

LU - VAT Reclassification

Tasks to be completed when documenting an operation (from creation to publication)

1. Enter the **Title of the operation / page**

2. Add the following Labels:

- Scope of applicability: **ww**, **country_accounting**
- Country or group of countries (if applicable): belux, china, france, italy, lam, nam,uk_ie, bulgaria, dach, netherlands, iberia, poland, latvia, australia, india, japan, south_korea, thailand, singapore
- Unit and Domain according to the [List of labels to be used in the Finance Service Line space](#)
 - E.g. 1: WW Operation in Financial Accounting under domain "Central Finance Processes & Compliance":
 - Labels to be used: **ww**, **financial_accounting**, **central_fin_proc_compliance**
 - E.g. 2: France Operation in Financial Accounting:
 - Labels to be used: **country_accounting**, **france**, **financial_accounting**
(for country operations, the Domain is always country_accounting)

3. Fill in all fields as described above

4. Once the description of the operation is completed, ensure it is approved and published by launching the [SBS-Finance approval workflow](#)

Domain: Country Accounting

Responsibility area: N/A

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Scope

? Unknown Attachment

ERP



Frequency

? Unknown Attachment

References

S_ALR_87012277

Forms

[LU - VAT Reclassification](#)

Attachments

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1. Objective and Scope

1.1. Objective of this Operation

The purpose of this document is to explain the steps to follow in order to post the VAT Reclassification in Luxembourg companies that are not subject to VAT.

1.2. Scope

This procedure applies to company 1420 (Solvay Chlorovinyls Holding) in Luxembourg.

2. Definitions

See [Finance Glossary](#).

3. Tasks description

3.1. Periodicity

This procedure should be executed on D+1 at 6:00 pm.

3.2. I check the VAT accounts

Run transaction S_ALR_87012277 with variant LU VAT RECLASS:

G/L Account Balances

Icons: [Clock] [Print] [Flag] [Help]

G/L account selection

Chart of accounts	COCA	to		[Right Arrow]
G/L account	2411000000	to	2411999999	[Right Arrow]
Company code	1420	to		[Right Arrow]

Selection using search help

Search help ID: []

Search string: []

[Right Arrow] Search help

Transaction Figures Selection

Fiscal Year	2015	to		[Right Arrow]
Business area	[*]	to		[Right Arrow]
Currency type				

Further selections

Reporting Periods	1	to	8	
Account currency		to		[Right Arrow]
Account balance		to		[Right Arrow]

☐ Include Opening/Closing Entries

Check if the VAT accounts (2411* and 2451*) have balance during the period:

SIV CHLOROVINYLS RLD G/L Account Balances Time 11:23:53 Date 21.07.2015
CAPKLEIN RFSLLD00/PT400080 Page 1

Carryforward Periods 00-00 2015 Reporting Periods 01-06 2015

CoGS G/L acct	Short Text	Crcy	Busk	Balance Carryforward	Balance,prev.periode	Debit rept.period	Credit report per.	Accumulated balance
1420 2411030038	VAT receivable-LU	EUR		0,00	0,00	1.125,47	1.125,47	0,00
* Subtotal 1 2		EUR		0,00	0,00	1.125,47	1.125,47	0,00
**1420		EUR		0,00	0,00	1.125,47	1.125,47	0,00

3.3. I perform the posting of VAT reclassification

If the accounts are unbalanced, a reclassification must be done to a P&L account 6400100001 - "Non-deductible VAT, current year".

3.4. I clear the VAT accounts

After posting the VAT Reclassification, the following accounts should be cleared:

- 2411020000 : VAT/TAX receivable-intracommunities
- 2451020000 : VAT/TAX payable-intracommunities
- 2411030038 : VAT receivable LU
- 2451030038 : VAT payable LU

3.5. I check the VAT accounts balance

Run again transaction S_ALR_87012277 with variant LU VAT RECLASS and update the period:

and the balance should be 0.

End of document.