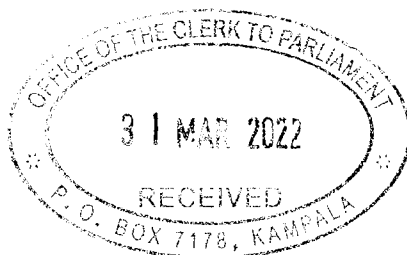

BILLS**SUPPLEMENT No. 3****30th March, 2022****BILLS SUPPLEMENT***to The Uganda Gazette No. 15, Volume CXV, datedth March, 2022*

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Bill No. 6*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 businesses 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 the 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 businesses 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 phrase “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 appropriately—

“International Development Law Organisation (IDLO);”

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

4. Amendment of the Second Schedule to the principal Act

Paragraph 1 of the Second Schedule to the principal Act is amended—

- (a) in subparagraph (q) by substituting for item (xvi) with the following—

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

- (b) by repealing subparagraph (sd);

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

- (d) by repealing subparagraph (fff);

- (e) by inserting immediately after subparagraph (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 the Third Schedule to the principal Act

The Third Schedule to the principal Act is amended in paragraph 1—

(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”; and

(b) by substituting for subparagraph (j) the following—

“(j) the supply of sanitary towels, menstrual cups, tampons and the inputs for their manufacture;”.