



Tax compliance and accounting services

Providing you with confidence in your financial reporting of income taxes

Our tax reporting and strategy offering

Increased scrutiny of how much tax organisations are paying, and their policies in this area, means that it is increasingly important that your tax reporting is accurate and appropriately disclosed within your financial statements

We can help ensure that you have fit for purpose tax accounting processes in place, whichever GAAP you use, and can add value to your business in the following key areas:

- Tax accounting (VAT, CIT) and statutory bookkeeping in accordance with Latvian Accounting Law, IFRS and group accounting policies
- Assisting with tax GAAP conversion (local GAAP to group reporting) including assessing the differences between GAAPs, and documenting and quantifying the impact on your organisation
- Payroll calculations and tax compliance
- Statutory Financial Statements and Management reporting
- Preparation or review of annual or quarterly tax provisions

We can also support your wider, practical tax accounting needs including:

- People – providing support during periods of resource constraints with the preparation or review of tax accounting numbers for local accounts or group reporting (via a co-sourcing or outsourcing arrangement)
- Process – providing advice on tax reporting technology, as we have helped many organisations gain efficiencies and insights by implementing third party technology solutions
- Technology – advising on market leading tax reporting processes, focusing on efficiency, quality and insights to create a fit for purpose target operating model
- Training – providing tax accounting training to keep your management, finance and tax teams aware of the current rules as well as future developments

Key questions to ask yourself

1

Do you have new tax reporting requirements under an unfamiliar or new GAAP? Are you aware of the impact on cash tax payments? Will there be deferred tax implications for your financial statements?

2

Are you currently involved in any transactions that would require a separate set of financial statements?

3

Is your finance function transforming? Is your year-end reporting deadline getting shorter? Have you considered your tax reporting target operating model?

4

Do you have a history of significant prior year adjustments to your tax reporting numbers resulting in a volatile effective tax rate?

5

How much confidence do you have in your tax calculations and local compliance? What tax reporting risks are not within your auditors' scope?

We can add value to your business

With key stakeholders already engaged with how taxes are managed within your organisation, now is an ideal time to ensure you are appropriately reporting your taxes. Focusing on the wider tax strategy allows you to ensure there is clarity around the various components of your tax accounting and statutory accounting processes, and that you are operating effectively and efficiently within the business. Examples of specific situations are:

- You need confidence that your financial reporting of taxes is as accurate as possible and aspire to develop processes and procedures to capture relevant data and information at an early stage
- You need to reduce your tax reporting close period by redesigning your processes, without losing accuracy of your numbers
- Your business wants to gain a greater understanding of the financial reporting impact on taxes in order to make more informed decisions
- You require greater effectiveness and efficiency when making effective tax rate forecasts based on forecast transactions and scenarios
- There is a need to relieve time pressures on your local finance teams, who may not have the deep technical specialist support available to advise on the tax accounting position of complex issues
- You are wary of, or want to avoid producing poor quality statutory financial statements in order to avoid audit issues which are likely to lead to over-runs and additional use of management resource
- A lack of awareness of appropriate local GAAP requirements and tax accounting treatment means your organisation is more vulnerable to errors

Other areas to consider

Well-managed and accurate tax reporting is just one of the areas your tax strategy should deal with. Ensuring that your current strategy is up to date and fit for purpose given the current focus on effective tax management and disclosure should also be a priority. We can assist you with this as well as other ways to enhance your management of tax, including:

- Reviewing your current statutory and tax strategy and ensuring it is aligned with the overall business strategy and supported by a strong governance framework
- Assessing your tax compliance delivery model by using the latest developments in tax technology to enhance efficiencies
- Considering how you can better manage specific areas of tax such as transfer pricing, capital expenditure, employment taxes, VAT and customs expenditure

For further information on this and other areas where we can assist you please visit www.pwc.lv

Contact



Inese Veinberga
Manager

Office: +371 6709440
Mobile: +371 20280845
inese.veinberga@pwc.com



Nadezda Karceva
Senior Consultant

Office: +371 67094400
Mobile: +371 2913 2982
nadezda.karceva@pwc.com



Dace Gezere
Senior Accountant

Office: +371 6709440
Mobile: +371 25641413
dace.gezere@pwc.com