

Tax Fee Protection

We're here to protect you...

...against the cost of an
HMRC enquiry



The problem




- ✓ In the UK we live in an environment whereby the taxpayer is responsible for assessing their own tax liability.
- ✓ HMRC opens enquiries to see if the taxpayer has paid the right amount of tax.
- ✓ HMRC now uses a sophisticated database called 'Connect' to start more than 80% of tax enquiries, which analyses data from 30 different data sources.
- ✓ HMRC can consider all aspects of taxation.
- ✓ HMRC are back to 'business as usual' following the Covid pandemic, resulting in a dramatic increase in the number of new enquiries being opened.

What could an enquiry involve?

- ✓ HMRC will write to you or visit your business premises.
- ✓ They will potentially want to review all your books and records or will ask for more detailed information about specific transactions on your Tax Return.
- ✓ At the end of the enquiry HMRC may look to raise an assessment for additional tax due.
- ✓ If you are subject to an enquiry, we will respond to HMRC's requests for information and/or attend meetings with HMRC. We will provide our workings with detailed explanations, and we can dispute any assessment for additional tax due.

The solution




We provide a protection to clients under which, in the event of an HMRC enquiry or inspection:

-  You will receive the best possible defence.
-  You will not be charged for most professional costs incurred in your defence.
-  You will not have to concede to HMRC's demands because of financial pressures.

The protection gives you the comfort of knowing that we can fully defend you at no extra cost if you fall under HMRC's spotlight.

Other benefits of the protection

As an additional benefit this protection provides complementary telephone access to business support advice lines from which advice can be obtained on:

-  **Employment Law** – you can call regarding performance and absence management, TUPE, redundancies, calculating holiday entitlements, grievances, disciplinary processes and more.
-  **Health & Safety Matters** – advice on risk assessments, fire safety, first aid, RIDDOR and more.
-  **General Legal Issues** – advice on any UK personal or commercial legal issues.

This advice service can be very valuable, particularly to many business clients, and is available to all subscribers to this protection who need it.

Why Take Action?

- 1** HMRC enquiries can be random, and anyone can be targeted, even if you have done nothing wrong.
- 2** The number of enquiries opened by HMRC has increased significantly in recent months.
- 3** If you are selected for enquiry we will represent you, ensuring you have the best possible defence.
- 4** Our normal accountancy fees do not include the cost of dealing with enquiries, which can be costly and complex, even if no additional tax becomes due.
- 5** For a relatively low cost our Tax Fee Protection protects against any fees we may incur dealing with HMRC enquiries.
- 6** We strongly encourage you to protect against the risk of an HMRC enquiry.

When HMRC comes knocking...

Case of mistaken identity, a husband & wife partnership selling and installing double glazing was investigated by HMRC. At a meeting, HMRC alleged the husband had been dishonest. By the end of a long and detailed enquiry, HMRC repaid £129 of tax to the partnership and apologised, confirming that the allegation of dishonesty was a case of mistaken identity. Accountancy fees were approximately £5,000 and were protected in full by the Tax Fee Protection.