



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

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Amendment: 4

RT17-2015: LTSM- SUPPLY, MANAGEMENT AND DISTRIBUTION OF SCHOOL STATIONERY FOR THE DEPARTMENT OF BASIC EDUCATION

VALUE ADDED TAX (VAT) ADJUSTMENT TO 15%

The effective date is 01 April 2018

The Minister of Finance in his 2018 budget speech has introduced tax proposals designed to generate additional tax revenue for 2018/19 financial year. One of the tax proposals is an increase in the value-added tax (VAT) rate from 14% to 15%.

The National Treasury has therefore adjusted contract prices with the latest VAT value of 15% accordingly.

In the event that an incorrect price adjustment was made during the calculation of the contract price adjustment to take into account the new rate of 15%, the state reserves the right to adjust the price in accordance with the correct calculation. Recovery of any over or under payment as a result of the application of an incorrect adjustment will be dealt with by the supplier and the relevant end-user department.

Yours faithfully

PETER MTHOMBENI

DIRECTOR: TRANSVERSAL CONTRACTING

OFFICE OF THE CHIEF PROCUREMENT OFFICER

DATE: 09/04/2018.....

