

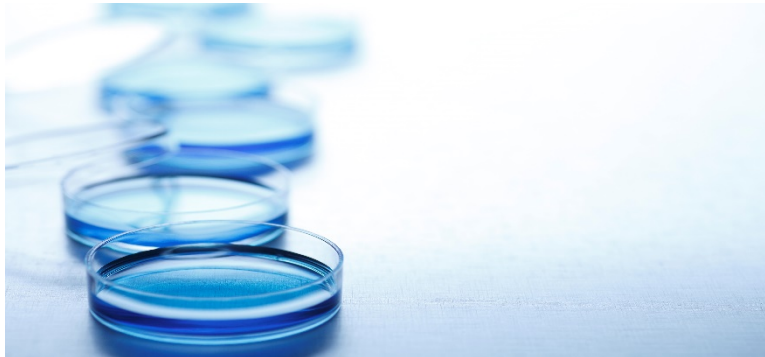


Fiscal Flash

KPMG in the Dominican Republic

Tax and Legal Practice
March, 2020

Dominican Tax Authority (“DGII”) implements measures to facilitate tax compliance, following coronavirus outbreak



The Dominican Tax Authority (hereinafter, the “DGII” for its Spanish acronym) has implemented a series of measures that aim to facilitate compliance with tax obligations, following the coronavirus outbreak and the state of emergency declared by the Executive Branch.

Detailed below are the most relevant measures recently implemented by the DGII:

- o A deadline extension has been granted regarding the filing and payment of tax obligations related to Income Tax (“IT”), as well the Simplified Tax Regime (“RST”), as follows:

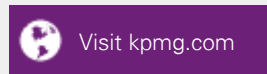
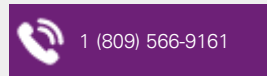
Tax obligation	Actual deadline	New deadline
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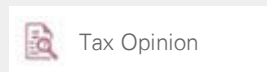
Marco A. Bañuelos
Tax & Legal Partner
mbanuelos@kpmg.com

José Manuel Romero
Tax & Legal Director
joseromero1@kpmg.com

CONTACT



TAX PRACTICE SERVICES



Income Tax Return for taxpayers operating under the RST	March 20, 2020	April 30, 2020
First payment of IT for individuals and Agricultural businesses operating under the RST	March 20, 2020	April 30, 2020
First payment of IT for individuals and purchases under the RST	March 31, 2020	April 30, 2020
Filing of Individual Income Tax ("IIT") and Undivided Estates returns ("IR-1" Form)	March 30, 2020	April 30, 2020
Filing of Corporate Income Tax ("CIT") return ("IR-2" Form)	April 29, 2020	May 29, 2020
Filing of IIT for Individuals with Sole Proprietorships	April 29, 2020	May 29, 2020
First payment of Asset Tax ("AT") for Sole Proprietorships	April 29, 2020	May 29, 2020
First payment of CIT for legal entities whose FY ends on December 31.	April 29, 2020	May 29, 2020
Non-For-Profit Entities whose FY ends on December 31.	April 29, 2020	May 29, 2020

- Taxpayers that, after having filed their IT returns, are required to pay additional IT before the DGII, may **settle the remaining IT through differed payment arrangements of up to four (4) equal and consecutive installments**; which will be exempted from the surcharges and interest ordinarily applicable to overdue payments.
- Taxpayers may apply **for payment arrangements of up to four (4) installments** regarding the Value Added Tax ("VAT") applicable to the February 2020 period; whose filing and payment deadline has been differed from March 20, 2020 to March 30, 2020.
- The DGII will reduce by **fifty per cent (50%)** the applicable installments concerning payment arrangements currently in force; thus, duplicating the previously agreed-upon deadlines, as well as the number of installments.
- The DGII will **facilitate** tax compliance for taxpayers with **outstanding tax obligations** in connection with payment arrangements, free of surcharges and interest.
- The DGII will temporarily cease to apply the corresponding rate of Advanced Pricing Agreements ("APA") on the hospitality industry.

KPMG offers its fiscal advisory and consultancy services, in order to assist you with the compliance with the aforementioned tax obligations, before the DGII.

 Fiscal Assistance

 Tax Compliance


 Tax Diagnosis

 Tax Planning for Mergers and Acquisitions

 Tax Planning and Audit

 Individuals Tax Planning

 Preparation and Filing of Returns and Monthly Reports

 Reconsideration Requests

 Transfer Pricing

Services

Corporate:	International Trade:	Fiscal Litigation:	Other Services:	Legal
<ul style="list-style-type: none"> • General legal advice • Negotiation of transactions on behalf of clients • Legal services in mergers and acquisitions (including legal due diligence services) • Consultancy and opinion before the tax authority • Social security and remunerations • Foreign investment, Free Trade Zones, Law 173 • Legal compliance • Global entity management • Regulatory compliance of financial services 	<ul style="list-style-type: none"> • International trade and customs assistance • Rules of origin and customs classification • International trade diagnosis • Customs fiscalization 	<ul style="list-style-type: none"> • Legal fiscal assistance • Representation of clients before tax courts / arbitration forums • Fiscal legal procedures and constitutional rights • Customs and international trade dispute resolution • Double taxation and tax treaties dispute resolution • Enquiries to tax authority 	<ul style="list-style-type: none"> • Labour law assistance • Legal due diligence • Legal immigration assistance • Arbitration and alternative dispute resolution • Administrative and regulatory issues • Business and competition law • Intellectual property • Energy law, mining, telecommunications, aeronautic, maritime, securities, banking and currency 	

Links of interest





If you have any questions, email us at do-fmkpmg@kpmg.com

KPMG Dominicana, Acrópolis Tower, 15th Floor, Santo Domingo, Dominican Republic

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