

Finance Act (Tax Amnesty) (Amendment) Regulations, 2015 (No. 1)

IT is hereby notified that the Minister of Finance and Economic Development has, in terms of section 23 of the Finance Act (No. 2) 2014, made the following regulations:—

1. These regulations may be cited as the Finance Act (Tax Amnesty) (Amendment) Regulations, 2015 (No. 1) and shall be deemed effective from 1st October, 2014.

2. The Finance Act (Tax Amnesty) Regulations, 2014, published in Statutory Instrument 163 of 2014 (hereinafter called “the principal regulations”) are amended by the insertion of a new subsection after section 6(2) as follows—

“(3) A discount, calculated at a rate of 5% *per annum* shall be granted to taxpayers that make early payments of any covered tax. The discount shall be calculated as follows—

$$PV = \frac{FV}{(1+r)^n}$$

Where :—

PV = the discounted value of the assessed tax.

FV = is the assessed liability.

r = is the monthly interest rate derived by dividing the prescribed rate of 5% by 12 months in a calendar year.

n = number of months between the date of payment of assessed tax and expiry of the tax amnesty period.”