

## Anticipated amendment to the Tax Code not approved

23<sup>rd</sup> April 2020

The major amendment to the Tax Code of which we have informed you in recent months (e.g., see our article published on 31 March 2020, available [HERE](#)) was not passed by the Chamber of Deputies yesterday.

As expected, the Deputies first rejected the version of the amendment presented by the Senate. Subsequently, however, they surprisingly failed to approve (98 votes out of the required 101) the original text, which had been approved by the Chamber of Deputies (by a majority of 104 votes) in the third reading in February and had been submitted to the Senate.

The anticipated changes have not been accepted and, in order to be implemented, they will have to go through the legislative process again. The amendment included e.g. the following changes:

- ▶ launch of My Taxes portal,
- ▶ refund of undisputed parts of excess VAT deductions in the form of tax advances,
- ▶ extension of the deadline for refund of tax overpayments arising from excess tax deductions from 30 to 45 days,
- ▶ cancellation of the tolerance period of 5 days,
- ▶ reduction of the default interest rate.

We can't exclude the possibility that the Government will soon make an attempt to submit the amendment again with some modifications and enforce its adoption under an expedited legislative procedure as emergency legislation. We will keep you informed of any further developments.



**Radek Matušík**

radek.matustik@cz.ey.com  
+420 603 577 841



**Jakub Tměj**

jakub.tmej@cz.ey.com  
+420 735 729 372