

Automatic instalment payment granted to non-natural persons for tax debts not exceeding HUF 2,000,000

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 2,000,000** 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 2,000,000** calculated without deducted liabilities and payment obligations not subject to the Taxation Act, **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 Filling 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 by clicking on the following link for the Hungarian version https://nav.gov.hu/ugyfeliranytu/nezzen-utana/inf_fuz, and [on this website](#) for the English downloaded version of Information Booklet 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.