

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 Roads Agency (Tanroads))

GOVERNMENT NOTICE NO.795 Published On.25/09/2020

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 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 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 6th August, 2020.

Exemption

2. (1) Subject to the conditions specified in paragraph 3 and any other conditions as may be specified by the Commissioner General of the 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 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
- (b) the contractor is a 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 the United Republic.

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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 granted where 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 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)

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 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	
12	Geotextile Materials	Tanzania	m ²
14	PVC Pipe	Tanzania	M
15	Galvanised steel pipe	Tanzania	M
16	Galvanised Currugated Metal Pipes Culvert	Tanzania	M

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

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SECOND SCHEDULE

(Made under paragraph 2)

PROJECTS AND CONTRACTORS

MWANZA - 10 PROJECTS	
1	Emergency works at Sengerema Town along Ibanda – Ditiwa Road’ - M/s Teki Contracts Limited
2	Emergency works along Magu – Kabila - Mahaha & Salama – Ng’ haya Roads’ - M/s Lukambo Contractors Limited
3	Emergency works along Kamanga – Katunguru & Katunguru – Nyamazugo Roads - M/s Lugwesa Construction Limited
4	Emergency works along Sengerema – Ngoma & Nyangwale JCT – Ngoma Roads’ - M/s Lugwesa Construction Limited
5	Emergency works along Sengerema – Nyamazugo & Bukokwa – Nyehunge Roads’ - M/s Meli Construction Company Limited
6	Emergency works along Magu – Kabila Mahaha Road’ - M/s Lugwesa Construction Limited
7	Urgent repair of Simiyu Truss Bridge along Mwanza – Simiyu border Road - M/s Asegelile Investment Limited
8	Road safety improvement along truck Roads - M/s Lindason Investment Company Limited
9	Emergency works along Isandula – Magu – Bukwimba – Ngudu – Jojiro Road’ - M/s Lindason Investment Company Limited
10	Emergency works along Mwanangwa – Misasi – Salawe Road - M/s Lukambo Contractors Limited
RUKWA - 4 PROJECTS	
1	‘Urgent Rehabilitation Works Along Laele – Mwimbi – Kizombwe Regional Road’ - M/S Ese Ilemba Construction Co. Ltd
2	Emergency Works on Mwalazi Box Culvert Along Kaengesa – Mwimbi Regional Road - M/S Ezra Investment Co. Ltd
3	Emergency Works on Damaged Structures, Washout of Road Approaches and scoured Structures along Kasansa –Kilyamatundu Regional Road - M/S Ugalla (04) Investment Co. Ltd
4	Rehabilitation on Nkundi – Kate – Namanyere (C.F), Katongolo – Kipili (C.F) and Kitosi – Wampembe Regional Roads (C.F) - M/S Modern Agrico Limited

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COASTAL REGION – 1 PROJECT	
1	Routine, Periodic, Bridge Preventive Maintenance and Rehabilitation works along Bungu – Nyamisati Road - M/s The Globalink General Contractors Ltd
TANGA REGION – 1 PROJECT	
1	Rehabilitation Works on Mlalo – Mng’aro Road - M/S Norplan Tanzania Limited
DODOMA REGION – 2 PROJECTS	
1	Consultancy Services for Feasibility Study, Detailed Engineering Design and Preparation of Tender Documents for Upgrading to Bitumen Standard of Tyuka JCT – Mvumi – Kikombo JCT (76.0KM) and Chololo – Mapinduzi (TPDF HQ) 5KM - M/S Norplan Tanzania Limited
2	Consultancy Services for Feasibility Study, Detailed Engineering Design and Preparation of Tender Documents for Construction of Mpwapwa – Gulwe – Chipogoro Road (Kibakwe – Chipogoro Section) 75.84KM - M/s Crown Tech – Consult Ltd
DAR ES SALAAM REGION - 1 PROJECT	
1	Routine and Bridge preventive maintenance of Mandela (including Bandari and Sam Nujoma Roads) - M/s Blue Mark Real Estate Co. Ltd

Dodoma,
11th September, 2020

PHILIP I. MPANGO
Minister of Finance and Planning