

**Automatic instalment payment granted to non-natural persons
for tax debts not exceeding HUF 1,000,000**

Dear Client!

At the request of non-natural persons, the National Tax and Customs Administration (hereinafter referred to as NTCA) **will authorise once a year, up to a maximum of 6 monthly instalments without surcharge for tax debts of up to HUF 1,000,000** recorded by the NTCA.¹

In such cases, the NTCA does not examine whether the payment difficulty is due to the taxpayer's behaviour, nor whether the payment difficulty is temporary. This is the so-called **automatic payment by instalments facility**.

If the taxpayer **fails to pay the instalment due on time** when the automatic payment by instalments is allowed, **the payment by instalments facility will be cancelled and the debt will have to be repaid in one single instalment**. In this case, the NTCA will also charge a late payment penalty on the remaining debt from the original due date.²

The procedure is free of duty.

In other words

- non-natural persons

may apply

- for tax debts up to HUF 1,000,000 as registered by the NTCA,
- free of duty,
- once per calendar year,
- a maximum of 6 monthly instalments free of surcharges.

A taxpayer who is obliged to communicate electronically may submit his/her request for an automatic instalment payment electronically

- by selecting the AUTRESZ application in the Online Form Completion Application (ONYA), or
- by using the form FAG01 available in the ÁNYK program.

Taxpayers who are not required to communicate electronically can also submit a paper-based application.

There is no right of appeal against the decision on the authorised instalment payment.

Evaluation

NTCA will consider the conditions detailed above when assessing the application. **If the applicant fails to meet any of the conditions, NTCA will reject the application.** In this case, it is possible to initiate a „*traditional*”³ payment facilitation procedure. You can access details of the procedure through <https://nav.gov.hu/pfile/file?path=/en/taxation/Booklets/30.2---payment-facilities-for-economic-entities>, in Information Leaflet no. 30.2, titled „*Payment facilities for economic entities*”.

¹ Subsection (2a) of Section 199 of Act CL of 2017 on the Rules of Taxation (Taxation Act).

² Subsection (3) of Section 199 of the Taxation Act.

³ Application for payment facilitation to be evaluated pursuant to Sections 198 (1)-(7) of the Taxation Act.