

Microsoft Dynamics® AX

Country-specific updates for the European Union countries

White Paper

This white paper describes the country-specific updates released for the European Union countries for Microsoft Dynamics® AX 4.0 SP2 as released with regulatory feature 49830.



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Introduction

This white paper provides an overview of a new Microsoft Dynamics® AX feature that is specific to users in European Union (EU) countries, with the exception of Iceland and Belgium. It includes a description of the feature and provides procedural information needed to use the feature. You must select the **Trade – Foreign Trade** configuration key to activate this functionality.

For information about other regional features that apply to European Union countries, refer to the Common Features for the European Union white paper here:
<http://mbs.microsoft.com/public/axwhitepapers>

Include service item transactions in the EU sales list for VAT 2010

This country-specific update pertains to Microsoft Dynamics AX 4.0 SP2.

European Union countries must submit periodic lists, or EU sales lists, that identify all sales transactions with other EU countries. At this time, sales of service items are not reported. However, a new VAT program that takes effect in 2010 will require reporting of service items in the EU sales list. To comply with the new regulations, the Microsoft Dynamics AX EU sales list transfer function has been updated to accommodate service item reporting.

Note: Before you can transfer sales transactions to the EU sales list, you must create items and service items. A service item is defined as an item that is used to sell services, and is designated as a **Service** in the **Item type** field of the **Item** form. For example, expenses incurred in the hospitality business that cannot be tracked on an inventory as a service could be considered as service items. For more information, see “Set up category items” in the Applications and Business Processes Help.

In the **Transfer invoices to EU sales list** form, select the **Include Service Items** check box to include sales transactions for service items in the EU sales list. The **EU sales list** form contains a **Value Services** field to identify the service-related amount of an invoice, in addition to the **Value Items** field, which shows the item-related amount of the invoice.

Handling service items in the EU sales list

You can include service-related transactions in the EU sales list for the following:

- Sales orders and project orders
- Project invoices
- Free text invoices
- Customer invoice journals

You can transfer sales orders and project orders that include items and service items to the EU sales list. The total amount for the actual items and related charges is used to populate the **Value Items** field in the **EU sales list** form. The total amount for service items is shown in the **Value Services** field.

Project invoices can also be transferred to the EU sales list. The total invoice amount and the total amount for all **Item** type lines are calculated. The total amount of all **Item** lines is displayed in the **Value Items** field. The total invoice amount, minus the total item related amounts, is shown in the **Value Services** field.

Free text invoice lines can also be transferred to the EU sales list. However, they do not contain an item number. To differentiate between services and items, you must enter a commodity code in the

Commodity field of the invoice line. Any free text invoice lines that do not contain a commodity code are considered to be services, and the total for these lines, including related charges, is shown in the **Value services** field of the **EU sales list** form. Lines containing a commodity code are considered as items, and the total for these lines is shown in the **Value Items** field.

Customer invoices that are posted through general journals can also be transferred, although they do not contain any item-related information. When the **Include Service Items** check box is selected, they will be transferred as service amounts to the EU sales list. The **Value Services** field is populated with the service amounts for customer invoices.

Transfer service item transactions to the EU sales list

1. Click **Basic > Periodic > Foreign Trade > EU sales list** to open the **EU sales list** form.
2. Click **Transfer** to open the **Transfer invoices to EU sales list** form, and then click **Select** to specify the selection criteria as shown in Figure 1.

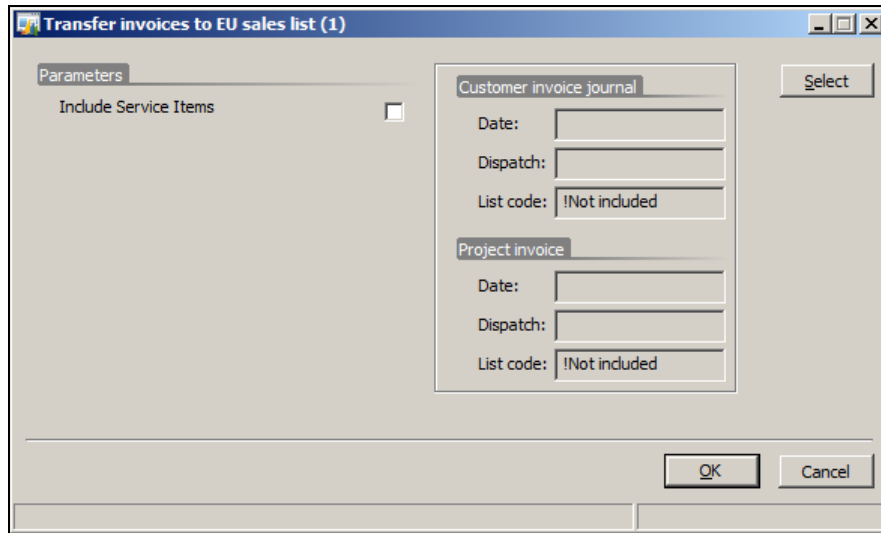


Figure 1 Transfer invoices to EU sales list form

3. Select the **Include Service Items** check box in the **Transfer invoices to EU sales list** form.
Note: If the **Include Service Items** check box is selected, the **Value Services** field in the generated **EU sales list** form will contain the total of all service-related values. If the check box is not selected, the **Value Services** field in the form will be zero.
4. Click **OK** to transfer the selected transactions to the **EU sales list** form as shown in Figure 2.

EU sales list (1 - aut) - Dispatch: 00000132_139, 1, Balance: Included

Selection: **Included**

Dispatch	Number	Customer account	Country/region	Tax exempt number	Invoice Date	Invoice	Value Items	Value Services	List code
00000132_139	1	000001_040	DE	DE100200999	09.08.2009	00000009_038	8.000,00	1.000,00	EU trade
00000132_139	2	000001_040	DE	DE100200999	10.08.2009	00000010_038	2.500,00	1.000,00	Triangular/E...
00000132_139	5	000001_040	DE	DE100200999	10.08.2009	INV1919209	4.000,00	5.100,00	EU trade
00000132_139	6	000001_040	DE	DE100200999	12.08.2009	INV4711	3.000,00	50.000,00	Triangular/E...
00000134_139	1	000003_040	ES	ESP10020293	01.08.2009	7171728	1.000,00	9.000,00	EU trade
00000134_139	2	000004_040	NL	NL90080070	01.08.2009	37373	9.000,00	2.000,00	EU trade

Show which transactions, depending on their status? EUR aut usr

Figure 2 EU sales list form

The **Value Items** field in each line of the **EU sales list** form shows the total value of items for each invoice. The **Value Services** field shows the total of the service items. If you do not include the transactions related to service items, the **Value Services** field for the invoice is zero for all the lines in EU sales list as shown in Figure 2.

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