

Explanatory Note

Draft notice in terms of section 18A(2)(a)(vii) of the Income Tax Act, 1962 (the Act), listing further information that must be included on a receipt issued in terms of section 18A(2)(a) of the Act.

1. The draft notice prescribes the additional information to be included in the section 18A receipts issued by approved section 18A institutions to donors.
2. This information is in addition to the existing basic information listed in the section and page 19 of the [Basic Guide to Section 18A Approval](#).
3. Approved section 18A institutions are, in terms of the current legislative requirements, already required to keep records of all section 18A receipts issued and make them available to SARS for tax administration purposes.
4. The additional information required is in line with evolving best practice of third-party data requirements that will enable SARS to develop a more efficient process to make deductions available to qualifying donor taxpayers and to help prevent section 18A claims abuse.
5. The additional information requirements will be **applicable to all approved section 18A institutions** with effect from 1 March 2023, requiring such institutions to issue receipts with the additional information and keep all the required information available for SARS.
6. SARS is also embarking on a further process that will ultimately prescribe the manner in which this information needs to be submitted to SARS. This will be dealt with in a different process and through a separate notice.

Comments must be submitted to Ms Adele Collins at acollins@sars.gov.za. The closing date for comments is 5 December 2022.