

## Input VAT newsletter



**In this edition:**

September 2014 – Special Edition

**Increase of the  
Luxembourg VAT rates  
as of 1 January 2015**

### Increase of the Luxembourg VAT rates as of 1 January 2015

**In your diary:**

Final deadline for  
submitting your return  
for:

August 2014:  
14 November 2014

On 15 October 2014 the draft law amending the Luxembourg VAT Law has been published. Based on this draft law, and in line with the previous announcements, the Luxembourg VAT rates will increase by 2% as of 1 January 2015.

The VAT rates of 6%, 12% and 15% will increase to 8%, 14% and 17%. The VAT rate of 3% will remain unchanged.

The standard VAT rate of 17% remains the lowest within the EU.

**Extra information:**

Please contact your  
usual Deloitte VAT  
contact or:

**Raphaël Glohr**  
Partner  
Tel: +352 451 452 665  
[rglohr@deloitte.lu](mailto:rglohr@deloitte.lu)

**Christian Deglas**  
Partner  
Tel: +352 451 452 611  
[cdeglass@deloitte.lu](mailto:cdeglass@deloitte.lu)

In addition to the increase of the VAT rates, there will be certain changes to certain categories of goods and services:

- Imports of antiques and collector's items that are currently subject to the current standard VAT rate of 15% will be subject to the rate of 8%;
- VAT on construction costs for houses/flats where the tenants have their principal residence is currently subject to the current super-reduced rate of 3% and will be subject to the standard rate of 17%. In this respect, the prime minister has announced that there will be a transitional period for the application of the super-reduced rate of 3% for projects initiated in the period from January 2015 to January 2017. The super-reduced rate of 3% will be only applicable for construction costs on houses/flats where the owner has his principle residence.

With regard to these changes in the VAT rates as of 2015, we strongly recommend:

- i. Adapting the accounting systems to apply the correct VAT rates;
- ii. Establishing invoicing procedures to apply the correct VAT rates; and
- iii. Reviewing contracts and agreements and making amendments, if required.

If you no longer want to  
receive this newsletter,  
please let us know at  
the above-mentioned  
address.

Please do not hesitate to contact us should you wish to discuss the impact of the increase of the VAT rates on your company.

This edition has been  
prepared by Raphaël  
Glohr and Tomas  
Papousek