

TAX INVOICE MANAGEMENT SYSTEM (TIMS)

Newsletter

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Introduction

- ⇒ Kenya Revenue Authority is in the process of introducing Tax Invoice Management System (TIMS), which will be an enhancement of the current ETR program. TIMS will capture input and output declarations, and reconcile with payments and claims. The system will enable automatic reporting of tax invoice transactions.
- ⇒ This is accomplished by use of a Control Unit connected or integrated to a trader systems. The Control Unit will perform the functions of tax invoices validation, encryption, signing, transmission and storage.
- ⇒ Effective dates to be announced

Objectives of TIMS:

Tax Invoice Management System will help:

- To increase VAT compliance
- To minimize VAT fraud
- Increase Tax Revenue

These objectives will be achieved By:-

- Integrating with different trade sales systems in the market
- Each registered trader will be required to acquire control unit independently or integrated component to enable seamless transmission of sales invoice data to TIMS

Main Features of TIMS

- Integration with trade systems:
- Standardization & Authentication of tax invoices issued by VAT traders on a real time basis.
- Seamless integrations with Itax. (Pre-populate the itax portal with sales and purchases)
- A module for storage of tax invoice data
- Verification of the validity of a tax invoice for use by officers, traders and the general public through the Tax invoice checker on the itax portal or mobile app. (confirmation of a tax invoice)

CONTROL UNIT

Electronic Tax Resister, Fiscal printer, Electronic Signature device etc. will have a Control unit connected to it or integrated in it that will:-

- Confirm if computation are correct
- Confirm if details for tax rate are correct
- Issue control unit invoice number that can be verified from the itax
- Check validity of pin provided
- Relay the information captured to TIMS for storage

NB:

- At purchase point a customer who wishes to claim VAT is required to provide their pin when buying goods.
- 3 days failure to do transmission will make a trader to be TIMS non-compliance
- In case of erroneous capturing of data one can issue a credit note and there after generate a fresh sale with correct information
- There will be need for internet to allow transmission of captured information from the control Unit to the Itax.

Contact Us

Give us a call for more information about our services and products

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