



BUILDING A GROWTH-FRIENDLY TAX ENVIRONMENT

# The 3rd Belt and Road Initiative Tax Administration Cooperation Forum

—Enhancing Tax Administration Capacity Building in  
the Post-pandemic Era

19-21 September 2022  
Algiers Algeria



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# Growth-Friendly Tax Policies as the Foundation for Capacity Building

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# Promoting a Growth-Friendly Tax Environment

Spur economic growth

Increase employment

Increase public revenues

Make progress toward the SDGs

Growth-friendly tax policy is an often-overlooked tool to promote investment.

Mutual understanding and trust between business (the taxpayers and investors) and tax administrations is **CRITICAL**.

# New International Tax Architecture

**Does moving towards a fairer, more equal global tax system encourage long-term, equitable, inclusive, and sustainable growth?**

Perhaps governments around the world are relying too heavily and expecting too much from corporate income tax.

Balance revenue needs with preserving a strong investment climate.

Make paying taxes simple, easy, and corruption-free.

# Value-Added Tax: An Important Source of Revenue

**Addressing VAT may be challenging, but the fiscal situation demands it.**

To make VAT better, fairer, and simpler, focus on the "policy gap" (exemptions) and the "compliance gap" (nonpayment).

Many countries can improve compliance to boost revenue through simplifying the VAT system and lowering compliance costs.

Raising the VAT rate should not be the only choice for countries with relatively high VAT rates.

# Achieving the Growth-Friendly BRITACOM Mission

It is important to pay attention to the views of taxpayers and foreign investors. Investors can choose where to place their capital, and with corporate tax being harmonized, other factors drive investment decisions. Responsible foreign investors want to pay legitimate tax – but they also want a system that is transparent, fair, and easy to manage.

# ITIC/BRI Tax Journal 2023 Research Focus

1

Best practices for VAT in a digital era.

2

Is the two-pillar solution asking too much of the CIT in the developing world? Does it move the world closer to formulary apportionment? Are there better, simpler alternatives to generate public revenue?

3

Is the DST the best approach for developing countries to generate revenue from non-resident digital companies? Are there better options (e.g., VAT with surcharge)?

# Silk Road Tax Forum



## Silk Road Tax Forum

Hosted by Kazakhstan's  
State Tax Committee of the  
Ministry of Finance

**22-23 February 2023**  
**Almaty, Kazakhstan**



ITIC is pleased to announce that the ***Silk Road Tax Forum*** will be held on 22-23 February 2023 in Almaty, Kazakhstan, hosted by Kazakhstan's State Tax Committee of the Ministry of Finance.

This meeting will bring together public sector participants with academic experts and private sector stakeholders to share knowledge and discuss issues of concern in tax policy and application in the Eurasia region.

The agenda will feature a number of key topics of interest for countries in the region, including: (1) broad fiscal policy challenges for countries in the region; (2) reforms in indirect taxes; and (3) implications of international initiatives, including the OECD/G20 two-pillar solution.

# Positive Linkage: Growth-Taxation-SDGs

Growth will itself provide the revenue needed to address the Sustainable Development Goals.



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# Thank you!



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