

MFED

Taxpayer's Obligations

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**GOVERNMENT OF KIRIBATI
INTERNAL REVENUE BOARD
Ministry of Finance & Economic Development
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Republic of Kiribati**

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**"To serve and improve the efficiency
in collecting Government Revenue
for the benefit
of the people of Kiribati"**

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Taxpayer's Obligations



To be fair and consistent

Tax Rates

Resident Individual tax rate commencing from 1 January 2014 to date

\$0 - \$5,000	Nil
\$5,001 - \$15,000	20% on the excess over \$5,000 @ 2,000
\$15,001 - \$30,000	25% on the excess over \$15,000 @ 3,750
\$30,001 above	30% on the excess over \$30,000

Resident Company tax rate commencing 1 January 2001 to date

\$0 - \$25,000	@ 20%	A new threshold and at a reduced tax rate @ \$5,000
\$25,001 - \$50,000	@ 30%	A new threshold and at a reduced tax rate @ 7,500
\$50,000 above	@ 35%	No change in both tax threshold and tax rate

Non resident company tax rate is 30%

Records

Records shall be retained by the taxpayer for a period of 7 years after the tax year to which they relate.

For further information please contact the office on **720-21806**

Ministry of Finance Switchboard **740-21806**

Returns & Due Dates

<u>Taxpayer</u>	<u>Type of return</u>	<u>Due Dates</u>
Employer	monthly staff paye	15 days after end of month
Principal	monthly withholding tax	21 days after end of month
VAT	quarterly	within 15 days after end of the quarter
Employer	annual staff paye	within 21 days after end of tax year
Principal	annual withholding tax	within 3 months after end of tax year
Soletrader	financial Statement	Not later than 31st March each year
Partnership	financial Statement	As Above
Companies	financial Statement	As Above
Cooperative	financial Statement	As above

Payment Objections & Appeals

Payment must be made within 30 days after the date of the notice of assessment . Failure to pay by the due date will render the taxpayer liable to a penalty as prescribed under Section 109 of the Income Tax Act 1990

Objections to assessment must be in writing to the Internal Revenue Board within 60 days of date of service of notice of assessment and must state clearly in detail the ground upon which it is made.

Any party dissatisfied with the decision of the Tribunal has the right of appeal to the High Court.

Appeal to tribunal to be lodged within 90 days of date of service of notice of assessment

Payments & Due Dates

<u>Taxpayer</u>	<u>Type of payments</u>	<u>Due Dates</u>
Employer	monthly staff paye	within 15 days after the end of the month
Principal	monthly withholding	within 21 days after the end of the month
VAT	quarterly	within 15 days after end of the quarter
Soletrader	business tax due	within 30 days after date of
Partnership	business tax due	the notice of the
Company	company tax due	assessment

Provisional Taxes

As pursuant to Section 108 of the Income Tax Act 2023 Provisional tax is payable by three installments on the last day of the month following the end of the 6th, 9th and 12th months of the income taxpayer's tax year i.e. 31 July, 31 October and 31 January. The amount payable per quarter is 27.5% of the latest year's tax due.

Offences & Penalties

<u>Offences</u>	<u>Penalties</u>
Failure to maintain and furnish return	>\$5000 or >24 months imprisonment
Failure to pay tax by due date	Additional sum of 15% per annum of the unpaid tax
Failure to file a return	\$30 per month
Make any false return / statement	>\$5000 or >24 months imprisonment