

A Decade of Tackling the Shadow Economy in Bulgaria

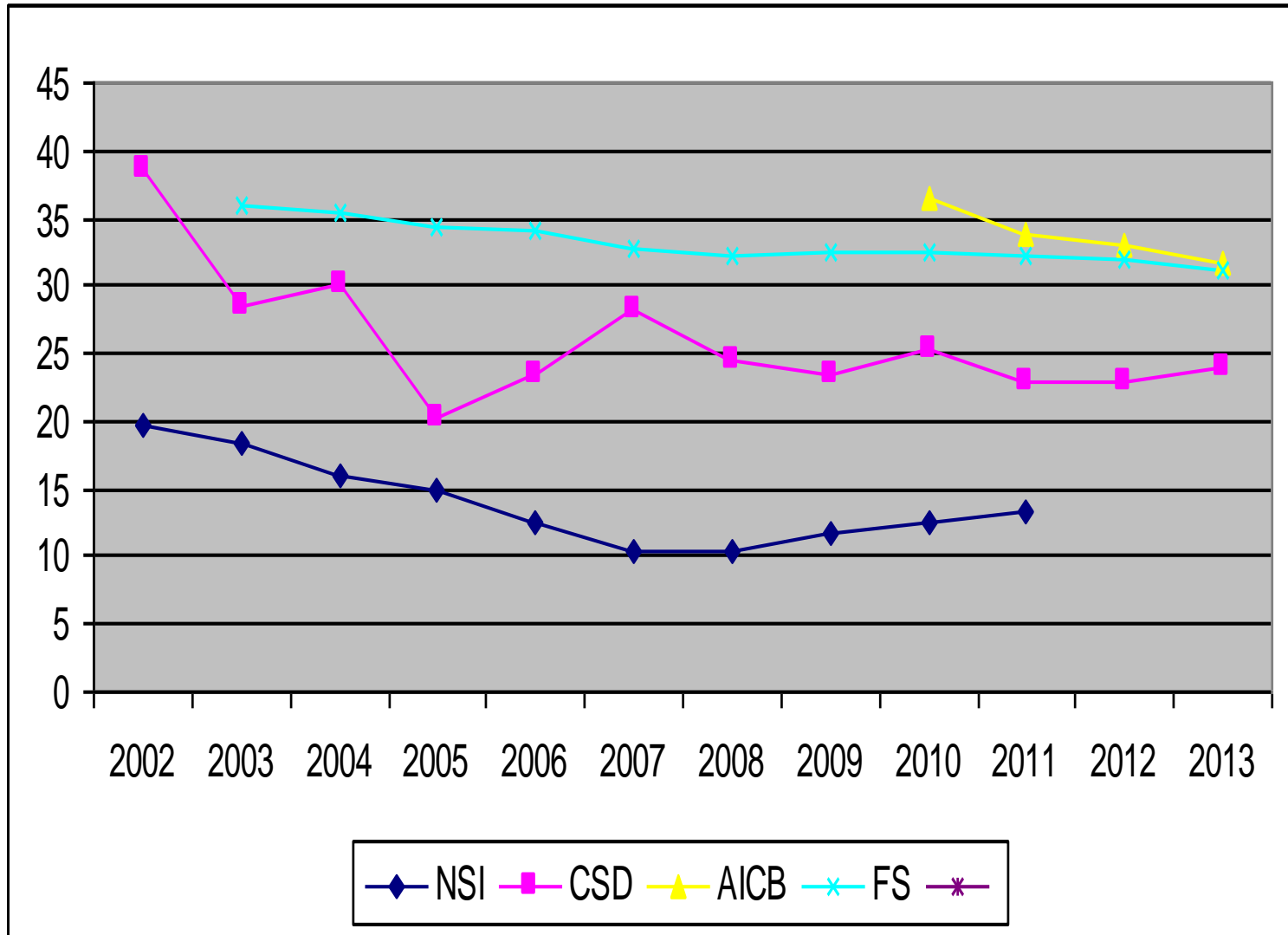
Prof. S. Petranov, Sofia University

States and States of Informality in Europe:
Current and Future Perspectives

4 September, 2014

Sofia

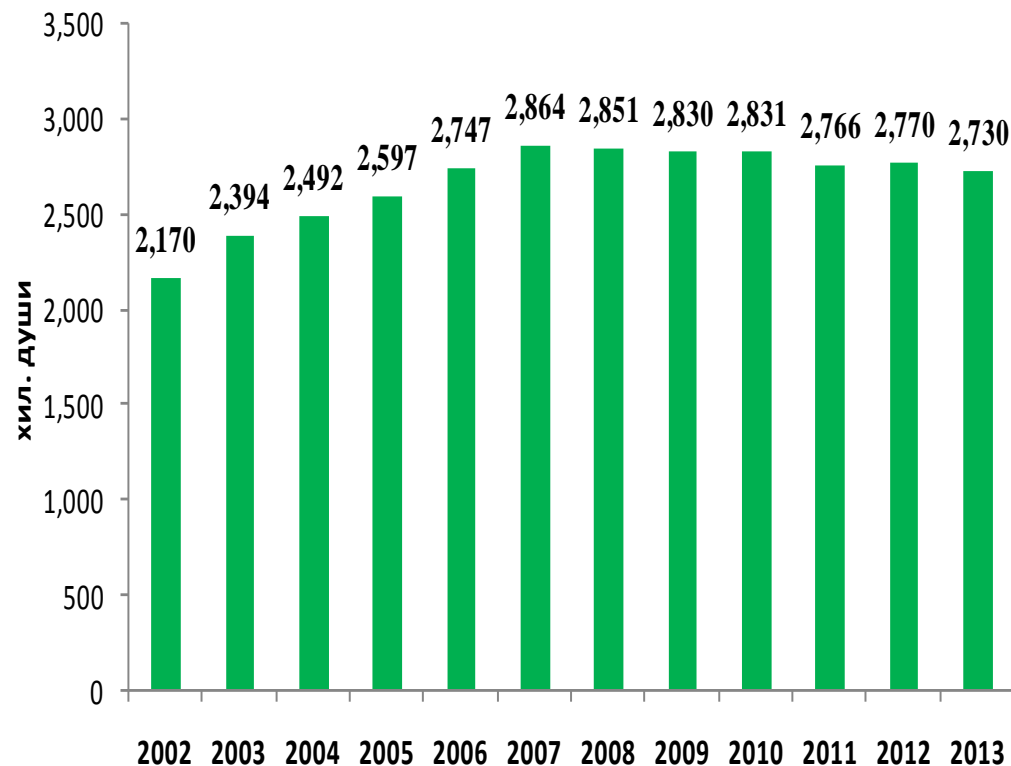
What Do Shadow Economy Trends Tell us?



Which are the Major Driving Forces? (2003)

Registration of Labor
Contracts and SSF
(2003)

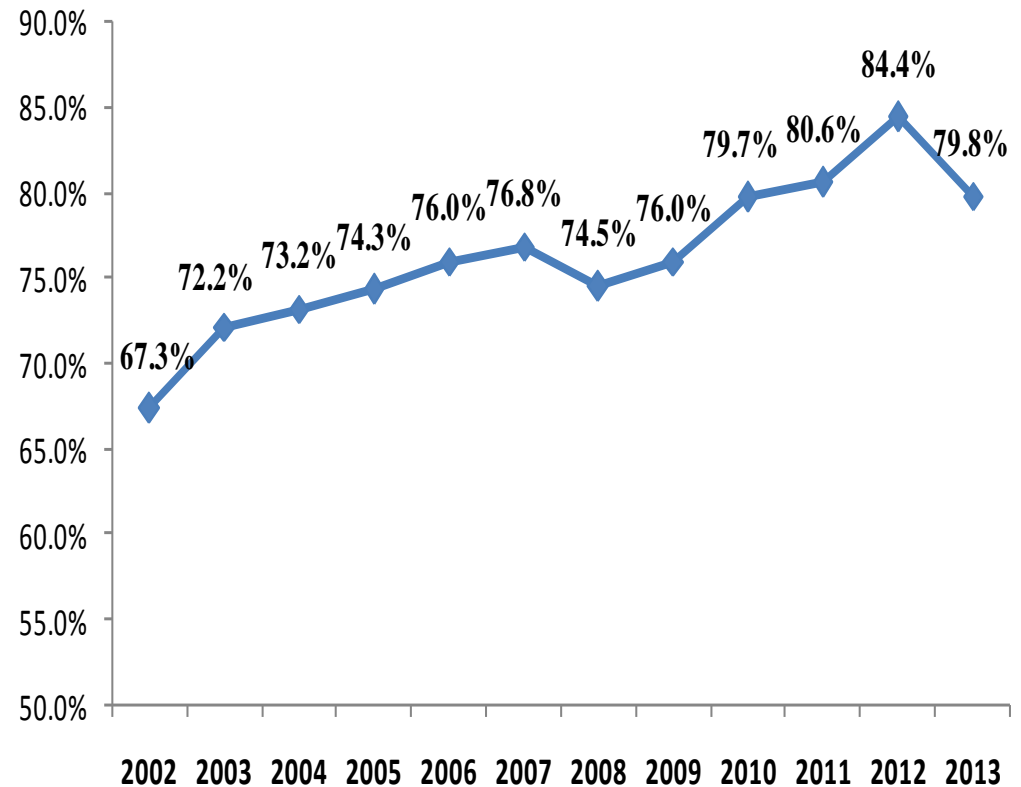
Nbr of people with
SS



Which are the Major Driving Forces?

Relative share of
People with SS
in Labor Force

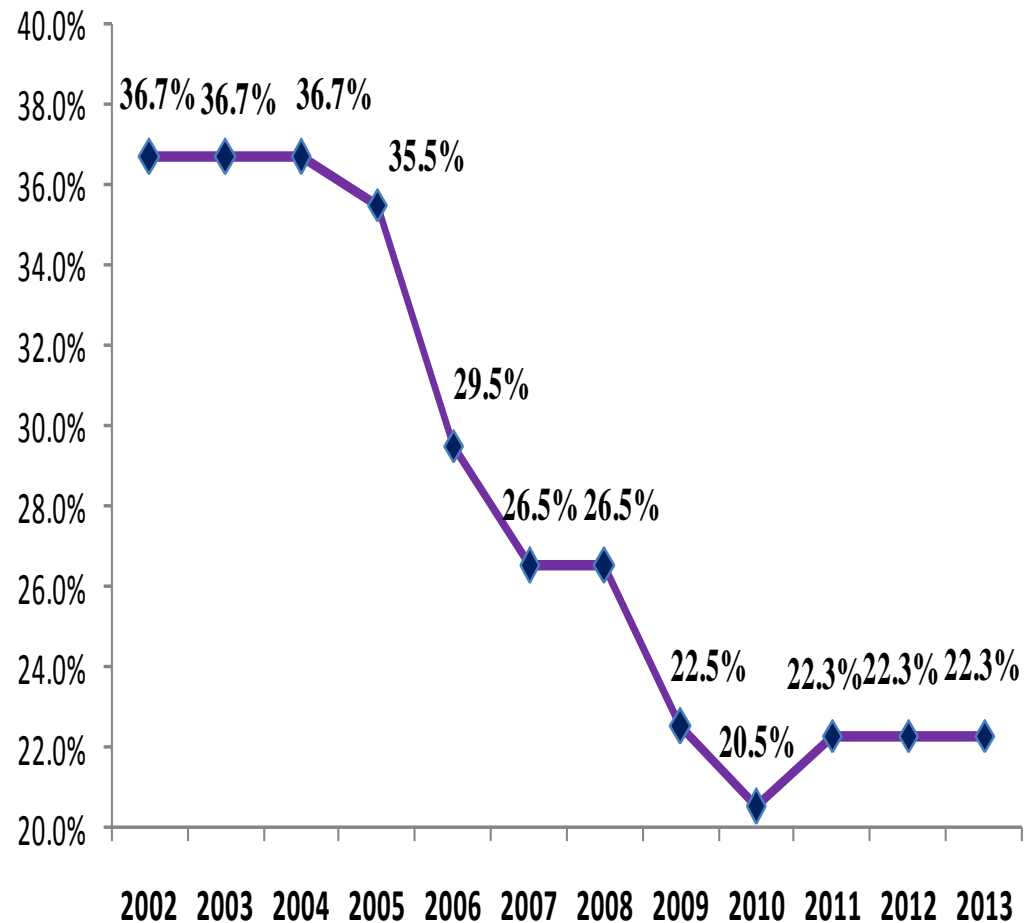
Improving labor
inspections and
accumulation of
experience –
continuous trend



Which are the Major Driving Forces?

General tendency towards decreasing of tax and SS rates

Combined SS rate (III category)



Which are the Major Driving Forces? (2010-2011)

- Obligatory online connection with NRA for all companies
- Obligatory online connection with NRA for gasoline stations (physical measurement)
- Obligatory online connection with NRA for producers of alcoholic beverages (physical measurement)