

MUNSOFT

municipal financial software

6.4 CHANGES TO VAT POSTINGS ON MUNSOFT



Prepared by: **Munsoft Pty Ltd**

011 215 8000 | info@munsoft.co.za | www.munsoft.co.za

COPYRIGHT NOTICE

This document is protected by copyright under the Berne Convention and the South African Copyright Act, 98 of 1998. No part of this document may be reduced or transmitted in any form or by any means, electronic or mechanical, including photocopying, recording or by any information storage and retrieval system, without the written permission of Munsoft.

Whilst every effort has been made to ensure that the information contained in this document is accurate and complete, Munsoft, its directors, officers and employees take no responsibility for any loss or damage suffered by any person as a result of their reliance upon the information contained herein.

INTRODUCTION

The following changes with regards to VAT postings will be implemented on the 6.4 chart.

These changes will ensure that the system posts to the correct body items on the chart, resulting in more accurate reporting.

OUTPUT VAT POSTING CHANGES

On the 6.3 chart, all Output VAT transactions posted to the below VAT Payable (Control): Receipts and VAT Payable (Control): Transfers items.

The internal breakdown will be removed from the below VAT Payable Control items and added to the Output VAT items.

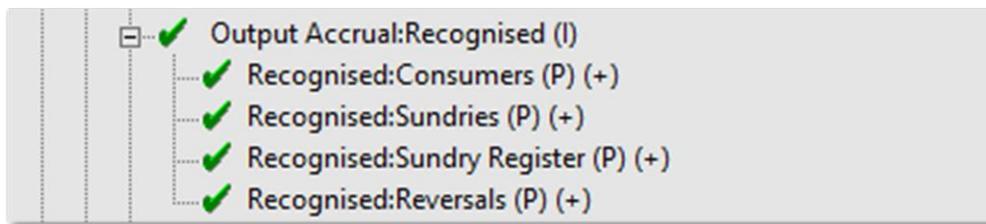


In 6.4 all Output VAT transactions will now post to the below Output VAT Items on the chart.

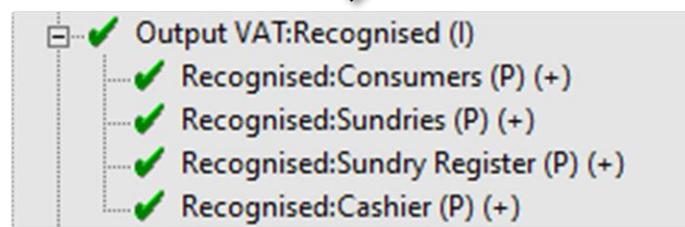


**** Please note that with year end roll over closing balances will migrate accordingly as per the above and therefore there will be no need for a journal to be processed.**

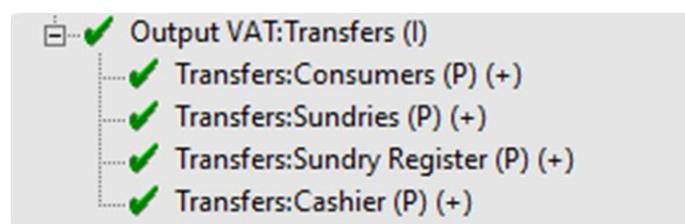
When transactions are processed in the Income modules, they will still affect the Output Accrual Recognised items, respectively.



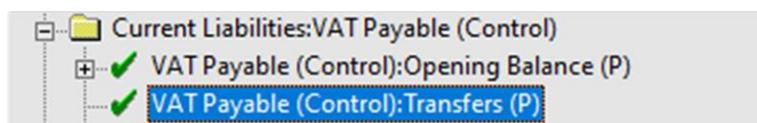
Once a payment is received it will use the Output Accrual: Transfers item to move the balance out of the Accrual, into the Output VAT Control account, affecting the Output Vat Recognised item.



Once the VAT Consolidation Journal is processed, it will move the balance out of the Output VAT account using the Transfers item (Transfer Out):



Moving it to the VAT Payable (Control): Transfers Item (Transfer In)



Before making the payment out of the Cash Book, ensure that a segment string exist with both below items.

	Version	Segment Description	Item Long Desc
00001	6.3 6.4 6.2	VAT Receipts FROM SARS	Assets:Current Assets:VAT Receivable:VAT Control:Receipts
00002	6.3 6.4 6.2	VAT Payments TO SARS	Liabilities:Current Liabilities:VAT Payable (Control):Payments

The Liabilities item will be used when a VAT201 payment is made to SARS using an EF or TO transaction.

When capturing a VAT201 related payment in the Cash Book, ensure that the VAT201 Pay/Rec option is selected.

MUNSOFT Create Cashbook Request

Bank Account	000005	ABSA	Doc No	00008766	Fisc Period	2020/07
Function	Property Services:Real Estate / Property Management (Dept 11035/...		Doc Type	EF	ELECTRONIC TRANSFER	
Doc Total	100.00-		Doc Date	01/07/2020		
Narration	SARS		Bank Trn Dte	01/07/2020		
Paying For	>> Doc Info	VAT201 Pay/Rec	<input checked="" type="checkbox"/>			

This will then default to all the strings on the system with the VAT Control: Payable item for payments.

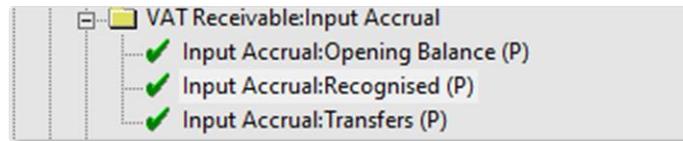
Scoa Segments Search

Filter Projects	<input type="radio"/> All Projects	<input type="radio"/> Specify Project
Filter Functions	<input type="radio"/> All Functions	<input type="radio"/> Select Function
Filter Items	<input type="radio"/> All Items	<input type="radio"/> Select Item
Filter Regions	<input type="radio"/> All Regions	<input type="radio"/> Specify Regions
Filter Source of Funding	<input type="radio"/> All Source of Funding	<input type="radio"/> Specify Source of Funding
Filter Costing	<input type="radio"/> All Costing	<input type="radio"/> Specify Costing
Partial Segment Desc		
Partial Project Ref		

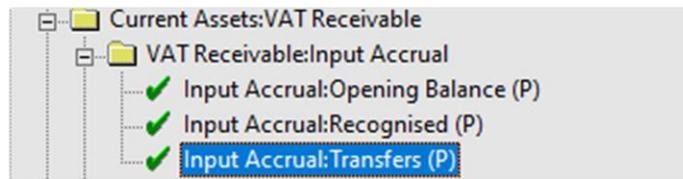
	Version	Segment Description	Item Long Description
0001	6.3 6.4 6.2	VAT Payments TO SARS	Liabilities:Current Liabilities:VAT Payable (Control):Payments

INPUT VAT POSTING CHANGES

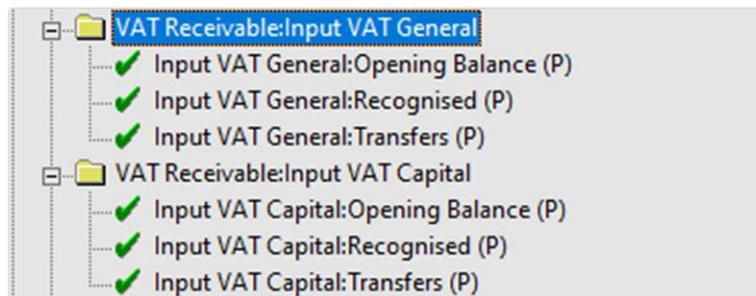
The system will still use the Input VAT Accrual: Recognised item when transacting.



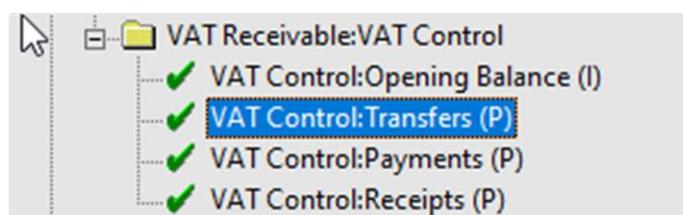
As soon as a payment is made to a supplier, the system will transfer the VAT amount from the Input Accrual account using the Input Accrual: Transfers item



The balance will move to the Input VAT General or Input VAT Capital: Recognised items, depending on the type of expense.



The VAT Consolidation Journal will then move the balance using the Input VAT General or Capital: Transfers item (Transfer Out) and move it into VAT Receivable: VAT Control item in order to be cleared with a receipt of payment from SARS.



The Assets item will be used when a VAT201 payment is received from SARS using a DP or TI transaction. When capturing a VAT201 related receipt in the Cash Book, ensure that the VAT201 Pay/Rec option is selected.

MUNSOFT Create Cashbook Request

Bank Account	000005	ABSA	Doc No	00006512	Fisc Period	2020/07
Function	Property Services: Property		Doc Type	DP	DEPOSITS	
Doc Total	100.00		Doc Date	01/07/2020		
Narration	SARS		Bank Trn Dte	01/07/2020		
Paying For	>> Doc Info	VAT201 Pay/Rec	<input checked="" type="checkbox"/>			

This will then default to all the strings on the system with the VAT Control: Receipts item for receipts

Scoa Segments Search

Filter Projects	<input checked="" type="radio"/> All Projects	<input type="radio"/> Specify Project
Filter Functions	<input checked="" type="radio"/> All Functions	<input type="radio"/> Select Function
Filter Items	<input checked="" type="radio"/> All Items	<input type="radio"/> Select Item
Filter Regions	<input checked="" type="radio"/> All Regions	<input type="radio"/> Specify Regions
Filter Source of Funding	<input checked="" type="radio"/> All Source of Funding	<input type="radio"/> Specify Source of Funding
Filter Costing	<input checked="" type="radio"/> All Costing	<input type="radio"/> Specify Costing
Partial Segment Desc		
Partial Project Ref		

	Version	Segment Description	Item Long Description
0001	6.3 6.4 6.2	VAT receivable control	Assets:Current Assets:VAT Receivable:VAT Control:Receipts
0002	6.3 6.4 6.2	VAT CONTROL	Assets:Current Assets:VAT Receivable:VAT Control:Receipts
0003	6.3 6.4 6.2	VAT Receipts FROM SARS	Assets:Current Assets:VAT Receivable:VAT Control:Receipts
0004	6.3 6.4 6.2	VAT Control	Assets:Current Assets:VAT Receivable:VAT Control:Receipts

MUNSOFT

municipal financial software

 011 215 8019

 info@munsoft.co.za

 www.munsoft.co.za



LIMPOPO OFFICE

Office 10
90 Schoeman Street
Polokwane Central
Polokwane
0700



GAUTENG OFFICE

Building 17, Cycad House
Constantia Office Park
Cnr 14th Avenue &
Hendrik Potgieter Street
Weltevredenpark
Roodepoort 1709



KWAZULU-NATAL OFFICE

Regus Business Centre
1st Floor
Liberty Life Building
21 Aurora Drive
Umhlanga Ridge 4301



WESTERN CAPE OFFICE

Regus Business Centre
Colosseum Building
Foyer 3, 1st Floor
Century Way
Century City
Cape Town 7441