

GOVERNMENT ZAMBIA

ACT

No. 25 of 1990

Date of Assent: 23rd January, 1991

An Act to provide for the imposition, payment and collection of an insurance levy and to provide for matters connected with or incidental to the foregoing.

[1st February, 1991

ENACTED by the Parliament of Zambia.

1. This Act may be cited as the Insurance Levy Act, 1990, and shall come into operation on the 1st January, 1991.

Enactment

Short title and commencement

2. (1) In this Act, unless the context otherwise requires—  
“Commissioner” has the meaning assigned to it in the Sales Tax Act;

Interpretation

Cap. 663

“broker”, “insurance agent”, “insurance business”, “insurer” and “policy” have the meanings assigned to them in the Insurance Act;

Cap. 705

“levy” means the insurance levy charged under section four of this Act.

(2) In this Act, unless the context otherwise requires, words and expressions not defined shall have the meaning assigned to them in the Sales Tax Act.

Cap. 663

3. The Commissioner shall, subject to the direction of the Minister, be responsible for giving effect to the provisions of this Act, and shall, for that purpose, have all the powers conferred on the Commissioner by the Sales Tax Act.

Powers of Commissioner

Cap. 663

4. There shall be charged, levied, collected and paid, on insurance premiums in respect of insurance policies for all classes of insurance business carried on by insurers, insurance agents or brokers a ten per centum ad valorem insurance levy.

Insurance levy

When levy  
becomes  
due

5. The levy shall become due at the time when the insurance premiums are paid or become payable and shall be paid by the insurer, insurance agent or broker to the Commissioner not later than the twenty-first day of the first month following that in which the levy becomes due.

Exemptions  
Cap. 663  
P. 27

6. (1) There shall be exempted from the levy those organisations covered by regulations 13 and 14 of the Sales Tax Regulations.

(2) The Minister may, by statutory order, exempt any person from the payment of the levy.

Recovery of  
levy  
Cap. 663

7. Subject to the provisions of this Act, the Sales Tax Act shall, *mutatis mutandis*, apply to the recovery of the levy under this Act.

Penalty for  
late  
payment

8. Where any amount of levy is not paid within the period prescribed by section five, a penalty equal to five per centum of the unpaid amount shall be charged for each month or part thereof for which the insurance levy remains unpaid; and for the purposes of recovery and collection such penalty shall be deemed to be part of the levy.

Regulations

9. The Minister may, by statutory instrument, make regulations for the proper carrying out of the purposes of this Act.