



7 March 2007
Provisional Tax due
20 March 2007
PAYE & GST due
30 March 2007
Final filing date for tax returns
6 April 2007
Terminal Tax due
20 April 2007
PAYE due
30 April 2007
GST due for Feb/Mar
18 May 2007
PAYE due
31 May 2007
GST due for Mar/Apr
FBT due
20 June 2007
PAYE Due
29 June 2007
GST due for Apr/May
20 July 2007
PAYE due
31 July 2007
GST due for May/June

HELPFUL HINTS

- ◆ When dropping information to us, put each set of data in date order—helps us immeasurably ☺
- ◆ IRD are targeting trading trusts, LAQC companies that own the family home. If this is you, action is needed now
- ◆ Cash deposits of \$2000 and over to bank accounts attract a handling fee. Pay into your credit card and pay nothing
- ◆ Put GST, tax refunds and non trading money on a separate bank deposits—this makes it easier for us to separate out sales (so that you won't pay tax on it)



Two accountants are in a bank, when armed robbers burst in. While several of the robbers take the money from the tellers, others line the customers, including the accountants, up against a wall, and proceed to take their wallets, watches, etc. While this is going on accountant number one jams something in accountant number two's hand. Without looking down, accountant number two whispers, "What is this?" to which accountant number one replies, "it's that \$50 I owe you."

Do you know someone who needs **PLAIN ENGLISH ACCOUNTING SERVICE?**

For a free 1 hour consultation please send us their details:

Name: _____

Address: _____

Telephone No: _____ Email: _____

Your Name: _____

Dedicated to providing you with the best plain English tax advice
No matter what the size of your business

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Russell's Ramblings

Well here we are two months into the New Year and racing towards tax time.

Many clients are experiencing good business growth, and planning for those horrible tax payments must not be left to chance, especially if your income is expected to be over \$120,000.

Enclosed with this newsletter are tips on how to increase this years expenses and save up to \$55,770 in tax.

We will be sending out our tax questionnaires in the first week of April, but please remember that we cannot complete your tax return if you have any PAYE income or WINZ payments until IRD issue the tax summaries at the end of May.

Interest accrues from July 7th until the time of payment, which could be the April 21mths later. Consider an interest cost of 14.24%pa on unpaid provisional tax on an income of \$500,000—approx \$48,594 which is an additional 25% over the original tax bill. There are options—we can arrange "forward cover" so that you are credited with having paid the provisional tax without actually having to pay it—yes it costs—not as much as IRD interest—call us to discuss "Tax Options".

Finally—I hope by talking tax I have not depressed you any more than the weather already has.

FREE STUFF
We have a large number of second hand lever arch folders available at our office for the fine price of “free of charge”!! Please feel free to call in and collect them from our office in Christchurch or alternatively give Terri a call and she will arrange for some to be sent out to Rangiora.

however the savings to you could potentially make those extra few minutes reading time well worth the effort!!



ADDITIONAL SERVICES
Since Russell bought Canterbury Taxation Service Ltd there has been a number of cases where clients have not understood that we are accountants, not just specialists in tax matters. We offer a wide range of services including:

- ◆ Budget Setting
- ◆ Cashflow Projections
- ◆ Company Formations
- ◆ Trust Formations & Management
- ◆ Administration Support
- ◆ ACC assistance
- ◆ GST / PAYE processing

We are therefore looking to making our trading name a little clearer....any helpful suggestions will be gratefully considered. So put those thinking caps on and let us know ☺



ADMIN SUPPORT
This is where some of our clients have asked us for assistance. Whether it is assisting in invoicing, reconciliations, processing, debt collection etc we are able to supply experienced staff to

deal with some of those matters that you may just not have the time to dedicate to these tasks. The admin support costs will be repaid many times over with all the improved efficiencies. Give Russell or Keith a call to discuss how and if we can help you sort through the paper war.

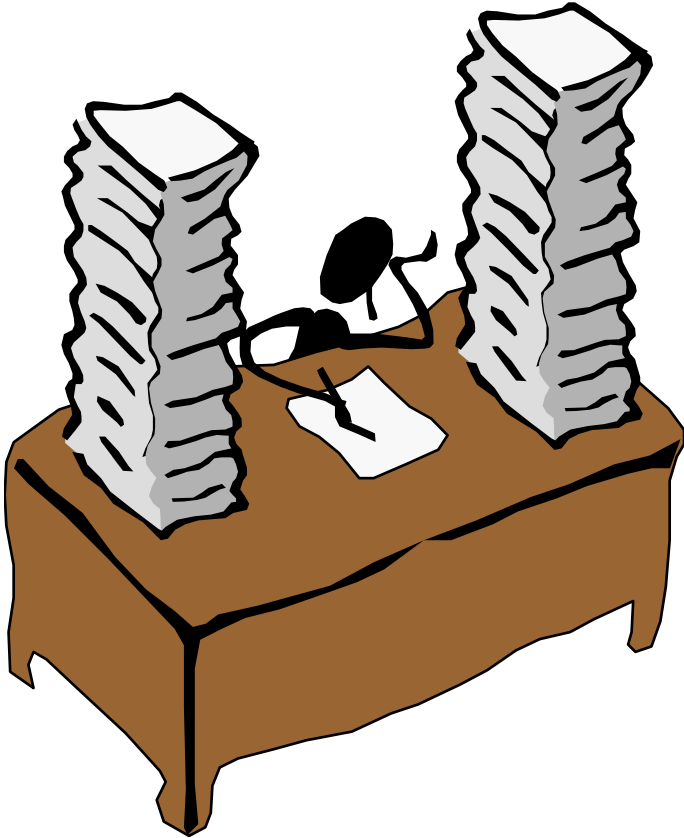


IRD INTEREST RATES
Yes, it’s true! The IRD have increased their interest rates on overdue accounts. This changes from 13.08% to **14.24%** effective from 8th March 2007. The interest rate on overpaid tax will also increase from 5.71% to **6.66%**.

30 DAYS ANYONE?
Where tax has been short-paid and the use of money interest clock is ticking, requesting a statement of account will gain you a 30 day grace period to arrange payment under section 183C94) of the Tax Administration Act 1994.



We have a large number of client files ready for collection....help, we’re running out of space



SOMETHING WORTH CONSIDERING?

- ◆ Verbal contracts are not worth the paper they are written on
- ◆ In solving problems, your only limit is your imagination
- ◆ The will to win is important, but the will to prepare is vital

Keep NZ green—recycle



GST LATE PENALTY
The Inland Revenue have a proposal in the pipeline that involves a \$250 late filing fee for GST returns. This is already in place for late PAYE returns so we expect this to come into effect soon. Therefore it is imperative that those of you we do returns for get your information into us as soon as possible at the end of each period to enable us time to complete in time.



TAX SAVING CHECKLIST
More paperwork to read,