

DOI: [https://doi.org/10.18371/fp.3\(39\).2020.215216](https://doi.org/10.18371/fp.3(39).2020.215216)

JEL Classification H21

ADMINISTRATION OF VALUE ADDED TAX IN UKRAINE: PROBLEMS AND PROSPECTS OF DEVELOPMENT

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Abstract. *The article summarizes the theoretical foundations for defining the essence of the concepts of administration of taxes and value added tax. Based on the analysis of the regulatory framework, the mechanism of electronic administration of value added tax is considered, the main problems are identified. The procedure for registering a tax invoice / calculating an adjustment in the Unified Register of Tax Invoices and the latest changes regarding penalties for its violation have been analyzed.*

Keywords: *tax administration, value added tax, electronic VAT administration, tax credit, tax liability, VAT refunds.*

The understanding of how important is to build an effective tax system makes you think about prudent tax policy and efficiency of tax administration necessarily. In the first place, along with other urgent tasks, the optimization of budget revenues without increasing the tax burden becomes a one of the main priority for tax administration. There is one way to solve this problem due to the introduction of modern methods and technologies to improve the quality of the fiscal service, implement electronic services, build a new format of relations with taxpayers, expand the tax base, increase information openness, transparency and efficiency of tax administration, quickly, objectively and fairly resolve tax disputes, prevent unfair behavior and counteract tax evasion, etc.

To approve the theoretical principles and definition of the key concepts of ad-

ministration of taxes and improve this one in practice, we have to make analysis of the regulatory legal base of value added tax and determine the part of value added tax in the structure of tax revenues and tax efficiency. One of the key purpose is the identification of value added tax problems and justification of their solution by improving e-administration.

Value added tax is very important in the structure of the state budget, in accordance its administration plays a crucial role in the taxation mechanism. A broad tax base, which consists of works and services, provides significant budget revenues, and universal rates make it easier to calculate VAT for taxpayers. However, e-VAT administration is quite complex. In our opinion, the electronic administration of VAT, in particular in part of registration of tax invoices / adjustment calculations (PN / RK), has a lot

of advantages, but in the same time certain disadvantages. Therefore some of them are: 1) the complexity of the mechanisms for calculating electronically paying VAT; 2) the probability of tax evasion is quite high due to the imperfection of the tax accounting system; 3) low level of clarity of budget revenues and, as a consequence, the emergence of budget arrears; 4) long-term adaptation to the innovations of taxpayers; 5) imperfect

of the tax base and withdrawal of profits from taxation, etc.

In our opinion, according to the modern Ukrainian reality further study and implementation is needed such concepts as preferential tax rate for certain groups of goods, harmonization of legal provisions and elements of the mechanism of administration of value added tax with the principles of the EU taxation system.

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