What e-Invoicing Means To You And Your Business?

MATOVIC Business Accountants
Professional Accounting and Taxation Services

The Federal Government Is Making A Strong Push To Introduce e-invoicing, And Here's What You Need To Know:

What Is e-invoicing?

The Australian federal government recently announced plans to introduce a $15.3M project to accelerate the adoption of e-invoicing. Adopting the modern method of e-invoicing, would dramatically optimise and alleviate the process carried out by accountants and bookkeepers.

Electronic invoicing (e-invoicing) is the ability to send invoices directly from one organisation's financial systems to another. It's a quick and cost-effective way to ensure invoices are approved, processed and paid in an accurate and timely manner.

Our Office is conveniently located at: 5 Cremin St, Upper Mount Gravatt QLD 4122

What Are The Advantages?

One of the main reasons the federal government is opting for a change, is because of the cost-effectiveness of e-invoices. The Australian Taxation office estimates that an e-invoice will cost three times less than that of the likes of manually processing, such as paper and PDF invoices which cost upwards of $30. Buyers and sellers, along with their bookkeepers will be the main beneficiaries of these savings.

Manual processes can also include hidden costs like late fees and missed discounts for early payment. These financial penalties chip away at hard-earned small business profits. E-invoicing helps small businesses to avoid these costs while also significantly reducing the risk of paying fraudulent invoices. The Australian Competition and Consumer Commission(ACCC) estimates fraudulent invoices cost businesses $132 million in 2019.

Faster payment is one of the biggest benefits associated with e-invoicing. Sending invoices straight from one financial system to another removes the opportunity for them to get lost in the post. The federal government has committed to processing 80% of invoices electronically by the end of this financial year, and all invoices by June 2022

Telcos and utilities will play a key role in rolling out e-invoicing around the country, given they touch such a high percentage of businesses. Accountants and bookkeepers also have a crucial role to play as trusted advisors of small business owners.

[Visit us at www.matovicaccounting.com](http://www.matovicaccounting.com)