2026

PUERTO RICO LOCALIZATION

For Microsoft Dynamics 365 Business Central

Tax Compliance + Integrated Operations

Available on Microsoft AppSource

Localización Puerto Rico

Tax and Operational Challenges in Puerto Rico

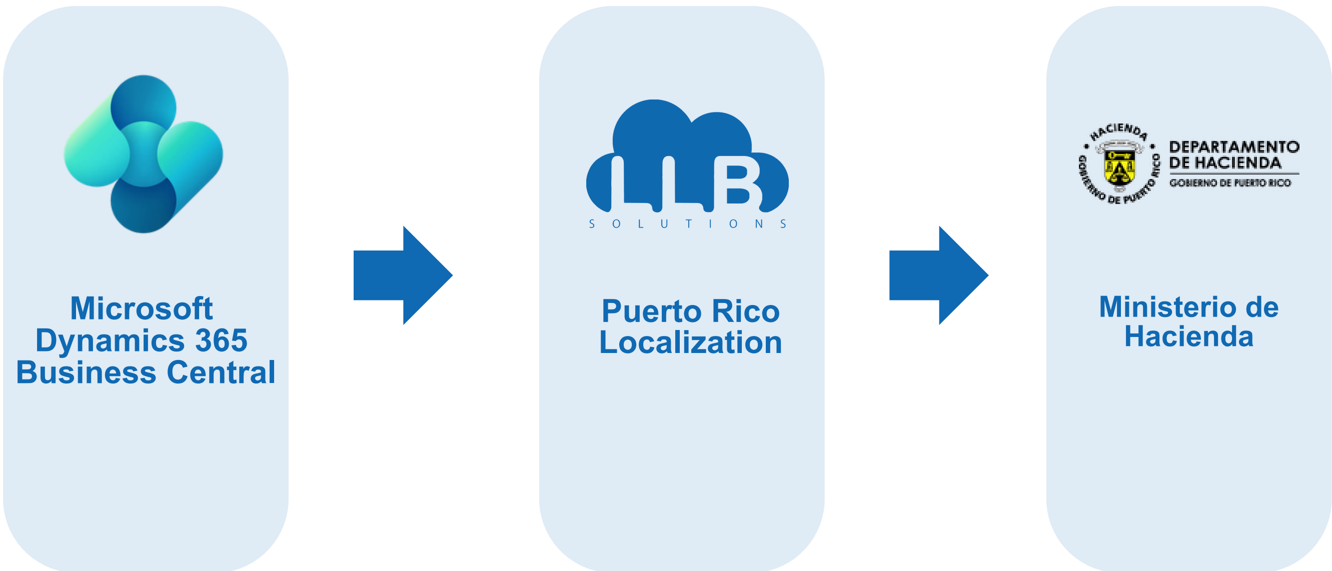
Companies face constant challenges to comply with the Department of Treasury's tax regulations, which impacts daily operations and creates unnecessary risks.

- **Constant changes in tax regulations:** Updates to rates, forms, and requirements that require continuously adapting processes.
- **Rejections of Electronic Tax Documents (DTE):** Inconsistencies in IVU, withholdings, or returns: errors in calculations or tax classifications can cause corrections, delays, and rejections when filing with SURI.
- **Manual processes and rework:** Inconsistencies in IVU, withholdings, or returns can cause corrections and delays.
- **Lack of system integration:** Scattered tax and operational information makes reconciliation and business control difficult.
- **Non-compliance and penalty risks:** Errors in calculations or reports can lead to adjustments, additional liabilities, and penalties.

The Solution:

What Is the Puerto Rico Localization?

LLB Solutions has developed an extension for Microsoft Dynamics 365 Business Central that adapts operations to Puerto Rico's tax and regulatory requirements, integrating local processes with the company's financial and business information.



- **Extension on the Business Central standard:** Integrates natively without affecting the system's core.
- **Adapted to local tax regulations:** Incorporates the rules, formats, and processes needed to manage Puerto Rico's main tax obligations.
- **Automation of tax processes:** Automates calculations, withholdings, tax classification, and generation of information for reports and filings, reducing manual tasks and rework.
- **Guaranteed tax compliance:** Facilitates management of tax obligations and reduces risks associated with errors and changes in current regulations.

Designed for Regional Operations

LLB's LATAM Localization is designed for companies operating across multiple countries, allowing them to manage their operations within a single environment while ensuring country-specific tax compliance.

Multi-Country
Manage operations across different Latin American countries from a single platform, backed by more than 17 proprietary tax localizations for the region.

Multi-Company
Manage multiple legal entities within the same Business Central environment.

Multi-Currency
Operate in different currencies with automatic calculation of exchange rate differences.

Financial Consolidation
Gain a unified view of the business with consolidated regional information.

Country-Specific Activation
Enable only the tax functionalities required for each country.

Single Production Environment
Centralize operations, reduce costs, and simplify system administration.

Key Features

The LLB Puerto Rico Localization incorporates a set of features designed to cover the main tax and operational processes, fully integrated with Dynamics 365 Business Central.

State and Municipal IVU

Calculation and management of IVU (sales and use tax) by location, municipality, jurisdiction, and applicable tax treatment.

SURI Compliance

Preparation of tax information and files for the Monthly IVU Return and filing processes with SURI.

Municipal and CRIM

Compliance Preparation of information for the personal property and volume of business reports, with consolidation by municipality or location.

Withholdings on Payments and Services

Automation of withholding rules, thresholds, waivers, and differentiated treatment based on vendor type and transaction.

IVU in Special Scenarios

Management of use tax, imports, non-resident services, resale, exemptions, and self-consumption.

Reconciliation and Tax Traceability

Links tax information to invoices, payments, and accounting entries to facilitate control and auditing.

Standard Business Central Functionalities

Native Business Central capabilities that power LLB Solutions' 17 fiscal localizations in Latin America.

Finance and Accounting

- Configurable chart of accounts and account groups
- General Ledger: real-time review of transactions and balances
- Journal: journals and posting templates
- Accounting dimensions: cost centers, departments, and segments
- Account and dimension-level budgets
- Native financial reports: Balance Sheet, Income Statement, Cash Flow

Sales Cycle

- Quotes and sales orders
- Shipments and deliveries
- Sales invoicing
- Sales returns and credit memos

Accounts Receivable

- Customer management and receivables ledger
- Invoices, payments, and sales credit memos
- Customer payment application and reconciliation
- Customer account statements

Inventory

- Item catalog, attributes, categories, and units of measure
- Inventory adjustments and reclassifications
- Inventory costing (FIFO, Average, Standard, LIFO, Specific)
- Physical inventory counts
- Item-specific cost management
- Management of service, inventoriable, and non-inventoriable items

Accounts Payable

- Vendor management and payables ledger
- Purchase invoices, payments, and credit memos
- Payment journal and vendor payment generation
- Additional purchase charges: freight, insurance, customs

Banking and Treasury

- Bank account and checkbook management
- Automatic and manual bank reconciliation
- Transfers between bank accounts

Manufacturing Module

- Manufacturing processes
- Tracking of raw materials and production inputs
- Machine centers, work centers
- Production time and activity tracking

Warehouse Management

- Multiple warehouse management
- Zone and specific location control
- Inventory tracking and control by product serial/lot numbers
- Transfers between warehouses
- Warehouse-specific document-based inventory control
- Warehouse employee management

Fixed Assets

- Fixed asset registration and records
- Automatic periodic depreciation
- Asset revaluation and disposal
- Maintenance tracking

Purchasing Cycle

- Purchase requisitions and orders
- Goods receipt
- Purchase invoicing
- Purchase returns and vendor credit memos

Projects

- Project creation and budgeting
- Resource and hours allocation
- Progress and cost tracking

Cross-Functional Features

- Configurable workflows and approvals
- Document management (OCR / attachments)
- Contacts and CRM
- Employee records

Business Analytics and Intelligence

- Financial reports integrated with Power BI
- Dimension-based analysis views
- Excel export from any module

Puerto Rico Localization Scope

LLB Solutions' Puerto Rico Localization integrates the tax configuration, taxes, withholdings, and reports required to manage the main tax scenarios within Business Central.

TAX CONFIGURATION AND MASTER DATA

Merchant Registration and Locations

- Merchant registration and company tax data with the Treasury Department.
- Locations registered in SURI, associated with municipalities and tax jurisdictions.

Customer and Vendor Tax Master

- Taxpayer ID number, taxpayer type, and tax residency.
- Merchant classification and withholding subject/non-subject status.
- Working papers for preparation of Series 480 returns.

Tax Classification of Goods and Services

- Taxable, exempt, non-subject, and resale goods.
- Designated professional services and business-to-business services.
- Withholding-subject items flagged from the master record.

IVU Rates, Treatments, and Certificates

- IVU rates and treatments by effective period, with state and municipal breakdown.
- Exemption, reseller, and waiver certificates, with validity control.
- Account setup for IVU, use tax, and withholdings.

IVU, SURI and Compliance by Location

IVU Calculation and Breakdown

- State and municipal IVU calculated by jurisdiction and location.
- General rate and authorized special or reduced rates (per current regulations).
- Special IVU on business-to-business services and designated professional services.

Transaction Identification

- Taxable, exempt, non-subject, and special/reduced-rate transactions.
- Transactions covered by exemption or resale certificates.
- Adjustments for returns, discounts, and credit memos.

Use Tax and Self-Assessment

- Use tax when the vendor did not charge IVU.
- Self-assessment on services from non-resident vendors.
- Control of IVU on imports and credit for resale purchases.

Consolidation and Filing (SURI)

- Consolidation of sales and IVU by location and municipality.
- Preparation of the Monthly IVU Return and upload file.
- Municipalities integrated with SURI vs. municipalities with separate processes.

Withholdings on Payments and Services

Vendor Configuration

- Vendor classification by withholding treatment.
- Application of differentiated rates: 10% full, 6% partial, and 0% exempt.
- Rate, base, and annual accumulation setup by vendor and transaction type.

Annual Threshold and Waivers

- Control of the $500 annual threshold per service provider, with automatic payment accumulation and a configurable field for future threshold updates.
- Full and partial waivers: percentage, validity period, and supporting documentation.

Residents and Non-Residents

- Differentiated treatment of payments to residents and non-residents.
- Individuals, corporations, and conduit entities.

Calculation, Recording, and Control

- Withholding applied at the appropriate tax point, with proportional application on partial payments.
- Recording by base, rate, and amount withheld per vendor and payment.
- Withholdings tracked as pending, deposited, paid, and reported.
- Periodic settlement and reconciliation for deposits with the Treasury Department.

Tax Reports, Reconciliation, and Auditing

Tax Books

- Sales book: taxable base, exempt/non-subject amounts, state and municipal IVU, location.
- Purchase book: IVU paid, use tax, resale, credits, and withholdings.
- IVU summary by location and municipality; inventory use and self-consumption.

Reconciliation

- Calculated IVU, tax accounts, and the Monthly IVU Return.
- Payments, withholdings, and deposits.

Auditing and Traceability

- Traceability from every tax figure to the invoice, credit memo, payment, and journal entry.
- Evidence of user, date, period, and report version generated.
- Check the status of generation, correction, and resubmission of Monthly IVU Return files directly from Business Central, with no need to leave the platform.

Municipal and CRIM Compliance

- Personal property report to support preparation of the annual CRIM return.
- Tax classification of inventory, machinery, furniture, and equipment.
- Consolidation of personal property by location or municipality.
- Volume of business report for the municipal license (patente).
- Distribution of gross income by municipality or location.
- Reconciliation of volume of business with sales and accounting records.
- Preparation of information for municipalities with separate tax procedures.

Exclusive LLB Advantages – Key Differentiators

Monthly IVU Return (Jul 2026)

Preparation in line with the current structure, including Schedules 7, 8, and 9 and the upload file for SURI.

Exemption and Resale Certificates

Document management and validity control, with auditable evidence of exemptions and credits.

State and Municipal IVU by Location

Breakdown and consolidation by establishment, covering both SURI-integrated and separate-process municipalities.

Annual Threshold and Withholding Waivers

Accumulated amounts per provider and full or partial waivers with percentage and validity period.

Use Tax and Self-Assessment

Purchases without IVU, imports, self-consumption, and services received from non-residents.

Working Papers for Series 480 Return Preparation

Preparation and organization of the information required to support the filing process.

Municipal and CRIM Compliance

Preparation of information for personal property and volume of business, with consolidation by municipality or location.

Reconciliation and Tax Traceability

Cross-referencing of IVU, withholdings, and accounting, with traceability down to the document.

Tax Document Status Within Business Central

View and manage the tax information for your documents and transactions directly from Business Central, centralizing the information required for tax compliance in Puerto Rico, with no need to leave the platform.

Benefits for Your Business

The LLB Puerto Rico Localization not only guarantees tax compliance but also optimizes operations and provides full business visibility in a single environment.

Reduced Tax Risks
Complies with current Treasury Department regulations and minimizes errors that can lead to penalties or rejections.

Elimination of Rework
Automate key tasks and reduce reliance on manual processes.

Real-Time Information
Access up-to-date information for better decision-making.

Regional Scalability
Expand your operations into other countries while maintaining control and standardization.

Total Operational Integration
Connect key business areas within a single platform.

Impulsa tu negocio con cumplimiento local desde el día uno

Agenda una sesión personalizada

Descubre cómo adaptar Business Central a los requerimientos fiscales de tu empresa.

Escanea el código:

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