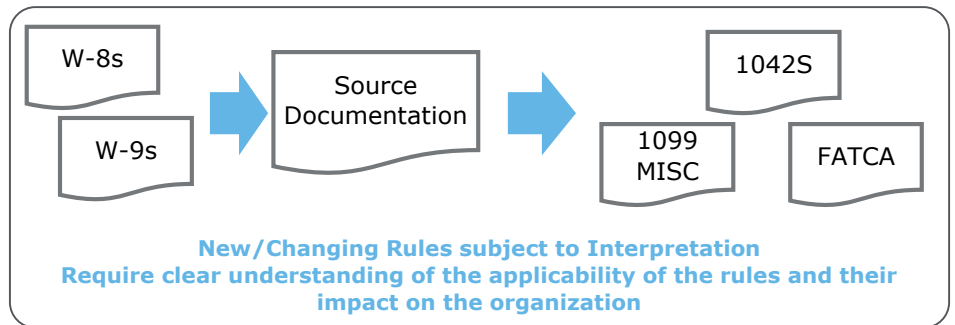
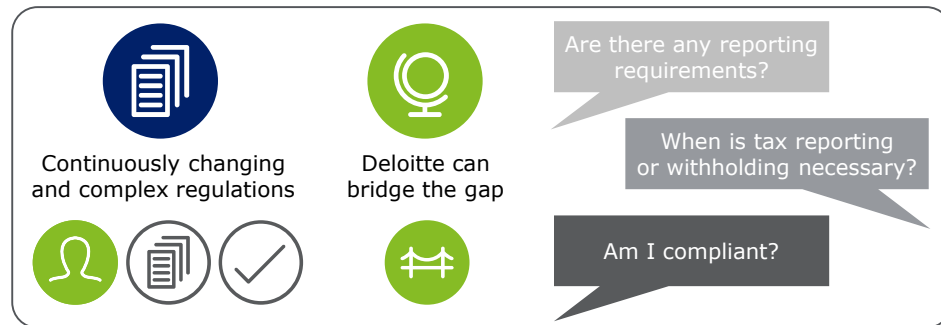




Tax information reporting requirements

Vendor payables



Issues and concerns

- Tax regulations require companies to properly identify payments so that appropriate withholding and reporting may be applied.
 - The IRS has made significant investments in the area of enforcement and has increased penalties for failure to comply
 - Recent transitional relief issued with respect to FATCA specifically excludes relief for non-compliance with the rules governing withholding and reporting in the vendor payable area.
- Organizations must have the ability to integrate tax technology, tax technical and operational challenges into pragmatic solutions.
- Processes and procedures must cover the collection, validation, and maintenance of tax documentation from vendors and classification of payments which may have an impact on downstream payment processing systems
 - This may include collecting and maintaining classifications and data within an ERP system that interfaces with a third-party tax reporting tool for printing, mailing, and electronic filing with multiple tax reporting authorities.

How may we help?

- Gap analyses to review accounts payable process and procedures
- Training to accounts payable and other key departments for ongoing compliance
- Revise and update vendor onboarding procedures
- IT systems enhancements
- Vendor remediation
- Tax technical support
- Outsourcing of documentation validation and/or reporting
- Tax examination support
- Development of an operating model that leads to compliance, manages risk, and the desired vendor experience

Financial exposures and relationship impacts may result from missed withholding and reporting obligations; it is important to understand these complex rules

Why Deloitte?

Deloitte's Global Information Reporting ("GIR") practice is a multi-disciplinary group comprised of professionals with extensive tax technical, operations, process and technology knowledge and experience. We work closely with you and your tax and operational teams in your organization to understand your processes and procedures, look for opportunities to streamline workflows, and assist in configuring and deploying the processes and systems necessary to address documentation, withholding and reporting requirements established by federal, state and local regulators.

Contacts

Matt Cahill

Partner,
Global Information Reporting
Deloitte Tax LLP
+1 212 436 3420
mcahill@deloitte.com

Denise Hintzke

Managing Director,
Global Information Reporting
Deloitte Tax LLP
+1 212 436 4792
dhintzke@deloitte.com

Peter Larsen

Senior Manager
Deloitte Tax LLP
+1 415 783 4575
peterclarsen@deloitte.com

Anne Mericle

Senior Manager,
Global FATCA PMO
Deloitte Tax LLP
+1 212 436 3908
americle@deloitte.com

About Deloitte

As used in this document, "Deloitte" means Deloitte Tax LLP, a subsidiary of Deloitte LLP. Please see www.deloitte.com/us/about for a detailed description of the legal structure of Deloitte LLP and its subsidiaries. Certain services may not be available to attest clients under the rules and regulations of public accounting. This document contains general information only and Deloitte is not, by means of this document, rendering accounting, business, financial, investment, legal, tax, or other professional advice or services. This document is not a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your business. Before making any decision or taking any action that may affect your business, you should consult a qualified professional advisor. Deloitte shall not be responsible for any loss sustained by any person who relies on this document.