

# Tax pooling



TaxBuddy will get your estimate as accurate as possible. So your deposit into your tax pooling account will be more accurate in the first place.

**Save on IRD use of money interest.**

**Increase returns on overpayments.**

## Problem

Estimating your provisional tax can be difficult. Pay too little and you will be hit with use of money interest (UOMI) and other penalties; pay too much and valuable working capital is locked up at the IRD earning a meagre return.

## Solution

Deposit your provisional tax payments into the Tax Pooling Solutions (TPS) tax pool to reduce your exposure to UOMI and increase your return on overpayments.

Have you:

- **Underpaid?** Save up to 30% on your UOMI bill by buying the tax you need from the TPS tax pool instead of paying IRD UOMI.
- **Overpaid?** Increase your return on overpayments by selling excess tax for up to double what the IRD will pay you in UOMI.
- **Cashflow tight?** Treat your tax payments as a pre-approved overdraft facility - the funds can be withdrawn and financed at competitive rates at any time.
- **Tax on the right dates?** Swap excess tax payments for tax on a later date you require and maximise your return.
- **Estimated correctly?** TPS will transfer your tax payments from the pool to your taxpayer account at the IRD at no charge.



*Depositing into the TPS tax pool is free and you will never pay more than if you had paid directly to the IRD.*

*Why would you pass up this opportunity to improve your bottom line?*

## Benefits

- save on UOMI by buying tax from the TPS tax pool
- sell tax to increase your return on overpayments
- ease cash flow
- payments into the TPS tax pool can be refunded at any time – no need to wait until your tax return is filed.

## Why TPS?

- free registration; no membership fees
- no minimum deposit size
- IRD approved tax pooling intermediary
- your tax payments are held at the IRD on your behalf by Public Trust.

## How?

- go to [taxpooling.co.nz](http://taxpooling.co.nz)
- register online
- use our calculators to estimate your savings
- follow the instructions to deposit your tax payments or buy and sell tax
- call us if you need assistance.

**For more information please contact**

09 948 8833 or email [taxpooling@nz.pwc.com](mailto:taxpooling@nz.pwc.com)