



Client Information

Czech Republic
27 March 2020

COVID 19 - Current measures by the Czech government to support companies III

The government decided on 23 and 24 March 2020 to take further measures to combat the crisis. A number of these measures have already been approved by the Chamber of Deputies and the Senate or have been published in the form of regulations.

Tax Measures - Exemption Package II

- **No (corporate) income tax prepayment on June 15, 2020. This applies automatically,** an application for this is not necessary.
- **No penalty for not submitting the VAT return.** The **conditions** for this are as follows:
 - a penalty for not submitting the control report was waived in accordance with the application of the company; and
 - the VAT return and the control report are subsequently submitted simultaneously for the relevant period.
- The obligations under the EET Act are suspended for all companies. This measure applies not only to the period of the state of emergency (since March 12, 2020), but also for a further three months after the end of the state of emergency.
- The possibility of carrying back tax losses from the year 2020 to the years 2018 and 2019 is currently being prepared.

Please note that the request for the lifting of a penalty for non-submission of the control report must be made and justified for each individual case. The application can be submitted within three months of the penalty being imposed.

- No penalty for late submission of the **real estate acquisition** tax return and for late payment of this tax if it is due in the period from March 31, 2020 to July 31, 2020. Thus in fact the date for filing the tax return resp. paying the tax will be **postponed to August 31, 2020.**

The measures listed above are an extension of the measures already taken according to the "Exemption Package I", about which we have already informed you, see here

<https://auditor.eu/assets/media/CZ-%20EN-%20%20%20da%C5%88ov%C3%BD%20%20bal%C3%AD%C4%8Dek.pdf>



Health insurance measures for the self-employed

- The report (odevzdání Přehledu) for health insurance for the self-employed is postponed to 3.8.2020
- Penalties for payments due from March to August 2020 will be suspended and will only be calculated and from 22.9.2020
- The advance payments for the period from March to August 2020 are deferred in the amount of the minimum contribution and must be paid with the report (Přehled) for 2020. Advance payments beyond this are due as usual.

Social security measures for the self-employed

- Self-employed are not obliged to pay advances for pension insurance and government employment policy for the period from March to August 2020.

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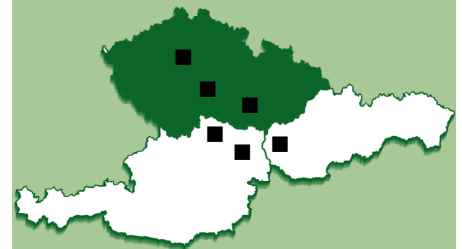
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