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Fiscal Bulletin



Summary:

1. Order of the Minister of Public Finance No. 60/2015

The nontaxable limit for daily allowance expenses was increased

Order of the Minister of Public Finance No. 60/2015 (the „Order”), published in the Official Gazette, Part I, No. 68/27.01.2015, updates the daily allowance amount granted to state employees, which increased from RON 14/day to RON 17/day.

The daily allowance for state employees represents the key indicator for computing the non-taxable limit for such compensation granted by private companies.

Thus, for private sector employees, the amount of daily allowance which exceeds 2.5 times the limit set for state employees (i.e. **RON 42.5/day**), is subject to 16% salary tax and is also encompassed in the computational base for mandatory social contributions, as per Art. 55 para. (2) let. i) and Art. 296⁴ para. (1) let. m) of the Romanian Fiscal Code.

The Order’s provisions are applicable starting 27 January 2015, when it was published in the Official Gazette.

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Editors

Țuca Zbârcea & Asociații Tax S.R.L. is the specialised tax consultancy entity of Țuca Zbârcea & Asociații, offering a full range of advisory and compliance services. Țuca Zbârcea & Asociații Tax S.R.L. covers transaction planning, operational tax advice, efficiency structures (tax optimization schemes), tax reviews and due diligence, tax authorities' audits and dispute resolution (including mitigating the risks and the potential impact of time-consuming disputes with local fiscal authorities), tax compliance and representation, as well as transfer pricing. Our team comprises seven tax consultants previously working in management positions with Big Four companies and the Ministry of Finance. The group cooperates closely with the firm's lawyers specialising in administrative law, as well as contentious-administrative disputes.

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