



VAT Increase and Pegasus CIS

Opera II Users that have Pegasus CIS installed

When the UK Standard VAT rate is increased from 15% to 17.5% on 1 January 2010, Pegasus CIS users **will not** be able to use the Opera II VAT codes' Rate 2 feature because Pegasus CIS does not use the second VAT rate.

Last year when the VAT Rate was decreased, we advised Pegasus CIS customers to create a new VAT code in Opera II with a Rate of 15%.

Our advice this year for VAT codes to be used in Pegasus CIS is:

- to create another new VAT code in Opera II with a rate of 17.5% and an Effective Date of 01/01/2010
- use the Import VAT Codes routine in the Ledger Synchronisation folder in the CIS System Control module to update the VAT Codes table.

The above should be done for both the Sales and Purchase Ledgers.

Our advice this year for VAT codes to be used in Opera II is:

- upgrade to Opera II (6.72) or later if you use an earlier version.
- update your existing 15% VAT code and add 17.5% to the Rate 2 % box and 01/01/10 as the rate 2 date. This means that you will be able to use the Rate 2 on the VAT code for the progression of documents in Invoicing/SOP.

Important

If Pegasus CIS users require the use of one standard VAT code only, they will need to create a new 17.5% VAT code within Opera II and if necessary run the VAT Data Utility to correct the rate of any un-invoiced Sales Orders created during 2009.

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