



A P Systems

VAT Changes in Pegasus – 2011

As you are no doubt aware, the VAT rate will be increasing to 20% from its current 17.5%, effective from 4th January 2011.

If you are **NOT** linked to Pegasus Operations II

If you are running version 6.71.00 of Pegasus Opera II or higher, then you will simply be able to modify Rates 1 and 2 against your standard sales and purchasing VAT codes via Administration/System/Maintenance/VAT Processing (please note that exclusive access is required).

List & select codes HS1 & HP1 in turn. Modify the Rate 1 to be 17.5% effective from 01/01/2010. Modify Rate 2 so that the rate is now 20%, effective from 04/01/2011.

If you are running version 6.00.00 to 6.70.00 of Pegasus Opera II, then you can either upgrade to the latest version or use the Pegasus supplied utility (available on request).

If you are running version 3.60 of Pegasus Opera Windows or higher, then you will need to use the Pegasus supplied utility (available on request).

If you are running any version of Pegasus Opera II or Pegasus Opera for Windows lower than those mentioned above, then you will need to do the following:

Create a new sales and purchase VAT code with a rate of 20%

Change the default VAT code attached to Sales and Supply codes to be the new 20% code

Check the default VAT code on any Customer and Supplier Profiles

Check the default VAT code on any stock items

Edit all existing outstanding orders to ensure that they have the correct VAT rate attached to them please also take into account the 14 day rule whilst doing this

If you are using Pegasus Operations II Linked to Pegasus Opera II

Before doing any processing on 4th January 2011

If the Pegasus Opera II version is 6.70.00 or later, the Rate 2 functionality can be used within Pegasus Opera II.

If the Pegasus Opera II version is a release prior to version 6.70.00, Pegasus advise that a new Standard Rate VAT Code is created at a rate of 17.5% with a Start Date of 01/01/2010 – this is because although the Rate 2 functionality will work in Operations II version 3.11.00, it will not work in the Opera II versions prior to 6.70.00.

Amend the existing 17.5% VAT codes so that the rate is now 20%

Amend the existing 15% VAT codes so that the rate is now 17.5%

When invoicing in Pegasus Operations, the VAT will be recalculated when the invoice is raised, but at the 20% rate

However, please note the following:

If you are using the Invoice (Combined or Separate) function from within the Delivery Notes option, after the rates have been switched, you will need to edit all outstanding Sales Order Lines and re-select the VAT code against each line and Save, prior to using this Delivery / Invoice function.

Capital Gold Accounts

Capital Gold Accounts customers will require to upgrade to the latest release of Capital Gold Accounts (3.70) which supports the forthcoming VAT increase. In addition, customers with any orders raised prior to the VAT change that are to be invoiced after the increase will also need to run the VAT utility included on the CD. An activation key is required.

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