

Tax & Legal Alert

ROMANIA 9 January 2009

The Ordinance on fiscal relaxation measures, announced to come into force on 1 January 2009, has been abolished

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Government Emergency Ordinance No. 226, dated 31 December, modified social security contributions. It also abolished Emergency Government Ordinance No. 192, dated 4 December 2008, introducing some fiscal relaxation measures for improving economic growth and increasing employment.

The abolished Ordinance, which should have entered into force on 1 January 2009 was to introduce:

- Incentives such as a 5% bonus for advance payment of taxes due and a stimulus for employers that hire unemployed workers,
- Restrictions regarding the terms due for tax declarations,
- Penalties of 4 - 5% for rectifying tax returns and related obligations fixed through tax inspections.

[Source: Official Gazette of Romania no.899/31 December 2008]

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