



OR²BIT

Indirect Tax Reconciliation service

Why important?



Tax authorities

- Tax authorities requesting source ERP
- Tax authorities challenges businesses on whether they have taken manual adjustments to the filings
- Authorities seek to use data mining software to automate much of the process



Audit Support

- Reconciliations are a standard practice during tax audits
- Deliver direct audit support



COVID-19

- COVID-19 will have an increase in audits and there will be a pressure on cost savings of businesses



Clients

- Increased internal focus on reconciliations versus clients having limited (automated) recon processes

Identifying the fixes

Building a framework



Part of tax process

Define reconciliation as an integral part of your tax compliance process



Manage tax accounts

Organise the reconciliation process in such way that allows the organisation to manage its tax accounts with the outcome of the reconciliations



KPI's

Consider defining KPI's for the relevant teams on solving the outcome of the reconciliation



Shift to focus

This allows teams to shift focus and add value in more intensive areas that require their professional and business-related expertise, typically in the form of analysing exceptions and the implications of aging items to the business



Make it meaningful

Do not consider reconciliations as an internal check: make it meaningful



Process

Reconciliations require working with manipulated data back to source
Multiple source systems will likely require multiple reconciliation stages



Clarify issues

Run periodic reports to check tax balances and work with Finance to clarify issues, e.g.

- Unexpected manual journals
- Payments
- Not picked-up VAT transactions
- Monthly ESL to VAT / Turnover GL balances

Identifying the fixes

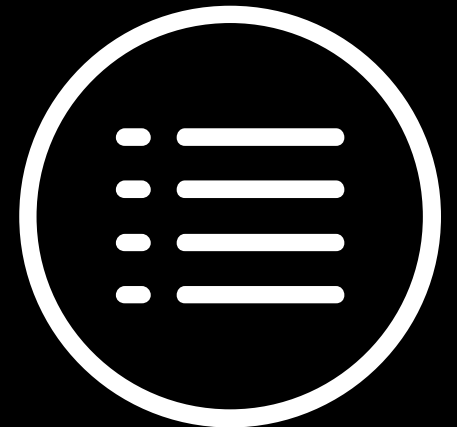
OR²BIT: Indirect Tax Reconciliation service



Our tailor-made **OR²BIT** reconciliation **service** will strive towards a **highly automated reconciliation** process between the VAT return and the general accounting ledgers, significantly lowering the required time and costs for this process. Leveraging our automation capabilities, teams can now focus on solving the reconciliation items rather the technical reconciliation process itself.

Tackling issues one by one will offer a greater chance of overall success

- Highly automated
- Independent from ERP, multiple VAT registrations and countries
- Actions + comments can be saved and outputted by user input
- Automated management and follow-up reports for management and controller
- Centralised repository for all reconciliations
- Additional reconciliation automation are defined in the pipeline



Key messages

OR²BIT: Indirect Tax Reconciliation service



	What it is	What it is NOT		What it is	What it is NOT
• Lean and mean process supported by technology			• Highly automated		
• Makes data manipulations transparent and traceable			• Standardised process		
• A license / tool			• Enables increased insights in the client's transactions and ERP setup		
• Expensive implementation			• Difficult to understand		
• Cost saving			• Reduces the risk of human error		
• Time consuming			• Limited by volume of transactions		
• Can provide audit support			• Allows you to achieve higher degrees of confidence and integrity in your process		
• Allows better understanding of the risks			• Possibility to implement changes at the right time		



Want to know more about
Interested in a demo of **OR²BIT?**

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