
Promulgation of the Carbon Tax Act

24 May 2019

In brief

On 23 May 2019, two important notices were published in the *Government Gazette*. Notice no. 42483 is to the effect that the Carbon Tax Act, 2019 (Act No. 15 of 2019), has been assented to by the President, and Notice no. 42480 is to the effect that the amendments to the Customs and Excise Act, 1964 (Act No. 91 of 1964), which make provision for the administration and collection of the carbon tax, have also been assented to.

In Detail

Both the Carbon Tax Act and the amendments to the Customs and Excise Act come into operation on **1 June 2019**.

Carbon tax on fuel amounts to 9c/l on petrol and 10c/l on diesel, which is effective from **5 June 2019**. Carbon tax on all other greenhouse gas emissions becomes effective on **1 June 2019**.

It is likely that the different effective dates for the carbon tax on fuel and on other greenhouse gas emissions could lead to technical difficulties. This is because the formula in the Carbon Tax Act provides for a deduction of carbon tax on fuel from 1 June 2019.

Let's talk

For a deeper discussion of how we can assist you with your Carbon Tax needs, please contact us on the below details:

Nadia De Wet

Johannesburg

+27 (11) 797 5510

nadia.de.wet@pwc.com

Jason Daniel

Johannesburg

+27 (11) 797 4622

jason.daniel@pwc.com

This Tax Alert is provided by PricewaterhouseCoopers Tax Services (Pty) Ltd for information only, and does not constitute the provision of professional advice of any kind. The information provided herein should not be used as a substitute for consultation with professional advisers. Before making any decision or taking any action, you should consult a professional adviser who has been provided with all the pertinent facts relevant to your particular situation. No responsibility for loss occasioned to any person acting or refraining from acting as a result of using the information in the Alert can be accepted by PricewaterhouseCoopers Tax Services (Pty) Ltd, PricewaterhouseCoopers Inc. or any of the directors, partners, employees, sub-contractors or agents of PricewaterhouseCoopers Tax Services (Pty) Ltd, PricewaterhouseCoopers Inc. or any other PwC entity.

© 2019 PricewaterhouseCoopers ("PwC"), a South African firm, PwC is part of the PricewaterhouseCoopers International Limited ("PwCIL") network that consists of separate and independent legal entities that do not act as agents of PwCIL or any other member firm, nor is PwCIL or the separate firms responsible or liable for the acts or omissions of each other in any way. No portion of this document may be reproduced by any process without the written permission of PwC.