

Update Info on Sole Statement

June, 27th, 2018



Summary:

Sole Statement regarding the income tax and social contributions owed by the natural persons (Emergency Ordinance no. 18/2018)

- 1) Who has to fill it in
- 2) Registration deadline
- 3) How to register the sole statement
- 4) Bonuses

ECOVIS Romania: Financial Audit Services

Esteemed Partner,

We would like to remind you that the Emergency Ordinance no. 18/2018 has introduced the Sole Statement regarding the income tax and social contributions owed by natural persons.

⇒ **1) The statement is filled in and registered by the natural persons who:**

a. They have derived during the year **2017** incomes from Romania and/or abroad generated from:

- Independent activities (PFA);
- Intellectual properties rights;
- Assignment of goods, excepting the incomes from leasehold;
- Farming activities for which the net income is determined in real system;
- Fish farming and/or forestry;

b. They derive in **2018**, individually or in an association form, incomes in money and/or in kind from Romania, subject to the income tax, for which the **net income is established in real system** or based on the **flat-rate expense ratio**, pursuant to the law or according to the option of the tax-payer, if applicable, generated from:

- Independent activities;
- Intellectual properties rights, other than those with withhold tax;
- Assignment of goods, excepting the incomes from leasehold;
- Farming activities;
- Forestry and fish farming.

c. They derive in 2018, individually or in an association form, incomes in money and/or in kind from Romania, subject to the income tax, taxed on the basis of **income norm**, generated from:

- Activities of production, commerce, providing of services;
- Assignment of goods with touristic purpose;
- Assignment of goods qualified in the category of incomes from independent activities;
- Farming activities.

d. They have derived or they assess to derive during the year 2018 incomes with a cumulated value from one or more sources and/or categories of incomes is at least equal with **22.800 lei**, from the following categories:

- Incomes from independent activities;
- Incomes from intellectual property rights;
- Incomes from the association with a legal person;
- Incomes from the assignment of goods;
- Incomes from farming activities, forestry and fish farming;
- Incomes from investments (dividends, interests, etc.);
- Incomes from other sources.

e. They have derived or they assess to derive during the year 2018 incomes with a cumulated value from one or more sources and/or categories of incomes is under the ceiling of **22.800 lei**, but they **opt for insuring with the national pensions system and /or social health contributions**

⇒ **CAS (social insurance contribution)** represents 25% of one income chosen by the tax-payer, at least equal with 22.800 lei (12 gross national minimal salaries), for the year 2018 meaning **5.700 lei**.

⇒ **CASS (health contribution)** represents 10% of 22.800 lei (12 gross national minimal salaries), for the year 2018 meaning **2.280 lei**.

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⇒ 2) Registration deadline:

- For the year 2018: until July 15th 2018.
- Starting with the year 2019: until March 15th (included) of the year following the one the incomes was derived in.
- In a 30 days term since the starting of activity: for the tax-payers starting their activity during the tax year or since the date of event occurrence.

⇒ 3) How to register the sole statement:

- ♦ On paper:
 - At the registration desk of the tax authority, in person;
 - Through the postal services (recommended letter, with receiving receipt).
- ♦ Online:
 - Through the service "Private Virtual Space" (SPV);
 - Through the website "e-guvernare.ro", using a qualified digital signature.

⇒ 4) Bonuses:

- If the tax duties (tax, social insurance contributions or the social health contributions) are fully paid before December 15th, 2018, it is granted a bonus of **5% from the owed amount**; the bonus is automatically calculated in the statement form.
- For the registration through electronic channels until July 15th, 2018, with a full payment of the tax duties until March 15th, 2019, it is granted a bonus of 5%.

ECOVIS Romania: One Stop Shop

Accounting

- Financial accounting;
- Preparing& registering tax statements for legal and natural persons, both Romanian and foreign;
- Harmonizing the national financial accounting with the accounting norms of the parent-company;
- Preparing and certifying the annual financial situations;

Audit

- Financial audit according to ISA;
- Restatement of financial statements prepared according to national regulations, to International Financial Reporting Standards (IAS/IFRS) or Reporting Standards specific to the Client (GAAP);
- Financial audit required by the group's policy;
- Internal audit;
- Audit missions such as: agreed procedures (ISA 4.400), revisions (ISA 2.400), due diligence;

Payroll & HR

- Payroll services;
- Managing, auditing and registering the personnel files according to legal bindings and to the company's regulations;
- Preparing the job descriptions and of the Internal Order Regulation specific to Client's activity;
- Interface with banking applications, and salary payment transactions;
- Staff appraisal and selection for accounting/HR departments;

Consulting

- Tax consulting
- Assistance for drafting the **transfer pricing file**;
- Consulting for M&A, company restructuring;
- Assistance in implementing IT solutions regarding: financial and management accounting, employees' records, payroll, management reports, etc.;
- Tax registration of all sized entities;
- VAT payer registration;
- Tailored information regarding significant legal changes.

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