

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. 878 Published On. 9/10/2020

THE VALUE ADDED TAX ACT,
(CAP. 148)

ORDER

(Made under sections 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 to this Order.

Exemption

2.-(1) Subject to the conditions specified in paragraph 3 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 this Order to be used solely in the projects specified in the Second Schedule, is hereby exempt,

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 a registered for value added

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)

GN. NO. 878 (Contd.)

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.

*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)*

GN. NO. 878 (Contd.)

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	
12	Geotextile Materials	Tanzania	m ²
14	PVC Pipe	Tanzania	M
15	Galvanised steel pipe	Tanzania	M

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)

GN. NO. 878 (Contd.)

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

*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)*

GN. NO. 878 (Contd.)

SECOND SCHEDULE

(Made under paragraph 2(1))

PROJECTS AND CONTRACTORS

MANYARA REGION – 5 PROJECTS	
1	Upgrading of gravel roads to double surface dressing standard along Uhuru, Jamali and Kinyasii - KKKT Church Orkesumet road - M/S Peen Construction Co. Ltd JV Emma & Sons Construction Ltd
2	Upgrading of gravel roads to double surface dressing along Dirim – Endamilay – Haydom and Haydom 1 road - M/S Caberisa Co. Ltd
3	Upgrading of Sunu – Endgikoti and Mbulu 3 Roads (1Km) to double surface dressing standards in Mbulu Town Council - M/S Nowu Engineering Services Co. Ltd
4	Urgent works along Marah – Simbay and Endagaw – Simbay (Collector) Roads - M/s Classical Eng. Co. Ltd
5	Urgent works for construction of 1 Box Culvert and solid drift along Bashay – Endagulda – Hydrom and Major repair drift along Getanyamba – Orbesh Roads - M/s Proper Tech. Ent. Co. Ltd
SONGWE REGION – 1 PROJECT	
1	Upgrading of SONGWE District Head Office (Mkwajuni) Town Roads to Tarmac Standards 1km - M/s GNMS Contractors Co. Ltd.
COAST REGION – 6 PROJECTS	
1	Construction of concrete culvert at Nyambunju – Mpakani Road and Mbwara Kitapi Road in Rufiji DC - M/s Nyagama Investment Limited
2	Upgrading of Kisarawe Town Roads (Kisadeco 0.14km, Talgwu – Jeshini 0.3km and Bomani – Jafo 0.31km) to bitumen standard (Double Surface Dressing) 0.75km Kisarawe District Council - M/s Oldsouth Company Ltd f
3	Upgrading of Kisarawe Town Roads to bitumen standard (Double surface dressing) 0.65km in Kisarawe District Council - M/s Hematec Investment Limited
4	Upgrading of Vikindu – Sangatini Roads to Double surface dressing – 0.7km - M/s Osaka Co. (T) Ltd
5	Upgrading of Kibaha Dc roads to bitumen standard (Double surface dressing) in Kibaha District Council - M/s M.E and Company Ltd

*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)*

GN. NO. 878 (Contd.)

6	Maintenance of Mwasama and Mwenbeyanga road - M/s Sea Shore Civil Workers Contractors Co. Ltd
---	---

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)

GN. NO. 878 (Contd.)

MBEYA REGION – 3 PROJECTS	
1	Construction of Lugombo – Ngana – Kilugu road 8 km, Isange – Isanu – Mwakaleli 1.5 km, Ipuguso – Isale – Itimbo road (2.0km) (Iponjola) Mpata Zahanati – Ikama road section (1km) & Lwangwa – Kitema – Kyejo road (1.5km) - M/s Osborn Company Ltd
2	Construction of Busekele – Kipyola – Lukasi 4.5 km road & Banyakalobo – Lukasi (2.5km) Road - M/s Neshal Investment Co. Ltd
3	Construction of Kakunje Bridge in Ilima Wards - M/s Neshal Investment Co. Ltd
LINDI REGION – 2 PROJECTS	
1	Routine Maintenance works along Liwale – Kikulyungu, Liwale – Barikiwa, Makata – Ndapata, Liwale – Mpigamiti, Liwale – Lilombe – Mwemkuru roads in Liwale District - M/s J. P Traders Limited
2	Periodic Maintenance works along Mkwajuni – Mipingo Roads in Lindi District - Techno Combine Co. Ltd

Dodoma,
MPANGO
....., 2020
and Planning

PHILIP I.
Minister of Finance