



Proposed generalised reverse charge mechanism

Submission Date - 28/01/2019

In order to prevent VAT fraud, the Council has agreed with the proposal that will allow, until 30 June 2022, Member States that present 25% of VAT gap due to carousel fraud to introduce the generalised reverse charge mechanism on domestic supplies of goods and services above a threshold of 17 500 EUR per transaction.

Among other requirements, these Member States will have to establish appropriate electronic reporting obligations on all taxable persons, specifically to those whom the reverse charge mechanism will apply.

We remain at your disposal if you wish further information or analysis.