

NEWSLETTER

January and February 2021



Joaquim Mendes

Managing Partner

T +351 214 134 630

E: gtc@pt.gt.com

I. Approved diplomas

1. Minimum monthly wage for 2021

Decree-Law no. 109-A/2020 was published in the State Gazette no. 253/2020, on 31.12.2020, which sets the value of the guaranteed minimum monthly wages for 2021 at € 665.

2. List of countries, territories and regions with privileged taxation regimes – Amendment

Ordinance no. 309-A/2020 was published in the State Gazette no. 253/2020, on 31.12.2020, amending Ordinance No. 150/2004, of 13 February, which approves the list of countries, territories and regions with privileged tax regimes, which are clearly more favourable.

3. PIT – Withholding tax tables on employment income for 2021 - Residents in Madeira

Order no. 5/2021 was published in the Official Journal of the Autonomous Region of Madeira No. 2/2021, of 05.01.2021, which approves the withholding tables to be in force during the year 2021, in respect of the personal income tax (PIT) to be applied to the employment income earned by holders residing in the Autonomous Region of Madeira.

4. Annual reference value of the basic component of the social benefit for inclusion and the maximum annual limit of accumulation of the basic component with employment income – Update

Ordinance no. 5/2021 was published in the State Gazette no. 3/2021, on 06.01.2021, which updates the annual reference value of the basic component of social benefits for inclusion and the maximum annual limit for the accumulation of the basic component with employment income.



5. Late payment interest rate applicable to debts to the State - Update

Notice no. 369/2021 was published in the State Gazette no. 4/2021, of 07.01.2021, which updates the late payment interest rate applicable to debts to the State and other public entities for 2021.

6. PIT - Annual Return (Model 3) – Filling instructions

Ordinance no. 8/2021 was published in the State Gazette no. 4/2021, of 07.01.2021, which approves the Annual Return (Model 3) to comply with the reporting obligation provided for in paragraph 1 of article 57 of the PIT Code, and the respective filling instructions.

7. CIT – Annual Return (Model 22) – Filling instructions

Order no. 314/2021 was published in the State Gazette no. 6/2021, of 11.01.2021, which approves the changes to the annual corporate income tax return (Model 22), and the respective annexes and filling instructions.

8. COVID-19 – VAT – Exemption in the acquisition of goods necessary to combat COVID-19 – Term extension

Order no. 1704/2021 was published in the State Gazette no. 31/2021, of 15.01.2021, which extends the term of VAT exemption in the acquisition of goods necessary to combat COVID-19 applicable to specific entities until April 30, 2021.

9. Model 39 – Income and withholdings at definitive rates – Filling instructions

Ordinance no. 31/2021 was published in the State Gazette no. 28/2021, of 10.02.2021, which approves the new Model 39 – Income and withholdings at definitive rates, and respective filling instructions.

10. Monthly Remuneration Statement – Filling instructions

Ordinance no. 34/2021 was published in the State Gazette no. 30/2021, of 12.02.2021, which approves the Tax Monthly

Remuneration Statement, and the respective filling instructions.

11. COVID-19 – VAT exemption applicable to supply of medical devices for in vitro diagnosis of COVID-19 / vaccines and related services

Law no. 4-C/2021 was published in the State Gazette no. 33/2021, of 17.02.2021, which establishes a VAT exemption applicable to supplies of medical devices for in vitro diagnostics of COVID-19, vaccines against the same disease and the provision of services related to those products, transposing Council Directive (EU) 2020/2020, December 7, 2020.

II. Doctrinal Records

1. BREXIT – Vehicle Tax – Changes introduced by the State Budget for 2021

Circulated Order no. 35.141/2020, dated 28.12.2020 was made available, establishing the changes introduced by the State Budget for 2021 in relation to Vehicle Tax and measures resulting from BREXIT.

2. VAT – Preparation for BREXIT

Circulated Order no. 30229, dated 31.12.2020, was made available, which aims to alert taxable persons to changes to be made with regards to the VAT treatment of supplies of goods and services resulting from the United Kingdom's departure from the European Union.

3. BREXIT – EU / UK trade and cooperation agreement

Circulated Order no. 15807, dated 07.01.2021, was made available, which aims to clarify the EU / UK trade and cooperation agreement.

4. Suspension of tax enforcement proceedings – Tax Authorities and Social Security

The Order of the Offices of the Assistant Secretary of State for Tax Affairs and Social Security, dated 08.01.2021, which establishes the suspension, with effect from January 1 and until March 31, 2021, of tax enforcement proceedings underway or that may be instituted by the Tax Authorities and Social Security.



5. BREXIT – Tax Representation – Procedures

Circulated Order no. 90031, dated 11.01.2021, was made available, which determines the procedures to be followed to appoint the tax representatives of entities based in the United Kingdom, as a result of Brexit.

6. Forensic Powers of Attorney – Taxpayer Representation before the Tax Authorities

Circulated Order no. 60294, dated 12.01.2021, was made available, which aims to standardize procedures regarding the admissibility and formalities of forensic powers of attorney, to legitimize the agent, as a lawyer, to represent the taxpayer before the Tax Authorities.

Grant Thornton Consultores, Lda. – Member firm of Grant Thornton International Ltd. ("Grant Thornton International")
Grant Thornton International and the member firms are not a worldwide partnership. Services are delivered by the member firms independently.
This publication has been prepared only as a guide. No responsibility can be accepted by us for loss occasioned to any person acting or refraining from acting as a result of any material in this publication.
Confidential - All rights reserved

Arquiparque II – Edifício A
Avenida Cáceres Monteiro, n.º 10 – 5.º Esquerdo
1495-192 Algés (Lisboa)

T. +351 214 134 630

