THE VALUE ADDED TAX (AMENDMENT) ACT, 2003.

ARRANGEMENT OF SECTIONS

Section.

1. Short title and commencement.
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3. Amendment of section 34C of the principal Act.
4. Amendment of section 40 of the principal Act.
5. Amendment of Schedule I to the principal Act.
6. Amendment of Schedule II to the principal Act.

THE VALUE ADDED TAX (AMENDMENT) ACT, 2003

An Act to amend the Value Added Tax Statute 1996.

DATE OF ASSENT: 26th October, 2003.

Date of commencement: 1st July, 2003.

BE IT ENACTED by Parliament as follows:

1. Short title and commencement

(1) This Act may be cited as the Value Added Tax (Amendment) Act, 2003.

(2) This Act shall come into force on 1st July, 2003.

2. Amendment of section 19 of the principal Act

Section 19 of the Value Added Tax Statute 1996, in this Act referred to as the principal Act, is amended by inserting immediately after subsection (8) the following new subsection—

"(9) Subject to section 20 and Schedule II, the sale or disposal of a business asset is a taxable supply."

3. Amendment of section 34C of the principal Act

Section 34C of the principal Act is amended in subsection (1) by substituting for "forty five days" the words "thirty days".

4. Amendment of section 40 of the principal Act

Section 40 of the principal Act is amended by inserting immediately after subsection (7), the following new subsection—

"(8) Notwithstanding subsection (1), the Minister may, by regulations, prescribe the terms and conditions of payment of tax on plant and machinery.".

5. Amendment of Schedule I to the principal Act

Schedule I to the principal Act is amended by inserting immediately after "African Development Foundation" the following items—

"Aga Khan Development Network, Uganda, and the following agencies—

(i) Aga Khan Foundation, Uganda;

(ii) Aga Khan Education Service, Uganda;

(iii) Aga Khan Health Service, Uganda;

(iv) Aga Khan Trust for Culture; and

(v) Aga Khan University, Uganda."

"International Organisation for Migration" (IOM);

"Icelandic International Development Agency (ICEIDA)"

"The Common Market for East and Southern Africa (COMESA)."

"The Nile Basin Initiative."

6. Amendment of Schedule II to the principal Act

Schedule II to the principal Act is amended—

(a) by substituting for subparagraph *(u)*, the following subparagraph—

"*(u)* the supply of accommodation in tourist lodges and hotels outside Kampala and Entebbe;"; and

(b) by inserting immediately after subparagraph *(v)*, the following new subparagraphs—

"*(w)* the supply of computer software;

(x) the supply of lifejackets and headgear;

(y) the supply of Mobile toilets and Ekoloo toilets made from polyethylene;

(z) the supply of insecticides.".