



VAT - Platform Economy

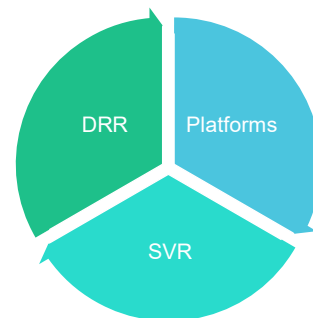
IFA Event, Vienna, 3rd October 2022

Matthew Snoding, DGTAXUD

VAT in the Digital Age initiative

Consists of three elements:

- Digital Reporting Requirements (DRR)
- VAT and the platform economy
- Single VAT Registration (SVR)



Digital Reporting Requirements

- Looking at how Member States and businesses can use technology better to improve compliance, reduce costs and fight against fraud.
- A number of options under consideration, including introduction of a European Standard for intra-Community supplies, replacing recapitulative statements.
- Also extending to domestic supplies.



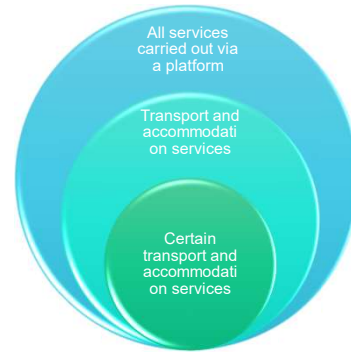
Single VAT Registration

- The e-Commerce package has been working well, but there are a number of situations in which a business still has to register in another Member State – (e.g. supply of goods with installation/assembly, electric vehicles charging station, transfer of own goods).
- Initiative aims to reduce these instances and make improvements to the e-commerce system.



VAT and the platform economy

- Initiative considers services carried out via a platform.
- Aims for clarification of certain elements
- Introduction of a deemed supplier regime – for
 - A) Certain transport and accommodation services
 - B) Transport and accommodation services
 - C) All services carried out via a platform



Considerations

- How platform establishes status of underlying supplier
- VAT Treatment of facilitation service
- Interaction with SME scheme
- Interaction with tour operator's margin scheme
- How to standardise reporting obligations by platforms



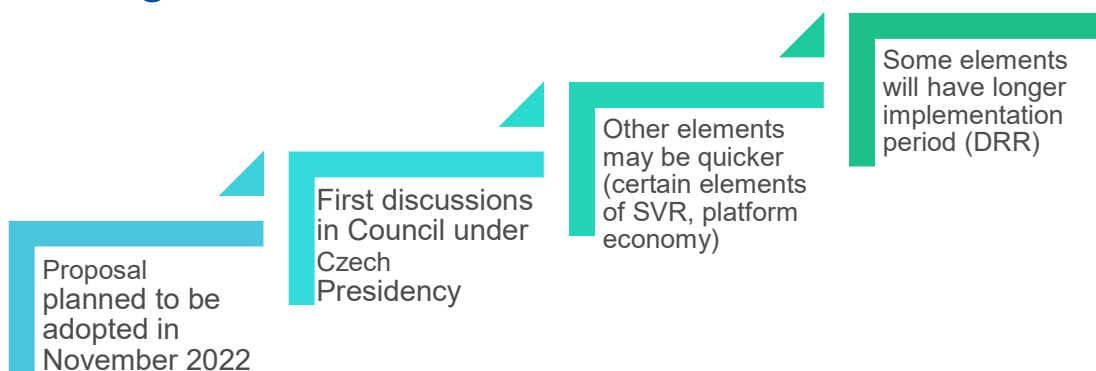
Preparation

There have been:

- Study 'VAT in the Digital Age'
- 2 Fiscalis seminars
- Discussions in GFV and VEG
- Specific working group on VAT and the platform economy
- Public Consultation
- Impact Assessment, including evaluation of e-commerce package

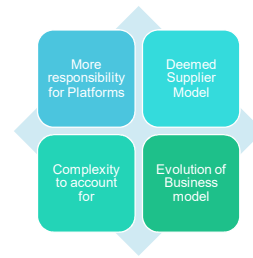


Timing



The future?

- EU is increasingly looking towards platforms taking more responsibility in their roles (DSA, DMA, J&SL)
- For VAT, the deemed supplier model is an example of this
- Complexities of the ecosystem presents difficulties – place of supply, right of deduction etc.
- Business models constantly evolving



Thank you

