

*Value Added Tax (Exemption) (Roads and Bridges Projects Funded by the Government of the United Republic of Tanzania) (Construction, Repair and Maintenance of Roads and Bridges) (Tanzania Roads Agency (Tanroads))*

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GOVERNMENT NOTICE No. 500 Published On. 3/7/2020

THE VALUE ADDED TAX ACT,  
(CAP. 148)

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**ORDER**  
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*(Made under sections 6 (2))*

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THE VALUE ADDED TAX (EXEMPTION) (ROADS AND BRIDGES PROJECTS FUNDED BY THE GOVERNMENT OF THE UNITED REPUBLIC OF TANZANIA) (CONSTRUCTION, REPAIR AND MAINTENANCE OF ROADS AND BRIDGES) (TANZANIA ROADS AGENCY (TANROADS) 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 the United Republic of Tanzania) (Construction, Repair and Maintenance of Roads and Bridges) (Tanzania Roads Agency (TANROADS) 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, 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 here by exempted:

Provided that;

- (a) the quantity and value of relevant goods or services are verified and approved by Tanzania Roads Agency (TANROADS); and

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(b) the contractor is registered for value added tax purposes by 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 payable as if this exemption had not been granted where the said goods or services are used for other purposes or sold or disposed of in any way to a person who is not entitled to enjoy similar privileges 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

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 <sup>2</sup>
5	Gabion and Matress	Tanzania	m <sup>3</sup>
6	Course Aggregate	Tanzania	m <sup>3</sup>
7	Fine Aggregate (River Sand)	Tanzania	m <sup>3</sup>
8	Formwork (steel, timber, marine board)	Tanzania	m <sup>2</sup>
9	Props	Tanzania	Nos.
10	Crushed Rock (CRR) / Crushed Stones (CRS)	Tanzania	m <sup>3</sup>
11	Rock fill	Tanzania	
12	Geotextile Materials	Tanzania	m <sup>2</sup>
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 <sup>3</sup>
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

DAR ES SALAAM REGION – 2 PROJECTS	
1	Periodic Maintenance of Mandela Road (Incl. Shoulders Repair, Service Roads and Walkways) - M/s Hari Singh & Sons Ltd
2	Periodic Maintenance of New Bagamoyo Road (Incl. Shoulders Repair - M/s Hari Singh & Sons Ltd
MARA REGION – 5 PROJECTS	
1	Routine/Recurrent Maintenance on Buhemba Jet - Tarime Hill, Tarime - Nata and Mika - Utegi Paved Regional Roads - M/s Abemulo Contractors Co. LTD
2	Bridge Major Repair at Chilolwe Bridge on Manyamanyama - Nyambui Unpaved Regional Road - M/s Kaserkandis Construction & Transport Company Limited
3	Routine/Recurrent Maintenance Works along Mugumu - Fort Ikoma and Mugumu - Tabora 'B' - Kleins Gate - M/s 4Brothers & Sisters Construction Limited
4	Bridge Preventive Maintenance on Regional Roads - M/s Mats Engineering Limited
5	Upgrading to DSD on Nyankanga - Rung'abure & Musoma - Makoko Urban and Rehabilitation on Nyankanga - Rung'abure Roads - M/s Abemulo Contractors Co. LTD
SIMIYU REGION – 1 PROJECT	
1	Periodic Maintenance Works Works along Mwangongo – Sibiti Unpaved Trunk Road, Spot Improvement works along Malya – malampaka – Ikungu Upaved Regional Road, Rehabilitation works along Malya – Malampaka – Ikungu and Mwandete – Mwamanoni Unpaved Regional Roads - M/s Jethoma Hardware and Construction Ltd
MANYARA REGION – 2 PROJECTS	
1	Rehabilitation of Kimotorok – Ngopito Regional Road (Raise of Embankment from km 11+600 – 12+600 and km 13+100 – 14+500) - M/s JP Traders Ltd

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2	Upgrading of Dareda – Dongobesh and Mbulu Township Roads to Bitumen Standard - M/s Technics Construction Group Ltd
MBEYA REGION – 1 PROJECT	
1	Routine/Recurrent Maintenance Works (Km 114+000 to Km 293+300), Periodic Maintenance Works (Km 140+000 to Km 152+000) and Spot Improvement Works (Km 152+000 to Km 155+000) on Unpaved Section along Mbeya – Rungwa Trunk Road-M/s IRA General Enterprises Co.Ltd

Dodoma,  
19<sup>th</sup> June, 2020

PHILIP I. MPANGO  
*Minister for Finance and Planning*