



Avalara VAT Reporting for Hungary

real-time invoice reporting

From 1 July 2018 Hungary has introduced real-time, electronic reporting of domestic B2B sales invoice data. The anti-VAT fraud reporting measure applies to all VAT registered businesses, resident or foreign, on invoices with a VAT element of HUF 100,000 or more.


Scope of new requirements

- Applies to all Hungarian VAT registered businesses, resident and foreign
- B2B Sales invoices with an invoice element above HUF100,000 (approximately €320) are subject to inclusion
- Exports, EU dispatches, domestic reverse charge and B2C transactions are excluded from the requirement to report
- Invoice data to be transmitted is based on the requirements of the Hungarian VAT Act
- Penalties for late or missed submissions will be up to HUF 500,000 (approximately €1,600) per invoice
- The existing domestic sales listing will be withdrawn. This is filed monthly with the VAT return. However, the domestic purchase listing will still be required to be submitted.

Submissions

- Submissions will be to the Hungarian National Tax and Customs Administration (NAV) via the new KOBAK online portal
- Fully automated without manual intervention
- Conversion into the XML format
- Submitted 'live', at the time of the invoice creation, can only be changed by issuing a new invoice/credit note
- Locked invoices submitted individually, or through batches of up to 100 invoices with submission token
- KOBAK replies per invoice Accept; Reject and error; Warning
- Electronic reference number is issued against the invoice for record keeping
- Errors resubmitted electronically or manually within three days of the original submission
- Credit notes and replacement invoices changing the details of reported invoices also reported
- Invoices produced within manual environments submitted electronically within 5 days of their issuance
- Manual Invoices with value up to HUF 500,000 VAT can be submitted in 5 days, >HUF 500,000 in 1 day

Fines



Failure to provide invoice information in the prescribed format and on time may result in a fine of up to HUF 500,000 per invoice



Avalara Solutions

Avalara VAT Reporting

Avalara VAT Reporting solution for Hungary provides detailed coverage and automation of the following:

- Periodic VAT filings
- Intrastat declarations
- European sales listings
- Reverse charge listings
- Local listings
- Comprehensive VAT legislative checks

SAP connector solution

The SAP connector solution that is separate from the existing VAT Reporting extractor.

This new connector will connect to the Avalara Hungary Live Reporting web service. Each B2B invoice where the VAT is HUF 100,000 or greater will be immediately reported to Hungary via the Avalara web service.

For Non-SAP we will provide an API.

Reporting web service

Avalara Hungary Live Reporting (HULR) web service - a new web service using the SaaS Reporting platform.

This service will accept invoices in the XML format specified by Hungary. Once the invoice is received it will be submitted to Hungary.

How it works

