

TANZANIA

AUTHORITY GUIDE

THOMSON REUTERS TAX RESEARCH
SEPTEMBER 2015 CONTENT UPDATE #1

Introduction

On June 3, 2015, the Minister of Finance has signed a Government Notice confirming July 1, 2015 as a commencement date of the new VAT Act 2014. This Act has repealed the VAT Act of 1997 and introduced Place of Supply changes together with a new very detailed list of Exempted Goods and Services.

Accordingly, foreign businesses providing services to Tanzania's companies shall register with Tanzania's national Tax Authority and Tanzania's purchases should account for VAT..

The Reverse Charge Mechanism has been introduced for B2B transactions of Tanzania's companies receiving B2B services from Non-resident Sellers.

UPDATES TO DETERMINATION

Tanzania

Configuration Update

The authority of Tanzania has been updated in accordance with new VAT Act.

Authority Options

The following authority options were added effective 1 July 2015 for the authority of Tanzania.

AUTHORITY OPTION	CONDITION	VALUE
CL – Customer Location Reverse Charge	Foreign Transaction	Registration Required
PP – Physical Performance Reverse Charge	Foreign Transaction	Registration Required
ES – Electronic Services Reverse Charge	Foreign Transaction	Registration Required

HS2012 Product Taxability Rules

In accordance with the Tanzanian VAT Act 2014, the following rules have been added on the default Harmonized Product Group with the noted effective dates.

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6595.4675	EXEMPT	2012.902221 -- For medical, surgical, dental or veterinary uses	7/1/2015
6595.4687	EXEMPT	2012.902214 -- Other, for medical, surgical or veterinary uses	7/1/2015
6595.6613	EXEMPT	2012.843621 -- Poultry incubators and brooders	7/1/2015
6595.6637	EXEMPT	2012.843351 -- Combine harvester-threshers	7/1/2015
6595.6661	EXEMPT	2012.843221 -- Disc harrows	7/1/2015
6595.6877	EXEMPT	2012.842489 -- Other	7/1/2015
6595.6883	EXEMPT	2012.842481 -- Agricultural or horticultural	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6595.6979	EXEMPT	2012.842111 -- Cream separators	7/1/2015
6595.6997	EXEMPT	2012.841989 -- Other	7/1/2015
6595.7123	EXEMPT	2012.841381 -- Pumps	7/1/2015
6595.7273	EXEMPT	2012.840721 -- Outboard motors	7/1/2015
6595.8197	EXEMPT	2012.731029 -- Other	7/1/2015
6596.1089	EXEMPT	2012.560811 -- Made up fishing nets	7/1/2015
6596.2859	EXEMPT	2012.490599 -- Other	7/1/2015
6596.2877	EXEMPT	2012.490191 -- Dictionaries and encyclopaedias, and serial instalments thereof	7/1/2015
6596.3927	EXEMPT	2012.400932 -- With fittings	7/1/2015
6596.4233	EXEMPT	2012.391731 -- Flexible tubes, pipes and hoses, having a minimum burst pressure of 27.6 MPa	7/1/2015
6596.4551	EXEMPT	2012.380899 -- Other	7/1/2015
6596.4563	EXEMPT	2012.380893 -- Herbicides, anti-sprouting products and plant-growth regulators	7/1/2015
6596.4569	EXEMPT	2012.380892 -- Fungicides	7/1/2015
6596.4575	EXEMPT	2012.380891 -- Insecticides	7/1/2015
6596.6915	EXEMPT	2012.271111 -- Natural gas	7/1/2015
6596.6933	EXEMPT	2012.271019 -- Other	7/1/2015
6596.6939	EXEMPT	2012.271012 -- Light oils and preparations	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6596.7719	EXEMPT	2012.121293 -- Sugar cane	7/1/2015
6596.7815	EXEMPT	2012.120721 -- Seed	7/1/2015
6596.8097	EXEMPT	2012.090111 -- Not decaffeinated	7/1/2015
6596.8211	EXEMPT	2012.080122 -- Shelled	7/1/2015
6599.4665	EXEMPT	2012.040729 -- Other	7/1/2015
6599.7342	EXEMPT	2012.020711 -- Not cut in pieces, fresh or chilled	7/1/2015
6599.7432	EXEMPT	2012.020629 -- Other	7/1/2015
6599.8744	EXEMPT	2012.010511 -- Fowls of the species Gallus domesticus	7/1/2015
6599.9825	EXEMPT	2012.010221 -- Pure-bred breeding animals	7/1/2015
6697.1421	EXEMPT	Passenger Intl Air Transport	7/1/2015
6697.1439	EXEMPT	Domestic Passenger Ferries	7/1/2015
6697.1877	EXEMPT	2012.940600 Prefabricated buildings.	7/1/2015
6697.3077	EXEMPT	2012.900490 -Other	7/1/2015
6697.3125	EXEMPT	2012.900150 -Spectacle lenses of other materials	7/1/2015
6697.3131	EXEMPT	2012.900140 -Spectacle lenses of glass	7/1/2015
6697.3137	EXEMPT	2012.900130 -Contact lenses	7/1/2015
6697.3221	EXEMPT	2012.890200 Fishing vessels; factory ships and other vessels for processing or preserving fishery pr	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6697.3359	EXEMPT	2012.871610 -Trailers and semi-trailers of the caravan type, for housing or camping	7/1/2015
6697.3395	EXEMPT	2012.871310 -Not mechanically propelled	7/1/2015
6697.3617	EXEMPT	2012.870190 -Other	7/1/2015
6697.6197	EXEMPT	2012.843420 -Dairy machinery	7/1/2015
6697.6203	EXEMPT	2012.843410 -Milking machines	7/1/2015
6697.6233	EXEMPT	2012.843330 -Other haymaking machinery	7/1/2015
6697.6239	EXEMPT	2012.843320 -Other mowers, including cutter bars for tractor mounting	7/1/2015
6697.6263	EXEMPT	2012.843240 -Manure spreaders and fertiliser distributors	7/1/2015
6697.6269	EXEMPT	2012.843230 -Seeders, planters and transplanters	7/1/2015
6697.6281	EXEMPT	2012.843210 -Ploughs	7/1/2015
6697.6479	EXEMPT	2012.842490 -Parts	7/1/2015
6697.6623	EXEMPT	2012.841950 -Heat exchange units	7/1/2015
6697.6827	EXEMPT	2012.841370 -Other centrifugal pumps	7/1/2015
6697.6833	EXEMPT	2012.841360 -Other rotary positive displacement pumps	7/1/2015
6697.7595	EXEMPT	2012.820190 -Other hand tools of a kind used in agriculture, horticulture or forestry	7/1/2015
6697.7601	EXEMPT	2012.820130 -Mattocks, picks, hoes and rakes	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6697.7607	EXEMPT	2012.820110 -Spades and shovels	7/1/2015
6698.0553	EXEMPT	2012.630790 -Other	7/1/2015
6698.2575	EXEMPT	2012.530310 -Jute and other textile bast fibres, raw or retted	7/1/2015
6698.3151	EXEMPT	2012.490290 -Other	7/1/2015
6698.3169	EXEMPT	2012.490110 -In single sheets, whether or not folded	7/1/2015
6699.0255	EXEMPT	2012.121190 -Other	7/1/2015
6699.0807	EXEMPT	2012.090210 -Green tea (not fermented) in immediate packings of a content not exceeding 3 kg	7/1/2015
6699.1509	EXEMPT	2012.060120 -Bulbs, tubers, tuberous roots, corms, crowns and rhizomes, in growth or in flower; chic	7/1/2015
6699.1515	EXEMPT	2012.060110 -Bulbs, tubers, tuberous roots, corms, crowns and rhizomes, dormant	7/1/2015
6699.9244	EXEMPT	2012.020630 -Of swine, fresh or chilled	7/1/2015
6699.9266	EXEMPT	2012.020610 -Of bovine animals, fresh or chilled	7/1/2015
6699.9802	EXEMPT	2012.010420 -Goats	7/1/2015
6699.9812	EXEMPT	2012.010410 -Sheep	7/1/2015
6699.9862	EXEMPT	2012.010310 -Pure-bred breeding animals	7/1/2015
6799.0897	SR	Urban Transportation - Taxi	7/1/2015
6799.0933	EXEMPT	Passenger Transportation by Ship	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6799.0945	EXEMPT	Deep Sea Passenger Transportation	7/1/2015
6799.0969	EXEMPT	Passenger Train Tranportation	7/1/2015
6799.0975	EXEMPT	Passenger Bus Transporation	7/1/2015
6799.0987	EXEMPT	Domestic Passenger Transportation	7/1/2015
6799.1371	SR	Dormitories	7/1/2015
6799.1629	EXEMPT	2012.9402 Medical, surgical, dental or veterinary furniture (for example, operating tables, examinat	7/1/2015
6799.1893	EXEMPT	2012.9021 Orthopaedic appliances, including crutches, surgical belts and trusses; splints and other	7/1/2015
6799.1911	EXEMPT	2012.9018 Instruments and appliances used in medical, surgical, dental or veterinary sciences, inclu	7/1/2015
6799.2853	EXEMPT	2012.8434 Milking machines and dairy machinery.	7/1/2015
6799.3765	EXEMPT	2012.7310 Tanks, casks, drums, cans, boxes and similar containers, for any material (other than comp	7/1/2015
6799.5487	EXEMPT	2012.4903 Children's picture, drawing or colouring books.	7/1/2015
6799.6591	EXEMPT	2012.3304 Beauty or make-up preparations and preparations for the care of the skin (other than medic	7/1/2015
6799.7353	EXEMPT	2012.2714 Bitumen and asphalt, natural; bituminous or oil shale and tar sands; asphaltites and aspha	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6799.7755	EXEMPT	2012.2401 Unmanufactured tobacco; tobacco refuse.	7/1/2015
6799.8277	EXEMPT	2012.1209 Seeds, fruit and spores, of a kind used for sowing.	7/1/2015
6799.8355	EXEMPT	2012.1105 Flour, meal, powder, flakes, granules and pellets of potatoes.	7/1/2015
6799.8361	EXEMPT	2012.1104 Cereal grains otherwise worked (for example, hulled, rolled, flaked, pearlled, sliced or ki	7/1/2015
6799.8373	EXEMPT	2012.1102 Cereal flours other than of wheat or meslin.	7/1/2015
6799.8379	EXEMPT	2012.1101 Wheat or meslin flour.	7/1/2015
6799.8385	EXEMPT	2012.1008 Buckwheat, millet and canary seeds; other cereals.	7/1/2015
6799.8391	EXEMPT	2012.1007 Grain sorghum.	7/1/2015
6799.8397	EXEMPT	2012.1006 Rice.	7/1/2015
6799.8403	EXEMPT	2012.1005 Maize (corn).	7/1/2015
6799.8427	EXEMPT	2012.1001 Wheat and meslin.	7/1/2015
6799.8517	EXEMPT	2012.0810 Other fruit, fresh.	7/1/2015
6799.8565	EXEMPT	2012.0802 Other nuts, fresh or dried, whether or not shelled or peeled.	7/1/2015
6799.8607	EXEMPT	2012.0709 Other vegetables, fresh or chilled.	7/1/2015
6799.8691	EXEMPT	Wheelchair	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6799.8697	EXEMPT	Typewriters with Braille characters and special characters	7/1/2015
6799.8823	EXEMPT	Medicines for Human Use and Veterinarian Use	7/1/2015
6799.8829	EXEMPT	Medicines	7/1/2015
6799.8835	EXEMPT	Medicine covered by a social security legislation	7/1/2015
6799.8841	EXEMPT	Medical Equipment for Disabled Persons	7/1/2015
6799.8847	EXEMPT	Medical Device	7/1/2015
6799.8883	EXEMPT	Glucose	7/1/2015
6799.8961	EXEMPT	Drip pumps for pain control	7/1/2015
6799.9027	EXEMPT	Residential buildings and outbuildings	7/1/2015
6799.9759	EXEMPT	2012.0401 Milk and cream, not concentrated nor containing added sugar or other sweetening matter.	7/1/2015
6799.9806	EXEMPT	2012.0302 Fish, fresh or chilled, excluding fish fillets and other fish meat of heading 03.04.	7/1/2015
6899.7395	EXEMPT	Games of Chance Services	7/1/2015
6899.7455	SR	Health Club and Fitness Center	7/1/2015
6899.7521	SR	Cosmetics and Plastic Surgery Services	7/1/2015
6899.7593	EXEMPT	Urban Transportation	7/1/2015
6899.7671	EXEMPT	Passenger Transportation by Air	7/1/2015
6899.7677	EXEMPT	Passenger Transportation	7/1/2015

RULE ORDER	RATE CODE	PRODUCT NAME	START DATE
6899.7683	EXEMPT	Passenger Train Transportation	7/1/2015
6899.7875	EXEMPT	Education/Teaching	7/1/2015
6899.8091	EXEMPT	Social Services	7/1/2015
6899.8127	EXEMPT	Residential Renting	7/1/2015
6899.8271	EXEMPT	Welfare Services	7/1/2015
6899.8433	SR	Alternative Health Services	7/1/2015
6899.8517	EXEMPT	Sale of Residential Property	7/1/2015
6899.8559	EXEMPT	Management of Residential Property	7/1/2015
6899.8583	EXEMPT	Lease of Residential Dwellings	7/1/2015
6899.8871	EXEMPT	Betting, Lotteries And Other Forms Of Gambling	7/1/2015
6899.9093	SR	Clothes, Linen, Study Materials (Including Calcula	7/1/2015
6899.9147	EXEMPT	Construction-Residential Houses	7/1/2015
6959.9795	EXEMPT	HEALTH SERVICES	7/1/2015
6959.9843	EXEMPT	EDUCATIONAL SERVICES	7/1/2015

Rule Order Reassignment

The following rules on the default Harmonized Product Group have had their rule orders updated.

PRIOR RULE ORDER	UPDATED RULE ORDER	PRODUCT NAME

PRIOR RULE ORDER	UPDATED RULE ORDER	PRODUCT NAME
6000	6699.9861	Bovine animals, live cows, bulls, heifers
6005	6699.9819	Swine, live
6010	6699.9825	Sheep and goats, live
6015	6699.9849	Chickens, ducks, geese, turkeys, and guineas, live
6020	6699.9813	Edible offal of bovine animals, swine, sheep, goat
6025	6799.9543	Fertilizers
6030	6799.8805	Pesticides
6035	6699.7047	Insecticides, rodenticides; fungicides, herbicides
6040	6699.5745	Newspapers, journals and periodicals, whether or n
6045	6899.8343	Medical Services; Doctors, Dentists, Kinesiologist
6050	6899.7785	Tourist Services
6055	6799.1011	Postage Stamps
6060	6899.7725	Aircraft And Related Repairs
6065	6597.1685	Aircraft engines
6070	6597.4007	Cash registers
6075	6899.8151	Funerals and Burials
6080	6799.9033	Land
6085	6899.8607	Insurance Agents, Brokers, & Service

PRIOR RULE ORDER	UPDATED RULE ORDER	PRODUCT NAME
6090	6799.1239	Loan
6095	6899.8937	Water Supply
6100	6598.5851	Maps and hydrographic or similar charts of all kin
6105	6799.9908	Edible fruit & nuts; citrus fruit or melon peel
6110	6899.9057	Public Education
6115	6899.8637	Financial Services
6120	6799.1095	Foreign Currency Transactions
6125	6699.3027	Agricultural, horticultural or forestry machinery
6130	6799.9886	Edible vegetables & certain roots & Tubers
6135	6699.8361	Bran, sharps and other residues, whether or not in
6140	6597.2669	Fire extinguishers, whether or not charged

Please contact Customer Support with any questions.