

Empirical Estimates of Tax Compliance Behaviour from Micro-Level Data

Vasileios A. Vlachos* and Aristidis Bitzenis**

The discussion about tax compliance and tax morale has been overstimulated after the eruption of the Greek crisis. In this paper we use micro-level data to explore the determinants of tax compliance behaviour in Greece. We account for tax morale along with socio-demographic variables to assess individuals' tax compliance. With regard to firms' compliance, our findings indicate that tax burden and corruption are the primary determinants of firms' non-compliance behaviour. Moreover, with reference to the problems faced and exaggerated due to the economic crisis, non-compliance of small firms in Greece cannot be evidently considered as a means to survival and capital controls have restrained tax evasion due to the decline of payments in cash.

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*Mr. Vasileios A. Vlachos, Department of International and European Studies, University of Macedonia, Greece. Email: vlachosuk@hotmail.com

**Dr. Aristidis Bitzenis, Department of International and European Studies, University of Macedonia, Greece. Email: bitzenis@yahoo.com