

THE UNITED REPUBLIC OF TANZANIA



No. 8 OF 1971

I ASSENT,

Juhua K. Nyerere
President

11TH FEBRUARY, 1971

An Act to provide for the Rates of Income Tax and for the amounts of personal allowances for the purpose of Income Tax

[1ST JANUARY, 1971]

ENACTED by the Parliament of the United Republic of Tanzania.

1. This Act may be cited as the **Income Tax (Allowances and Rates) Act, 1971**, shall be deemed to have come into operation on first day of January, 1971, and shall apply to assessments, and with respect to tax, for the year of income 1971 and for each subsequent year of income. Short title and commencement

2. This Act shall be read and construed as one with the **East African Income Tax (Management) Act, 1958**, of the Community (hereinafter referred to as the **Management Act**), and expressions used in this Act shall, unless the context otherwise requires, have the meanings assigned to them in the **Management Act**. Construction and interpretation

3. Subject to the provisions of the **Management Act**— Amounts of allowances and rates of tax

- (a) the personal allowances to which an individual shall be entitled under Part VIII of the **Management Act** shall be the amounts set forth in the **First Schedule** to this Act;
- (b) 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 **Second Schedule** to this Act;
- (c) the tax to be deducted under Head B of the said Part IX shall be charged at the rates set forth in the said **Second Schedule**.

4.—(1) The **Income Tax (Allowances, Reliefs and Rates) Act, 1965**, is hereby repealed. Repeal Acts 1966 No. 15

(2) Notwithstanding the repeal of the **Income Tax (Allowances, Reliefs and Rates) Act, 1966**, the said Act shall remain in force in relation to the year of income 1970 and previous years of income.

Application
to Zanzibar

5. This Act shall extend to Zanzibar as well as to Tanganyika.

FIRST SCHEDULE

AMOUNT OF PERSONAL ALLOWANCES

Section of
the Manage-
ment Act

- 50 1. The amount of the married allowance shall be Shs. 9,600/-.
- 51 2. The amount of the single allowance shall be Shs. 4,320/-.
- 51A 3. The amount of the supplementary single allowance shall be Shs. 4,320/-.
- 52 4. The amount of the child allowance shall be Shs. 2,400/- for each child, subject to the maximum of Shs. 9,600/-.
- 55 5. The amount of the insurance allowance to which a resident individual shall be entitled shall be one-third of the amount of the premiums paid subject to a maximum of Shs. 3,600/-.
- Provided that no insurance allowance shall be granted—
- (i) in respect of any amount of premiums in excess of one-tenth of the total income of the individual for the year concerned;
- (ii) in respect of the amount of any premiums in excess of one-tenth of the total capital sum assured, but in calculating such capital sum no account shall be taken of any sum payable on the happening of any other contingency, or of the value of any premiums agreed to be returned, or of any benefit by way of bonus or otherwise which is to be or may be received either before or after death either by the individual paying the premium or any other person which is not the sum actually assured.
- (iii) in respect of any premiums for an insurance other than an insurance for securing a capital sum on death whether or not in conjunction with any other benefit.
- 57 6. The non-resident personal allowance shall be the amount of pension income, if any, not exceeding in all Shs. 5,000/-.

SECOND SCHEDULE

RATES OF TAX

Sections of
the Manage-
ment Act

58 (a),
65 (1) (a),
66 (1) (a),
67 (1) (a)

1. The individual income tax rates shall be—
- Chargeable Income*

*Rate in respect of
each Shs. 20/-*

	Shs.	Cts.
On the first Shs. 20,000/-	...	2 50
On the next Shs. 20,000/-	...	5 50
On the next Shs. 20,000/-	...	7 50
On the next Shs. 20,000/-	...	9 50
On the next Shs. 20,000/-	...	10 50
On the next Shs. 20,000/-	...	11 50
On the next Shs. 20,000/-	...	12 50
On the next Shs. 60,000/-	...	13 50
On the next Shs. 100,000/-	...	14 50
On every Shs. 20/- after Shs. 300,000/-	...	15 50

2. The corporation rate shall be eight shillings in respect of each Shs. 20/- save 58 (b) and in the case of— (c), 65 (1)

- (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 and fifty cents in respect of each Shs. 20/- of such chargeable income; and 66 (1) (b) and (c), 67 (1) (b) and (c)
- (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 and fifty cents in respect of each Shs. 20/- of such part of the chargeable income;
- (c) Co-operative Societies, when the rate shall be five shillings in respect of each Shs. 20/- of chargeable income.

Passed in the National Assembly on the twenty-seventh day of January, 1971.


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Clerk of the National Assembly