



VALUE ADDED TAX (AMENDMENT) ACT, 2024

(Act 16 of 2024)



I assent

A handwritten signature in black ink, appearing to read "Wavel".

Wavel Ramkalawan
President

13th December, 2024

AN ACT TO AMEND VALUE ADDED TAX ACT (CAP 244).

ENACTED by the President and the National Assembly.

Short title

1. This Act may be cited as the Value Added Tax (Amendment) Act, 2024 and shall come into operation on the 1st January, 2025.

Amendment of section 3

2. Section 3 of the Value Added Tax Act in this Act referred to as the principal Act is amended —

- (a) by repealing the word “and” at the end of paragraph (a) and substituting it with “or”.
- (b) in paragraph (b), repealing the word “levies,” after the word “duties” and by inserting after the words “service charges” the words “and levies”.

Amendment of section 7

3. Section 7 of the principal Act is amended by repealing the word “Fifth” in subsection (2) and substituting it with the word “Fourth”.

Amendment of section 8

4. Section 8 of the principal Act is amended by inserting after subsection (5) the following —

“(6) Notwithstanding this section, the Commissioner General may defer the registration of any person based on the following grounds —

- (a) the person has no bank account;
- (b) the person has previously been registered for VAT and has not been compliant to their obligations under this Act; or
- (c) the person has a record of tax related abuse or fraud.”.

Amendment of section 9

5. Section 9 of the principal Act is amended —

- (a) by repealing subsection 2 (a), and substituting it with the following new paragraph —

“(a) where the value of taxable supplies is equal to or greater than the amount specified in the Fourth Schedule, the person has —

- (i) at the beginning of the 6 month period, if there are reasonable grounds to expect that the person will exceed the voluntary registration threshold in that period; or
- (ii) at the end of any 12 month or lesser period, if in that period the person exceeds the voluntary registration threshold;”;

(b) by inserting, after subsection (2), the following new subsections —

“(2A) A person exceeds the voluntary registration threshold in a particular period if the total value of taxable supplies made or reasonably expected to be made by the person during the period is equal to or greater than the amount specified in the Fourth Schedule.

(2B) Notwithstanding subsection (1), the Commissioner General may refuse the registration of any person, if —

- (a) the person has not met the threshold or criteria specified under section 9 (1) to (2)(d) of the Act; or
- (b) the person has no bank account; or
- (c) the person has previously been registered for VAT on a voluntary basis but has failed to fulfil the conditions stated under this Act; or
- (d) the Commissioner General has concerns for potential abuse or fraud pursuant to section 8(7)(c).”

Amendment of section 12

6. Section 12 of the principal Act is amended —

- (a) in subsection (4), by repealing the word “twelve” wherever it may appear and substituting with the word “twenty-four”;
- (b) in subsection (4) (b), by repealing the words “or less”;
- (c) by inserting after subsection (4) (b) the following new subsection —

“(4A) Notwithstanding subsections (3) and (4), the Commissioner General may refuse to cancel the registration of any person registered under section 9 where the Commissioner General considers it necessary for the protection of the revenue.”;

- (d) by deleting the full stop after subparagraph 5(c) and inserting the following new subparagraph —

“(d) the person no longer meets any of the criteria listed in Part III (REGISTRATION) of the Act.”;

Amendment of section 13

7. Section 13 of the principal Act is amended —

- (a) by substituting the full stop “.” after the word “goods” in subparagraph (1)(b) with “, or”
- (b) by inserting after subparagraph (1)(b) the following —
 - “(c) for the acquisition of services.”;
- (c) in subsection (2), by substituting the “(a) or (b)” after the word “paragraphs” with “(a), (b) or (c)”.

Amendment of section 23

8. Section 23 of the principal Act is amended by repealing subsection (c) and substituting it with the following —

“(c) the amount of any customs duty, excise, or any fee or other charge paid (excluding levies) in respect of the import.”

Amendment of section 24

9. Section 24 of the principal Act is amended —

(a) by inserting after subsection 7 the following —

“8.(1) Notwithstanding subsection (7), a taxable person shall be required to complete a VAT input tax credit form when the input tax credit amount is equal to or greater than SCR50,000 per transaction.

(2) The VAT input tax credit form shall be furnished upon submission of the VAT returns.”.

I certify that this is a correct copy of the Bill which was passed by the National Assembly on 3rd December, 2024.



Mrs. Tania Isaac
Clerk to the National Assembly