

TAX NEWSLETTER

AMENDMENT TO THE ORDER VAT RETURN

By the Order N127 (12.04.2017) of the Minister of Finance of Georgia amendment has been made to the Order N996 (31.12.2010) of the Minister of Finance of Georgia regarding "administration of taxes".

By the amendment new sections IV-VII were added to the VAT return. The data to be included in these sections are the following:

IV – Information about confirmation document on purchase of goods obtained in accordance with the article 176¹ of Georgian Tax Code.

Respectively this section of VAT return should provide information on the sale of goods by way of auction, direct sale or in any other way, as part of a taxliability collection security measures or for any other pecuniary liability (except penalties imposed under criminal and administrative proceedings) and accrued VAT, also about the selling custodial property by way of auction, direct sale or in any other way in the manner provided for by the Law of Georgia on Insolvency Proceedings and accrued VAT.

In accordance with article 176¹, Georgian Tax Code, payment of VAT accrued on such transactions to the budget shall be the responsibility of a person selling such goods whereas this section of VAT return shall be filled in by a person who purchases the goods.



V – The information about the purchase of goods/service implemented within the exchange (barter) transaction on goods/services. This section shall be filled in by the persons engaged into the barter.

VI – The information about the document evidencing payment of charges for services delivered by legal entities under public law as defined by ordinance of the Government of Georgia.

VII – The information about a document evidencing payment to the budget by the VAT on import and/or temporary admission of goods, assessed by a decision of the tax authority. This section shall provide information about the number and date of the decision, according to which the assessment of VAT on import and/or temporary admission of goods had been made. The amount of paid VAT assessed by the decision also should be given in this section which shall be filled by the person who undertakes import and/or temporary admission of the goods.

The amendment came into force from 13 April 2017.

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