

**OBJECTS AND REASONS**

This Bill would amend the *Land Tax Act*, Cap. 78A to

- (a) replace the words “Barbados Tourism Authority” with the words “Barbados Tourism Product Authority” in order ensure that it is clear that proprietors of villas and hotels registered with the Barbados Tourism Product Authority should continue to receive the rebate given under the *Land Tax Act*, Cap. 78A;
- (b) amend the instances where land would be exempt from the payment of tax under the Act;
- (c) to provide for waivers of penalties and interest incurred on arrears of tax;
- (d) make provision for the Minister to remit outstanding land tax or grant a refund under the Act by way of an Order; and
- (e) provide for related matters.

*Arrangement of Sections*

1. Short title
2. Amendment of section 6C of Cap. 78A
3. Amendment of section 6D of Cap. 78A
4. Amendment of section 8 of Cap. 78A
5. Amendment of section 18 of Cap. 78A
6. Insertion of section 28B.1 into Cap. 78A
7. Insertion of section 28D into Cap. 78A
8. Amendment of section 30 of Cap. 78A
9. Amendment of section 34 of Cap. 78A
10. Amendment of section 35 of Cap. 78A
11. Amendment of section 44 of Cap. 78A
12. Amendment of Schedules to Cap. 78A
13. Commencement

SCHEDULE

## **BARBADOS**

A Bill entitled

An Act to amend the *Land Tax Act*.

ENACTED by the Parliament of Barbados as follows:

### **Short title**

- 1.** This Act may be cited as the *Land Tax (Amendment) Act, 2017*.

**Amendment of section 6C of Cap. 78A**

**2.** *The Land Tax Act, Cap. 78A, in this Act referred to as the principal Act, is amended by deleting section 6C and substituting the following:*

**“Tax payable by a hotel**

**6C.** A hotel shall pay tax at the rate specified under section 6(1), and the actual amount payable shall be calculated on 50 per cent of the improved value of the land; but no such reduction shall be permitted unless it is a hotel within the meaning of section 2 of the *Barbados Tourism Product Authority Act* (Act 2014-2).”.

**Amendment of section 6D of Cap. 78A**

**3.** *Section 6D of the principal Act is amended in subsection (2)(b) by deleting paragraph (iii) of the definition of “villa” and substituting the following:*

“(iii) is registered with the Barbados Tourism Product Authority; and”.

**Amendment of section 8 of Cap. 78A**

**4.** *Section 8 of the principal Act, is amended by*

*(a) deleting paragraph (c) and substituting the following:*

“(c) land used by a church, being a charity within the meaning of section 2 of the *Charities Act*, Cap. 243, which is primarily used for the purpose of public religious worship by churches which are exempt charities within the meaning of the *Charities Act*, Cap. 243; ”;

- (b) *deleting the full stop at the end of paragraph (h) and substituting a semi-colon; and*
- (c) *inserting immediately after paragraph (h) the following:*
  - “(i) land owned and occupied by a sporting organization specified in the *First Schedule*, which is primarily used for the sporting activities of the sporting organization; and
  - (j) land owned by the Crown which is leased to and occupied by a sporting organization specified in the *First Schedule*, which is primarily used for the sporting activities of the sporting organization.”.

**Amendment of section 18 of Cap. 78A**

- 5.** *Section 18 of the principal Act is amended by deleting subsection (2) and substituting the following:*

“(2) The provisions of the *Second Schedule* shall have effect in relation to the constitution of the Board and otherwise in relation thereto. ”.

**Insertion of section 28B.1 into Cap. 78A**

- 6.** *The principal Act is amended by inserting immediately after section 28B, the following:*

**“Waiver of penalties and interest from December, 2014 to March, 2015**

**28B.1.(1)** Subject to subsection (2), where at 31<sup>st</sup> December, 2014, an amount payable to the Revenue Commissioner as a penalty or interest

in respect of arrears of tax is outstanding, the amount payable as a penalty or interest is waived.

(2) The waiver referred to in subsection (1) applies only where the arrears of tax are paid in full not later than 15<sup>th</sup> March, 2015.”.

**Insertion of section 28D into Cap. 78A**

**7.** *The principal Act is amended by inserting immediately after section 28C, the following:*

**“Waiver of penalties and interest from June, 2017 to November, 2017**

**28D.(1)** Subject to subsection (2), where at 1<sup>st</sup> June, 2017, an amount payable to the Revenue Commissioner as a penalty or interest in respect of arrears of tax is outstanding, the amount payable as a penalty or interest is waived.

(2) The waiver referred to in subsection (1) applies only where the arrears of tax are paid in full not later than 30<sup>th</sup> November, 2017.”.

**Amendment of section 30 of Cap. 78A**

**8.** *Section 30 of the principal Act is amended by deleting subsection (1) and substituting the following:*

“(1) If any tax due and payable is not paid within 60 days of the tax demand notice, the Commissioner may issue a warrant of distress in the Form A set out in the *Third Schedule* or a form to the like effect to a person named therein to levy by distress upon any goods, including chattel houses, found on the land in respect of which the tax is due and payable for any tax in arrears and unpaid.”.

**Amendment of section 34 of Cap. 78A**

**9. Section 34 of the principal Act is amended by deleting**

**(a) subsection (4) and substituting the following:**

“(4) A warrant for sale under subsection (3) may be in the Form B set out in the *Third Schedule*, and, if the Commissioner thinks fit, may contain the names of the owners of the respective lands as entered in the land tax roll.”; and

**(b) subsection (9) and substituting the following:**

“(9) The warrant for sale under subsection (8) may be in the Form C set out in the *Third Schedule*.”.

**Amendment of section 35 of Cap. 78A**

**10. Section 35 of the principal Act is amended by deleting subsection (4) and substituting the following:**

“(4) For the purpose of having the proceeds of sale deposited in the High Court under subsection (3), a formal request in the Form D set out in the *Third Schedule* shall be addressed by the Commissioner to the Registrar of the Supreme Court.”.

**Amendment of section 44 of Cap. 78A**

**11. The principal Act is amended by deleting section 44 and substituting the following:**

**“Remission and refund of tax and rates**

**44.** Notwithstanding section 8, the Minister may by Order, where he is satisfied on the ground of undue hardship or for any other reason that it would be just and equitable to do so, remit or refund the whole or any part of the tax due and payable under this Act including any penalties thereon, payable or paid by any person.”.

**Amendment of Schedules to Cap. 78A**

**12.** *The principal Act is amended by*

- (a) renumbering the “First Schedule” as the “Second Schedule”;*
- (b) renumbering the “Second Schedule” as the “Third Schedule”; and*
- (c) inserting as the First Schedule to the principal Act the ‘First Schedule’ set out in the Schedule to this Act.*

**Commencement**

**13.** The amendment directed to be made to section 8 of the principal Act by section 4(c) of this Act shall be deemed to have taken effect from the 1<sup>st</sup> day of May, 2011.



**SCHEDULE**

*(Section 12(c))*

**“FIRST SCHEDULE**

*(Section 8(i) and (j))*

*Exempt Sporting Organizations*

1. Barbados Hockey Federation Inc.
2. Barbados Amateur Swimming Association Inc.
3. The Barbados Lawn Tennis Association
4. The Barbados Olympic Association Inc.
5. St. Catherine’s Social Club
6. Empire Cricket Club
7. Carlton Club
8. Barbados Football Association
9. Windward Cricket Club
10. Wanderers Cricket Club ”.

Read three times and passed the House of Assembly this  
day of \_\_\_\_\_, 2017.

**Speaker**

Read three times and passed the Senate this \_\_\_\_\_ day of  
, 2017.

**President**