

SLOVENIA DOMESTIC REVERSE CHARGE

NEW AUTHORITY GUIDE

THOMSON REUTERS TAX RESEARCH
SEPTEMBER 2020 CONTENT UPDATE #1

Introduction

The authority of Slovenia Domestic Reverse Charge has been added to ONESOURCE Determination, including rates, catch-all rules and cross-border logic. It has been created in accordance with the Slovenia VAT Act to account for Domestic Reverse Charge on the sale of some of the specific products listed in Article 76A of the referred legislation.

The reverse charge for the specific Goods will be driven by the establishment of the buyer in the Ship From location. Therefore, in order to trigger the Domestic Reverse Charge authority, it is necessary to set the establishment of the buyer in the Ship From location to "Yes".

As for the specific Services products, the Domestic Reverse Charge authority will require Physical Performance or Customer Location Services transaction type and will be triggered by the Tax Code of "DRC".

PART I – UPDATES TO DETERMINATION

Zone

The authority of Slovenia Domestic Reverse Charge has been attached to the country-level zone of Slovenia.

ZONE NAME	PARENT ZONE	ZONE LEVEL	3-CHAR CODE	DEFAULT PRODUCT GROUP
SLOVENIA	EUROPEAN UNION	Country	SVN	Harmonized

Registration Mask

The following registration mask was added:

REGISTRATION MASK	
^SI\d{8}\\$ ^EU	

Authority Options

NAME	CONDITION	VALUE	START DATE
AT - Ancillary Transport Services Reverse Charge	Not Applicable	Not Applicable	01/01/1901
Chain transaction Transport	None	Either	01/01/1901
CL - Customer Location Reverse Charge	Both	Registration Required	01/01/1901
CR - Registration Required	Both	Registration Required	01/01/1901
DS - Default Services Reverse Charge	Not Applicable	Not Applicable	01/01/1901
ER - Establishment Required	None	Yes	01/01/1901
ES - Electronic Services Reverse Charge	Not Applicable	Not Applicable	01/01/1901
Filling Groups Goods	None	No	01/01/1901
Filling Groups Customer Location Service	None	No	01/01/1901
Filling Groups Physical Performance	None	No	01/01/1901
GS - Goods Reverse Charge	Domestic Transaction	Registration Required	01/01/1901

NAME	CONDITION	VALUE	START DATE
Intra-Company tax free sale - Goods	None	Yes	01/01/1901
Intra-Company tax free sale - Customer Location Service	None	Yes	01/01/1901
Intra-Company tax free sale - Physical Performance	None	Yes	01/01/1901
PP - Physical Performance Reverse Charge	Domestic Transaction	Registration Required	01/01/1901
PRL - Parent Registration Lookup	None	Yes	01/01/1901
SI - Supplied and Installed Reverse Charge	Not Applicable	Not Applicable	01/01/1901
Turn Off Authority	None	Yes	01/01/1901
Triangulation Simplification	None	Not Established in Ship to	01/01/1901
TS - Transport Services Reverse Charge	Not Applicable	Not Applicable	01/01/1901
UE - Used and Enjoyed	Not Applicable	None	01/01/1901
WG - Work on Goods Reverse Charge	Not Applicable	Not Applicable	01/01/1901

Authority Specific Messages

The following messages have been adjusted in the authority of Slovenia Domestic Reverse Charge:

DPI	NEW MESSAGE
EUBG16	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUBG25	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUSG14	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUBPP1	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUBPP2	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUSPP1	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUBCL1	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUBCL2	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost
EUSCL1	Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost

Rate Updates

The following rates have been added in the authority of Slovenia Domestic Reverse Charge:

RATE CODE	RATE DESCRIPTION	RATE	START DATE
SR	Standard Rate	22%	01/01/2020
RR	Reduced Rate	9.5%	01/01/2020
LR	Special Reduced Rate	5%	01/01/2020
NL	Not Liable	0%	01/01/2020

RATE CODE	RATE DESCRIPTION	RATE	START DATE
ZR	Zero Rate	0%	01/01/2020

Catch-all Rules

The following catch-all rules have been added in the authority of Slovenia Domestic Reverse Charge:

RULE ORDER	RATE CODE	TAX TYPE	TAX TREATMENT	START DATE
5000	None	Acquisition	No Tax	01/01/2020
5001	None	Import	No Tax	01/01/2020
5002	None	Zero Rate Export	No Tax	01/01/2020
5003	None	Zero Rate	No Tax	01/01/2020
5004	None	European Community Dispatch	No Tax	01/01/2020
5005	None	Triangulation	No Tax	01/01/2020
5006	None	EC Sales List Services	No Tax	01/01/2020
5007	None	Taxable Export	No Tax	01/01/2020
5008	None	Distance Sale	No Tax	01/01/2020
5009	None	Intra-EU Reverse Charge	No Tax	01/01/2020
5010	None	Intra-Company	No Tax	01/01/2020
5011	None	VAT Groups	No Tax	01/01/2020
10000	None	Any	No Tax	01/01/2020

Also, a new no tax rule with an authority rule qualifier has been added in the authority of Slovenia to prevent the system returning two tax blocks when the rules contained in the authority of Slovenia Domestic Reverse Charge are applied.

The rule added to the authority of Slovenia is the following:

RULE ORDER	RATE CODE	TAX TYPE	TAX TREATMENT	START DATE
5000.0001	None	Any	No Tax	01/01/2020

The authority rule qualifier added to the above-mentioned rule is the following:

CONDITION EXPRESSION	OPERATOR	VALUE	START DATE
Slovenia Domestic Reverse Charge	NOT_APPLIED_TAX_TYPE	S	01/01/2020

PART II – USING THE AUTHORITIES

Turning On the authority

The Slovenia Domestic Reverse Charge authority is turned off by default. To turn it on, access the Advanced Configuration section.



Search for the respective authority and select it.

Search Results:	
Tax Data Type: International Tax Data	Authority Name: slovenia
Search Results:	
Authority Name	Product Group
... Slovenia	Harmonized
... Slovenia Domestic Reverse Charge	Harmonized

Select the Options tab, and then click the Actions button and select Add from the drop-down menu. Select the name of the option “Turn Off Authority” and set the condition to None, the value to No and the start date of 01/01/2020. The following image shows these selections.

Name	Condition	Value	Start Date	End Date
Turn Off Authority	- None -	No	01/01/2020	31

PART III – TAX RESULT EXAMPLES

Test 1: Shipment of goods subject to Domestic Reverse Charge from Slovenia to Slovenia

WORKBENCH ELEMENTS	VALUES
Transaction Type	Goods
Ship From	Slovenia
Ship To	Slovenia
Seller Registration	SI12345678
Buyer Registration	SI87654321
Buyer Establishment in Ship From	Yes

The following image shows details for the buyer.

Tax Calculation Results								
Scenario 2020 September 1st Update - Slovenia Domestic Reverse Charge (New authority):								
View Results: 1	Zone	Gross Amount: 100.00	Eff%: 0%	Invoice Desc	Type	Dir	Fee	Rate
	Authority			Domestic Reverse Charge 2012.72 Iron and steel (Art. 76a VATA)	RC	O		22%
Country: SLOVENIA	Slovenia Domestic Reverse Charge			Domestic Reverse Charge 2012.72 Iron and steel (Art. 76a VATA)	RC	I		22%
Country: SLOVENIA	Slovenia Domestic Reverse Charge							22.00
								22.00
								0.00 USD
<input type="checkbox"/> Authority Messages:								
Authority	RuleOrder	Message						
Slovenia Domestic Reverse Charge	6899.9423	EUBG16: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost						
Slovenia Domestic Reverse Charge	6899.9423	EUBG25: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost						

The following image shows details for the seller.

Tax Calculation Results								
Scenario 2020 September 1st Update - Slovenia Domestic Reverse Charge (New authority):								
View Results: 1	Zone	Gross Amount: 100.00	Eff%: 0%	Invoice Desc	Type	Dir	Fee	Rate
	Authority			Domestic Reverse Charge 2012.72 Iron and steel (Art. 76a VATA)	NL	O		0%
Country: SLOVENIA	Slovenia Domestic Reverse Charge			Domestic Reverse Charge 2012.72 Iron and steel (Art. 76a VATA)				0.00
								0.00 USD
<input type="checkbox"/> Authority Messages:								
Authority	RuleOrder	Message						
Slovenia Domestic Reverse Charge	6899.9424	EUSG14: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost						

Test 2: Supply of customer location services subject to Domestic Reverse Charge from Slovenia to Slovenia

WORKBENCH ELEMENTS	VALUES
Transaction Type	Customer Location Services
Seller Primary	Slovenia
Buyer Primary	Slovenia
Seller Registration	SI12345678
Buyer Registration	SI87654321
Tax Code	DRC

The following image shows details for the buyer.

Tax Calculation Results								
Scenario 2020 September 1st Update - Slovenia Domestic Reverse Charge (New authority):								
View Results: <input checked="" type="checkbox"/>	Gross Amount: 100.00	Eff%: 0%	Invoice Desc	Type	Dir	Fee	Rate	Tax Amt
Zone	Authority		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)	RC	O		22%	22.00
Country: SLOVENIA	Slovenia Domestic Reverse Charge		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)	RC	I		22%	22.00
Country: SLOVENIA	Slovenia Domestic Reverse Charge							0.00 USD
<input type="checkbox"/> Authority Messages:								
Authority	RuleOrder	Message						
Slovenia Domestic Reverse Charge	6959.9855	EUBCL1: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost						
Slovenia Domestic Reverse Charge	6959.9855	EUBCL2: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost						

The following image shows details for the seller.

Tax Calculation Results								
Scenario 2020 September 1st Update - Slovenia Domestic Reverse Charge (New authority):								
View Results: <input checked="" type="checkbox"/>	Gross Amount: 100.00	Eff%: 0%	Invoice Desc	Type	Dir	Fee	Rate	Tax Amt
Zone	Authority		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)	NL	O		0%	0.00
Country: SLOVENIA	Slovenia Domestic Reverse Charge		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)					0.00 USD
<input type="checkbox"/> Authority Messages:								
Authority	RuleOrder	Message						
Slovenia Domestic Reverse Charge	6959.9856	EUSCL1: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost						

Test 3: Supply of physical performance services subject to Domestic Reverse Charge in Slovenia

WORKBENCH ELEMENTS	VALUES
Transaction Type	Physical Performance
Supply	Slovenia
Seller Registration	SI12345678
Buyer Registration	SI87654321
Tax Code	DRC

The following image shows details for the buyer.

Tax Calculation Results							
Scenario 2020 September 1st Update - Slovenia Domestic Reverse Charge (New authority):							
View Results: 3 ✓	Gross Amount: 100.00	Eff%: 0%	Invoice Desc	Type	Dir	Fee	Rate
Zone	Authority		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)	RC	O		22%
Country: SLOVENIA	Slovenia Domestic Reverse Charge		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)	RC	I		22%
Country: SLOVENIA	Slovenia Domestic Reverse Charge						22.00
							0.00 USD
□ Authority Messages:							
Authority	RuleOrder	Message					
Slovenia Domestic Reverse Charge	6959.9855	EUBPP1: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost					
Slovenia Domestic Reverse Charge	6959.9855	EUBPP2: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost					

The following image shows details for the seller.

Tax Calculation Results							
Scenario 2020 September 1st Update - Slovenia Domestic Reverse Charge (New authority):							
View Results: 3 ✓	Gross Amount: 100.00	Eff%: 0%	Invoice Desc	Type	Dir	Fee	Rate
Zone	Authority		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)	NL	O		0%
Country: SLOVENIA	Slovenia Domestic Reverse Charge		Domestic Reverse Charge CONSTRUCTION (Art. 76a VATA)				0.00
							0.00 USD
□ Authority Messages:							
Authority	RuleOrder	Message					
Slovenia Domestic Reverse Charge	6959.9856	EUSPP1: Obrnjena davčna obveznost - Art. 76a Zakon o davku na dodano vrednost					

CONCLUSION

This guide explains changes made in ONESOURCE Indirect Tax Determination in connection with the authority of Slovenia Domestic Reverse Charge. Please contact Customer Support with any additional questions.