



Making Tax Digital for VAT

Dynamics GP and NAV/BC
Lessons Learnt

Sharon Sturgess, FCCA
Dynamics GP Consultant



Microsoft Dynamics 365

Office 365

Azure



Dynamics – Making Tax Digital

- What is MTD for VAT?
- Do I have to comply?
- When should I sign up?
- What solutions are available to my business and can Advantage help?
- Lessons learnt so far.

Dynamics – Making Tax Digital

What is MTD?

HMRC Requirements

- Who doesn't have to do it?
- Digital Record keeping
- Maintaining Digital Links
- Digital Submission of the VAT Returns

HMRC Penalties

- As before for late submission and payment
- First Mandated year ... 'A Lighter Touch'
- Soft landing for Digital Links. What's that?
- Keep evidence that you're making an effort. Talk to HMRC and Advantage



Gold
Microsoft
Partner
 Microsoft

Dynamics – Making Tax Digital



Signing Up

- Delayed start – VAT Groups/Charities/Other
- Is your software setup and tested? Speak to Advantage.
- Get your sign up timing right.
- VAT Portal no longer accessible
- If you envisage a problem talk to HMRC and Advantage

Dynamics – Making Tax Digital

What Solutions are Available to me?

- Advantage MTD Workshops
- Solutions implemented by Advantage and working successfully for Dynamics customers
 - GP Standard MTD VAT Return
 - GP MTD VAT Daybook
 - NAV/BC Standard MTD VAT Return
 - Avalara MTD Filer – GP and NAV/BC
 - Nolan Web Services – VAT Submissions linked to GP VAT Daybooks/Manual Spreadsheets/Jet Reports

Dynamics – Making Tax Digital

GP Standard MTD VAT Return

VAT Return - TMTD (sa)

Calculate Save Clear Delete Email Submit File Print Tools Help Add Note Help

VAT Report ID: VAT001 Year: 2017

Description:

Start Date: 1/1/2017 End Date: 3/31/2017 Due Date: 5/7/2017

Submission Number: Obligation Status: Fulfilled Received Date: 0/0/0000

Final Return

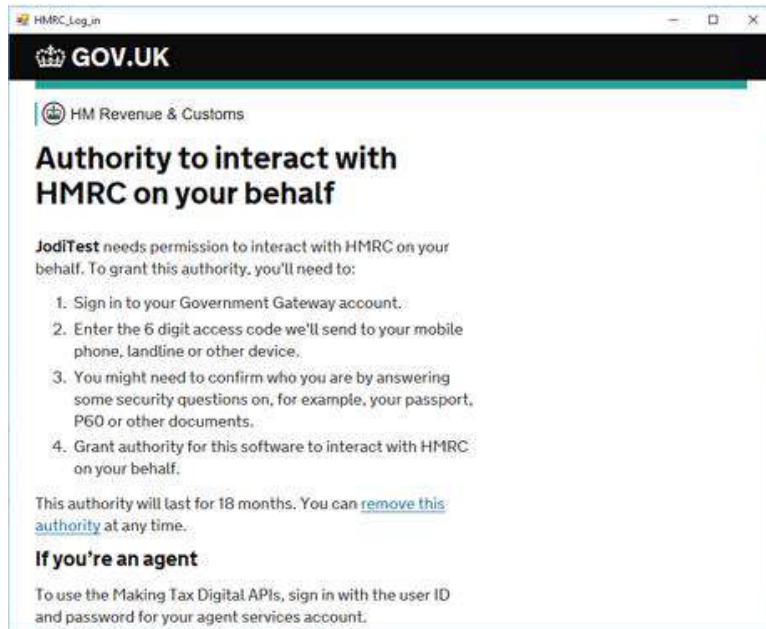
VAT due in this period on sales and other outputs:	\$4,319.19
VAT due in this period on acquisitions from EU states:	\$2,000.00
Total VAT due:	\$6,319.19
VAT reclaimed in this period on purchases and other inputs:	\$0.00
Net VAT to be paid to Customs or reclaimed:	\$6,319.19
Total value of sales and all other outputs:	\$10,000.00
Total value of purchases and all other inputs:	\$4,000.00
Total value of all supplies of goods and related services, excluding any VAT, to other EU member states:	\$400.00
Total value of all acquisitions of goods and related services, excluding any VAT, from other EU member states:	\$300.00

E-mail Options

VAT Report ID

Dynamics – Making Tax Digital

Connecting to HMRC Through the Gateway



HMRC_Log_in

GOV.UK

HM Revenue & Customs

Authority to interact with HMRC on your behalf

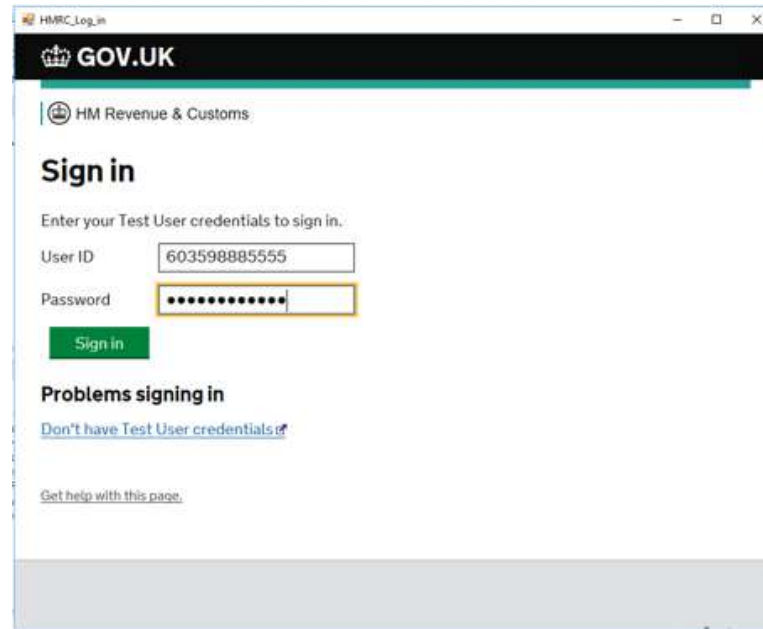
JodiTest needs permission to interact with HMRC on your behalf. To grant this authority, you'll need to:

1. Sign in to your Government Gateway account.
2. Enter the 6 digit access code we'll send to your mobile phone, landline or other device.
3. You might need to confirm who you are by answering some security questions on, for example, your passport, P60 or other documents.
4. Grant authority for this software to interact with HMRC on your behalf.

This authority will last for 18 months. You can [remove this authority](#) at any time.

If you're an agent

To use the Making Tax Digital APIs, sign in with the user ID and password for your agent services account.



HMRC_Log_in

GOV.UK

HM Revenue & Customs

Sign in

Enter your Test User credentials to sign in.

User ID

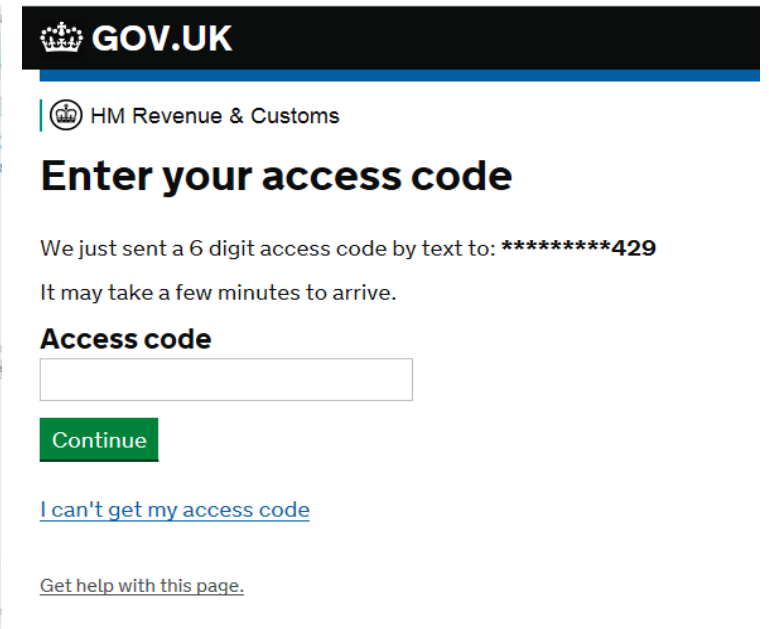
Password

[Sign in](#)

Problems signing in

[Don't have Test User credentials?](#)

[Get help with this page.](#)



GOV.UK

HM Revenue & Customs

Enter your access code

We just sent a 6 digit access code by text to: *******429**

It may take a few minutes to arrive.

Access code

[Continue](#)

[I can't get my access code](#)

[Get help with this page.](#)

Dynamics – Making Tax Digital


Transfer of Data between Dynamics and HMRC

Select Obligations

Start Date	End Date	Due Date
1/1/2017	3/31/2017	5/7/2017
4/1/2017	6/30/2017	8/7/2017

OK

Microsoft Dynamics GP

 When you submit the above information you are making a legal declaration that the information is true and complete. A false declaration can result in prosecution.

OK Cancel

Digital VAT Response - TMTD (sa)

OK File Print Tools Help Add Note

Submission Number: 000002

From Date: 1/1/2017

To Date: 3/31/2017

Year: 2017

Receipt-ID: cd102bc1-38aa-4be2-84c5-bdfff2542bac

Status: Submitted

Submission Date: 2/7/2019 12:28:14 PM

Error Date: 0/0/0000 12:00:00 AM

Response from HM Revenue & Customs

```
{ "processingDate": "2019-02-07T18:28:14.500Z",  
  "paymentIndicator": "DD",  
  "formBundleNumber": "949780982023",  
  "chargeRefNumber": "8s2LYVILB3q6gRPR" }
```

Error Code: 0

Error Description

Dynamics – Making Tax Digital

GP MTD VAT Daybook

VAT Daybook Report Options - TWO (sa)

Save Clear Delete Email Submit Additional File Print Tools Help Add Note

Option: Report: VAT Daybook Report Resubmission

Report ID	GBVAT2	GB VAT 100	Year	2020
Country Code	GB	United Kingdom	Period	
Template ID			Revision Number	0

Type of Report Draft Draft+Draft Return Audit Trail Audit Reprint Electronic Submission

Transactions Sales Purchase Both

Print Exceptions Report All Current Period

Dates: From: 00/00/0000 To: 00/00/0000 Due: Received:

E-mail Options

Dynamics – Making Tax Digital

NAV/BC MTD VAT Return

Edit - VAT Return - VATRET-0002

HOME ACTIONS NAVIGATE CRONUS UK Ltd. ?

View Edit New Delete Suggest Lines Release Submit Mark as Submitted Reopen Calculate and Post VAT Settlement Refresh Clear Filter Go to Previous Next

VATRET-0002

General

No.: VATRET-0002 ... Period Year: 2017
 Version: HMRC MTD ... Period Type: Month
 Status: Open ... Period No.: 2

Show more fields

Return Period

Report Lines

Row No.	Description	Box No.	Amount
001	VAT due on sales and other outputs	1	52,312.50
002	VAT due on acquisition from other EU Member States	2	4,402.90
003	Total VAT due	3	56,715.40
004	Total VAT due (incl. EU acquisitions)	4	38,620.30
005	Net VAT to be paid (+) or to be reclaimed (-)	5	18,095.10
006	Total value of sales excl. VAT, incl. Row 8	6	364,747.20
007	Total value of purchases excl. VAT, incl. Row 9	7	198,548.68
008	Total value of supplies excl. VAT to EU	8	79,050.00
009	Total value of acquisitions excl. VAT to EU	9	22,014.50

OK

Dynamics – Making Tax Digital

Avalara – MTD Filer



Avalara MTD Filer

Excel add-in with HMRC API link to simplify your UK MTD VAT filings

[Register for your free download](#)

VAT_Number: 666917419

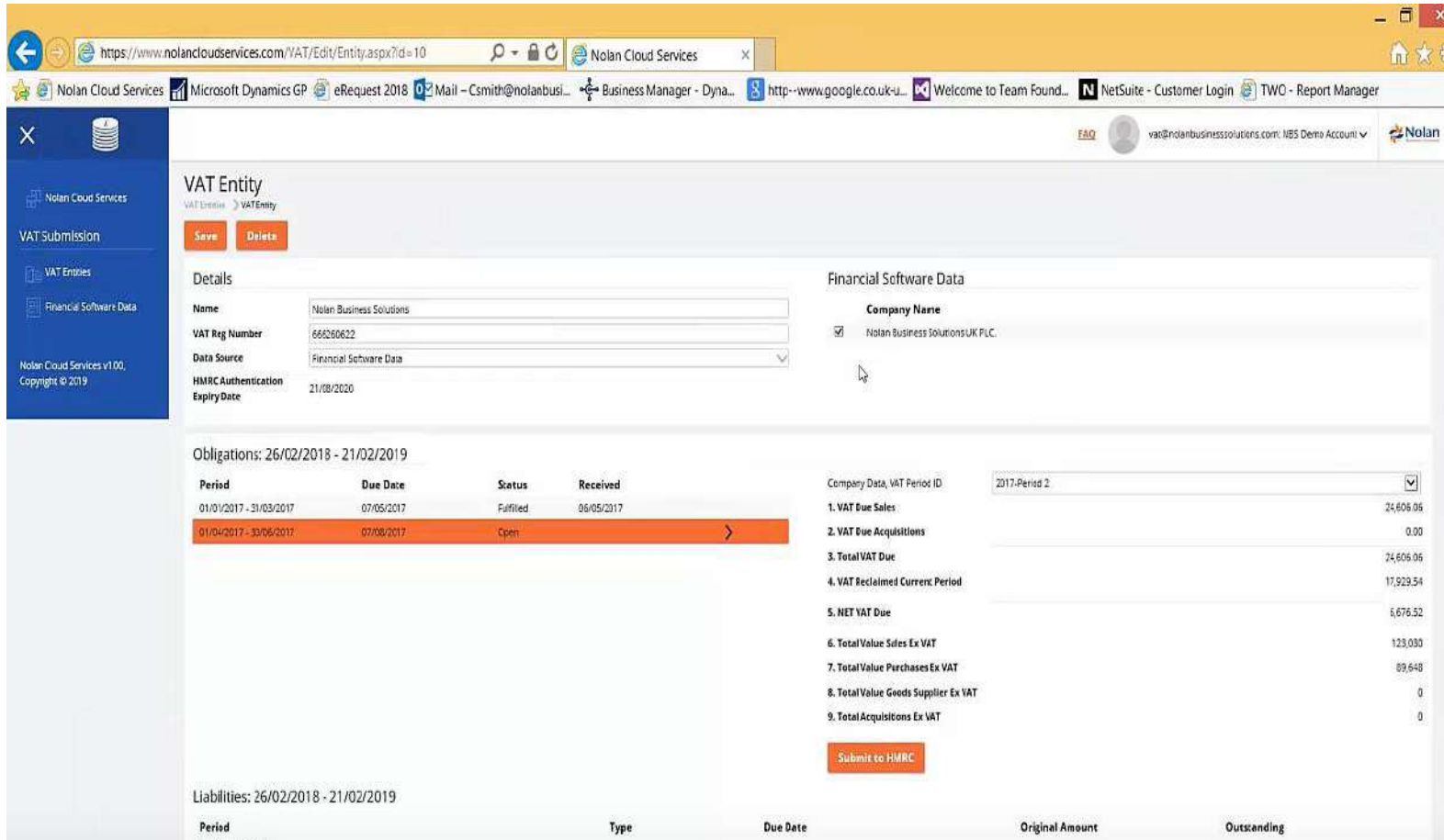
Box number			
1	Business name	Test Ltd	
2	VAT Number	666917419	
3	Period	Period 4	
4			
5			
6	1	Vat due in the period on sales and other outputs	£7,509.65
7	2	Vat due in the period on acquisitions from other EU member states	£0.00
8	3	Total Vat Due (Box 1 + Box 2)	£7,509.65
9	4	Vat Reclaimed in the Current Period on purchases and other inputs (including acquisitions from the EU)	£3,494.02
10	5	Net Vat due to paid to HMRC or reclaimed (difference between Box 3 and Box 4)	£4,015.63
11	6	Total value of sales and all other outputs excluding any VAT	£37,548.00
12	7	Total Value Purchases and all other outputs excluding VAT	£17,707.00
13	8	Total Value of all supplies of goods and related costs, excluding any VAT, to other EU member states	£0.00
14	9	Total value of all acquisitions of goods and related costs, excluding any VAT, from other EU member states	£0.00
15			
16			
17			
18			
19			
20			
21	Period 1		
22	Period 2		
23	Period 3		
24	Period 4		
25			

Submit VAT Return

VAT Submission | HMRC Rejections | HMRC rejections continued | HMRC Rejections 400 codes | HMRC ...

Dynamics – Making Tax Digital

Nolan Web Services - VAT Submission



The screenshot shows the 'VAT Entity' configuration page in the Nolan Cloud Services web application. The browser address bar indicates the URL: <https://www.nolancloudservices.com/VAT/Edit/Entity.aspx?id=10>. The page title is 'VAT Entity' and it includes 'Save' and 'Delete' buttons.

Details

- Name: Nolan Business Solutions
- VAT Reg Number: 666260622
- Data Source: Financial Software Data
- HMRC Authentication Expiry Date: 21/08/2020

Financial Software Data

- Company Name: Nolan Business Solutions UK PLC.

Obligations: 26/02/2018 - 21/02/2019

Period	Due Date	Status	Received
01/01/2017 - 31/03/2017	07/05/2017	Fulfilled	06/05/2017
01/04/2017 - 30/06/2017	07/08/2017	Open	

Company Data, VAT Period ID: 2017-Period 2

1. VAT Due Sales	24,606.06
2. VAT Due Acquisitions	0.00
3. Total VAT Due	24,606.06
4. VAT Reclaimed Current Period	17,929.54
5. NET VAT Due	6,676.52
6. Total Value Sales Ex VAT	123,030
7. Total Value Purchases Ex VAT	89,648
8. Total Value Goods Supplier Ex VAT	0
9. Total Acquisitions Ex VAT	0

Submit to HMRC

Liabilities: 26/02/2018 - 21/02/2019

Period	Type	Due Date	Original Amount	Outstanding
--------	------	----------	-----------------	-------------



Dynamics – Making Tax Digital



Lessons Learnt

Problems and Solutions Found by Advantage

- VAT Groups
- VAT Group Entities Held Outside of GP
- Partial Exemptions
- GBP not the Functional Currency
- Microsoft MTD Bugs
- HMRC Account Setup Delays and Blocks



Gold
Microsoft
Partner
 Microsoft

Contact



Sharon Sturgess – Dynamics GP Consultant



sharon.sturgess@advantage.co.uk



Find out more about Advantage by visiting:

www.advantage.co.uk