

# deductio

How Corient Fixed Payroll Deduction Errors and Ensured Compliance

# **Highlights**





## Introduction

When payroll deductions go wrong, the effects ripple beyond numbers – they affect **employee satisfaction**, trust, and legal compliance. One client came to **Corient Business Solutions** after discovering incorrect deduction allocations in their payroll system.

Corient's team quickly analysed the issue and implemented a comprehensive fix that realigned payroll processing with accuracy, transparency, and compliance at its core.



## The Initial Problem: What Went Wrong?

The client found that specific deductions were incorrectly **applied to net pay** rather than **gross pay**. While subtle, this error had significant consequences:

- × Salary miscalculations
- X Compliance risks
- X Delays in accurate payroll processing

The issue needed immediate attention to prevent **discrepancies in** employee compensation.



## **Corient's First Solution: The Fix**

Our first step was to attempt real-time adjustments within the current payroll month. This approach aimed to resolve the issue **without disturbing historical payroll data**.

However, the changes did not fully resolve the misallocations and introduced complexities that made accurate tracking difficult. It became clear that a more **structured rollback** was necessary.



## The New Problem: A Surprise Roadblock

When initial adjustments failed, Corient **rolled back and reprocessed payroll** from the start of the financial year (April 2024). This brought a new layer of complexity:

▲ Re-running payroll accurately

- △ Identifying and correcting every underpayment and overpayment
- △ Manual reconciliation to ensure nothing slipped through the cracks



# **Corient's Second Solution: Fixing the New Problem**

To deliver a clean, accurate result, Corient followed a five-step solution:

#### 📅 Step 1: Rolled Back Payroll to April 2024

Started fresh from the beginning of the tax year for complete visibility and accuracy.

#### Step 2: Audited Payroll Settings and Deductions

Reviewed deduction parameters to identify where misallocations occurred.

#### Step 3: Conducted Manual Salary Reconciliation

Calculated differentials were caused by previous errors, flagging overpaid and underpaid employees.

#### Step 4: Reprocessed Payroll with Correct Allocations

Ensured deductions were linked correctly to gross pay, aligning with best practices. We applied insights from our <u>payroll outsourcing services</u> to structure the correction process precisely.

#### 🖬 Step 5: Verified Results and HMRC Compliance

Checked all calculations against system reports and confirmed final submissions were compliant.

This step aligned with our approach to delivering effective <u>statutory compliance</u> <u>services</u>.



## **The Final Outcome: Success Story**

With the re-run completed and deductions accurately placed, the client achieved:

- Accurate salary payouts
- Improved employee trust
- Full alignment with HMRC expectations



## What the Client Said

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"Corient made what felt like a payroll nightmare disappear. Their systematic approach and deep expertise ensured we stayed compliant and got it right."

## Key Takeaways: Why This Matters for Businesses

This case study proves that **payroll errors can quickly snowball**, from misallocated deductions to compliance failures. A reactive fix might not be enough. You need a strategic partner who can correct the issue and prevent it from recurring.

At **Corient**, we do more than correct payroll problems – **we protect your business from future risk.** Whether it's:

- ✓ Net vs gross deduction issues
- ✓ Payroll rollback and reprocessing
- Ensuring compliance with HMRC

We help you process payroll confidently and correctly - every time.

#### Concerned about payroll accuracy?

Let's solve it before it affects your team and your business.