



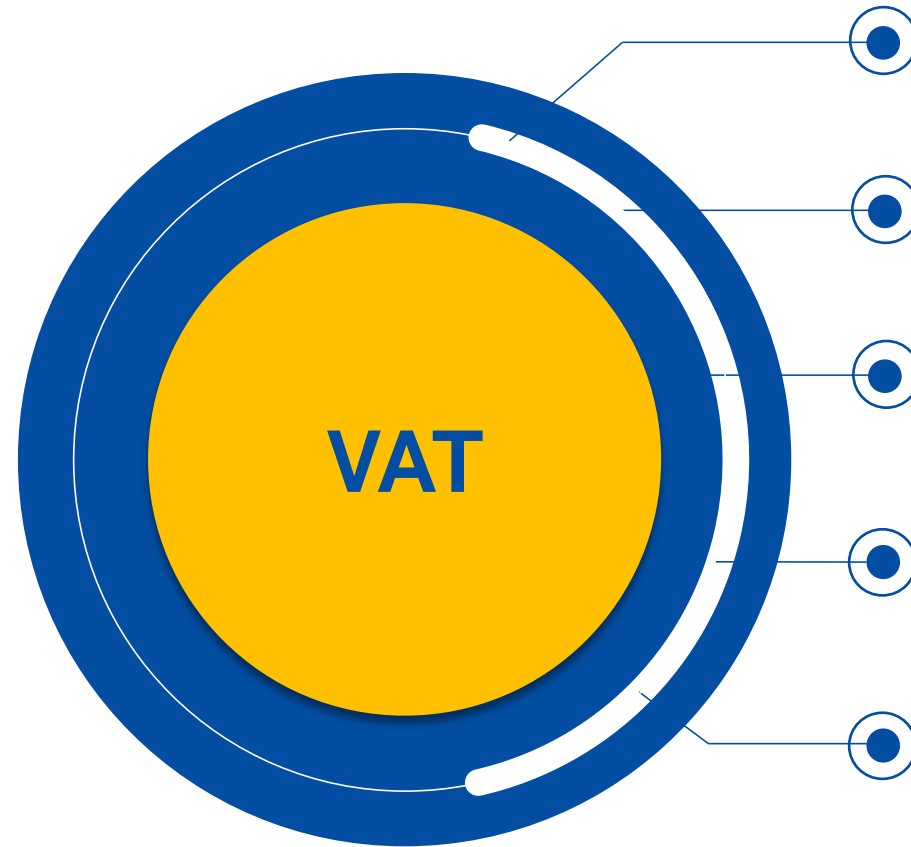
VAT Reporting and E-Invoicing

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

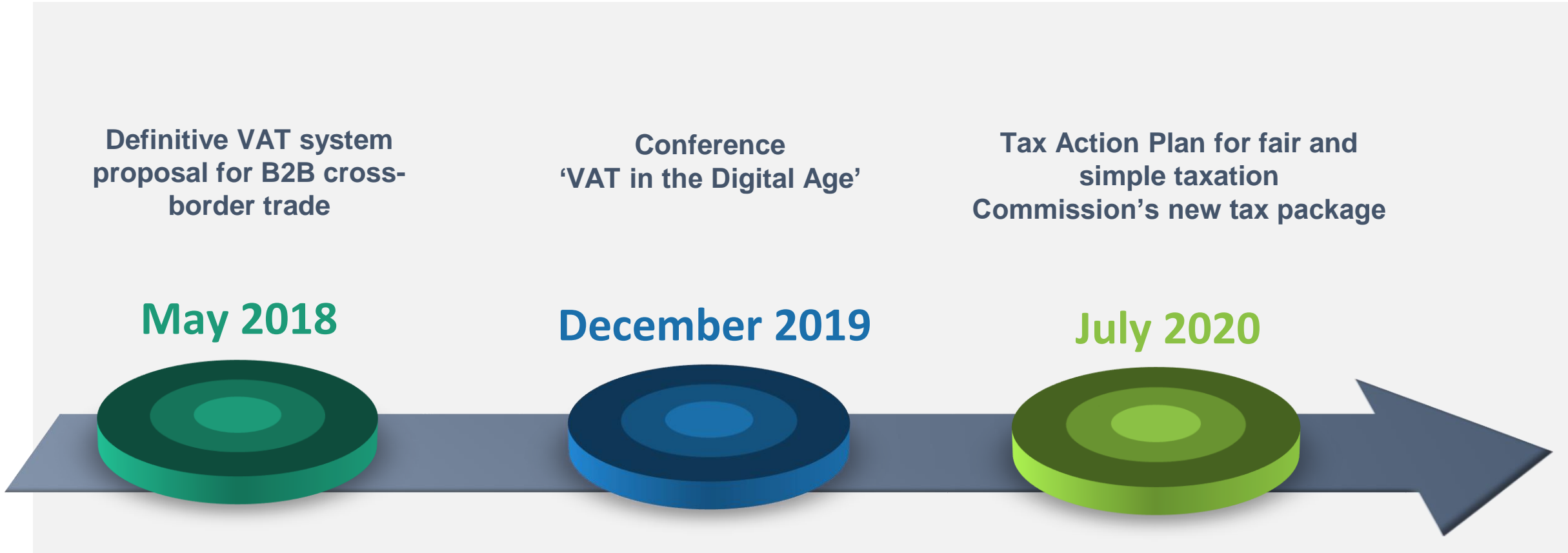
EUR 134 billion uncollected VAT due by the tax authorities in 2019

VAT administration is generally burdensome and not always fully digitalised

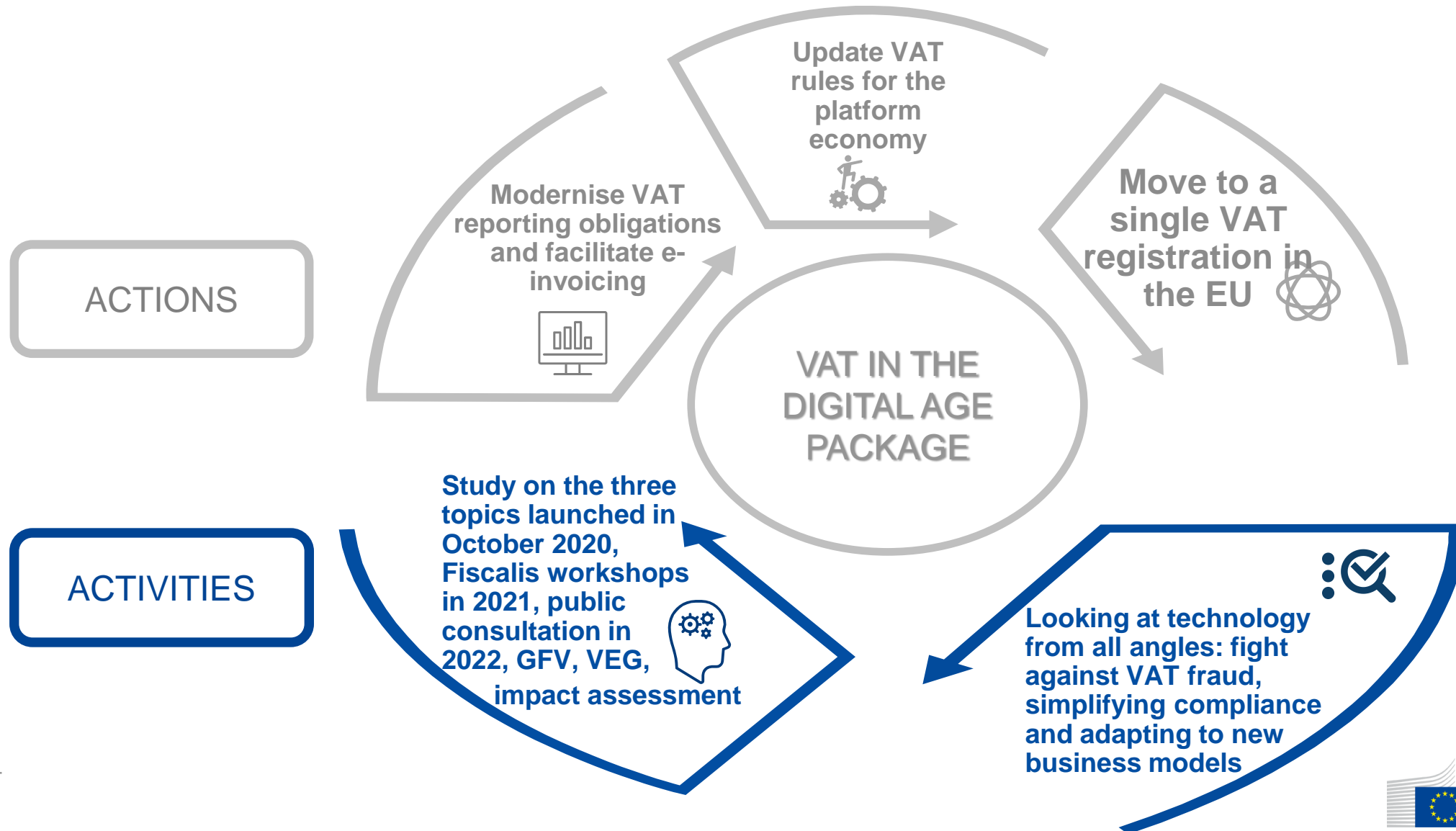
New business models pose new challenges to the VAT system

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

Background of the proposal



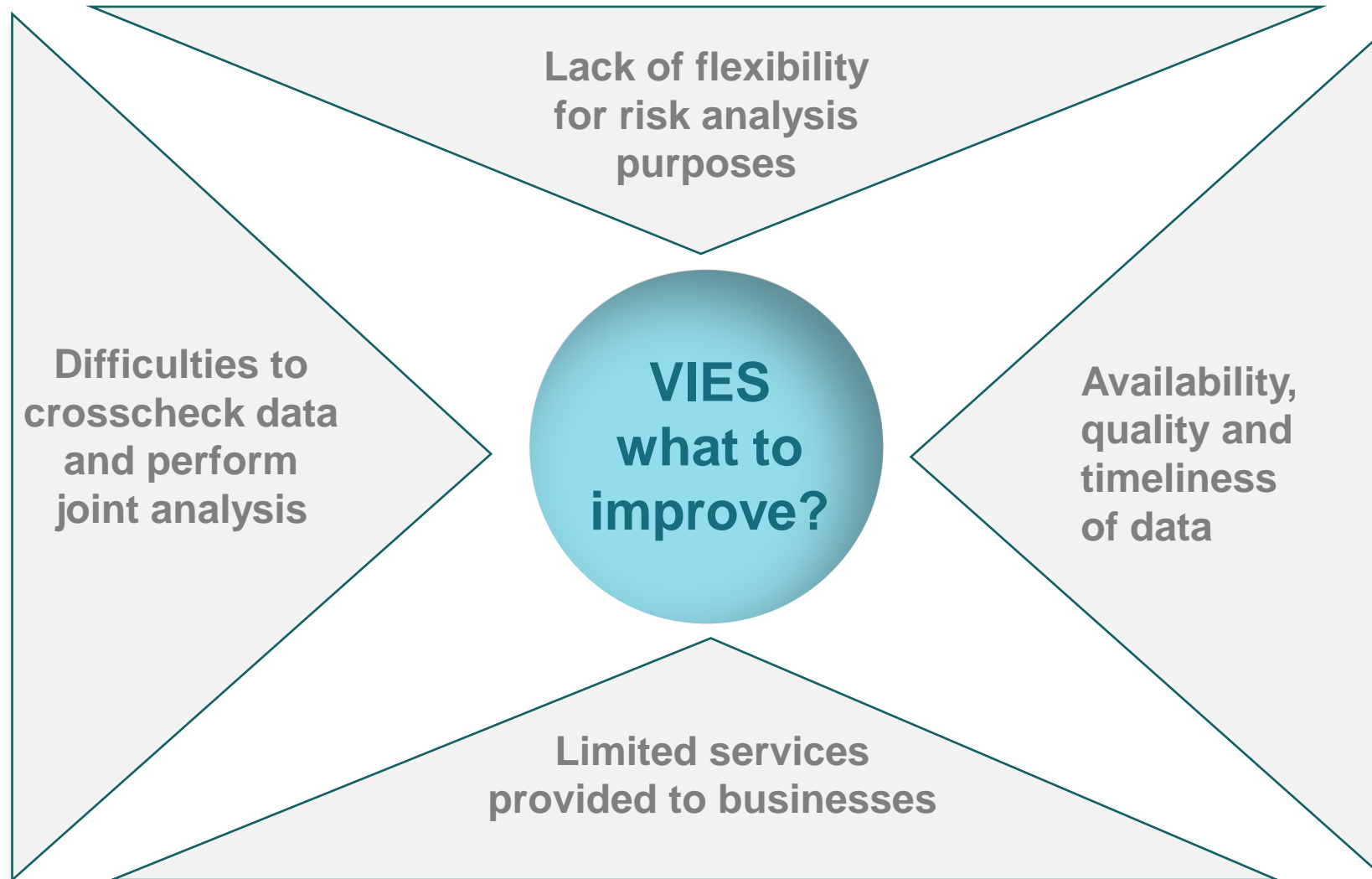
VAT in the Digital Age



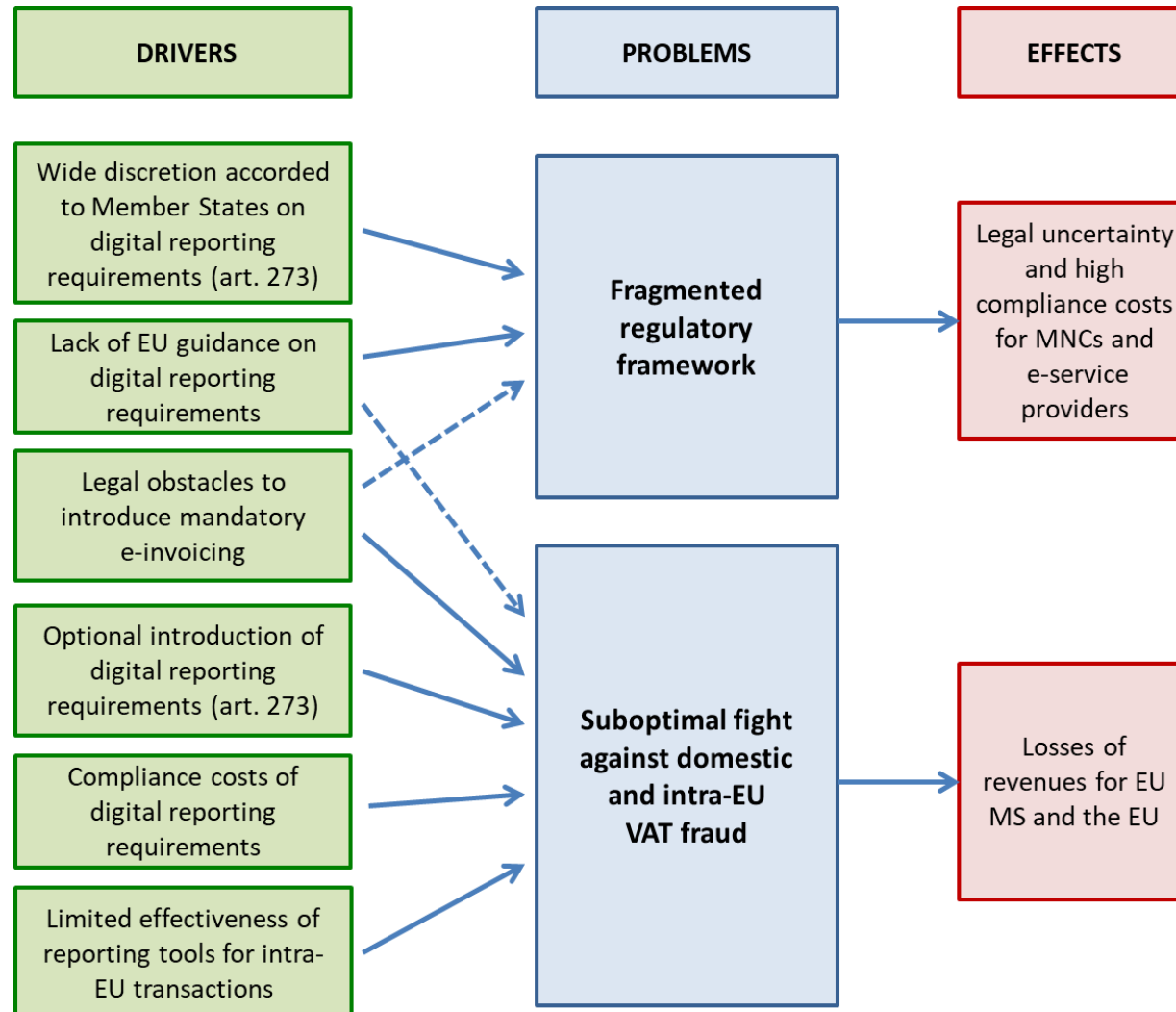
Digital Reporting Requirements (DRR) Why action is needed?



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.



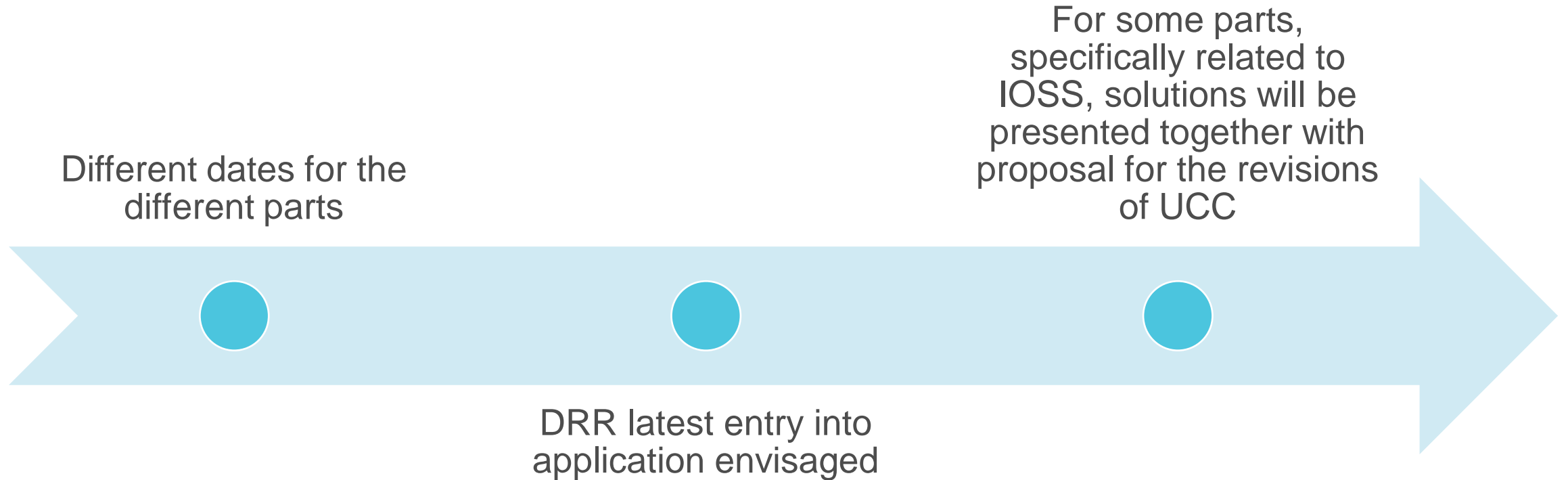
Transmission of data by central authorities using standard format

New central database

Additional functionalities to help improve risk analysis

Ensure compliance with data protection rules

Proposal VAT in the Digital Age (ViDA) – DATES



Thank You



Agustín Míguez Pérez

DG TAXUD – Policy officer Unit C1

E-mail: TAXUD-UNIT-C1@ec.europa.eu

