

Accommodation Turnover Tax

01 January 2023

Who is liable?

All tourism accommodation operators namely hotels, guesthouse, and self catering establishments, yachts and cruise ships.

What is the threshold for liability?

- a) Tourism accommodation operators with an annual turnover of SCR 25,000,000 and above.
- b) The liability will depend on the annual turnover for the previous year.-businesses under the above category with a turnover of SCR 25,000,000 and above for the tax year 2022, will be liable to pay accommodation turnover tax effective 1st January 2023.
- c) Businesses are advised to monitor their income during the year 2023, and as soon as it reaches the threshold of SCR 25,000,000, you should inform SRC and start to remit the monthly payment for Accommodation Turnover Tax to avoid incurring penalties..

What is the tax rate?

The tax rate is 2% of the monthly turnover.

" turnover means the gross receipts from carrying on a business including the consideration received from disposal of trading stocks and the gross fees for the provision of services derived by a person from sources in Seychelles".

When is the tax payable?

The tax is payable on a monthly basis. It is due by the 21st of the following applicable month. Eg payment for January 2023 will be due by the 21st February 2023.

Note: Payment for Accommodation Turnover Tax cannot be claimed as an expense in the yearly Business Tax Return.

How to effect payment?

Payments should be accompanied with an Accommodation Turnover Tax Return which can be downloaded on the SRC website and all payments should be done in Seychelles Rupees.