

INCOME TAX (AMENDMENT) BILL, 2021

ARRANGEMENT OF SECTIONS

Section

Sixth Schedule to Act 896 amended

Income Tax (Amendment) Bill, 2021

A
BILL

ENTITLED

INCOME TAX (AMENDMENT) ACT, 2021

AN ACT to amend the Sixth Schedule to the Income Tax Act, 2015 (Act 896) to provide for a rebate for selected industrial sectors, suspend quarterly instalment payments by specified self-employed persons and owners of commercial vehicles and for related matters.

PASSED by Parliament and assented to by the President:

Sixth Schedule to Act 896 amended

The Income Tax Act, 2015 (Act 896) is amended in the Sixth Schedule by the addition after paragraph 12, of

“Rebate for selected sectors

13. (1) The rate of income tax payable on the estimated chargeable income of the following sectors for the second, third and fourth quarters of 2021 shall be seventy per cent of the applicable rate:

- (a) accommodation and food;
- (b) education;

Income Tax (Amendment) Bill, 2021

- (c) travel and tours; and
- (d) arts and entertainment.

(2) For the purposes of this paragraph, the classification of the sectors is as provided in the International Standard Industrial Classification of All Economic Activities (ISIC Rev. 4.1).

Suspension of quarterly income tax instalment payment

14. The quarterly income tax instalment payment for the following categories of persons are suspended for the second, third and fourth quarters of 2021:

- (a) the following “Category A” self-employed persons listed in the Third Schedule to the Income Tax Regulations, 2016 (L.I. 2244):
 - (i) retail traders;
 - (ii) susu collectors;
 - (iii) drinking and chop bar owners;
 - (iv) bakeries;
 - (v) business centres; and
 - (v) estates and accommodation agents;
- (b) the following “Category B” self-employed persons listed in the Third Schedule to the Income Tax Regulations, 2016 (L.I. 2244):
 - (i) dress makers and tailors;
 - (ii) hairdressers, beauticians and barbers;
 - (iii) artisans including masons, carpenters, plumbers, electricians, tilers, steel benders and labourers;

Income Tax (Amendment) Bill, 2021

- (iv) hiring services other than vehicle hiring; and
 - (v) freelance photographers who make a living out of photography other than operating in a photo studio or a specific location;
- (c) the following “Category C” self-employed persons listed in the Third Schedule to the Income Tax Regulations, 2016 (L.I. 2244):
 - (i) butchers;
 - (ii) individual undertakers;
 - (iii) corn millers and other millers;
 - (iv) charcoal and firewood vendors;
 - (v) vulcanisers and alignment operators;
 - (vi) auto technicians;
 - (vii) shoes and equipment repairs; and
 - (viii) traditional healers; and
- (d) an owner of any of the following class of vehicles provided in the Second Schedule to the Income Tax Regulations, 2016 (L.I. 2244):