

GMS Flash Alert

2022-095 | May 3, 2022



Chile – Income Tax Return Filing Extension

On April 29, 2022, the Chilean government extended the deadline to file 2021 Chilean annual income tax returns for companies and individuals until May 12, 2022. The original deadline was May 2, 2022.

WHY THIS MATTERS

The extended deadline provides relief to taxpayers who may be unable to meet the original filing/reporting deadline. Taxpayers and tax service providers should be aware of the relaxation of the filing deadline and take action to meet the new deadline as appropriate. This extension is the result of Supreme Decree N° 623 issued by Chile's president¹.

A similar measure was taken in 2021 whereas a result of the pandemic a one-month extension was granted. (For prior coverage, see [GMS Flash Alert 2021-132](#), May 4, 2021.)

2021 Chilean Income Tax Returns

Filing and Payment Extension

For the 2021 tax year, taxpayers could file their Chilean income tax returns from April 1, 2022 to May 2, 2022, and pay any applicable balance due (returns with refunds had a deadline of May 10). On April 29, 2022, the government communicated that the filing deadline has been extended until May 12, 2022, for following individual returns:

- 2021 Annual Income Tax Return (Form 22) regardless of tax return result (i.e., refund or balance due).
- Late-filed tax returns are subject to an inflation adjustment and interest of 1.5 percent per month, penalties of 10 percent for the first 5 months, thereafter increased by 2 percent per month (limited to 30 percent) on the total tax amount due.

FOOTNOTE:

1 The Supreme Decree has been published on Chile's official gazette (*Diario Oficial*, Núm. 43.241, Sábado 30 de Abril de 2022) website. See: <https://www.diariooficial.interior.gob.cl/publicaciones/2022/04/30/43241/01/2122774.pdf> .

* * *

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 Chile:



Angelo Adasme
Partner
Tel. + 56 22997 1435
aadasme1@kpmg.com



Gustavo Maldonado
Senior Manager
Tel. + 56 22997 1436
gmaldonado@kpmg.com

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

© 2022 KPMG Auditores Consultores SpA., sociedad de responsabilidad limitada chilena y una firma miembro de la red de firmas miembro independientes de KPMG afiliadas a KPMG International Cooperativa ("KPMG International"), una entidad suiza. All rights reserved.

www.kpmg.com

kpmg.com/socialmedia



© 2022 KPMG LLP, a Delaware limited liability partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

The KPMG name and logo are registered trademarks or trademarks of KPMG International. The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organization.

KPMG LLP is the U.S. firm of the KPMG global organization of independent professional services firms providing Audit, Tax and Advisory services. The KPMG global organization operates in 147 countries and territories and has more than 219,000 people working in member firms around the world.

Each KPMG firm is a legally distinct and separate entity and describes itself as such. KPMG International Limited is a private English company limited by guarantee. KPMG International Limited and its related entities do not provide services to clients.

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>.