

INPATRIATES BARBADOS

Tax facts for International Assignees



INCOME TAX: WHO IS LIABLE/RESIDENCY

Resident/Domiciled

An individual is considered a Barbados tax resident if he/she:

1. Spends 183 days or more in Barbados; or
2. Meets certain criteria and is deemed to be ordinarily resident in Barbados by way of an application to the Tax Authority.

Persons resident but not domiciled are taxed in Barbados on income derived in or remitted to Barbados.

Persons resident and domiciled are taxed in Barbados on worldwide income

A Barbados tax resident can deduct personal allowances from his/her assessable income.

Additional allowances are available to specially qualified persons working in Barbados on a work permit in the international business sector.

Non-Resident

Non-residents in Barbados are taxed in Barbados only on income generated in Barbados.

Filing Date

The filing date for personal income tax, for the calendar year, is due by April 30th of the following year. The tax return is submitted electronically.

REGISTRATION/FORMALITIES

Register with the Barbados Revenue Authority and National Insurance Department by completing the necessary forms.

Slips/permits from immigration office must be obtained for the individual prior to his/her registration with the authorities.

Basic personal information and documentation must be provided to the authorities (ID card, passport, proof of permanent address, employment contract etc.) for the purpose of the registration.

INCOME TAX RATES AND SOCIAL SECURITY CONTRIBUTIONS

Income tax rates

Bands	Rates
First BBD 50,000	12.50%
Thereafter	28.50%

Tax residents in Barbados who earn income from sources outside of Barbados and remit such to Barbados are eligible for a tax credit based on the tiered schedule shown below to reduce the tax payable:

Bands	Allowance
81% and Over	65%
61% to 81%	55%
41% to 61%	45%
21% to 41%	31%
Up to 20%	24%

Specially qualified expatriate employees (persons who are not citizens of Barbados or CARICOM) employed by a Company in Barbados which hold a Foreign Currency Permit:

Bands	Exemption
Income up to BBD\$ 150,000	35%
BBD\$ 150,000 to BBD\$500,000	50%
Thereafter	60%

National Insurance (social security) contribution

The standard rates applicable to National Insurance for employed persons is 23.85% on salaries and wages, currently, up to BBD\$4,880 per month. Employers contributions are 12.75% and employee contributions are 11.10%.

For further information and to register for future updates contact expat@bdo.global

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