

# Brazil Tax Reform Readiness & Compliance Services for Oracle E-Business Suite

## Overview

Brazil's tax reform is a major overhaul of the country's indirect tax system aimed at simplifying one of the most complex tax regimes in the world. The reform introduces a new dual-VAT model, transitioning from legacy taxes to the new CBS (Federal VAT), IBS (State & Municipal VAT), and IS (Selective Tax) frameworks. The transition includes updated calculation rules, reporting requirements, and compliance obligations.

## Key Upcoming Regulatory Milestones

Oracle EBS customers operating in Brazil must proactively adapt systems, processes, and integrations to meet upcoming regulatory deadlines while minimizing disruption to operations.

- 2026 – Test & Reporting (CBS and IBS values must appear on invoices)
- 2027 – Initial Tax Collection (CBS and Selective Tax become effective)

## ennVee's Brazil Tax Reform Services

ennVee provides end-to-end services to help Oracle EBS customers assess, implement, and validate the required changes to comply with Brazil's updated tax regulations. Our structured approach ensures compliance while minimizing business disruption:

Service Area	Description
Assess & Plan	<ul style="list-style-type: none"> <li>▪ Impact assessment of CBS, IBS, and IS across EBS modules (AR, AP, OM, INV, PO)</li> <li>▪ Review of legal entities, operating units, and transaction flows</li> <li>▪ Gap analysis of current tax configurations and localizations</li> <li>▪ Phased roadmap aligned to Brazil tax reform milestones</li> </ul>
Design & Enable	<ul style="list-style-type: none"> <li>▪ Tax strategy for dualVAT and selective tax support</li> <li>▪ Invoice and reporting design for test and live phases</li> <li>▪ Integration planning with tax engines, reporting, and compliance tools</li> <li>▪ Data readiness for parallel tax regimes</li> </ul>
Implement & Support	<ul style="list-style-type: none"> <li>▪ EBS configuration and testing support</li> <li>▪ Regression testing of Order-to-Cash and Procure-to-Pay processes</li> <li>▪ Go-Live and Transition Phase support</li> <li>▪ Ongoing regulatory updates and optimization</li> </ul>

## **Success Story – How ennVee supported the transition to the new tax reform for a Leading Global Manufacturer**

As Brazil's tax reform introduced mandatory 2026 requirements for CBS and IBS reporting, a leading Oracle E-Business Suite customer operating in Brazil faced a complex challenge: preparing for dual-VAT reporting while continuing to operate under existing ICMS, ISS, PIS, and COFINS regulations.

ennVee partnered closely with the client's tax, IT, and finance teams to deliver a phased CBS and IBS readiness program aligned to Brazil's regulatory roadmap.

### **Key activities included:**

- Comprehensive impact assessment across Oracle AR, AP, OM, and Inventory
- Design of dual-tax calculation and reporting logic to support both legacy and CBS/IBS requirements
- Configuration of Oracle EBS to support test-phase CBS and IBS values on invoices
- End-to-end regression testing of order-to-cash and procure-to-pay processes
- Knowledge transfer and operational readiness support for tax and IT teams

### **The Results**

- ☑ Successfully met all 2026 CBS and IBS reporting requirements
- ☑ Enabled parallel tax calculation and invoice presentation with no business disruption
- ☑ Maintained compliance while continuing operations under legacy tax rules
- ☑ Established a scalable foundation for future CBS/IBS phases through 2033

For additional details on how ennVee can help you comply with the mandatory Brazil tax reform, reach out to us at.

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