

VAT Act Amendment Slovakia 2023



Correction of deducted VAT in the case of a liability for more than 100 days overdue - change from 1 January 2023

On 6 December 2022, the National Council of the Slovak Republic approved the amendment to the Value Added Tax Act. (Note: as of 20 December 2022, this amendment has not yet been published in the collection of laws).

The amendment introduces, among other changes, **the obligation for the customer to correct ("refund") the tax deducted** from the purchased goods and services, if **he has not paid his supplier** (fully or partially) and if **the customer's liability related to this is more than 100 days overdue**. To the extent of the unpaid liability, the customer is obliged to correct the deducted tax in the tax period in which 100 days have passed since the due date of the liability.

This obligation also applies to the delivery of goods or services carried out by the end of 2022, if 100 days after the due date of the liability related to this delivery pass on 1 January 2023 at the earliest.

It results that **already for the tax period of January 2023, the customer may be obliged to correct ("refund") the deducted tax** due to non-payment of the supplier's invoice by its due date.

Customers who may be affected by this amendment should consider paying their liabilities to their suppliers, or agree with the supplier on a longer payment period, namely before the due date of the liability.

Your Auditorea team