
BILLS

SUPPLEMENT No.

.....th March, 2022

BILLS SUPPLEMENT

to The Uganda Gazette No. ..., Volume CXV, datedth March, 2022

Printed by UPPC, Entebbe, by Order of the Government.

Bill No.

Value Added Tax (Amendment) Bill

2022

THE VALUE ADDED TAX (AMENDMENT) BILL, 2022

MEMORANDUM

The object of this Bill is to amend the Value Added Tax Act, Cap. 349; to provide for value added tax on imported services used by business in making exempt supplies; to provide for the repeal of the exemption on cotton seed cake; to exempt assistive devices for persons with disabilities; to provide for an exemption for supply of airport user services charge by the Civil Aviation Authority; to provide for equal treatment of supplies of educational materials from the East Africa Community Partner States and to provide for related matters.

MATIA KASAIJA (MP),
Minister of Finance, Planning & Economic Development.

THE VALUE ADDED TAX (AMENDMENT) BILL, 2022

ARRANGEMENT OF CLAUSES

Clause

1. Commencement
2. Amendment of Value Added Tax Act
3. Amendment of the First Schedule to the principal Act
4. Amendment of the Second Schedule to the principal Act
5. Amendment of Third Schedule to the principal Act

A Bill for an Act

ENTITLED

THE VALUE ADDED TAX (AMENDMENT) ACT, 2022

An Act to amend the Value Added Tax Act, Cap. 349; to provide for value added tax on imported services used by business in making exempt supplies; to provide for the repeal of the exemption on cotton seed cake; to exempt assistive devices for persons with disabilities; to provide for an exemption for supply of airport user services charge by the Civil Aviation Authority; to provide for equal treatment of supplies of educational materials from the East Africa Community Partner States and to provide for related matters.

BE IT ENACTED by Parliament as follows:

1. Commencement

This Act shall come into force on 1st July, 2022.

2. Amendment of Value Added Tax Act

The Value Added Tax Act Cap. 349, in this Act referred to as the principal Act is amended in section 20 (2) by repealing the words “or would be used in the provision of an exempt supply”

3. Amendment of the First Schedule to the principal Act

The First Schedule to the principal Act is amended—

- (a) by inserting the following in the alphabetical order—

“International Development Law Organisation (IDLO);”

- (b) by substituting the words “Department for International Development (DFID)” with the words “Foreign, Commonwealth and Development Office (FCDO)”.

4. Amendment of the Second Schedule to the principal Act

The Second Schedule to the principal Act is amended—

- (a) in paragraph (1) (q) by substituting item (xvi) the following—

“(xvi) oxygen cylinder or oxygen for medical use;”

- (b) in paragraph 1 by repealing subparagraph (sd);

- (c) in paragraph 1(rr) by repealing the words “at the level of a national referral hospital”;

- (d) in paragraph 1 by repealing subparagraph (fff);

- (e) by inserting immediately after paragraph 1(ooo) the following—

“(ppp) the supply of assistive devices for persons with disability;

(qqq) the supply of airport user services charge by Civil Aviation Authority”

5. Amendment of Third Schedule to the principal Act

The Third Schedule to the principal Act is amended—

- (a) by substituting for subparagraph (d), the following—
 - (d) the supply of educational materials including educational materials manufactured in a Partner State of the East African Community;
- (b) in paragraph 1 by substituting for subparagraph (j) the following—
 - “(j) the supply of sanitary towels, menstrual cups, tampons and inputs for their manufacture;