

TAX POP - UP

March 30, 2022

TAX TREATY BETWEEN CHILE AND THE UNITED STATES OF AMERICA



Which is the current status?

The Convention between the Government Of the United States of America and the Government of the Republic of Chile For The Avoidance Of Double Taxation And The Prevention Of Fiscal Evasion With Respect To Taxes On Income And Capital (**the Treaty**), was signed in February 2010 ([click here](#)). Later on, both countries exchanged diplomatic notes regarding their amendments, corresponding the last ones to 2012.



In September 2015, Chile approved and ratified the Treaty. Thus, the Treaty is awaiting to be enacted, which will occur once the United States ratifies it.

What progress has been registered?

Yesterday, the U.S. Senate Foreign Relations Committee advised and consented the ratification of the Treaty through the "Resolution of Advice and Consent To Ratification" ([click here](#)). Consequently, the Treaty is now in position to be approved by the full Senate and then ratified by the President of the United States.



This is a positive step towards the final approval of the Treaty, but we must keep an eye on its approval by the Senate.

What is missing?

As for the U.S. process, yesterday's "Resolution of Advice and Consent To Ratification" positioned the Treaty for approval by the U.S. full Senate.



Once the treaty is approved by the Senate, it must be ratified by the President of the United States.