

Taxes on Electricity, gas, steam, and air conditioning supply sector

Here is a comprehensive list of 30 taxes, levies, duties, and customs that a business or company in the Electricity, gas, steam, and air conditioning supply sector in Tanzania is obliged to pay, along with their descriptions, the applicable laws, the rates, and examples of how they are calculated:

1. **Corporate Income Tax (CIT)**
 - **Description:** Tax on the company's profits.
 - **Law:** Income Tax Act, 2004
 - **Rate:** 30%
 - **Example:** If a company has a profit of TZS 1,000,000, the CIT would be TZS 300,000 ($1,000,000 * 30\%$).
2. **Value Added Tax (VAT)**
 - **Description:** Tax on the value added to goods and services.
 - **Law:** VAT Act, 2014
 - **Rate:** 18%
 - **Example:** If a service costs TZS 1,000,000, the VAT would be TZS 180,000 ($1,000,000 * 18\%$).
3. **Withholding Tax (WHT) on Services**
 - **Description:** Tax withheld on payments for services.
 - **Law:** Income Tax Act, 2004
 - **Rate:** 5%
 - **Example:** If a company pays TZS 1,000,000 for services, the WHT would be TZS 50,000 ($1,000,000 * 5\%$).
4. **Skills and Development Levy (SDL)**
 - **Description:** Levy for employee training and development.
 - **Law:** Vocational Education and Training Act, 1994
 - **Rate:** 4.5% of the gross wage.
 - **Example:** If the total wages are TZS 1,000,000, the SDL would be TZS 45,000 ($1,000,000 * 4.5\%$).
5. **Pay As You Earn (PAYE)**
 - **Description:** Tax on employee earnings.
 - **Law:** Income Tax Act, 2004
 - **Rate:** Graduated scale from 9% to 30%.
 - **Example:** If an employee earns TZS 1,000,000, the PAYE could range from TZS 90,000 to TZS 300,000 depending on the income bracket.
6. **Excise Duty on Petroleum Products**
 - **Description:** Tax on petroleum products.
 - **Law:** Excise (Management and Tariff) Act, 1952
 - **Rate:** Varies by product (e.g., TZS 215 per liter for petrol).
 - **Example:** For 1,000 liters of petrol, the excise duty would be TZS 215,000 ($1,000 * 215$).
7. **Import Duty**
 - **Description:** Tax on imported goods.
 - **Law:** East African Community Customs Management Act, 2004
 - **Rate:** 0% to 25% depending on the product.
 - **Example:** For goods worth TZS 1,000,000 with a 10% duty, the tax would be TZS 100,000 ($1,000,000 * 10\%$).
8. **Stamp Duty**

- **Description:** Tax on legal documents.
 - **Law:** Stamp Duty Act, 1972
 - **Rate:** Varies by document type.
 - **Example:** For a lease agreement, it could be TZS 10,000.
9. **Local Government Levies**
- **Description:** Various local taxes.
 - **Law:** Local Government Finances Act, 1982
 - **Rate:** Varies by municipality.
 - **Example:** A local business license fee of TZS 100,000.
10. **Motor Vehicle License Fee**
- **Description:** Annual fee for vehicle operation.
 - **Law:** Road Traffic Act, 1973
 - **Rate:** Varies by vehicle type.
 - **Example:** TZS 150,000 for a commercial vehicle.
11. **Fuel Levy**
- **Description:** Levy on fuel consumption.
 - **Law:** Roads and Fuel Tolls Act, 1985
 - **Rate:** TZS 263 per liter.
 - **Example:** For 1,000 liters of fuel, the levy would be TZS 263,000 (1,000 * 263).
12. **Export Duty**
- **Description:** Tax on exported goods.
 - **Law:** East African Community Customs Management Act, 2004
 - **Rate:** Varies by product.
 - **Example:** TZS 200 per ton for certain minerals.
13. **Customs Processing Fee**
- **Description:** Fee for customs processing.
 - **Law:** East African Community Customs Management Act, 2004
 - **Rate:** 0.6% of CIF value.
 - **Example:** For goods valued at TZS 1,000,000, the fee would be TZS 6,000 (1,000,000 * 0.6%).
14. **Environmental Levy**
- **Description:** Levy for environmental protection.
 - **Law:** Environmental Management Act, 2004
 - **Rate:** Varies by activity.
 - **Example:** TZS 10,000 for waste disposal.
15. **Property Tax**
- **Description:** Tax on property ownership.
 - **Law:** Local Government Finance Act, 1982
 - **Rate:** Varies by property value.
 - **Example:** 0.15% of the property value.
16. **Fire Inspection Fee**
- **Description:** Fee for fire safety inspection.
 - **Law:** Fire and Rescue Force Act, 2007
 - **Rate:** Varies by premises size.
 - **Example:** TZS 50,000 for a medium-sized office.
17. **Health and Safety Levy**
- **Description:** Levy for workplace safety.
 - **Law:** Occupational Health and Safety Act, 2003
 - **Rate:** Varies by industry.

- **Example:** TZS 20,000 for a factory.
18. **National Social Security Fund (NSSF)**
- **Description:** Social security contributions.
 - **Law:** NSSF Act, 1997
 - **Rate:** 20% of employee's gross salary.
 - **Example:** If an employee earns TZS 1,000,000, the contribution would be TZS 200,000 ($1,000,000 \times 20\%$).
19. **Workers Compensation Fund (WCF)**
- **Description:** Fund for employee injury compensation.
 - **Law:** Workers Compensation Act, 2008
 - **Rate:** 1% of the total wage bill.
 - **Example:** For total wages of TZS 1,000,000, the contribution would be TZS 10,000 ($1,000,000 \times 1\%$).
20. **Corporate License Fee**
- **Description:** Fee for business operation license.
 - **Law:** Business Activities Registration Act, 2007
 - **Rate:** Varies by business size.
 - **Example:** TZS 200,000 for a medium enterprise.
21. **Mining Royalty**
- **Description:** Royalty on mineral extraction.
 - **Law:** Mining Act, 2010
 - **Rate:** 3% to 7% of the gross value.
 - **Example:** For minerals worth TZS 1,000,000, the royalty would be TZS 30,000 to TZS 70,000.
22. **Energy Regulatory Levy**
- **Description:** Levy for energy sector regulation.
 - **Law:** Energy and Water Utilities Regulatory Authority Act, 2001
 - **Rate:** Varies by sector.
 - **Example:** TZS 10,000 for electricity sector activities.
23. **Air Conditioning Permit Fee**
- **Description:** Fee for operating air conditioning systems.
 - **Law:** Local Government Finances Act, 1982
 - **Rate:** Varies by unit size.
 - **Example:** TZS 50,000 for large commercial units.
24. **Water Abstraction Charge**
- **Description:** Charge for water use.
 - **Law:** Water Resources Management Act, 2009
 - **Rate:** Varies by volume.
 - **Example:** TZS 100 per cubic meter.
25. **Electricity Generation Levy**
- **Description:** Levy on electricity generation.
 - **Law:** Electricity Act, 2008
 - **Rate:** Varies by capacity.
 - **Example:** TZS 0.50 per kWh generated.
26. **Gas Distribution License Fee**
- **Description:** Fee for gas distribution license.
 - **Law:** Petroleum (Exploration and Production) Act, 1980
 - **Rate:** Varies by volume distributed.
 - **Example:** TZS 200,000 for a medium distributor.
27. **Infrastructure Development Levy**

- **Description:** Levy for infrastructure projects.
- **Law:** Infrastructure Development Levy Act, 2015
- **Rate:** 1.5% of CIF value of imports.
- **Example:** For imports worth TZS 1,000,000, the levy would be TZS 15,000 (1,000,000 * 1.5%).

28. Solid Waste Management Fee

- **Description:** Fee for waste management services.
- **Law:** Environmental Management Act, 2004
- **Rate:** Varies by waste type and volume.
- **Example:** TZS 30,000 for industrial waste.

29. Public Lighting Levy

- **Description:** Levy for public lighting maintenance.
- **Law:** Local Government Finances Act, 1982
- **Rate:** Varies by location.
- **Example:** TZS 10,000 per month for urban areas.

30. Emission Control Levy

- **Description:** Levy for air pollution control.
- **Law:** Environmental Management Act, 2004
- **Rate:** Varies by emission level.
- **Example:** TZS 5,000 per ton of CO₂ emitted.

This list includes taxes, levies, duties, and customs that a business or company in the specified sector must adhere to under Tanzanian law. The rates and examples provided help illustrate how these obligations are calculated and implemented in practice.