



Tax Newsletter

Timely news and information on national tax issues

Tax amnesty to facilitate compliance with Municipal Tax obligations



On 18 January 2023, the Legislative Assembly passed the “*Special Provisional Law facilitating Voluntary Compliance with Substantive and Formal Municipal Tax Obligations*,” which is set to be published in the official gazette on 1 February, and will go into effect on the day of its publication in such official gazette.

Through this law, the legislators grant for a term of 90 days, counting from the entering into effect of the law, the following benefits to taxpayers who wish to voluntarily rectify their municipal tax situation:

1. Waiving of fines and late payment interest resulting from the non-payment of municipal taxes declared and not paid.
2. Waiving of fines and interest resulting from the non-payment of municipal taxes, when filing the omitted municipal tax returns.

3. Waiving of fines resulting from non-compliance with the formal obligations established in article 90 of the General Municipal Tax Law.

4. Payment plan option.

These benefits are applicable to the taxpayers of the two hundred sixty-two municipalities of the country, and will apply from the origin of the municipal tax debt up to December 31, 2021.

The benefits will not be applicable to taxpayers that the Municipal Tax Administration has penalized through the procedure for ex officio tax determination, nor to those taxpayers against which the municipality has initiated legal action to collect the taxes, interest and fines.

In the case of debts that have been appealed in administrative or judicial proceedings, the taxpayer’s stated desire to avail themselves of the law in question implies the recognition of the total amounts indicated by the Municipality in their administrative actions.

In this respect, the taxpayer must expressly desist in writing from the administrative or judicial proceedings they initiated related to the tax obligations for which they have expressed their wish to avail themselves of the benefit granted by law, and present a certification indicating the receipt of such withdrawal of the claim from the respective jurisdictional body.

Given the above, it is important that taxpayers perform a diagnostic assessment of their transactions, tax situation, and any controversy proceedings, in order to evaluate the opportunity to regularize their status, by making use of the benefit granted by this law.

This Special Provisional Law will be in **effect for a term of 90 days** from its publication in the official gazette, and so it is a good opportunity for taxpayers to perform a diagnostic assessment of their current situation and rectify their Municipal Tax obligations.

More information:



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Tax Calendar

February 2023

Use our [2023 Tax Calendar](#) to keep informed about:



Tax Obligations before the Tax Office (Ministerio de Hacienda)



Municipal Tax Obligations



Payroll Management Obligations

February 2023

S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28				

To learn more about **February's** obligations:



Download the 2023 Tax Calendar

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