

# KMLZ TAX-ray



## Challenges

### Correct VAT determination and reporting

Being fully tax compliant, particularly in VAT, can be challenging: specific and complex transactions, cross-border business, ever-changing supply chains, outdated tax determination processes, limited personnel resources and lacking information make it difficult for tax and finance functions to ensure correct VAT treatment and reporting. VAT transactions are often great in number. Even a small error can have a major effect, not only in terms of tax payments, interest and fines but also in terms of personal consequences for the legal representatives of the company. Unfortunately, even honest, law abiding companies and their CEOs, CFOs and other persons in charge with taxes may suddenly find themselves subject to investigations.



## Solution

### Tax Compliance Management

KMLZ TAX-ray is an application based on Celonis technology for evaluating and monitoring tax transactions in ERP systems. It uses data and process mining technology to conduct controls in a very efficient way without the need of IT resources and without technical ERP know-how. It visualizes potential risks and errors and the details relevant for the tax determination. Furthermore, with KMLZ TAX-ray you can follow each transaction in real time and thus apply the right VAT controls as early as possible and, by doing so, avoid VAT corrections and reduce the risk associated to VAT compliance.

## Benefits



### Automated

Automated and real-time tax compliance management which identifies potential risks and errors even before such materialize.



### Adaptive

Controls can be adapted easily and immediately to new challenges or newly detected errors.



### Efficient

Avoids time-consuming manual work for tax and finance functions and involvement of IT resources.



### Documented

Documentation of tax compliance management efforts which may reduce the risk of penalization.

# TCMS Cockpit

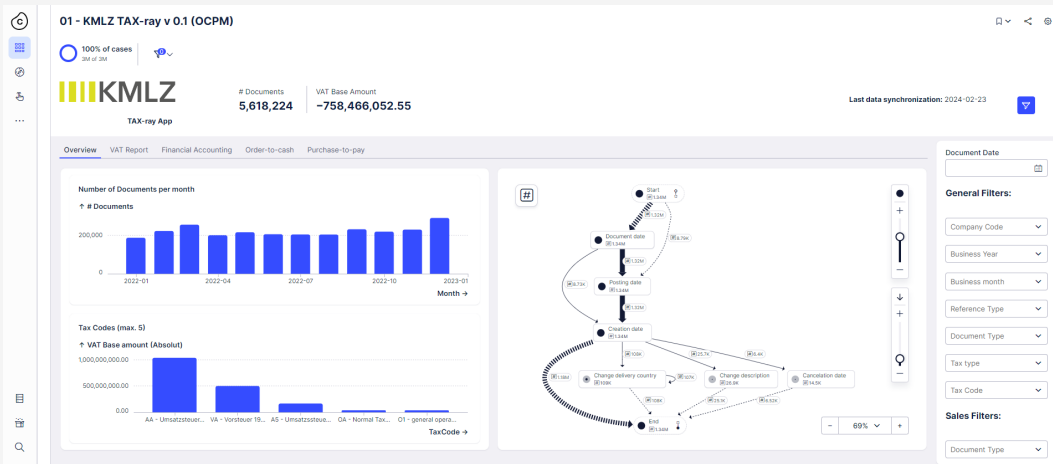
Automation represents the future in a rapidly changing digital landscape, also in taxation. It significantly saves time and resources, enabling tax and finance functions to allocate more effort into strategic activities or to cope with increasing tasks and responsibilities. KMLZ TAX-ray includes the TCMS Cockpit which offers automated controls without the need of periodic manual work. This automation allows continuous controls which can identify potential errors before these materialize. The system informs the persons in charge in real-time which allows them to take appropriate action immediately. Hence, incorrect VAT treatment and VAT reporting can be avoided rather than being regularized subsequently.

## Features



### Management Overview

The TCMS Cockpit App provides a management overview of the controls conducted, the cases identified and their current status. Moreover, it indicates and documents the progress and the historical development which may serve as a helpful tool in navigating the tax function and in measuring the success of improvements or the level of compliance.



## Use Case: Tax Compliance Management



### Challenge

Incorrect VAT treatment and reporting resulting from complex business, limited resources and lacking information



### Solution

Automated and event-driven controls in an efficient and timely manner with appropriate documentation



### Results

Being fully compliant in VAT treatment and reporting of transactions and reduced risk of penalization

Learn More about our solution

[www.kmlz-its.de](http://www.kmlz-its.de) / [its@kmlz.de](mailto:its@kmlz.de)

