

THE UNITED REPUBLIC OF TANZANIA



No. 15 OF 1966

I ASSENT,

Julius K. Nyerere
President

6TH JANUARY, 1966

An Act to provide for the rates of income tax and of reliefs and for the amounts of personal allowances, and to repeal section 27 of the Income Tax Management Decree, 1959

[.....]

ENACTED by the Parliament of the United Republic of Tanzania.

1.—(1) This Act may be cited as the Income Tax (Allowances, Reliefs and Rates) Act, 1965. Short title and commencement

(2) Part I of this Act and the Schedules thereto shall come into operation on such day as the President shall, by notice in the *Gazette*, appoint.

(3) Part II of this Act shall be deemed to have come into operation on the first day of January, 1964.

PART I

Allowances, Reliefs and Rates in respect of tax charged under the East African Income Tax (Management) Act, 1958

2.—(1) This Part of this Act and the Schedules thereto shall be read and construed as one with the East African Income Tax (Management) Act, 1958 (hereinafter referred to as the Management Act), and shall apply to assessments, and with respect to tax, for the year of income 1965 and to each subsequent year of income. Construction and application of E.A.H.C. Acts 1958, No. 10

(2) This Part of this Act shall extend to Zanzibar as well as to Tanganyika.

3. Subject to the provisions of this Act and of the Management Act—
(a) the personal allowances to which an individual shall be entitled under Part VIII of the Management Act shall be of the amounts set forth in the First Schedule to this Act; Amounts of personal allowances and rates of reliefs and of tax, etc.

- (b) the relief to which an individual shall be entitled under Head E of Part IX of the Management Act shall be at the rate set forth in the Second Schedule to this Act;
- (c) the tax to be charged under Head A of Part IX of the Management Act shall be charged at the rates set forth in the Third Schedule to this Act; and
- (d) the tax to be deducted under Head B of Part IX of the Management Act shall be deducted at the rates set forth in the Third Schedule to this Act.

Exemption
from stamp
duty

4. No stamp duty shall be charged in respect of any declaration made pursuant to section 142 of the Management Act.

Repeal and
saving
Cap. 411

5.—(1) The Income Tax (Rates and Allowances) Ordinance is hereby repealed:

Provided that the continuity of the law relating to income tax shall not be affected by such repeal and, accordingly, the provisions of the repealed Ordinance (and, to the extent therein provided, of any enactment which was itself repealed by the repealed Ordinance) shall continue to apply to the years of income up to and including the year of income 1964.

Acts, 1963
No. 34
Acts, 1965
No. 41

(2) In this section, references to the Income Tax (Rates and Allowances) Ordinance include references to Part III of the Finance Act, 1963 and Part IV of the Finance Act, 1965.

PART II

Amendment of the Income Tax (Management) Decree, 1959

Section 27
of Zanzibar
Decrees 1959
No. 12
repealed

6.—(1) This section shall extend to Zanzibar only and shall have effect for the year of income 1964.

(2) Section 27 of the Income Tax (Management) Decree, 1959 of Zanzibar (which relates to the averaging of income) is hereby repealed.

FIRST SCHEDULE

(Section 3 (a))

Section of
the Manage-
ment Act

AMOUNT OF PERSONAL ALLOWANCE

- 50 1. The amount of the married allowance shall be £600.
- 51 2. The amount of the single allowance shall be £216:
Provided that, where an individual is entitled to the single allowance and is also entitled to the child allowance, the amount of the single allowance shall be £432.
- 52 3. The amount of the child allowance shall be £96 for each of four children and £48 for each of two children in excess of four.

Section of
the Manage-
ment Act

AMOUNT OF PERSONAL ALLOWANCE

57 (2)

4. The non-resident primary allowance shall be of such an amount as shall have the effect of reducing to nil the excess, if any, of the tax chargeable on the individual under the Management Act on any part of his total income which is chargeable on him in the United Kingdom over the amount of the relief from tax due to such individual in the United Kingdom under arrangements having effect under section 71 of the Management Act.

57 (3)

5. The amount of the non-resident secondary allowance shall be the amount of the pension income, if any, not exceeding in all £250.

SECOND SCHEDULE

(Section 3 (b))

Section of
the Manage-
ment Act

RATE OF INSURANCE RELIEF

72A

The amount of the insurance relief shall be at the rate of three shillings in respect of each pound of premiums:

Provided that in no case shall such relief exceed the amount of tax which is chargeable at the surtax rate of three shillings in the pound on the chargeable income of the individual claiming the relief.

THIRD SCHEDULE

(Section 3 (c) and (d))

Section of
the Manage-
ment Act

RATES OF TAX

58 (a)

1.—(a) The standard rate shall be two shillings and fifty cents in respect of each pound.

65 (1) (a)

(b) The surtax shall be:

66 (1) (a)

on the first £1,000—nil

and 67 (1) (a)

on the next £1,000 at Shs. 3 in the pound

on the next £1,000 at Shs. 5 in the pound

on the next £1,000 at Shs. 7 in the pound

on the next £1,000 at Shs. 8 in the pound

on the next £1,000 at Shs. 9 in the pound

on the next £1,000 at Shs. 10 in the pound

on the next £3,000 at Shs. 11 in the pound

and on every pound over £10,000 at Shs. 12 in the pound.

58 (b)

65 (1) (b),

66 (1) (b) and

67 (1) (b)

2. The higher standard rate shall be seven shillings and fifty cents in respect of each pound.

58 (c)

65 (1) (c)

66 (1) (a)

67 (1) (c)

3. The corporation rate shall be seven shillings and fifty cents in respect of each pound, save in the case of—

(a) that part of the chargeable income of an insurance company which relates to its life insurance business, when the rate shall be seven shillings in respect of each pound of such chargeable income; and

Section of
the Manage-
ment Act

THIRD SCHEDULE—*contd.*

(Section 3 (c) and (d))

RATES OF TAX

- (b) that part of the chargeable income of a company which relates to income derived from the mining of specified minerals, when the rate shall be four shillings in respect of each pound of such part of such chargeable income.

Passed in the National Assembly on the twenty-third day of December, 1965.


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Clerk of the National Assembly