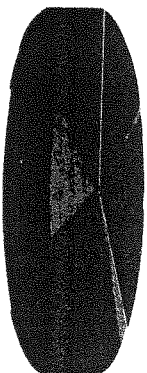


# THE REPUBLIC OF SOUTH SUDAN (RSS)



## MINISTRY OF FINANCE AND PLANNING

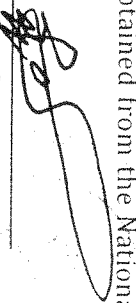
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September 29, 2017

TO WHOM IT MAY CONCERN

**Payment of PIT withholding to the State Level**

- 1) There have been substantial efforts made between national Government and state Governments to increase coordination cooperation in the field of revenue collection and management. These efforts began with the formation and convening of the inter- Governmental Fiscal Relation (IGFR) task force whose recommendations were approved by the National Council of ministers in January 2012.
- 2) In subsequent joint meetings between the minister of Finance & Planning & the state Ministers of Finance, an agreement was reached on a number of issues: including the pledged cooperation between the states and National Staffs responsible for collection of revenue, Under agreement reached, a centralized collection policy was implemented in which the national Government would collect Excise Taxes on behalf of the states.
- 3) In additional, sales tax would be collected and shared 50/50% with the states in return, states agreed to abandon their system of roadblocks that were adversely impacting the economic growth of South Sudan and stop collecting excise tax and the equivalent of a sales tax.
- 4) In this regard I write to inform all non-governmental organizations and other institutions that the employee's Personal Income tax (PIT) for those recruited locally within the states should be paid to the state and those recruited at national level but worked in the state their PIT withholding is paid to National Directorate of Taxation.
- 5) Details information can be obtained from the National Directorate of Taxation HQs Malakia -Juba.

  
**Hon. Stephen Dhieu Dau**  
**Minister of Finance and Planning**

CC: - Hon. Mou Ambrose Riiny, Deputy Minister, MOF&P  
- Hon. Agak Acuil Lual, 1st Undersecretary for Finance, MOF&P  
- Hon. Wani Buyu Dyori, Undersecretary for Planning, MOF&P  
- Mr. Albino Chol Thiik, DG for Taxation, MOF&P  
- File

MINISTER

P.O Box 80, South Sudan - Juba