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MASTER THESIS

**EVASION OF PROPERTY TAX AND IMPACT ON ISTOG'S BUDGET
DURING 2010-2012**

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FINAL REVIEWS AND PROPOSALS FOR THE REDUCTION OF TAX EVASION

Based on the literature presented in this master's work and based on the experience acquired during the preparation of this master's work, we can bring some conclusions.

Property tax evasion is a very developed phenomenon in the Balkan countries as well as in Kosovo. Evasion in the municipalities of the Republic of Kosovo is very current.

The budget of Istog for the previous years based on the presented tables seems to be the same with some minor changes.

Tax collection in this municipality is made on the basis of several regulations drafted by the municipal assembly where payments vary depending on the property and property importance.

Through the tables are presented the collection and tax avoidance projections, although such a thing is very incomplete, since there are no data on tax evasion or it has been difficult to access them.

By a questionnaire, we made the presentation of the importance of property tax. Based on the results obtained, we can say that the tax collection projections in Istog municipality are never met though it is always targeted.

Property tax in this municipality has made this municipality even if it has not met the tax collection forecasts, to achieve a great infrastructure development.

Property tax evasion is seen to have greatly influenced the development of the municipality based on what is known to have been done in the field.