

## Zambia - Tax Table Changes 2023

The Income Tax (Amendment) Act, 2022 assented on 23 December 2022. This Act came into operation on the 1st of January 2023.

### PAYE exemption threshold:

The exempt threshold has increased from K4 500.00 to K4 800.00 per month.

### Marginal rate and tax bands adjustment:

The marginal tax rate for the second income bracket has been reduced to 20%.

### Disability tax credit:

The monthly tax credit for disabled persons increased from K500 to K600 per month.

Click [here](#) to access the Income Tax (Amendment) Act, 2022.

## Tax Table Changes 2023

The new tax tables are effective 1 January 2023:

| Lower Income Limit | Upper Income Limit | Income Threshold | Marginal Rate | Tax on Threshold |
|--------------------|--------------------|------------------|---------------|------------------|
| 0                  | 57 600.00          | 0.00             | 0%            | 0.00             |
| 57 600.00          | 81 600.00          | 57 600.00        | 20%           | 0.00             |
| 81 600.00          | 106 800.00         | 81 600.00        | 30%           | 4 800.00         |
| 106 800.00         | 999 999 999 999.99 | 106 800.00       | 37.5%         | 12 360.00        |

## Paymaster Impact

- The new tax tables are effective 1 January 2023.
- All Zambia payrolls have been recalculated.
- Please refer to release note 48428 for more detail on the new NAPSA ceiling for the 2023 tax year.