REGISTER OF NON-EXEMPT TAXABLE PERSONS

Work is underway on a proposal to amend the VAT Act and certain other acts ("Proposal") by introducing a register of non-exempt taxable persons.

A register of non-exempt taxable persons for VAT purposes will be updated and made public via the electronic Public Information Bulletin. It will contain taxable person identification details, such as:

- the person's VAT identification number,
- the full business name and registered office or business address,
- the numbers of the person's bank accounts which the person filed with the tax authorities,
- the registration details of the person as a non-exempt taxable person.

The Proposal will also affect income tax compliance. With respect to transactions with non-exempt taxable persons for more than PLN 15K, plans are in place to exclude the tax-deductibility of transaction payments to the extent they are not made into bank accounts specified in the register of non-exempt taxable persons ("listed accounts").

In addition, where a payment for goods or services under a transaction worth above PLN 15K is made by a taxable person into an unlisted account, the person will be liable jointly and severally with the supplier for the supplier's arrears of tax pro rata to the input VAT charged on the transaction.

The new law is expected to become effective six months after publication. The Proposal is currently undergoing internal advisory process.
We will keep you up-to-date with the progress of this legislation.