



## **ROYAL DECREE LAW 19/2020, OF 26 MAY - REPERCUSSIONS ON CORPORATE INCOME TAX AND ANNUAL ACCOUNTS.**

**On May 27, Royal Decree Law 19/2020 was published, adopting complementary measures in the agricultural, scientific, economic, employment, social security and tax areas to combat the effects of COVID-19.**

**This News Alert XXX explains the main tax repercussions and changes in the preparation and approval of annual accounts, which may be of general interest.**



## Corporate income tax 2019

Corporate income tax payers must file their tax returns within the prescribed period. Therefore, the filing deadline for companies with financial years ending 31 December will be **25 July 2020**.

The tax reported must be based on the annual accounts available at that time.

Available annual accounts means the audited accounts or, in their absence, the signed accounts. In the absence of the latter, the tax must be calculated based on the available accounting records kept in accordance with the provisions of the Commercial Code.

If any difference arises in the corporate income tax calculation after the accounts have been approved, **a new self-assessment may be filed within the period to 30 November 2020**.

In this new self-assessment the options available for reporting the tax, such as the offsetting of tax losses, deductions, capitalization reserve, etc., may be utilised.

In the event that tax payable results from the second self-assessment with respect to the first, late-payment interest will accrue.

## Deadlines for preparing and approving the 2019 annual accounts

Royal Decree Law 19/2020 has again changed the deadlines for preparing and approving the annual accounts.

**A 3-month period is established for the preparation of the annual accounts as from 1 June, and they must be prepared by 1 September 2020 at the latest.**

In addition, the term for **the approval of the annual accounts** following their preparation is reduced from 3 to 2 months. Therefore, companies preparing their annual accounts as of 1 September must approve them **by 1 November 2020**.

## Late-payment interest on deferrals due to COVID19

The term for the non-accrual **of late-payment interest in tax deferrals due to COVID19** is extended from three to four months.

Accordingly, in deferrals granted for six months, late-payment interest will only accrue in the last two months.



### **Publication of Tax Administration's debtor list**

The publication of **the list of debtors that owe the Tax Administration** more than €1 million has **been postponed until October 2020, at the latest.**

**The professionals that regularly work with your company are at your disposal for any clarification or additional information you may require in relation to the content of this News Alert. Please contact us by telephone at 934 677 414.**

Yours sincerely,  
**AUDICONSULTORES**

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