

Tourism Development Levy (TDL)

AAT Level III CPT - Corporate and Personal Taxation

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Taxation

Tourist Development Levy (TDL)

Mahinda Danawardana

Tourist Development Levy - TDL

- **Who is liable**
- Every person registered under Tourist Development Act No14th of 1968.
- Hotels (including guest house) , Tourist agent, Tourist shops.

Tourist Development Levy TDL

- On the liable turnover tax rate 1%
- **But If liable turnover is less than Rs.12Mn per annum or Rs.3Mn per quarter tax rate 0.5%.**

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Tourist Development Levy TDL

- **Relevant turnover**
- Excluding 10% of room charges for service charge and VAT collected.
- Exclude sale of Air ticket.

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- **Tax payment**

- Quarterly tax to be paid on or before end of next quarter.
- Ex. Quarter ended 31/3/2021 to be paid on or before 30/6/2021

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- **Tax return**

- Quarterly tax return to be submitted on or before end of next quarter.
- Ex. Quarter ended 31/3/2021 to be submitted on or before 30/6/2021.

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Tourist Development Levy TDL

- Concession because of Easter attack and COVID pandemic 1/7/2019 to 30/4/2020 tax can be paid by 20 equal installment beginning from 1/5/2020.

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Tourist Development Levy TDL

- Ex 1. Arcadia Hotel, Quarter ended 30/6/2021.
- *Turnover*
- Room Charges 12,000,000.
- Bar sales 8,000,000.
- Other sales 9,000,000.
- Air ticket sales 4,800,000.
- Calculate TDL for the quarter and due date.

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