

Proposal for new Simplified Tax Rules

Simplifying the business of reporting, the simplification of control - the tax office, auditors and others. Boundary Problems disappear. Easier, but time consuming, tax penalties founding periodisation disappear.

Publisher EU as a whole (not only EC), and perhaps even relevance.

If the seller by the buyer will receive a VAT-number, he will charged no sales tax.

Revenue is recognized as today.

Output VAT is therefore based only on sales to private individuals, professionals who not have any activity which is subject = no VAT no. 1)

Buyer reports no input or output VAT when they balance each other out = cut down the administrative burden and reduces the administration at The Tax authority . 2)

This provides that input VAT is reported only at:

- Imports
- Then the company forget to provide their VAT number, for example a smaller representation 3)
- Then we have diversified activities such as real estate (for an outline on which full output VAT, but only input VAT on the part belonging to the taxable activity)

This gives that the refund of input VAT shall always been followed by explanation & documentation with tax returns. If repeated more "failures" is obviously a problem (or administrative or criminal), why the Tax Revision shall be made. No refund is to be made until the investigation / audit done thoroughly.

Administrative simplify this enormously when monetary transactions between businesses and the Tax authority decreases dramatically. Grass Drawing Problems & Control remarkable VAT-transactions (read: inverse VAT) disappears.

1) For example, in Sweden Vehicle Leasing of passenger cars, the leasing company will be responsible to deliver ½ output VAT on the vehicle concerned and don't listing (no figures) is made on the invoice. It is they who best know what kind of vehicle that it leased. This will facilitate the course immensely to the buyer (also Tax authority) which do not have to spend energy on looking vehicle codes e t c. The Tax authority can concentrate on the control of the leasing companies.

2) However, reported sales, acquisitions of goods from another EU country, ditto service acquisition etc. of statistical & EU technological reasons, but the border-drawing & Accrualproblems becomes more manageable for all parties. It's not all the world if some single sale / purchase happen to end up on the wrong line, the main thing is that they will be reported. Concentration may be on the essentials, obvious errors (such as control of "strange" input VAT).

3) In order to facilitate the minor purchases should creditcards (type VISA) supplemented with VAT number so that when drawn in cash machine registered the buyers VAT-number and no VAT be charged.

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Best Regards,

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