

15% VAT Rate Changes

Version 1.21.17 accommodates important VAT changes (For South African Companies). The Changes are NOT all automatic and require you to make specific changes.

It is imperative that you read the following blog: <http://www.datatill.com/15-vat-change-in-sage-one-sa-and-datatill/> detailing what you as a WISP needs to do to accurately implement these changes.

If your DataTill is not integrated with Sage One:

Follow the steps in the blog on “What do you need to change as a business” and “What to change in DataTill.”

Even if you do not use billing or Sage One, DataTill will display pricing and VAT. At a minimum you will need to change the current 14% to 15% in the VAT rate field in default tax rate screen. If you do not have a Sage One integration, you can leave the “Accounting Tax ID” blank when adding a default tax rate. (Go to Billing, Billing Setup, Default Tax Rates.)

You will have one of the following **Pricing** choices to make:

1. Increase all your pricing (VAT inclusive price will be more), or
2. Keep all VAT inclusive prices the same as before. (In this case, VAT exclusive prices will be lower.)

Both of which are possible to do in DataTill.

Keeping all VAT inclusive prices the same as before:

If you do not change your VAT inclusive prices, your profit margin will decrease.

1. **Add** a future VAT rate of **15%** (for the effective date of 1 April) in DataTill.
2. No need to change your pricing on DataTill. All product prices to absorb the 1% change in VAT, as you do not want to change all advertising prices.

OR Increasing VAT inclusive pricing because of the VAT increase:

1. **Add** a future VAT rate of **15%** (for the effective date of 1 April) in DataTill.
2. You will need to recalculate and increase all products' VAT inclusive prices in DataTill. Advertising prices increases.

If you are using Billing module and Sage One:

You will need to change the current 14% to 15% in the VAT rate field in default tax rate screen. (Go to Billing, Billing Setup, Default Tax Rates.)

You will have one of the following **Billing Run** Scenarios:

Scenario 1:

If You make out your invoices and the **invoice date** is for **APRIL**
Then: Add a future VAT rate of 15% and Change your pricing (if necessary) **BEFORE** doing your billing run

See the blog on how to do it: <http://www.datatill.com/15-vat-change-in-sage-one-sa-and-datatill/>

Scenario 2:

If You make out your invoices and the **invoice date** is for **MARCH**
Then: Add a future VAT rate of 15% (for the effective date of 1 April) and change your pricing (if necessary) **AFTER** doing your billing run

See the blog on how to do it: <http://www.datatill.com/15-vat-change-in-sage-one-sa-and-datatill/>

You will have one of the following **Pricing** choices to make:

1. Increase all your pricing (VAT inclusive price will be more), or
2. Keep all VAT inclusive prices the same as before. (In this case, VAT exclusive prices will be lower.)

Both of which are possible to do in DataTill.

Keeping all VAT inclusive prices the same as before:

If you do not change your VAT inclusive prices, your profit margin will decrease.

1. No need to change anything in your pricing on DataTill. All product prices to absorb the 1% change in VAT, as you do not want to change all advertising prices.
2. Create two new "Standard Rate" VAT rates in Sage One. (One as 14% and the other as 15%.) Then you have to sync the new VAT rates to DataTill. Then also make sure all changes on DataTill regarding VAT has been done.
(Go to Billing, Billing Setup, Default Tax Rates. See what to do in billing settings in the section at the bottom: "What to change on DataTill".)

OR Increasing VAT inclusive pricing because of the VAT increase:

1. You will need to recalculate and increase all products' VAT inclusive prices in DataTill. Advertising prices increases. If you invoice with an April date on your invoices, then you will need to update pricing and VAT settings **BEFORE** you do your billing run. If you have a March invoice date then you will need to update pricing **AFTER** your billing run.
2. Create two new "Standard Rate" VAT rates in Sage One. (One as 14% and the other as 15%.) Then you have to sync the new VAT rates to DataTill. Then also make sure all changes on DataTill regarding VAT has been done.
(Go to Billing, Billing Setup, Default Tax Rates. See what to do in billing settings in the section at the bottom: "What to change on DataTill".)

The blog <http://www.datatill.com/15-vat-change-in-sage-one-sa-and-datatill/> details the following:

- **Making Sage changes** see the heading “What to do in Sage One” followed by;
- **Making DataTill changes** see the heading “What to change in DataTill”
- **Changing pricing** see the heading “What do you need to change as a business”
- **Bulk pricing changes** see the heading “Change inclusive prices with bulk adjustment feature”

Please follow the blog for complete steps and explanations (including screenshots):

<http://www.datatill.com/15-vat-change-in-sage-one-sa-and-datatill/>