
BILLS**SUPPLEMENT No.****30th March, 2022****BILLS SUPPLEMENT***to The Uganda Gazette No. 15, Volume CXV, dated 30th March, 2022*

Printed by UPPC, Entebbe, by Order of the Government.

Bill No. 5*Excise Duty (Amendment) Bill***2022****THE EXCISE DUTY (AMENDMENT) BILL, 2022****MEMORANDUM**

The object of this Bill is to amend the Excise Duty Act, 2014, to provide for the definition of “fruit juice”, “un-denatured spirits” and “vegetable juice”; to provide for the amendment of Schedule 2 to the Act and to provide for related matters.

MATIA KASAIJA (MP),
Minister of Finance, Planning & Economic Development.

THE EXCISE DUTY (AMENDMENT) BILL, 2022

ARRANGEMENT OF CLAUSES

Clause

1. Commencement
2. Amendment of the Excise Duty Act, 2014
3. Amendment of Schedule 2 to the principal Act

A Bill for an Act

ENTITLED

THE EXCISE DUTY (AMENDMENT) ACT, 2022

The object of this Bill is to amend the Excise Duty Act, 2014, to provide for the definition of “fruit juice”, “un-denatured spirits” and “vegetable juice”; to provide for the amendment of Schedule 2 to the Act and to provide for related matters.

BE IT ENACTED by Parliament as follows:

1. Commencement

This Act shall come into force on 1st July, 2022.

2. Amendment of the Excise Duty Act, 2014

The Excise Duty Act 2014, in this Act referred to as the principal Act is amended in section 2—

- (a) by inserting immediately after the definition of “export” the following—

““fruit juice” means unfermented liquid extracted from the edible part of a fresh fruit whether the extracted liquid is diluted or not;”;

- (b) by inserting immediately after the definition of “tribunal” the following—

““un-denatured spirits” means spirits, that are not mixed with any substance to render the spirits unfit for human consumption or capable of being rendered unfit for human consumption and includes neutral spirits or alcoholic beverages made from neutral spirits that are fit for human consumption”;

- (c) by inserting immediately after the definition of “value added tax” the following—

““vegetable juice” means unfermented liquid extracted from the edible part of a vegetable whether the extracted liquid is diluted or not;”.

3. Amendment of Schedule 2 to the principal Act

Schedule 2 to the principal Act is amended—

- (a) by substituting for item 2 (d) the following—

“(d)	opaque beer	12% or 150/= per litre whichever is higher.”
------	-------------	--

- (b) by substituting for item 3 the following—

“(a)	un-denatured spirits of alcoholic strength by volume of 80% or more made from locally produced raw materials	60% or Shs. 1500 per litre whichever is higher;
“(b)	un-denatured spirits of alcoholic strength by volume of 80% or more made from imported raw materials	100% or Shs. 2500/= per litre, whichever is higher;

“(c)”	any other un-denatured spirits— (i) that is locally produced of alcoholic strength by volume of less than 80%; or	80% or Shs. 1700/= per litre whichever is higher;
	(ii) that is imported of alcoholic strength by volume of less than 80%.	100% or Shs. 2500/= per litre whichever is higher;
“(d)”	un-denatured spirits made from locally produced raw materials that is used in the production of disinfectants and sanitizers for the prevention of the spread of COVID-19 of alcoholic content by volume not less than 70%.”	Nil

(c) by substituting for item 5 (b) and (d) the following—

“(b)”	fruit juice and vegetable juice, except juice made from at least 30% pulp or at least 30% juice by weight or volume of the total composition of the drink from fruits and vegetables locally grown.	12% or shs. 250 per litre, whichever is higher.
(d)	any other non-alcoholic beverage locally produced other than the beverage referred to in paragraph (a) made out of fermented sugary tea solution with a combination of yeast and bacteria.	12% or 150/= per litre whichever is higher”

- (d) by substituting for item 11 the following—

“11	Sacks and bags of polymers of ethylene and other plastics under HS codes 3923.21.00 and 3923.29.00 except vacuum packaging bags for food, juices, tea and coffee sacks and bags for direct use in the manufacture of sanitary pad”	40% or 4000/= per kilogram whichever is higher;”
-----	--	--

- (e) in item 13 (g), by inserting the words “United Republic of Tanzania” immediately after the word “Kenya”;
- (f) in item 25 by substituting for paragraph (b) the following—

“(b)	any other fermented beverages including cider, perry, mead or near beer produced from locally grown or produced raw materials”	30% or shs 550 per litre whichever is higher;
------	--	---

- (g) by substituting for item 26 the following—

“26	construction materials of a manufacturer, other than a manufacturer referred to in item 21, whose investment capital is, at least thirty five million United States Dollars in case of a foreigner or five million United States Dollars in the case of a citizen”	Nil”
-----	--	------