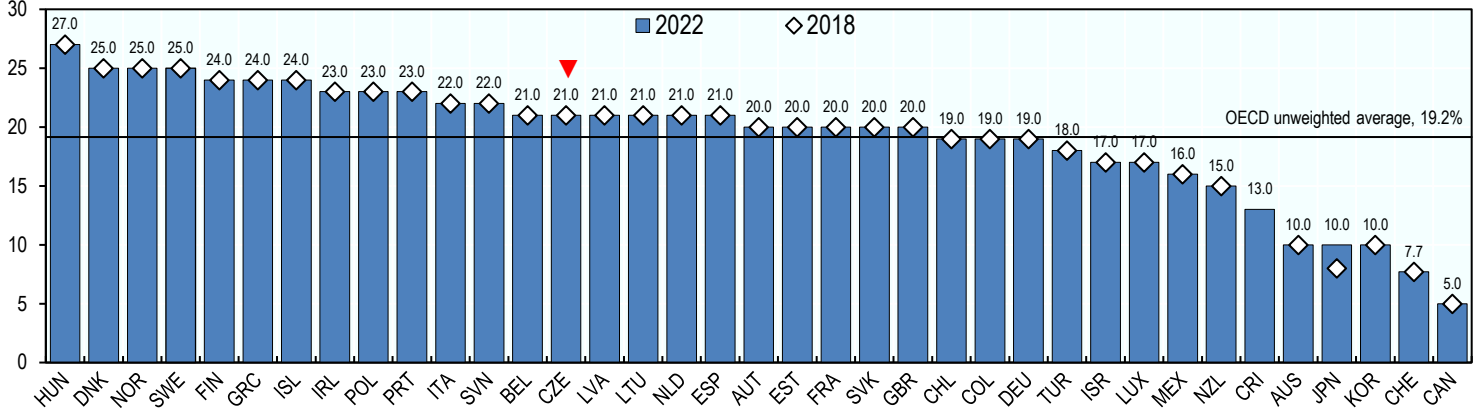


## Consumption Tax Trends\* - Czech Republic

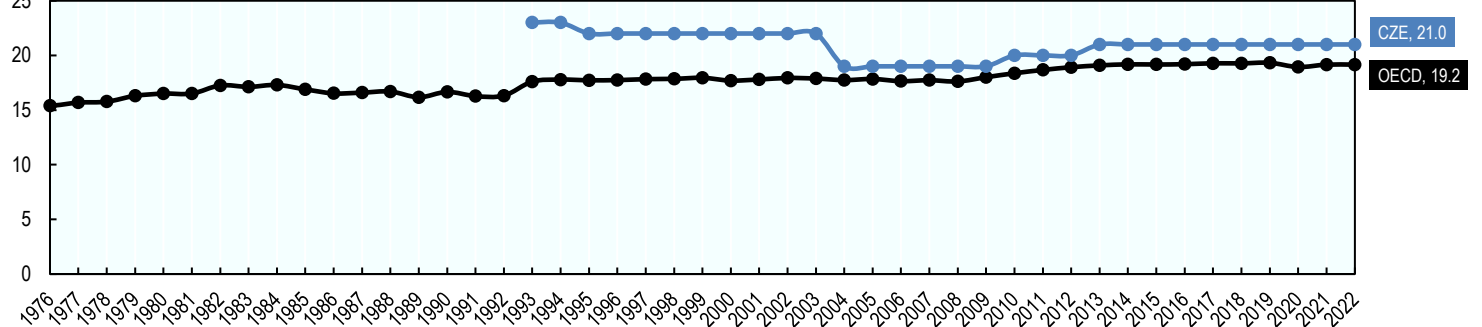
### VAT rate 2022

The Czech Republic's standard VAT rate is 21.0%, which is above the OECD average. The average VAT/GST<sup>1</sup> standard rate in the OECD was 19.2% as of 31 December 2022. The previous standard VAT rate in the Czech Republic was 20% in 2012. It changed to the current level in 2013. The Czech Republic applies reduced VAT rates of 10% and 15% to a number of goods and services. Temporary specific reduced VAT rates applied in the context of the Covid-19 pandemic until December 2022. VAT was introduced in Czech Republic in 1993 at a standard rate of 23.0%. Since then the minimum and maximum standard rates have been at 19.0% and 23.0% respectively.

**VAT/GST<sup>1</sup> standard rates in 2022 and 2018**



**VAT/GST<sup>1</sup> standard rates over time**

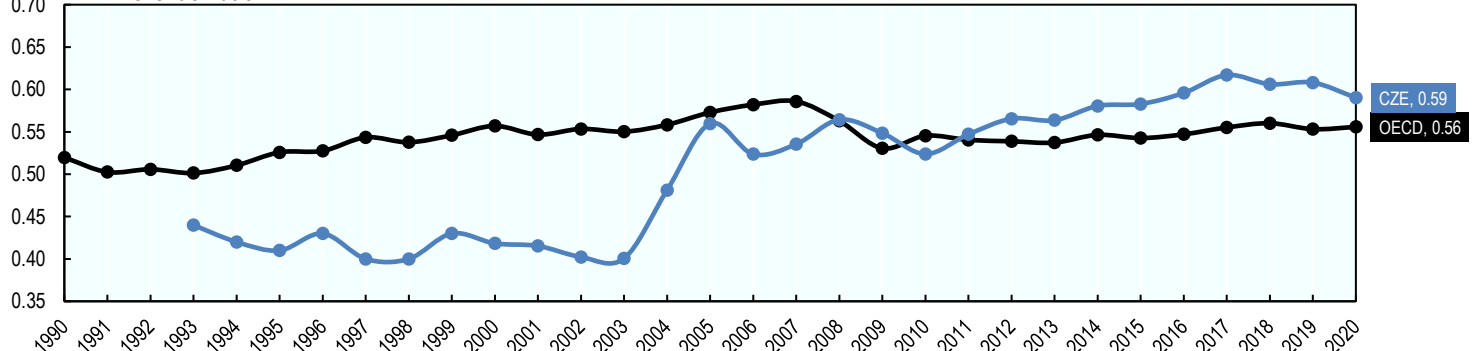


1. VAT/GST refers to value added tax/goods and services tax  
Source: OECD Tax Database 1st January 2023

### VAT Revenue Ratio

The VAT Revenue Ratio (VRR) for the Czech Republic was 0.59 in 2020, above the OECD average of 0.56. The VRR is a measure of the revenue raising performance of a VAT system. A ratio of 1 would reflect a VAT system that applies a single VAT rate to a comprehensive base of all expenditure on goods and services consumed in an economy - with perfect enforcement of the tax. The Czech Republic's VRR decreased from 0.61 in 2018 to 0.59 in 2020. The lowest VRR was recorded in the years 1997 and 1998 at 0.40 and the highest level in 2017 at 0.62.

**VAT Revenue Ratio**



The figures may not present the difference to the second decimal point accurately due to rounding

\* Information presented on this page is only a summary of more detailed information available in the Tax Database and Consumption Tax Trends publication

Source: OECD Consumption Tax Trends 2022; [oe.cd/vatgst-trends](https://oe.cd/vatgst-trends); OECD Tax Database [oe.cd/tax-database](https://oe.cd/tax-database)



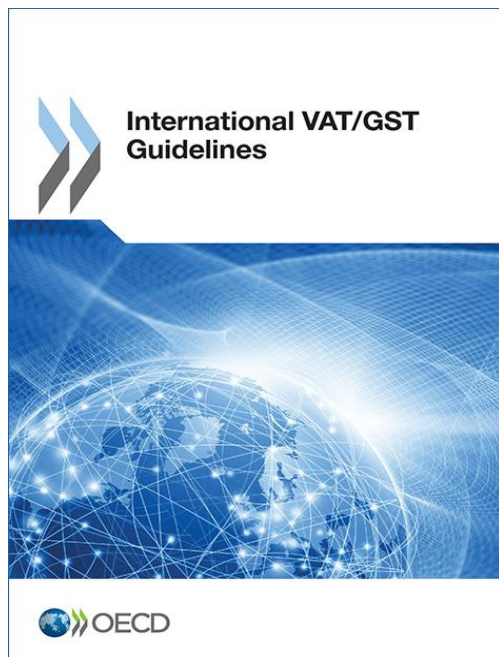
## Consumption Tax Trends 2022

*VAT/GST and Excise, core design features and trends Rates, Trends and Policy I*

[oe.cd/vatgst-trends](http://oe.cd/vatgst-trends)

Consumption Tax Trends provides information on Value Added Tax/Goods and Services Tax (VAT/GST) and excise duty rates in OECD member countries.

It also contains information about international aspects of VAT/GST developments and the efficiency of this tax. It describes a range of other consumption taxation provisions on tobacco, alcoholic beverages and motor vehicles.



## International VAT/GST Guidelines

[oe.cd/international-vat-gst-guidelines](http://oe.cd/international-vat-gst-guidelines)

The International VAT/GST Guidelines present a set of internationally agreed standards and recommended approaches to address the issues that arise from the uncoordinated application of national VAT systems in the context of international trade.

They focus in particular on trade in services and intangibles, which poses increasingly important challenges for the design and operation of VAT systems worldwide.

They notably include the recommended principles and mechanisms to address the challenges for the collection of VAT on cross-border sales of digital products that had been identified in the context of the OECD/G20 Project on Base and Erosion and Profit Shifting (the BEPS Project).

Source: OECD Consumption Tax Trends 2022 <http://www.oecd.org/tax/consumption-tax-trends-19990979.htm>

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