

THE UNITED REPUBLIC OF TANZANIA

***ACT SUPPLEMENT***

***No. 4***

***30<sup>th</sup> June, 2018***

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THE FINANCE ACT, 2018

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## THE UNITED REPUBLIC OF TANZANIA



NO. 4 OF 2018

I ASSENT

JOHN POMBE JOSEPH MAGUFULI  
*President*[30<sup>th</sup> June, 2018]

**An Act to impose and alter certain taxes, duties, levies, fees and to amend certain written laws relating to the collection and management of public revenues.**

**ENACTED** by Parliament of the United Republic of Tanzania.

PART I  
PRELIMINARY PROVISIONS

- Short title                    1. This Act may be cited as the Finance Act, 2018.
- Commencement            2. This Act shall come into operation on the 1<sup>st</sup> day of July, 2018.

PART II  
AMENDMENT OF THE BANK OF TANZANIA ACT,  
(CAP.197)

- Construction  
Cap.197                    3. This Part shall be read as one with the Bank of Tanzania Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 34

4. The principal Act is amended in section 34-
- (a) in subsection (1) by deleting paragraph (a) and substituting for it the following:
- (a) make direct advances to the Government for the purposes of offsetting fluctuations between receipts from-
- (i) voted funds which originated from the Consolidated Fund;
  - (ii) unspent funds from various sources; and
  - (iii) payments of the Government.

“(3) For purposes of this section and section 35:

“voted funds” means receipts from budgeted revenues of the Government which are deposited in and paid from the Consolidated Fund;

“unspent funds” means receipts of the Government from various sources which are deposited in and paid from the deposit accounts other than the Consolidated Fund.”

Amendment of  
section 35

5. The principal Act is amended in section 35 by deleting the words “budgeted revenues” appearing in subsections (1) and (2) and substituting for them the words “voted and unspent funds.”

PART III  
AMENDMENT OF THE BUSINESS LICENSING ACT,  
(NO.25 OF 1972)

Construction  
Act. No.  
25 of 1972

6. This Part shall be read as one with the Business Licensing Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 2

7. The principal Act is amended in section 2, by deleting the definition of the term “business licence” and substituting for it the following:

“business licence” means a licence issued under this Act either in a paper or electronic form;”.

Amendment of  
section 9

8. The principal Act is amended in section 9, by-

(a) deleting the marginal note and substituting for it the following:

“Business licence payable to Business Registration and Licensing Agency.”

(b) deleting the words “Central Government and substituting for them the words Business Registration and Licensing Agency.”.

Addition of  
section 14A

9. The principal Act is amended by adding immediately after section 14 the following new section:

“Business  
licence register

**14A.-(1)** There shall be a register to be kept by every licensing authority at its principal office which shall contain business licence information as may be prescribed in the regulations.

(2) Every licensing authority shall furnish to the Minister information in respect of business licensing at such intervals as may be prescribed in the regulations.

(3) The business licence register may be accessed by any person upon payment of prescribed fees.”

Amendment of  
section 22

10. The principal Act is amended in section 22, by-

(a) deleting subsection (1) and substituting for it the following:

“(1) The Chief Executive Officer may, if he is satisfied that a person has committed an offence under this Act or under any regulations made hereunder compound such offence by accepting from such person a sum of money which the offender had not

- paid for his business license; and
- (b) deleting paragraph (a) which appears in the proviso under subsection (1) and substituting for it the following:
- “(a) such sum of money shall not be less than one hundred thousand shillings and not more than three hundred thousand shillings; and”.

Amendment of section 29

- 11.** The principal Act is amended in section 29, by-
- (a) adding immediately after paragraph (e) the following new paragraph:
- “(f) prescribing forms to be used for application of business licence in a paper or electronic form.”; and
- (b) renaming paragraph (f) as paragraph (g).

Amendment of section 30

- 12.** The principal Act is amended in section 30, by deleting the phrase “ten thousand shillings or of imprisonment for a term not exceeding one year or both” and substituting for it the phrase “one hundred thousand shillings or to imprisonment for a term not less than two months and not exceeding one year or to both.”

Amendment of Schedule

- 13.** The principal Act is amended in the Schedule by deleting the heading “A: Fees by Central Government (MIT)” and substituting for it the heading “A: Fees by Business Registration and Licensing Agency.”

**PART IV**  
**AMENDMENT OF THE CASHEWNUT INDUSTRY ACT,**  
**(CAP.203)**

Construction Cap.203

- 14.** This Part shall be read as one with the Cashewnut Industry Act, hereinafter referred to as the “principal Act”.

Amendment of section 17A

- 15.** The principal Act is amended in section 17A, by-

- (a) deleting subsection (2) and substituting for it the following:  
 “(2) The total amount of export levy collected under subsection (1) shall be deposited in the Consolidated Fund.”; and
- (b) deleting subsection (3).

PART V  
 AMENDMENT OF THE EXCISE (MANAGEMENT AND TARIFF)  
 ACT,  
 (CAP.147)

Construction  
 Cap.147

**16.** This Part shall be read as one with the Excise (Management and Tariff) Act, hereinafter referred to as the “principal Act”.

Amendment of  
 Fourth  
 Schedule

**17.** The principal Act is amended in the Fourth Schedule by introducing new rates in respect of excisable items as follows:

**“FOURTH SCHEDULE**

*(Made under section 124(2))*

Heading	H.S. Code No.	Description	Unit	Old Excise Rate	New Excise Rate
20.09	2009.11.00 2009.12.00 2009.19.00 2009.21.00 2009.29.00 2009.31.00 2009.39.00 2009.41.00 2009.49.00 2009.50.00 2009.61.00 2009.69.00 2009.71.00 2009.79.00	<b>Fruit juices (including grape must) and vegetable juices, unfermented and not containing added spirit, whether or not containing added sugar or other sweetening matter.</b>			

	2009.81.00 2009.89.00 2009.90.00				
		Locally produced fruit juices manufactured from domestic fruits under heading 20.09	/	Tshs. 9.00 per litre	Tshs. 9.00 per litre
		Imported fruit juices under the heading 20.09	/	Tshs. 221.00 per litre	Tshs.232.00 per litre
22.01		<b>Waters, including natural or artificial mineral waters and aerated waters, not containing added sugar or other sweetening matter or flavoured; ice and snow.</b>			
	2201.10.00	-Mineral waters and aerated waters			
		Locally produced, bottled	/	Tshs. 58.00 per litre	Tshs. 58.00 per litre
		Imported, bottled	/	Tshs. 61.00 per litre	Tshs. 64.05 per litre
	2201.90.00	- Other	/		
		Locally produced, bottled	/	Tshs. 58.00 per litre	Tshs. 58.00 per litre
		Imported, bottled	/	Tshs. 61.00 per litre	Tshs. 64.05 per litre
22.02		<b>Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavoured, and other nonalcoholic beverages, not including fruit vegetable juice of heading 20.09</b>			
	2202.10.00	- Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavoured	/	Tshs. 61.00 per litre	Tshs. 61.00 per litre
		- Other			



	2202.91.00	-- Non-alcoholic beer			
		Locally produced	/	Tshs. 561.00 per litre	Tshs. 561.00 per litre
		Imported	/	Tshs. 561.00 per litre	Tshs. 589.05 per litre
	2202.99.00	-- Other			
		Locally produced	/	Tshs. 561.00 per litre	Tshs. 561.00 per litre
		Imported	/	Tshs. 561.00 per litre	Tshs. 589.05 per litre
22.03		<b>Beer made from malt</b>			
	2203.00.10	---Stout and porter			
		Locally produced	/	Tshs. 765.00 per litre	Tshs. 765.00 per litre
		Imported	/	Tshs. 765.00 per litre	Tshs. 803.25 per litre
	2203.00.90	---Other			
		Locally produced	/	Tshs. 765.00 per litre	Tshs. 765.00 per litre
		Imported	/	Tshs. 765.00 per litre	Tshs. 803.25 per litre
22.04		<b>Wine of fresh grapes, including fortified wines; grape must other than that of heading 20.09</b>			
	2204.10.00	- Sparkling wine			
		With the domestic grapes content exceeding 75%	/	Tshs. 200.00 per litre	Tshs. 200.00 per litre
		Other	/	Tshs. 2,349.00 per litre	Tshs.2,466.45 per litre
		-Other wine; grapes must with fermentation prevented or arrested by the addition of alcohol:			
	2204.21.00	-- In containers holding 2 litres or less			
		With the domestic grapes content exceeding 75%	/	Tshs. 200.00 per litre	Tshs. 200.00 per litre

		Other	<i>l</i>	Tshs.2,349.00 per litre	Tshs. 2,466.45 per litre
	2204.22.00	-- In containers holding more than 2 litres but not more than 10 litres			
		With the domestic grapes content exceeding 75%	<i>l</i>	Tshs. 200.00 per litre	Tshs. 200.00 per litre
		Other	<i>l</i>	Tshs.2,349.00 per litre	Tshs. 2,466.45 per litre
	2204.29.00	-- Other			
		With the domestic grapes content exceeding 75%	<i>l</i>	Tshs. 200.00 per litre	Tshs. 200.00 per litre
		Other	<i>l</i>	Tshs. 2,349.00 per litre	Tshs. 2,466.45 per litre
	2204.30.00	- Other	<i>l</i>	Tshs. 2,349.00 per litre	Tshs. 2,466.45 per litre
22.05		Vermouth and wine of fresh grapes flavoured with plants or aromatic substances			
	2205.10.00	- In containers holding 2 litres or less			
		With the domestic grapes content exceeding 75%	<i>l</i>	Tshs. 200.00 per litre	Tshs. 200.00 per litre
		Other	<i>l</i>	Tshs. 2,349.00 per litre	Tshs. 2,466.45 per litre
	2205.90.00	- Other	<i>l</i>	Tshs. 2,349.00 per litre	Tshs. 2,466.45 per litre
22.06		<b>Other fermented beverages (for example, cider, perry, mead, sake); mixtures of fermented beverages and mixtures of fermented beverages and non-alcoholic beverages, not elsewhere specified or included.</b>			
	2206.00.10	--- Cider	<i>l</i>	Tshs.2,349.00 per litre	Tshs. 2,466.45 per litre

	2206.00.20	--- Opaque beer (for example Kibuku)			
		Beer made from 100% local unmalted cereals	/	Tshs.450.00 per litre	Tshs.450.00 per litre
	2206.00.90	---Other Wines produced from locally grown fruits such as banana, tomato, rosella, etc other than grapes with domestic content exceeding 75%	/	Nil	Tshs. 200.00 per litre
22.08		Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80% vol; spirits, liqueurs and other spirituous beverages.			
	22.08	Locally produced products of this heading	/	Tshs. 3,315.00 per litre	Tshs. 3,315.00 per litre
		Other imported products of this heading as follows:			
	2208.20.00	-Spirits obtained by distilling grape wine or grape marc	/	Tshs. 3,481.00 per litre	Tshs. 3,655.05 per litre
	2208.30.00	-Whiskies	/	Tshs. 3,481.00 per litre	Tshs. 3,655.05 per litre
	2208.40.00	-Rum and other spirits obtained by distilling fermented sugar – cane products	/	Tshs. 3,481.00 per litre	Tshs. 3,655.05 per litre
	2208.50.00	- Gin and Geneva	/	Tshs. 3,481.00 per litre	Tshs. 3,655.05 per litre
	2208.60.00	- Vodka	/	Tshs. 3,481.00 per litre	Tshs. 3,655.05 per litre
	2208.70.00	- Liqueurs and cordials	/	Tshs. 3,481.00 per litre	Tshs. 3,655.05 per litre
		-Other			
	2208.90.10	--- Distilled Spirits ( e.g. Uganda Waragi)	/	Tshs.3,481.00 per litre	Tshs. 3,655.05 per litre
	2208.90.90	--- Other	/	Tshs.3,481.00 per litre	Tshs. 3,655.05 per litre

24.02		Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes.			
	2402.10.00	- Cigars, cheroots and cigarillos, containing tobacco	kg	30%	30%
		-Cigarettes containing tobacco			
	2402.20.10	--- Of length not exceeding 72mm length including the filter tip			
		Without filter tip and containing domestic tobacco exceeding 75%	mil	Tshs.12,447.00 per mil	Tshs.12,447.00 per mil
		With filter tip and containing domestic tobacco exceeding 75%	mil	Tshs.29,425.00 per mil	Tshs.29,425.00 per mil
		Other	mil	Tshs.53,235.00 per mil	Tshs.55,896.75 per mil
	2402.20.90	---Other			
		Without filter tip and containing domestic tobacco exceeding 75%	mil	Tshs 12,447.00 per mil	Tshs 12,447.00 per mil
		With filter tip and containing domestic tobacco exceeding 75%	mil	Tshs.29,425.00 per mil	Tshs.29,425.00 per mil
		Other	mil	Tshs.53,235.00 per mil	Tshs.55,896.75 per mil
24.03		Other manufactured tobacco and manufactured tobacco substitutes; "homogenized" or "reconstituted" Tobacco; tobacco extracts and essences.			

	2403.19.00	- Smoking tobacco, whether or not containing tobacco substitutes in any proportion:			
		-- Other (for example cut rag/filler)	kg	Tshs. 26,888.00 per kg	Tshs. 28,232.40 per kg

**PART VI**  
**AMENDMENT OF THE GAMING ACT,**  
**(CAP. 41)**

Construction  
Cap. 41

**18.** This Part shall be read as one with the Gaming Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 31

**19.** The principal Act is amended in section 31(2) by-

- (a) deleting the words “fifteen percent” appearing in paragraph (a) and substituting for them the words “eighteen percent”; and
- (b) deleting the words “fifteen percent” appearing in paragraph (b) and substituting for them the words “twenty five percent”.

“Amendment  
of section  
31(A)

**20.** The principal Act is amended in section 31(A) by-

(a) deleting subsection (1) and substituting for it the following:

“(1) The gaming tax of twenty percent on winnings is hereby imposed on the amount or value of the winnings in connection with operation of the gaming activities.

(2) Notwithstanding subsection (1), land-based casino shall be taxed at a rate of twelve percent on the amount or value of winnings. “and

(b) renumbering subsections (2) and (3) as subsections (3) and (4) respectively.

Amendment of  
the Second  
Schedule

**21.** The principal Act is amended by deleting the Second Schedule and substituting for it the following:

“SECOND SCHEDULE

(Made under section 31(2))

Item No.	Type of the Game	Gaming Tax
1.	Sports Betting	Twenty five percent of Gross Gaming Revenue
2.	SMS Lotteries	Twenty five percent of Gross Gaming Revenue
3.	Slot Machines	Tshs. 100,000 per machine per month
4.	National Lotteries	Twenty percent of Gross Gaming Revenue
5.	Forty Machines Sites	Twenty five percent of Gross Gaming Revenue

**PART VII**  
**AMENDMENT OF THE INCOME TAX ACT,**  
**(CAP. 332)**

Construction  
Cap .332

**22.** This Part shall be read as one with the Income Tax Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 3

**23.** The principal Act is amended in section 3 by deleting the reference to section 131 appearing in the definition of the term “approved retirement fund” and substituting for it the reference to “section 11 of the Tax Administration Act”.

Repeal of  
section 10A

**24.** The principal Act is amended by repealing section 10A.

Amendment of  
section 65B

**25.** The principal Act is amended in section 65B(2) by deleting the reference to paragraph 3(5) and substituting for it the reference to paragraph 1(5).

Amendment of  
section 65K

**26.** The principal Act is amended in section 65K(2) by deleting the reference to paragraph 3(6) and substituting for it the reference to paragraph 1(6).

Addition of  
section 129

**27.** The principal Act is amended by adding immediately after section 128 the following new section:

“Regulations

**129.** The Minister may make regulations for the better carrying

into effect of the principles, purposes and provisions of this Act”.

Amendment of  
First Schedule

**28.** The principal Act is amended in the First Schedule-

- (a) in paragraph 1(4), by deleting the rate of 20 percent and substituting for it the rate of 30 percent;
- (b) in paragraph 3(2), by adding immediately after subparagraph (b) the following new subparagraph:

“(c) a newly established entity dealing in manufacture of pharmaceuticals or leather products and having a performance agreement with the Government of the United Republic of Tanzania shall be taxed at a reduced corporate rate of **twenty** percent for five consecutive years from the year of commencement of production.”;

- (c) in paragraph 3(3) by deleting the rate of 0.3 percent and substituting for it the rate of 0.5 percent.

Amendment of  
Second  
Schedule

**29.** The principal Act is amended in the Second Schedule, by-

- (a) deleting subparagraphs (v) and (w); and
- (b) adding immediately after subparagraph (u) of paragraph 1 the following:

“(v) interest paid by the Government to a non-resident bank, financial institution, other government or representative of other government arising from a loan agreement that entitles such non-resident entity to a tax exemption for purposes of financing Government projects.”.

PART VIII  
AMENDMENT OF THE LAND ACT,  
(CAP. 113)

Construction  
Cap.113

**30.** This Part shall be read as one with the Land Act, hereinafter referred to as the “principal Act”.

Addition of  
section 33A

**31.** The principal Act is amended by adding immediately after section 33 the following new section:

“Exemption  
from land rent  
on Government

**33A.-(1)** Notwithstanding any provisions under this Act, the payment of rent for a right of occupancy shall not be paid exclusively for-

- (a) central or local government use;
- (b) government institution or organisation use;
- (c) non profit organizations including religious institutions which provide health, education or other social services which are not profit oriented.

(2) The Minister may, by regulations set criteria for determining activities which are exempted from the payment of rent for right of occupancy under subsection (1)(c).



(3) Where the Commissioner is satisfied that part of the land granted to Government, public institution or organisation is used for purposes other than those specified under subsection (1) that part shall be apportioned and subjected to rent.

(4) The Commissioner shall, where the land ceases to be used exclusively for the purposes specified under sub-section (1), charge any rent or make any adjustment to the rent as may be appropriate.”

PART IX  
AMENDMENT OF THE LOCAL GOVERNMENT FINANCES ACT,  
(CAP. 290)

Construction  
Cap. 290

**32.** This Part shall be read as one with the Local Government Finance Act, hereinafter referred to as the “principal Act”.

Amendment  
of section 6

**33.** The principal Act is amended in section 6(m) by adding immediately after the word “taxes” the phrase “fees for commercial advertisement on billboards posters or hoarding.”

Amendment  
of section 7

**34.** The principal Act is amended in section 7(1) by deleting paragraph (r) and substituting for it the following:  
“(r) fee for commercial advertisement on billboards posters and hoarding;”

Addition of  
section 37A

**35.** The principal Act is amended by adding immediately after section 37 the following new section:

“Facilitation  
of loans to  
women,  
youth and  
persons with  
disabilities

**37A.-(1)** The local government authorities shall set aside ten percent from collection of their own sources of revenue for purposes of funding registered groups of women, youth and persons with disabilities.

(2) The funds so set aside under subsection (1) shall be appropriated as loans to registered groups of women, youth and people with disability by forty percent, forty percent for youth and twenty percent for people with disability.

(3) Loans issued under this section shall not be subjected to any interest

(4) The Minister may, by regulations, prescribe the procedure for the management and distribution of such loans to registered groups of women, youth and people with disability.”

Amendment  
of section 42

**36.** The principal is amended in section 42 by deleting subsection (1) and substituting for it the following:

“(1) Every local government authority shall, after consultation with the Accountant General, open and maintain in its name a bank account and such other additional accounts as may be necessary subject to this Act.”.

PART X  
AMENDMENT OF THE MINING ACT,  
(CAP. 123)

Construction  
Cap. 123

**37.** This Part shall be read as one with the Mining Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 90A

**38.** The principal Act is amended in section 90A by adding immediately after subsection (5) the following new subsection:

“(6) This section shall not apply to salt producers.”

PART XI  
REPEAL OF THE PLANNING COMMISSION ACT,  
(CAP.314)

Repeal of  
Cap .314

**39.** The Planning Commission Act, is hereby repealed.

Vesting of  
assets and  
liabilities

**40.**-(1) Consequent to the repeal of the Planning Commission Act, all assets, interests, rights, privileges, liabilities or obligations vested in the Planning Commission shall be vested in the Ministry responsible for finance and planning.

(2) The Minister responsible for finance and planning in consultation with the President’s Office may, by notice published in the *Gazette*, determine the assets and liabilities to be allocated to the Ministry and to other government institutions or departments.

(3) Where any question arises as to whether any particular property, or any particular asset, interest, right, privilege, liability or obligation has been transferred to or vested in accordance with provisions of subsection (1), a certificate under the hand of the Minister responsible for finance and planning shall be conclusive evidence that the property, asset, interest, right, privilege, liability or obligation was or was not so transferred or vested.

Employees of  
Planning  
Commission

**41.**-(1) Employees or staff of the Planning Commission who are necessary for the purposes of the Ministry, government institutions or departments shall, subject to laws and procedures governing public service be transferred to public offices on such terms and conditions not less favourable than those applicable to them before the transfer.

(2) Every employee or staff of the Planning Commission whose service is not transferred to a public office shall be paid terminal benefits in accordance with the applicable laws and regulations governing the terms and conditions of his service immediately before the termination.

(3) An employee or staff who is deemed to be employed or transferred to a public office shall continue to be a member of a statutory, voluntary pension or any other superannuation scheme in accordance with the laws and regulations governing the scheme.

Deeds, bonds,  
agreements  
and  
instruments  
Cap. 314

**42.**-(1) All deeds, bonds, agreements, instruments and working arrangement subsisting immediately before the repeal of the Planning Commission Act, transferred to the Ministry, government institutions or departments shall continue in full force and shall be enforceable by or against the Ministry, government institutions or departments.

(2) Any proceeding or cause of action relating to the property, rights and liabilities transferred to the Ministry or government institutions or departments under this Part or to any employee transferred, may be continued and shall be enforced by or against the Ministry, government institutions or departments.

PART XII  
AMENDMENT OF THE PORT SERVICE CHARGE ACT,  
(CAP.264)

Construction  
Cap. 264                    **43.** This Part shall be read as one with the Port Service Charge Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 5                    **44.** The principal Act is amended in section 5, by-  
(a) deleting subsection (2);  
(b) renumbering subsection (3) as subsection (2).

PART XIII  
AMENDMENT OF THE PUBLIC FINANCE ACT,  
(CAP.348)

Construction  
Cap.348                    **45.** This Part shall be read as one with the Public Finance Act, hereinafter referred to as the “principal Act”

Amendment  
of section 3                    **46.** The principal Act is amended in section 3 by inserting in their appropriate alphabetical order the following definitions:  
“Treasury Single Account” means a unified structure of Government bank accounts that gives a consolidated view of Government cash resources; and  
“Sub-Treasury Single Account” means an account that receives funds from TSA for disbursement to beneficiaries;”

Addition of  
sections  
11.A, 11.B,  
11.C and  
11.D                    **47.** The principal Act is amended by adding immediately after section 11 the following new sections:  
“Treasury Single Account                    **11A.-(1)** There shall be opened and maintained in the Bank of Tanzania a Government account to be known as a Treasury Single Account or in its acronym “TSA”.

(2) The Accountant General shall open, operate and manage the account under subsection (1).

Functions of  
Treasury Single  
Account

**11B.**-(1) Functions of the Treasury Single Account shall be-

- (a) to receive all moneys released from the Consolidated Fund;
- (b) to remit moneys to Sub-TSA;
- (c) to receive unspent and unapplied moneys from Sub-TSA.

(2) For purposes of this section-

- (a) unspent funds means funds that were deposited in the Government account and the intended beneficiary failed to utilise the funds; and
- (b) unapplied funds means funds that were previously sent to a commercial bank that failed to be applied to the intended account.

Treasury Single  
Account  
Regulations

**11C.**-(1) The Minister may make regulations for proper and effective implementation of sections 11A and 11 B.

(2) Without prejudice to generality of subsection (1), the Minister may make regulations prescribing-

- (a) the role of Paymaster General to the Treasury Single Account;
- (b) the manner and procedures for funding of TSA and Sub TSA account;
- (c) setting and control of daily expenditure limits;
- (d) the manner and procedure in relation to processing and remittance of funds;
- (e) handling of unspent and unapplied balances; and
- (f) any matter incidental to or connected to the Treasury Single Account.

Operation of TSA

**11D.** The Treasury Single Account shall come into effect within six months from the date of coming into operation of this Act.”

Amendment of section 12

**48.** The principal Act is amended in section 12 by adding immediately after subsection (1) the following proviso:

“Provided that, this subsection shall not apply to amounts allocated to the fund from the Consolidated Fund and any other funds or moneys referred to under Article 135(2) of the Constitution”.

PART XIV  
AMENDMENT OF THE ROAD AND FUEL TOLLS ACT,  
(CAP.220)

Construction Cap.220

**49.** This Part shall be read as one with the Road and Fuel Tolls Act, hereinafter referred to as the “principal Act”.

General amendment

**50.** The principal Act is amended generally by deleting the words “other agencies” wherever they appear in the Act and substituting for them the word “agency”.

Amendment of section 3

**51.** The principal Act is amended in section 3 by deleting the definitions of the terms “road agency” and “TANROADS” and substituting for them the following:

““road agency” means TANROADS or any local government authority and includes any institution or body established for purposes of development, maintenance or management of classified roads;

“TANROADS” means the Tanzania National Road Agency established under the Executive Agencies Act;”

Amendment of section 4

**52.** The principal Act is amended in section 4 by deleting subsection (3) and substituting for it the following:

“(3) At least ninety percent of the money deposited in the Fund shall be used for maintenance and emergency repair of classified roads and related administrative costs in the Mainland Tanzania in accordance with approved operational plans and budget of the road agency as approved by the Parliament.”

Amendment of section 5

**53.** The principal Act is amended in section 5, by-

(a) deleting the words “Road Fund Accountant” and substituting for them the words “Senior officers” appearing in subsection (4);

(b) adding immediately after subsection (4) the following:

“(5) In performing their duty of ensuring collection, all toll collectors of the Fund under this Act shall submit monthly reports to the Board.”;



- (c) adding immediately after the word “Minister” appearing in subsections (6) and (7) the words “responsible for roads”.

Amendment of section 6

**54.** The principal Act is amended in section 6 by deleting the words “not more than two” appearing in subsection (1).

Amendment of the section 14

**55.** The principal Act is amended in section 14(1) by adding immediately after paragraph (d) the following:

- “(e) fraudulently or forcibly drive a vehicle through a toll station without paying the toll;  
 (f) fraudulently discharge imported fuel out of a toll station without paying the toll;  
 (g) having collected any toll, fail or refuse to remit the toll to the Commissioner or to any other authorised person;  
 (h) use exempted fuel for purposes other than the intended purposes.”

Addition of new section 14A

**56.** The principal Act is amended by adding immediately after section 14 the following new section:

“Misuse of Fund

**14A.** Any person who misuses money deposited in the Fund upon conviction shall be liable to a fine equivalent to the amount misused or for imprisonment for a term of not less than five years or to both.”.

Amendment of Fourth Schedule

**57.** The principal Act is amended in paragraph 1 of the Fourth Schedule, by-

- (a) deleting the words “and the Chief Executive” appearing in subparagraph (1);  
 (b) adding immediately after subparagraph (2) the following subparagraph:

“(3) The members shall elect a vice chairman of the Board from amongst their number.”

- (c) renumbering subparagraphs (3), (4), (5) and (6) as subparagraphs (4), (5), (6) and (7) respectively.

PART XV  
AMENDMENT OF THE TANZANIA REVENUE AUTHORITY ACT,  
(CAP. 399)

Construction  
Cap. 399

**58.** This Part shall be read as one with the Tanzania Revenue Authority Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 20

- 59.** The principal Act is amended in section 20, by-
- (a) deleting the words “or other commissioners” appearing in the marginal note and substituting for them the word “directors”;
- (b) deleting the words “or other commissioners” wherever they appear in this section and substituting for them the word “directors”.

Amendment of  
section 33

- 60.** The principal Act is amended in section 33, by-
- (a) deleting subsection (2); and
- (b) designating the contents of subsection (1) as section 33.

Repeal of  
section 35

**61.** The principal Act is amended by repealing section 35.

PART XVI  
AMENDMENT OF THE TAX ADMINISTRATION ACT,  
(CAP. 438)

Construction  
Cap. 438

**62.** This Part shall be read as one with the Tax Administration Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 24

- 63.** The principal Act is amended in section 24, by-
- (a) adding immediately after subsection (5) the following-
    - “(6) The particulars to be furnished in respect of an application for a Taxpayer Identification Number shall not be a basis for assessment of tax.”;
  - (b) renumbering subsection (6) as subsection (7).

Amendment of  
section 65

- 64.** The principal Act is amended in section 65(1) by deleting the words “within a period of twelve months prior to the entity” and substituting for them the words “during the time of occurrence of the”.

Amendment of  
section 70

- 65.** The principal Act is amended in section 70, by-
- (a) designating the contents of section 70 as subsection (1);
  - (b) deleting the words “except that in the case of interest, the remission shall not exceed fifty percent of the total interest amount” appearing in subsection (1) as designated;
  - (c) adding immediately after subsection (1) as designated the following-
    - “(2) The Minister may, by regulations or order published in the *Gazette*, prescribe eligibility, duration and procedure of accessing the remission provided for under this section.”

**PART XVII**  
**AMENDMENT OF THE VALUE ADDED TAX ACT,**  
**(CAP. 148)**

Construction  
Cap.148

- 66.** This Part shall be read as one with the Value Added Tax Act, hereinafter referred to as the “principal Act”.

Amendment of  
section 6

**67.** The principal Act is amended in section 6(2)(a) by deleting subparagraph (ii) and substituting for it the following:

“(ii) concessional loan, non concessional loan or grant through an agreement between the Government of the United Republic of Tanzania and another government or representative of another government, donor or lender of concessional loan or non concessional loan, or

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(iii) a grant agreement duly approved by the Minister in accordance with the provisions of the Government Loans, Grants and Guarantees Act entered between local government authority and a donor.”

Amendment of  
section 85

**68.** The principal Act is amended in section 85,

by-

(a) deleting the words “and non-profit organisation” appearing in the marginal note; and

(b) deleting the words “non-profit organisation” appearing in subsection (1)(a).

Amendment of  
Schedule

**69.** The principal Act is amended in Part I of the Schedule -

(a) in item 3, by adding immediately after sub-item 33 the following new sub-item:

34.	Oil-cake of soya beans	2304.00.00
35.	Oil-cake and other solid residues of cotton seeds	2306.10.00
36.	Oil-cake and other solid residues of sunflower seeds	2306.30.00
37.	Maize Bran	2302.10.00
38.	Wheat Bran	2302.30.00
39.	Lysine	2922.41.00

41.	Mycotoxin binders	3824.10.00
42.	Pollard	2309.90.10
43.	Rice Bran	2306.90.90
44.	Cotton cake	2304.00.00

(b) by deleting item 7 and substituting for it the following:

“7. Medicine or pharmaceutical products

1.	Essential Human and veterinary medicine, drugs, medical equipment and packaging material which have been approved by the Minister responsible for health: Provided that, the packaging material is specifically designed for packing pharmaceutical products and printed for use by a local manufacturer whose name appears on the packaging material.
2.	Food supplements or Vitamins supplied to the Government.”

(c) in item 8, by adding immediately after sub-item 10 the following new sub-item:

“

11	Sanitary Pads	9619.00.10”

(d) in item 15, by deleting sub item 4 and substituting for it the following:

“

4.	Petrol (MSR and MSP)	2710.12.10 and 2710.12.20”
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- (e) adding immediately after item 22 the following new items:

23.	Revenue Stamps of HS Code 4907.00.90
24.	Electronic cash register Code 8470.50.00

Passed by the National Assembly on the 28<sup>th</sup> June, 2018.

STEPHEN KAGAIGAI  
*Clerk of the National Assembly*