



**REPORT OF THE PORTFOLIO COMMITTEE ON THE
ECONOMIC AND DEVELOPMENT CLUSTER**

ON

**INCOME TAX (AMENDMENT OF MONETARY
AMOUNTS) REGULATIONS, 2024**

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1. INTRODUCTION

On the 26th April 2024, the Hon. Minister of Finance and Development Planning tabled the Income Tax (Amendment of Monetary Amounts) Regulations, 2024. The Regulations were referred to the Portfolio Committee on the Economic and Development Cluster for consideration in terms of Standing Order No. 100 (3). The Committee invited the Hon. Minister of Finance and Development Planning to a briefing session in accordance with Standing Order No. 101 (2).

The Committee, therefore, presents this report to the House for consideration.

2. MINISTERIAL BRIEF

The Ministry stated that the Income Tax (Amendment of Monetary Amounts) Regulations, 2024 are made pursuant to Section 212 (1) (c) of the Income Tax Act of 1993.

The Income Tax Regulations on the monetary amounts are amended in order to ensure that disposable income of taxpayers is protected or maintained from being eroded by inflation. The protection and maintenance of this disposable income will lead to an increase of the buying power of taxpayers.

The Regulation therefore, provide for an adjustable or progressive personal tax credit as income rises.

In the Regulations, Section 73 of the principal law is amended by deleting the amount “M10, 824.00” and substituting the amount “M11, 040.00”. The Second Schedule to the principal law is also amended by deleting the amount “M69, 120.00” and substituting the amount “M70, 500.00”. Finally, the Income Tax (Amendment of Monetary Amounts) Regulations, 2023 are repealed.

3. RECOMMENDATIONS

The Committee recommends as follows:

- 3.1 All sections in the principal law which are regularly amended such as Section 73 and the Second Schedule should be amended to exclude monetary figures; and
- 3.2 That these Regulations be allowed and this report be adopted by the House.