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Factsheet for case **HR-2020-14/321**

Cancellation and reduction of taxes and social contributions

Factsheet generated on 27 April 2020, 17:54

Country	Croatia, applies nationwide
Time period	Temporary, 02 April 2020 - 31 December 2020
Type	Legislation or other statutory regulation
Category	Supporting businesses to stay afloat – Direct or indirect financial support
Case created	06 April 2020 (updated 14 April 2020)

Background Information

The Government decided on 2 April 2020 that for companies that have revenue of up to HRK 7.5 million (€ 1 million) and have a revenue drop of more than 50 %, taxes and contributions will be completely written off over the next three months. For companies that have revenue of more than HRK 7.5 million (€ 1 million) and have a revenue drop of more than 50 -100 %, taxes and social contributions will be proportionally written off over the next three months. Therefore, if a company has a revenue drop of 75%, it will pay 25 % of taxes and contributions over the next three months. The companies that generate more than HRK 7.5 million (€ 1 million), the 7% of big companies, will be exempt from their tax liabilities in proportion to the decrease in their revenue in April, May, and July. If their revenue has decreased by 20% to 50%, they are entitled to a deferral and interest-free payment in installments, those whose revenue has decreased by 50% to 100% will pay proportionately, and if their revenue has decreased by 75%, they will only pay 25% of their tax liabilities.

Content of measure

N/A

Use of measure

N/A

Actors, target groups and funding

Actors	Target groups	Funding
National government	All companies	No special funding required

Social partners

Role of social partners	No involvement
Form of involvement	N/A

N/A

Sectors and occupations

This case is not sector-specific.

This case is not occupation-specific.

Sources

- 02 April 2020: Prijedlog zaključka o drugoj skupini mjera za pomoć gospodarstvu uslijed epidemije koronavirusa (vlada.gov.hr)