



Amendments to the Slovene VAT Act in 2022



Amendments to the Slovene Value Added Tax Act (ZDDV-1M) were published in the Official Journal of Republic of Slovenia on 7 January 2022 and except from few provisions, the amendments to the VAT Act are valid from 22 January 2022.

1. Supply of services and distance sales of goods – special arrangements OSS

Amendments to the Slovene VAT Act, which are related to the provision of services, distance sales of goods and import of goods into the EU under special arrangements one stop shop (OSS) have been already implemented from 1 July 2021, based on the Rules on VAT obligations with regard to EU Council Directives applicable to supply of services and distance sales of goods (hereinafter: Rules). With the adopted amendments to the VAT Act, these amendments were transferred to Slovene VAT Act, and the Rules have ceases to apply.

2. The right for VAT deduction of electric passenger vehicles

The right to deduct VAT from the purchase of electric and other motor vehicles without carbon dioxide emissions (cars, motorcycles, bicycles, and similar vehicles with an auxiliary motor) was implemented, but only for the vehicles that are intended for the taxable person's business transactions. VAT is fully deductible on all vehicles that cumulatively fulfill the following conditions:

- the vehicle is intended for the taxable person's business transactions,
- the vehicle is powered without carbon dioxide emissions,
- the value of the vehicle, including VAT and other duties, does not exceed 80.000 EUR.

VAT can also be deducted on the purchase of fuel, engine lubricants, spare parts and services for these motor vehicles.

Taxable person who has purchased such a vehicle before the enforcement of this Article of the VAT Act and the period of adjustment of the deduction has not yet expired, may make an adjustment of the deduction in the following years in proportion to the eligibility of the VAT deduction during the remainder of the correction period.

3. VAT identification for taxable persons without the seat in Slovenia

Taxable persons without the seat in Slovenia, who supply goods or services, which are subject to VAT in Slovenia, to taxable persons, identified for Slovene VAT, are no longer obliged to register for VAT in Slovenia. In such cases the obligation to self-charge and VAT payment is transferred to the recipient of the goods and services, who is identified for VAT purposes in Slovenia (reverse charge).

However, this is not applicable when the taxable person without its seat in Slovenia performs the supply of goods or services to the person who is not identified for VAT purposes in Slovenia (e.g.: supply of goods or services to the final consumers).

4. Enforcement of the right for VAT deduction

Taxable person may claim its right to deduction of the VAT in the tax period in which VAT becomes chargeable, provided that by the expiry of the period for the filing of the VAT return for that tax period, person has an invoice or other document containing information on the tax base and the VAT charged.

5. Obligation of issuing and delivery of printed invoices

Taxable persons are required to issue an invoice in respect of supplies of goods and services, but are only required to give a paper invoice to the customer on his/her request.

6. Simplifications of the operation of the VAT system for farmers

In order to simplify the VAT system, the threshold for compulsory entry of farmers into the VAT system (7.500 EUR) is removed.

7. Attachments to the first VAT returns

The taxable person is not required to attach the VAT ledgers of received and issued invoices when filing the VAT return for the first time.

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