

Centrally manage data, movement, and taxes of excisable goods

SAP S/4HANA





Governments are moving away from highly aggregated, infrequent compliance reporting in favor of more frequent access to granular data, even at the transactional level. As more “niche” excise taxes keep emerging with increasing frequency around the world and enforcement becomes more stringent, how will you **stay in compliance?**

Benefit from the power of an intelligent, data-driven, end-to-end process

Old ways of handling excise taxes—for example, with manual adjustments, siloed processes, and inflexible reporting tools—are simply too costly and inefficient and can lead to errors. All you need to do is miss one tax-relevant material movement or make a tax-calculation error, and you’ve got a costly penalty to pay.

SAP S/4HANA, excise tax management add-on by Vistex is a solution extension for your SAP S/4HANA software to address the complexities of excisable goods. It lets you centrally manage the excise tax–relevant master data, track the movement of excisable goods, and automatically calculate tax amounts. Use it to improve accuracy and efficiency while reducing the costs associated with reporting, data management, compliance, and audits.

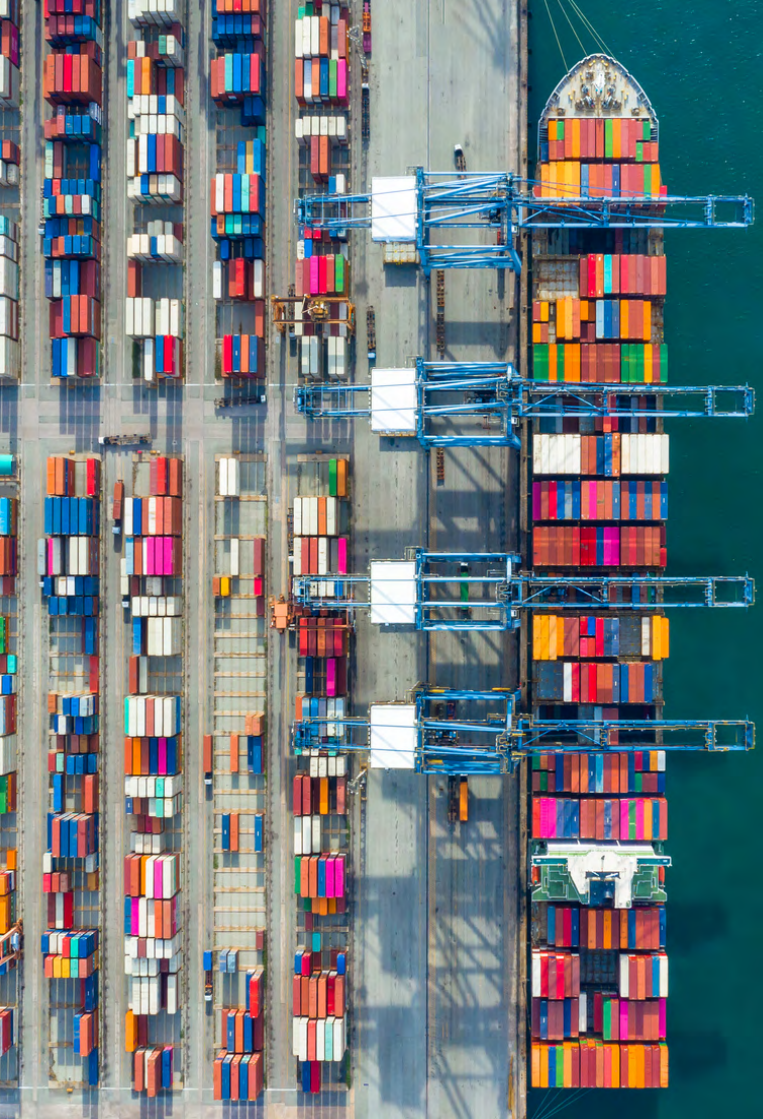
Manage master data of excise taxes

You can't manage what you can't see. That's why the excise tax management add-on integrates with your SAP S/4HANA software instance to extend its master data framework. As a result, you can create and maintain a comprehensive repository of excise tax–specific master data, including metrics, product classifications, tax types, rates, and exemptions, within your ERP. Imagine being able to:

- Define stock-ledger groups and movement types to help ensure proper booking of excise taxes
- Set up and administer tax requirements such as tax rates, tax types, and settlement quantities
- Support data accuracy and consistency using limited validation and governance processes

Not only does this functionality improve the data quality of excise taxes, but it also helps reduce data management costs and downstream calculation risks. At the same time, you can tightly integrate with other systems and processes, such as legal reporting to the EU Excise Movement Control System.





Track the movement of goods for excise taxes

For **tax managers**, it's essential to provide an accurate, auditable trail of material movements to authorities. SAP S/4HANA, excise tax management helps by automatically identifying and recording material movements subject to excise tax and recording them in a stock ledger. As a result, you have an accurate stock ledger reflecting the excise tax implications of inventory transactions.

The software provides a set of predefined rules and validations to determine excise tax–relevant information and book it into the stock ledger. You also have the flexibility to change and enhance rules for stock-ledger determination—for example, so they consider company characteristics or specific rules and regulations. And when you need to provide reports to authorities, you can quickly define views (to focus on specific requests or areas of interest) and generate what's needed. This saves time and vastly reduces the cost of compliance, risk management, and audits.

Accurately calculate excise taxes and create accruals

SAP S/4HANA, excise tax management more accurately calculates both actual and statistical excise tax values based on product characteristics, quantities, and applicable tax rates. You can also use it to:

- Integrate excise tax calculations into core business processes supported by SAP S/4HANA for efficient and timely tax determination
- Aggregate and analyze tax spent with regard to various categories
- Flexibly define formulas and configure relevancy rules for new tax types and local requirements

The software takes automation even further by automatically creating accruals—which simplifies the handover of payments to tax authorities through SAP S/4HANA—and posting appropriate accounting documents (with values) in the finance area of SAP S/4HANA.



Rest easy knowing your tax calculations, accruals, and transaction-level reporting are more accurate—all while **reducing tax accounting and reporting costs.**



Realize the benefits

Excise tax can be a significant source of risk, worry, and frustration for your tax team. But by adding excise tax management functionality to your SAP S/4HANA software, it doesn't have to be.

This targeted solution works smoothly with your SAP S/4HANA instance to reduce tax accounting and reporting costs by optimizing excise tax processes, tracking excisable goods movement, and enabling simplified stock-ledger reporting. At the same time, you can reduce data management costs by customizing tax-relevant attributes, calculation formulas, and tax-relevancy rules, as well as streamlining how you collect and maintain tax-relevant data. Finally, you can reduce compliance, risk management, and audit costs by simplifying legal reporting and providing an audit trail for material movements of excisable goods.

Add **preconfigured tax templates** as your market coverage expands into new tax jurisdictions.

Quick facts

Summary

The SAP S/4HANA, excise tax management add-on by Vistex helps companies dealing with excisable goods efficiently manage excise tax—relevant master data, track the movement of excisable goods, and calculate accurate tax amounts.

Objectives

- Automate handling of large datasets to reduce bottlenecks and delays
- Swiftly adapt to the rapidly evolving regulatory landscape
- Integrate excise tax processes for cross-functional collaboration and greater efficiency
- Enable flexible, customizable reporting to meet new business needs

Solution

- Solution extension add-on enabling local access to master data from SAP S/4HANA
- Configurable, automated excise tax calculations
- Reporting and compliance support, including dashboards
- Stock ledger with links to original documents
- Automated financial postings, including accruals, in SAP S/4HANA

Benefits

- Greater accuracy of excise tax calculations and reporting
- Reduced tax accounting and reporting costs
- Lower data management costs
- Reduced compliance and audit costs

Learn more

To find out more, call your SAP representative today or visit us [online](#).