

Tax & Technology

Increase efficiency in tax compliance & reporting through automation & process standardization

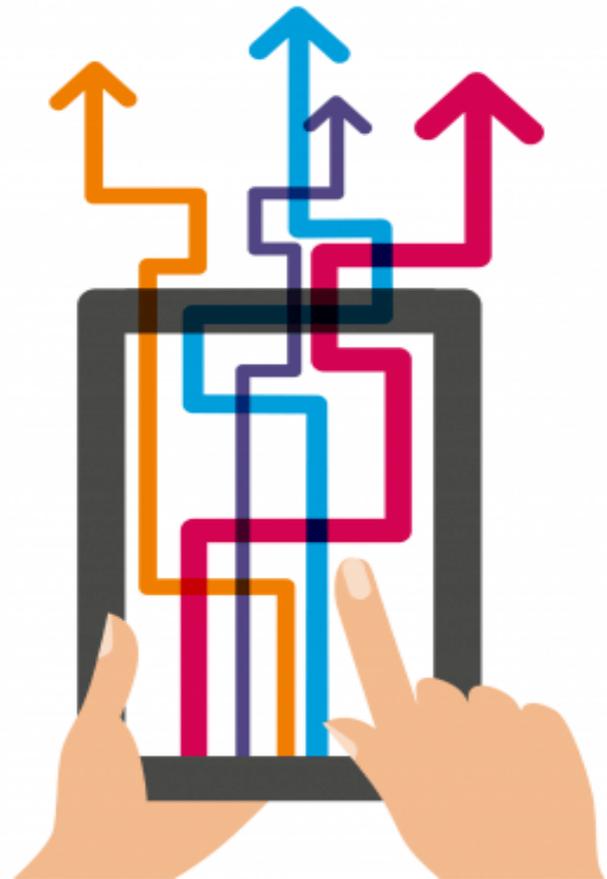


Introduction

The tax industry is not any different. Many of our activities revolve around manual, repetitive work, like data entry, data verification, and report generation—all lower-level tasks that simply got to be completed before the important work of a talented tax practitioner can begin. In our view, these areas are ripe for tax automation, as are most processes associated with compliance.

There are multiple of advantages like Cost reductions, efficiency gains, greater accuracy. These value propositions and more have long been drivers of change within organizations. From its earliest stages, automation has promised to deliver these benefits decidedly. The thought of reducing human labor while at an equivalent time transforming a business process for the higher is why business leaders were interested in automation from the start—and why many still view it as essential to organizational growth.

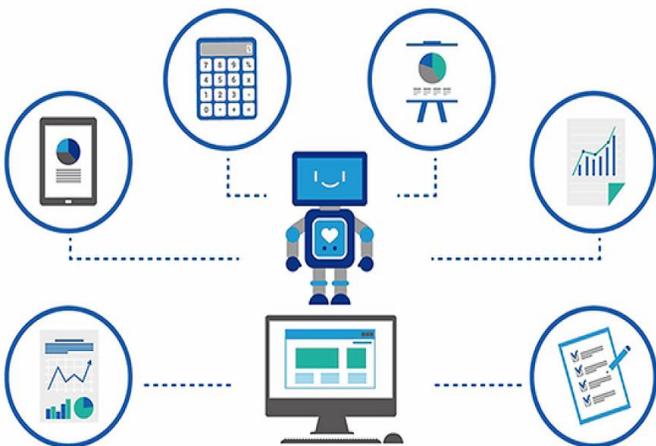
Automation of Tax solution is majorly done by Robotic process automation (RPA) is becoming more commonplace in tax practices. RPA may be a sort of software which will mimic physical activity tasks—essentially, any sort of task that doesn't require knowledge or human understanding. Manual, repetitive tasks like data validation (like checking an inventory of fixed assets against the knowledge during a general ledger) and data entry (inputting data into an income tax return application) are an honest fit RPA. Computers are often programmed logically to handle perform actions like these because the progression of action is clear: If a specific condition or set of conditions exist, then the pc is directed to try to something in response. RPA tools are often utilized in addition to existing desktop applications to form those applications work faster.



Smart Process Automation

Smart process automation (SPA) is a complicated version of RPA sometimes mentioned as RPA 2.0. It enables a better automated workflow than RPA because of machine learning. If RPA solutions are often characterized by “doing” tasks, machine learning solutions specialize in “thinking and learning.” SPA solutions can “learn” the way to perform a task by counting on patterns and inference.

That means the pc can start to predict how a persons might respond in certain instances, helping it to perform the activity with a greater degree of accuracy and speed. Categorizing data is one example of a task where machine learning comes in handy—it's repetitive and time-consuming, but it also sometimes requires a degree of cognitive ability. Similarly, using SPA, tax forms are often automatically populated supported a group of rules and learned intelligence; the acceptable data are often automatically extracted from your database using RPA. With these technologies at work, little human intervention is required to completely complete a form.



Tax Automation

In an increasingly complex business world, automating the tax process is important for increasing accuracy and driving efficiency. Tax automation improves transparency and compliance, mitigates undue burdens on personnel, allows for greater collaboration and ultimately allows for a more sustainable tax platform.

Investment accounting systems that provide tax automation can relieve cost pressures for your tax department and enable your business to try to do more with less. Tax automation can connect your tax department with broader business strategies and financial transformation initiatives by better aligning planning, budgeting, and forecasting, reporting and analytical solutions across your entire business. It also reduces processing inefficiencies and provides external stakeholders with more timely, transparent, and accurate data.

Multiple benefits of tax automation

Deploying technology to manage tax compliance challenges is advantageous on several fronts:

--Save time:

Creating time-efficient processes through technology frees professionals and resources to be utilized for more strategic business responsibilities. Further, it ensures accuracy and removes risks thanks to human error in tax reporting, computations, and meeting timelines.

--Make decisions more clear:

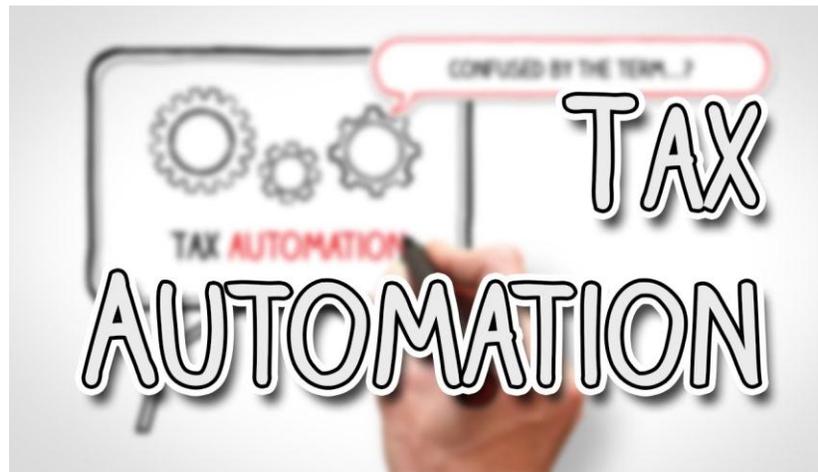
Consolidation of knowledge into one format and system makes it easy to access and generate reports for analysis of the company's position in terms of indirect taxes like GST.

--Mitigate risks and plan ahead:

Automated tax checking puts in situ a process for outlining, scheduling, and executing compliance checks in time so on manage and mitigate risks. It might help the management timely identify compliance issues, take corrective actions, and implement mitigation strategies.

--Gather valuable business insights:

Predictive analytic tools facilitate processing micro-level transactional data to derive valuable insights to be ready to answer tax authorities, and drive business decisions and strategy formulation.



Software solutions to make sure accurate compliance

Indirect tax obligations, whether domestic or foreign, are conceptually rather simple: pay the right amount of tax to the right authority at the right time. However, actually companies are spending countless hours managing their tax obligations with little certainty about the accuracy or consistency of correct tax application.

Indirect tax automation can help manage the prices of manually driven compliance like repetitive research, out-of-date rate calculations or taxable/exemption matrices, clerical errors and more. Choosing the proper tax automation system and ensuring it's correctly configured to your business requires a deep understanding of the differences in available technologies, your existing system and your compliance objectives. Automating GST makes it very expedient for taxpayers to repair their errors without the necessity of running to the govt offices when it's very urgent. aside from rectifying errors where automation in GST streamlines the tax reforms.

-- Reducing Audit Risk

The automation of GST filing makes sure that each one the transactions are logged accurately. an excellent automation solution will deliver protection thorough against errors also as ample of chances to review and validate results. Thus, the possibilities of an incorrect filing of tax returns are almost trivial, and thus any errors which may arise within the later stage due to false auditing are completely sidestepped.

--Managing Input decrease

Possibly the sole largest financial risk that happens with GST is that the prerequisite for companies to aggressively handle their input tax credits.

The principal element here is that one need to collect and pay the complete GST tax amount on each transaction, then claim credit for previous taxes paid on the input goods and services that created the tax items.

--Cloud-Based Solution

Tax experts must have a firm understanding of the software solutions they're using in order that they are doing not run in conflict with any regulations or guidelines of the GST Council. Best transaction-based tax automation software is now stored within the cloud. This permits multiple users to attach at numerous times, unmatched customization, plus the power to run on nearly any systems. this may require configuration.

Beyond evaluating taxes correctly for any given sale, your tax software must even be ready to generate and make available useful reports, also as be ready to file returns in an automatic manner

--Increased Compliance

Improve tax accuracy for even the foremost complex transactions. Robust content includes over 300 million tax rules supporting 19,000+ jurisdictions worldwide, plus precise jurisdiction identification and exemption management tools.

--Flexibility to satisfy Your Needs

Flexible options to figure together with your business model, tax strategy, and IT environment. Solutions for each size company — quick startup solutions for emerging businesses poised for growth, to omnichannel hybrid deployments for global leaders with many customers.

--Improved Scalability

Easily scale as your business grows – just add the content and integrations you would like as you expand into new markets, launch new business lines, absorb acquisitions, or introduce new sales channels.

--Complex Industry Solutions

Get the content, connectors, and functionality to satisfy the unique requirements of retail, leasing, communications, and lodging industries

Compliance Automation Needed for GST Forms

The central government is introducing a Goods and Services Tax (GST) on the manufacture, sale, and consumption of products and services.

The implementation of GST creates an enormous compliance burden for business entities. Manufacturer or service provider, taxpayers got to file numerous forms per annum for every registered entity. Additional filings can also be required; for instance , every Input Service Distributor is required to file monthly electronic returns by the 13th of the subsequent month, and each registered taxable person required to deduct tax at source is required to file an electronic return by the 10th of the subsequent month.

However, GST also opens growth opportunities for professionals like chartered accountants, cost accountants, company secretaries, advocates, and other tax consultants. Normally, clients will authorize tax professionals to undertake all work associated with GST compliance, including filing GSTR (GST return forms) and updating the GST database. The burden of compliance therefore shifts to professionals; and to successfully navigate the GST system and manage this compliance burden, professionals will be got to use high a top-quality software . Automation can mean the difference between success and failure. It saves time, reduces audit risk, and minimizes cost, enabling companies and practitioners to grow.

GST Returns

Recent GST developments specialise in returns. Since GST replaces multiple taxes and brings compliance to one platform, filing GST returns is mandatory for manufacturers, service providers, and traders. Electronic returns are required, and there are 28 different GSTR forms.

• GSTR-1

Form GSTR-1 records a taxpayer's outward supplies, or sales of products or services. The GSTR-1 must be filed monthly and is due by the 10th of the succeeding month. Modifications should be captured on a Form GSTR-1A. GSTR-1 may be a Sales Register that describes the date and amount of sales of products and services. For goods or services sold within an equivalent state (intrastate sales), the entity must charge CGST (Central General Sales Tax) and SGST (State General Sales Tax). For sales to a consumer in another state (interstate sales), IGST (Integrated Goods and repair Tax) applies. Each transaction must be classified with either an SAC (Services Accounting Code).



Automation simplifies the complexities of GST

New government tax regulations under the GST regime complicate tax compliance. Every dealer are going to be required to remit three monthly returns and one yearly return under the new regime. Multi-state suppliers need file GST returns in every state during which business is conducted.

Business entities have two choices moving forward: either devote more humans to tax compliance or switch to an automatic solution. Manual compliance risks manual errors. India's GST system is broadly supported the GST system already implemented in Malaysia, and lots of Malaysian organizations were shuttered thanks to non-compliance after GST was implemented. the foremost affordable and accurate thanks to suits the new GST tax regime is to adopt cloud-based automation solutions through certified GSPs (GST Suvidha Providers) or ASPs (Associate Suvidha Providers).

GST Automation can facilitate compliance with automated GSTR preparation and filing through an interactive dashboard. It reconciles invoices, tracks ITC mismatch, and provides correction assistance. It also archives files and acknowledgments within the cloud, so no data is lost. And you'll access all this through a mobile app anytime, anywhere.

Automation provides an enormous array of advantages , including timely compliance, report generation, comparison of reports, deciding , cost-effectiveness with reduced staff, technical and online support, and more.

About ORANE:

Established in 2009, Orane Consulting Pvt. Ltd is an IT Consulting Company. We are a team of 110+ dedicated professionals who are committed to meet and exceed customer expectations. Our unique technology capabilities coupled with domain understanding has enabled us to provide excellent value-driven solutions to customers across verticals. We're authentic in our actions and approach, we have a passion for innovation, and we know that smart insights lead to better outcomes... making way for you to achieve unstoppable business intelligence. We partner with our customers to break down the barriers preventing insight-driven decision-making by transforming their data and analytics into a conduit for growth and innovation.



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