

# Annual BUDGET SPEECH 2023/24

#### **National Treasury** WHAT IS IN THE BUDGET? Every year we follow the Finance Minister's Budget Speech with all hands on deck to bring you the

**Income Tax: Individuals & Special Trusts** 

Highlights of the tax proposals by

#### highlights presented in this short guide.

The ongoing effect of COVID-19, the stringent lockdowns in China, the outbreak of the Russia-Ukraine

conflict, unreliable electricity supply, high unemployment rates and crime and corruption all has impacted our economy severely. Read here how Government will respond in its tax collection and spending to recover the economy.



**TAX RATES** 

and 29 February 2024. RATE OF TAX (R)

Tax payable by individuals for the tax year ending between 1 March 2023

TAXABLE INCOME (R)

1 - 237 100

237 101 - 370 500 370 501 - 512 800

512 801 - 673 000

857 901 - 1817 000

673 001 - 857 900

1817 001 and above Trusts other than special trusts (Including Personal Service Provider Trusts)

**Tax Thresholds** 

Below age

Age

Main

**Member** 

2022/23: R347

65-74

**PERSONAL INCOME TAX** 

**77 362 + 31%** of taxable income above 370 500

18% of taxable income

**121 475 + 36%** of taxable income above 512 800

**42 678 + 26%** of taxable income above 237 100

179 147 + 39% of taxable income above 673 000

**251 258 + 41%** of taxable income above 857 900

**644 489 + 45%** of taxable income above 1 817 000

2022/23

R16 425

R9 000

R2 997

2023/24

R17 235

R9 444

R3 145

**Tax Rebate** 

Primary

Secondary

Tertiary

2023/24

R95 750

R148 217

R165 689

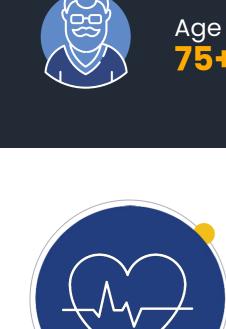
**First** 

**Dependant** 

2022/23: R347

2023/24: R364

Rate of tax 45%



### **MEDICAL AID TAX CREDITS**

2022/23

R91 250

R141 250

R157 900



2023/24: R364



PRESCRIBED RATE FOR THE **REIMBURSEMENT OF KILOMETRES FOR BUSINESS TRAVEL** 

2022/23:

per kilometre



2023/24:

per kilometre

R493

R152

R152

**R522** 

**R161** 

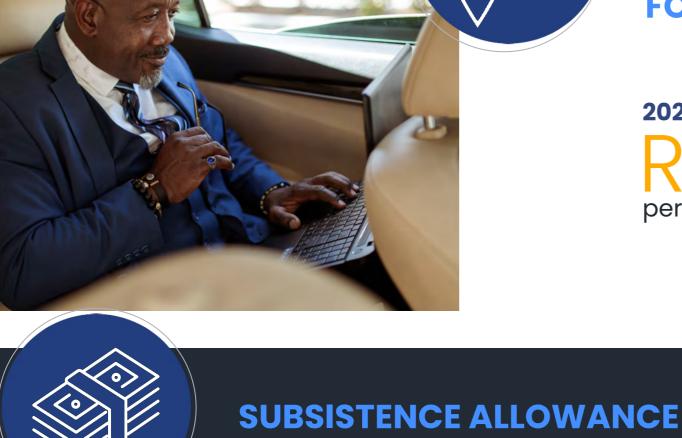
**R152** 

**Additional** 

**Dependants** 

2022/23: R234

2023/24: R246





Meals & Incidentals

Meals & Incidentals

Incidentals Only

2022/23 2023/24



> 28% for companies with years of assessment ending on any date between 1 April 2022 and 30 March 2023 > 27% for companies with years of assessment ending on any date on or after 31 March 2023

45%

**Income Tax: Companies** 

**Income Tax: Small Business Corporations** TAXABLE INCOME (R) RATE OF TAX (R) 1 - 95 750 0% of taxable income

**Income Tax: Trusts** (Other Than Special Trust)

(Including Personal Service Provider Companies)

7% of taxable income 95 751 - 365 000 above 95 750 18 848 + 21% of taxable income 365 001 - 550 000 above 365 000

**57 698 + 27%** of the amount

Cigars

**Spirits** 

**R3.90** per

750ml bottle

23g

**R5.47** per

above 550 000

550 001 and above

Cigarette

Tobacco

**R1.10** per

**Unfortified** 

750ml bottle

50g

Wine

18c per

Ciders &

**Alcoholic** 

**Fruit Bev** 

340ml can

10c per

2022/23

R1 985

R2 005

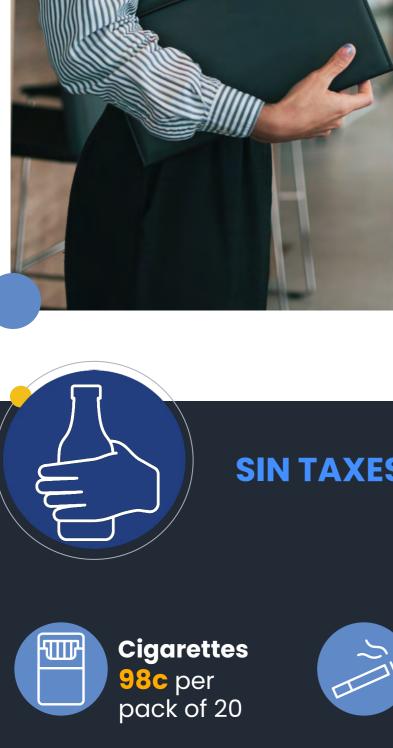
R2 005

R1 985

R1 070

R1 985

**LEVIES AND TAX ON FUEL** 



## **SIN TAXES INCREASED BY**

Pipe

25g

Tobacco

33c per

**Fortified** 

Wine

31c per

73c per

pack of 20

750ml bottle

**Heated tobacco** 

product sticks



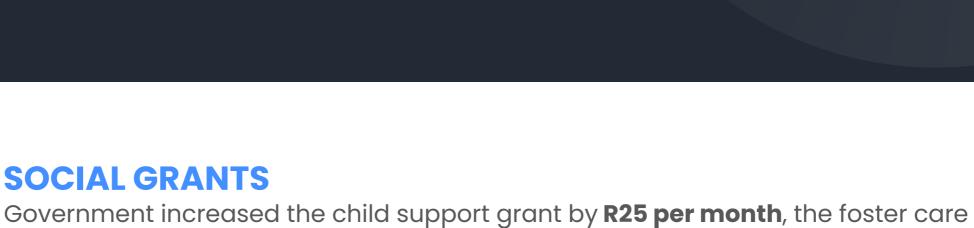
Malt

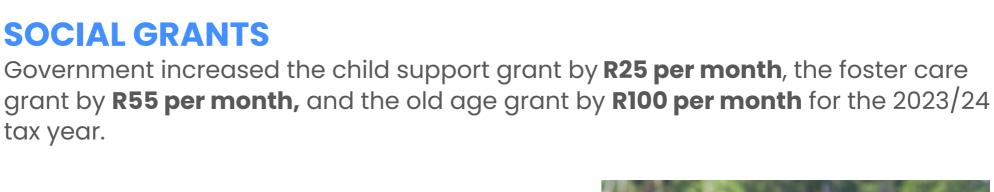
Beer

10c per

340ml can

tax year.





**R2105** 

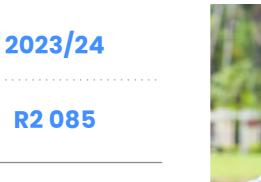
**R2105** 

**R2085** 

R1 125

**R2 085** 

**R505** 





State Old Age Grant

War Veterans Grant

State Old Age Grant, over 75

## R480



sum benefit or severance

benefit exemptions have

lump sum withdrawal

increased with 10%.

GOVERNMENT SOURCES OF INCOME IN 2023/24

**R1787.5bn** | 84.2%

**R283.7bn** | 13.4%

**R51.6bn** | 2.4%

Basic education: R309.5bn | 13.8%

Economic development: R237.6bn | 10.6%

Post-school education and training: R135.6bn | 6.0%

benefit and retirement fund



2022/23

R0.09p/I

R0.10p/I

2023/24

R0.09p/I

R0.10p/I



9

**Taxes** 

**Borrowing** 

Non-tax revenue

## **Debt-service costs: R340.5bn** | 15.2%

WHERE IS THE MONEY COMING FROM AND

HOW WILL IT BE SPENT IN 2023/24?

Community development: R259.7bn | 11.6% Health: R259.2bn | 11.6%

Peace and security: R227.3bn | 10.1%

South African National Treasury

Data provided by:

SARS

www.paymaster.co.za | 021 712 7333