

A BILL

FOR

AN ACT TO AMEND THE PERSONAL INCOME TAX ACT TO PROVIDE THAT PERSONAL INCOME TAX DEDUCTION OF A WORKER SHOULD BE REMITTED TO THE TAX AUTHORITY OF THE STATE WHERE HE WORKS AND FOR RELATED MATTERS

Sponsored by Hon. Tasir Olawale Raji

[] Commencement

ENACTED by the National Assembly of the Federal Republic of Nigeria as follows:

1 1. The Personal Income Tax Act Cap. P8 Laws of the Federation
2 of Nigeria 2004 (herein referred to as "the Principal Act") is amended as set
3 out in this Bill. Amendment of
the Principal Act

4 2. Section 2 of the Principal Act is amended as follows: Amendment of
Section 2

5 (a) In sub-section 1 (a) line 2 by substituting for the word "resident"
6 immediately after the word "be" and replacing same with the phrase
7 "working or carries on business";

8 (b) In sub-section 2 line 4 by substituting for the word "resident"
9 immediately after the word 'be' and replacing same with the phrase "working
10 or carries on business".

11 3. Section 1 of the First Schedule of the Principal Act is amended Amendment of
the First Schedule
12 as follows:

13 (a) Under paragraph (a) line 2 by substituting for the word
14 "resident" immediately after the word "be" the phrase "working or carries on
15 business";

16 (b) Under paragraph (b) line 2 by substituting for the word
17 "resident" immediately after the word "be" the phrase "working or carries on
18 business";

19 (c) Under paragraph (b) line 3 by substituting for the word

1 "resident" immediately after the word "to" the phrase "have worked or carried
2 on business".

3 4. The First Schedule of the Principal Act is further amended by
4 deleting section 3 thereof and renumbering the existing sections 4 to 10 as
5 sections 3 to 9 accordingly.

Citation

6 5. This Bill may be cited as the Personal Income Tax Act
7 (Amendment) Bill, 2018.

EXPLANATORY NOTE

This Bill seeks to amend the Personal Income Tax Act to provide that personal income tax deduction of a worker should be remitted to state where he works.