

ACTS SUPPLEMENT

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Act 11

Finance Act

THE FINANCE ACT, 2007.

ARRANGEMENT OF SECTIONS

Section

PART I—PRELIMINARY

1. Commencement

PART II—AMENDMENT OF FINANCE (NO. 2) ACT, 2002

2. Amendment of section 9 of the Finance (No.2) Act, 2002

PART III—EXEMPTION OF MOTOR VEHICLE,
TRAILERS AND ENGINEERING PLANTS FROM LICENSING
UNDER THE TRAFFIC AND ROAD SAFETY ACT

3. Exemption of motor vehicles, trailers and engineering of plants from
licensing under the Traffic and Road Safety Act, 1998 Cap. 361

PART IV—AMENDMENT OF FINANCE ACT, 2006

4. Amendment of Finance Act, 2006.

PART V—WAIVER OF INTEREST AND PENALTIES ON
VOLUNTARY DISCLOSURE OF TAX LIABILITY

5. Waiver for voluntary disclosure.

PART VI—REMISSION OF VALUE ADDED TAX ARREARS
OF LOCAL GOVERNMENTS

6. Remission of value added tax arrears of local governments.

SCHEDULE

Fees for Services and Various Documents Under the Traffic and Road
Safety Act, 1998

THE FINANCE ACT, 2007

An Act to provide for the alteration of the tax base for hides and skins; exemption of motor vehicles, trailers and engineering plants from road licences and fees, waiver of interest and penalties for voluntary disclosure of tax liability; amendment of the Finance Act, 2006 to change the fees relating to services and various documents under the Traffic and Road Safety Act, 1998 and to extend the scope of the environmental levy and for related matters.

DATE OF ASSENT: 30th November, 2007.

Date of Commencement: 1st July, 2007.

BE IT ENACTED by Parliament as follows:

PART I—PRELIMINARY**1. Commencement.**

This Act shall be deemed to have come into force on 1st July, 2007.

PART II—AMENDMENT OF FINANCE (No. 2) ACT, 2002**2. Amendment of section 9 of the Finance (No. 2) Act, 2002.**

The Finance (No.2) Act, 2002 is amended in section 9 by substituting for subsection (1) the following—

“(1) There shall be charged and collected by Uganda Revenue Authority on any person exporting raw hides and skins of animals (fresh, or salted, dried, limed, picked or otherwise preserved, but not tanned, parchment dressed or further prepared) whether or not dehaired or split, a levy at the rate of US\$ 0.25 per kilogram”.

PART III—EXEMPTION OF MOTOR VEHICLES, TRAILERS AND
ENGINEERING PLANTS FROM LICENSING UNDER THE
TRAFFIC AND ROAD SAFETY ACT

3. Exemption of motor vehicles, trailers and engineering plants from licensing under the Traffic and Road Safety Act, 1998 Cap. 361.

(1) All motor vehicles, trailers and engineering plants, are exempted from the provisions of sections 15, 16, 17, 21 and 22 of the Traffic and Road Safety Act, 1998.

(2) All arrears of licence fees on motor vehicles, trailers and engineering plants are remitted.

(3) In any case where licence fees under section 16 of the Traffic and Road Safety Act, 1998 had been paid for a period beyond the 30th day of June 2007, the owner of the motor vehicle, trailer or engineering plant in respect of which it was paid shall, on applying to the Uganda Revenue Authority be entitled to a refund of the prescribed fee calculated at the rate of one-twelfth, one eighth or one quarter of the annual fee applicable for each complete month during which, but for the exemption of the licence fee would have remained valid.

PART IV—AMENDMENT OF FINANCE ACT, 2006

4. Amendment of Finance Act, 2006.

The Finance Act, 2006 is amended—

(a) in section 3, by inserting immediately after subsection (1) the following—

“(1a) The environmental levy shall also apply to a person who imports used motorcycles, scooters, mopeds, bicycles and used spare parts of motor vehicles or any of the items mentioned in this subsection”.

(b) by substituting for the First Schedule to that Act, the provisions of the Schedule to this Act;

(c) by inserting at the end of the Second Schedule to that Act the following—

“(g) used motorcycles, scooters, mopeds, bicycles and used spare parts of motor vehicles or any of the items mentioned in this paragraph 10%”.

PART V—WAIVER OF INTEREST AND PENALTIES ON VOLUNTARY
DISCLOSURE OF TAX LIABILITY

5. Waiver for voluntary disclosure.

(1) Where a taxpayer voluntarily discloses his or her duty or tax obligations and pays the principal duty or tax to the Uganda Revenue Authority, the interest and penalties due and owing on the principal tax shall be waived.

(2) Subsection (1) shall apply to disclosures made to the Uganda Revenue Authority on or before the 31st day of December 2007.

(3) In this section “tax” includes income tax, value added tax and “duty” includes stamp duty, excise duty and import duty.

PART VI—REMISSION OF VALUE ADDED TAX ARREARS OF LOCAL
GOVERNMENTS

6. Remission of value added tax arrears of local governments.

All arrears of value added tax owed by local governments to Uganda Revenue Authority as at 30th June 2006 are remitted.

SCHEDULE

FEES FOR SERVICES AND VARIOUS DOCUMENTS UNDER THE
TRAFFIC AND ROAD SAFETY ACT, 1998

<i>Item</i>		<i>Fees (Shs)</i>
1	Registration fees on new registration	
(a)	Sedan cars, saloon cars estate cars but excluding dual purpose goods passenger vehicles	500,000
(b)	Passenger vehicles, including light omnibuses having seating accommodation not exceeding 28 passengers	700,000
(c)	Medium omnibuses and heavy omnibuses having seating accommodation for more than 28 passengers	850,000
(d)	Ambulances prisons vans and hearses	250,000
(e)	Goods vehicles (including dual purpose vehicles/passenger vehicles), light good vehicle	
	Types of vehicle	
	Agricultural tractors	250,000
	Goods vehicles with less than two ton loading capacity	650,000
	Goods vehicles with more than two ton loading capacity and less than seven ton loading capacity	750,000
	Goods vehicles with more than seven ton loading capacity and less than ten ton loading capacity	850,000
	Goods vehicles with more than ten ton loading capacity	1,000,000
	Prime movers/tractor head	1,000,000
	Type of vehicle	
	Agricultural trailer	300,000
	Trailers and semi trailer with gross weight less than seven tons	650,000
	Trailers and semi trailers with gross weight more than seven tons	750,000
2	Re-registration fees for motor vehicles	500,000
3	Registration fees for motor cycles	250,000
4	Re-registration fees for motor cycles	150,000
5	Registration fees for personalised number plate vehicles	5,000,000

6	Registration fees for personalised number plate for motorcycles	1,000,000
7	Alteration of particulars motor vehicles (each item)	10,000
8	Certified copies of record	10,000
9	Search fees	10,000
10	Dealers motor vehicle licence per year	150,000
11	Duplicate number plates	10,000
12	OTV fees	
(a)	Commercial vehicles not exceeding two tons loading capacity	60,000
(b)	Commercial vehicles exceeding two tons loading capacity	150,000
13	Transfer fees	
(a)	Motor cycles	30,000
(b)	Motor cars and other dual purpose vehicles, excluding light goods vehicles	40,000
(c)	Other motor vehicles, trailers, tractors or engineering plants	60,000
14	Duplicate receipt and other licence certificate	10,000
15	Duplicate registration book	10,000
16	Duplicate driving permit	25,000
17	Vehicle examination fees (inspection fees)	
(a)	Motor cycles	2,000
(b)	Motor cars and other dual purpose vehicles, excluding light goods vehicles	5,000
(c)	Other motor vehicles, trailers, tractors or engineering plants	5,000
(d)	Agricultural tractors	3,000
18	Driving permits (original)	
(a)	One year	25,000
(b)	Three years	45,000