

LEGISLATIVE SUMMIT IMPUESTOS



FPV & GALINDEZ^{LLC}

TRUST *worthy*

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INTEGRITY, TENACITY & EXCELLENCE IN FINANCIAL SERVICES

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Speaker

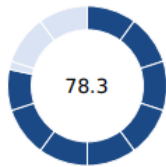
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Paying Taxes 2020

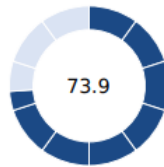
Paying Taxes - Puerto Rico

Indicator	Puerto Rico	Latin America & Caribbean	OECD high income	Best Regulatory Performance
Payments (number per year)	16	28.2	10.3	3 (2 Economies)
Time (hours per year)	218	317.1	158.8	49 (3 Economies)
Total tax and contribution rate (% of profit)	64.4	47.0	39.9	26.1 (33 Economies)
Postfiling index (0-100)	13.8	47.5	86.7	None in 2018/19

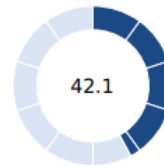
Figure - Paying Taxes in Puerto Rico - Score



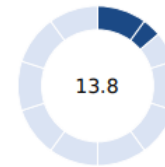
Payments



Time



Total tax and contribution rate



Postfiling index

Tax or mandatory contribution	Payments (number)	Notes on Payments	Time (hours)	Statutory tax rate	Tax base	Total tax and contribution rate (% of profit)	Notes on TTCR
Corporate income tax	5.0		80.0	20% + Surtax (5%-19%)	taxable profit	30.77	
Property tax	1.0			6.5%	book value of movable property	10.58	
Municipal license tax	1.0			0.5%	sales	8.85	
Employer paid - Social security contributions	1.0	online	60.0	6.2%	gross salaries	6.99	
Employer paid - Unemployment insurance	4.0			6%	gross salaries	2.34	
Employer paid - Accident insurance	1.0			2.05%	gross salaries	2.31	
Employer paid - Medicare contribution	0.0	jointly		1.45%	gross salaries	1.64	
Real property tax	2.0			8.5%	value of immovable property as of 1957	0.76	
Employer paid - Disability insurance	0.0	jointly		0.3%	gross salaries	0.15	
Employee paid - Medicare contribution	0.0	jointly		1.45%	gross salaries	0.00	withheld
Employee paid - Social security contributions	0.0	jointly		6.2%	gross salaries	0.00	withheld
Sales tax	1.0	online	78.0	11.5%	sales	0.00	withheld
Totals	16		218			64.4	

Conceptos	Diciembre December		Julio a Diciembre July to December		Items
	2019-20	2020-21 ^P	2019-20	2020-21 ^P	
Ingreso Bruto al Fondo General Reserva para Reintegro	1,060,545 (61,000)	1,243,183 (64,000)	5,445,915 (226,000)	5,550,164 (360,000)	Gross General Fund Revenues Reserve for Refund
Ingreso Neto al Fondo General	999,545	1,179,183	5,219,915	5,190,164	General Fund Net Revenues
De Fuentes Estatales	994,562	1,168,067	5,070,644	5,039,722	From Internal Sources
Contributivos	970,763	1,113,794	4,001,800	4,929,507	Tax Revenues
Contribución a la Propiedad	388	408	2,201	1,509	Property Taxes
Contribución/Ingresos, Total	580,547	622,116	2,857,524	2,487,733	Income Taxes, Total
Individuos	178,706	183,238	949,266	1,030,302	Individual
Corporaciones ^{1 2 3}	348,133	321,259	1,673,212	1,040,078	Corporations
Sociedades	-	71,678	74	217,098	Partnerships
Retenida a No Residentes ^{1 2 3}	48,632	34,612	204,672	168,156	Non-Resident Withholdings
Intereses	716	817	4,275	5,799	Interest
Impuestos/Dividendos	4,360	10,512	26,025	26,300	Tax on Dividends
Contribución/Herencias y Donaciones	62	50	497	255	Inheritance and Gift Taxes
Impuesto sobre Ventas y Uso (IVU) ^{1 5 7}	233,263	251,821	750,462	995,083	Sales and Use Tax
Arbitrios, Gran Total	155,227	238,760	1,351,258	1,438,216	Excise Taxes, Total
Bebidas Alcohólicas, Total	7,111	22,661	113,943	136,986	Alcoholic Beverages, Total
Espíritus Destilados	699	3,808	16,635	21,319	Distilled Spirits
Cerveza	5,745	15,678	88,428	100,666	Beer
Otras bebidas	666	3,175	8,879	15,001	Other Beverages
Arbitrios Generales, Total	148,116	216,099	1,237,315	1,301,231	General Taxes, Total
Foráneas (Ley 154)	63,948	109,354	829,538	728,736	Foreign (Act. 154)
Productos del Tabaco ⁴	9,488	10,856	38,211	50,913	Tobacco Products
Productos del Petróleo	221	31	1,205	337	Petroleum Products
Vehículos de Motor	53,159	67,766	236,095	294,768	Motor Vehicles
Carreras de Caballos	532	794	2,983	2,260	Horses Races
Primas de Seguros	944	82	1,895	18,351	Insurance Premiums
Cemento	29	0	182	17	Cement
Tragamonedas	1,731	0	9,004	1,036	Slot Machines
Otros Arbitrios	18,065	27,216	118,203	204,811	Others Excise Tax
Licencias	1,277	639	10,621	6,711	Licenses
Vehículos de Motor	38	34	954	626	Motor Vehicles
Bebidas Alcohólicas y Otras	1,239	605	9,667	6,084	Alcoholic Beverage and Others
No Contributivos	23,798	54,273	98,081	110,214	Non-Tax Revenues
Lotería Tradicional	-	-	0	0	Traditional Lottery
Lotería Electrónica	1,140	-	9,492	3,650	Electronic Lottery
Rentas Misceláneas	22,659	54,273	88,589	106,564	Miscellaneous, Total
Multas y Penalidades	1,486	1,314	13,191	10,236	Penalties and Fees
Reg. y Cert. de Documentos	6,918	3,315	46,306	32,611	Permits Fee and Penalties
Otros	14,255	49,644	29,092	63,717	Others
De Otras Fuentes	4,984	11,116	149,272	150,443	From External Sources
Arbitrios sobre Embarques de Ron ⁶	4,984	11,116	149,272	150,443	Excises on Off-Shore Shipment Rum

	2012	2013	2014	2015
Captación Mercancías	63.3%	67.4%	73.0%	74.3%
Captación Servicios	41.6%	40.5%	47.2%	43.5%
Tasa de Captación	55.6%	57.9%	63.9%	63.7%

Fuente: Departamento de Hacienda y Junta de Planificación de Puerto Rico

Areas de Oportunidad

- Tasa Contributiva
 - Hacienda
 - Contribución Sobre Ingresos
 - IVU
 - Arbitrios
 - Municipales
 - Patente Municipal
 - Propiedad
 - Arbitrios de Construcción
 - Contribuciones Patronales
 - Seguro Social
 - Desempleo
 - Fondo del Seguro

Areas de Oportunidad

- Simplificar el Sistema
 - Gasto de Administración
 - Costo de Cumplimiento
- Exenciones Contributivas
 - Propósito
 - Social
 - Económico
 - Transparencia
- Junta de Supervisión Fiscal

QUESTIONS????

