Tax Impact Assessment

73%
of the world's largest 250 companies by revenue use GRI guidelines or standards.

> We have recently divested from some companies with weak or no reporting related to tax and transparency."
>
> *Nikolai Tangen – CEO Norges Bank*

Increased transparency and awareness for tax planning can show the societal impact of an enterprise and substantiate it with exact figures. By doing this, taxation can become a vital part of environmental, social and governance (ESG) reporting.

Government Mandated Reporting Standards

An increasing number of regulatory bodies mandate a variety of ESG reporting to be performed and included with financial statements.

No More Race-to-the-Bottom

Tax strategies are no longer solely about achieving a more favourable effective tax rate and following the letter of the law.

Social Responsibility

A business' tax policy is becoming a strong indicator of the company's willingness to be transparent and socially responsible

>50%
of companies in the OBX25 score a 0% related to application of qualitative disclosure, i.e. publication of tax policy, in accordance with GRI 207.

21%
average score related to quantitative disclosure in accordance with GRI 207 for companies in the OBX25.

Source: GRI 207 in the Nordics Benchmark & report, KPMG 2022

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Tax Impact Assessment

01 Qualify your Tax Approach

Identify and document your organizations approach to taxation – and help your stakeholders identify why you have decided to become more transparent.

02 Quantify your Contributions

Utilize either of the two KPMG tax impact assessment approaches to identify the amount and type of contributions your organizations is making.

03 Report your Impact

Combining the Qualification & Quantification, provide your investors and stakeholders with concrete information on the impact you are having on the communities where you are represented.

SAF-T Data Collection

For Norwegian Taxpayers, the SAF-T file can be a valid data source for the tax impact assessment in Norway and can easily be created and read in.

ERP Data Collection

Data extraction from all major ERP systems is possible through (semi) automated approaches and can be customized to scope you feel is most appropriate.

Data Assessment

Using the standardized KPMG Tax Impact Assessment approach, relevant data is identified, reconciled and reviewed. Anomalies within the data are highlighted and discussed with local tax teams. An analysis of your tax profile against your target tax metrics (e.g. tax policy) is conducted and benchmarking against sustainability standards is performed.

Communication and Reporting

The Tax Impact Assessment Report is drafted based on the previously gathered and discussed information. Key information is communicated with the tax team and senior management related to handover of final results, assistance with management presentation, advise on external communication and debriefing.