

Case Study *Lite*

VATplus Re-Review Success

Client North West Trust

The Challenge

VAT recovery on contracted out services (COS) is limited to the current financial year, plus a 3 month adjustment period. This is commonly known as the “July deadline” and is based upon the tax point (normally invoice date) of the invoices. Whilst most advisors check invoices within the financial year in question, most do not check whether any invoices within the new financial year will be subject to this impending deadline. Liaison carry out this review as standard and did so for a large Foundation Trust in the North West.

The Solution

We carried out a tax point review ahead of the COS deadline. We requested purchase ledger data for the current VAT periods and identified invoices where a) VAT had not been recovered and b) the invoices would be out of time after the impending deadline. We then completed a detailed review, identifying additional VAT recovery and were subsequently able to report this back to the Trust for inclusion on the VAT return.

Result



The review resulted in additional savings to the Trust of
£402,505



This amount would have been lost if our review had not been carried out.



Assurance that all legitimate VAT recovery has been captured, having had an in-depth secondary review carried out.