



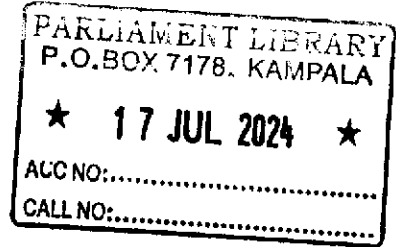
THE REPUBLIC OF UGANDA

**THE VALUE ADDED TAX (AMENDMENT)
ACT, 2024**

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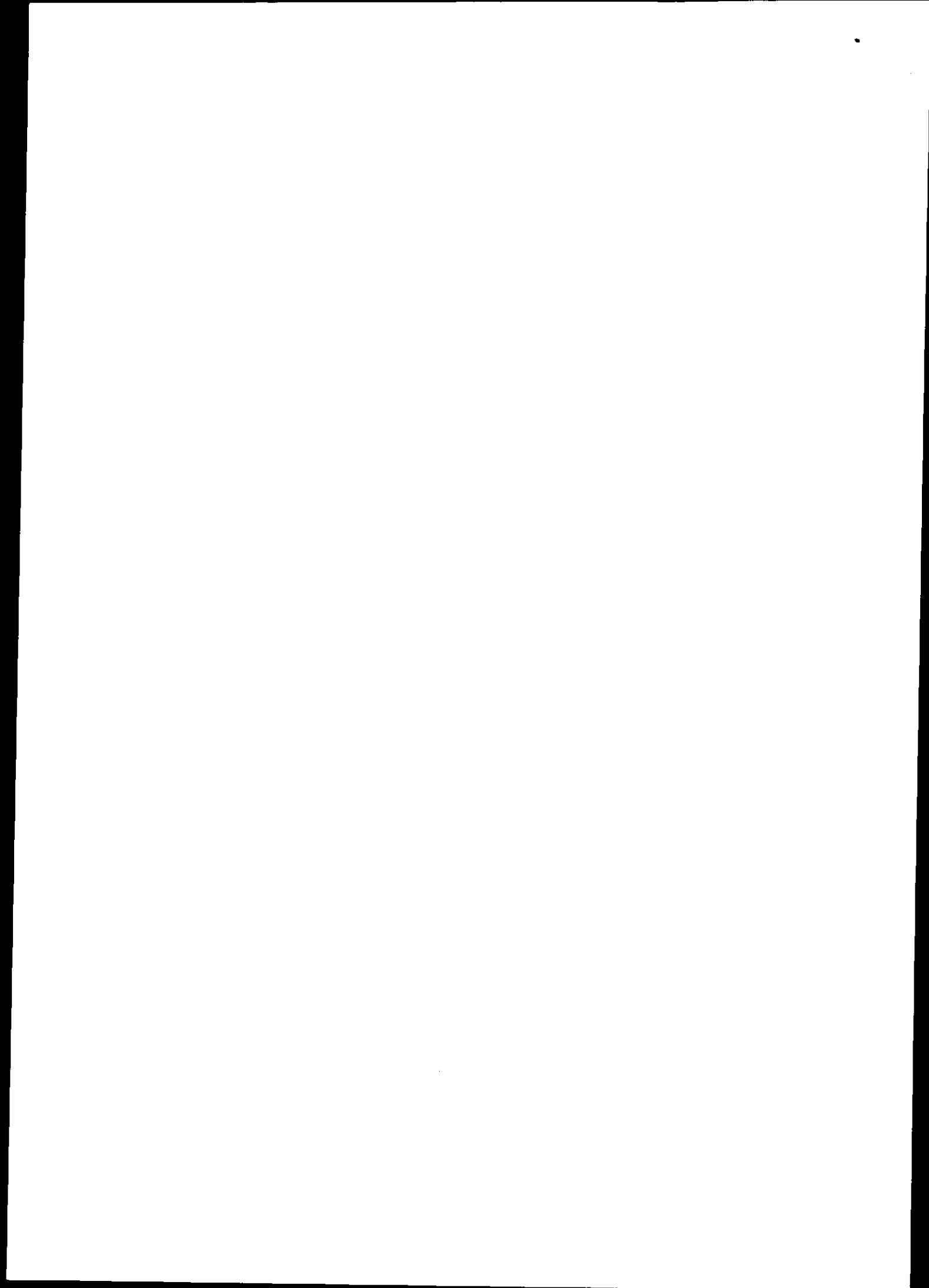
THE REPUBLIC OF UGANDA



I SIGNIFY my assent to the bill.

President

Date of assent: 15/7/2024



Act

Value Added Tax (Amendment) Act

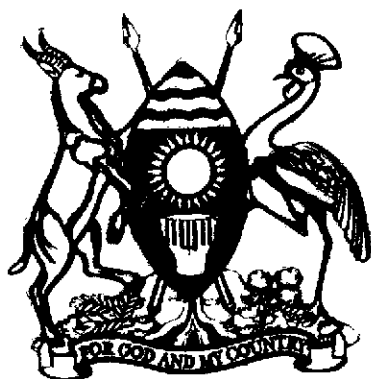
2024

THE VALUE ADDED TAX (AMENDMENT) ACT, 2024

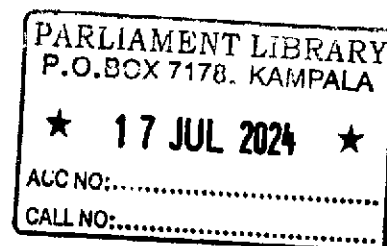
ARRANGEMENT OF SECTIONS

Section

1. Commencement
2. Amendment of Value Added Tax Act
3. Amendment of section 10 of principal Act
4. Amendment of section 18 of principal Act
5. Amendment of section 42 of principal Act
6. Amendment of First Schedule to principal Act
7. Amendment of Second Schedule to principal Act



THE REPUBLIC OF UGANDA

**THE VALUE ADDED TAX (AMENDMENT) ACT, 2024**

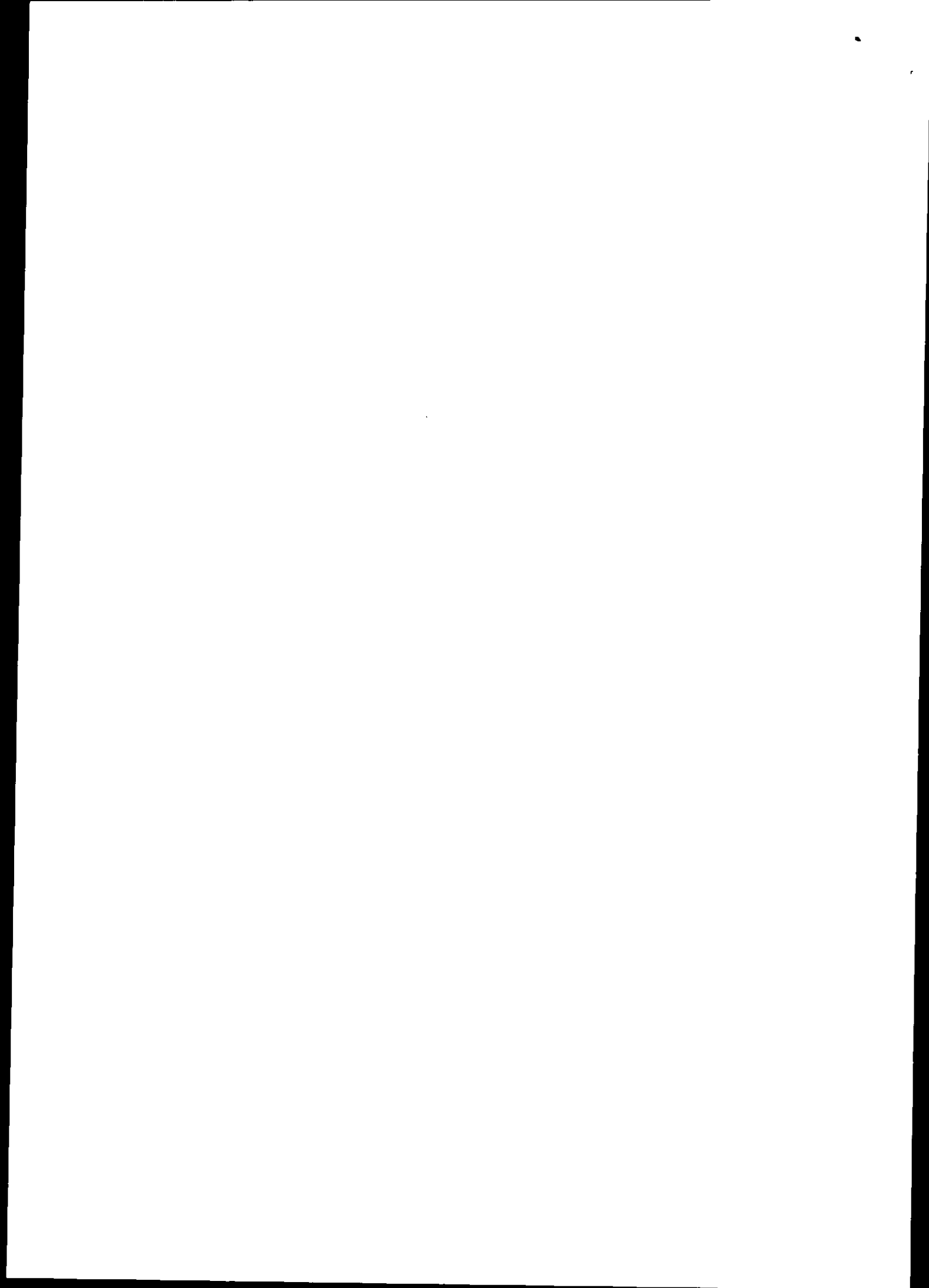
An Act to amend the Value Added Tax Act, Cap. 349, to classify the supply of goods or services by an employer to an employee at no consideration as a taxable supply; to increase the threshold of the offset in case of overpaid tax from five million shillings to ten million shillings; to amend the First Schedule to include African Reinsurance Corporation (Africa Re), Independent Regulatory Board of the East African Power Pool and Islamic Cooperation for the Development of the Private Sector as listed institutions; to amend the Second Schedule on exempt supplies for purposes of reforming the VAT exemption regime; and for related matters.

DATE OF ASSENT:

Date of Commencement:

BE IT ENACTED by Parliament as follows:

1. CommencementThis Act shall come into force on 1st July, 2024.



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 5, by inserting immediately after subsection (1) (a), the following—

“(ab) in the case of supply of goods through auction, is to be paid by the recipient of the proceeds of the auction;”

3. Amendment of section 10 of principal Act

Section 10 of the principal Act is amended by substituting for subsection (4), the following—

“(4) The supply of goods through auction by an auctioneer in the course of auctioning goods is treated as a supply of goods by the recipient of the proceeds of the auction.”

4. Amendment of section 18 of principal Act

Section 18 of the principal Act is amended by inserting immediately after subsection (9), the following—

“(10) The supply of goods or services by an employer who is a taxable person, to an employee for no consideration, shall be regarded as the supply of goods or services for consideration as part of the employer’s business activities.”

5. Amendment of section 42 of principal Act

Section 42 of the principal Act is amended in subsection (2), by substituting for the word “five” wherever the word appears, the word “ten”.

6. Amendment of First Schedule to principal Act

The First Schedule to the principal Act is amended by inserting the following in the appropriate alphabetical order—

“African Reinsurance Corporation (Africa Re);

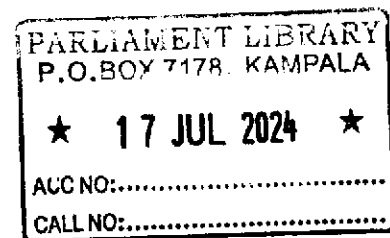
Independent Regulatory Board of the East African Power Pool;

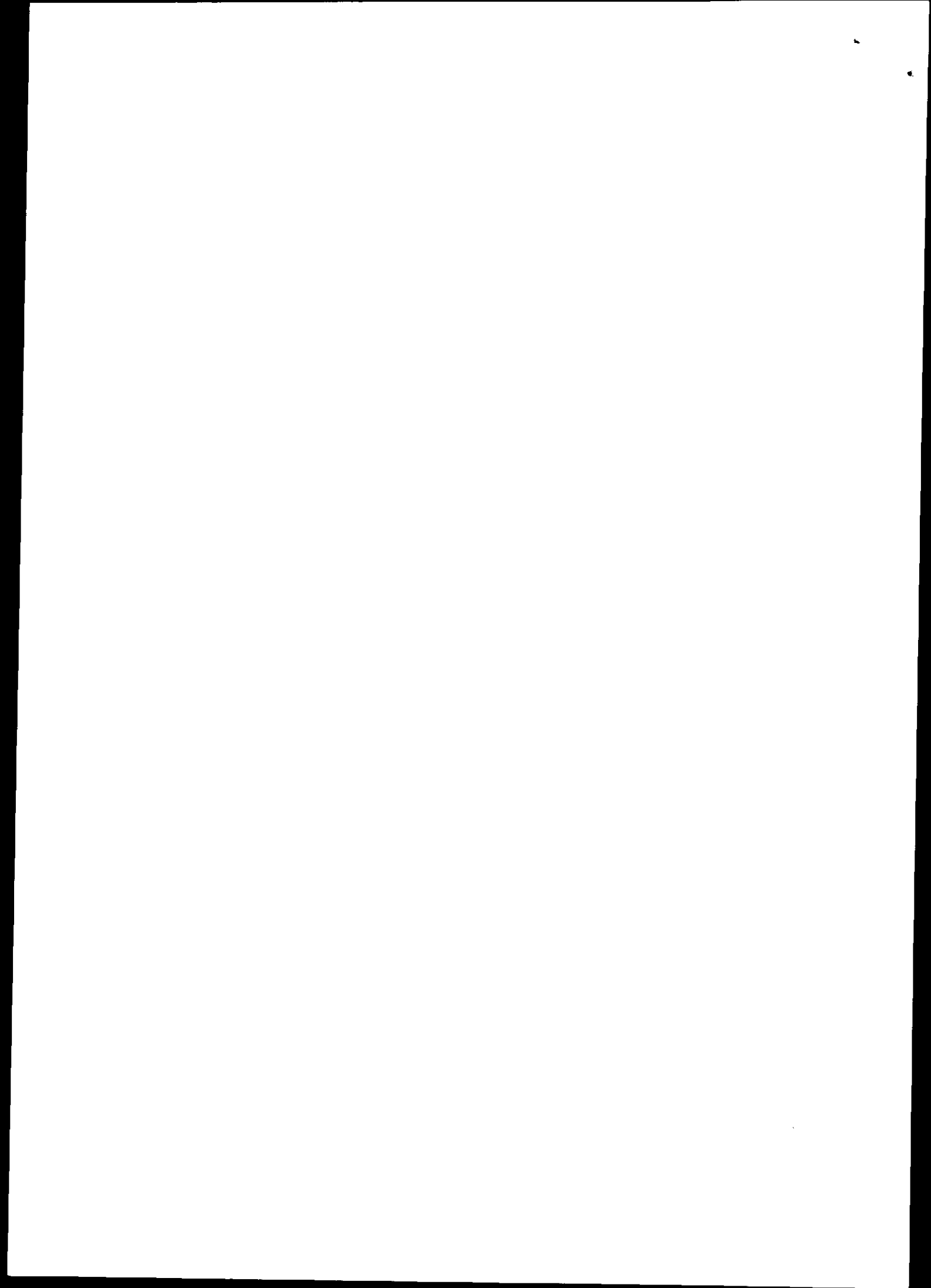
Islamic Cooperation for the Development of the Private Sector;”

7. Amendment of Second Schedule to principal Act

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

- (a) by repealing subparagraph (b);
- (b) by inserting immediately after subparagraph (se), the following—
 - “(sf) the supply of an electric vehicle locally manufactured or supply of frame and body of an electric vehicle locally fabricated;
 - (sg) the supply of electric vehicle charging equipment or supply of charging services of an electric vehicle;
 - (sh) the supply of cooking stoves, that use fuel ethanol, assembled in Uganda, up to 30th June, 2028;”;
- (c) in subparagraph (x), by inserting immediately after the words “lifesaving gear”, the word “safety”;
- (d) in subparagraph (dda), by inserting immediately after the word “projects”, the words “and does not include goods and services used for personal and domestic use”;
- (e) by inserting immediately after subparagraph (pp) (vii), the following—
 - “(viii) manufactures an electric vehicle, electric battery or electric vehicle charging equipment or fabricates the frame and body of an electric vehicle;”;and
- (f) by repealing subparagraph (ggg) (i).







THE REPUBLIC OF UGANDA

This printed impression has been carefully compared by me with the bill which was passed by Parliament and found by me to be a true copy of the bill.

A handwritten signature in black ink, consisting of stylized initials.

.....
Clerk to Parliament

Date of authentication: 16/5/2024