

### United Nations Committee of Experts on International Cooperation in Tax Matters

#### Subcommittee on Wealth & Solidarity Taxes Progress Report



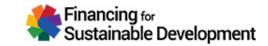




#### Progress Report

The Subcommittee is hereby submitting for approval the guidance drafted by the Subcommittee on the policy options available to tax jurisdictions when considering how to adequately tax wealth, with a focus on net wealth taxes.





#### Progress Report: Overview Paper

Chapter 1: Introduction and the Rationale behind Wealth Taxes

Chapter 2: Different Types of Taxes Related to Wealth

Chapter 3: Key Policy Decisions for Introducing or Updating a Wealth Tax

Chapter 4: Practical Guidance for the Implementation of Net Wealth Taxes for Individuals

Chapter 5: Practical Guidance for the Implementation of Exceptional Solidarity Wealth Taxes on Individuals





## Progress Report: Overview Paper (cont'd)

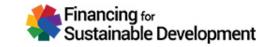
Chapter 6: Key Considerations for The Effective Administration of Wealth Taxes

Appendix A - Methodology for potential net wealth tax revenue estimates

Appendix B - Legislative elements for net wealth taxes on individuals.

Appendix C - Country experience in the design and administration of wealth taxes





## Progress Report: Changes vis-à-vis the last version of the guidance

The following changes have been performed:

- text on the need to consider the economic impact of a net wealth tax such as their effect on investment, business entrepreneurship, and capital formation in light of country socio-economic backgrounds
- an additional box containing information on Uganda's experience with a High-Net Worth Individual Tax Unit
- an additional box containing insights into the use of technology in the area of valuation
- Colombia's experience with net wealth taxes was added to Appendix





#### Progress Report

The Subcommittee is hereby submitting for information and comments the structure of model legislation for a net wealth tax on individuals





### Progress Report: Structure Model Legislation

**Chapter I: Enabling Provisions** 

Article 1: Aims and Objectives

Article 2: [Title]

Article 3: Extent

**Article 4: Commencement** 

**Article 5: Definitions** 





# Progress Report: Structure Model Legislation (cont'd)

**Chapter II: Imposition of the Net Wealth Tax** 

Article 6: Taxable event

**Article 7: Taxpayers** 

Article 8: Taxable assets

Article 9: Deductible liabilities

Article 10: Rates

Article 11: Double taxation relief

Article 12: Coordination with other taxes





# Progress Report: Structure Model Legislation (cont'd)

**Chapter III: Administration of the tax** 

**Article 13: Wealth Tax Authorities** 

Article 14: Jurisdiction

Article 15: Valuation of taxable assets

Article 16: Information reporting

Article 17: Assessment and enforcement

Article 18: Dispute resolution

Article 19: Penalty regime





# Progress Report: Structure Model Legislation (cont'd)

**Chapter IV: Special rules** 

Article 20: General anti-avoidance rule

Article 21: Access to information

Article 22: Trusts and similar arrangements

Article 23: Special ownership regimes

Article 24: Exit taxes





#### Way forward

- The Subcommittee looks forward to feedback and input from Committee members and observers on the model tax legislation
- The Subcommittee plans to submit the model tax legislation for first consideration at the 29<sup>th</sup> Session and for approval at the 30<sup>th</sup> Session







#### Thank you!





