

# Congress Converts into Law Provisional Measure Reducing Withholding Tax Rate on Certain Remittances Abroad

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The National Congress has converted into law Provisional Measure 1138/2022, which reduces, for 5 years, the rate of the withholding income tax (*Imposto sobre a Renda Retido Na Fonte*, IRRF) levied on remittances abroad, intended to cover expenses of individuals resident in Brazil during international travels (i.e. on tourism, business, service or training trips, or on official missions), up to the limit of BRL 20,000 per month.

The reduced rates are as follows:

- 6% from 1 January 2023 to 31 December 2024;
- 7% from 1 January 2025 to 31 December 2025;
- 8% from 1 January 2026 to 31 December 2026; and
- 9% from 1 January 2027 to 31 December 2027.

Such measure was originally introduced through Provisional Measure 1138/2022, published in the Official Gazette on 22 September 2022.

Provisional Measure 1138/2022 was converted into [Law 14,537/2023](#), published in the Official Gazette on 1 March 2023.

For previous reporting, see [Government Reduces Withholding Tax Rate on Remittances Abroad to Cover International Travel Expenses \(28 September 2022\)](#).