



Office of the Tax Commissioner

**Application to Receive Payroll Tax Concessions
Under the 2020 Memorandum of Understanding between
Qualifying Restaurants, Bars and the Government of Bermuda**

This letter will acknowledge that _____ is registered in the Office of the Tax Commissioner under Payroll Tax number and is applying to receive the tax relief under the 2020 Memorandum of Understanding (MOU) between the Restaurant Division of the Chamber of Commerce, other qualifying Restaurants, qualifying bars and the Government of Bermuda.

It is hereby agreed that in accordance with the Taxes Management Act 1976, the following criteria will be adhered to in order for the Taxpayer to maintain the tax relief under the MOU:

Initial each box after reading the bullet point

- Qualifying restaurants are those that primarily sell prepared food with a minimum of 50% revenue earned from food sales. Taxpayers with other forms of revenue must submit prior year's annual financial statements.
- Qualifying licensed premises (bars) are those that primarily sell intoxicating liquor with a minimum of 50% revenue earned from liquor sales for consumption on the premises. Taxpayers with other forms of revenue must submit prior year's annual financial statements.
- Taxpayers must be current with regards to the filing of tax returns and payments.
 - Restaurants and bars with current payment plans will be eligible. Restaurants and bars who default on payment plans will cease to be eligible.
 - Taxpayers must use eTax for returns submission. Returns are to be completed as normal. A \$1 payment will be required for April to June 2020 in order to facilitate e-filing.
 - Supporting payroll tax calculators are to be submitted to taxenquiry@gov.bm for each quarter's tax filing.
- Restaurants' January to March 2020 Employee tax must be paid. Bars January to March 2020 Employee and Employer tax must be paid.
- April to June 2020 due July 15th, 2020 – Restaurants and bars will cease deducting from employees during this period.
- The Minister of Finance agrees to write-off Employer and Employee Tax for qualifying restaurants and bars for April to June 2020.
- Late submission negates the agreement for Taxpayers unless the late payment penalty is paid within two weeks after the due date. The late payment will be 5% of the payroll tax otherwise payable.
- The agreement is negated for Taxpayers filing returns later than two weeks after the due date.
- Please be advised that no refunds will be provided for full tax payments made relating to prior periods.
- No further layoffs or redundancies will be made without prior consultation with the Government.
- No bonuses paid for the period of this agreement.

Authorized Person:

Signed: _____

Print Name: _____

Title: _____

Date: _____

Contact # _____

Email: _____

For Official Use Only		
Is Taxpayer Current?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
Does the Taxpayer have a current payment plan?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
Approved by:	Date:	