

# Breakfast Tax Update 2016

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# Tax Update

- Fringe – benefits- interest free or low loans- 7,75%
  - Loan is changed to a Debt (para 11)
- Retirement Fund Contributions, limited to 27,5 of the greater of remuneration for PAYE purposes or taxable income, max R 350 000
- Retirement from a Provident under 55, forced purchased annuity, extended to 2018;
- Para 12 D, contribution certificate- Gazette 39538 18/12/2015
- Subsistence Allowance – meals and incidental costs R 372- incidental R 115- Gazetted 39724 24/02/2016

# Tax Update

- Travelling Allowance Alternative R 3,29, excluded is parking & toll fees: Gazette No 39724 24/2/2106
- Other Deduction- Bad debt of salary
- Company Cars- 3,5% of determined value (the cash cost including Vat) per month- maintenance plan - 3,25% and operating lease – cost plus fuel-
  - Two cars, highest value Commissioner will decide (para 7(6))
  - Records to the satisfaction of the Commissioner must be kept (para 7(7))

# Tax Update

- Site is history Para 11B of the Fourth Schedule;
- Para 2 (h) of 7<sup>th</sup> Schedule – settlement of employess debt, provisio must be proving to the Commissioner.
- Para 6 (b) General use of assets for short periods, private use negligible, as does not exceed an amount in public notice

# Tax Update

- Withdrawal by Non-residents- when the expat ceases to be a tax resident or leaves at end of work visa.
- Bursary & Scholarships; Grades R to 8 excluded, effective 1/03/2013;
- Clarification of the interaction between taxation of share incentive trusts, time of disposal rules and attribution of gains to trust beneficiary

# Tax Update

- Gazette No. 39668 List of organs of state or entities that a Senior Sars official may lawfully disclose information to:
  - Municipality;
  - Companies and Intellectual Property Commission;
  - Department of Home Affairs; and
  - Government Pensions Administration Agency