

# South Africa Issues Draft Note on Consequences for Employers' Failure to Deduct Employees' Tax

22 February 2024

Report from our correspondent Lutando Mvovo, South Africa

The South African Revenue Service (SARS) has issued a draft interpretation note on the consequences of an employer's failure to deduct or withhold employees' tax.

The draft guidance explains how the failure to withhold employees' tax may result in personal liability for the employer.

The draft note furthermore deals with:

- employer's employees' tax obligations;
- employee's income tax obligations;
- personal liability of the employer; and
- consequences of an employer's failure to deduct or withhold employees' tax.

Any public comments on this draft note must be submitted to the SARS on or before 15 March 2024 and may be emailed to [policycomments@sars.gov.za](mailto:policycomments@sars.gov.za).