In addition, the team studied the relevant regulations (PSAK) and evaluated the financial statements of four SMEs to establish the basis for calculating and reporting their annual income tax.

Methods

Methods of community service using literature study, observation, exploration, and problem-solving (Sekaran & Bougie, 2016). Literature study methods are carried out by studying and understanding accounting standards and tax regulations in Indonesia, studying and understanding technical work methods for completing financial statements and calculating annual income tax for SMEs

(observation), studying and understanding how a transaction and business process of the SMEs occurs (exploration), and implementing the findings into the preparation of financial statements in accordance with accounting standards and tax regulations in Indonesia (problem resolution). PT Anugerah Manajemen Abadi is the partner of this project. The location for the community service program is in Ruko Batamas Pasir Putih A No. 8, Sadai, Bengkong, Batam, and is about 6.1 Km from Batam International University. The project started from the period August 2022 to January 2023. The period 01 August 2022-31 August 2022 is a preparation phase which includes introduction and discussions with partner and SMEs, signing the memorandum of understanding and agreement (MoU and MoA), and submission of proposal of community services project. The next stage is implementation (01 September 2022-30 November 2022). The team evaluated and adjusted the financial reports, and calculated their annual income tax. Dissemination process taken place from December 1, 2022, to the second week of January 2023 (see Table 1).

Table 1.
Project Implementation Schedule

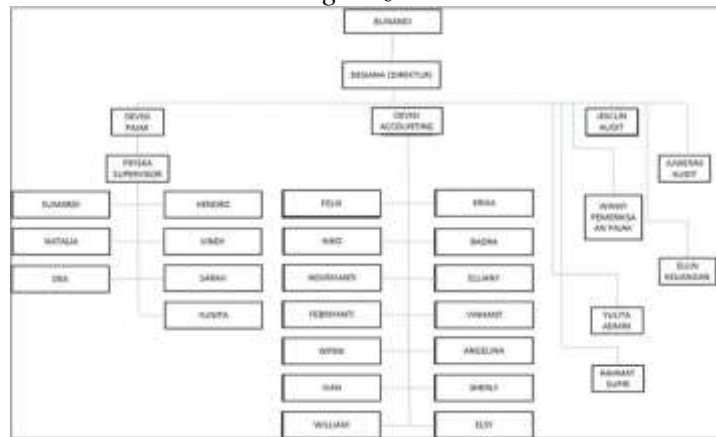
Time	Activities
August 01, 2022- August 31, 2022	Introduction; Discuss the details project with PT Anugerah Manajemen Abadi, Signing MoU and MoA, Initial meeting with the Four SMEs, Submitting proposal to UIB.
September 01, 2022- November 30,2022	Implementing the project: review financial statement, and calculate the annual income tax.
December 01-31, 2022, and January 01-18, 2023	Evaluating the implementation and its result, Drafting progress report and article, Submitting the article, and Presenting the result of this project at ConCEPt - 2023.

Source: Author (2022)

Result and Discussion

The community service started with the creation of an MoU and MoA with PT Anugerah Manajemen Abadi and submitting a proposal to the study program until the two partners agreed. The first week of this community service started by introducing work colleagues at PT Anugerah Manajemen Abadi from staff to the head of the company. The work environment introduction stage was continued by discussing the agreement/regulations of PT Anugerah Manajemen Abadi.

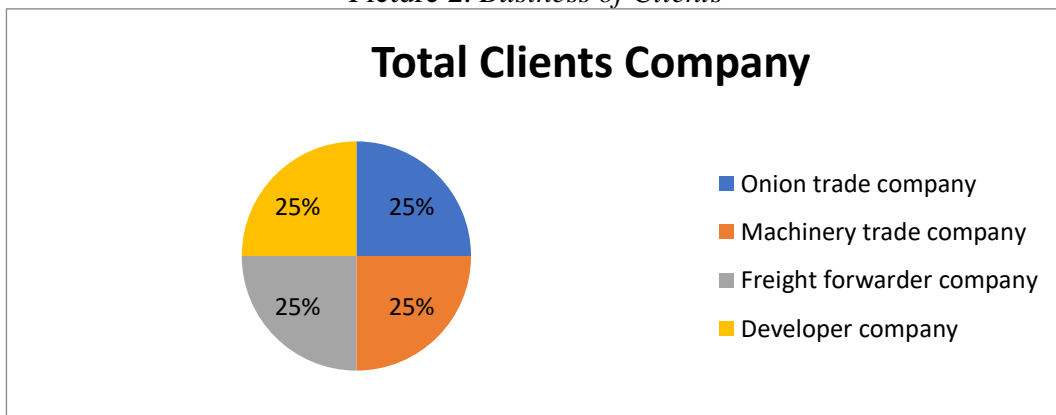
Picture 1. *Organization Structure*



Source: Author (2022)

The project on the SMEs annual tax review and calculation project is accompanied by experienced senior staff. The review work is guided from the first step until the end of review. The project carried out during this community service period reviewed 4 client companies with different fields and sizes. The community service activity also helps educate taxpayers in awareness of complying with existing tax regulations also thereby helping to contribute to the government in complying with tax regulations (Merliyana & Saefurahman Asep, 2017). The problem encountered while reviewing the financial statements of these 4 SMEs was that they did not have an in-depth accounting educational background. Some transactions are still using cash basis method.

Picture 2. *Business of Clients*

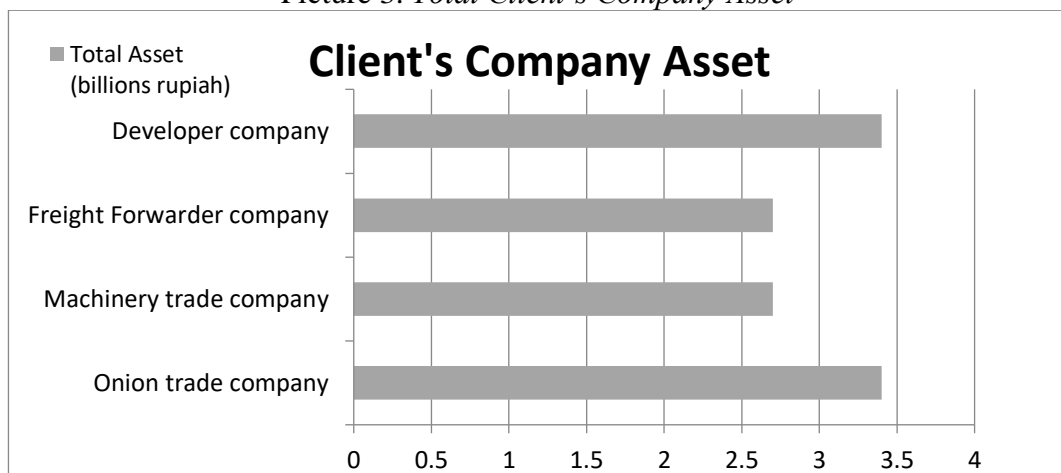


Source: Author (2022)

There are still errors in the concept of recording inventory periodically or perpetually. These SMEs also do not know historical data that has been around for a long time because there is no proper documentation. In terms of taxation, there is much lack of determining transactions that are objects or not objects of tax and deductions/collections. The misunderstanding causes additional tax costs to SMEs for not deducting/collecting tax from transactions. SMEs Knowledge of tax regulations is still lack of education about fiscal financial statements reconciliation which are the basis for calculating annual corporate taxes. The SMEs are helped by classifying deductible expense and non-deductible expense

fiscal adjustments based on government regulation of tax harmonization Number 7/2021 Article 6 on income tax. The financial statements that have been fiscally reconciled will be calculated for annual income tax article 29 based on the rate reduction facility stipulated in Article 17 paragraph (1) part b of tax harmonization government regulation.

Picture 3. *Total Client's Company Asset*



Source: Author (2022)

The SMEs sometimes carry out consultations related to bookkeeping because of a lack of accounting principles. The point that was consulted included journalizing withholding tax, journalizing *BPJS* deductions of salary payable, and classifying expenses. SMEs are also recommended to keep invoices related to the sale/purchase of fixed assets for clarification to the directorate general of taxes. The SMEs are also still confused about the classification of fixed assets based on Minister of Finance Regulation Number 96/PMK.03/2009 and usually help educate them so that in the future they are not in the wrong categorization. Other activities besides reviewing and calculating SMEs taxes are carried out, handling SMEs several letters of appeal from the tax office for the nominal reported on the Annual tax report. The SMEs sometimes ask to estimate the next year's Article 29 income tax for tax planning purposes.

Conclusions

In Indonesia, most SMEs lack the necessary human resources to prepare financial statements in accordance with PSAK. Also, they have limitations regarding the calculation of annual corporate income tax that are in compliance with tax laws. In collaboration with PT Anugerah Manajemen Abadi, this community service initiative is able to assist four SMEs in providing accurate and valuable information through financial statements. In line with expectations, these 4 SMEs were assisted to calculate their corporate taxes more accurately.

References

- Christian, N., Aw, F., Fiorentina, F., Alice, A., & Aufah, A. (2021).
 Perkembangan akuntansi Brunei Darussalam dan analisis Shenanigans dalam laporan keuangannya. *Jurnal Ilmiah Akuntansi Dan Bisnis*, 6(1), 32–43.

<https://doi.org/10.38043/jiab.v6i1.3017>

- Harsono, B., & Susanti, S. (2022). Analisis manajemen laba, penghindaran pajak, tata kelola terhadap tanggung jawab sosial. *Jesya (Jurnal Ekonomi & Ekonomi Syariah)*, 5(1), 1002–1017. <https://doi.org/10.36778/jesya.v5i1.680>
- Mardianto, M., & Tiono, C. (2019). Analisis pengaruh fraud triangle dalam mendeteksi kecurangan laporan keuangan. *Jurnal Benefita*, 1(1), 87. <https://doi.org/10.22216/jbe.v1i1.3349>
- Merliyana, & Saefurahman Asep. (2017). Pengetahuan dan kesadaran wajib pajak orang pribadi terhadap tingkat kepatuhan wajib pajak orang pribadi dalam melaksanakan kewajiban perpajakan studi kasus : Wajib pajak orang pribadi di rawamangun jakarta timur. *Jurnal Akuntansi Dan Manajemen*, 13(01), 134–167. <https://stei.ac.id/ojsstei/index.php/JAM/article/view/189>
- Sekaran, U., & Bougie, R. (2016). Research Methods for Business: A Skill-Building Approach. In *Wiley* (Vol. 34, Issue 7). <https://doi.org/10.1108/lodj-06-2013-0079>

Appendix 1. Example Statement Of Profit Or Loss

PT. XYZ LAPORAN LABA RUGI PERIODE 01 JANUARI 2022 s.d. 31 DESEMBER 2022			
	KOMERSIAL	KOREKSI	FISKAL
PENDAPATAN			
Pendapatan			
Pendapatan Final			
Diskont dan Retur Pendapatan			
JUMLAH PENDAPATAN			
HARGA POKOK PENDAPATAN			
Perolehan Awal Bahan Baku			
Pembelian			
Diskont Pembelian			
Beban Pengiriman/Transportasi			
Perolehan Akhir Bahan Baku			
JUMLAH HARGA POKOK MATERIAL			
Beban Tenaga Kerja			
BEBAN OVERHEAD			
Beban Upah Buruh			
Beban Represi dan Promosi			
Beban Material			
Beban Bahan Bakar			
Beban Listrik			
Beban Sewa			
Beban Penyusutan Lapangan			
Beban Penyusutan Mesin			
Beban Sewa Tongkang			
Beban Sewa Mesin			
Beban Penyusutan Jetty			
Beban Penyusutan Meja			
Beban Penyusutan Kelong			
Beban Penyusutan Inventaris Lapangan			
Beban Keagamaan (Felakhan)			
Beban Pendidikan (Pembelajaran)			
Beban PHPP			
Beban Listrik			
Beban Arusair			
Beban Sewa Perumahan (PNBP)			
JUMLAH BEBAN OVERHEAD			
JUMLAH HARGA POKOK PRODUKSI			
Perolehan Dalam Proses Awal			
Perolehan Dalam Proses Akhir			
JUMLAH HARGA POKOK PENDAPATAN			
LABA KOTOR			
BEBAN OPERASIONAL			
Beban Gaji Karyawan			
Beban Iklan			
Beban Telekomunikasi			
Beban Mekanik dan Listrik			
Beban Entertaimen			
Beban Persediaan Dana			

Source: Author (2022)

Appendix 2. Example Statement Of Profit Or Loss

PT. XYZ LAPORAN LABA RUGI PERIODE 01 JANUARI 2022 s.d. 31 DESEMBER 2022	
Beban Penjualan / Instalasi	
Beban Apaid	
Beban Pajak dan Retribusi Daerah	
Beban BPJT	
Beban Perolehan Kasus	
Beban Pengiriman	
Beban Pengiriman Lain	
Beban Sewa/agen	
Beban PBB	
Beban Riset	
Beban Pinang Tak Terjual	
Beban Lain - Lain	
Beban Manajemen	
Beban Penyusutan Bangunan	
Beban Penyusutan Kendaraan	
Beban Penyusutan Instrumen Kantor	
Beban Pemasangan	
Beban STP / SIKPB	
Beban Pemeliharaan	
Beban Pajak Lainnya	
Beban Politan	
Beban Pengiriman Lainnya	
JUMLAH BEBAN OPERASIONAL	_____
LABA OPERASIONAL	
PENDAPATAN LAINNYA	
Pendapatan atas Sewa Alat Berat	
Pendapatan Bangun Bank	
Pendapatan Lain Lain	
JUMLAH PENDAPATAN LAINNYA	_____
BERAN LAINNYA	
Beban Administrasi Bank	
Beban Pajak Jasa Giro	
Tagi Saluh Kas	
Beban Biaya Pajanan Bank	
JUMLAH BEBAN LAINNYA	_____
LABA SEBELUM PAJAK	
Beban Pajak Penghasilan	
Beban Pajak Fasil Kontribusi	
LABA SETELAH PAJAK	_____

Source: Author (2022)

Appendix 3. Example Statement Of Financial Position

PT XYZ NERACA PER 31 DESEMBER 2022	
ASET	
ASET LANCAR	
Kas dan Setara Kas	
Pinang Usaha	
Pinang Lainnya	
Utang Muka Perbaikan	
Utang Muka Pajak	
Aset Dalam Proses	
Persediaan Dalam Proses	
Persediaan Material	
JUMLAH ASET LANCAR	_____
ASET TETAP	
Harga Perolehan Aset Tetap	
Akumul. Peny. Aset Tetap	
JUMLAH ASET TETAP	_____
JUMLAH ASET	_____
KEWAJIBAN DAN EKUITAS	
KEWAJIBAN	
KEWAJIBAN LANCAR	
Utang Usaha	
Utang Biaya	
Utang Pajak	
Pendapatan Ditertima Ditunda	
JUMLAH KEWAJIBAN LANCAR	_____
KEWAJIBAN JANGKA PANJANG	
Utang Bank	
JUMLAH KEWAJIBAN JANGKA PANJANG	_____
JUMLAH KEWAJIBAN	_____
EKUITAS	
Modal	
Tambahan Modal Diserok - TA	
Laba Rugi Ditahan	
Laba Rugi Tahun Berjalan	
JUMLAH EKUITAS	_____
JUMLAH KEWAJIBAN DAN EKUITAS	_____

Source: Author (2022)

Appendix 4. Example Report Of Income Tax Article 29

PT. XYZ		
PAJAK PENGHASILAN		
TAHUN 2022		
Laba Fiskal		
Laba Fiskal Setelah Pembulatan		
Pajak Terhutang		
	X 22.00%	=
Kredit Pajak		
Uang Muka PPh Pasal 25		
Uang Muka PPh Pasal 23		
Uang Muka PPh Pasal 22		

PPh Pasal 29 Tahun 2021		

Source: Author (2022)