

## Thoughts on Taxation Planning under the Background of Reform in Value-added Tax

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**Abstract:** The application and development of government's taxation planning provides great convenience and assistance for the national tax revenue in various aspects to different extents. Nowadays, related departments adopt multiple methods, intensify the reform of government's taxation planning, make efforts to create new effective path for government's operation, improve the government's internal planning of related staff, and promote the further development of tax revenue system in the new era.

### 1. Introduction

The government's taxation planning, based on original traditional theoretical knowledge, integrates the management features and styles of the new era, more easily to be accepted by management staff of taxation, so as to bring convenience for their work. It is easier for government staff to have new opinions to promote the government's taxation. It is also conducive to the constant progress and development of the era. At the same time, the scientific adjustment of government's taxation planning is beneficial to the government's operation and its high efficiency.

### 2. The Current Status of Taxation Planning in the Reform of Value-added Tax

#### 2.1 People's insufficient understanding of tax reform

Tax reform provides fairer systems for people's taxation. At present, most people just enjoy this fairness and ignore the understanding of specific taxation contents, so that some people think that relative measures conducive to taxation planning is "unnecessary", which results in failure in the timely implementation of related measures. The subject of taxation have insufficient understanding of taxation planning, which is an important cause of laggard taxation planning. The subject of taxation have an insufficient understanding of taxation planning, with limited knowledge level, lacking a vivid and clear recognition of benefits and the function for national economic construction of taxation planning, and have a certain difficulty in the introduction, understanding and acceptance of new knowledge. Related subsidy policy in China is not implemented in place, so that the subject of taxation lack a good opportunity to understand deeply when they have curiosity for taxation planning, which discourages the subject of taxation from building confidence in the continuous construction and development of national taxation planning.

#### 2.2 The uneven tax proportion in industries

Economic development is the key problem in each era. If one individual wants to achieve better development, the first task is to grasp the pace of economic development and management. At present, the rapid development of globalization and Internet era bring great opportunities and unprecedented challenges to the economic development of countries. It is necessary to keep pace with the times, manage and control taxation planning, enhance the capital usage efficiency, and reduce the probability of suffering a loss, so as to better develop national economy and provide force for national comprehensive development. When the country is carrying out the tax distribution in various industries, because of pursuing the speed of the taxation project and saving the budget time and cost of taxation planning, the project designers fail to pay attention to which industries are

really in need of a large amount of taxation, so that high-income industries are not supported by sufficient tax revenue, but for industries with relatively small incomes, the proportion of tax revenue is very large. In this way, the effective proportion of tax revenue cannot be effectively invested, and the polarization in society is getting bigger and bigger, which seriously violates the premise of narrowing the gap between income distribution and has a greatly adverse impact on the actual quality of national tax revenue. It has an adverse or even obstructive impact on the development of the country.

### **2.3 The lack of active research team for taxation planning**

Due to the insufficient emphasis from government and related departments on taxation planning, the development of science and technology and talents is slow, which is one of important causes of the inadequate experience of China's taxation planning. The inadequate focus from the government hinders the thorough implementation of related work. Most government's taxation planning still depends on traditional manual way to perform a series of specific operations, which causes inevitably mistakes such as omission or destruction in processing thousands of related taxation statistics material inside the government. In this way, the entire work project is laggard, bringing unnecessary troubles for the work staff and entire development of government's taxation project, which is greatly conducive to improving the efficiency and keeping pace with the times. The government and enterprises shall further strengthen the management of taxation. Nowadays, most people in society think that the "job" in traditional meaning is the "good job". This social bias for job selection doubtlessly is an important cause for the lack of related talent resources in taxation planning. Without the general recognition of social groups, it is difficult to implement the project and further develop it. The lack of social propaganda in place, the inadequate emphasis from related departments and the ignorance of related staff hinder the changes of talent team in taxation planning in various aspects and to different extents. Few related talents graduated from famous colleges and universities can be employed. Thus, the government inevitably requires to introduce talents grasping excellent professional skills outside, directly resulting in the high-cost investment talent, and high internal operation costs of the government, which is not conducive to the long-term progress of China's relative industries and continuous development of relative industry chains. The utilization efficiency of talents if not positive. The causes in various aspects result in the over-demand of talents in taxation management in China, so the government needs to introduce talents with excellent professional skills outside, which results in the high-cost investment in talent and high-cost management of government's taxation.

## **3. Solutions to Problems of Taxation Planning in the Reform of Value-added Tax**

### **3.1 To increase people's understanding of tax reform**

The development of anything cannot be separated from economic progress. Related departments shall further strengthen the emphasis on the secure development of taxation, realize that the masses of people is the subject of taxation, realize that the importance of people involved in taxation, and realize that strengthening tax risk management and improving the tax security of tax subject is the key for taxation planning. Besides, they shall adopt more scientific and reasonable measures for the risk management of taxation planning, increase the security of taxation planning in operation, increase the investment in cultivating related talents in taxation planning propaganda, intensify the propaganda of tax reform in the mass, enhance the emphasis on the development of tax departments, and make efforts to realize the ideal construction of national development and economic security. In addition, relative departments are required to launch a series of measures, conduct comprehensive adjustment and control on the control system of taxation planning risks, so that under the background of globalization, departments and the nation can embrace the challenge, take the opportunity, make progress and develop together, so as to realize the expansion of economic mechanism and national prosperity and strength. The propaganda on benefits from related tax and measures for individuals, nation and society shall be intensified, so that the subject of taxation can

fundamentally realize that the importance and necessity of popularizing taxation planning measures, and the significance of the secure development of taxation planning for national comprehensive strength at present, to link the destiny of individuals with national destiny. In this way, people's initiative and enthusiasm for accepting the propaganda of taxation planning protection measures can be strengthened fundamentally. As long as the subject accept related modern transformation from heart, the efficiency, speed and quality of taxation measures can be dramatically increased, and the taxation planning can be implemented successfully. The government and related departments shall issue corresponding policies. Taxation planning is greatly impacted by controllable factors, so the implementation of risk subsidy is helpful for people to be concretely guaranteed, so that they can make innovations in tax operation, which is conducive to the acceptance of new things, the popularization of tax risk control measures, and the secure and scale development of modernization.

### **3.2 To improve the uneven tax proportion in industries**

Relevant departments should further enhance their emphasis on the development of tax administration, and realize that strengthening tax management and improving tax security is the key to its development. Besides, it is necessary to adopt more scientific and reasonable management and control measures. In addition, they shall strengthen the cultivation of relevant intellectuals in the construction of relevant taxation management systems, to achieve a certain degree of integration between taxation system and employment system, and to construct a more scientific and reliable theoretical basis for the adjustment and development of relevant mechanisms. They are required to intensify research on government consultation, mobilize social relevant forces, combine actual national conditions, and the actual taxation of relevant governments to conduct a practical analysis on the current status of taxation planning management, effectively find out the real problem of tax management mechanism, avoid the formalized "face project", compress the "water" existing in the relevant work, and face the country, the society, and the people with an image of absolute integrity, improve and promote the taxation management mechanism of the Chinese government. The staff of relevant taxation projects should pay more attention to taxation. The analysis on the proportion of taxation in industries is the most basic work in the entire system, and at the same time, the most important work. Relevant departments shall carry out analyzing the tax proportion according to the actual income level in the industry, and divide it into several tax levels. One staff member shall be set in each level, and the lower-level tax personnel should be required to report the tax work to the higher-level tax personnel. After dividing the taxation work, the relevant departments can more effectively grasp the operational dynamics of the taxation project, more reasonably repair the relevant work of the taxation work, greatly improve the efficiency of the work, effectively improve the work level, and increase the relative reasonability of the work. It is also necessary to strengthen the training of relevant staff so that the staff of corresponding positions can master the relevant professional level knowledge of the tax work that should be mastered or even exceeded the standard. In this way, national taxation planning will be effectively repaired and developed, and the future development of national taxation will be jointly promoted internally and externally, laying a solid foundation for the future development of national economy, and guaranteeing the internal order operation of taxation.

### **3.3 To expand active research team for taxation planning**

To reduce the unsatisfactory situation of talents in taxation planning, the quality of talents in taxation planning shall be enhanced. The education situation of higher education in our country has led to a very small number of "elites" and the worse quality. The taxation planning professional graduated from prestigious colleges and universities who can be used are very few. The government refuses to make great efforts to find out talents when recruiting. At the same time, national cultivation of professional talents is far from the market demand. The major of taxation planning is relatively unpopular in colleges and universities with difficult knowledge. As a result, students' determination to study in this area has declined, which also has led to the shortage of talents in the taxation planning. The comparison of the environment at home and abroad will also lead to the outflow of some talents in taxation planning, which will cause certain losses to China's taxation

construction. What's more, the government and related departments pay far less attention to the training of professional talents. There is obvious defects in the education system, which is not conducive to the cultivation of professional elites. The complicated reasons lead to the short-supply of talents in taxation planning in China. The government and relevant departments should further strengthen the emphasis on taxation planning and construction, and further increase the training investment cost for talents. In social life, to strengthen the promotion of taxation planning and professional knowledge learning, so that most of the employed people have a relatively basic professional knowledge on taxation planning, and try to prevent the insufficient understanding of taxation planning. Employers and job seekers should take the initiative to learn all aspects of professional knowledge, and strive to enrich themselves in all aspects, so that they have higher "useable value" and better prepare for their job search and career. The government shall follow the pace of the times and carry out a series of taxation planning and related measures, such as adapting to globalization and combining with foreign capital; introducing foreign talents; strengthening the cultivation of professional knowledge of taxation planning for relevant personnel; actively catering to relevant government measures, and making use of relevant regulations of relevant departments to work hard to create favorable conditions that are suitable for the national development. Colleges and universities should consciously strengthen the professional level knowledge teaching of related majors of taxation planning, increase the importance attached to the training of students in taxation planning, mobilize the initiative and enthusiasm of students to learn related knowledge of taxation planning, and increase the flexibility of tax planning major, enhance its professional charm and attracts more students and parents. It is also necessary to strengthen the pre-training of relevant staff in taxation planning, increase the government's cost investment in the internal core control, and satisfy the demand of government's normal operation to the greatest extent.

#### **4. Conclusion**

In terms of improving the quality and evaluation of taxation planning, it is required to take the development opportunity of modernization and keep pace with the times. Meanwhile, it is necessary to mobilize the government, related departments and related people to take effective and legal measures to related links of taxation planning which cannot satisfy the government's operational demand truly. It is required to supervise related work team and governmental staff to perform the development of taxation planning system with due diligence, to adhere to the service principle of integrity and honesty, and provide driving forces for the related construction of national taxation planning system in China. Related departments shall also strengthen the cultivation of talents to provide promoting forces for improving the work efficiency and developing comprehensive national strength in China.

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