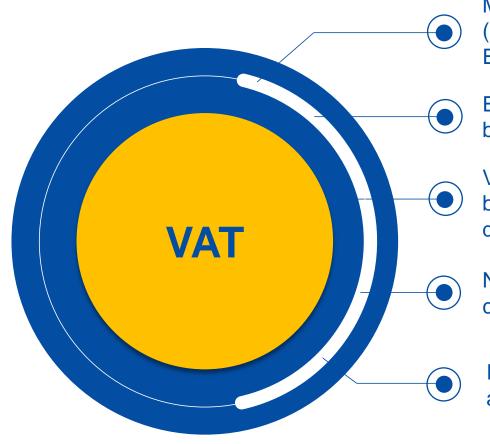


VAT Reporting and E-Invoicing Current developments in the EU

OpenPeppol Cross-Community Meetings NOVEMBER 3 TO 4, 2022

Agustín Míguez Pérez Policy officer DG TAXUD C1

Value Added Tax (VAT) factcheck



Major contributor to the MS budgets (1/5 of total government revenue) and EU own resource

EUR 134 billion uncollected VAT due by the tax authorities in 2019

VAT administration is generally burdensome and not always fully digitalised

New business models pose new challenges to the VAT system

Interconnection of the VAT systems at EU level is sub-optimal



Background of the proposal

Definitive VAT system Tax Action Plan for fair and Conference proposal for B2B cross-'VAT in the Digital Age' simple taxation border trade Commission's new tax package **May 2018** December 2019 **July 2020**



VAT in the Digital Age

ACTIONS ACTIVITIES

Modernise VAT reporting obligations and facilitate e-invoicing



Study on the three topics launched in October 2020, Fiscalis workshops in 2021, public consultation in 2022, GFV, VEG, impact assessment

Update VAT rules for the platform economy

VAT IN THE DIGITAL AGE PACKAGE Move to a single VAT registration in the EU

Looking at technology from all angles: fight against VAT fraud, simplifying compliance and adapting to new business models



European Commission

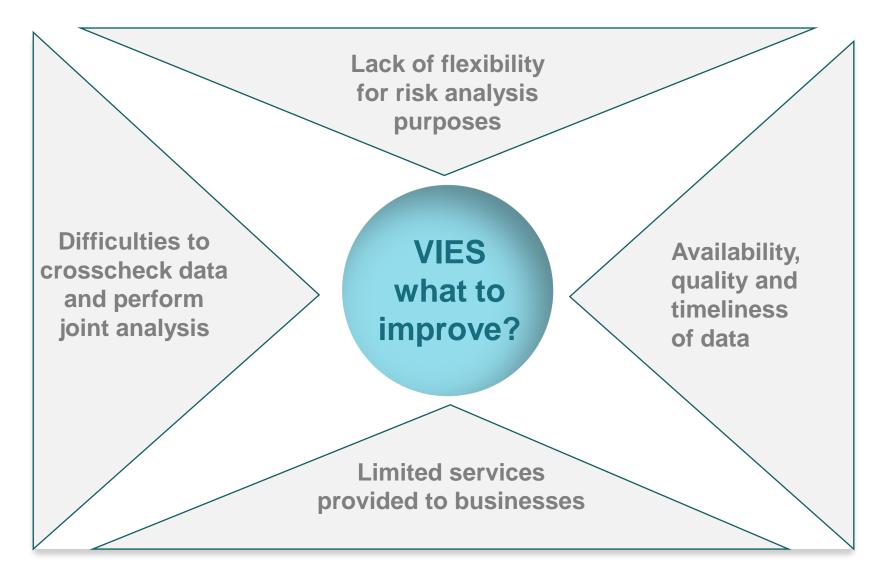


Digital Reporting Requirements (DRR) Why action is needed?



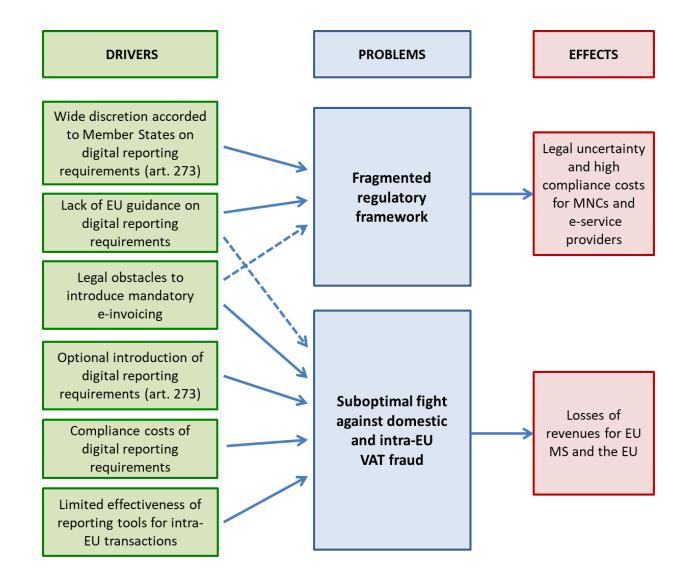


VIES system for intracommunity transactions





DRR - Problems addressed





DRR - Modernising VAT reporting obligations- objectives -

Ensuring a quicker, possibly real-time, and more detailed exchange of VAT information on intra-EU transactions – **DIGITAL REPORTING REQUIREMENTS (DRR)**

Optimising the use of digital technologies to improve the fight against VAT fraud

Streamlining the mechanisms that can be applied for domestic transactions



Proposal VAT in the Digital Age (ViDA) - SCOPE

EU DRR introduced for intra-EU transactions

Recapitulative statements removed

DRRs either obligatory (full) or remain optional for domestic transactions (enhanced)

New DRRs will conform to the EU DRR

Existing DRRs will ensure interoperability, then converge in the medium-term to the EU DRR

All taxpayers covered

No thresholds



Proposal VAT in the Digital Age (ViDA) - DATA

Identify data-elements to be provided electronically to Tax Authorities

Facilitated with obligatory e-invoicing

Use EU standard for e-invoicing and transmitting information to Tax Authorities

Member States may allow traders to use other data formats for the transmission of this information insofar they ensure interoperability with the European Standard on electronic invoicing.



Transmission of data by central authorities using standard format

New central database

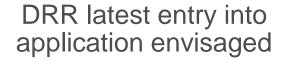
Additional functionalities to help improve risk analysis

Ensure compliance with data protection rules

Proposal VAT in the Digital Age (ViDA) – DATES

Different dates for the different parts

For some parts, specifically related to IOSS, solutions will be presented together with proposal for the revisions of UCC







Thank You



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