

1. October 2021

SUPERVISORY BOARD REMUNERATION - VALUE ADDED TAX OR NOT?

FOR INCOME TAX PURPOSES, SUPERVISORY BOARD MEMBERS GENERATE INCOME FROM SELF-EMPLOYMENT WITH THEIR ACTIVITIES. PREVIOUSLY, THE TAX AUTHORITIES FOLLOWED THIS ASSESSMENT AND CLASSIFIED SUPERVISORY BOARD MEMBERS AS ENTREPRENEURS, WITH THE RESULT THAT THE REMUNERATION WAS GENERALLY SUBJECT TO VAT. HOWEVER, DUE TO RECENT CASE LAW, THIS VIEW IS PARTLY OUTDATED. IN THE FUTURE, IT WILL HAVE TO BE EXAMINED ON A CASE-BY-CASE BASIS WHETHER SUPERVISORY BOARD REMUNERATION IS SUBJECT TO VAT OR NOT. ([more...](#))