



Flash report

30 August 2017

Issue 17

This flash report is issued to highlight the amendments to the Income Tax (Rates of Tax and Levies) Regulations 2017 following the 2017/2018 National Budget announcement. The amendments were gazetted on 31 July 2017 and came into effect from 1 August 2017.

Contents

Changes to Rates of Tax and Levies

Schedule for the Rates of Tax and Levies

Individuals

- The tabulated tax calculations for resident individuals are amended for the change in income tax rates. Non-residents continue to be taxed at a flat rate of 20%
- The Social Responsibility Tax (SRT) has reduced by 10% at each income bracket for both resident and non resident individuals and an equivalent 10% Environment and Climate Adaptation Levy (ECAL) is applicable on income over \$270,000

The rates applicable to **resident individuals** effective 1 August 2017 is as follows:

Chargeable income (\$)	Income Tax (\$)	ECAL (\$)	SRT (\$)
0 - 30,000	Nil	Nil	Nil
30,001 - 50,000	18% on excess over \$30,000	Nil	Nil
50,001 - 270,000	\$3,600 + 20% on excess over \$50,000	Nil	Nil
270,001 - 300,000		10% on excess over \$270,000	13% on excess over \$270,000
300,001 - 350,000		\$3,900 + 14% on excess over \$300,000	
350,001 - 400,000		\$10,900 + 15% on excess over \$350,000	
400,001 - 450,000		\$18,400 + 16% on excess over \$400,000	
450,001 - 500,000		\$26,400 + 17% on excess over \$450,000	
500,001 - 1,000,000		\$34,900 + 18% on excess over \$500,000	
1,000,001 & over		\$124,900 + 19% on excess over \$1,000,000	

The rates applicable to **non-resident individuals** effective 1 August 2017 is as follows:

Chargeable income (\$)	Income Tax (\$)	ECAL (\$)	SRT (\$)
0 - 270,000		Nil	Nil
270,001 - 300,000			13% on excess over \$270,000
300,001 - 350,000			\$3,900 + 14% on excess over \$300,000
350,001 - 400,000			\$10,900 + 15% on excess over \$350,000
400,001 - 450,000	20%	10% on excess over \$270,000	\$18,400 + 16% on excess over \$400,000
450,001 - 500,000			\$26,400 + 17% on excess over \$450,000
500,001 - 1,000,000			\$34,900 + 18% on excess over \$500,000
1,000,001 & over			\$124,900 + 19% on excess over \$1,000,000

Withholding Taxes

- The resident and non-resident dividend withholding tax rates of 3% and 9% respectively have been removed

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IMPORTANT

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