



Do your clients have HMRC arrears? MCR Tax Arrears Solutions can assist...

The escalating problem of tax arrears

When there are cashflow difficulties, VAT and PAYE/NI obligations are all too often missed in favour of more perceived pressing concerns such as wages, supplier payments and rent which have the potential to threaten a business if they are not made.

In these circumstances, a proactive approach is essential

Whilst Tax arrears can appear to be off the radar with HMRC, they can quietly build up in the background at an alarming rate which will without a doubt have a major impact on your business at some point in the future.

All tax liabilities will still need to be paid albeit over manageable timescales in addition to meeting all ongoing obligations as and when they fall due.



What MCR Tax Arrears Solutions can do?

At MCR Tax Arrears Solutions, we have a dedicated team who work with clients assisting them to negotiate with HMRC to put in place repayment plans for VAT, and PAYE/NI and other business taxes.

The team at MCR Tax Arrears Solutions can bring businesses expert advice and secure them valuable time to adapt their operations to current market conditions. The team were at the forefront of developing relationships with HMRC many years ago and this experience is now proving invaluable to clients of all sizes.

A detailed long term assessment on management's strategy, access to funding, cash flow and the viability of a business itself are critical. In the short term if a business can put its house in order with expert advice and guidance from MCR Tax Arrears Solutions, the chances of survival in these tough economic conditions will greatly improve.

Why tax arrears arise

With hindsight, it is often easy to pinpoint how and why tax arrears have arisen, and the more easily-resolved tax disputes can include the following:

- Errors in calculation
- Inadequate accounting systems and procedures
- Lack of accurate advice from external advisers
- Problematic industry or sector
- Over-trading
- Inefficient operations
- Undercapitalisation and/or underinvestment
- Inappropriate funding structure
- Lack of planning on major strategies such as acquisitions, diversification, expansion and relocations
- Significant external one-off event e.g. bad debt, fire or loss of key staff
- Loss of confidence from funder(s) and withdrawal of facilities
- Loss of credit insurance

MCR Tax Arrears Solutions

The team at MCR Tax Arrears Solutions have to date assisted more than 700 businesses to secure realistic time to pay arrangements with the HMRC. Quite simply, MCR Tax Arrears Solutions with our independence and experience are better equipped to put in place more realistic and achievable plans for businesses than if directors/proprietors and/or their business advisor went directly to the HMRC themselves. While a business and its accountant will be able to agree a time-to-pay arrangement with HMRC, the result may not necessarily achieve the ultimate purpose of the assignment which is to ensure that the arrangement is realistic and deliverable.

MCR Tax Arrears Solutions is a well regarded service used by clearing banks, finance companies and business advisors. Often we find working in partnership with financiers brings confidence and support from all parties.

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