European Commission

VAT (Mini) One Stop Shop

Current situation and 2021 changes

3 June 2019

European Commission

These slides accompany the explanation of the acquis to Albania and North Macedonia and can only be used for that purpose. Their content is subject to further development of the acquis and interpretation by the Court of Justice of the European Union.

Current MOSS - since 1/1/2015

Place of supply rule since 1/1/2015:

- Destination principle – all B2C supplies of telecommunications, broadcasting and electronic services (TBE services) subject to VAT in the MS of the customer.

Accompanying simplification measure:

- Mini One Stop Shop (MOSS): suppliers of B2C TBE services **can** register, declare and pay VAT in **one** single MS (MS of identification or MSID)
- The MSID transfers the VAT received to the respective MS of consumption (MSCON)

Types of MOSS & MSID

- Non-Union Scheme: for suppliers not established in the EU; MSID: can choose any MS
- Union Scheme: for suppliers established in the EU (place of business or a fixed establishment in the EU); MSID: always MS of establishment

MSID – VAT ID number – VAT return

MSID – MS in which supplier registers for scheme:

- Union scheme: MS of establishment
- Non-Union scheme: free choice of MS

VAT number to register for scheme:

- Union scheme: national VAT number of MS of establishment
- Non-Union scheme: special VAT number is allocated (EU123456789)

MOSS return

- Union scheme: All cross-border B2C TBE services except for those made in a MS in which supplier is established
- Non-Union scheme: All cross-border B2C TBE services in all MS (including those in the MS of registration)

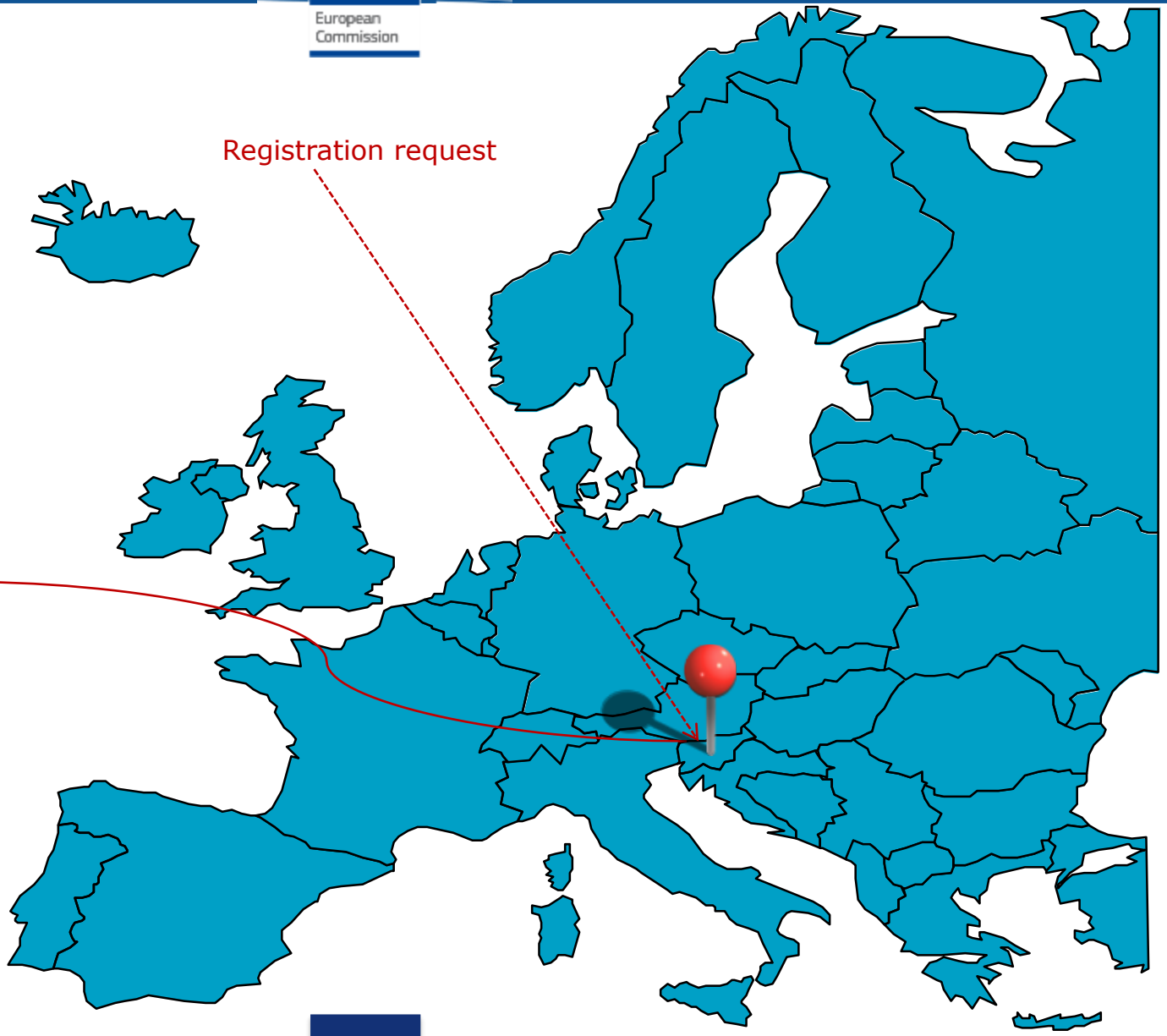
1. Registration

Union scheme

Registration request

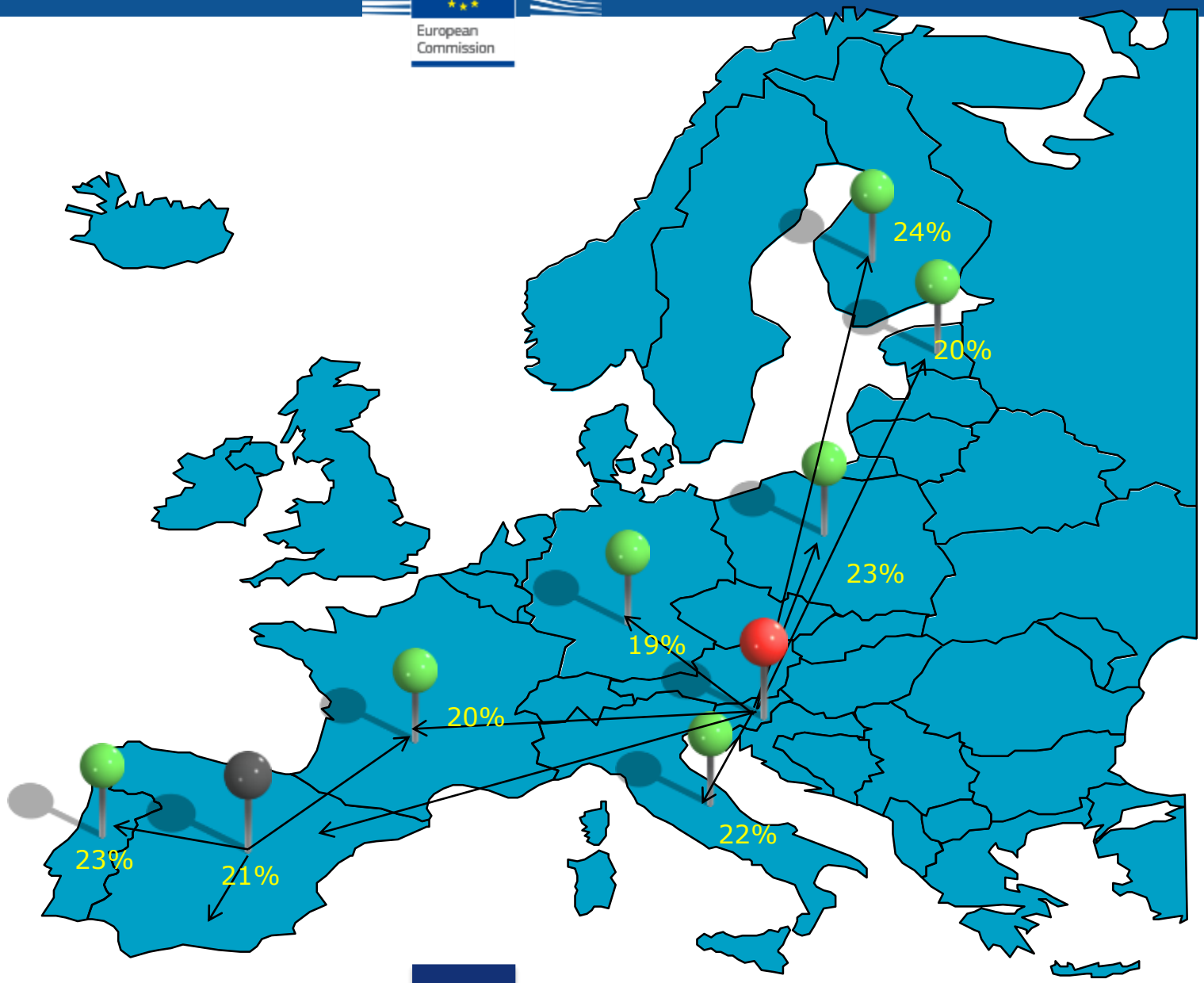
Registration in MS of establishment

VAT Nr. SI12345678



2. Supply of software

Union scheme



3. VAT return

Union scheme

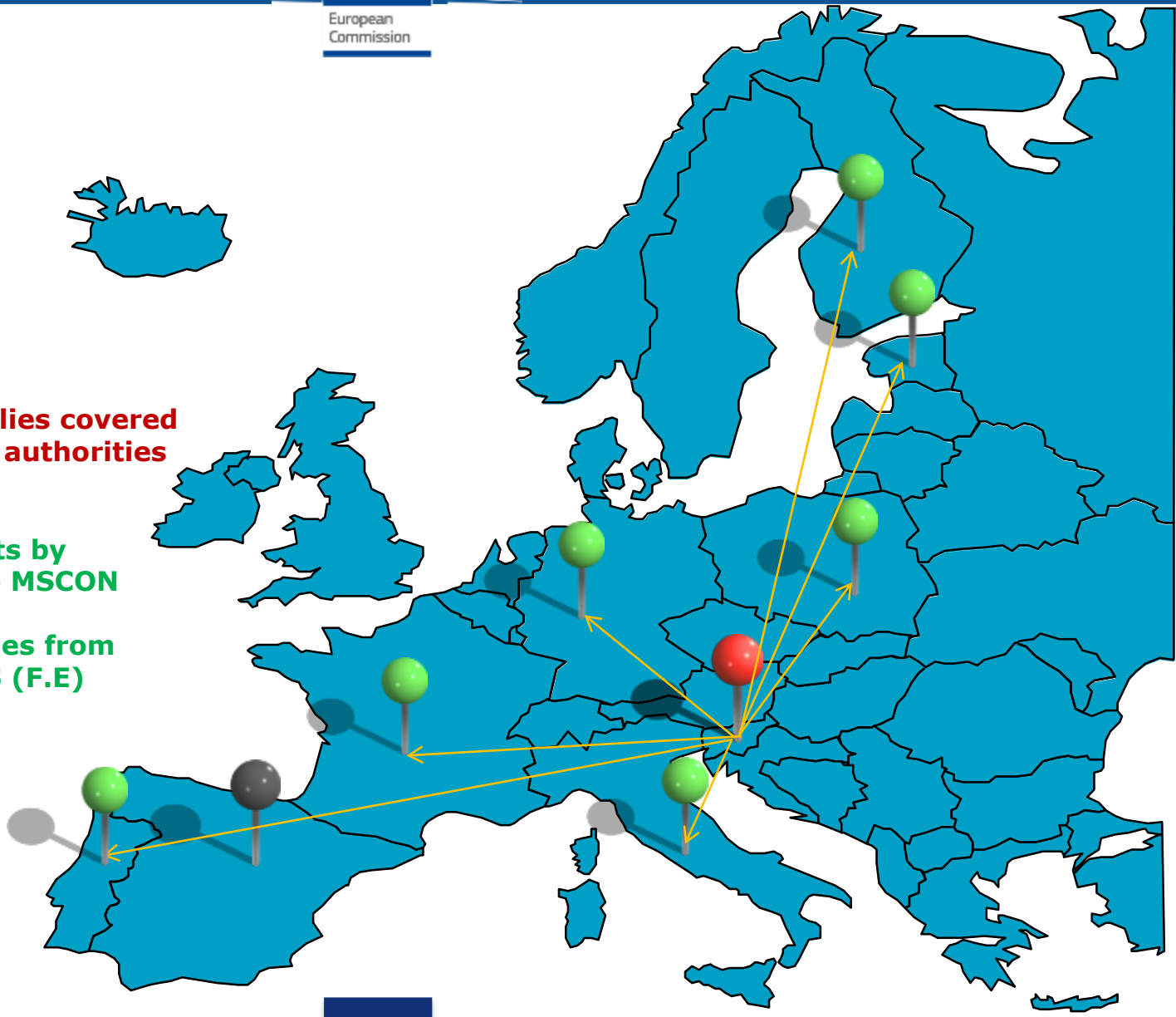
Supplies declared in the MOSS VAT return in SI:

- **From SI (MSID) → FR, DE, IT, PL, FI, EE**
- **ES F.E → PT, FR**

Supplies not in MOSS, but national VAT return:

- In SI: domestic supplies in SI
- In ES: domestic supplies in ES & supplies from SI to ES

4. VAT payment



VAT payment for supplies covered by the MOSS to SI tax authorities

Transfer of VAT receipts by MSID to the respective MSCON

Includes VAT on supplies from SI (MSID) and from ES (F.E)

VAT return

Submitted quarterly → by the 20th of the following month	Q1: 20/4;
	Q2: 20/7;
	Q3: 20/10;
	Q4: 20/1
Submitted electronically	
Contains the following information, per MSCON	Total value of supplies made during the quarter, exclusive of VAT (per VAT rate)
	VAT rate
	Total amount of VAT due
MSID	splits the return information by MSCON
	forwards it to the various MSCON
Corrections:	Correction of original VAT return (resubmission)
	Within 3 years after deadline for submitting the initial VAT return

The MOSS portal

https://ec.europa.eu/taxation_customs/business/vat/telecommunications-broadcasting-electronic-services/

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MOSS : A simplified system to declare VAT on Telecommunication, Broadcasting and Electronic (TBE) services in the EU

- VAT on TBE Services
- The Mini One Stop Shop
- National VAT Rules
- VAT Rates
- Guides
- What changes on 1/1/2019

MOSS contact by country

Subscribe to National VAT rules updates

Register to MOSS	Declare and Pay VAT in MOSS	Record keeping and audits in MOSS	Leaving MOSS

This website explains what TBE services are, in which Member State they are subject to VAT and how the MOSS can be used to declare and pay VAT on these services

National VAT Rules

Country rules database

Check specific rules on TBE services in the national VAT rules database. Chargeability, invoicing rules, exemptions and more information is compiled here.

My customer is in Austria

I need information about Is invoicing required ?

Consult

VAT e-commerce package 2021 changes

Main improvements of the current MOSS

Since 1/1/2019

- Optional threshold of EUR 10 000 for intra-EU supplies of TBE services: supplies below threshold taxable in the MS of the supplier
- Invoicing: rules of the MSID
- Close a gap in the current MOSS: Allow a non-EU established business with a EU VAT registration (e.g. for occasional transactions) to make use of the non-Union scheme

As of 1/1/2021

- Extend the deadline to submit VAT returns and make VAT payments: from 20 days to the end of the month following the tax period
- Corrections to VAT returns: made in a subsequent return instead of the initial return (timeline remains 3 years back)

Extending the schemes to

Supplies of services other than TBE services (Union, non-Union scheme):

- The OSS can be used to declare and pay VAT on ALL intra-EU B2C supplies of services

Intra-EU distance sales of goods (Union scheme):

- Subject to VAT in the MS of the customer (where the transport ends)
- Remove current thresholds of EUR 35 000 to EUR 100 000 (per MS of destination) → replaced by EUR 10 000 threshold (supplies to ALL MS)
- Union OSS can be used to declare and pay VAT due in other MS
- No more invoice requirement for such sales

Certain domestic supplies of goods facilitated by EIs (Union scheme) :

- To avoid registrations in all MS where suppliers hold stock

VAT return

Submitted quarterly → by the end of the following month	Q1: 30/4;
	Q2: 31/7;
	Q3: 31/10;
	Q4: 31/1
Submitted electronically	
Contains the following information, per MSCON	Total value of supplies made during the quarter, exclusive of VAT (per VAT rate)
	VAT rate
	Total amount of VAT due
MSID	splits the return information by MSCON (distinction goods and services)
	forwards it to the various MSCON
Corrections:	Must be made in a subsequent OSS VAT return
	Within 3 years after deadline for submitting the initial VAT return

VAT changes for imported e-commerce goods

Abolish VAT *de-minimis* of 10/22 EUR

- VAT applicable for imports of goods irrespective of value
- Customs duty *de-minimis* of 150 EUR not changed

Simplifications for VAT collection

- Import One Stop Shop (IOSS) – vendor registration & VAT collection
- Special arrangements for payment of VAT – postal/courier/customs agents VAT collection

When: 1 January 2021

Role of electronic interfaces (EIs)

Legal base

- Article 14a (1) of the EU VAT Directive: Role of EIs – deemed suppliers

Who

- EIs: marketplaces, platform, portal or similar means

What

- EIs will collect & pay the EU VAT on imported goods ≤ EUR 150

IOSS

- EIs can use the IOSS, instead of the sellers

Import One Stop Shop (IOSS)

IOSS:
EU online system to declare & pay VAT

The seller registers for the IOSS in an EU Member State:

- EU sellers can register directly
- Non-EU sellers can register via an intermediary
- Registration valid for all imports in the 28 EU MSs

The seller charges the VAT to the customer at the time of supply

! Only for consignments of goods of a value ≤ EUR 150 !

VAT obligations for the seller or his intermediary:

- Monthly IOSS VAT return to the MSI
- Monthly VAT payment to the MSI
- Keeps sales listings for future control

IOSS & customs interaction

The taxable event for VAT in IOSS is the sale of goods, not the importation

At import, IOSS consignments are VAT exempt, if:

- IOSS VAT number of the seller is sent to customs
- When: at the latest upon lodging of the import declaration
- Customs verify automatically the IOSS number validity in IOSS database

VAT E-commerce Implementation– Timing

Jan. – Sep. 2018
Consultations with authorities & business

December 2018
Commission proposals

- Council Directive (2018) 819
- Council Implem. Regulation (2018) 821

March 2019
Council general approach

2019 – 2020

- Prepare explanatory notes
- Member States implementation
- Communication activities
- Business preparation

1 January 2021
Entry into force

European Commission

Thank you for your attention