

This is late breaking news in regard to P2 2012. It is important to understand some conceptual problems and this document should be read together with the provisional tax manuals already supplied. Please click on <http://www.accfin.co.za/manuals.htm> for the manuals.

This Technical Briefing is in support of the latest update January 24 or there about.

We have now had feedback from accounting firms throughout the country and the following information has come to light;

1. The retrieve process is working perfectly, however there are still some issues with the data that SARS have provided which is incorrect. The incorrect data will be the same on the SARS e-filing website.
2. In some instances blank IRP6 data has being downloaded.
3. The wrong assessment has been downloaded, for example a 2010 assessment has been used where a 2011 assessment should have been used.

Clearly we have no control over these discrepancies in data and we certainly do not understand why they occur. We have given SARS examples of all the problems in the past. Owing to the huge workload that accounting firms have until the end of February we cannot wait or even rely on the fact that SARS may fix this data. So it's best that where the SARS data is wrong that users revert their provisional tax calculations to their own data. Clearly this is the safest procedure to follow.

The current version of our software has a wonderful work-around if you encounter this data problem saving you much time. However after watching a firm go through this we have decided to make a change that will reduce the work load even further.

The procedure that you must adopt is as follows:-

Before you start the provisional tax process ensure that your P1's have been set to **FINALISED**. This will preserve the integrity of the data.

1. Retrieve IRP6 data via iTax Connect

2. Run a global calculate P2 2012 to refresh your ledgers
3. Run the IRP6 difference report for P2. This will give you all the differences.
4. For each incorrect SARS data download reset the ledger to your own information as indicated in the procedures that follow;

This document deals with 2 methods of overriding the incorrect SARS figures that have been downloaded.

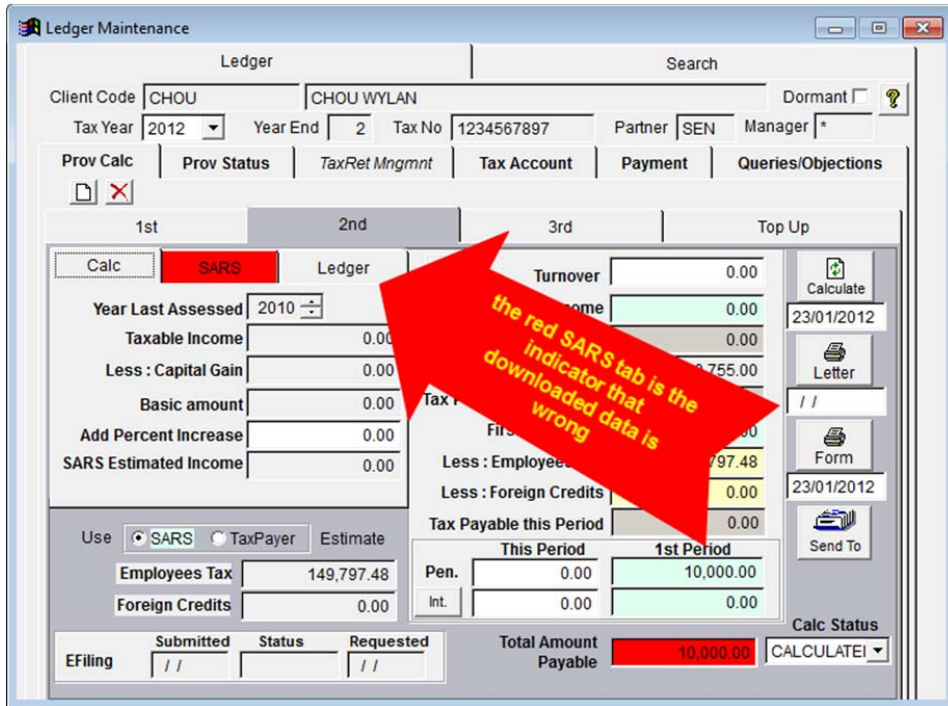
- A. Making use of the provisional tax Ledger Screen.
- B. Ticking the IRP6 data entry screen either on the front or on the list grid.

Go to the **IRP6 maintenance forms received** and the record is an incorrect blank record as shown below;

Owing to the fact that we expected to get accurate information and we did not the system defaults to the SARS figures of blanks on the left hand side and the provisional tax ledger will look as is below. **The procedure that we explain here would be the**

same if the incorrect assessment is used and you wish to override to the correct assessment you have on file.

In the example above the SARS data is blank. The ledger screen will now look like this.



The red tab indicates that the downloaded figures are wrong. Click on the tab to see what was downloaded. The red box reflects the data in the IRP6 forms received database.

Ledger Maintenance

Client Code: CHOU | CHOU WYLAN | Dormant

Tax Year: 2012 | Year End: 2 | Tax No: 1234567897 | Partner: SEN | Manager: *

Prov Calc | Prov Status | TaxRet Mngmnt | Tax Account | Payment | Queries/Objections

1st | **2nd** | 3rd | Top Up

Calc	SARS	Ledger
Year Last Assessed	2010	<input checked="" type="checkbox"/> SARS Irb6
Taxable Income	0.00	
Less : Capital Gain	0.00	
Basic amount	0.00	
Employees Tax	149,797.48	
Provisional Tax	0.00	

Use: SARS TaxPayer Estimate

Employees Tax: 149,797.48
Foreign Credits: 0.00

	This Period	1st Period
Pen.	0.00	10,000.00
Int.	0.00	0.00

Total Amount Payable: 10,000.00

Submitted: // | Status: // | Requested: //

Calc Status: CALCULATEI

Now we need to see what the figure should be. Click on the grey ledger Tab as shown in the screen below;

Ledger Maintenance

Client Code: CHOU | CHOU WYLAN | Dormant

Tax Year: 2012 | Year End: 2 | Tax No: 1234567897 | Partner: SEN | Manager: *

Prov Calc | Prov Status | TaxRet Mngmnt | Tax Account | Payment | Queries/Objections

1st | **2nd** | 3rd | Top Up

Calc	SARS	Ledger
Year Last Assessed	2010	09/05/2011
Taxable Income	575,791.00	
Less : Capital Gain	0.00	
Basic amount	0.00	
Employees Tax	149,797.48	
Provisional Tax	21,432.27	

Use as Default

Use: SARS TaxPayer Estimate

Employees Tax: 149,797.48
Foreign Credits: 0.00

	This Period	1st Period
Pen.	0.00	10,000.00
Int.	0.00	0.00

Total Amount Payable: 10,000.00

Submitted: // | Status: // | Requested: //

Calc Status: CALCULATEI

Use as default to switch to own records

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Notice we have the check box **Use as default**. When we **tick** this and then click the **calculate** button the screen looks like the screen below.

Ledger Maintenance

Ledger Search

Client Code: CHOU CHOU WYLAN Dormant ?

Tax Year: 2012 Year End: 2 Tax No: 1234567897 Partner: SEN Manager: *

Prov Calc Prov Status TaxRet Mngmnt Tax Account Payment Queries/Objections

1st 2nd 3rd Top Up

Calc	SARS	Ledger	Turnover	0.00	Calculate
Year Last Assessed	2010	09/05/2011	Estimated Income	667,918.00	23/01/2012
Taxable Income	575,791.00		Tax on Income	203,417.20	Letter
Less : Capital Gain	0.00		Less : Rebate	10,755.00	//
Basic amount	667,918.00		Tax Payable for Full Year	192,662.20	Form
Employees Tax	149,797.48		First Period Tax	21,432.27	23/01/2012
Provisional Tax	21,432.27		Less : Employees Tax	149,797.48	Send To
<input checked="" type="checkbox"/> Use as Default			Less : Foreign Credits	0.00	
Use <input checked="" type="radio"/> SARS <input type="radio"/> TaxPayer Estimate			Tax Payable this Period	21,432.45	
Employees Tax	149,797.48		This Period	1st Period	
Foreign Credits	0.00		Pen.	0.00	10,000.00
			Int.	0.00	0.00
Efiling Submitted Status Requested	//				
			Total Amount Payable	31,432.45	CALCULATE!

We can at a glance now see that the record is incorrect and that it has been rectified because the green tab as well as the red tab displays.

If the SARS figure downloaded is correct then the ledger screen looks as follows and you may continue as normal.

The screenshot shows the 'Ledger Maintenance' window for client 'CHOU WYLAN' in the year 2012. The interface is divided into several sections:

- Client Information:** Client Code (CHOU), Name (CHOU WYLAN), Tax Year (2012), Year End (2), Tax No (1234567897), Partner (SEN), Manager (*).
- Calculation Periods:** 1st, 2nd, 3rd, and Top Up.
- Left Panel (Green Highlighted):**
 - Year Last Assessed: 2010
 - Taxable Income: 575,791.00
 - Less: Capital Gain: 0.00
 - Basic amount: 667,918.00
 - Employees Tax: 149,797.48
 - Provisional Tax: 21,432.27
- Right Panel (Tax Summary):**
 - Turnover: 0.00
 - Estimated Income: 667,918.00
 - Tax on Income: 203,417.20
 - Less: Rebate: 10,755.00
 - Tax Payable for Full Year: 192,662.20
 - First Period Tax: 21,432.27
 - Less: Employees Tax: 149,797.48
 - Less: Foreign Credits: 0.00
 - Tax Payable this Period: 21,432.45
 - Total Amount Payable: 31,432.45
- Bottom Section:** Includes 'Use' (SARS selected), 'Employees Tax' (149,797.48), 'Foreign Credits' (0.00), and 'Total Amount Payable' (31,432.45).

Remember the PAYE displayed in the bottom is a guide only. The PAYE figure should always be the actual figure or as close as is possible to the actual and this is changed in the yellow cell marked employees tax on the right hand side.

The **IRP6 difference** report as shown below will give you a list of all your differences. This is what it will look like. The only way to find out the differences in a large user base is to print the difference report.

Client	Tax No	Last Assess. Income	Basic Amount Incl. Cap Gain & Perc. inc.	Full year Tax	Rebate	Employees Tax Incl SITE
CHOU CHOU WYLAN	12345	575,791.00	0.00	0.00	10,755.00	74,898.74

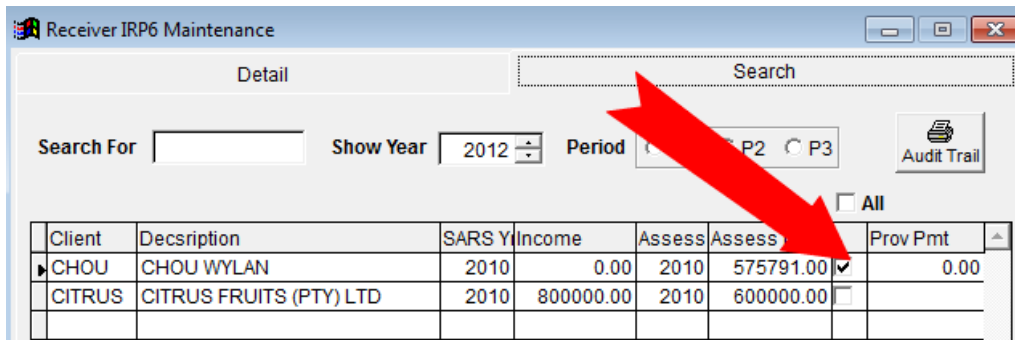
Note: A red arrow points to the 'Last Assess. Income' cell (0.00) with the text 'see the blank figure'.

This report will show all differences. The way to rectify this using method B is as follows:-

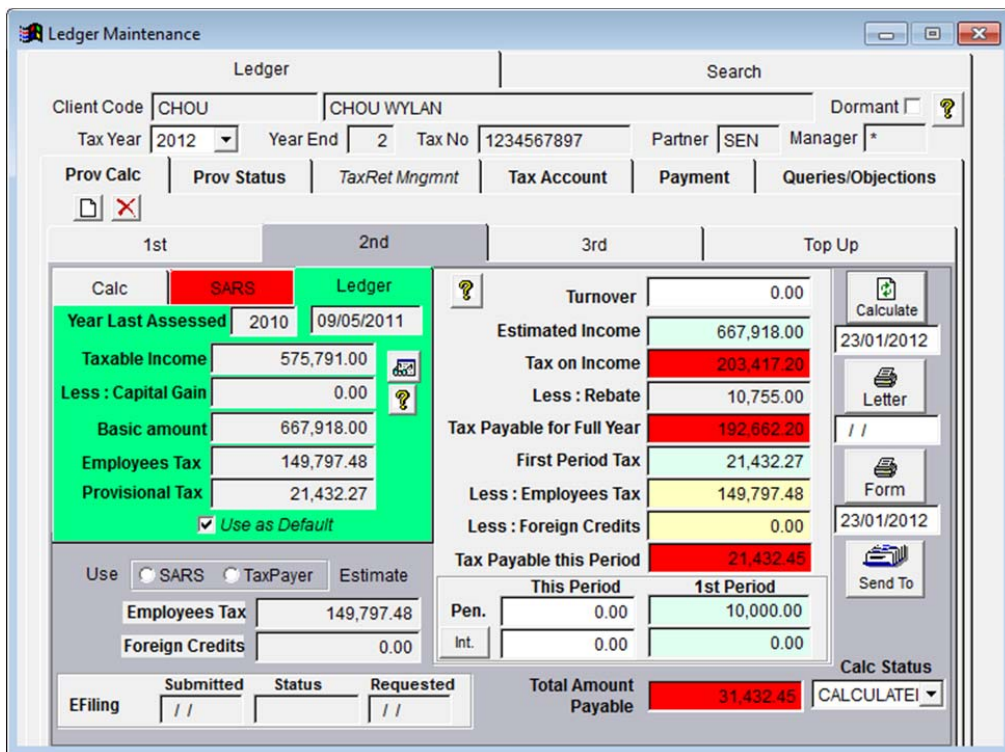
There is a little tick box next to the IRP6 forms record – please see below. One can see at a glance the situation with CHOW and you will see that the income is zero whereas

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our record shows an income. In this instance the provisional tax ledger will look as above. Now if you go back to the receiver IRP6 maintenance and you click the checkbox to the right of the assessed income as indicated on the screen below this will rectify the situation:



After saving the IRP6 forms received program the provisional tax ledger will look as follows after you have done a new calculation. This is now correct;



The effect of the tick in the IRP6 forms received database is to revert the taxpayer record back to the correct assessment which is in your system. The above situation will rectify all the data problems as mentioned above.

If you are one of the unfortunate firms where most of your data is wrong there is an option to select **all**. By ticking the check box if the ledger has been set to Taxpayer estimate the ledger won't change at all.

Client	Description	SARS Y	Income	Assess	Assess Inc	Prov Pmt
CHOU	CHOU WYLAN	2010	0.00	2010	575791.00	0.00
CITRUS	CITRUS FRUITS (PTY) LTD	2010	800000.00	2010	600000.00	

Where you need to change the circumstances to a different figure entirely you will click on the TAXPAYER ESTIMATE and make the necessary changes.