

# Republic of South Sudan (RSS)



## NATIONAL REVENUE AUTHORITY (NRA)

Circular No: SS/NRA/J/CG- 16/1/2020

To: all NGOs, Business Organization operating in South Sudan

Ref: **National Social Insurance Fund (NSIF) in accordance to South Sudan Tax Laws**

The office of the Acting Commissioner General of National Revenue Authority (NRA) wishes to inform the entire public, National, International NGOs and business community that, the pension fund/National Social Insurance Fund (NSIF) is subject to tax in accordance to South Sudan Tax laws of and regulations.

In this regard NRA administration is very pleased to confirm that (NSIF) or pension income Contributions paid after the retirement period or termination of the services are **taxable** in accordance to the provisions of section 58 subsection (1) (d) of the Taxation Act, 2009 as amended in 2016 .With the knowledge that the contributions of an amount up to eight percent 8% from the gross income paid by employees to funded pension schemes approved by the Republic of South Sudan are exempted at the time of calculation of the tax liability according to section 58 (3) of the Taxation Act in addition to employer contribution .

The office of the acting Commissioner General of South Sudan Revenue Authority is receiving a lot of complaints frequently from National, International NGOs and Business Community operating in South Sudan on this matter whether they should comply with the Taxation Act which tax the pension or the circular issued by the former CG granting the exemption of the same income and therefore I hereby confirming the following:--

1. Cancellation of the Circular **No.SSD/NRA/J/CG-5/19/11** issued by the former CG of this Authority.
2. Pension income is **taxable** as per the **taxation Act,2009** amended in 2016
3. No tax liability on the 8% percent from the gross income at the time of calculation of PIT Withholding.
4. PIT Withholding on the pension income after the end of services is calculated according to supplementary regulation 1.56 (1) (2).

In case of any question or requirements concerning the above issue, please contact the office of acting CG for further advices.

Your usual cooperation on the above matter will be highly appreciated.

Regards,



Hon .Erjok Bullen Gue,  
Acting Commissioner General  
National Revenue Authority (NRA)  
Juba, South Sudan



Cc:

Hon. Minister of Finance - MoFP

Hon. Minister of Labor & public service & HRD

Hon. Deputy Minister Finance

Hon. Deputy Minister of Labor & public service &HRD

Acting: Commissioner for Domestic Tax Revenue (NRA)

Hon. Chairperson, RRC

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