

A selection of the latest fiscal news and legislative changes in Romania

[www.roedl.ro](http://www.roedl.ro) | [www.roedl.de/rumaenien](http://www.roedl.de/rumaenien)



Read in this issue:

---

→ A. Dividend Tax

---

→ B. Additional tax for credit institutions

---

→ C. Personal income tax

---

→ D. Health insurance contribution

---

→ E. Value Added Tax (VAT)

---

# Rödl & Partner

In the Official Gazette no. 699, the Law on certain fiscal-budgetary measures was published.

Law no. 141/2025 introduces significant amendments to the Fiscal Code and implements measures to ensure Romania's compliance with its commitments regarding the budget deficit target, as follows:

## → A. Dividend Tax

---

- The dividend tax rate will increase to 16% for dividends distributed starting January 1, 2026 (or from the first day of the modified fiscal year beginning in 2026), applicable to all categories of beneficiaries.

## → B. Additional tax for credit institutions

---

- The additional tax for credit institutions – Romanian legal entities and Romanian branches of foreign credit institutions – will increase from 2% to 4%, starting July 1, 2025, and until December 31, 2026, applied to turnover.

## → C. Personal income tax

---

- Income earned by individuals from the sale of waste originating from their personal assets will be removed from the category of non-taxable income and included in the category of income from other sources. For such income, economic operators will be required to calculate, withhold, and pay the income tax at source.
- Regarding the taxation of gambling income, the minimum tax rate will increase from 3% to 4% for income up to and including RON 10,000. The fixed amounts used for calculating the progressive tax on higher income brackets will be updated, while the 20% and 40% tax rates will remain unchanged.
- For interest income obtained by resident individuals from other resident individuals, derived from holding bonds issued by Romanian companies on capital markets outside Romania, the obligation to calculate, withhold at source, and declare the tax is removed for the payer. These obligations will lie exclusively with the income recipient.

## → D. Health insurance contribution

---

- A health insurance contribution payment obligation is introduced for individuals receiving pension income exceeding the threshold of RON 3,000.
- Exemptions from the payment of the health insurance contribution (CASS) for certain categories of individuals dependent on insured persons (such as spouses, parents with no own income), as well as for individuals receiving unemployment benefits, will be eliminated.
- Individuals opting to pay the social insurance contribution will be required to pay 25% of the related amount at the time of submitting the option declaration.

## → E. Value Added Tax (VAT)

---

Starting **August 1, 2025**:

- The standard VAT rate will increase from **19% to 21%**;
- **A single reduced VAT rate of 11%** will apply.

Detailed changes:

- The **5%** reduced VAT rate will be eliminated, and operations previously subject to it will be taxed at **11%**;
- Some goods and services currently taxed at **9%** will also become subject to the **11% rate**;
- Other goods/services (e.g., supply and installation of photovoltaic panels, access to sports events) will be subject to the **standard 21% VAT rate**.

The option for individuals to purchase homes under social housing policy with a **reduced 9% VAT** rate will be removed. However, transitional measures will apply to contracts concluded before **August 1, 2025**, involving advance payments for such housing, under certain conditions.

The VAT exemption with deduction right for operations performed toward:

- Nonprofit entities;
- Companies fully owned by nonprofit entities

will be eliminated.

Transitional measures will apply for the recovery of VAT related to operations whose chargeable event occurred before **August 1, 2025**, under certain conditions.

# Rödl & Partner

## Contact for further information

---



Bogdan Frățilă  
Attorney at Law  
Country Managing Partner

T +40 21 98 05  
M +40 728 19 75 21  
[bogdan.fratila@roedl.com](mailto:bogdan.fratila@roedl.com)



Andreea Stănică  
Head of Tax and Transfer Pricing  
Partner

T +40 21 98 05  
M +40 723 81 65 51  
[andreea.stanica@roedl.com](mailto:andreea.stanica@roedl.com)

## Imprint

Newsletter Romania | July 2025

Publisher:  
Rödl & Partner Romania  
Gara Herastrau Office Building  
4B Gara Herastrau Street, 9th floor  
District 2, 020334 Bucharest  
Phone: +40 21 9805  
E-Mail: [bucharest@roedl.com](mailto:bucharest@roedl.com)  
[www.roedl.ro](http://www.roedl.ro)

This Newsletter offers non-binding information and is intended for general information purposes only. It is not intended as legal, tax or business administration advice and cannot be relied upon as individual advice. When compiling this Newsletter and the information included herein, Rödl & Partner used every endeavor to observe due diligence as best as possible, nevertheless Rödl & Partner cannot be held liable for the correctness, up-to-date content or completeness of the presented information. The information included herein does not relate to any specific case of an individual or a legal entity, therefore, it is advised that professional advice on individual cases is always sought. Rödl & Partner assumes no responsibility for decisions made by the reader based on this Newsletter. Should you have further questions please contact Rödl & Partner contact persons.

The entire content of this Newsletter and the information available in the internet is intellectual property of Rödl & Partner and is protected by copyright. Users may only download, print or copy the content of this Newsletter for their own purposes. Each change, reproduction, distribution or public communication of its content or parts of the content, whether online or offline, require the prior written consent of Rödl & Partner.