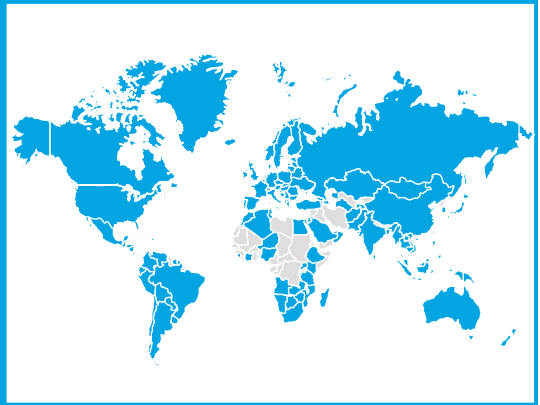


# EXPATRIATES

## Spain

### Tax facts for international assignees



#### INCOME TAX: WHO IS LIABLE

A resident in Spain is subject to tax on worldwide income, and must continue to file Form 100, Spanish Income Tax Return. The deadline is usually 30 June (or next working day) of the following year.

Non-residents are only taxable on income from Spanish sources and must file a tax return, unless on a general basis the withholding matches the final tax. The Spanish-source income includes income from salaries for services performed in Spain, real property in Spain, dividends and royalties and similar income.

You will need to submit a different Form 210 for each income received. The deadline varies depending of the type of income and the result of the self-assessment tax return, although usually on a quarterly basis (the first twenty calendar days of April, July, October and January for income accrued in the quarter prior to these dates).

An exit tax will be due on potential gains in respect of shares or holdings (including in collective investment undertakings), where a taxpayer ceases to be a tax resident of Spain, provided that the value of the holding exceeds €4,000,000 (or exceeds €1,000,000 where the holding in the entity represents more than 25%). Special provisions concerning tax debt deferment or recovery of amounts paid are included for (1) temporary secondments (up to five years) for employment purposes, and (2) secondments within the European Union (EU) or European Economic Area (EEA), that allow for the recovery of amounts paid.

#### BREAKING RESIDENCY - EXIT PROCEDURES

An individual is a resident in Spanish territory when any one of the following circumstances apply:

- They have stayed longer than 183 days in Spanish territory over the calendar year;
- They state the main base or center of their activities or economic activities, directly or indirectly, in Spain; or
- They have a dependent, not legally separated, spouse and/or underage children who are usually residents in Spain. This last situation accepts evidence to the contrary.

Otherwise, where none of the previous situations apply, an individual is considered as non-resident in Spain.

Additionally, they must provide a certificate of tax residence issued by the tax authorities of another country.

## INCOME TAX RATES FOR SPANISH TAX RESIDENTS

\*\*Madrid Region, other rates apply in other regions

Taxable base	Tax quote	Excess	Tax rate
-	-	17,707.20	19.00%
12,450.00	2,365.50	5,257.20	23.20%
17,707.20	3,585.17	2,492.80	25.30%
20,200.00	4,215.85	12,807.20	28.30%
33,007.20	7,840.29	2,192.80	32.90%
35,200.00	8,561.72	18,207.20	36.40%
53,407.20	15,189.14	6,592.80	39.50%
60,000.00	17,793.29	Onwards	43.50%

## SOCIAL TAX RATES

Contingencies	Employer %	Employee %	Total %
Ordinary	23.60%	4.70%	28.30%
General unemployment	5.50%	1.55%	7.05%
FOGASA	0.20%	0.00%	0.20%
Prof. training	0.60%	0.10%	0.70%
Total	29.90%	6.35%	48.90%

Please note that social security system in Spain is capped. Its maximum base, for current amounts to 45,014.40 euros (annual basis) / 3,751.20 euros (monthly basis). In this sense, please note that over such base there are no additional contributions. There is also a minimum base. The below rates might suffer slight differences depending on the Collective Agreement Applicable.

## SOCIAL TAX/PENSION/DE-REGISTRATION

If an individual is assigned to perform work in another country and Spain has entered into a social totalization agreement with this country, then it is possible to maintain the contributions in Spain with a valid A1 certificate in EU member states, Norway, Iceland, Liechtenstein and Switzerland. Spain has also bilateral agreements with several countries such as USA, Mexico and Brazil.

When the individual leaves Spain he/she will have to de-register with the Spanish Tax Authorities. However the tax return will have to be filed the following year.

## INCOME TAX RATES FOR SPANISH NON TAX RESIDENTS

The tax rate (for employment income) is a flat rate of 24% (a 19% for taxpayers resident in other Member State of the EU or of the European Economic Area with which there is effective exchange of tax information).

Interest, dividends and capital gains are taxed on a progressive rates at 19% up to 23%.

For further information and to register for future updates contact [expat@bdo.global](mailto:expat@bdo.global)

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