

GMS Flash Alert



2020-207 | April 28, 2020

Spain – COVID-19: Extension of Filing and Payment Deadlines for Certain Taxpayers

The Spanish government approved, through Royal Decree-Law 14/2020 of 14 April, the extension to 20 May 2020, of the filing and payment deadlines of the state's assessments and self-assessments that were due between 15 April and 20 May 2020, for individuals and entities with a volume of business not exceeding €600,000 in 2019.¹

This measure is not applicable to those company groups that are taxed under the consolidation method for Corporate Income Tax or Value Added Tax purposes, regardless of their volume of business.

For taxpayers that elected the direct debit payment method, the submission deadline has been extended to 15 May 2020 (it was initially due by 15 April) and the charge to the taxpayer's bank account will be made on 20 May 2020.

This extension applies to numerous filings, including withholding tax returns (Forms 111 and 216), VAT returns, and advance instalments/prepayments of Corporate Income Tax and Personal Income Tax, that were due in April for those individuals and companies meeting the above-mentioned volume of business in 2019.

WHY THIS MATTERS

This extension to deadlines applies not only to the taxpayers described above, but also to quarterly Nonresident Income Tax returns (Form 210) that had to be filed by nonresident individuals, including inbound or outbound assignees with nonresident status, to report certain types of income (for example, rental income from real estate property) received during the first quarter of 2020.

The Royal Decree-Law's measures should offer certain individual and business taxpayers opportunities to preserve their cash-flow and provide additional time to organise their tax and financial affairs and meet their compliance obligations in this difficult period.

KPMG NOTE

The government only approved the measure on 14 April. This means that many nonresident taxpayers who had elected the option of direct debit tax payment had already prepared and filed the applicable returns by that original due date of 15 April.

Individuals who had already filed the nonresident Form 210 by 15 April and were expecting to see the charge in their bank accounts by 20 April as confirmation of the proper filing, instead will find that they are charged with the tax due resulting from the return on 20 May. This may cause confusion for some taxpayers, and they should be made aware of this adjusted timeframe for being charged the tax they owe.

FOOTNOTE:

1 See *Real Decreto-ley 14/2020, de 14 de abril, por el que se extiende el plazo para la presentación e ingreso de determinadas declaraciones y autoliquidaciones tributarias* published in *Boletín Oficial del Estado* núm. 105, de 15 de abril de 2020 at: https://www.boe.es/diario_boe/txt.php?id=BOE-A-2020-4448.

* * * *

Contact us

For additional information or assistance, please contact your local GMS or People Services professional or one of the following professionals with the KPMG International member firm in Spain:



Miguel Arias
Partner
Tel. + 34 91456 3864
marias@kpmg.es



Sergio González-Anta
Partner
Tel. + 34 93 254 2764
sgonzalezanta@kpmg.es



Igor Diego Angulo
Director
Tel. + 34 91 456 5921
idiago@kpmg.es

The information contained in this newsletter was submitted by the KPMG International member firm in Spain.

© 2020 KPMG Abogados S.L.P., a professional limited liability Spanish company and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved.

www.kpmg.com

kpmg.com/socialmedia



© 2020 KPMG LLP, a Delaware limited liability partnership and the U.S. member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved. Printed in the U.S.A. NDPPS 530159

The KPMG name and logo are registered trademarks or trademarks of KPMG International.

The KPMG logo and name are trademarks of KPMG International. KPMG International is a Swiss cooperative that serves as a coordinating entity for a network of independent member firms. KPMG International provides no audit or other client services. Such services are provided solely by member firms in their respective geographic areas. KPMG International and its member firms are legally distinct and separate entities. They are not and nothing contained herein shall be construed to place these entities in the relationship of parents, subsidiaries, agents, partners, or joint ventures. No member firm has any authority (actual, apparent, implied or otherwise) to obligate or bind KPMG International or any member firm in any manner whatsoever. The information contained in herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

Flash Alert is a GMS publication of KPMG LLP's Washington National Tax practice. To view this publication or recent prior issues online, please click [here](#). To learn more about our GMS practice, please visit us on the Internet: click [here](#) or go to <http://www.kpmg.com>.