

Value Added Tax (Exemption) (Roads And Bridges Projects Funded by the Government of United Republic of Tanzania) (Construction, Repair and Maintenance of Roads and Bridges) (Tanzania Rural and Urban Roads Agency (Tarura))

GOVERNMENT NOTICE No. 499 Published On. 3/7/2020

THE VALUE ADDED TAX ACT,
(CAP. 148)

ORDER

(Made under section 6(2))

THE VALUE ADDED TAX (EXEMPTION) (ROADS AND BRIDGES PROJECTS FUNDED BY THE GOVERNMENT OF UNITED REPUBLIC OF TANZANIA) (CONSTRUCTION, REPAIR AND MAINTENANCE OF ROADS AND BRIDGES) (TANZANIA RURAL AND URBAN ROADS AGENCY (TARURA) ORDER, 2020

Citation and
Commencement

1. This Order may be cited as the Value Added Tax (Exemption) (Roads and Bridges Projects Funded by the Government of United Republic of Tanzania) (Construction, Repair and Maintenance of Roads and Bridges) (Tanzania Rural and Urban Roads Agency (TARURA) Order, 2020 and shall be deemed to have come into operation on the signing date of the specific contract for project specified in the Second Schedule.

Exemption

2.-(1) Subject to the conditions specified in paragraph 3 of this Order, and any other conditions as may be specified by the Commissioner General of Tanzania Revenue Authority, the whole of the Value Added Tax payable on the goods or services specified in the First Schedule to be used solely in the project specified in the Second Schedule is hereby exempted:

Provided that;

- (a) the quantity and value of relevant goods or services are verified and approved by Tanzania Rural and Urban Roads Agency (TARURA); and
- (b) the contractor is registered for value added

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tax purposes at the time of signing the contract.

(2) For avoidance of doubt, the goods imported or locally purchased, whether directly by the Government entity or through a contractor shall remain the property of the Government of Tanzania.

Conditions

3. The exemption granted under this Order shall cease to have effect and the Value Added Tax shall become due and be payable as if this exemption had not been made if the said goods or services are used for other purposes or sold or disposed of in any way to another person not entitled to enjoy similar privileges as are conferred under this Order.

Expiry

4. This Order shall expire upon expiry of a contract for projects specified in the Second Schedule.

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FIRST SCHEDULE

(Made under paragraph 2(1))

GOODS OR SERVICES

S/N	ITEM DESCRIPTION	PLACE OF PURCHASE	UNIT OF MEASURE
1	Cement	Tanzania	Bag
2	Lime	Tanzania	Bag
3	Steel Reinforcement	Tanzania	Ton
4	BRC Mesh (A142, A252)	Tanzania	m ²
5	Gabion and Matress	Tanzania	m ³
6	Course Aggregate	Tanzania	m ³
7	Fine Aggregate (River Sand)	Tanzania	m ³
8	Formwork (steel, timber, marine board)	Tanzania	m ²
9	Props	Tanzania	Nos.
10	Crushed Rock (CRR) / Crushed Stones (CRS)	Tanzania	m ³
11	Rock fill	Tanzania	m ³
12	Geotextile Materials	Tanzania	m ²
14	PVC Pipe	Tanzania	M
15	Galvanised steel pipe	Tanzania	M

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14	Galvanised Currugated Metal Pipes Culvert	Tanzania	M
16	Concrete pipe Culvert	Tanzania	M
17	Manhole Cover	Tanzania	Nos.
18	Road Marking paints	Tanzania	M
19	Mabey Bridge parts	Imported	Units
20	Bitumen	Imported	Ton
21	Asphalt Concrete	Tanzania	m ³
22	Fuel and lubricant	Tanzania	Litre
23	Nails	Tanzania	Kg
24	Timber	Tanzania	M
25	Guard Rails	Tanzania	M
26	Bridge Bearings	Imported	Nos.
27	Expansion joints	Imported	M
28	Street lights	Imported	Nos.
29	Traffic signals	Imported	Nos.
30	Iron sheets	Tanzania	Nos.
31	Bolts and nuts	Tanzania	Nos.
32	Paving blocks	Tanzania	Nos.
33	Paving slabs	Tanzania	Nos.
34	Kerb stones	Tanzania	Nos.
35	Spike cut nails (for timber bridges)	Tanzania	Kg
36	Metal sheets	Tanzania	M
37	Steel	Tanzania	Ton

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SECOND SCHEDULE

(Made under paragraph 2(1))

PROJECTS AND CONTRACTORS

	TABORA REGION – 5 PROJECTS
1	Routine Maintainance Works Along Kigwa Igalula Roads (LBT) - M/S. Yire Group
2	Routine Maintenance Works Along Police-Boma Road (1.4km), Boma-Stand Road (1.4km), Mahabusu Road (0.9km), Mzambarauni Road (0.1km), Patel Road (0.1km), Dr. Anthon Road (0.1km), Railway Station-High Way Jct Road (3.1km) - M/S. ELMALAN CO LTD
3	Routine Maintenance Works Along Madaraka, Game, Ulaya, S/M Jamhuri, Sokoine, School, Kalingonji, Sekulu, Swetu, Rufita And Sabasaba Roads (Labour Based) - M/S. LUDOVICK CO LTD
4	Routine Maintenance Works Along Sikwara, Mwl. Jumanne, Itaga, Nsase, Mshana, Karakana, Uledi, Ikulu, Market, Imani, Kitete, Tuwatugawe, Game Reserve, Songoro And Cheyo - Dispensary Roads (Special Women) - M/S. Wise Women Group
5	Routine Maintenance Along Sikonge - Igalula (10km), Sikonge - Mazinge (2.5km), Usega - Kanoge - Mwanamkola (5km), Isungilunde Roads (1.0km), Ukanga Roads (1km), Majengo Roads (1km) And Usega Roads (1km) And Madukani Roads (1.0km) (Special Groups) - M/S. Linda General Business & Co Ltd
	GEITA REGION – 1 PROJECT
1	Construction Of Vented Drift At Magema Basin Area At Geita Town Council - M/S. Mashapale Arican Gold (T) Ltd
	KILIMANJARO REGION – 1 PROJECT
1	Machine Based Routine Maintenance and Spot Improvement Works along Lawate-Donyomuruak-Naibili, Kidire-Mkombozi-Ormelili, Sanya Juu-Emaus-Ngumbaru, Nuru Sec-Ofisi Ya Kijiji-Donyomuruak, Olkolili-Donyomuruak-Embukoi, Ormelili - Kwa Wachagga, Mkuyuni-Donyomuruak, Dc-Karansi-Makiwaru, Langoni-Kwa Urassa, Karansi-Kandashi-Lekrumuni, Barabara Ya Hospital Ya Wilaya, Majengo Nyati-Stendi Sanya Juu, Karansi Sec-Lekrumuni

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	Roads - M/s Nure Building & Civil Contractors Co.
DODOMA REGION – 2 PROJECTS	
1	Routine Maintenance of THAWI – KWADIMU (10.0KM), HAUBI – KALAMBA – MWISANGA (3.0KM) and PAHI – HAIBU (9.0KM) Roads (Labour Based Technology - M/s Asjel Enterprises Limited
2	Upgrading of Kondoa Town Roads (0.68km) to Tarmac Standard - M/s Ibihi Construction Company Limited

Dodoma,
19th June, 2020

PHILIP I. MPANGO
Minister of Finance and Planning