Transparency in Tax Technology

The role of companies and consultants in transparency in a digital environment

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The better the question. The better the answer. The better the world works.
The role of companies and consultants in transparency in a digital environment
Increasing requirements impacting Indirect Tax

2019

- Ireland introduced real-time payroll tax reporting in January 2019.
- Colombia implemented e-invoicing for all taxpayers in January 2019.
- Taiwan mandated online Government Uniform Invoices at the start of 2019.
- UK implemented the first phase of MTD reporting for VAT in April 2019.
- In April 2019, all EU member states public bodies have been able to accept B2G e-invoices.
- Turkey expanded its requirements for e-Ledger reporting.
- Brazil updated formats for most of its SPED reporting.
- Portugal updated the format for SAF-T invoice data reporting.
- Bolivia started to implement e-invoicing in November 2019.

2020

- Norway SAF-T became mandatory in January 2020 for on-request filing.
- Turkey mandated transport documentations (e-dispatch) in 2020.
- Romania is running a pilot to introduce SAF-T by the end of 2020.
- Egypt mandated the use of e-invoicing for 134 listed companies in Nov 2020.
- Poland replaced the VAT return with the JPK_V7M file in October 2020.
- Tanzania introduced an electronic filing (e-filing) system in August 2020.
- Spain began issuing pre-filled Value Added Tax returns, modelo 303.
- Luxembourg mandated e-filing through the ECDF platform in January 2020.

2021 & beyond

- India introduced mandatory GST B2B e-invoicing in April 2021 for large companies.
- Greece introduced mandatory real-time e-invoicing from Sept 2021.
- Vietnam is scheduled to implement e-invoicing in July 2022.
- Paraguay is beginning a pilot phase of B2B e-invoicing in January 2022.
- France has proposed the implementation of B2B e-invoicing with real-time controls in 2024.
- Italy is to extend its Sdi regime to cross-border invoices in January 2022.
- Saudi Arabia will introduce e-invoices on 4 December 2021.
- Norway has announced that digital VAT reporting will begin in 2022.
- China is extending its pilot for E-Fapiao Special Invoice nationwide in 2021.
- Australia plans to make B2G e-invoicing mandatory in 2022.

* The above illustration is based on information currently available to EY as of 16 September 2021 and may not be exhaustive.
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Key concerns for taxpayers

**Global trend**
Companies active in multiple jurisdictions are faced with rapid development of new requirements

**Data requirements**
Increased focus on bringing tax data quality to a higher level

**People**
The Taxologist is born: resources that combine Tax and Technology knowledge

**Technology**
Need for (tax) technology solutions to support the new requirements in different jurisdictions
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Tax technology developments

Sales
Procurement
eCommerce
Point of Sales
Expense Management
Others

Tax determination engine
ERP
E-invoicing
Tax Reporting
Tax Reporting
Tax Reporting
Tax Reporting
Tax Reporting

Government
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Role of the consultant

- **Tax Authorities**
  - Real-time reporting
  - Electronic filings and audits

- **Tax Technology vendors**
  - Global players
  - Local solutions

- **Taxpayers**
  - Data quality
  - Resourcing
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