

BUDGET SPEECH 2022

HERE'S WHAT YOU NEED TO KNOW



HI, I'M JOHAN SWART. HEAD OF TAX SERVICES AT LEGAL&TAX

February is not only the month of love but it's also that time of year where Minister of Finance, Enoch Godongwana, delivers the annual budget speech. As part of being a companion to you, Legal&Tax has compiled an infographic that summarises the entire budget breakdown

PERSONAL INCOME TAX IS ADJUSTED DOWNWARDS BY 4.5%. PERSONS UNDER THE AGE OF 65 WILL NOW START PAYING TAX AT AN ANNUAL INCOME EXCEEDING R91 250



TAXABLE INCOME (R)	RATES OF TAX (R)
0 – 226 000	18% of each R1
226 001 – 353 100	40 680 + 26% of taxable income above 226 000
353 101 – 488 700	73 726 + 31% of taxable income above 353 100
488 701 – 641 400	115 762 + 36% of taxable income above 488 700
641 401 – 817 600	170 734 + 39% of taxable income above 641 400
817 601 – 1 731 600	239 452 + 41% of taxable income above 817 600
1 731 601 and above	614 192 + 45% of taxable income above 1 731 600

REVENUE

PERSONAL INCOME TAX	R 587.9 BN
VAT	R 439.7 BN
CORPORATE INCOME TAX	R 269.9 BN
CUSTOMS AND EXCISE DUTIES	R 117.4 BN
FUEL LEVIES	R 89.1 BN
OTHER	R 94.5 BN
CONSOLIDATED GOVERNMENT REVENUE	R 1.55 TRILLION

EXPENDITURE

LEARNING AND CULTURE	R 441.5 BN
HEALTH	R 259.0 BN
SOCIAL DEVELOPMENT	R 364.4 BN
COMMUNITY DEVELOPMENT	R 236.3 BN
ECONOMIC DEVELOPMENT	R 227.1 BN
PEACE AND SECURITY	R 220.7 BN
GENERAL PUBLIC SERVICES	R 69.2 BN
PAYMENT FOR FINANCIAL ASSETS	R 27.2 BN
CONTINGENCY RESERVE	R 10 BN
DEBT SERVICE COST	R 301.8 BN
CONSOLIDATED GOVERNMENT REVENUE	R 2 157.3 TRILLION

HIGHLIGHTS



SIN TAX
4.5% - 6.5% INCREASE



NO INCREASE ON FUEL LEVY



INCREASE 2.31c PER GRAM



R350 SOCIAL GRANT- EXTENDED 12 MONTHS



INCANDESCENT LIGHT BULB LEVY WILL BE INCREASED FROM R10 TO R15 PER LIGHT BULB FROM 1 APRIL 2022



PLASTIC BAG LEVY WILL INCREASE BY 3C TO 28C PER BAG FROM 1 APRIL 2022

SIN TAXES



R4.83
SPIRITS 750ML
17C
WINE 750ML

76C
SPARKLING WINE 750ML

11C
BEER OR CIDER 340ML CAN



R6.77
CIGARS 23G

37C
PIPE TOBACCO 25G

R1.0
CIGARETTES 20 PACK

A NEW TAX WILL ALSO BE INTRODUCED ON BEER POWDERS

GOVERNMENT ALSO PROPOSES TO INTRODUCE A NEW TAX ON VAPING PRODUCTS OF AT LEAST R2.90 PER MILLILITRE FROM 1 JANUARY 2023

REMAIN UNCHANGED



PROPERTY TAX



TAX FREE SAVINGS



VAT 15%

WITH LEGAL&TAX YOU'RE NOT ALONE