

Tax on Transportation and Storage sector

Below is a detailed list of 30 taxes, levies, duties, and customs applicable to the specified business activities in the Transportation and Storage sector in Tanzania. Each item includes a description, the applicable rate, the law governing it, and an example of its calculation.

1. Corporate Income Tax (CIT)

- **Description:** Tax on the income of corporate entities.
- **Rate:** 30%
- **Law:** Income Tax Act, 2004
- **Example:** If a transportation company has a taxable income of TZS 500,000,000, the CIT would be $\text{TZS } 500,000,000 * 30\% = \text{TZS } 150,000,000$.

2. Value Added Tax (VAT)

- **Description:** Tax on the value added at each stage of production or distribution.
- **Rate:** 18%
- **Law:** Value Added Tax Act, 2014
- **Example:** For a service billed at TZS 1,000,000, the VAT would be $\text{TZS } 1,000,000 * 18\% = \text{TZS } 180,000$.

3. Excise Duty

- **Description:** Tax on specific goods and services produced domestically or imported.
- **Rate:** Varies by product
- **Law:** Excise (Management and Tariff) Act, 2014
- **Example:** If excise duty on fuel is TZS 500 per liter, and a transportation company purchases 10,000 liters, the excise duty is $10,000 * \text{TZS } 500 = \text{TZS } 5,000,000$.

4. Import Duty

- **Description:** Tax on goods imported into Tanzania.
- **Rate:** Varies by product (0% to 25%)
- **Law:** East African Community Customs Management Act, 2004
- **Example:** If a company imports vehicle spare parts worth TZS 10,000,000 at a rate of 10%, the import duty is $\text{TZS } 10,000,000 * 10\% = \text{TZS } 1,000,000$.

5. Stamp Duty

- **Description:** Tax on legal documents.
- **Rate:** Varies by document
- **Law:** Stamp Duty Act, 1972
- **Example:** For a contract valued at TZS 100,000,000, with a stamp duty of 1%, the duty is $\text{TZS } 100,000,000 * 1\% = \text{TZS } 1,000,000$.

6. Skills and Development Levy (SDL)

- **Description:** Levy to fund vocational education and training.

- **Rate:** 4.5% of gross emoluments
- **Law:** Vocational Education and Training Act, 1994
- **Example:** For a company with monthly gross emoluments of TZS 50,000,000, SDL is $\text{TZS } 50,000,000 * 4.5\% = \text{TZS } 2,250,000$.

7. PAYE (Pay-As-You-Earn)

- **Description:** Tax on employees' salaries.
- **Rate:** Progressive rates (9% to 30%)
- **Law:** Income Tax Act, 2004
- **Example:** For an employee earning TZS 2,000,000 per month, PAYE might be $\text{TZS } 2,000,000 * 15\% = \text{TZS } 300,000$.

8. Motor Vehicle License Fee

- **Description:** Annual fee for vehicle registration.
- **Rate:** Varies by vehicle type
- **Law:** Road Traffic Act, 1973
- **Example:** For a commercial truck, the fee could be TZS 500,000 per year.

9. Fuel Levy

- **Description:** Levy on fuel sold within Tanzania.
- **Rate:** Varies
- **Law:** Finance Act, 2016
- **Example:** If the levy is TZS 300 per liter, for 5,000 liters, the levy is $5,000 * \text{TZS } 300 = \text{TZS } 1,500,000$.

10. Local Government Service Levy

- **Description:** Levy on company turnover.
- **Rate:** 0.3% of turnover
- **Law:** Local Government Finance Act, 1982
- **Example:** For a company with a turnover of TZS 200,000,000, the levy is $200,000,000 * 0.3\% = \text{TZS } 600,000$.

11. Property Tax

- **Description:** Tax on the ownership of property.
- **Rate:** Varies
- **Law:** Local Government Finance Act, 1982
- **Example:** For a warehouse valued at TZS 1,000,000,000, the property tax might be TZS 1,000,000.

12. Road Toll

- **Description:** Toll fees for using certain roads.
- **Rate:** Varies by road and vehicle type
- **Law:** Roads Act, 2007

- **Example:** If the toll is TZS 10,000 per trip, and a truck makes 30 trips, the total toll is $30 * \text{TZS } 10,000 = \text{TZS } 300,000$.

13. Environmental Protection Fee

- **Description:** Fee for activities impacting the environment.
- **Rate:** Varies
- **Law:** Environmental Management Act, 2004
- **Example:** For a project with a fee rate of 2%, on a TZS 10,000,000 project, the fee is TZS 200,000.

14. Port Service Charge

- **Description:** Charge for using port facilities.
- **Rate:** Varies
- **Law:** Tanzania Ports Authority Act, 2005
- **Example:** For goods valued at TZS 50,000,000, the port service charge might be TZS 500,000.

15. Wharfage Fee

- **Description:** Fee for cargo handling at the port.
- **Rate:** Varies
- **Law:** Tanzania Ports Authority Act, 2005
- **Example:** If the fee is TZS 1,000 per ton, for 50 tons, the fee is $50 * \text{TZS } 1,000 = \text{TZS } 50,000$.

16. Customs Processing Fee

- **Description:** Fee for processing customs documentation.
- **Rate:** 0.6% of CIF value
- **Law:** East African Community Customs Management Act, 2004
- **Example:** For goods with a CIF value of TZS 20,000,000, the fee is $\text{TZS } 20,000,000 * 0.6\% = \text{TZS } 120,000$.

17. Freight Forwarding Fee

- **Description:** Fee for freight forwarding services.
- **Rate:** Varies
- **Law:** Finance Act, 2016
- **Example:** If the service fee is TZS 1,000,000 per shipment, for 10 shipments, the fee is $10 * \text{TZS } 1,000,000 = \text{TZS } 10,000,000$.

18. Demurrage Charge

- **Description:** Charge for detention of transport equipment.
- **Rate:** Varies
- **Law:** Tanzania Ports Authority Act, 2005

- **Example:** If the charge is TZS 50,000 per day, for 5 days, the charge is $5 * \text{TZS } 50,000 = \text{TZS } 250,000$.

19. Landing Fee

- **Description:** Fee for landing aircraft.
- **Rate:** Varies
- **Law:** Civil Aviation Act, 2003
- **Example:** If the fee is TZS 100,000 per landing, for 20 landings, the fee is $20 * \text{TZS } 100,000 = \text{TZS } 2,000,000$.

20. Parking Fee

- **Description:** Fee for parking vehicles in designated areas.
- **Rate:** Varies
- **Law:** Local Government Finance Act, 1982
- **Example:** If the fee is TZS 5,000 per day, for 30 days, the fee is $30 * \text{TZS } 5,000 = \text{TZS } 150,000$.

21. Airport Service Charge

- **Description:** Charge for using airport facilities.
- **Rate:** Varies
- **Law:** Civil Aviation Act, 2003
- **Example:** For passengers, if the charge is TZS 10,000 each, for 200 passengers, the total is $200 * \text{TZS } 10,000 = \text{TZS } 2,000,000$.

22. Ground Handling Fee

- **Description:** Fee for ground handling services at airports.
- **Rate:** Varies
- **Law:** Civil Aviation Act, 2003
- **Example:** If the fee is TZS 500,000 per aircraft, for 15 aircraft, the fee is $15 * \text{TZS } 500,000 = \text{TZS } 7,500,000$.

23. Passenger Service Charge

- **Description:** Charge for passengers using airport facilities.
- **Rate:** Varies
- **Law:** Civil Aviation Act, 2003
- **Example:** If the charge is TZS 10,000 per passenger, for 100 passengers, the fee is $100 * \text{TZS } 10,000 = \text{TZS } 1,000,000$.

24. Transit Fee

- **Description:** Fee for transit of goods through Tanzania.
- **Rate:** Varies
- **Law:** East African Community Customs Management Act, 2004

- **Example:** If the fee is TZS 100 per ton, for 500 tons, the fee is $500 * \text{TZS } 100 = \text{TZS } 50,000$.

25. Export Duty

- **Description:** Duty on goods exported from Tanzania.
- **Rate:** Varies
- **Law:** East African Community Customs Management Act, 2004
- **Example:** For goods valued at TZS 10,000,000 with a duty rate of 5%, the duty is $\text{TZS } 10,000,000 * 5\% = \text{TZS } 500,000$.

26. Business License Fee

- **Description:** Annual fee for business operation.
- **Rate:** Varies
- **Law:** Business Licensing Act, 1972
- **Example:** For a large transportation company, the fee might be TZS 1,000,000 per year.

27. Withholding Tax on Technical Services

- **Description:** Tax on payments for technical services.
- **Rate:** 5%
- **Law:** Income Tax Act, 2004
- **Example:** For services worth TZS 10,000,000, the withholding tax is $\text{TZS } 10,000,000 * 5\% = \text{TZS } 500,000$.

28. Environmental Protection Levy on Vehicles

- **Description:** Levy on imported vehicles.
- **Rate:** Varies by vehicle type
- **Law:** Finance Act, 2016
- **Example:** For an imported truck, the levy might be TZS 500,000.

29. Registration Fee for New Vehicles

- **Description:** Fee for registering new vehicles.
- **Rate:** Varies
- **Law:** Road Traffic Act, 1973
- **Example:** If the fee is TZS 100,000 per vehicle, for 5 vehicles, the fee is $5 * \text{TZS } 100,000 = \text{TZS } 500,000$.

30. Road Maintenance Levy

- **Description:** Levy on fuel for road maintenance.
- **Rate:** Varies
- **Law:** Finance Act, 2016
- **Example:** If the levy is TZS 150 per liter, for 10,000 liters, the levy is $10,000 * \text{TZS } 150 = \text{TZS } 1,500,000$.

These taxes, levies, duties, and customs are derived from various Tanzanian laws and regulations, ensuring compliance with the country's tax system for businesses operating within the Transportation and Storage sector.