

Launch of Phase 2 of SURI

TAX ALERT

October 2018

On October 2, 2018, the **PR Treasury Department** (“Treasury”) issued **Informative Bulletin of Internal Revenue No. 18-16** (“IB IR 18-16”) to: (a) notify the types of taxes included in each of the three (3) phases of implementation of the Internal Revenue Uniform System (“SURI”, by its Spanish acronym) and the corresponding launch dates for each phase and (b) inform some of the transactions that will be available electronically through SURI once the launch of Phase 2 is completed.

Phase 2 of SURI will be launched on December 10, 2018

Summary of SURI Implementation Phases

Below is a summary of the implementation phases of SURI:

Phase	Tax Types	Launch Date
Launch 1 (Completed)	<ul style="list-style-type: none"> Sales and Use Tax 	This phase has already been implemented and SUT is currently administered in its entirety through SURI.
Launch 2 (Next to implement)	<ul style="list-style-type: none"> Withholding of Income Tax at Source Estate and Gift Taxes Excise Tax, Taxes on Alcoholic Beverages and License Rights 	December 10, 2018
Launch 3	<ul style="list-style-type: none"> Income Taxes 	December 2019

Transactions to be integrated in SURI

As of *Monday, December 10, 2018*, the following transactions, among others, will be done through SURI:

I. Withholding of Income Tax at Source

- Deposits of taxes withheld at source
- Filing of Employer’s Quarterly Return of Income Tax Withheld (Form 499 R-1B)
- Filing of Withholding Statements and Corrected Withholding Statements (Forms 499R-2 / W-2PR, 499R-2c / W-2cPR and 499 R-3)
- Filing of informative returns (Forms 480.5, 480.6A, 480.6B, 480.6B.1, 480.6C, 480.30, 480.6D, 480.7, 480.7A, 480.7B, 480.7C and 480.7D)
- Filing of informative returns of pass-through entities, revocable trusts or Grantor Trusts and special workers' corporations (Forms 480.6 EC, 480.6 F and 480.6 CPT)

II. Estate and Gift Taxes

- Filing of the Estate Informative Return and issuance of the corresponding Lien Cancellation Certification
- Filing of the Gift Informative Return and issuance of the corresponding Lien Cancellation Certification
- Filing of other related applications

III. Excise Tax, Taxes on Alcoholic Beverages and License Rights

- Filing and payment of the Excise Tax Declaration.
- Filing and payment of the Monthly Excise Tax Return
- Filing and payment of taxes on alcoholic beverages
- Filing of application for manufacturers identification number
- Application and payment of internal revenue license rights
- Permit applications, exemptions and other authorizations related to the importation of alcoholic beverages and tobacco products
- Management of electronic inventory in the bonded warehouses

Treasury intends to issue additional guidance regarding the implementation of Phase 2 of SURI, including the registration procedure in that platform for the type of taxes specified above.

Note: This Newsletter contains only a general summary of relevant legal developments and is not intended to be a comprehensive summary of matters covered herein. Because of the general nature and informative purpose of this newsletter, nothing herein should be considered as legal advice or a legal opinion or that it establishes in any way whatsoever an attorney-client relation or engagement for legal services with any reader. For further information, please contact our Tax Practice Group.

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